



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 30, 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 1:00 p.m. Thursday, August 30, 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

**Investment Consultant Present:**

Maggie Ralbovsky, Wilshire Associates

## **II. ACTION ITEMS**

- 1. July 24, 2018 Regular Investment Committee Meeting Minutes**
- 2. May 23 and 24, 2018 Due Diligence Meeting Minutes for the Quarter Ended March 31, 2018**

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

## **III. OPEN ITEMS**

None

## **IV. NEW BUSINESS**

- 1. Due Diligence Meeting for the Quarter Ended June 30, 2018**

During the Due Diligence meetings, Maggie Ralbovsky of Wilshire Associates discussed Investment Manager Performance. Ms. Ralbovsky stated that annual reviews were conducted for the following Managers:

- Robeco
- Numeric

- 2. Numeric Investors**

Ms. Ralbovsky stated that Wilshire's recommendation is to keep Numeric Investors on Watch due to significant underperformance.

**Committee Member Albert Santos, seconded by Committee Vice Chairman Gerard Cruz, moved to accept Wilshire's recommendation to keep Numeric Investors on Watch. Without objection, the motion passed.**

Ms. Ralbovsky provided an overview of the Defined Benefit Plan's Investment Performance. She noted that for the quarter ended June 30, 2018, the Retirement Fund portfolio underperformed its benchmark index, ranking at the 45th percentile of Wilshire's peer group universe for the quarter.

- Retirement Fund Return 0.53%
- Benchmark Return 1.65%

## **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 August 24, 2018, the size of the Retirement Fund's portfolio is \$2,019,993,404.

**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: November 14 and 15, 2018**

Committee Chairman Leon Guerrero informed the Committee that the next due diligence meeting is scheduled for November 14 and 15, 2018.

**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 1:10 p.m. Without objection, the motion passed.**

Respectfully submitted,

  
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**JACKIE M. BLAS**  
Recording Secretary

**AFFIRMED:**

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