

2009 SEP 23 PM 2:25 *al*



GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY · SECURITY · REWARDS

Felix P. Camacho
Governor

Michael W. Cruz, M.D.
Lieutenant Governor

Paula M. Blas
Director

Trustees:

Joe T. San Agustin
Chairman

Wilfred P. Leon Guerrero, Ed.D.
Vice-Chairman
Investment Committee, Chairman

Antolina S. Leon Guerrero
Secretary

Gerard A. Cruz
Treasurer
Audit & Operations Committee,
Chairman

George A. Santos
Members' & Benefits Committee,
Chairman

Katherine T.E. Taitano
Trustee

Wilfred G. Aflague
Trustee

September 22, 2009

The Honorable Judith T. Won Pat
Speaker
I Mina' Trenta na Liheslaturan Guahan
155 Hesler Place
Hagåtña, Guam 96910

30-69-1131
Office of the Speaker
Judith T. Won Pat, Ed. D.
Date _____
Time _____
Received by _____
3:30 PM / 9/22/09

Re: *Statement of Revenues and Expenditures – Month Ended August 31, 2009*

Dear Speaker Won Pat:

Submitted in accordance with Public Law 29-113, Chapter VII, Section 25, is the Retirement Fund's ("Fund") statement of Revenues and Expenditures for the month ended August 31, 2009. The report is also provided in "pdf" format on the enclosed diskette, and will be posted on the Fund's website at www.ggrf.com.

As noted, in our November 26, 2008 letter, "Public Law 29-113 states that each monthly report shall be due no later than ten (10) days after the end of each month. The Fund interprets this to mean the 10th calendar day of the following month. Please note that this requirement places the Fund in a precarious situation as it would virtually be unable to comply. The Fund's inability to comply arises as the final month-end audited investment reports, prepared by the Fund's off-island Investment Custodian, are not due to the Fund until the 7th business day of the following month. Upon receipt of the reports the Fund requires an additional three to five business days to perform the necessary month-end reconciliations. Based on this, the Fund's non-compliance with the provisions of Public Law 29-113, Chapter VII, Section 25, is not intentional. The Fund hereby formally notifies the Guam Legislature that it will commit to provide future reports no later than the 15th business day of the following month."

Should you have any questions, please contact our Controller, Ms. Diana T. Bernardo at 475-8912.

Sincerely,

Paula M. Blas
Director

Enclosure

cc: Doris Flores Brooks, Public Auditor

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Maite, Guam 96910
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GOVERNMENT OF GUAM RETIREMENT FUND

Statement of Revenues and Expenditures

For the one month ended August 31, 2009

	<u>Defined Benefit</u>	<u>Defined Contribution</u>	<u>Total</u>
Investment income:			
Net appreciation in fair value of investments	\$ 27,069,854	\$ 4,001,290	\$ 31,071,144
Interest	2,701,978	12,053	2,714,031
Dividends	515,143	-	515,143
Other investment income	7,725	55,745	63,470
	<u>30,294,700</u>	<u>4,069,088</u>	<u>34,363,788</u>
Less investment expenses	492	-	492
Net investment income	<u>30,294,208</u>	<u>4,069,088</u>	<u>34,363,296</u>
Contributions:			
Employer	7,024,785	945,916	7,970,701
Member	1,340,464	939,106	2,279,570
Total contributions	<u>8,365,249</u>	<u>1,885,022</u>	<u>10,250,271</u>
TOTAL REVENUES	<u>38,659,457</u>	<u>5,954,110</u>	<u>44,613,567</u>
Benefit payments:			
Age and service annuities	12,050,723	-	12,050,723
Survivor annuities	1,531,838	-	1,531,838
Disability annuities	667,239	-	667,239
Total benefit payments	<u>14,249,800</u>	<u>-</u>	<u>14,249,800</u>
Refunds to separated employees and withdrawals	192,794	886,794	1,079,588
Interest on refunded contributions	154,419	-	154,419
Balances transferred to DC plan	440	(440)	-
Recovery of bad debt - GMHA	-	-	-
Administrative and general expenses	771,560	18,327	789,887
TOTAL EXPENDITURES	<u>15,369,013</u>	<u>904,681</u>	<u>16,273,694</u>
Net increase (decrease) in plan net assets	<u>\$ 23,290,444</u>	<u>\$ 5,049,429</u>	<u>\$ 28,339,873</u>