



GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY • SECURITY • REWARDS

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Chair, Members and Benefits Committee

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

Thomas H. San Agustin
Trustee

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Trustee

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Trustee

**INVESTMENT COMMITTEE MEETING
DEFINED BENEFIT PLAN**
Thursday, August 19, 2021
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 11:34 a.m. Thursday, August 19, 2021, in the Retirement Fund Conference Room. Investment Committee Chairman Artemio Hernandez officiated.

Board of Trustees Present:

Artemio R.A. Hernandez, Chairman
Thomas H. San Agustin, Member

Staff Present:

Paula Blas, Director

Investment Consultant Present:

Maggie Ralbovsky, Wilshire Associates

II. ACTION ITEMS

1. July 9, 2021 Regular Investment Committee Meeting Minutes

Committee Member Thomas San Agustin, seconded by Committee Chairman Artemio Hernandez, moved to approve the Minutes of the July 9, 2021 Regular Investment Committee Meeting, subject to technical corrections. Without objection, the motion passed.

III. OPEN ITEMS

Requests for Proposals (RFPs) for:

- 1. Global Infrastructure**
- 2. U.S. Small Cap**
- 3. International Equity**

Committee Chairman Hernandez stated that the RFP for the Global Infrastructure is still pending.

Committee Chairman Hernandez inquired about the RFPs for the U.S. Small Cap and the International Equity. Director Paula Blas stated that Maggie Ralbovsky of Wilshire Associates indicated that there's no rush on the RFPs for the U.S. Small Cap and the International Equity. Ms. Ralbovsky stated that it could wait until next year.

IV. OLD BUSINESS

1. Review of Investment Strategies

Committee Chairman Hernandez stated that Ms. Ralbovsky provided education and samples of how others addressed the statutory changes.

2. New Building

Committee Chairman Hernandez inquired about the status of the Request for Quotation (RFQ) for a Feasibility Study that was issued. Director Blas stated that the report will be submitted in two weeks.

V. 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, 2021. She noted that the Retirement Fund's portfolio outperformed its benchmark index, ranking at the 45th percentile of Wilshire's peer group universe for the quarter. The Retirement Fund Return for the quarter was 5.55% and the Benchmark Return was 5.76%.

Annual reviews were conducted for the following managers:

- Dimensional Fund Advisors
- Intech (Janus Henderson Investors)
- Boston Partners (Robeco)
- Lazard Asset Management
- Acadian Asset Management
- Wellington Management

VI. 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 13, 2021, the size of the Retirement Fund's portfolio is \$2,313,150,647.

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.

VII. OPEN DISCUSSION

None

VIII. CORRESPONDENCE

None

IX. ANNOUNCEMENTS

1. Next Due Diligence Meeting: November 17 and 18, 2021

Committee Chairman Hernandez informed the Committee that the next due diligence meeting is scheduled for November 17 and 18, 2021. Committee Chairman Hernandez inquired about the managers scheduled for November. Director Blas stated that it's Global REITs (Dimensional Fund Advisors) and Risk Parity (Invesco Advisors and PanAgora Asset Management).

X. ADJOURNMENT

There being no further business before the Investment Committee, a motion was made by Committee Member Thomas San Agustin, seconded by Committee Chairman Artemio Hernandez, to adjourn the meeting at 11:41 a.m. Without objection, the motion passed.

Respectfully submitted,



JACKIE BLAS
Recording Secretary

AFFIRMED:



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