

THE ASSOCIATED STUDENTS OF THE UNIVERSITY OF HAWAII'Ī AT MĀNOA
2465 Campus Road, Campus Center Room 211A
Honolulu, Hawaii 96822

Committee of the Whole #2 of the 111th Senate
August 3rd, 2023
Zoom

OPENING

A. Call to Order

President Azama called the meeting to order at 4:01 on Zoom.

B. Roll Call

Present: President Azama, Senator Goo, Senator Li, Senator Stanford, Senator Hermoso [5]

Excused Absent: SAL Stephens, Senator Martin [2]

Unexcused Absent: [0]

Excused Late: [0]

Unexcused Late: [0]

Excused Early Departure: [0]

Unexcused Early Departure: [0]

On Leave: [0]

Advisor: Advisor Manini, Advisor Sonoda-Pale [2]

Ex Officio: [0]

Guests: Peter Backus, Liz Morquecho [2]

C. Reading & Approval of Minutes

- a. 111COW01 072823 DRAFT

Senate Hermoso made a motion to approve 111COW01 072823 DRAFT minutes. Senator Stanford seconded the motion. This motion was approved unanimously.

- D. Official Correspondence
- E. Testimony

REPORTS

- A. Executive
 - a.
- B. Vice-President
 - a.
- C. Treasurer
 - a. **First Reading- Budget Draft FY 2023-24**

President Azama presented the budget draft. The only changes since last viewing of the draft budget is allocating monies (\$8,925) towards the 110th Senate awards for service.

This bill will be referred back to the Committee of the Whole to confer upon during the next meeting on Friday, August 11th. Senate Goo made a motion to approve this referral. Senator Stanford seconded the motion. This motion was approved unanimously.

- D. Secretary
 - a.
- E. Administrative
- F. Operations Manager

UNFINISHED BUSINESS & GENERAL ORDERS

NEW BUSINESS

- a. **Stadium Stock Fund 4th Quarter Report**

Peter Backus and Liz Morquecho presented the ASUH Stadium Stock Fund 4th Quarter Report. The slide presentation included index returns, the Morgan Stanley Forecast, the U.S. Treasury, active curve, asset distribution, calendar year performance, NACUBO study, and investment policy guidelines. Backus and Morquecho have a conservative view of the market as of the reporting date.

With regard to the summary of the investments, the ASUH Stadium Stock Fund had a one fiscal year return of 11.34%—well above the global benchmark. The ASUH currently has a very diversified portfolio that helped it to exceed the market benchmark by having slightly overweight equities, but there was not a specific tilt growth that would have been needed to dramatically outperform the market in this environment. Since the end of June, there has been a small gain of about 0.7% in the portfolio.

Peter Backus wants to rebalance the portfolio and reduce equity exposures due to recent profits. He has two recommendations. The first is that the ASUH takes \$250,000 out of the iShares Core S&P 500 ETF (currently valued at \$3,653,485) and moves it into non-managed cash (currently valued at \$117,858.61).

Senate Goo made a motion to approve the recommendation of moving \$250,000 out of the iShares Core S&P 500 ETF and into non-managed cash. Senator Hermoso seconded the motion. This motion was approved unanimously.

The second recommendation by Peter is to take \$100,000 out of the iShares Core MSCI EAFE ETF (currently valued at \$1,644,239) and move it into iShares MSCI Emerging ETF (currently valued at \$473,746).

Senate Hermoso made a motion to approve the recommendation of moving \$100,000 out of the iShares Core MSCI EAFE ETF and into iShares MSCI Emerging ETF. Senator Goo seconded the motion. This motion was approved unanimously.

Peter plans to correspond (via email and phone) with Amy Kunz for final approval of the recommendations. Peter will assist with the upcoming BOR meeting and include fiscal and calendar year reports for ease of viewing. This concludes the presentation.

OPEN FORUM

Advisor Sonoda-Pale asked the Senate if we would be continuing with the use of rate sheets. If so, then we must do it for the month of July. Advisor Manini recommends that we re-revise the awards for service rules. Advisor Manini also recommends that the Senate work on the replacement of the previously revised awards for service rules (done by the 110th Senate), and that we decide who will spearhead this. President Azama will work on this course of action with the Senate.

Advisor Sonoda-Pale also presented the election packet. Things added were the addition of pronouns; the Senate agreed this was acceptable and a good choice. The Senate will look over it and add any changes if needed. She also presented a timeline calendar for the entire FY 23-24.

Advisor Sonoda-Pale asked if the Senate wants her and the office staff to do a presentation on office procedures. The Senate is okay with having an office procedures presentation.

CLOSING

A. Announcements

B. Adjournment

The motion to adjourn was approved unanimously.

Committee of the Whole Meeting #2 was adjourned at 4:57 PM.

Respectfully Submitted,



Quinn Goo
Acting-Secretary