

AGENDA ITEM 11.f

Review of Board Policies 1440 (Investment Policy), and 1450 (Endowment Fund)

RECOMMENDED DIRECTIVE: The board hereby approves amendments to Board Policies 1440 (Investment Policy), and 1450 (Endowment Fund)

DISCUSSION: Policies and procedures are living documents that should grow and adapt with any organization. While core elements of a policy may stay the same, the details should change with the organization.

After having been reviewed and endorsed by the Cabinet, the Executive Committee reviewed and endorsed for approval by the Board of Regents on November 9, 2022, the following: (a) amendments to Board Policies 1440 (Investment Policy) and 1450 (Endowment Fund).

Board Policy	Amendments
BP No. 1440-Investment Policy	<ol style="list-style-type: none">1. Reference was updated by hyperlinking it to the referenced document, i.e., COM-FSM Endowment Fund: Investment Policy Statements. Also the adoption and amendment dates were also added in the reference.2. Headers in the policy were formatted to lettered bullets, e.g., from TIME HORIZON to A. TIME HORIZON.3. Under the paragraph, section A. TIME HORIZON, the word “perspective” had been amended to “objective.”4. Under section B. RISK TOLERANCES, bullet 1, “\$20” had been amended to “\$50.”5. Bullet 2, section B. RISK TOLERANCES had been deleted.6. First sentence, section C. PERFORMANCE EXPECTATIONS, “71%” had been amended to “60%.”
BP No, 1450-Endowment Fund	<ol style="list-style-type: none">1. First sentence of the first paragraph of the policy, the “twenty” and the “20,000,000” had been amended to “fifty” and “50,000,000,” respectively.2. Second sentence of the first paragraph of the policy had been amended to “At which time, 50% endowment income can be used to fund special projects and needs of the College of Micronesia-FSM while the other 50% is reinvested back into the endowment.3. First bullet immediately under the first paragraph of the policy had been amended to “To fund special projects and other special needs of COM-FSM.”4. Under the third paragraph of the policy, the “twenty” and the “20,000,000” had been amended to “fifty” and “50,000,000,” respectively.

	5. Under the fifth paragrap of the policy, the phrase “Article V. Statement of Ethical Conduct” had been hyperlinked to the Board’s By-laws, https://www.comfsm.fm/?q=bor-bylaws
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ACTION TAKEN:

_____ Approved as presented

_____ Approved with modifications

_____ Disapproved

_____ Deferred to a later meeting

VOTE

_____ AYE. _____ NAY _____ ABSTAIN

DATE _____