

HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
Minutes of the Administrative Committee Meeting
Tuesday, June 18, 2024

TRUSTEES PRESENT

Ms. Audrey Hidano, Chairperson
Mr. James Wataru, Vice Chairperson

Mr. Wesley Machida (via video conference)
Mr. Osa Tui (via video conference)

TRUSTEES ABSENT

Mr. Christian Fern
Ms. Maureen Wakuzawa

Mr. Ryan Yamane
Mr. Robert Yu

ATTORNEY

Mr. Michael Chambrella, Deputy Attorney General

EUTF STAFF

Mr. Derek Mizuno, Administrator
Ms. Desiree Yamauchi
Ms. Katie Matsushima

Ms. Jessica McDonald
Mr. Todd Nishida
Ms. Lara Nitta (via video conference)

OTHERS PRESENT (via video conference)

Ms. Sandra Benevides, CVS
Mr. Ty Bowers, CVS
Mr. Thomas England, Kaiser
Ms. Mary Fedor, Segal Consulting
Ms. Samantha Furutani, CVS

Ms. Monica Kim, VSP
Mr. Chris Letoto, HMSA
Mr. Stephen Murphy, Segal Consulting
Mr. Kurt Neuenfeld, CVS
Mr. Troy Tomita, Kaiser

I. CALL TO ORDER

The meeting of the Administrative Committee was called to order at 9:00 a.m. by Trustee Audrey Hidano, Chairperson, in the EUTF Board Room, 201 Merchant Street, Suite 1700, Honolulu, Hawaii, on Tuesday, June 18, 2024.

II. REVIEW OF MINUTES – November 16, 2023

The Committee reviewed the draft minutes of November 16, 2023.

MOTION was made and seconded to approve the minutes of November 16, 2023, as circulated. (Wataru/Machida) The motion passed unanimously. (Employer Trustees-2/Employee-Beneficiary Trustees-2)

III. NEW BUSINESS

A. Proposed EUTF Administrative Rule Changes

Ms. Katie Matsushima summarized the proposed EUTF Administrative Rule changes.

MOTION was made and seconded to recommend to the Board approval of the EUTF staff proposed EUTF Administrative Rule changes. (Wataru/Machida) The motion passed unanimously. (Employer Trustees-2/Employee-Beneficiary Trustees-2)

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B. Strategic Plan Update as of December 31, 2023

Mr. Derek Mizuno provided an update on the Strategic Plan as of December 31, 2023 noting that this update focuses on Goal 2 to reduce by 10% the projected actuarial accrued liability at July 1, 2025 and the projected annual required contributions for the period July 1, 2027 through June 30, 2044 from the July 1, 2021 actuarial valuation. The projection from the July 1, 2023 actuarial valuation shows EUTF meeting the goal. Based on preliminary estimates of the January 1, 2025 retiree premiums, the July 1, 2024 actuarial valuation may have an actuarial gain related to healthcare premiums. Trustee Wesley Machida asked for projections from the actuary to maintain the same annual required contributions for the State while shortening the amortization period.

IV. EXECUTIVE SESSION

MOTION was made and seconded to move into Executive Session at 9:17 a.m.

(Wataru/Machida) The motion passed unanimously. (Employer Trustees-2/Employee-Beneficiary Trustees-2)

The regular meeting reconvened from Executive Session at 9:42 a.m.

Chairperson Hidano reported that during Executive Session, the Board:

- Discussed a personnel matter.
- Reviewed and discussed the August 17, 2023 minutes.

MOTION was made and seconded to approve the Executive Session minutes of August 17, 2023, as circulated. (Wataru/Machida) The motion passed unanimously. (Employer Trustees-2/Employee-Beneficiary Trustees-2)

V. NEXT MEETING – August 2024

VI. ADJOURNMENT

MOTION was made and seconded to adjourn the meeting at 9:45 a.m. (Wataru/Machida)

The motion passed unanimously. (Employer Trustees-2/Employee-Beneficiary Trustees-2)

APPROVED on August 22, 2024.

DOCUMENTS DISTRIBUTED:

1. Draft Administrative Committee Minutes of November 16, 2023. (3 pages)
2. Memorandum to EUTF Administrative Committee from EUTF Eligibility Specialist, regarding Proposed EUTF Administrative Rule Changes, dated July 18, 2024. (13 pages)
3. Memorandum to EUTF Administrative Committee from Administrator, regarding Status Update on Strategic Plan July 1, 2021 – June 30, 2025, dated June 13, 2024, Redacted Version. (10 pages)