

## 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
    - 4<sup>th</sup> quarter FY 18 (Sept)
    - 1<sup>st</sup> quarter FY 19 (Nov)
    - 2<sup>nd</sup> quarter FY 19 (Feb)
    - 3<sup>rd</sup> 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
    - 4<sup>th</sup> quarter FY 18 (Sept)
    - 1<sup>st</sup> quarter FY 19 (Nov)
    - 2<sup>nd</sup> quarter FY 19 (Feb)
    - 3<sup>rd</sup> 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)