

Executive & Finance Committee Minutes
January 23, 2025
8:00 AM – 10:00 AM

Board Members Present: Lorez Meinhold, Rob Ruiz-Moss, and Dick Thompson

Staff Present: Justin Brandon, Brian Braun, Kelly Davies, Kelly Guthner, David Hague, Brian Lidiak, Kevin Patterson, and Alan Schmitz

I. Welcome & Introductions

Dick Thompson called the meeting to order at 8:01 a.m., welcoming everyone in attendance. The November Executive & Finance Committee minutes were reviewed and approved.

II. February Draft Board Agenda

The Committee reviewed the draft February Board meeting agenda. There were no changes to the agenda.

III. Quarterly Financial Review

Staff presented the 2nd quarter report for the 2025 fiscal year. Financial results through the first 6 months of the fiscal year exceeded the budgeted expectations with overall earnings before depreciation coming in \$1.6 million better than budget (\$9.3 million compared to \$7.6 million budgeted). These higher earnings were the result of lower expenditures for the period.

IV. Financial Projections

Staff presented a 3-year projection for the organization, highlighting key assumptions and potential impacts. The enhanced subsidies, set to expire in 2026, were a significant assumption in the projection. Other key assumptions in these projections include:

- 17% reduction in enrollments in Plan Year 2026 based on estimates by Congressional Budget Office on impact of enhance tax credits expiring
- Average premium levels drop by 5% in 2026
- SB81 related donations continue at a reduced level of \$300k per year
- No additional HIAE funding beyond Fiscal Year (FY)25
- Slight reduction in service center costs in FY26
- No reductions in staffing/contractors supporting technology development and operations
- Increased enterprise data management costs starting in FY26
- Support services costs increase in FY26 over FY25 levels
- Modest increase in marketing/outreach costs in projected years over FY25 levels

V. Public Comment

None.

VI. Executive Session

Dick Thompson motioned to move into executive session to discuss matters concerning personnel and/or contractual matters. Lorez Meinhold seconded the motion.

The Executive Session is permitted pursuant to CRS §24-6-402(4)(e) & (c) and 24-6-402(4)(f).

The Committee will not return after the executive session, the public portion of the meeting adjourned at 8:29 a.m.

Dick Thompson
Committee Chair