

MINUTES OF THE REGULAR MEETING OF THE
BOARD OF TRUSTEES OF THE EMPLOYEES' RETIREMENT SYSTEM
OF THE STATE OF HAWAII

MARCH 9, 2020

CITY FINANCIAL TOWER
201 MERCHANT STREET, SUITE 1200
HONOLULU, HAWAII 96813

Trustees present: Mr. Emmit Kane, Chair
Mr. Jerome Rauckhorst, Vice Chair
Mr. Vincent Barfield
Dr. Catherine Chan
Mr. Craig Hirai
Dr. Genevieve Ley
Mr. Wesley Machida
Mr. Bennett Yap

Staff present: Mr. Thomas Williams, Executive Director
Ms. Kanoe Margol, Deputy Executive Director
Mr. Bart Asato, Program Specialist
Mr. Karl Kaneshiro, Retirement Benefits Manager
Ms. Nenita Morales, General Professionals
Ms. Shirlyn Young, General Professionals
Ms. Elizabeth Burton, Chief Investment Officer (by telephone)
Mr. Aaron Au, Investment Officer – Illiquid Markets
Mr. Anthony Goo, Investment Officer – Liquid Markets
Mr. Howard Hodel, Investment Officer – Risk Management
Mr. David Okamoto, Investment Officer – Credit Markets
Mr. Ian Wetzal, Investment Officer
Mr. Andrew Chen, Investment Specialist
Ms. Gerri Konishi, Member Home Loan Assistant
Ms. Diana Gomes, Secretary
Ms. Dale Kehau Kanae, Recording Secretary
Ms. Lori Kim, Secretary

Attorneys present: Mr. Ivan Torigoe, Deputy Attorney General
Ms. Elmira Tsang, Deputy Attorney General
Mr. Clayton Zane, Deputy Attorney General

Guests present: Mr. Colin Bebee, Meketa Investment Group, Inc.
Mr. Neil Rue, Meketa Investment Group, Inc.
Mr. Chae Hong, Townsend Group, an Aon Company

QUORUM/CALL TO ORDER A quorum being present (Vice Chair Rauckhorst, Trustees Barfield, Chan, Ley, Machida, and Yap), until Chair Kane's arrival, Vice Chair Rauckhorst, called the regular meeting of the Board of Trustees (Board) of the Employees' Retirement System of the State of Hawaii (ERS) to order at 9:04 a.m.

PUBLIC COMMENT Vice Chair Rauckhorst called for public comment. There were no public present, therefore no public comment.

RECESS Vice Chair Rauckhorst called for a recess at 9:04 a.m. and announced that the meeting would reconvene following the conclusion of the Chapter 91 Proceedings and the Investment Committee Meeting.

(All in attendance left the meeting except for the Board; Deputy Attorneys General, Ivan Torigoe, Elmira Tsang, and Clayton Zane; Executive Director Thomas Williams; Deputy Executive Director Kanoe Margol).

RECONVENE

A quorum being present (Vice Chair Rauckhorst, Trustees Barfield, Chan, Ley, Machida, and Yap), Vice Chair Rauckhorst reconvened the meeting at 9:58 a.m.

EXECUTIVE DIRECTOR'S REPORT

Executive Director (ED) Williams gave an oral presentation of his report and discussed as follows:

- Trustees Yap and Hirai participated in a ERS Orientation given by Branch Managers and Deputy Attorneys General. Trustee Yap thanked the staff informing the Board that the orientation was very educational and provided a lot of useful information.
- ERS will serve as a beta tester of the product, Board Smart, a Governance e-Learning Resource provided by Funston Advisory Services.
- Liability Insurance for Trustees, Directors, and Officers regarding protection from lawsuits. Deputy Attorney General (DAG) Torigoe reported that HRS §26-35.5 specifically protects the Trustees by providing immunity from suits under Hawaii law. It was also noted that Boards and Commissions may be covered under the Department of Accounting and General Services. Trustee Yap shared that a representative from the Department of Accounting and General Services suggested the ERS Board look into acquiring its own insurance.
- Attended Legislative hearings regarding ERS Bills which will be presented in detail at this meeting. Information regarding the ERS budget, which includes potential and vacant positions, was shared as part of the Legislative process. The ERS staff will work more closely with the ERS Legislative Committee to communicate budget requests to State Legislators. It was recommended that the Governance Policy Committee review the communication process between ERS Staff and the Board to the Legislature.
- Contract status of consulting firms Townsend Group, an Aon Company and Meketa Investment Group, Inc. to be discussed in detail later in this meeting.
- Attended the National Association of State Retirement Administrators Winter Legislative Conference from March 1-3, 2020, in Washington, D.C. Also met with office staff of Senator Brian Schatz and Representative Ed Case regarding Federal Legislation impacting Pension Plans and a proposal on the Securities Transaction Tax and the negative effect it would have on ERS. Other regulatory issues were discussed regarding the actuarial standards of practice and their recommendations that a new measure of liability be established, as a supplement to the Unfunded Actuarial Accrued Liability.
- A Bill was introduced in the State Legislature requiring video streaming of all Board and Commission meetings which ERS opposed because of cost and lack of resources.
- Investment Office is testing access to ERS' Virtual Private Network to be able to operate remotely. Our Information Services Office is working with the State's Enterprise Technology Services so that other ERS staff are also able to work remotely in case of an emergency or impacts due to the Coronavirus. ERS Managers are working on plans to work remotely, while protecting confidential information.
- Investment Summit budget, liability related to the venue, and the uncertain conditions we face, will be discussed in detail later in the meeting.
- A Climate Change Summit will be held mid-July in Honolulu. The Governor's Office has asked ERS to provide contacts and facilitate

