A BILL FOR AN ACT

RELATING TO THE HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. Section 87A-5, Hawaii Revised Statutes, is					
2	amended to read as follows:					
3	"§87A-5 Composition of board. (a) The board of trustees					
4	of the employer-union health benefits trust fund shall consist					
5	of [ten] trustees appointed [by the governor] in accordance with					
6	the following procedure:					
7	(1) [Five] Six trustees[, one of whom shall represent					
8	retirees, to represent employee-beneficiaries and to					
9	be selected as follows:					
10	[-(A) Three trustees shall be appointed from a list of					
11	two nominees per trustee selected by each of the					
12	three exclusive representative organizations that					
13	have the largest number of employee					
14	beneficiaries;					
15	(B) One trustee shall be appointed from a list of two					
16	nominees selected by mutual agreement of the					

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1			remaining exclusive employee representative
2			organizations; and
3		(C)	One trustee representing retirees shall be
4			appointed from a list of two nominees selected by
5			mutual agreement of all eligible exclusive
6			representatives; and
7	(2)	Five	trustees to represent public employers.
8		(A)	One trustee to be appointed by the exclusive
9			bargaining representative for bargaining units 2,
10			3, 4, 6, 8, 9 and 13;
11		<u>(B)</u>	One trustee to be appointed by the exclusive
12			bargaining representative for bargaining unit 5;
13		<u>(C)</u>	One trustee to be appointed by the exclusive
14			bargaining representative for bargaining unit 7;
15		<u>(D)</u>	One trustee to be appointed by the exclusive
16			bargaining representative for bargaining units 1
17			and 10;
18		<u>(E)</u>	One trustee to be appointed by the exclusive
19			bargaining representative for bargaining unit 11;
20			and

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1		<u>(F)</u>	One trustee to be appointed by the exclusive
2			bargaining representative for bargaining unit 12;
3		prov	ided that all trustees shall serve at the pleasure
4		of t	he appointing exclusive bargaining representative;
5		<u>and</u>	
6	(2)	Six	trustees, five to represent public employers and
7		one	to represent retiree beneficiaries, as follows:
8		(A)	One trustee shall be appointed by the governor to
9			represent the State of Hawaii administration;
10		<u>(B)</u>	One trustee shall be appointed by the governor
11			from a nominee submitted by the University of
12			Hawaii board of regents;
13		(C)	One trustee shall be appointed by the governor
14			from a nominee submitted by the board of
15			education;
16		(D)	One trustee shall be appointed by the mayor of
17			the city and county of Honolulu;
18		(E)	One trustee shall be appointed by at least two
19			county mayors from the county of Hawaii or Maui
20			or Kauai. The two remaining counties shall have
21			an alternate as a trustee to sit in the absence

1	of a county or city and county regular trustee;
2	and
3	(F) One trustee shall be appointed by the governor to
4	represent retiree beneficiaries;
5	provided that all trustees shall serve at the pleasure
6	of the appointing authority.
7	(b) Section 26-34 shall not apply to board member
8	selection and terms. Notwithstanding any other provision of
9	this section, no exclusive representative of a bargaining unit
10	that sponsors or participates in a voluntary employee
11	beneficiary association shall be eligible to select nominees or
12	to be represented by a trustee on the board.
13	(c) As used in this section, the term "exclusive
14	representative" shall have the same meaning as in section 89-2."
15	SECTION 2. Section 87A-11, Hawaii Revised Statutes, is
16	amended to read as follows:
17	"[$+$]\$87A-11[$+$] Quorum; board actions; voting. (a) [\pm ix]
18	Eight trustees, [three] four of whom represent the public
19	employer and [three] four of whom represent employee-
20	beneficiaries, shall constitute a quorum for the transaction of
21	business.

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- 1 (b) Trustees representing the public employers shall
- 2 collectively have one vote. Trustees representing the employee-
- 3 beneficiaries shall collectively have one vote.
- 4 For any vote of the trustees representing the public
- 5 employers to be valid, [three] four of these trustees must
- 6 concur to cast such a vote. In the absence of such concurrence,
- 7 the trustees representing the public employers shall be deemed
- 8 to have abstained from voting.
- 9 For any vote of the trustees representing the employee-
- 10 beneficiaries to be valid, [three] four of these trustees must
- 11 concur to cast such a vote. In the absence of such concurrence,
- 12 the trustees representing the employee-beneficiaries shall be
- 13 deemed to have abstained from voting.
- 14 An abstention shall not be counted as either a vote in
- 15 favor or against a matter before the board.
- 16 (c) Any action taken by the board shall be by the
- 17 concurrence of at least two votes. In the event of a tie vote
- 18 on any motion, the motion shall fail. Upon the concurrence of
- 19 [six] eight trustees, the board shall participate in dispute
- 20 resolution."

- 1 SECTION 3. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 4. This Act shall take effect on January 7, 2059.

Report Title:

Hawaii Employer-union Health Benefits Trust Fund; Board of Trustees; Membership; Quorum

Description:

Amends the composition, appointing authorities, and quorum requirements of the EUTF board of trustees. Effective January 7, 2059. (SD1)

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