



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
Friday, March 23, 2018
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 12:10 p.m. Friday, March 23, 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
Joe T. San Agustin, Ex Officio

Staff Present:

Paula Blas, Director
Jackie Blas, Recording Secretary

II. ACTION ITEMS

- 1. February 22, 2018 Regular Investment Committee Meeting Minutes**
- 2. November 15 and 16, 2017 Due Diligence Meeting Minutes for the Quarter Ended September 30, 2017**
- 3. February 21 and 22, 2018 Due Diligence Meeting Minutes for the Quarter Ended December 31, 2017**

Committee Chairman Wilfred Leon Guerrero, seconded by Committee Vice Chairman Gerard Cruz, moved to approve the Minutes of the February 22, 2018 Regular Investment Committee Meeting, subject to technical corrections; and to table the Minutes of the November 15 and 16, 2017 and February 21 and 22, 2018 Due Diligence Meetings. 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. Committee Chairman Leon Guerrero stated that as of March 19, 2018, the size of the Retirement Fund's portfolio is \$1,989,777,568. Committee Chairman Leon Guerrero pointed out that the asset allocation is within range.

Committee Chairman Leon Guerrero inquired about the amount of money flowing in and out of the portfolio now that with having the DB 1.75 Plan in place. Director Paula Blas stated that the figures are included in the Cash Flow Statement provided during the monthly Board Meetings.

Ex Officio Joe San Agustin stated that he would like to see a chart that shows the movement of the three (3) plans. Director Blas stated that it will show in the Third Party Administrator's Report, Mercer's Report, and the Valuation Report for the DC Plan.

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. Committee Chairman Leon Guerrero stated that it's been ten (10) years since Northern Trust was contracted. Ex Officio San Agustin suggested to ask Maggie Ralbovsky of Wilshire Associates whether Northern Trust could be reevaluated instead of having to issue a Request for Proposal (RFP).

Committee Chairman Leon Guerrero inquired about the Investment Officer position. Director Blas stated that the Retirement Fund has a position established, but it has to go through the Department of Administration (DOA) to create the position. Director Blas stated that the Retirement Fund has an Investment Specialist position in place as a classified position. Committee Chairman Leon Guerrero suggested to change the position description on the Investment Specialist. Director Blas stated that the position description could be changed but the issue would be the salary. Director Blas stated that she will check with the University of Guam (UOG) if they have an Investment Officer position.

VI. OPEN DISCUSSION

None

VII. CORRESPONDENCE

None

VIII. ANNOUNCEMENTS


1. Next Due Diligence Meeting: May 23 and 24, 2018

Committee Chairman Leon Guerrero informed the Committee that the next due diligence meeting is scheduled for May 23 and 24, 2018.

IX. ADJOURNMENT

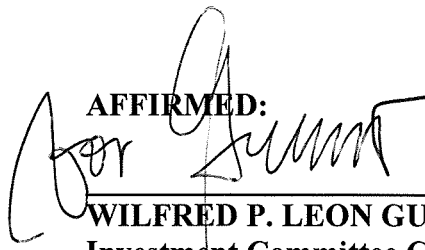
There being no further business before the Investment Committee, a motion was made by Committee Vice Chairman Gerard Cruz, seconded by Committee Member Albert Santos, to adjourn the meeting at 12:40 p.m. Without objection, the motion passed.

Respectfully submitted,



JACKIE M. BLAS
Recording Secretary

AFFIRMED:



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