



GOVERNMENT OF GUAM
RETIREMENT FUND
 STABILITY • SECURITY • REWARDS

Lourdes A. Leon Guerrero
 Governor

Joshua F. Tenorio
 Lieutenant Governor

Paula M. Blas
 Director

Trustees:

Wilfred P. Leon Guerrero, Ed.D.
 Chairman

Antolina S. Leon Guerrero
 Vice Chair

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

Artemio R.A. Hernandez, Ph.D.
 Chair, Investment Committee

Thomas H. San Agustin
 Trustee

George A. Santos
 Trustee

David N. Sanford
 Trustee

BOARD OF TRUSTEES
Regular Meeting
 Friday, June 26, 2020, 12:00 Noon
 Retirement Fund Conference Room

MINUTES

DEFINED BENEFIT

I. ATTENDANCE, QUORUM, AND CALL TO ORDER

After determining a quorum was present, the Retirement Fund Board of Trustees Regular Meeting for the Defined Benefit Plan was called to order at 12:50 p.m. Friday, June 26, 2020, in the Retirement Fund Conference Room. Chairman Wilfred P. Leon Guerrero officiated.

Board of Trustees Present:

Wilfred P. Leon Guerrero, Chairman
 Antolina S. Leon Guerrero, Vice Chair
 Gerard A. Cruz, Treasurer
 Artemio R.A. Hernandez, Trustee
 Thomas H. San Agustin, Trustee
 George A. Santos, Trustee

Board of Trustees Absent:

Katherine T.E. Taitano, Secretary (*Excused*)

Staff Present:

Paula Blas, Director
 Diana Bernardo, Controller
 Jackie Blas, Recording Secretary

II. REVIEW AND APPROVAL OF BOARD MINUTES

- A. April 24, 2020 Regular Meeting**
- B. May 29, 2020 Regular Meeting**

Trustee George Santos, seconded by Trustee Artemio Hernandez, moved to approve the Minutes of the April 24, 2020 and May 29, 2020 Regular Meetings, subject to technical corrections. Without objection, the motion passed.

III. CORRESPONDENCE

- A. May 30, 2020 Letter from Gerard Cruz, Chairman, Board of Governors, Asia Pacific Association for Fiduciary Studies (APAFS) Re: Offer to GGRF Board of Trustees - Principles for Responsible Investment (PRI) Responsible Investing Review Service**

Treasurer Gerard Cruz stated that in 2020 APAFS was selected by the United Nations Principles for Responsible Investment (PRI) organization as a Network Supporter. Treasurer Cruz stated that to launch APAFS' partnership with PRI focusing on the promotion of Environmental, Social, and Governance (ESG) standards in the region's investment funds, APAFS will integrate a number of sessions lead by PRI into this year's 20th Pacific Region Investment Conference program being held in December 2020 in Manila.

Treasurer Cruz stated that the APAFS Board of Governors is honored to extend this offer to the Retirement Fund Board of Trustees. There will be no charge; no requirement for the Retirement Fund to become a PRI signatory before or afterwards; nor, any requirement to attend the APAFS Pacific Region Investment Conference. Treasurer Cruz stated that the only request by PRI is that a quorum of Trustees be on-hand to ensure its effectiveness. Treasurer Cruz stated that his recommendation is for the Board to hear this presentation. If the Board agrees, he will schedule a date and time. Chairman Leon Guerrero asked whether this is subject to change due to the pandemic. Director Paula Blas pointed out that the conference is in December 2020. Treasurer Cruz stated that APAFS is still looking if the venue will be in Manila and that he should have an update by mid July. Treasurer Cruz stated that if the Board should accept this offer, to please inform Daniel Roland, APAFS Executive Director. The Board agreed to accept the offer. Director Blas stated that she will inform Mr. Roland.

IV. DIRECTOR'S REPORT - EXECUTIVE SUMMARY

1. *Candelaria Rios, et al. vs. Joseph Ada, et al. (Special Proceeding Case No. SP206-93)* - The Retirement Fund maintains a list of deceased COLA Awardees who did not name a beneficiary, or whose beneficiary may be deceased. COLA award disbursements for these individuals will be made to their respective estates.

