

State of Alaska
ALASKA RETIREMENT MANAGEMENT BOARD
Relating to Asset Allocation
For the Public Employees' and Teachers' Retirement Systems Defined Contribution
Holding Accounts

Resolution 2014-09

WHEREAS, the Alaska Retirement Management Board (Board) was established by law to serve as trustee of the assets of the State's retirement systems; and

WHEREAS, under AS 37.10.210-220, the Board is to establish and determine the investment objectives and policy for each of the funds entrusted to it; and

WHEREAS, AS 37.10.071 and AS 37.10.210-220 require the Board to apply the prudent investor rule and exercise the fiduciary duty in the sole financial best interest of the funds entrusted to it and treat beneficiaries thereof with impartiality; and

WHEREAS, the Board contracts an independent consultant to provide experience and expertise in asset allocation and other investment matters to come before the Board; and

WHEREAS, the Board has reviewed the actuarial assumptions for the Public Employees' Retirement System and the Teachers' Retirement System; and

WHEREAS, the Board has reviewed the asset allocation set forth in the study prepared by the external investment consulting firm of Callan Associates, Inc.; and

WHEREAS, a prudent, diversified portfolio reduces risk and volatility and considers short term and long term earnings requirements for the Funds; and

WHEREAS, the Board shall continue to review, evaluate and make appropriate adjustments to asset allocation for the retirement plans on a periodic basis.


NOW THEREFORE, BE IT RESOLVED BY THE ALASKA RETIREMENT MANAGEMENT BOARD, that the following asset allocation be established for the Public Employees' and Teachers' Retirement Systems Defined Contribution Holding Accounts, effective July 1, 2014:

Target Asset Allocation

<u>Asset class</u>	<u>Allocation</u>	<u>Range</u>
Cash Equivalents	100%	± 0%
Projected Arithmetic Return	2.00%	
Expected Return – 5-Year Geometric Mean	2.01%	
Projected Standard Deviation	0.90%	

This Resolution repeals and replaces Resolution 2013-06.

DATED at Anchorage, Alaska this 24th day of April, 2014.



Chair

ATTEST:



Secretary