

## Finance Vice Chair Report

January 22, 2024

1. We are still working on updating our chart of accounts into the new version of quick and working on an audit at the same time. This is taking time so bear with us as we get everything in order.
2. There is still no treasurer appointed and therefore Lorraine and I will draw the information from QB concerning Balance Sheet and Budget vs Actuals.
3. Meet Tap
  - a. 2022 fiscal year \$6992.50 UPAC is the only team that still has not paid for one meet approximately \$1,100.00.
  - b. 2023 fiscal year \$140,322 total Meet Tap invoiced and paid however there is currently still about \$6,000.00 in Meet Tap owed from a couple of teams again UPAC owing the bulk share of that.
  - c. 2024 fiscal year currently only \$24,000.00 has been invoiced/paid under the current invoicing system which shows the new system of invoicing immediately off the MM data would be better than waiting until the team sends in paperwork.
  - d. Penalties for UPAC may be in order?
  - e. Overall Meet Tap shows recovery to pre-covid numbers.
4. Vote on the changes to Rules and Policies for the Conduct of Meets AD-97-07. Clean up the misspellings, spacing, and changes to Meet Tap information 5-7.
5. Due in January, an extension has been applied for the 2022-23 tax year. HSA has been notified that we will be working with them again with taxes.
6. The Budget Committee will be receiving information soon concerning where they stand on this year's budget, past budget years and we need to start working on the Quad Budget due this year.
7. The Finance Committee has not met since the last BOD but I have been in contact with David Coddington about updating our Investment Policy and his replacement.
  - a. As of the 11/1-11/30 Fidelity statement there is \$916,273.97.
  - b. Growth is volatile at times during the year but in the last few months it has been up.

## Finance Report and direction for the Finance Committee

### David Coddington

1/21/2024 update

Our current holdings (Close of Market 1/19/2024) are as follows:

Company # of Shares Cost Basis Current Value % of portfolio

Microsoft Inc 800 \$32,187.07 \$318,936.00 32.4%

Costco Inc. 300 34,383.37 208,491.00 21.2%

Amazon.com Inc. 1140 21,283.66 177,087.60 18.0%

iShares Tech (IGM) 170 25,038.08 79,849.00 8.1%

Starbucks 800 25,983.22 75,088.00 7.6%

Invesco QQQ 175 24,490.16 73,706.50 7.5%

Boeing 140 20,397.95 30,102.80 3.1%

Cash 22,507.45 2.3%

\$183,763.51 \$985,768.35

Certainly, most people agree that this portfolio is dramatically overweighted to Microsoft. It's been a phenomenal decade for this stock, but there's justification to trim this particular equity to rebalance.

Recommendations:

- Sell 400 shares of MSFT at a limit price of \$398 per share (netting ~ \$159,200), leaving 400 shares to grow.
- Sell 140 shares of Boeing at a limit price of \$215 (netting ~ \$30,100). The uncertainty surrounding Boeing's quality record for the past 4+ years has had this stock drop from over \$400 (Feb. 2019) per share to the current \$215. The prognosis isn't bullish from here.
- Leave current holdings in Costco, Amazon and IGM as they are. All are moderately bullish looking forward and have been solid performers for us.
- The resulting \$211,000 (including the current cash balance could be invested as follows:
- Purchase 300 shares (\$50,000) of T-Mobile. Locally based, solid performer. Currently closed at \$165.16 per share.
- Invest in diversified Fidelity Investment Mutual Funds. There are many to choose from, but exposure to the domestic stock market in a broad way makes sense for PNS' investment goals. I suggest FVDVX and FDGRX. Approximately \$75,000 in each would improve our diversification, while providing growth opportunities.
- Finally, I suggest we look at the current Wells Fargo accounts to see if there is an opportunity to put more capital to work for the future. The cash holdings as of October (after the summer expenses were paid, and before much of the 2024 registration fees had been received) would be a good number to look at for moving to the investment account. It looks like \$50,000 could be a good number to consider.