

PENSION BOARD MINUTES FROM 10-25-88

Members present;

L. Benoit, P. Frey, W. Gaskill, J. Hall, D. Wengelin (Central Bank), Paul Willey (Kidder-Peabody), Chris Toronto (Smoot, Miller)

1. Paul Willey made a presentation regarding the Smoot, Miller, Cheney investment performance for the first 9 months of 1988. He reported that the firm has achieved almost all of the required mix in investments (50% stock, 40% bond, 10% cash) set by the Board and that the quality and type of investments selected are also in line with the direction of the Board. Smoot, Miller has under-performed in the return on investment area compared with other managers managing the same type of asset mix. As of September 30th, the Grand Junction Police Retirement Plan return is 3.0% (annualized for an entire year) against an investment objective stated by the Board of Trustees of 9.0% and a target policy of 13.0%. Despite the 3.0% return the Board expressed its confidence in Smoot, Miller since the firm is doing exactly as directed in approaching investments conservatively.

Dollar-Weighted Return - 3.0%

Common Stock Mix - 40.0%
Bonds - 42.0%
Cash/Money Markets - 18.0%

2. The loan application forms and process were finalized with the adoption of the following forms;
 - Loan Application Explanation Sheet - GJPRP-1
 - Loan application - GJPRP-2
 - Irrevocable Pledge and Assignment - GJPRP-3
 - Loan Procedures form - GJPRP-4
3. A loan application from Ron Stiles was reviewed and approved pending submission on the proper form.
4. The minutes of the last (07-19-88) meeting were read and approved without change.
5. Next meeting was scheduled for 11-15-88. We agreed to continue with monthly meetings at least until the end of the year.

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cc: Benoit
Clever
Frey
Hall
Hazelhurst
Larson