



GOVERNMENT OF GUAM
RETIREMENT FUND
 STABILITY · SECURITY · REWARDS

Eddie Baza Calvo
 Governor

Ray Tenorio
 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

James R.F. Duenas
 Trustee

February 26, 2013

Office of the Speaker
 Judith T. Won Pat, Ed. D.
 Date 2/26/13
 Time 4:20pm
 Received by [Signature]
2-13-146

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

Dear Speaker Won Pat:

In accordance with Public Law 31-279, which was passed into law on December 31, 2012, within sixty days the Retirement Fund shall transmit to the Governor and the Speaker, a report analyzing the feasibility of **Retirement Fund reforms** which must include, but is not limited to the following:

1. Actuarial analysis of a limited Early Retirement Incentive Program, admitting no more than six hundred (600) employees within three (3) years of retirement, and excluding those employees that the Governor determines to be essential to the health and safety of the people of Guam;
2. The issuance of a pension Bond to decrease the unfunded liability of the Retirement Fund; and
3. Any other retirement fund reform which the Fund reasonably believes will decrease the cost of the Retirement Fund to the taxpayer and is in the best interest of its members.

Please be informed that the Retirement Fund fully intends to comply with the above, but will not be able to do so within the stipulated deadline of March 1, 2013. The Fund, with its actuary, Milliman Inc., anticipate completion of the actuarial valuation of the Fund for Fiscal Year ended September 30, 2012, **concurrently** with the report as required by P.L. 31-279, within the next month. We will submit our report thereafter, by no later than April 5, 2013.

We have notified Governor Eddie Calvo of the above, accordingly. Should you have any questions, please contact me at 475-8943.

Sincerely,

Paula M. Blas
 Director

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