

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

Mr. Gordon Murakami

TRUSTEES ABSENT

Mr. Roderick Becker  
Mr. Wesley Machida

Mr. Clifford Uwaine

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

Mr. Tom Morrison, Benefits Consultant  
Ms. Linda Green  
Ms. Bonny Kahalewai  
Mr. Rod Shinno

OTHERS PRESENT

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

Ms. Melissa Maino, CVS Caremark  
Mr. Douglas Murata, Royal State  
Mr. Kurt Neuenfeld, CVS Caremark  
Ms. Sarah Smith, CVS Caremark  
Mr. Troy Tomita, Kaiser  
Ms. Danelle Jones, UHC

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/

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Virginia Pressler, Chairperson

APPROVED on November 3, 2016.

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Benefits Committee Meeting

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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)
3. Brand Step Therapy Program Report by CVS dated 9/26/16. (15 pages)
4. 2017 Standard Formulary Report by CVS dated 9/26/16. (20 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)