

GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY · SECURITY · REWARDS

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Artemio R.A. Hernandez
Trustee

Thomas H. San Agustin
Trustee

George A. Santos
Trustee

**INVESTMENT COMMITTEE MEETING
DEFINED CONTRIBUTION PLAN**

Tuesday, July 30, 2019
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 11:40 a.m. Tuesday, July 30, 2019, in the Retirement Fund Conference Room. Investment Committee Chairman Gerard A. Cruz officiated.

Board of Trustees Present:

Gerard A. Cruz, Chairman
Artemio R.A. Hernandez, Member
Thomas H. San Agustin, Member

Staff Present:

Paula Blas, Director

Investment Consultant Present:

Cameron Systemans, Mercer Investment Consulting, Inc.

II. ACTION ITEMS

1. **June 14, 2019 Regular Investment Committee Meeting Minutes**
2. **October 19, 2017 Due Diligence Meeting Minutes for the Quarter Ended September 30, 2017**
3. **January 25, 2018 Due Diligence Meeting Minutes for the Quarter Ended December 31, 2017**
4. **April 26, 2018 Due Diligence Meeting Minutes for the Quarter Ended March 31, 2018**
5. **July 24, 2018 Due Diligence Meeting Minutes for the Quarter Ended June 30, 2018**
6. **October 24, 2018 Due Diligence Meeting Minutes for the Quarter Ended September 30, 2018**
7. **January 24, 2019 Due Diligence Meeting Minutes for the Quarter Ended December 31, 2018**
8. **April 25, 2019 Due Diligence Meeting Minutes for the Quarter Ended March 31, 2019**

Committee Member Artemio Hernandez, seconded by Committee Member Thomas San Agustin, moved to approve the Minutes of the June 14, 2019 Regular Investment Committee Meeting and the Minutes of the October 19, 2017, January 25, 2018, April 26, 2018, July 24, 2018, October 24, 2018, January 24, 2019 and April 25, 2019 Due Diligence Meetings; subject to technical corrections. Without objection, the motion passed.

III. OPEN ITEMS

None

IV. NEW BUSINESS

1. DC Plan Quarterly Performance

Committee Chairman Cruz stated that Cameron Systemans of Mercer Investment Consulting, Inc. provided an overview of the DC Plan's Investment Performance for the Quarter Ended June 30, 2019.

Recommendation:

Mr. Systemans stated that Mercer's recommendation is to change the share classes of two funds: Galliard Wells Fargo Stable Return Fund and Vanguard Windsor II Fund to take advantage of lower fee share classes available:

- Galliard Wells Fargo Stable Return Fund with a Share Class M and a fee of 51 basis points to a **Share Class E with a fee of 20 basis points.**
- Vanguard Windsor II Fund with the Share Class Investor Class and a fee of 33 basis points to the **Admiral Share Class with a fee of 25 basis points.**

Committee Member Artemio Hernandez, seconded by Committee Member Thomas San Agustin, moved to accept Mercer Investment Consulting, Inc.'s recommendation to change the share classes of the following two funds: Galliard Wells Fargo Stable Return Fund with a Share Class M and a fee of 51 basis points to a Share Class E with a fee of 20 basis points; and Vanguard Windsor II Fund with the Share Class Investor Class and a fee of 33 basis points to the Admiral Share Class with a fee of 25 basis points. 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

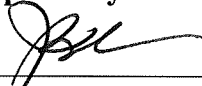
1. Next Due Diligence Meeting: October 28, 2019

Committee Chairman Cruz informed the Committee that the next Quarterly Performance meeting is tentatively scheduled for October 28, 2019.

IX. ADJOURNMENT

There being no further business before the Investment Committee, a motion was made by Committee Member Thomas San Agustin, seconded by Committee Member Artemio Hernandez, to adjourn the meeting at 11:51 a.m. Without objection, the motion passed.

Respectfully submitted,



JACKIE M. BLAS
Recording Secretary

AFFIRMED:



GERARD A. CRUZ
Investment Committee Chairman