

GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY • SECURITY • REWARDS

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Director

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Vice Chair

Katherine T.E. Taitano
Secretary
Chair, Members and Benefits Committee

Gerard A. Cruz
Treasurer
Chair, Investment Committee

Artemio R.A. Hernandez, Ph.D.
Trustee

Thomas H. San Agustin
Trustee

George A. Santos
Trustee

INVESTMENT COMMITTEE MEETING
DEFINED BENEFIT PLAN
Thursday, September 19, 2019
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 12:11 p.m. Thursday, September 19, 2019, in the Retirement Fund Conference Room. Investment Committee Chairman Gerard 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
Jackie Blas, Recording Secretary

II. ACTION ITEMS

- 1. August 28, 2019 Regular Investment Committee Meeting Minutes**
- 2. May 29 and 30, 2019 Due Diligence Meeting Minutes for the Quarter Ended March 31, 2019**
- 3. August 27 and 28, 2019 Due Diligence Meeting Minutes for the Quarter Ended June 30, 2019**

Committee Member Artemio Hernandez, seconded by Committee Member Thomas San Agustin, moved to approve the Minutes of the August 28, 2019 Regular Investment Committee Meeting and the Minutes of the May 29 and 30, 2019 and August 27 and 28, 2019 Due Diligence Meetings, subject to technical corrections. 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 Cruz stated that as of September 16, 2019, the size of the Retirement Fund's portfolio is \$1,987,410,127.

- 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. Committee Chairman Cruz explained that the Retirement Fund purchases securities that are share certificates. The Retirement Fund participates in a program called Securities Lending where the Retirement Fund offers its securities as collateral for the market to use for a certain period of time and the Retirement Fund gets paid by way of interest rates and fees.

- 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 the annual review of the International Non US Equity Managers: Acadian, Wellington and Lazard will be held in February 2020.

Committee Chairman Cruz stated that he would like to review the 5-Year Plan and look into calibrating it.

VI. OPEN DISCUSSION

None

VII. CORRESPONDENCE

None

VIII. ANNOUNCEMENTS

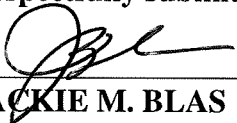
1. Next Due Diligence Meeting: November 13 and 14, 2019

Committee Chairman Cruz informed the Committee that the next due diligence meeting is scheduled for November 13 and 14, 2019. Annual reviews will be conducted at that time with: DFA, Panagora and Invesco.

IX. ADJOURNMENT

There being no further business before the Investment Committee, a motion was made by Committee Member Artemio Hernandez, seconded by Committee Member Thomas San Agustin, to adjourn the meeting at 12:25 p.m. Without objection, the motion passed.

Respectfully submitted,



JACKIE M. BLAS
Recording Secretary

AFFIRMED:



GERARD A. CRUZ
Investment Committee Chairman