

COMMITTEE ON BUDGET AND FINANCE CHARTER

Purpose

The Committee on Budget and Finance (the "Committee") shall assist the Board of Trustees of Michigan State University (the "Board") in fulfilling its responsibilities with respect to matters relating to the budget and finances of the University.

Key Responsibilities

Specifically, the Committee shall:

- Oversee the operating and capital budgets of the University.
- Review policies that may have a significant financial impact on the University.
- Review contracts for construction.
- Review the issuance of debt.
- Manage real estate owned or gifted to the University.
- Review University investment policies, annual financial statements, and other financial data such as credit agency ratings.
- Oversee compliance with the Investment Policy.
- Review the work of the Chief Investment Officer and support the operations of the Investment Advisory Subcommittee, which is established under these Bylaws and operates pursuant to the Policy Stipulations and Supporting Documents of the MSU Board of Trustees.
- Assist the Board in determining compensation for the President and advise the President regarding appropriate compensation for senior executives.
- Coordinate the annual evaluation of the President.
- Consult with the President or the Executive Vice President for Administrative Services as needed on matters concerning the administration of the University, including, but not limited to, information technology services, human resources, and purchasing and procurement.
- Perform such other functions or responsibilities as requested by the Board.

Composition and Terms

The Committee shall be comprised of four (4) Board members recommended by the Chair of the

Board and approved by a majority vote of the Trustees. The President or a presidential designee shall also serve as a member of the Committee. The Chair of the Board shall designate a member of the Committee to serve as Chair of the Committee. Members shall be appointed to serve a term of two (2) years commencing on January 1, concurrent with the term of the chairperson of the Board.

Meetings and Reporting

The Committee shall meet at least two (2) times each calendar year, with additional meetings held as needed to fulfill its responsibilities as described above. Meetings are convened by the Committee Chair.

The Committee shall keep a record of their meetings and report to the Board as required. All resolutions and reports offered by the Committee which involve matters for record in the Board's minutes shall be made in writing.

Authorization and Limitations

The Committee is established pursuant to the Bylaws of the Board and shall not have the power or authority to act on behalf of the full Board. The delegation of any authority of the Board to the Committee shall not operate to relieve the Board or any member thereof of any responsibility imposed by law or the State Constitution.