



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

**INVESTMENT COMMITTEE MEETING
DEFINED CONTRIBUTION PLAN**

Thursday, January 24, 2013
Retirement Fund Conference Room

MINUTES

I. CALL TO ORDER

The Retirement Fund Investment Committee meeting was called to order at 1:15 p.m. on Thursday, January 24, 2013, in the Retirement Fund Conference Room. Investment Committee Chairman Wilfred P. Leon Guerrero officiated.

Board of Trustees Present:

Wilfred P. Leon Guerrero, Chairman
Gerard A. Cruz, Vice Chairman
Joe T. San Agustin, Ex Officio

Staff Present:

Paula Blas, Director
Diana Bernardo, Controller
Alice Tajeron, Great-West Retirement Services

Investment Consultant Present:

Terry Dennison, Mercer Investment Consulting, Inc.

II. ACTION ITEMS

- 1. November 29, 2012 Regular Investment Committee Meeting Minutes**
- 2. December 28, 2012 Regular Investment Committee Meeting Minutes**
- 3. October 25, 2012 Due Diligence Meeting for the Quarter Ended September 30, 2012 Minutes**

A motion was made by Vice Chairman Gerard Cruz, seconded by Chairman Wilfred Leon Guerrero, to approve the minutes of the November 29, 2012 and December 28, 2012 Regular Investment Committee Meetings, and to table the minutes of the October 25, 2012 Due Diligence Meeting. Without objection, the motion was passed.

III. OPEN ITEMS

1. Investment Committee 5-Year Plan

Chairman Leon Guerrero stated that if the 5-Year Plan was in place, the Retirement Fund staff would be getting a bonus pay. Director Paula Blas stated that Legal Counsel said that we do not have the statutory authority to do it. Director Blas stated that she informed Board Chairman Joe T. San Agustin regarding this and he said we need to try once again to go to the Legislature to get personnel autonomy.

2. Great-West Reality Investing Advisory Services Agreement

Chairman Leon Guerrero inquired about the status of the Reality Investing Advisory Services Agreement. Alice Tajeron, Great-West Retirement Services, stated that the agreement has been signed.

IV. NEW BUSINESS

1. Mercer Investment Consulting, Inc.'s Recommendation

Chairman Leon Guerrero stated that there is a recommendation from Mercer Investment Consulting, Inc. to keep Franklin and Baron on the Watch List.

Chairman Wilfred Leon Guerrero, seconded by Vice Chairman Gerard Cruz, moved to accept Mercer's recommendation to keep Franklin Small-Mid Cap Growth Fund and Baron Small Cap Fund on the Watch List. Without objection, the motion was passed.

V. INFORMATIONAL ITEMS

None

VI. OPEN DISCUSSION

None

VII. CORRESPONDENCE

None

VIII. ANNOUNCEMENTS

1. Next Due Diligence Meeting: April 25-26, 2013

Controller Diana Bernardo stated that the next Quarterly Performance meeting is scheduled for April 25-26, 2013. Controller Bernardo stated that Great-West's Third Party Administrator Report will also be conducted at that time.

IX. ADJOURNMENT

There being no further business before the Investment Committee, a motion was made by Vice Chairman Gerard Cruz, seconded by Chairman Wilfred Leon Guerrero, to adjourn the meeting at 1:30 p.m.

Respectfully submitted,



JACKIE M. BLAS
Recording Secretary

AFFIRMED:



WILFRED P. LEON GUERRERO, Ed.D.
Investment Committee Chairman