

GOVERNMENT OF GUAM  
**RETIREMENT FUND**  
STABILITY • SECURITY • REWARDS

**Lourdes A. Leon Guerrero**  
*Governor*

**Joshua F. 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, December 14, 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 12:45 p.m. Friday, December 14, 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  
Jackie Blas, Recording Secretary

## **II. ACTION ITEMS**

- 1. November 15, 2018 Regular Investment Committee Meeting Minutes**
- 2. May 23 and 24, 2018 Due Diligence Meeting Minutes for the Quarter Ended March 31, 2018**
- 3. August 29 and 30, 2018 Due Diligence Meeting Minutes for the Quarter Ended June 30, 2018**
- 4. November 14 and 15, 2018 Due Diligence Meeting Minutes for the Quarter Ended September 30, 2018**

**Committee Member Albert Santos, seconded by Committee Vice Chairman Gerard Cruz, moved to approve the Minutes of the November 15, 2018 Regular Investment Committee Meeting, subject to technical corrections; and to table the Minutes of the May 23 and 24, 2018, August 29 and 30, 2018 and November 14 and 15, 2018 Due Diligence Meetings. Without objection, the motion passed.**

Director Paula Blas asked the Investment Committee if they want to continue to have the recordings of the due diligence meetings transcribed verbatim or just have the minutes recorded. Director Blas stated that transcription of the due diligence meeting minutes is very time consuming. Committee Chairman Leon Guerrero stated that the transcription is needed in case of any legal problem that may arise. Committee Vice Chairman Gerard Cruz stated that there's transcribing services on-line. Director Blas stated that she will look into the software available.

## **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 December 10, 2018, the size of the Retirement Fund's portfolio is \$1,873,735,899. Committee Chairman Leon Guerrero stated that the Market at September 30, 2018 was \$2,014,417,207. There was a market loss of (\$140,681,308).

### **2. Income Summary**

A summary of interest and dividend income was provided to the Committee for review and informational purposes. Committee Chairman Leon Guerrero stated that the total interest and dividend for Fiscal Year Ended September 30, 2018 was \$39,291,793 and the total year to date interest and dividend income is \$6,911,788.

### **3. Securities Lending**

A summary of securities lending earnings was provided to the Committee for review and informational purposes. Committee Chairman Leon Guerrero stated that the Securities Lending income for Fiscal Year 2019 (October and November 2018) is \$19,582 and \$226,486 for Fiscal Year 2018.

### **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 he would like to see a report card of all the vendors indicating that a review of performance was conducted.

### **VI. OPEN DISCUSSION**

None

### **VII. CORRESPONDENCE**

None

### **VIII. ANNOUNCEMENTS**

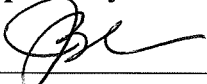
#### **1. Next Due Diligence Meeting: February 20 and 21, 2019**

Committee Chairman Leon Guerrero informed the Committee that the next due diligence meeting is scheduled for February 20 and 21, 2019. Director Blas asked the Committee who will be sitting on the Selection Panel with respect to the Request for Proposal (RFP) for the International Equity Managers' search. Director Blas also asked the Committee if they would like to have Maggie Ralbovsky of Wilshire Associates sit in on the interviews. The Committee indicated that Ms. Ralbovsky does not need to be present for the interviews.

### **IX. ADJOURNMENT**

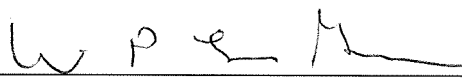
**There being no further business before the Investment Committee, a motion was made by Committee Member Albert Santos, seconded by Committee Vice Chairman Gerard Cruz, to adjourn the meeting at 1:11 p.m. Without objection, the motion passed.**

Respectfully submitted,



\_\_\_\_\_  
**JACKIE M. BLAS**  
Recording Secretary

**AFFIRMED:**



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