Committee on Budget & Finance  
August 2, 2018

Review & approval of committee goals & objectives.

The committee’s functions per BOR bylaws are:

1. Work in concert with the University administration relating to operating and capital improvement budgets. [Note: CIP has historically been reviewed by the P&F committee before being included in the budget reviewed by the B&F committee.]

2. Examine the budgetary process, budget proposals, expenditure plans, and development plans. [Note: development plans have historically been the purview of the P&F committee.]

3. Discuss the implementation of the budgetary decisions with the University administration, especially amendments thereto or when circumstances require deviations from expenditure plans.

4. Review matters related to business affairs, endowment funds, and other financial assets of the University.

5. Exercise general oversight and policy direction over the University’s financial systems and programs.

Proposed goals and workplan for FY 19:

1. Exercise general oversight and policy direction over the University’s budget (revenues and expenditures)
   - Review the administration’s operating budgets, with emphasis on budget alignment with university priorities.
     - Review and recommend approval of the FY 19 budget projections (August)
     - Review and recommend approval of the BY 20-22 policy paper (Sept)
     - Review and recommend approval of the BY 20-22 budget submission to the governor and legislature (Nov)
     - Review any FY 19 supplemental budget request (as needed)
   - Review quarterly budget-to-actual operating reports
     - 4th quarter FY 18 (Sept)
     - 1st quarter FY 19 (Nov)
     - 2nd quarter FY 19 (Feb)
     - 3rd quarter FY 19 (May)

2. Exercise general oversight and policy direction over the investment and spending policies of the University’s “legacy” endowment.
   - Review a revised contract with UBS for management of the endowment (Nov)
   - Review the fiduciary responsibilities of the board for the investment of the legacy endowment and the ASUH-Manoa endowment created by the sale of Honolulu Stadium stock and change practices if appropriate (Nov)
   - Study and determine whether it would be possible, feasible and beneficial to UH to transfer responsibility for the investment of its legacy endowment to UHF (Nov)
   - Review quarterly reports of the legacy endowment’s performance
     - 4th quarter FY 18 (Sept)
     - 1st quarter FY 19 (Nov)
     - 2nd quarter FY 19 (Feb)
     - 3rd quarter FY 19 (May)
   - Review and recommend revisions, if appropriate, to the regents policy on investments (Nov)
(3) Exercise general oversight and policy direction over other matters related to business affairs and financial assets of the University.

- Review and accept bond compliance reports for FY 17 (Feb)
- Review impacts of tax law changes on UH and UHF (Feb)