I. CALL TO ORDER

The meeting of the Board of Trustees was called to order at 9:06 a.m. by Chairperson Christian Fern, in the Hawaii Employer-Union Health Benefits Trust Fund (EUTF) Board Room, 201 Merchant Street, Suite 1700, Honolulu, Hawaii, on Tuesday, July 30, 2019.


The Board reviewed the draft minutes of June 25, 2019.

MOTION was made and seconded to approve the minutes of June 25, 2019 as circulated. (Curriivan Musto/Murakami) The motion passed unanimously. (Employer Trustees-3/Employee-Beneficiary Trustees-5)

III. EXECUTIVE SESSION

MOTION was made and seconded for the Board to move into Executive Session at 9:08 a.m. (Johnston/Curriivan Musto) The motion passed unanimously. (Employer
Trustees-3/Employee-Beneficiary Trustees-5)

The regular meeting recessed at 9:40 a.m. and reconvened from Executive Session at 9:44 a.m.

Chairperson Fern reported that the Board performed the following in Executive Session:
1. Approved Executive Session minutes of June 25, 2019.
2. Authorized EUTF staff to contract with outside legal counsel to assist with procurement of a new benefits administration system.

IV. BENEFITS COMMITTEE REPORT
A. Opioid Management Strategy for Children and Adolescents
   Mr. Derek Mizuno summarized the Benefits Committee Report recommendation. Trustee Celeste Nip asked if more than three-day supply was needed, how would the member obtain the additional pills. Sandra Benevides, CVS, noted that certain conditions are excluded from the three-day limit and there is a prior authorization process.

   MOTION was made and seconded to approve the Benefits Committee’s recommendation to adopt the CVS Opioid Management Program for Children and Adolescents for the EUTF active employees and non-Medicare retiree prescription drug plans effective November 1, 2019. (Elefante/Murakami) The motion passed unanimously. (Employer Trustees-4/Employee-Beneficiary Trustees-5)

B. SilverScript/HMSA Coverage of Diabetic Supplies under Medicare
   Mr. Mizuno summarized the presentations made to the Benefits Committee by SilverScript, HMSA and Segal regarding coverage of diabetic supplies under Medicare Part B and the HMSA medical plan. There is no recommendation from the Benefits Committee.

V. REPORTS
A. Segal
   1. Five-Year Rate Projection with Approved 2020 Retiree Rates
      Mr. Tom Morrison presented the Five-Year Rate Projection with Approved 2020 Retiree Rates. Trustee Celeste Nip asked how the actual 2020 retiree rates compared with the previous projection. Mr. Morrison noted that the HMSA 2020 retiree rates approximated the projections while the Kaiser 2020 retiree rates were significantly less than projections.

B. Administrator
   1. Meetings with legislators and unions
   2. Public engagement
   3. 2019 Active Open Enrollment Plan Movement
      Mr. Mizuno summarized the continued move from higher cost/benefit to lower cost/benefit plans and with greater magnitude for bargaining unit 12 (SHOPO) because of the premium increase.
C. EUTF Managers’, Program Specialist and Benefits Audit Specialist Reports
   1. Member Services Branch (MSB)
      a. MSB Data
      b. MSB Staffing Update
      c. Carrier Reports

   2. Information Systems (IS)
      a. EUTF New Benefits Administration System (BAS) Project
      b. V3 Benefits Administration System (V3 BAS) Modified Phase II (Employer File Feed)
      c. HIC to MBI Number Conversion
      d. ISB Staff Update
      e. Enrollment Counts

   3. EUTF Benefits Audit Specialist Report
      a. Audits Currently in Progress
      b. Additional Audits to be Initiated by 12/31/19
      c. Completed and Recurring Audits

   4. EUTF Program Specialist Report
      a. Worksite wellness
      b. Preventive health
      c. Chronic disease management

   5. Financial Services Branch (FSB)
      a. FSB Performance Data
      b. Management Letter Corrective Action Plan Status
      c. EUTF Collections
      d. FSB Staffing Update
      e. 2019 Financial Audit
      f. Financial Statements as of May 31, 2019

D. Carrier Reports
   1. CVS Caremark
   2. SilverScript

   3. Hawaii Dental Service (HDS)
      Trustee Linda Currivan Musto commended HDS on their participation in the June 1, 2019 Keiki Summer Fest at the Kauai Marriott Resort.

Hawaii Mainland Administrators (HMA)

   5. Hawaii Medical Service Association (HMSA)
      Trustee Currivan Musto commended HMSA for their participation in the 2019 HMSA Kaimana Awards & Scholarships Program on June 8, 2019.

   6. Kaiser Health Foundation
Trustee Curivan Musto commended Kaiser for their awards from the American Heart Association, pledge to the University of Hawaii at Manoa John A. Burns School of Medicine (JABSOM) for five four-year scholarships, and new imaging suite.

7. Securian
8. USAble Life
9. Vision Service Plan (VSP)
   Trustee Curivan Musto commended VSP on the opening of their first two EyeConic retail stores and the acquisition of Visionworks.

Ms. Mae Kishimoto, HSTA-R, asked Mr. Raymond Kan if the EUTF owned their data. Mr. Kan replied that the EUTF owns its data.

VII. NEXT MEETING DATE
The next Board meeting is on Tuesday, August 27, 2019 at 9:00 a.m. – Administrative, Benefits and Investment Committee Reports.

VIII. ADJOURNMENT
MOTION was made and seconded for the Board to adjourn the meeting at 10:10 a.m. (Murakami/Curivan Musto) The motion passed unanimously. (Employer Trustees-4/Employee-Beneficiary Trustees-5)

Respectfully submitted,

/s/

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Christian Fern, Secretary-Treasurer

APPROVED on August 27, 2019.

Documents Distributed:
1. Draft Board Minutes of 6/25/19. (5 pages)
2. Memorandum to BOT from Benefits Committee Regarding Benefits Committee Report dated 7/29/19. (1 page)
3. Administrators Monthly Report to the Board from June 2019-July 2019 dated 7/19/19. (9 pages)
4. Memorandum to BOT from Member Services Branch Manager Regarding June 2019-July 2019 Member Services Operations Report dated 7/19/19. (6 pages)
6. Memorandum to Administrator from EUTF Benefits Audit Specialist Regarding June 2019-July 2019 EUTF Benefits Audit Specialist Report dated 7/19/19. (2 pages)
7. Memorandum to Administrator from EUTF Program Specialist Regarding June 2019-July 2019 EUTF Program Specialist Report dated 7/19/19. (4 pages)
11. HDS Monthly Carrier Report for June 2019 dated 7/10/19. (2 pages)
12. HMA Monthly Carrier Report for June 2019 dated 7/1/19. (2 pages)
17. VSP Monthly Carrier Report for June 2019 dated 7/10/19. (5 pages)