

## Rainbow Health Board Meeting Minutes - December 14, 2023

Quorum called at 6:04 PM CST

- Attendees: Jessica Daly, Mitch Mudra, Cyrus Malbari, Pritika Kumar, Ryan Langem, Sue Aberholden, Jeremy Hanson Willis, William Fehrenbach, Kario Brooks, Trena Boyum, Tamra Moore, Erin Flicker
- Staff Guests: Jack Grimes, Felicia Ring, Kristin Barrow

Motion to amend the agenda with two additional IAC items

- Moved by Ryan; seconded by Shane; motion carried unanimously

Meeting minutes approved from the last meeting

- Motioned by Shane; seconded by Sue; motion carried unanimously

### IAC Update

- Investment account update (not originally on the agenda)
  - Ryan authorized an additional \$100K, which will be paid back in the next week or two
  - \$150K was taken out over 5 years
  - Total of \$250K has been authorized out of the account
- Audit
  - Kathy from RedPath attended IAC
  - Audit was presented to the board and approved by IAC
  - Audit is used for sending to tax filings
  - Submitted the 990, but still need to submit the state form
- Motion to submit the tax return with adjustments to spelling errors and draft watermark removed
  - Ryan motioned, Kario seconded; motion carried unanimously
- Charities Review Counsel
  - Requires approval of the Document Retention Policy, which has been in place
  - Sue moved acceptance of the Documentation Retention Policy; seconded by Shane; motion carried unanimously
- Financial Summary
  - Operating loss has gone up \$190K in the past few months, including a majority of moving expenses (\$171K after depreciation)
  - Mainline funding grant was awarded at around 25% of funding requested; will discuss later in the agenda
  - BH clinic had a few challenging months, but progress is being made
    - Request to better understand a reasonable level of staff productivity metrics compared to targets (22 sessions/week)
    - Jeremy communicated that we are tracking towards goal of approximately 1,000 total sessions per month; we used to be at this level and need to get back
    - Ryan to sync up with Felicia offline to propose metrics to share with financial packet in the future regarding the clinic
  - Significant factors outside of our control have impacted income this year, and have been actively working to pull costs in line
  - Expect to land around \$500K operating loss by the end of the year, conservatively, with \$300K in operating expense loss
    - Borrowed \$150K from the investment account and \$100K short-term, as well as cash in the account
    - Request additional detail related to sources of funding the \$500K deficit formally

- 2024 Budget Preview
  - Will look similar to 2023, don't expect it to grow significantly in most areas
  - Additional resourcing needs in Clinic and 340B program (budgeting on PrEP dollars; potential for additional income to come in)
  - Clinic has to break even in 2024
  - Will have goals for 340B prescriptions and expect a budget surplus in 2024
  - 2024 budget will be in the black, taking into account some contingency funding
- Mainline syringe program – longtime program
  - Budget cuts from DHS/MDH resulted in all Mainline funding being cut one year ago
  - Have been using 340B revenue to cover funding, but at a limited level
  - New Hennepin county grant only offers enough to continue to operate at the same level for 2 years, but additional costs remain
  - Other partners doing something similar, but likely unable to cover our volume; could evaluate a partnership model to support  
Sue mentions that the legislature just appropriated \$14.5M for a set of related services, which might provide opportunity
  - Not currently identified as a top priority within the strategic plan (likely not a feeder program today, but might be)
  - Discussion around how to consider evaluating additional grant opportunities, with short-term plan to limp along within budget context during evaluation
  - Motion out of committee to approve financials, motion carried unanimously

EAC

- Will push to the next month's agenda

Governance

- Will need a big push on board recruitment (targeting around 5-6 new members) given vacancies expected in the coming months
- Will post the links for the vacant positions in early January

Motion to adjourn by Sue and then Ryan seconded; motion carried unanimously, meeting ends at 8:06 PM