



HSDC operations and the President replied that the target is \$600,000 to cover 2 years of expenses.

- Member Evans asked what opportunities will be passed up by accepting this investment recommendation. The President replied that the main opportunity that will be lost is the development of an aquaculture fund to support a proposed aquaculture accelerator. Given the uncertainty surrounding HSDC it is difficult to recruit co-investors into a new fund that we would need to sponsor. Also, if HSDC were to disappear our fiduciary responsibility would be better served with existing investment teams that have proven their ability to comply with Federal and State requirements than engaging with new teams that we may not be able to monitor.
- **DECISIONS:** The Board unanimously approved new investment commitments of \$1 million to Blue Ventures III, \$2 million to GTA Development Fund and \$2.2 million to Startup Capital Ventures Fund III.
- **Annual Performance Review:**
  - Chair O'Malley requested that this item be deferred to the next meeting.
- **FY 2019 Operating Budget:**
  - The President presented an operating budget for fiscal year 2019 of \$230,377, a reduction over the previous year's budget.
  - **DECISIONS:** The Board unanimously approved the FY 2019 HSDC operating budget.
- **Board Officers:**
  - Member Wallenstrom proposed a slate of candidates for HSDC board officers for FY 2019: Michael O'Malley, Chair; Keiki-Pua Dancil, Vice Chair, Craig Nakanishi, HTDC Board Representative; and Michael O'Malley, NELHA Board Representative.
  - **DECISIONS:** The Board unanimously approved HSDC board officers for FY 2019: Michael O'Malley, Chair; Keiki-Pua Dancil, Vice Chair, Craig Nakanishi, HTDC Board Representative; and Michael O'Malley, NELHA Board Representative.
- **2017 Audit of HSDC Capital Fund:**
  - The President reported that he just received the draft audit report and KKDLY was not ready to present at this board meeting, but would present their findings at the next board meeting.
- At this time, quorum for the meeting was lost. The Board elected to hear presentations from investment funds that had been scheduled to present.
  - GTA Development Fund presented an overview of their achievements over the past several years and their plans for a new investment round.
  - Blue Ventures/Blue Startups presented an overview of their achievements over the past several years and their plans for a new investment round.
  - Startup Capital Ventures Fund II presented their achievements over the past several years and their plans for a new investment round.
- **Portfolio Report:**
- **HTDC Report:**
- **NELHA Report:**
- **MEETING ADJOURNED:** Meeting adjourned at 12:24 PM.

*Karl E. Fodde*