

CITY OF DETROIT POLICE AND FIRE RETIREE HEALTHCARE TRUST



Admin Committee Meeting Minutes

Monday, July 8, 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: LaDominic Brandon Berkly, Rob Roberts, and Lindsey Walton - Priority Health
Brian Green - Mariner
Louis Sinagra - Member (via phone)

Legal Representation: Robert Abb

BeneSys Representation: Violet Gjorgjevski and Jennifer Crosby

The meeting was called to order at 9:30 am.

Motion – To accept the agenda dated July 8, 2024: By D. Bojalad, seconded by B. Roehl.

- Motion Carried – Unanimously

Copy of the previously approved Administrative Committee Meeting minutes and Closed Meeting minutes from June 10, 2024, were presented.

Public Comment – None

Priority Health – LaDom Berkley, Rob Roberts, and Lindsey Walton

Mr. Roberts reviewed Prior Authorization with the Admin Committee. He stated that with the upcoming Part D changes due to the Inflation Reduction Act, Priority Health is finding it advantageous to be more thorough with Prior Authorization for certain services and drugs. That is why members are seeing more push back when their providers are recommending things like Cochlear implants, elective inpatient hospital care, PET scans, injectable drugs, bariatric surgery, and continuous glucose monitors as examples. Priority Health has always

had prior authorization guidelines but haven't always followed their full procedure. Now that costs will be rising, they find it necessary to be more stringent to keep costs down. To improve the member experience, they are generating a flyer that will be mailed to members explaining when PA is required, timeline for approval and what is required from the Providers.

Extensive discussion took place with the committee voicing their concerns about customer service and the treatment of their membership as they face the challenge of having procedures and medications approved. This process can be lengthy, frustrating and anxiety inducing. They want to be sure that their members are treated well. They would like to have the flyer that communicates to the members provided to them for review.

Mariner – Brian Green

Mr. Green stated he had no formal report but wanted the Admin Committee to know that he has been working with Legal Counsel to make the three investments requested at the Board Meeting.

Legal Report

A. CDPSU Response Letter

The CDPSU responded to the Board's letter regarding Kapnick sending enrollment materials for their VEBA to Surviving Spouses that are members in our VEBA in error.

B. VEBA Grant Funds

No update at this time.

C. Medicare Advantage RFQ

Mr. Abb updated the Admin Committee that the RFQ was provided to BCBS and Humana on June 11, 2024. Responses to questions were provided on June 27, 2024. Responses from the RFQ are due from the insurance companies on July 12, 2023. Humana has indicated that it will not be submitting quotes in response to the RFQ.

D. RHC Business Agent

Mr. Opolski has pointed out that the Business Agent Agreement calls for an annual reviews of the Trust's Business agent at least once annually. It also states there should be an annual hourly rate review to recommend increases or decreased. Increased should not be more than 5% of the current hour rate.

It is recommended that the Committee conduct the required due diligence with respect to performance and compensation and that parties consider amending the Agreement to require periodic reviews in accordance with the Board's Professional Advisor and Service Provider Review Schedule.

Motion – To recommend that the Board that Mr. Opolski continue as the Business agent and that his compensation be increased by 5% effective August 1, 2024: By B. Roehl, seconded by D. Bojalad.

- Motion Carried – C. Opolski Abstained

E. Investment Related Matters

a. Monroe Capital Private Credit Fund

Subscription documents have been completed, signed, and submitted in time for the Trust to participate in the Fund's July 2nd closing.

b. Bloomfield Capital Income Fund V

Subscription documents have been reviewed and legal counsel is currently negotiating a side letter agreement with Bloomfield Capital.

c. Foundation Infrastructure Debt Fund II

Pending legal review.

Administrator Report/Administrative Committee Report

A. Appeals

a. Appeal 2704124189

Motion – To recommend to the Board approval of the Appeal for participant 2704124189 enrollment into HRA effective January 1, 2023, and for reimbursement of her 2023 HRA Claims after the March 31st deadline once the proper paperwork is submitted: ***By B. Roehl, seconded by G. Trozak.***

- Motion Carried – Unanimously

b. Appeal 2754121360

Motion – To recommend to the Board approval of the Appeal for participant 2754121360 for reimbursement of member and spouses 2023 HRA Claims after the March 31st deadline once the proper paperwork is submitted: ***By B. Roehl, seconded by D. Bojalad.***

- Motion Carried – Unanimously

c. Appeal 2844974745

Motion – To recommend to the Board approval of the Appeal for participant 2844974745 for reimbursement of members 2023 HRA Claims after the March 31st deadline once the proper paperwork is submitted: ***By D. Bojalad, seconded by B. Roehl.***

- Motion Carried – Unanimously

Business Agent Report

A. November 4th Admin Committee Meeting

Mr. Opolski stated that the Admin Committee meeting scheduled for November 4th conflicts with the Soaring Eagle Member Event. The decision was made to move the meeting to November 6th.

New Business - None

Unfinished Business

A. Actuarial Valuation Scenario's

Ms. Crosby informed the Admin Committee that she requested that GRS provide the scenario discussed at the Board Meeting and a scenario requested by Chairman Opolski. Extensive discussion took place regarding benefit enhancements for 2025 and how these scenarios would affect that overall funding of the Trust. It was determined that Mr. Green with Mariner would run an additional scenario that would show the impact on the Trust should a year or more of investment loss should take place. This information will be provided for the Board meeting and a decision can be made.

B. Priority Health Renewal Information

This information was provided for further discussion of benefits for 2025.

C. COPS Trust Dental and Vision Renewal

This item is in progress.

C. Fiduciary Liability Policy – Waiver of Recourse

Ms. Crosby informed the Admin Committee that all payments were received, and this matter has been closed.

D. Open Enrollment 2025

No new discussion took place at this time.

Correspondence - None

Trustee Comment/Open Forum - None

Adjournment

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

Motion Carried – Unanimously

Meeting adjourned at 11:45 a.m.