



# City of Detroit General Retiree Healthcare Trust

City of Detroit General Retiree Healthcare (RHC) Trust Meeting Minutes

Tuesday, December 10, 2019 Regular Meeting

Offices of *The Allen Law Group*

3011 West Grand Blvd., 25<sup>th</sup> Floor

Detroit, MI 48203

## I. Call to order and Roll call

- A. A Regular meeting of the Trustees of the Detroit General RHC Trust was called to Order by Chairperson Tom Sheehan at 1:03 p.m.
- B. **Board Members present at roll call:** *Present* - Chairperson Thomas Sheehan; Trustee Chuck Gayney; Trustee Shirley Lightsey; Vice Chairperson Barbara Wise-Johnson; Trustee Roger Cheek; Trustee Doris Ewing; Trustee Floyd Allen (excused @ 2:18pm). As five (5) Trustees are required to make a quorum and seven (7) were present, Chairperson Sheehan declared a quorum and the meeting proceeded.
- C. **Others Present:** Aaron Castle (*Legal*), Dean Carlson and Violet Gjorgjevski (*BeneSys*) and Paul Kenney, (*NEPC*).

## II. Approval of Agenda

- A. **Motion** was made by Trustee Ewing and seconded by Trustee Lightsey to approve the agenda, as submitted. **Motion** passed unanimously.

## III. Public Comment - None -

## IV. Regular Meeting Agenda

### Approval of Minutes

#### A. Proposed November 12, 2019 regular meeting minutes

**Motion** was made by Trustee Gayney and seconded by Trustee Wise-Johnson to approve the minutes of the November 12, 2019 regular meeting minutes as presented. **Motion** passed unanimously.

## V. Financial Reports

#### A. Fifth Third Trust Statement - November 2019

November 2019 Trust Statement for Fifth Third was provided and reviewed.

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## **B. Wells Fargo Trust Statement - October 2019**

October 2019 Trust Statement for Wells Fargo was provided and reviewed.

## **C. Wells Fargo Trust Statement - Garcia Hamilton – October 2019**

October 2019 Trust Statement from Wells Fargo for Garcia Hamilton was provided and reviewed.

**Motion** was made by Trustee Allen and seconded by Trustee Ewing to accept the Fifth Third and Wells Fargo statements as provided. **Motion** passed unanimously.

## **D. September 2019 Financials**

### **Assets**

The September 2019 Financials were provided. The total unaudited fund equity as of September 30, 2019 was \$199,474,370.

### **Income and Expenses**

The Income and Expenses report for September 2019 was provided. There was a net fund decrease as of September 30, 2019 of \$3,505,681.

## **E. Bills for Approval**

Invoices in the aggregate amount of \$1,012,512.62 were presented for payment from: American Graphics Printing (\$39,280.78); BCBS MA (\$448,815.90); BeneSys (\$44,359.72); Blue Care Network (\$68,242.77); Delta Dental (\$51,098.50); DENCAP (\$18,601.60); Fifth Third Bank (\$6,000.00); Golden Dental (\$23,472.93); HAP (\$210,818.15); Heritage Vision (\$43,743.87); HUMANA (\$9,182.80); Priority Health (\$640.60); Segal Select Insurance (\$48,255.00).

**Motion** was made by Trustee Ewing and seconded by Trustee Gayney to approve and authorize payment of the invoices subject to availability of funds. **Motion** passed unanimously.

## **F. Fifth Third Bank Balances**

Ms. Gjorgjevski provided balance amount from Fifth Third to ensure funds are available to submit invoices for payment and benefit payments to retirees.

## **VI. Administrative Reports**

### **A. BeneSys Barometers through September 2019**

The BeneSys Barometers were provided as follows:

**Eligible by Month** - A report showing number of eligible members by month through the month of September 2019. This report reflects the breakdown of eligible members by HRA, HAP, Blue Care Network, and Blue Cross Blue Shield Medicare Advantage,

Humana and Priority Health and a total of all participants. The number of total eligible participants, as of September 2019, was 7,449, which is a decrease of 270 eligible participants since the beginning of the Plan Year.

**Income and Expenses by Month** - A report showing the income and expenses, excluding investment income, for the months of September 2017 thru September 2019, was provided. This report shows an expense of \$7,205,374 in the current Plan Year as of August 31, 2019.

**Investment Income by Month** - A report showing the investment gain/loss for the months of September 2017 thru September 2019 was provided.

**Fund Assets** - A report showing the assets and equity of the Fund for months of September 2017 through September 2019 was provided for review. This report shows both assets and Fund equity have a slight decrease.

**Benefit and Operating Costs by Month** – A report showing the total benefit and operating costs for the months of September 2017 through September 2019 was provided.

**Benefit Premiums Paid** – A report showing the total premiums paid for medical, dental and vision for the months of September 2017 through September 31, 2019 was reviewed.

## **VII. Financial Consultants**

### **A. NEPC Cover Letter**

Mr. Paul Kenney of NEPC discussed active international and global managers. He provided information of both types of managers for the Board to review and discuss.

### **B. NEPC October and November 2019 Flash**

Mr. Kenney provided the Fund Performance for October and November 2019.

### **C. NEPC Quarter Ending September 30, 2019 Summary**

Mr. Kenney reviewed the September 30, 2019 Quarter Ending Summary he provided.

## **VIII. GRS Consulting - None -**

### **IX. Legal - None -**

### **X. New Business - None -**

### **XI. Unfinished Business**

#### **A. 2<sup>nd</sup> Request Insurance Provider Assessments**

Attorney Castle provided a copy of the 2<sup>nd</sup> request letter mailed to HAP regarding the State of Michigan's repeal of the insurance assessment tax.

## **B. 2020 Humana Contract**

Attorney Castle provided a copy of the 2020 Humana Contract for execution.

**Motion** was made by Trustee Ewing and seconded by Trustee Wise-Johnson to accept and authorize the Chair to sign the 2020 Humana Contract. **Motion** passed unanimously.

## **C. Fund Transfer Process**

### **D. Duplicate Pension Deductions**

BeneSys advised that the Duplicate Pension Deductions is still in progress and will continue to follow up as available. The Board has requested that this be completed by the next meeting on Tuesday January 14, 2020.

## **XII. Correspondence**

### **A. Blue Care Network Low Income Subsidy Report - November 2019**

BeneSys presented the November 2019 Blue Care Network Low Income Subsidy Report.

## **XIII. Trustee Comment/Open Forum**

## **XIV. Adjournment**

There being no further business a **Motion** was made by Trustee Ewing and seconded by Trustee Gayney to adjourn the meeting at 2:50 p.m. **Motion** passed unanimously.

Respectfully submitted,

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Violet Gjorgjevski, Assistant Plan Manager