



GOVERNMENT OF GUAM
RETIREMENT FUND
 STABILITY · SECURITY · REWARDS

Eddie Baza Calvo
 Governor

Ray Tenorio
 Lieutenant Governor

Paula M. Blas
 Director

Trustees:

Joe T. San Agustin
 Chairman

Wilfred P. Leon Guerrero, Ed.D.
 Vice-Chairman
 Investment Committee, Chairman

Antolina S. Leon Guerrero
 Secretary

Gerard A. Cruz
 Treasurer
 Audit & Operations Committee,
 Chairman

George A. Santos
 Members' & Benefits Committee,
 Chairman

Katherine T.E. Taitano
 Trustee

BOARD OF TRUSTEES
Regular Meeting
 Friday, November 30, 2012, 12:00 p.m.
 Retirement Fund Conference Room

MINUTES

DEFINED CONTRIBUTIONS

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 12:30 p.m. Friday, November 30, 2012, in the Retirement Fund Conference Room. Chairman Joe T. San Agustin officiated.

Board of Trustees Present:	Board of Trustees Absent:
Joe T. San Agustin, Chairman	Antolina S. Leon Guerrero, Secretary (<i>Excused</i>)
Wilfred P. Leon Guerrero, Vice Chairman	
Gerard A. Cruz, Treasurer	
George A. Santos, Trustee	
Katherine T.E. Taitano, Trustee	

Staff Present:
 Paula Blas, Director
 Jackie Blas, Recording Secretary
 Alice Tajeron, Great-West Retirement Services

Investment Consultant Present:
 Maggie Ralbovsky, Wilshire Associates

Public Present:
 Ken Quintanilla, KUAM

II. REVIEW AND APPROVAL OF BOARD MINUTES

A. October 26, 2012 Regular Meeting

On motion of Trustee George Santos, seconded by Trustee Katherine Taitano, and without objection, the Minutes of October 26, 2012 Regular Meeting were approved, subject to technical corrections. Motion unanimously passed.

III. CORRESPONDENCE

None

IV. INFORMATIONAL ITEMS

None

V. DIRECTOR'S REPORT - EXECUTIVE SUMMARY

1. *Defined Benefit (DB)/Defined Contribution (DC) Plan Alternatives* - Director Paula Blas stated that Bill No. 453-31 has not been placed on the Legislative Session Agenda.

Financial Report

1. *Contributions* - Director Blas stated that as of November 27, 2012, all agencies are current with their Fiscal Year 2013 employee and employer contributions.

2. *Financial Statements* - Director Blas stated that the books for Fiscal Year ending September 30, 2012 were closed on November 23, 2012. Director Blas informed the Board that the audit for Fiscal Year Ending September 30, 2012 will commence soon.

VI. THIRD PARTY ADMINISTRATOR'S REPORT

A. Contribution Report – October 2012

Director Blas stated that Alice Taijeron of Great-West Retirement Services (Great-West) provided the TPA Report for the month ending October 31, 2012 on the DC Retirement System 401(a) Plan and the 457 Deferred Compensation Plan.

Ms. Taijeron reported that the combined assets on the 401(a) Plan and 457(b) Plan is \$313,936,069.84 and the combined contributions is \$2,847,326.97. Ms. Taijeron stated that there are 7,638 contributing participants on the 401(a) Plan and 1,122 contributing participants on the 457(b) Plan. Chairman San Agustin inquired about the average returns on the overall plan. Ms. Taijeron stated that it may be difficult to get those numbers as they are individual funds. Treasurer Gerard Cruz asked what the largest allocation is. Ms. Taijeron stated that the BlackRock LifePath 2030 has the largest allocation. Treasurer Cruz stated that the return for the BlackRock LifePath 2030 for the quarter ending September 30, 2012 is 19.21%. Chairman San Agustin asked what the percentage of the total asset is. Treasurer Cruz replied, "24%." Chairman San Agustin stated that he is concerned of the concentration risk. Director Blas stated that BlackRock is a diversified fund. Maggie Ralbovsky of Wilshire Associates stated that if you have a lot of passive in those funds, it should not be a concern for the fund as a total because the underlined participants' assets are not allocated as the total plan assets is allocated. Chairman San Agustin asked how would you manage a fund. Treasurer Cruz stated that the 75% of the remaining assets are invested among the remaining menu of investable funds. Chairman

San Agustin stated that we need to develop a safety net. Treasurer Cruz stated that we do have a separate DC consultant who quarterly keeps the Retirement Fund abreast and up-to-date.

Trustee George Santos, seconded by Treasurer Gerard Cruz, moved to accept the Third Party Administrator's Report. Without objection, the motion unanimously passed.

VII. INVESTMENT COMMITTEE REPORT

Vice Chairman Wilfred Leon Guerrero reported that the Investment Committee Meeting was held on November 29, 2012. The Committee reviewed and approved the Investment Committee Minutes of October 25, 2012.

Quarter Ending December 31, 2012 Performance Meeting - Vice Chairman Leon Guerrero informed the Board that the next Quarterly Performance Meeting for Quarter Ending December 31, 2012 is scheduled for January 24-25, 2013.

VIII. OLD BUSINESS

None

IX. NEW BUSINESS

None

X. OPEN DISCUSSION / GENERAL PUBLIC INPUT

None

XI. ANNOUNCEMENTS

None

XII. ADJOURNMENT

There being no further business before the Board for the Defined Contribution Plan, on motion of Trustee George Santos, seconded by Treasurer Gerard Cruz, and without objection, the meeting was adjourned at 12:45 p.m. Motion unanimously passed.

I hereby certify that the foregoing is a full, true and correct copy of the Minutes of November 30, 2012 Regular Meeting duly adopted and approved by the Government of Guam Retirement Fund Board of Trustees on December 28, 2012.



ANTOLINA S. LEON GUERRERO, Board Secretary

RECORDING SECRETARY:



Jackie Blas