



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

**Katherine T.E. Taitano**  
Trustee

**James R.F. Duenas**  
Trustee

**David M. O'Brien**  
Trustee

**INVESTMENT COMMITTEE MEETING**  
**DEFINED BENEFIT PLAN**  
Thursday, May 29, 2014  
Retirement Fund Conference Room

**MINUTES**

**I. CALL TO ORDER**

The Retirement Fund Investment Committee Meeting was called to order at 1:30 p.m. Thursday, May 29, 2014, 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  
James R.F. Duenas, Member  
Joe T. San Agustin, Ex Officio

**Staff Present:**

Paula Blas, Director  
Diana Bernardo, Controller  
Rosalia Bordallo, General Accounting Supervisor

**Investment Consultant Present:**

Maggie Rabovsky, Wilshire Associates

## **II. ACTION ITEMS**

- 1. April 24, 2014 Regular Investment Committee Meeting Minutes**
- 2. February 26, and 27, 2014 Due Diligence Meeting for the Quarter Ended December 31, 2013 Minutes**

**A motion was made by Committee Vice Chairman Gerard Cruz, seconded by Committee Member James Duenas, to approve the minutes of April 24, 2014 Regular Investment Committee Meeting and the minutes of the February 26, and 27, 2014 Due Diligence Meeting, subject to technical corrections. Without objection, the motion unanimously passed.**

## **III. OPEN ITEMS**

- 1. Watch List**

Committee Chairman Leon Guerrero stated that Wilshire Associates (Wilshire) recommends keeping Eaton Vance and Franklin Templeton on the watch list.

**Committee Vice Chairman Gerard Cruz, seconded by Committee Member James Duenas, moved to accept Wilshire Associates' recommendation to keep Eaton Vance and Franklin Templeton on the Watch List. Without objection, the motion unanimously passed.**

## **IV. NEW BUSINESS**

None

## **V. INFORMATIONAL ITEMS**

- 1. Asset Allocation Summaries**

A copy of the asset allocation summary statements was provided to the Committee for review and informational purposes. Committee Chairman Leon Guerrero stated that the size of the Retirement Fund's portfolio as of May 26, 2014 is \$1.6 Billion.

- 2. Income Summary**

A summary of interest and dividend income was provided to the Committee for review and informational purposes. Controller Diana Bernardo stated that the total interest and dividend income for April 2014 was \$2.3 Million.

- 3. Securities Lending**

A summary of securities lending earnings was provided to the Committee for review and informational purposes. Controller Bernardo stated that the Securities Lending income for the month of April was \$44,024.

**VI. OPEN DISCUSSION**

**1. Request for Proposals (RFPs) for the Transition Manager, the High Yield Bond Manager, and the Global REITs Manager**

Committee Chairman Leon Guerrero inquired about the status of the RFP. Controller Bernardo stated that it was approved at the February 28, 2014 Board meeting. Committee Member James Duenas stated that Management wanted to start with the transition manager and then work on the other RFPs. Maggie Ralbovsky of Wilshire stated that it will be cheaper to place just one ad in the newspaper instead of three separate ads. Committee Chairman Leon Guerrero stated that Management already placed one ad. Committee Chairman Leon Guerrero stated that he would like to remind Management that the Committee would like to issue all three RFPs as soon as possible. Committee Member Duenas asked whether the RFPs could be issued at the same time. Director Paula Blas stated that she would have to see whether she could catch the ad in the Pensions and Investment (P&I) Magazine which had a submission deadline of May 23, 2014. The actual production of the magazine won't be until June 9, 2014 and it will be also the time it gets uploaded on P&I's website. Director Blas stated that she would check to see whether they could substitute the ad to include the others.

**VII. CORRESPONDENCE**

None

**VIII. ANNOUNCEMENTS**

**1. Next Due Diligence Meeting: August 27, and 28, 2014**

Committee Chairman Leon Guerrero informed the Committee that the next due diligence meeting is tentatively scheduled for August 27, and 28, 2014.

**IX. ADJOURNMENT**

**There being no further business before the Investment Committee, a motion was made by Committee Member James Duenas, seconded by Committee Vice Chairman Gerard Cruz, to adjourn the meeting at 1:38 p.m. Without objection, the motion unanimously passed.**

Respectfully submitted,



**JACKIE M. BLAS**  
Recording Secretary

AFFIRMED:



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