

The Regents of the University of California

**COMMITTEE ON FINANCE
COMMITTEE ON INVESTMENTS**

May 18, 2011

The Committees on Finance and Investments met jointly on the above date at UCSF–Mission Bay Community Center, San Francisco.

Members present: Representing the Committee on Finance: Regents Blum, DeFreece, Island, Lozano, Makarechian, Mireles, Schilling, Varner, and Wachter; Ex officio members Gould and Yudof; Advisory members Pelliccioni and Simmons; Staff Advisors Herbert and Martinez
Representing the Committee on Investments: Regents Kieffer, Makarechian, Marcus, Schilling, and Wachter; Ex officio members Gould and Yudof; Advisory members Anderson and Hallett; Staff Advisors Herbert and Martinez

In attendance: Regents Crane, Hime, Johnson, Lansing, Newsom, Reiss, Torlakson, and Zettel, Associate Secretary Shaw, General Counsel Robinson, Chief Investment Officer Berggren, Provost Pitts, Executive Vice Presidents Brostrom and Taylor, Senior Vice Presidents Dooley and Stobo, Vice Presidents Beckwith, Darling, Duckett, Lenz, and Sakaki, Chancellors Block, Blumenthal, Desmond-Hellmann, Drake, Fox, Kang, Katehi, White, and Yang, and Recording Secretary Johns

The meeting convened at 12:40 p.m. with Committee on Finance Chair Lozano presiding.

ADOPTION OF EXPENDITURE RATE FOR THE GENERAL ENDOWMENT POOL

The President recommended that the Committees on Finance and Investments recommend to the Regents that the expenditure rate per unit of the General Endowment Pool (GEP) for expenditure in the 2011-12 fiscal year shall remain at a rate of 4.75 percent of a 60-month moving average of the market value of a unit invested in the GEP.

[Background material was mailed to Regents in advance of the meeting, and a copy is on file in the Office of the Secretary and Chief of Staff.]

Executive Vice President Brostrom summarized the item and reported that the University would consider the feasibility of an additional distribution during the coming fiscal year, to provide funding for a variety of expenses incurred in carrying out the purposes of the endowment. A proposal to this effect might be presented later in the year.

Upon motion duly made and seconded, the Committees approved the President's recommendation and voted to present it to the Board.

The meeting adjourned at 12:45 p.m.

Attest:

Associate Secretary