

HARBOR BRANCH OCEANOGRAPHIC INSTITUTE

FOUNDATION

Minutes Finance Committee Meeting

Held at the Harbor Branch Oceanographic Institute Foundation, Inc.
January 18, 2019

PRESENT: Mike O'Reilly, John Papa*; Marjorie Raines, Chair*; Mike Toner*

ALSO PRESENT: Debbie Dutton, Director of Operations; Katha Kissman, President & CEO; Ed Michelson, Atlanta Consulting Group*; Kyle Bobinski, Atlanta Consulting Group*

*participated virtually

Call to Order

The meeting was called to order at 2:00 pm by Chair Raines.

Approval of Minutes

The minutes of the October 26, 2018 meeting were approved unanimously.

Investment Report

Ed Michelson and Kyle Bobinski provided an overview of the Foundation's investment portfolio for the 2nd Quarter FY19. Both the international and domestic equity markets experienced serious downside volatility especially in the last month of the quarter. The S&P 500 posted a 13.53% quarterly decline dragging calendar year 2018 performance to -4.18%. The Foundation's investment portfolio was not immune to the disappointing performance, but has experienced an advance to \$71.8 million as of 1/18/2019 vs the 12/31/2018 value of \$68.9 million.

SLP Money Markets as of 12/31/18 were:

Aquaculture	\$ 591,653.98
Save Our Seas	\$1,449,911.87
Protect Florida Whales	\$ 681,082.89
Protect Wild Dolphins	\$1,864,186.12

An approximate \$700,000 draw to cover 2nd Quarter grant invoices from FAU is anticipated imminently and it was agreed to cover this from the Pimco Short Term Fund investment to address the fixed income asset class modest overweight. It was further agreed to immediately divest the total investment in the Advisory Research MLP &

Energy Income Fund (approximately \$1,800,000) to be invested proportionally in the portfolio's three existing domestic equity index funds.

Current Financials & Mid-Year Budget Revision

Katha Kissman noted the current Balance Sheets, P&L Statements and Compiled Financials as of 12/31/18 were provided to the Committee. There were no questions.

Katha Kissman provided a proposed FY19 Mid-Year Budget Revision and highlighted the major changes from the FY19 adopted Budget.

Following discussion, the motion to accept the 12/31/18 Financials and recommend the FY19 Mid-Year Budget Revisions to the full Board for approved at the January 31, 2019 meeting was approved unanimously.

Adjournment

There being no further business, the meeting was adjourned at 3:28 pm.