



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, August 24, 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, August 24, 2017, 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, Trustee
Joe T. San Agustin, Ex Officio

Staff Present:

Paula Blas, Director

Investment Consultant Present:

Maggie Ralbovsky, Wilshire Associates

II. ACTION ITEMS

- 1. July 27, 2017 Regular Investment Committee Meeting Minutes**
- 2. May 24 and 25, 2017 Due Diligence Meeting for the Quarter Ended March 31, 2017 Minutes**

Committee Member Albert Santos, seconded by Committee Vice Chairman Gerard Cruz, moved to approve the Minutes of the July 27, 2017 Regular Investment Committee Meeting, subject to technical corrections; and to table the Minutes of the May 24 and 25, 2017 Due Diligence Meeting. Without objection, the motion passed.

III. OPEN ITEMS

None

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. Maggie Ralbovsky of Wilshire Associates stated that the asset allocation has been revised and it's within the ranges. Committee Chairman Leon Guerrero stated that as of August 18, 2017, the Retirement Fund's total market value of assets was \$1,709,200,533.

- 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. Director Paula Blas stated that there is a change to the 5-Year Plan. For the November 2017 Due Diligence Meeting, Global Reits (Cornerstone and DFA) will be moved to the February 2018 Due Diligence Meeting.

Committee Chairman Leon Guerrero asked when is the Retirement Fund's budget prepared. Director Blas replied, "next month." Committee Chairman Leon Guerrero asked to include in the budget the

strengthening of investment efforts of the Retirement Fund. Committee Chairman Leon Guerrero stated that he voted against last year's budget because it did not include an investment effort. Committee Vice Chairman Gerard Cruz stated that the constraint is the salary.

VI. OPEN DISCUSSION

Committee Chairman Leon Guerrero asked Ms. Ralbovsky to provide options in writing on the transition for the Board to consider on the steps to take. Ms. Ralbovsky stated that she will prepare a write-up for the Board.

VII. CORRESPONDENCE

None

VIII. ANNOUNCEMENTS

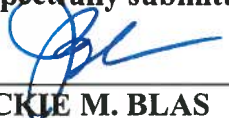
1. Next Due Diligence Meeting: November 15 and 16, 2017

Committee Chairman Leon Guerrero informed the Committee that the next due diligence meeting is tentatively scheduled for November 15 and 16, 2017.

IX. ADJOURNMENT

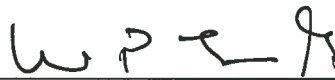
There being no further business before the Investment Committee, a motion was made by Committee Member Albert Santos, seconded by Committee Vice Chairman Gerard Cruz, to adjourn the meeting at 1:25 p.m. Without objection, the motion passed.

Respectfully submitted,



JACKIE M. BLAS
Recording Secretary

AFFIRMED:



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