



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

**David M. O'Brien**  
Trustee

**Albert H. Santos**  
Trustee

**INVESTMENT COMMITTEE MEETING**  
**DEFINED BENEFIT PLAN**  
Thursday, February 23, 2017  
Retirement Fund Conference Room

**MINUTES**

**I. CALL TO ORDER**

The Retirement Fund Investment Committee Meeting for the Defined Benefit Plan was called to order at 1:00 p.m. Thursday, February 23, 2017, in the Retirement Fund Conference Room. Investment Committee Chairman Wilfred P. Leon Guerrero officiated.

**Board of Trustees Present:**

Wilfred P. Leon Guerrero, Chairman  
Albert H. Santos, Trustee

**Staff Present:**

Paula Blas, Director  
Diana Bernardo, Controller

**Investment Consultant Present:**

Maggie Ralbovsky, Wilshire Associates

## II. ACTION ITEMS

1. **January 26, 2017 Regular Investment Committee Meeting Minutes**
2. **August 24, and 25, 2016 Due Diligence Meeting for the Quarter Ended June 30, 2016 Minutes**
3. **November 16, and 17, 2016 Due Diligence Meeting for the Quarter Ended September 30, 2016 Minutes**

**Committee Member Albert Santos, seconded by Committee Chairman Wilfred Leon Guerrero, moved to approve the Minutes of the January 26, 2017 Regular Investment Committee Meeting and the Minutes of the August 24, and 25, 2016 Due Diligence Meeting, subject to technical corrections; and to table the Minutes of the November 16, and 17, 2016 Due Diligence Meeting. Without objection, the motion passed.**

## III. OPEN ITEMS

None

## IV. NEW BUSINESS

1. **"Friend of the Court" Brief**

Director Paula Blas stated that Bernstein Litowitz Berger and Grossman (BLBG) is requesting the Retirement Fund's support for a "friend of the court" brief to be filed with the U.S. Supreme Court. The amicus brief is due on March 6, 2017.

**Committee Member Albert Santos, seconded by Committee Chairman Wilfred Leon Guerrero, moved to accept Bernstein Litowitz Berger and Grossman's request for the Retirement Fund to support for a "Friend of the Court" Brief to be filed with the U.S. Supreme Court by March 6, 2017. Without objection, the motion passed.**

## 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. Controller Diana Bernardo stated that the transition of Earnest Partners and Capital International is in the process of being completed. Committee Chairman Leon Guerrero inquired about Fisher Investment's return. Maggie Ralbovsky of Wilshire Associates stated that Fisher outperformed by 40 basis points during the last quarter. Committee Chairman Leon Guerrero asked whether the Net of Fee Return is 0.91 and the Index is 1.00. Ms. Ralbovsky replied, "Yes, and they are below -0.09 basis points." Committee Chairman Leon Guerrero stated that it was a negative return for 2016. Director Blas stated that it's negative to the benchmark, but we made money. Ms. Ralbovsky stated that the International Equity Composite for 2016 was 4.79 % positive. All the returns were positive. Committee Chairman Leon Guerrero stated that he was getting confused because it was below the index, but it still made money.

**2. Income Summary**

A summary of interest and dividend income was provided to the Committee for review and informational purposes.

**3. Securities Lending**

A summary of securities lending earnings was provided to the Committee for review and informational purposes.

**4. 5-Year Plan**

A copy of the 5-Year Plan was provided to the Committee for review and informational purposes.

**VI. OPEN DISCUSSION**

None

**VII. CORRESPONDENCE**

None

**VIII. ANNOUNCEMENTS**

**1. Next Due Diligence Meeting: May 24, and 25, 2017**

Committee Chairman Leon Guerrero informed the Committee that the next due diligence meeting is scheduled for May 24, and 25, 2017.

**IX. ADJOURNMENT**

There being no further business before the Investment Committee, a motion was made by Committee Member Albert Santos, seconded by Committee Chairman Wilfred Leon Guerrero, to adjourn the meeting at 1:15 p.m. Without objection, the motion passed.

Respectfully submitted,



**JACKIE M. BLAS**  
Recording Secretary

**AFFIRMED:**



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