

Board Finance Committee Activities

December 31, 2016

Section I: Completed Activities – July 2016 to December 2016

Item	Description	BFC Completion Date	Accomplishments/Outcome
Operating Plan and Budget	The BFC reviewed and provided input on the FY18 Operating plan and Budget planning timeline and process for PTI and ICANN that was proposed by ICANN Staff. In doing so, the BFC ensured that necessary and appropriate engagement with the Community and the Board had been included in the plan.	July 2016 thru December 2016	Through the input and guidance provided during the review of each milestone of the annual planning process, the BFC has ensured that the fiduciary responsibility of the Board is adequately fulfilled and has ensured that optimal community engagement is planned to occur to deliver transparent operating planning documents that demonstrate ICANN's accountability for the public benefit. During ICANN 57 in Hyderabad, a Budget work group session was held with the community to review and discuss the FY18 Operating Plan and Budget process and assumptions. The BFC Chair attended this meeting.
Funds Under Management	The BFC reviewed the Funds Under Management schedules during its regular meetings and at a	July 2016 thru December 2016	BFC debated and recommended 1 resolution for approval by the Board

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	<p>minimum once per quarter.</p> <p>The BFC reviewed a presentation from the external fund managers at SSGA. SSGA is the fund manager for the ICANN Reserve fund. Staff presented to the BFC a performance review of the New gTLD Program Funds and Auction Proceeds balances. In addition, the BFC reviewed the New gTLD Fund and Auction Proceeds Investment Policy objectives.</p> <p>The BFC discussed the replenishment of the Reserve Fund. The BFC members provided input on a short paper on the replenishment of the reserve fund and discussed an approach to communicate the points to the community. The BFC recommended the approval of the investments of the Auction Proceeds to the Board.</p>		<p>on the investments of Auction Proceeds.</p>
IANA Stewardship Transition	<p>The BFC reviewed the IANA Transition expense reporting produced by the Project Cost Support Team, during its regular meetings and by email.</p>	<p>July 2016 thru December 2016</p>	<p>The Project Cost Support Team process for the IANA Transition cost reporting has been received well by the community and the BFC has performed its approval and oversight role.</p>
Contracting and Disbursement Approvals	<p>The BFC evaluated the financial aspects of all required contracting and disbursement decisions for items exceeding the CEO's authority of US\$500,000 during July through December FY17. The financial aspects evaluated by the BFC were (i) that costs are reasonable, (ii) that the procurement process was respected, and (iii) that the costs were affordable.</p>	<p>July 2016 thru December 2016</p>	<p>BFC discussed and recommended approval by the Board of Disbursements on two contracts: 1) October 2018 ICANN 63 Meeting Venue and Location Contracting and 2) March 2018 ICANN 59 Meetings Hotel Contracting</p>
Other Updates	<p>The BFC reviewed a proposal from Staff to a</p>		

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	Create Multi Year Project Fund process. This will be presented again to the BFC as part of the FY18 Budget process.		
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Section II: Appendix – Resolutions Recommended by the BFC

Summary of Type/Number of Resolutions

Description	# of BFC Recommendations
Contracting/Disbursement	2
Funds Under Management	1
Grand Total	3

List of Resolutions

- October 2018 ICANN 63 Meeting Venue and Location Contracting - <https://www.icann.org/resources/board-material/resolutions-2016-09-15-en#1.c>
- Investment of Auction Proceeds - <https://www.icann.org/resources/board-material/resolutions-2016-11-08-en#1.e>
- March 2018 ICANN 59 Meetings Hotel Contracting - <https://www.icann.org/resources/board-material/resolutions-2016-12-13-en#2.b>