

BOARD OF TRUSTEES
Regular Meeting
Friday, April 13, 2007, 12:00 p.m.
Retirement Fund Conference Room

MINUTES

DEFINED CONTRIBUTIONS

I. ATTENDANCE, QUORUM, AND CALL TO ORDER

After determining a quorum was present, the Retirement Fund Board of Trustees Regular Meeting for the Defined Contribution Plan was called to order at 2:20 p.m. Friday, April 13, 2007, in the Retirement Fund Conference Room. Chairman Joe T. San Agustin officiated.

Board of Trustees Present:

Joe T. San Agustin, Chairman
Wilfred P. Leon Guerrero, Vice-Chairman
Gerard A. Cruz, Treasurer
James J. Taylor, Secretary
George A. Santos, Trustee
Katherine T.E. Taitano, Trustee

Staff Present:

Paula Blas, Director
Rosalia Bordallo, General Accounting Supervisor
Jackie Blas, Recording Secretary
Mike Perez, Great West Retirement Services

Public Present:

Michelle Diego, Administrative Services Corporation (ASC)

II. REVIEW AND APPROVAL OF BOARD MINUTES

A. March 9, 2007 Regular Meeting

Trustee George Santos, seconded by Treasurer Gerard Cruz, moved to defer approval of the Minutes of March 9, 2007 Regular Meeting. Without objection, the motion passed.

III. DIRECTOR'S REPORT - EXECUTIVE SUMMARY

1. Request for Proposal (RFP): Third Party Administrator – Director Paula Blas stated that evaluations are ongoing.

2. Organic Act Citizen and United States Federal Estate Law: ERISA 404(c) – Director Blas stated that this item was discussed in the Defined Benefits portion of the Board meeting. Director Blas stated that the Retirement Fund's Legal Counsel is currently working on a written response for the Retirement Fund.

Financial Report

1. Contributions – Director Blas stated that all agencies are current with their Fiscal Year 2007 employee and employer contributions except for the Guam Public School System.

2. Financial Statements – Director Blas stated that the books for the month ending March 2007 closed on April 11, 2007.

3. Defined Contribution Forfeitures – Director Blas stated that this item was discussed in the Defined Benefits portion of the Board meeting. Director Blas stated that the Retirement Fund received approximately \$1,057,411.00 in forfeitures from the Defined Contribution Plan for Fiscal Year 2006. Rosalia Bordallo, General Accounting Supervisor, stated that there is a total of \$6 Million in forfeitures. Vice-Chairman Wilfred Leon Guerrero stated that Management should come up with a recommendation on how to get rid of the forfeitures. Mrs. Bordallo pointed out that reversion of the forfeiture back to the agencies will help during this time. Mrs. Bordallo stated that the law needs to be changed. Director Blas stated that this is the one item that the Public Auditor wants in the audit showing that a mechanism is in place on how to revert the forfeitures back to the agencies based on the statute.

IV. OLD BUSINESS

A. Contribution Report – March 2007

Director Blas stated that Mike Perez, Great West Retirement Services, submitted, at this meeting, a copy of the Defined Contribution and Deferred Compensation report for the month of March 2007.

Mr. Perez reported that the Defined Contribution Plan has 6,345 participants with a total contribution amount of \$798,812.42. Mr. Perez further reported that the Deferred Compensation Plan has 663 participants with a total contribution amount of \$91,676.28.

V. NEW BUSINESS

None

VI. OPEN DISCUSSION / GENERAL PUBLIC INPUT

None

VII. ANNOUNCEMENTS

None

VIII. ADJOURNMENT

There being no further business before the Board for the Defined Contribution Plan, on motion of Trustee George Santos, seconded by Secretary James Taylor, and without objection, the meeting was adjourned at 2:30 p.m. Motion passed.

I hereby certify that the foregoing is a full, true and correct copy of the Minutes of April 13, 2007 Regular Meeting duly adopted and approved by the Government of Guam Retirement Fund Board of Trustees on June 8, 2007.

James J. Taylor, Board Secretary

RECORDING SECRETARY:

Jackie Blas