



GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY · SECURITY · REWARDS

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Lieutenant Governor

Paula M. Blas
Director

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Antolina S. Leon Guerrero
Vice Chair

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

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

Thomas H. San Agustin
Trustee

David N. Sanford
Trustee

George A. Santos
Trustee

INVESTMENT COMMITTEE MEETING
DEFINED BENEFIT PLAN
Thursday, August 27, 2020
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 11:39 a.m. Thursday, August 27, 2020, in the Retirement Fund Conference Room. Investment Committee Chairman Artemio Hernandez officiated.

Board of Trustees Present:

Artemio R.A. Hernandez, Chairman
David N. Sanford, Member

Staff Present:

Paula Blas, Director
Diana Bernardo, Controller

Investment Consultant Present:

Maggie Ralbovsky, Wilshire Associates

II. ACTION ITEMS

1. July 30, 2020 Regular Investment Committee Meeting Minutes

Committee Member David Sanford, seconded by Committee Chairman Artemio Hernandez, moved to approve the Minutes of the July 30, 2020 Regular Investment Committee Meeting, subject to technical corrections. Without objection, the motion passed.

III. OPEN ITEMS

Maggie Ralbovsky of Wilshire Associates mentioned that there are some open items: the two searches that were placed on hold and there is one search that was not initiated yet, which is the Global Listed Infrastructure Securities. The two searches placed on hold were the International Developed Non-US Equity and the U.S. Domestic Small Cap Equity Managers. Controller Diana Bernardo indicated that she will add the open items to the agenda.

IV. NEW BUSINESS

1. DB Plan Quarterly Performance

Committee Chairman Hernandez stated that during the Due Diligence meetings, Ms. Ralbovsky provided an overview of the Global Economic Outlook and the Investment Performance for the quarter ended June 30, 2020. She noted that the Retirement Fund's portfolio outperformed its benchmark index, ranking at the 37th percentile of Wilshire's peer group universe for the quarter. The Retirement Fund Return for the quarter was 12.64% and the Benchmark Return was 12.43%.

Annual reviews were conducted for the following managers:

- Dimensional Fund Advisors (DFA)
- Intech
- Boston Partners (Robeco)
- Lazard Asset Management
- Acadian Asset Management
- Wellington Management

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 Hernandez stated that as of August 21, 2020, the size of the Retirement Fund's portfolio is \$1,981,987,382.

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 18 and 19, 2020

Committee Chairman Hernandez informed the Committee that the next due diligence meeting is tentatively scheduled for November 18 and 19, 2020. Director Paula Blas stated that annual reviews will be conducted for Risk Parity and Global REITs. Ms. Ralbovsky asked whether a review of Northern Trust will also be conducted. Director Blas indicated that she will include Northern Trust.

IX. ADJOURNMENT

There being no further business before the Investment Committee, a motion was made by Committee Member David Sanford, seconded by Committee Chairman Artemio Hernandez, to adjourn the meeting at 11:50 a.m. Without objection, the motion passed.

Respectfully submitted,



JACKIE M. BLAS
Recording Secretary

AFFIRMED:



ARTEMIO R.A. HERNANDEZ, Ph.D.
Investment Committee Chairman