I. CALL TO ORDER

The special meeting of the Board of Trustees was called to order at 1:13 p.m. by Trustee Katherine Thomason, Chairperson, in Conference Room 1935, City Financial Tower, 201 Merchant Street, Honolulu, Hawaii, on Wednesday, June 1, 2005.

II. EXECUTIVE SESSION

MOTION was made to move into Executive Session at 1:13 p.m., with respect to the negotiation of carrier rates and possible amendment of carrier contracts: (a) to deliberate or make a decision upon a matter that requires the consideration of information that must be kept confidential pursuant to state or federal law; (b) to consult with the board's attorney on questions and issues pertaining to the board's powers, duties, privileges, immunities, and liabilities; and/or (c) to deliberate concerning the authority of persons designated by the board regarding the negotiation of such rates and contract amendments. (Radcliffe/Miyake) The motion passed unanimously. Employer Trustees-5/Employee-Beneficiary Trustees-4)

Trustee Lewis left at 2:55 p.m.

MOTION was made to move out of Executive Session. (Miyake/Befitel) The motion passed unanimously. Employer Trustees-5/Employee-Beneficiary Trustees-3)
Board meeting recessed at 3:00 p.m. and will reconvene on Wednesday, June 8, 2005, 1:00 p.m. at City Financial Tower, 201 Merchant Street, room 1935.

Documents Distributed: None
I. CALL TO ORDER

The special meeting of the Board of Trustees was reconvened at 1:06 p.m. by Trustee Katherine Thomason, Chairperson, in Conference Room 1935, City Financial Tower, 201 Merchant Street, Honolulu, Hawaii, on Wednesday, June 8, 2005.

II. EXECUTIVE SESSION

MOTION was made to move into Executive Session for the purposes stated in the agenda at 1:06 p.m. (Radcliffe/Lewis) The motion passed unanimously. (Employer Trustees-3/Employee-Beneficiary Trustees-4)

Trustees Befitel and Recktenwald arrived at 1:10 p.m.
MOTION was made to move out of Executive Session. (Lewis/Radcliffe) The motion passed unanimously. Employer Trustees-5/Employee-Beneficiary Trustees-4)

Executive Session adjourned at 1:38 p.m.

Executive Session Report:

1. Approved a motion to direct the EUTF administrator, consultant, and deputy attorney general to draft a proposed amendment to the HMSA contract calling for one or more premium holidays during the 2005-06 plan year for active employee health plans only and to present the amendment for Board approval at the next Board meeting.

2. Approved a motion for a rate reduction for the HMSA retiree plans in conformance with the applicable terms discussed with Mr. Garner in the executive session on June 1, 2005.

   A press release regarding retirees will be prepared for consideration at the next Board meeting.

III. FUTURE AGENDA ITEMS AND NEXT MEETING DATE

   Regular Board meeting scheduled for Wednesday, June 22, 2005, 8:30 a.m., City Financial Tower, 201 Merchant Street, room 1935.

IV. ADJOURNMENT

   MOTION was made to adjourn the regular meeting. (Watanabe/Lewis) The motion passed unanimously. (Employer trustees-5/Employee-Beneficiary trustees-4)

   The meeting was adjourned at 1:40 p.m.

   Respectfully submitted,

       /s/

       Gerald Machida, Secretary-Treasurer

APPROVED on August 24, 2005.