

BOARD OF TRUSTEES

Regular Meeting

Friday, December 9, 2005, 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 3:12 p.m. Friday, December 9, 2005, 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
James J. Taylor, Secretary
Gerard A. Cruz, Trustee
George A. Santos, Trustee

Board of Trustees Absent:

Katherine T.E. Taitano, Treasurer
Anthony C. Blaz, Trustee

Staff Present:

Pete Tajalle, Acting Director
Jackie Blas, Recording Secretary

II. REVIEW AND APPROVAL OF BOARD MINUTES

A. September 9, 2005 and October 14, 2005 Regular Meetings

On motion of Trustee George Santos, seconded by Trustee Gerard Cruz, and without objection, the Minutes of September 9, 2005 and October 14, 2005 Regular Meetings were approved, subject to corrections. Motion passed.

III. CORRESPONDENCE

None

IV. DIRECTOR'S REPORT - EXECUTIVE SUMMARY

Defined Contribution Statutory Amendments - Acting Director Pete Tajalle stated that draft legislation has been forwarded to the Legislature for the necessary Defined Contribution Plan statutory amendments. Acting Director Tajalle stated that Speaker Mark Forbes' office is aware of this issue and it will be addressed.

Request for Proposal: Third Party Administrator - Acting Director Tajalle stated that the issuance of the Request for Proposal is pending the passage of the Defined Contribution Plan statutory amendments.

Contributions - Acting Director Tajalle stated that all agencies are current with their fiscal year 2006 employee and employer contributions.

Financial Statements/FY2005 Audit - Acting Director Tajalle stated that the books for FY2005 year-end are closed and the FY2005 audit is on-going.

FY2006 Retirees' COLA - Acting Director Tajalle stated that the supplemental benefits for retirees and survivors for the month of November 2005 were paid. Acting Director Tajalle stated that there is a COLA provision of up to \$1,100.00 for all retirees that is subject to lapses from previous fiscal years. Acting Director Tajalle stated that these benefits will be funded by the General Fund and there has been no specific date identified as to if and when this will be distributed.

V. OLD BUSINESS

A. Contribution Report - November 2005

Acting Director Tajalle stated that a copy of the Contribution Report for November 2005 is provided for the Board's information.

VI. NEW BUSINESS

A. Bill 230

Acting Director Tajalle stated that Bill 230 is: "An Act to Add a New Section 8220 of Article 2, Chapter 8 of Title 4 of the Guam Code Annotated, Relative to Forfeiture of Retirement Benefits of Elected Officials, Appointed Officials and Employees of the Government of Guam." Acting Director Tajalle stated that the proposed legislation has yet to be resolved. Acting Director Tajalle stated that the bill impacts the Defined Contribution Plan law.

VII. OPEN DISCUSSION / GENERAL PUBLIC INPUT

None

VIII. ANNOUNCEMENTS

None

IX. ADJOURNMENT

There being no further business before the Board for the Defined Contribution Plan, on motion of Trustee George Santos, seconded by Trustee Gerard Cruz, and without objection, the meeting was adjourned at 3:30 p.m. Motion passed.

I hereby certify that the foregoing is a full, true and correct copy of the Minutes of December 9, 2005 Regular Meeting duly adopted and approved by the Government of Guam Retirement Fund Board of Trustees on February 10, 2006.

James J. Taylor, Board Secretary

RECORDING SECRETARY:

Jackie Blas