

HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
Minutes of the Board of Trustees
Tuesday, June 25, 2002

TRUSTEES PRESENT

Mr. Sam Callejo, Chairperson	Mr. Willard Miyake
Mr. James Williams, Secretary-Treasurer	Ms. Kathryn Matayoshi
Mr. Gerald Machida	Mr. Davis Yogi
Mr. Neal Miyahira	

TRUSTEES ABSENT

Ms. Audrey Hidano, Vice-Chairperson
Ms. Joan Lewis
Mr. Clifford T. Uwaine

ATTORNEY

Mr. Brian Aburano, Deputy Attorney General

HEUHBTF STAFF

Mr. Tracy Ban	Ms. Wanda Kimura
Ms. Lynette Fukunaga	Mr. Gary Sanehira
Ms. Shirley Kawamoto	Ms. Karen Tom

OTHERS PRESENT

Ms. Monica Engle, VSP
Ms. Ruth Kim, HSTA-Retirees
Mr. Maurice Morita, HSTA (Arrived after 9 a.m.)

I. CALL TO ORDER

Quorum being present, the regular meeting of the Board of Trustees was called to order at 8:37 a.m. by Trustee Sam Callejo, Chairperson, in Executive Office on Aging Conference Room, 4th Floor, No. 1 Capitol District Building, 250 South Hotel Street, Honolulu, Hawaii, on Tuesday, June 25, 2002.

ANNOUNCEMENTS

The Chair noted that Trustee Hidano is out-of-state and Trustee Uwaine notified staff that he was unable to attend the meeting. Trustee Lewis would be arriving at about 9 a.m. for Executive Session.

II. APPROVAL OF MINUTES

MOTION was made to approve the minutes of May 28, 2002 as submitted. (Matayoshi/Miyake) The motion was unanimously passed. (Employer trustees 4/Employee-Beneficiary trustees 3)

MOTION was made to approve the minutes of June 14, 2002 as submitted. (Miyake/Matayoshi) The motion was unanimously passed. (Employer trustees 4/Employee-Beneficiary trustees 3)

III. UNFINISHED BUSINESS

A. Proposed Amendment to Board of Trustees Operating Rules

General written comments were received from University of Hawaii that were not specific to the proposed amendments; recommendation made to refer to the Rules Committee. The Department of Human Resources Development provided written “no comments”; verbal “no comments” were received from Hawaii Government Employees Association and Hawaii Fire Fighters Association in response to the consultation on the proposed amendment to the Board of Trustees Operating Rule 4(c).

MOTION to adopt the amendment to Board of Trustees Operating Rule 4(c) on behalf of the Rules Committee was made by Trustee Yogi. The motion was passed unanimously. (Employer trustees 4/Employee-Beneficiary trustees 3)

IV. NEW BUSINESS

A. HEALTH BENEFIT CONSULTING SERVICES SOLICITATION

Without objections, Item IV.A. will be considered at the end of the Board meeting.

V. COMMUNICATIONS FROM THE PUBLIC AND INPUT FROM ATTENDEES

In response to Ms. Engle’s query, the Chair advised her that the Board would tentatively reconvene at 3:30 p.m. in Conference Room 306. The selection of the benefits plan consultant will be posted on the website.

Ms. Kim had a question on benefits. The retirees are concerned about a portion of Act 88, relating to the duplication of benefits and possible increase in out-of-pocket costs for Medicare eligible retirees. It was explained that Act 89, SLH 2001, effective July 1, 2002 contains similar provisions. The intent was to equalize benefits for pre- and post-65 retirees. Staff was requested to follow-up with the PEHF and include this matter as a transition issue.

VI. FUTURE AGENDA ITEMS AND NEXT MEETING DATE

The next Board meeting is scheduled for Tuesday, July 9, 2002, at 9 a.m., in the Executive Office on Aging Conference Room, 4th Floor, No. 1 Capitol District Building.

MOTION was made to enter into Executive Session. (Matayoshi/Williams) The motion was passed unanimously. (Employer trustees 4/Employee-Beneficiary trustees 3)

RECESS: 8:58 a.m. to 9:05 a.m.

MOTION was made to go out of Executive Session. (Williams/Matayoshi) The motion was passed unanimously. (Employer trustees 4/Employee-Beneficiary trustees 4 – Trustee Uwaine left the meeting at 4:25 p.m.)

The Chair announced (Note: Ms. Engle was the only member of the public that returned to the regular meeting) that Garner Consulting was selected as the Trust Fund's benefits plan consultant.

VII. ADJOURNMENT

MOTION was made to adjourn the regular meeting. (Yogi/Williams) The motion was passed unanimously.

The meeting was adjourned at 4:27 p.m.

Respectfully submitted,

James Williams, Secretary-Treasurer

APPROVED on July 23, 2002.

Documents Distributed:

1. Minutes of May 28, 2002. (6 pages)
2. Minutes of June 14, 2002. (8 pages)
3. Proposed Amendment to Board of Trustees Operating Rules. (2 pages)
4. Letter from University of Hawaii dated June 21, 2002 regarding Amendment to the HEUHBTF Board of Trustees Operating Rules. (2 pages)
5. Letter from Marsh regarding Marsh Privacy Policy Notice (distributed to Trustees only). (2 pages)
6. Approved Minutes of May 14, 2002. (7 pages)