



Finance Committee Meeting Minutes Tuesday, January 23, 2024

Call to Order

Ben Kisner called the meeting to order at 5:30 p.m.

Introduction of Board and Guests

Board Members present: George Mitchell, Tedi Rowland, Stuart May, Ben Kisner, Susan Borgmeyer, Tammy Kemp, Jillian Raining Bird, Libia Kozisek.

Board Members Absent: Ed Van Haele.

The required quorum was present.

Staff present: Robin Myers, Amanda George, Tom Holcomb, Jorgi McNamara, Shannon Maloney-Navarro, Kristen Yates, Tracy Mauk, Ashley Garetson.

Guests Present:

TNC Community – Kelly McGillis

Job One – Anne Hochstein, Aaron Martin

Ability KC – Joseph Jefferson

Southeast Enterprises – Lauren Hall

November 2023 Financials Presentation

Tom Holcomb went over the November 2023 financials. At the end of November for cash and investments we have \$8.5 million dollars. It is a strong nest egg that allows us to do what we need to do. We had \$11.4 million in estimated taxes receivable, that is almost the entire 2023 taxes. Tom explained that eitas receives payment on a weekly basis for the taxes to answer Stu May's question about how we know the current taxes that came in. In fixed assets net of depreciation eitas had \$9.8 million. On the liability side of the balance sheet is \$1.1 million is the mortgage on 8511 Hillcrest building with a fixed rate of 3%. Total equity number is \$28.9 million. On the capital budget the new vehicle we are approximately \$200,000 over budget due to two new vehicles being purchased in November. We are under budget in other areas of the capital budget so there will be no need to amend this. We are under budget on renovations because of the property on Prospect, which has taken us much longer to get ready to move forward than we expected. The building permit is almost ready. Under furniture and equipment for IT equipment and updates the new switch was installed at the Blue Springs location to upgrade the IT infrastructure, the other three buildings had already been completed. At the end of November eitas was \$400,000 under the total capital expenditure budget. Under transportation equipment the \$114,800 in the budget included \$90,000 for new bus cameras which did not get completed in 2023. During the Board meeting Tom will ask for an amendment to the 2024 capital budget to add the money from 2023 to 2024. Total Revenue is up from 2022 by \$3.5 million, much of that is bookkeeping related to the real estate transactions with Job One. Expenses were \$20.2 million from January to November of 2023. In response to a question from Stu, Tom explained that the Medicaid Support Coordination income is less than the

Support Coordination expenses because the cost of hiring Support Coordinators has gone up, while the State has not increased the hourly rate that they pay. Jorgi expanded this by saying that the rate has not gone up since 2015. Compared to the budget eitas was under by \$23,000 in total revenue for the month of November, all of which is explained by the Support Coordination line. Expenses were \$337,000 under budget for the month. The final page of the report is the Treasury Notes, where it shows that we have 5 half million dollar Treasury Notes. The fair value is generally less than face value because of the rate on the bonds is less than the market rate. They were purchased at a discount which evens out over the life of the bonds. Stu asked if the bond that was expiring 12/31 was rolled over and Tom explained that in December eitas purchased two Treasury Notes, one was an early rolling of the December Note and the second was an early rolling of the February 2024 Note. Tom asked if there were any questions and Tedi Rowland asked if it was recommended to continue with five T-bills? Tom explained that the rate is looked at versus the sweep. Tedi also asked about the fact that Tom has brought up that the eitas reserves of \$1.850 million should be higher, has he thought about a recommendation for what it should be? Tom went over the options and what it meant. Tom does believe the reserve should be increased in increments. Tom suggested at the March meeting staff should come to the meeting with a recommendation for what the reserve should be. Tom stated that with the preparation for the audit he would like to cancel the February Finance Committee meeting. Ben Kisner stated he was comfortable with cancelling the meeting, and it could be put to a vote. Tedi made a motion to cancel the February Finance Committee meeting, Stu seconded. All were in favor. The motion was approved.

New Business

No new business.

Old Business

No old business.

Public Comment

Stuart May asked if there was an update regarding Ability KC and the warranty work on the roof. Tom let Stu know that our head of Maintenance, Marvin Blake and the roofing company had been on the affected roofs and had not heard from any providers since that time.

Adjournment

Ben Kisner asked to make a motion to move to adjourn the Finance Committee meeting. Susan Borgmeyer so moved. Tedi Rowland seconded. Meeting adjourned at 5:58 p.m.