City of Detroit General Retiree Healthcare Trust

City of Detroit General Retiree Healthcare (RHC) Trust Meeting Minutes
Tuesday, June 23, 2026, Meeting
BeneSys, Inc., 700 Tower Drive, Troy, MI 48098

I. Call to order and Roll call

a. A regular meeting of the Board of Trustees of the Detroit General RHC Trust was called to Order by Chair Thomas Sheehan at 1:02 p.m.

b. **Board Members present at roll call**: Chairperson Thomas Sheehan; Trustee Barbara Wise-Johnson; Trustee Charles Gayney; Trustee Ed Hannan; Trustee Roger Cheek; Trustee Dion Stevens; Trustee Floyd Allen. As four (4) Trustees are required to make a quorum and seven (7) were present, Chairman Thomas Sheehan declared a quorum and the meeting proceeded.

c. **Others Present:** Kimberley Clay, Kevin Fraymen and Curtis Schoenjahn *(HAP)*; John Lapinski *(in person)*, Tony Mateja, Mendy Friedman and Joe Haensel *(Alliant via Teams)*; Frank Judd (*Legal Counsel*); Violet Gjorgjevski and Jennifer Crosby (*BeneSys*)

II. Approval of Agenda

Motion was made by Trustee Gayney and seconded by Trustee Wise-Johnson to approve the agenda.

Motion passed unanimously.

III. Public Comment – None

Trustee Dion Stevens arrived at 1:03 p.m.

IV. HAP – Kimberley Clay, Curtis Schoenjahn & Kevin Frayman

Mr. Schoenjahn reviewed the Trust's overall spend and membership for 2025. He reviewed non-high-cost claims and high-cost claims, chronic conditions and the expenditure for participants. He also provided a pharmacy overview, special pharmacy spend trend and variance, overall spend and membership trends, generic utilization ratio, non-specialty pharmacy spend trend and variance and top drug scripts and spend.

V. Alliant – John Lapinski, Tony Mateja, Mendy Friedman & Joe Haensel

Mr. Lapinski and his team reviewed the RFP process and market evaluation scenarios. He explained the option of unbundling medical and pharmacy coverage as a potential cost savings although not all medical providers offer this option.

Discussion took place and the timeline/next steps were reviewed. It was determined to move the July 28, 2026, Board Meeting to July 22, 2026, to allow additional time for the review and decision-making process.

VI. Gabriel, Roeder, Smith – Abra Hill & Jason Taylor

Ms. Hill presented the actuarial valuation as of December 31, 2025, with the Board. The report indicated that the Plan is expected to be able to satisfy all liabilities before running out of money if experience is equal to or better than assumed.

Motion was made by Trustee Stevens and seconded by Trustee Gayney to accept and approve the actuarial valuation as of December 31, 2025, as presented.

Motion passed unanimously.

VII. Regular Agenda

A. Approval of May 26, 2026, Meeting Minutes

Motion was made by Trustee Gayney and seconded by Trustee Wise-Johnson to approve the March 26, 2026, meeting minutes as presented.

Motion passed unanimously.

VIII. Financial Consultant – NEPC

A. Monthly Performance Report – May 31, 2026

Motion was made by Trustee Stevens and seconded by Trustee Gayney to accept the Monthly Performance Report as of May 31, 2026, as presented.

Motion passed unanimously.

IX. Financial Reports

A. Fifth Third Statement – May 2026

B. Financial Statements – April 2026

C. Bills for Ratification for May 2026

The Bills for Ratification report was presented to the Board along with the invoices for premiums paid for May 2026.

D. Bills for Approval

Invoices in the aggregate amount of $40,237.96 were presented for payment from:

Alliant ($11,666.66); BeneSys ($28,571.30).

Motion was made by Trustee Gayney and seconded by Trustee Stevens to accept and approve the Fifth Third Statement for May 2026, Financial Statements for April 2026, Bills for Ratification for May 2026 and authorize payment of the presented invoices subject to availability of funds.

Motion passed unanimously.

E. Fifth Third Bank Balance

Ms. Gjorgjevski provided the current cash balance from Fifth Third.

X. Administrative Reports

A. BeneSys Barometers through April 2026

The BeneSys Barometers through April 2026 were provided for the Board to review.

B. BeneSys Outstanding Check Report 2026

Ms. Crosby presented the Outstanding Check report for 2026.

XI. Legal Report

Mr. Judd provided the Board with an update and clarification regarding the payments to the Trust from the City of Detroit related to the City's outstanding bonds. Mr. Judd received clarification from John Naglick, the City's Chief Deputy CFO/Finance Director, that the City would continue to make interest payments twice annually, once in April and again in October.

XII. New Business

A. Ullico Casualty Group Transitions to Zurich

Communication from Ullico Casualty Group, who provides the Fiduciary Liability Insurance for the Trust, informing the Board that they are transition their business from Markel American to Zurich American effective January 1, 2027.

XIII. Unfinished Business

A. Humana OE Allowance

Motion was made by Trustee Gayney and seconded by Trustee Wise-Johnson to authorize the chairman to execute the Humana 2026 OE allowance agreement, as presented.

Motion passed unanimously.

XIV. Correspondence

A. BeneSys Response to DOL Cybersecurity Guidelines Q2 2026
B. Alliant Follow Up on BCBSM Annual Customer Review

XV. Trustee Comment/Open Forum

XVI. Adjournment

There being no further business, a **Motion** was made by Trustee Gayney and seconded by Trustee Stevens to adjourn the meeting at 3:27 p.m.

Motion passed unanimously.

Respectfully submitted,

Jennifer Crosby, Plan Associate