2. *Bernstein Litowitz Berger and Grossmann (BLBG)* - BLBG's Litigation Status Report dated June 18, 2020 on the following lawsuits is provided for the Board's information. These cases are highly confidential and BLBG asked that the cases not be discussed in a public forum.

- **Apollo Education Group**
- **EQT Corporation**

Financial Report

1. **Contributions** - Director Blas stated that as of June 24, 2020, all agencies are current with their Fiscal Year 2020 employee and employer contributions.
2. **Financial Statements** - Director Blas stated that the books for the month ended March 31, 2020 are scheduled to close on July 2, 2020.
3. **Fiscal Year 2020 Retirees' Supplemental Benefits** - Director Blas stated that supplemental benefits for retirees and survivors for the month of June 2020 will be paid by the end of the month.
4. **Fiscal Year 2020 Medicare Reimbursements** - Director Blas stated that the Retirement Fund received the June 2020 allotment from the General Fund and reimbursements were processed accordingly.

V. LEGAL COUNSEL'S REPORT

No report was made at this time.

VI. TREASURER'S REPORT OF FINANCIAL STATUS

Treasurer Cruz stated that the Retirement Fund is operating within its current drawdown authority of up to \$5.5 Million monthly which continues through September 2020.

VII. STANDING COMMITTEE REPORTS

A. Investment Committee

Treasurer Cruz reported that the Investment Committee Meeting was held on June 24, 2020. The Committee reviewed and approved the Investment Committee Meeting Minutes of May 28, 2020 and tabled the Minutes of the May 27 and 28, 2020 Due Diligence Meetings for the Quarter Ended March 31, 2020. Treasurer Cruz stated that as of June 22, 2020, the size of the Retirement Fund's portfolio is \$1,894,629,219.

Treasurer Cruz stated that Wilshire Associates' Monthly Investment Summary from February to May 2020 is provided for the Board's information. Treasurer Cruz pointed out that the Retirement Fund's portfolio in March 2020 was \$1,708,044,685 and as of May 31, 2020 it was \$1,873,516,042. Treasurer Cruz stated that the Retirement Fund's portfolio is moving back in the right direction.

Chairman Leon Guerrero stated that the Asset Allocation Report indicates that the Non US Equity did not suffer as much as the US Equity did. Controller Diana Bernardo apologized for the incorrect formula on the spreadsheet. Ms. Bernardo stated that she will make the correction.

Next Quarterly Performance Meeting – Treasurer Cruz stated that the next Quarterly Performance Meeting is tentatively scheduled for August 26 and 27, 2020.

B. Members and Benefits Committee

Vice Chair Antolina Leon Guerrero presented the Committee's June 2020 report to the Board of Trustees.

Vice Chair Antolina Leon Guerrero, seconded by Trustee George Santos, moved to approve the recommendation of the Members and Benefits Committee contained on Pages 1 through 8, based on the Committee's review and findings during their meeting of June 23, 2020. Without objection, the motion passed.

VIII. OLD BUSINESS

None

IX. NEW BUSINESS

None

X. OPEN DISCUSSION / GENERAL PUBLIC INPUT

None

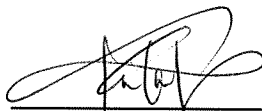
XI. ANNOUNCEMENTS

None

XII. ADJOURNMENT

There being no further business before the Board for the Defined Benefit Plan, Treasurer Gerard Cruz moved to adjourn the meeting. Without objection, the meeting was adjourned at 1:14 p.m. Motion passed.

I hereby certify that the foregoing is a full, true and correct copy of the Minutes of June 26, 2020 Regular Meeting duly adopted and approved by the Government of Guam Retirement Fund Board of Trustees on July 31, 2020.



KATHERINE T.E. TAITANO, Board Secretary

RECORDING SECRETARY:



Jackie Blas