

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

**REQUEST FOR ACTION**

**Subject:** Working Capital Investment Policy

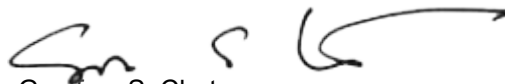
**Action Requested:** Approval of the Working Capital Investment Policy Statement

**Background and Summary:** The Executive Vice President & Chief Financial Officer (the “EVPCFO”) and the Chief Investment Officer (“CIO”) have historically provided oversight of the investment program for the Working Capital Portfolio. We now propose that the EVPCFO and the Associate Vice President for Finance (the “AVPF”) provide direct oversight of the investment program and operations of the Working Capital Portfolio pursuant to and in accordance with the proposed Working Capital Investment Policy Statement (“IPS”). As set forth in the IPS, the University Treasurer will be responsible for the day-to-day management of the Working Capital Portfolio’s operations, investment program, and reporting. The Treasurer will also be responsible for (a) recommendations for changes to the IPS, subject to Board approval, and (b) recommendations for investment manager selection/termination, subject to EVPCFO and AVPF approval, without the need to seek Board approval.

Prior to the proposed change, the CIO, reporting directly to the EVPCFO, was responsible for managing the University’s Working Capital portfolio pursuant to the September 17, 1999 Regent action (“September 1999 Action”) that established the CIO position and transferred to the CIO responsibility for overseeing investment portfolios. This action supersedes and amends the September 1999 Action as this action relates to the transfer of the management of the Working Capital Portfolio to the Treasurer, under the direction of the EVPCFO and AVPF.

**Recommendation:** I recommend the approval of the Working Capital Investment Policy Statement.

Respectfully submitted,



Geoffrey S. Chatas  
Executive Vice President and  
Chief Financial Officer

September 2022