



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

James R.F. Duenas
 Trustee

BOARD OF TRUSTEES
Regular Meeting
 Friday, February 22, 2013, 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 12:25 p.m. Friday, February 22, 2013, in the Retirement Fund Conference Room. Acting Chairman Wilfred Leon Guerrero officiated.

Board of Trustees Present:

Wilfred P. Leon Guerrero, Vice Chairman
 Antolina S. Leon Guerrero, Secretary
 Gerard A. Cruz, Treasurer
 Katherine T.E. Taitano, Trustee

Board of Trustees Absent:

Joe T. San Agustin, Chairman (*Excused*)
 George A. Santos, Trustee (*Excused*)
 James R.F. Duenas, Trustee (*Excused*)

Staff Present:

Paula Blas, Director
 Diana Bernardo, Controller
 Rosalia Bordallo, General Accounting Supervisor
 Jackie Blas, Recording Secretary
 Alice Tajeron, Great-West Retirement Services

Investment Consultant Present:

Maggie Ralbovsky, Wilshire Associates

Public Present:

Dave Burger, Burger & Comer
 Kent Morris, Western Region Vice President, Great-West Financial Services
 Ricky Hernandez, Senator Ben Pangelinan's Office

II. REVIEW AND APPROVAL OF BOARD MINUTES

A. January 25, 2013 Regular Meeting

On motion of Secretary Antolina Leon Guerrero, seconded by Treasurer Gerard Cruz, and without objection, the Minutes of January 25, 2013 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 453-31 was not acted on in the 31st Guam Legislature. Director Blas stated that she met with Senator Ben Pangelinan and he is willing to reintroduce the bill in the 32nd Guam Legislature. There is no update as to the next session date.

Financial Report

1. *Contributions* - Director Blas stated that as of February 19, 2013, all agencies are current with their Fiscal Year 2013 employee and employer contributions.

2. *Financial Statements* - Director Blas stated that the books for the month ending January 2013 will be closed next week.

3. *Fiscal Year 2012 Audit* - Director Blas stated that the audit for Fiscal Year ending September 30, 2012 is completed and is attached for the Board's review. Final audit reports are scheduled to be issued no later than February 28, 2013.

VI. THIRD PARTY ADMINISTRATOR'S REPORT

A. Contribution Report – January 2013

Director Blas stated that Alice Taijeron of Great-West Retirement Services (Great-West) provided the TPA Report for the month ending January 31, 2013 on the DC Retirement System 401(a) Plan and the 457 Deferred Compensation Plan.

Ms. Taijeron reported that the combined assets experienced a \$10 Million increase, a .03% increase from December 2012, due to the contributions and the market. Ms. Taijeron stated that payroll contributions are up to date.

Ms. Tajeron stated that there are no new participants on disability. There were 362 participant walk-in visits in January 2013 due to separation of service mostly by legislative employees.

Ms. Tajeron stated that as of February 15, 2013, the Retirement Income Control Panel (RICP) has been available on the website for Government of Guam employees. This option provides information about estimated and potential income that may be received at retirement, based on current account information. Treasurer Gerard Cruz inquired about the Reality Investing Advisory Services. Ms. Tajeron stated that Great-West had a soft roll out of the Reality Investing Advisory Services which provides investment guidance, investment advice and managed accounts. Ms. Tajeron stated that Great-West is currently in the process of working with marketing and the technical group to get announcements to participants via the website. Treasurer Cruz asked whether the participants are showing any interest. Ms. Tajeron replied, "Yes." Trustee Katherine Taitano stated that Great-West sends an email to the various GovGuam departments' Human Resources Office, but she is asking whether the same email could also be sent to all participants. Secretary Antolina Leon Guerrero stated that Trustee Taitano is asking that the same information be sent to the general public. Ms. Tajeron stated that she will work on sending a mass email to the participants.

Ms. Tajeron stated that Mr. Kent Morris, Western Region Vice President, Great-West Financial Services, will announce his retirement. Ms. Tajeron stated that Mr. Morris was part of the original team that helped to set up the 401(a) and 457 Plans on Guam. Mr. Morris stated that it has been a great opportunity working with the Retirement Fund Board of Trustees and Management. Mr. Morris stated that he will be retiring effective March 1, 2013 and noted that Great-West is in good hands with Ms. Tajeron.

VII. INVESTMENT COMMITTEE REPORT

Treasurer Cruz reported that the Investment Committee Meeting was held on February 21, 2013. Treasurer Cruz informed the Board that the next Quarterly Performance Meeting is scheduled for April 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 Secretary Antolina Leon Guerrero, seconded by Treasurer Gerard Cruz, and without objection, the meeting was adjourned at 12:37 p.m. Motion unanimously passed.

I hereby certify that the foregoing is a full, true and correct copy of the Minutes of February 22, 2013 Regular Meeting duly adopted and approved by the Government of Guam Retirement Fund Board of Trustees on April 1, 2013.



ANTOLINA S. LEON GUERRERO, Board Secretary

RECORDING SECRETARY:



Jackie Blas