HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
Minutes of the Benefits Committee Meeting
September 26, 2016

TRUSTEES PRESENT
Dr. Virginia Pressler, Chairperson
Ms. Linda Currivan Musto

TRUSTEES ABSENT
Mr. Roderick Becker
Mr. Wesley Machida

ATTORNEY
Mr. Kyle Chang, Deputy Attorney General

EUTF STAFF
Mr. Derek Mizuno, Administrator
Ms. Donna Tonaki, Assistant Administrator
Ms. Maria Quartero
Ms. Lynnette Bautista
Mr. Adam Dreher

OTHERS PRESENT
Ms. Niki Bassett, USAble
Ms. Sandra Benevides, CVS Caremark
Ms. Elaine Fujiwara, HDS
Ms. Galen Haneda, HMSA
Ms. Monica Kim, VSP
Mr. Christopher Letoto, HMSA

I. CALL TO ORDER
The meeting of the Benefits Committee was called to order at 9:30 a.m. by
Trustee Virginia Pressler, Chairperson, in the EUTF Board Room, City Financial Tower,
201 Merchant Street, Honolulu, Hawaii, on Monday, September 26, 2016.

Mr. Derek Mizuno introduced new staff member, Ms. Lynn Bautista, EUTF Procurement
Specialist.

II. MINUTES
A. June 27, 2016
The Benefits Committee reviewed the draft minutes of June 27, 2016.

MOTION was made to approve the minutes of June 27, 2016 as circulated.
(Murakami/Currivan Musto) The motion passed unanimously. (Employer Trustees-
1/Employee-Beneficiary Trustees-2)
III. NEW BUSINESS

A. Prescription Drug Plan
   1. Management of Select Unapproved Products
      Mr. Mizuno introduced Ms. Sarah Smith, Division Head, of CVS who replaced
      Mr. Rick Edwards who is still with CVS. Presentation by Ms. Benevides and
      Mr. Kurt Neuenfeld from CVS on the Management of Select Unapproved
      Products. Discussion held by the Trustees, staff, benefits consultant, and CVS
      regarding the non-FDA approved products.

      MOTION was made to recommend to the Board addition of the Management of
      Select Unapproved Products Program for EUTF active employee prescription
      drug plans, excluding the HSTA VB plans, effective April 1, 2017. (Currivan
      Musto/Murakami) The motion passed unanimously. (Employer Trustees-1/Employee-Beneficiary Trustees-2)

      2. Brand Step Therapy Programs
         Presentation by Ms. Benevides and Mr. Neuenfeld from CVS on the Brand Step
         Therapy Programs. Discussion held by the Trustees, staff, benefits consultant and
         CVS regarding disruption to the members if grandfathering is not available.

         MOTION was made to recommend to the Board addition of the Brand Step
         Therapy Program for the respiratory and diabetes drug classes for EUTF active
         employee prescription drug plans, excluding the HSTA VB plans, effective
         April 1, 2017. (Murakami/Currivan Musto)

         After further discussion by the Trustees, staff, benefit consultant, and CVS
         regarding the notification and calls to members, changing the notification by
         mail/fax from 30 to 60 days, and savings to the plan, Trustees Murakami and
         Currivan Musto withdrew the motion.

         CVS will gather more information on this program in terms of the number of prior
         authorizations and average turnaround time for another government client of
         CVS.

         The Benefits Committee has no recommendation until the additional information
         is presented by CVS.
3. 2017 Standard Formulary
   Ms. Benevides and Mr. Neuenfeld from CVS presented education on the different
   formulary options for the EUTF plans. Discussion was held by the Trustees, staff,
   benefits consultant, and CVS regarding the formulary.

IV. EXECUTIVE SESSION
   MOTION was made to move into Executive Session at 10:44 a.m. (Murakami/Currivan
   Musto) The motion passed unanimously. (Employer Trustees-1/Employee-Beneficiary
   Trustees-2)

   Executive Session adjourned at 11:23 a.m.

   The Chairperson reported the following actions taken in Executive Session.

   1. Approved the Executive Session Minutes of June 27, 2016.
   2. Approved the recommendation to the Board to issue a Request for Information (RFI)
      for Medical and Pharmacy Benefit Management Services.

V. FUTURE AGENDA ITEMS DISCUSSION AND NEXT MEETING DATE
   A. Tuesday, October 18, 2016 10:00 a.m. – Specialty Formulary Discussion – Advanced
      Control Specialty Formulary
      Mr. Mizuno reported that this meeting is cancelled and the agenda item will be added
      to the November 3, 2016 meeting.

   B. Thursday, November 3, 2016 9:00 a.m. – July 1, 2017 Proposed Active Plan Changes

VI. ADJOURNMENT
   MOTION was made for the Board to adjourn meeting at 11:25 a.m. (Currivan
   Musto/Murakami) The motion passed unanimously. (Employer Trustees-1/Employee-
   Beneficiary Trustees-2)

   Respectfully submitted,

   /s/

   Virginia Pressler, Chairperson

APPROVED on November 3, 2016.
DOCUMENTS DISTRIBUTED:
1. Draft Benefits Committee Minutes of 6/27/16. (5 pages)
2. Management of Select Unapproved Products Report by CVS dated 2016. (9 pages)
5. EUTF Actives Quarterly Report by CVS, Redacted Version, Period through 6/30/16 dated 2016. (25 pages)
6. EUTF Non-Medicare Retiree Quarterly Report by CVS, Redacted Version Period through 6/30/16 dated 2016. (8 pages)
7. EUTF EGWP Retiree Quarterly Report by CVS, Redacted Period through 6/30/16 dated 2016. (10 pages)