

CITY OF DETROIT POLICE AND FIRE RETIREE HEALTHCARE TRUST



Board Meeting Minutes

Monday, December 17, 2018

9:30 am at RDPFFA Office Sterling Heights Michigan
Conference Call In: 1-866-730-7512 Access Code 700275 Host 484296

Trustees:	Chet Opolski	Chairman
	John Clark	Vice Chairman
	Shirley Berger	Secretary
	Don Taylor	Trustee
	Tom Sheehan	Trustee
	John Barr	Trustee
	Floyd Allen – (T)	Trustee
	Andy Dillon – (T)	Trustee

Others present: Dan Bojalad; Brian Roehl; Tracy Shippy

ABS Representation: Lisa Duncan **Legal Representation: Aaron Castle**

BeneSys Representation: Samarah Murray **GRS:** Ken Alberts; Zari Gano

The meeting was held at the offices of the Retired Detroit Police & Fire Fighters Association, 2525 E. 14 Mile Rd., Sterling Heights, Michigan 48310.

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

Motion – To accept the agenda for December 17, 2018; By T. Sheehan, seconded by J. Barr

- Motion Carried – Unanimously

Motion – To approve the regular meeting minutes from November 26, 2018: By T. Sheehan, seconded by D. Taylor

- Motion Carried – Unanimously

Motion – To approve the closed session meeting minutes from November 26, 2018: By: T. Sheehan, seconded by D. Taylor

- Motion Carried - Unanimously

Graystone Consulting – Burton Carlson (via teleconference)

Mr. Carlson updated the Board regarding the market value of the B Notes and recent trade activity. The Board was provided with a cash flow analysis through the 2019 calendar year. Mr. Carlson noted that due to the timing of the meeting the analysis had not been updated from the prior month's meeting. An updated cash flow analysis would be provided in January 2019.

Mr. Carlson also noted that the contractual and account opening documentation had been finalized and the Trust's investment accounts were open and funded.

Gabriel Roeder Smith

Ken Alberts presented the Trust's Annual Actuarial Valuation Report as of December 31, 2017. Mr. Alberts noted that the Trust is fully funded using the baseline assumptions approved by the Board. He also noted that under alternative scenarios which contemplate inflationary benefit increases, the Trust remains solvent through the majority of the participant's lives. Accordingly, GRS is recommending that the Board consider increasing benefits in order to avoid having a substantial sum of money left in the Trust after the death of the last participant.

Motion – To approve the Trust's Actuarial Valuation Report as of December 31, 2017, as presented by GRS: by J. Clark, seconded by T. Sheehan

- Motion carried - Unanimously

Public Comment

- None

Correspondence

Motion – To receive and place on file:

- a. Fifth Third Statement of Account as of 11.30.2018
- b. Wilmington Trust Statement of Account as of 11.30.2018
- c. City Invitation to Tender Bond – Notice of Acceptance

by T. Sheehan, seconded by J. Clark

- Motion carried - unanimously

Accounting Report

Motion – to review and accept the Receipts and Disbursements: by T. Sheehan, seconded by J. Clark

- Motion Carried – Unanimously

Motion – To receive and place on file HRA Claims processed YTD and Cash Activity as of October 2018 as presented by ABS; by T. Sheehan, seconded by J. Clark

- Motion Carried - Unanimously

Legal Report

None

Administrative Committee

Motion – To enter into closed session to discuss member appeals a. – k. involving protected personal health information under HIPAA: by J. Clark, seconded by T. Sheehan

- Motion Carried – Unanimously

The Board entered into Closed Session at 10:48 am.

The Board reconvened in Open Session at 11:09 am.

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

a.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPA: by D. Taylor, seconded by J. Barr

b.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Clark

c.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

d.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Clark

e.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

f.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

g.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

h.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

i.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

j.

- Motion Carried – T. Sheehan opposes

Motion – to approve the recommendation from the Administrative Committee for the appeal of the below member, subject to receipt of all necessary documentation by the Trust's TPS: by D. Taylor, seconded by J. Barr

k.

- Motion Carried – T. Sheehan opposes

Business Agent Report

Chet Opolski provided an update regarding ongoing matters including the Aetna ESA to PPO change impacting some participants.

Unfinished Business

The Board discussed the Memo and Fiduciary Liability Insurance quotes received from Segal Select.

Motion – To approve renewal of the Fiduciary Liability Insurance Policy with Ullico/Market at a \$5 Million policy limit. By J. Barr, seconded by T. Sheehan

- Motion Carried - unanimously

New Business

Chairman Opolski thanked outgoing Trustees Clark, Sheehan, Taylor & Berger for their dedicated service to the Trust over the past 4 years. Mr. Castle presented the Board with Testimonial Resolutions of Appreciation for each of the outgoing Trustees.

Motion – To approve the Testimonial Resolutions acknowledging Trustee Sheehan's, Clark's, Taylor, and Berger's dedication and service to the Trust. By J. Barr, seconded by A. Dillon

- Motion Carried - unanimously

Adjournment

Motion – to adjourn by Barr, seconded by Sheehan

- Motion Carried - Unanimously

Meeting adjourned at 11:58 am.