Resolution: 18-FS-20
Title: A resolution to move surplus funds to COGS’s long-term investment classification
Introduced by: Treasurer Abel
Introduced on: November 14, 2018
Supported by:

THE COUNCIL OF GRADUATE STUDENTS OF MICHIGAN STATE UNIVERSITY ENACTS:

WHEREAS, Michigan State’s Office of Treasury and Financial Management manages a long-term investment classification for COGS; and,

WHEREAS, COGS has received an average annual return of 6.18% since the creation of this classification in 2013; and,

WHEREAS, $5,000 has been issued annually from this investment classification to support COGS awards; and,

WHEREAS, COGS has, on average, made more in student taxes each year than has been spent; and,

WHEREAS, COGS currently has $158,190 in the long-term investment classification; and,

WHEREAS, at the end of fiscal year 17-18, COGS had $264,339.89 cash-on-hand; and,

WHEREAS, moving funds from cash-on-hand to the long-term investment classification would increase COGS’s expected annual revenue; therefore,

BE IT RESOLVED, that COGS will make a one-time transfer of $100,000 from our main account to the long-term investment classification; and,

BE IT RESOLVED, that annual investment returns will be earmarked for funding COGS awards; and,

BE IT RESOLVED, that the Office of Treasury and Financial Management will annually transfer a portion of investment earnings to COGS based on the university spending rate; and,

BE IT RESOLVED, that future Full Councils are encouraged to keep at least 175 days operating liquidity ($150,000) at all times; and,
BE IT RESOLVED, that future Full Councils are encouraged to move any surplus funds at the end of the fiscal year to the long-term investment classification; and,

BE IT FURTHER RESOLVED, that this resolution will take effect at the end of the Full Council meeting in which it was adopted.

INTRODUCED ON:

VOTE TOTALS:
  45 FOR
  1 AGAINST
  2 ABSTAIN

[Signature]  [Signature]
Recording Secretary  President