



GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY • SECURITY • REWARDS

Lourdes A. Leon Guerrero
Governor

Joshua F. Tenorio
Lieutenant Governor

Paula M. Blas
Director

Trustees:

Wilfred P. Leon Guerrero, Ed.D.
Chairman

Antolina S. Leon Guerrero
Vice Chair

Katherine T.E. Taitano
Secretary
Chair, Members and Benefits Committee

Gerard A. Cruz
Treasurer
Chair, Investment Committee

Artemio R.A. Hernandez
Trustee

Thomas H. San Agustin
Trustee

George A. Santos
Trustee

BOARD OF TRUSTEES
Regular Meeting
Wednesday, June 19, 2019, 12:00 Noon
Retirement Fund Conference Room

MINUTES

DEFINED CONTRIBUTION

I. ATTENDANCE, QUORUM, AND CALL TO ORDER

After determining a quorum was present, the Retirement Fund Board of Trustees Regular Meeting for the Defined Contribution Plan was called to order at 12:50 p.m. Wednesday, June 19, 2019, in the Retirement Fund Conference Room. Acting Chairman Wilfred P. Leon Guerrero officiated.

Board of Trustees Present:

Joe T. San Agustin, Chairman (*12:55 p.m.*)
Wilfred P. Leon Guerrero, Vice Chairman
Antolina S. Leon Guerrero, Secretary
Albert H. Santos, Trustee
Katherine T.E. Taitano, Trustee

Board of Trustees Absent:

Gerard A. Cruz, Treasurer (*Excused*)

Staff Present:

Paula Blas, Director
Jackie Blas, Recording Secretary

Third Party Administrator Present:

Grace Atalig, Retirement Plan Counselor, Empower Retirement

Public Present:

David M. O'Brien

II. REVIEW AND APPROVAL OF BOARD MINUTES

A. May 31, 2019 Regular Meeting

Trustee Albert Santos, seconded by Secretary Antolina Leon Guerrero, moved to approve the Minutes of the May 31, 2019 Regular Meeting, subject to technical corrections. Without objection, the motion passed.

III. CORRESPONDENCE

None

IV. DIRECTOR'S REPORT - EXECUTIVE SUMMARY

1. *Defined Benefit 1.75 (DB 1.75), Defined Contribution Retirement System (DCRS) and Government Retirement Security Plan (GRSP) Plans* - Director Paula Blas stated that the draft legislation was transmitted to the Legislature.

2. *Standard Insurance* - Director Blas stated that an updated summary report as of May 31, 2019 on the status of applications and individuals on Group Long Term Disability (LTD) is provided for the Board's information. Director Blas pointed out that one participant on LTD has reached the age of 65 and has now converted to retirement.

Financial Report

1. *Contributions* - Director Blas stated that as of June 18, 2019, all agencies are current with their Fiscal Year 2019 employee and employer contributions.

2. *Financial Statements* - Director Blas stated that the books for the month ended May 31, 2019 are scheduled to close on June 27, 2019.

V. THIRD PARTY ADMINISTRATOR'S REPORT

A. Contribution Report – May 2019

Director Blas stated that Grace Atalig, Retirement Plan Counselor, Empower Retirement provided the TPA Report for the month ending May 31, 2019 on the DC Retirement System 401(a) Plan and the 457 Deferred Compensation Plan.

Ms. Atalig stated that the 401(a) Plan had total assets of \$336,287,301.49. There was a decrease of \$15,782,430.97 or -4.48%. There was a market decrease of -5.2% from April 2019 to May 2019. The 457 Deferred Compensation Plan had total assets of \$77,426,587.02. There was a decrease of \$3,215,947.33 or -3.99%. There was a market decrease of -5.3% from April 2019 to May 2019.

Acting Chairman Leon Guerrero inquired about the decrease in assets. Ms. Atalig stated that the market performance was poor.

Ms. Atalig stated that the 401(a) Plan had total contributions of \$2,514,224.69. There was a decrease in contributions of \$345,641.69 or -12.09%. The 457 Deferred Compensation Plan had total contributions of \$1,039,309.00. There was an increase in contributions of \$14,320.93 or 1.40%.

Ms. Atalig stated that the 401(a) Plan had 172 employee distributions totaling \$2,828,527.56. The 457 Plan had 57 participant distributions totaling \$881,513.01.

Ms. Atalig stated that the 401(a) Plan has a total of 5,696 participants receiving employer contributions. The 457 Plan has 4,772 contributing participants. Ms. Atalig stated that there were 13 retirees in the month of May. The total number of retirees is 1,190. Trustee Albert Santos pointed out that the majority of retirees in May, some with large balances, took a full withdrawal.

Chairman Joe San Agustin joins the meeting at this time (12:55 p.m.)

VI. STANDING COMMITTEE REPORTS

A. Investment Committee

Vice Chairman Leon Guerrero reported that the Investment Committee Meeting was held on June 14, 2019. The Committee reviewed and approved the Investment Committee Meeting Minutes of May 30, 2019.

Next Quarterly Performance Meeting - Vice Chairman Leon Guerrero informed the Board that the next Quarterly Performance Meeting is scheduled for July 25, 2019. Secretary Antolina Leon Guerrero suggested to have the Board Meeting on the same day of the Due Diligence Meeting. The Board agreed to have the Board Meeting on Thursday, July 25, 2019 right after the Due Diligence Meeting.

B. Members and Benefits Committee

An update of the DB 1.75, DCRS and GRSP Plans was covered under the Director's report.

VII. OLD BUSINESS

None

VIII. NEW BUSINESS

None

IX. OPEN DISCUSSION / GENERAL PUBLIC INPUT

None

X. ANNOUNCEMENTS

None

XI. ADJOURNMENT

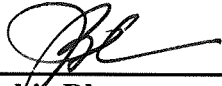
There being no further business before the Board for the Defined Contribution Plan, Secretary Antolina Leon Guerrero moved to adjourn the meeting. Without objection, the meeting was adjourned at 12:58 p.m. Motion passed.

I hereby certify that the foregoing is a full, true and correct copy of the Minutes of June 19, 2019 Regular Meeting duly adopted and approved by the Government of Guam Retirement Fund Board of Trustees on July 31, 2019.



ANTOLINA S. LEON GUERRERO, Board Secretary

RECORDING SECRETARY:



Jackie Blas