

CITY OF DETROIT POLICE AND FIRE RETIREE HEALTHCARE TRUST



Admin Committee Meeting Minutes

Monday, May 6, 2024

9:30 am at BeneSys Office, Troy, MI via In-Person and via Conference Call

Trustees:

Chet Opolski

Tracy Shippy

Dan Bojalad

Brian Roehl

Rick Kosmack

Greg Trozak

Role:

Chair

Vice-Chair

Trustee

Trustee

Trustee

Trustee

Others present: Brian Green, AndCo.

Louis Sinagra, Member (via phone)

Legal Representation: Aaron Castle

BeneSys Representation: Violet Gjorgjevski and Jennifer Crosby

The meeting was called to order at 9:31 am.

Motion – To accept the agenda dated May 6, 2024: By T. Shippy, seconded by G. Trozak.

- Motion Carried – Unanimously

Copy of the previously approved Administrative Committee Meeting minutes and Closed Meeting minutes from April 8, 2024, were presented.

Public Comment - None

Mariner – Brian Green

Mr. Green provided the Admin Committee with an introduction to Private Debt as an option to address the investment challenge of achieving an actuarial return assumption of 7.0% or more without accepting high volatility. Private debt is expected to outperform real estate and public fixed income over the long term with less risk than public equity, private equity, and value-added real estate. Private debt is also expected to provide diversification benefits relative to public equities, U.S. core fixed income, and real estate. Mariner will be providing one or two options for consideration in addition to the Foundation Infrastructure Fund in June 2024.

Legal Report

A. HRA Claims Policy

Mr. Castle provided and reviewed an HRA Claims Policy as requested by the Board. This policy provides a framework to BeneSys for processing HRA claims. Discussion took place.

Motion – To recommend to the Board that the HRA Claims Policy be accepted and approved with the discussed amendments: By G. Trozak, seconded by B. Roehl.

- Motion Carried – Unanimously

B. Insured Group MA-PD Request for Quotes

Mr. Castle provided a draft of the request for quotes from insured group MA-PD (Humana and BCBS) per the request by the Board. This was reviewed in detail with the Admin Committee, and it was decided to move forward with the RFQ process.

C. Letter to Kapnick – VEBA Surviving Spouses

Mr. Castle provided the Admin Committee with the letter that the Board requested be sent to Kapnick and the Board of Trustees of the CDPSU Trust. This letter explains that this VEBA's Surviving Spouses are still receiving enrollment communication in error which is a potential source of confusion and that this could lead to enrollment of individuals who are not eligible in their own Trust. The Admin Committee reviewed and discussed this letter and approved moving forward with the Board direction.

D. VEBA Grant Funds

Mr. Castle updated the Admin Committee that nothing has been filed yet in relation to the VEBA Grant Funds but should be this month. He stated that there was discussion with the City of Detroit General Retiree HCT requesting to have a joint prosecution agreement. Mr. Castle notified their legal counsel that this would not be possible.

Administrator Report/Administrative Committee Report

Ms. Gjorgjevski presented the following Appeal to the Administrative Committee.

A. Appeals 2677664931

Motion – To recommend to the Board approval of the Appeal for participant 27676649831 for reimbursement of her 2023 HRA Claims after the March 31st deadline once the proper paperwork is submitted: **By D. Bojalad, seconded by G. Trozak.**

- Motion Carried – Unanimously

Business Agent Report

Mr. Opolski updated the Admin Committee that both BeneSys and Priority Health representatives attended the membership meeting last Thursday, May 2nd. It was very appreciated that they were there.

He also stated that he met with Rob Roberts from Priority Health last week. They had discussions around the 2025 renewal and potential benefit enhancements. Mr. Opolski stated that he was asked by Mr. Roberts why the Board is wanting to do an RFQ with other providers and he explained that the Board must do their due diligence and make sure they are providing the best possible benefits for their members, that is the reason behind the RFQ.

New Business

A. Priority Health – Performance Guarantee Settlement

Mr. Opolski presented the Performance Guarantee Settlement from Priority Health for 2023. There were two areas that they did not meet the Performance Guarantee: Eligibility transactions and Initial Enrollment. They will be providing the Trust with a credit in the amount of \$39,050.54.

Unfinished Business

A. Audit December 31, 2023

Ms. Crosby informed the Admin Committee that she emailed the Draft Financial Statement for December 31, 2023, for review by the Trustees. Plante Moran will be attending the May 13, 2024, Board meeting to present the results to the full Board.

B. Actuarial Valuation December 31, 2023

Ms. Crosby updated the Admin Committee that she has provided all of the requested documentation and reporting to GRS and emailed to follow up this past Friday, but she hasn't heard back from them. She will continue to follow up.

C. Fiduciary Liability Policy – Waiver of Recourse

Ms. Crosby will provide the Trustees with their Waiver of Recourse invoices once she has received the policy and invoicing for the Fiduciary Liability Policy.

D. Open Enrollment 2025

Mr. Opolski stated that he and Ms. Crosby were discussing Open Enrollment at the Membership meeting and he had said we need to start looking at dates and scheduling the Open Enrollment Meetings. Ms. Crosby provided suggested dates for the Open Enrollment Period of Monday, October 7, 2024, through Monday, November 4, 2024. She also suggested Open Enrollment meetings on October 16, 2024, on the west side and October 23, 2024 on the east side. The Admin Committee agreed with the dates and stated they would like to move forward with them.

Correspondence

- A. Boyd Watterson State Government Quarterly Client Review
- B. Foundation Infrastructure Debt Fund Quarterly Letter

Trustee Comment/Open Forum

Adjournment

Motion – To adjourn the Administrative Committee Meeting: *By B. Roehl, seconded by R. Kosmack*

Motion Carried – Unanimously

Meeting adjourned at 10:53 a.m.