



GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY · SECURITY · REWARDS

Eddie Baza Calvo
Governor

Ray Tenorio
Lieutenant Governor

Paula M. Blas
Director

**INVESTMENT COMMITTEE MEETING
DEFINED CONTRIBUTION PLAN**
Thursday, January 25, 2018
Retirement Fund Conference Room

MINUTES

I. CALL TO ORDER

The Retirement Fund Investment Committee Meeting for the Defined Contribution Plan was called to order at 12:55 p.m. Thursday, January 25, 2018, 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
Albert H. Santos, Member

Staff Present:

Paula Blas, Director
Diana Bernardo, Controller
Alice Taijeron, Director, Client Relations & Plan Counseling, Empower Retirement

Investment Consultant Present:

Cameron Systemans, Mercer Investment Consulting, Inc.

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

II. ACTION ITEMS

- 1. December 15, 2017 Regular Investment Committee Meeting Minutes**
- 2. April 27, 2017 Due Diligence Meeting for the Quarter Ended March 31, 2017 Minutes**
- 3. July 27, 2017 Due Diligence Meeting for the Quarter Ended June 30, 2017 Minutes**
- 4. October 19, 2017 Due Diligence Meeting for the Quarter Ended September 30, 2017 Minutes**

Committee Member Albert Santos, seconded by Committee Vice Chairman Gerard Cruz, moved to approve the Minutes of the December 15, 2017 Regular Investment Committee Meeting, subject to technical corrections; and to table the Minutes of the April 27, 2017, July 27, 2017 and October 19, 2017 Due Diligence Meetings. Without objection, the motion passed.

III. OPEN ITEMS

None

IV. NEW BUSINESS

- 1. DC Plan Quarterly Performance**

Committee Chairman Leon Guerrero stated that Cameron Systemans of Mercer Investment Consulting, Inc. provided an overview of the DC Plan's Investment Performance for the Quarter Ended December 31, 2017 and he will present his report to the Board at tomorrow's meeting.

Committee Chairman Leon Guerrero stated that Mercer's recommendation is to replace the BlackRock Inflation Protected Bond (TIPs Fund) with the Vanguard Inflation-Protected Securities Fund. Vice Chairman Leon Guerrero stated that Mercer also recommends revisiting the Revenue Sharing Share Classes during the July 2018 Due Diligence Meeting for the Quarter Ended June 30, 2018.

- A. Replacing the BlackRock Inflation Protected Bond (TIPs Fund) with the Vanguard Inflation-Protected Securities Fund;**
- B. Revisiting the Revenue Sharing Share Classes during the July 2018 Due Diligence Meeting for the Quarter Ended June 30, 2018.**

Committee Vice Chairman Gerard Cruz, seconded by Committee Member Albert Santos, moved to accept Mercer Investment Consulting, Inc.'s recommendation to replace the BlackRock Inflation Protected Bond (TIPs Fund) with the Vanguard Inflation-Protected Securities Fund; and to revisit the Revenue Sharing Share Classes during the July 2018 Due Diligence Meeting for the Quarter Ended June 30, 2018. Without objection, the motion passed.

V. INFORMATIONAL ITEMS

- 1. 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: April 26, 2018

Committee Chairman Leon Guerrero informed the Committee that the next Quarterly Performance meeting is tentatively scheduled for April 26, 2018.

IX. ADJOURNMENT

There being no further business before the Investment Committee, a motion was made by Committee Chairman Wilfred Leon Guerrero, seconded by Committee Member Albert Santos, 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