

**MINUTES OF MEETING OF BOARD OF DIRECTORS
OF THE REACH FOUNDATION
June 14, 2018**

Attendees:

Arif Ahmed	Jon Marshall
Laura Bond	Jerrihlyn McGee
Katherine Ferro	Wendy Neal
Tom Handley	Todd Pleimann
Angela Harse	Heather Samuel
Vicki Hohenstein	Jim Sanders
Danielle Jones	Brenda Sharpe, ex-officio
Andy Klocke	Lynette Sparkman-Barnes

Not in Attendance:

Joe Reuben	Lisa Thurlow
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Guests:

Becky Benak, REACH Staff	Carla Gibson, REACH Staff
Mathew Davis, REACH Staff	Pattie Mansur, REACH Staff
Dawn Downes, REACH Staff	Jo Yun, REACH Staff

Welcome

Vicki Hohenstein called the meeting to order at 4:02 p.m. and welcomed new members to the Board of Directors, including Katherine Ferro, Jerrihlyn McGee, Wendy Neal, Todd Pleimann, and Lynette Sparkman-Barnes. Vicki noted that Joe Reuben was unable to attend and designated Jim Sanders as his proxy on voting matters.

Foundation Business

Vicki Hohenstein introduced Tondee Lutterman and Stephanie Whitacre from BKD to present the Foundation's 2017 audit. The Finance Committee thoroughly reviewed the audit report and accompanying financial statements at their recent meeting, therefore Tondee provided only a high-level overview. She explained that the audit is not yet final, but no significant changes are expected. The only outstanding items are timing related, and concerning the valuations of some of the Foundation's alternative investment financial statements. Based on their immateriality, these statements should have no impact on the audit results. However, BKD will hold issuance of the Foundation's audited financial statements until all the required audited financial statements have been received, which is consistent with prior years' practice. Tondee stated that BKD is planning to issue an unmodified, or "clean" opinion for The REACH Healthcare Foundation, as of and for the year ended December 2017.

Tondee conveyed to the Board the overall findings from BKD's audit procedures found the audit and associated recordkeeping to be very clean and in good order. Stephanie Whitacre highlighted the required communications. She reported there were no internal control issues or other management-related matters to report to the Board. Tondee reviewed the Accounting Pronouncements, and then opened the floor for any

questions. There being none, Tom Handley moved to approve the 2017 draft audit as presented. Heather Samuel seconded, and the motion carried.

At 4:14 p.m., Heather Samuel moved and Todd Pleimann seconded to adjourn to executive session for ten minutes for the purposes of discussing management cooperation with audit procedures. The motion carried. The meeting returned to open session at 4:24 p.m.

Pattie Mansur provided a preview of the REACH Foundation's on-line 2017 Annual Report. The content is organized according to the Foundation's three Outcome Investment priorities to align with the strategic plan, and each section highlights a grantee working within that particular investment area. Pattie noted there are still a few changes to be made, including edits to the financial summary. The Finance Committee reviewed and approved the financial pages as revised at their recent meeting. These revisions, along with any additional changes, will be gathered and made prior to the "go live" date of Tuesday, June 26, 2018. Notifications about the Annual Report's availability will be distributed via social media and e-news. The link to the Annual Report will also be accessible through the Foundation's website. Soon after the launch of the Annual Report, a one-page year in review will be produced for distribution to potential grantees, at community meetings, etc. Arif Ahmed moved to approve the 2017 Annual Report draft, Tom Handley seconded the motion, and the motion carried.

Pattie provided a brief overview of the Foundation's newly launched website, particularly the Board portal. Pattie asked that Board members contact her or Mathew Davis with any questions or feedback.

President's Report

Brenda Sharpe shared a few thoughts about the Kansas and Missouri Consumer Health Access Survey Event held earlier in the week. The event was well attended with between 140-150 attendees. A press conference was held prior to the event, and the report has received some good coverage. Brenda highlighted several of the most compelling findings from the survey, which is the largest of its kind with over 4,500 participants. The report is available on the REACH website, and REACH and its funder partners are continuing to think about additional dissemination plans to continue highlighting the report and next steps.

Brenda recognized Todd Pleimann for his previous service to REACH as a member of the CAC, and presented him with a plaque. With Todd's nomination to the Board, the Johnson County Commission is in the process of identifying his replacement for the CAC. A potential appointee has submitted an application to be considered as the Governor's appointee.

Brenda noted the upcoming Board and CAC Development opportunities in the Board packet. She encouraged those who are able to attend the Power of Diversity Breakfast and Celebration on July 25 as the Foundation's own Senior Program Officer, Carla Gibson, will be honored with an ACE Award.

Foundation Business Consent Items

Vicki Hohenstein noted three items on the Consent Agenda, including the Internal Control Policy Revisions, May 17, 2018 Board meeting minutes, and the April 2018 financials. Brenda explained the purpose of the consent agenda for new members, noting that all items on consent are generally routine business, and have been thoroughly reviewed and discussed by their respective committees, but that any Board member can request

separate action on any consent agenda item. Arif Ahmed moved to approve the consent agenda as presented. Tom Handley seconded the motion, and the motion carried.

Executive Committee Report

Vicki Hohenstein mentioned the updated Board of Directors roster was included in the packets. She asked that all members review their information to ensure that it is correct. Any changes should be forwarded to Mathew Davis.

The next Executive Committee meeting will be Thursday, August 16, 2018.

Program and Policy Committee Report

Danielle Jones provided a brief update from the June 5th Program and Policy meeting. Troy Findley with Summit Strategies and Sammy Panettiere with Kit Bond Strategies presented legislative updates for Kansas and Missouri. Danielle asked Becky Benak to share results from the Enrollment Assistance RFP. Becky reported the foundation received ten proposals totaling just over \$290,000. With \$157,500 allocated in the budget for the RFP, staff deliberations resulted in the funding of five requests totaling \$155,000. Notifications of awards and declinations will be sent Friday, June 15, and grant terms will begin July 1, 2018.

Brenda gave a brief explanation of the Staff Discretionary Grants process for the new board members, and noted that the summary of grants awarded to date was included in the board packets for review.

The next P&P meeting will be held on Tuesday, September 11, 2018.

Finance Committee Report

Andy Klocke provided an overview of the April 2018 Financial Dashboard. Andy noted the continued volatility of the market this year, and the uninspiring returns so far. The Foundation has awarded \$748,000 in grants through April, and \$57.5 million since inception. From an expense perspective, the foundation is on track with spending. Any variances to date are timing-related. Andy mentioned the portfolio is still slightly overweight in equities.

The next Finance Committee meeting will be held Tuesday, August 21, 2018.

At 5:04 p.m., Arif Ahmed moved to adjourn to closed session for 30 minutes to discuss investment opportunities before the Board. Jo Yun was requested to remain in the closed session. Heather Samuel seconded, and the motion carried.

At 5:21 p.m., Heather Samuel made a motion to return to open session. Jim Sanders seconded. Motion carried.

There being no further business, the meeting adjourned at 5:21 p.m.

Respectfully submitted,

Becky Benak
Director of Grants & Operations