EXECUTIVE DIRECTOR'S
REPORT (CONT'D)

discussions with CalPERS and CalSTERS staff on ESG initiatives.

- Met with Trustee Rauckhorst to plan the next Compensation Review Committee meetings.

DEPUTY EXECUTIVE
DIRECTOR'S OPERATIONS
REPORT

Deputy Executive Director (DED) Kanoe Margol presented the written operations report and highlighted the ERS staffing vacancies and personnel related matters. DED Margol gave updates on projects of Administration and the Accounting, Information Services, and Retirement Benefits and Staff Support Branches.

The Board inquired as to whether there is any liability to the ERS on pending finalized cases over 6 months old? An answer was not readily available and will be researched and reported back on. The Board requested that, at the next meeting, the Hawaii Informational Portal payroll reporting be an agenda item.

Vice Chair Rauckhorst announced that the New Business agenda items would be taken out of order, starting with item No. 2, 3, then 1.

LEGISLATIVE PROPOSALS
RELATING TO THE
EMPLOYEES'
RETIREMENT SYSTEM
FOR THE 2020
LEGISLATIVE SESSION

Program Specialist (PS) Bart Asato, presented on behalf of the Legislative Committee an oral and written report to the Board on legislative proposals relating to the Employees' Retirement System for the 2020 Legislative Session.

PS Asato reviewed the status of the lists of ERS-Initiated, -Related, and Investment Related Bills as of March 5, 2020. See attached lists (Attachment A).

(Chair Kane entered the meeting at 11:06 a.m., Trustee Hirai entered the meeting at 11:09 a.m.).

BUDGET RELATING TO
THE EMPLOYEES'
RETIREMENT SYSTEM
2020 INVESTMENT
SUMMIT, AND TERMS
AND CONDITIONS OF
VENUE CONTRACT

Chief Investment Officer (CIO) Elizabeth Burton, presented an oral and written report to the Board regarding the Budget Relating to the Employees' Retirement System 2020 Investment Summit and Terms and Conditions of Venue Contract.

CIO Burton and ED Williams discussed with the Board that the Summit will be held at the Andaz Maui Wailea Resort (Andaz) on July 22-24, 2020, the total estimated cost is \$53,840, and the potential registration fee for each external attendee is \$1,450.00. Deputy Attorney General Ivan Torigoe discussed and requested the Board's authorization for ERS to agree to limits of liability required by Andaz, and noted liquidated damages that might apply to ERS if attendance fell short of estimates.

Based on the current conditions, the Board is requesting the right to cancel with Andaz, 60-days prior to the start of the conference, should there be a lack of attendees.

On a motion made by Trustee Barfield, seconded by Vice Chair Rauckhorst, and unanimously carried, the Board approved the estimated budget as presented and also agree to limits of liability required by Andaz as presented.

2020 EMPLOYEES'
RETIREMENT SYSTEM
BOARD COMMITTEE
ASSIGNMENTS

Chair Kane presented and discussed with the Board revised Committee assignments noting that Chairs of the Committees would serve on the Governance Policy Committee. (Attachment B). Chair Kane also noted that after July, the Investment Committee members will also be revised.

On a motion made by Trustee Barfield, seconded by Vice Chair Rauckhorst, and unanimously carried, the Board approved the revised Committee assignments as presented.

ENTER EXECUTIVE
SESSION

On a motion made by Vice Chair Rauckhorst, seconded by Trustee Barfield, and unanimously carried, the Board entered into Executive Session at 11:12 a.m.

(All public present exited the meeting).

EXECUTIVE SESSION

- Pursuant to HRS § 88-27.5(a)(1) and HRS § 92-5(a)(4), to conduct discussions and deliberations relating to, and if appropriate, to make a decision on investments or prospective investments by the system that require the consideration of information or records that are exempt from disclosure under HRS Chapter 92F, including information and records that are proprietary information or confidential business information, and to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities with respect to a private equity investment advised by Hamilton Lane; appropriate action.
- Pursuant to HRS § 88-27.5(a)(1), and HRS § 92-5(a)(4), to conduct discussions and deliberations relating to, and if appropriate, to make a decision on investments or prospective investments by the system that require the consideration of information or records that are exempt from disclosure under HRS Chapter 92F, including information and records that are proprietary information or confidential business information, and to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities with respect to a Private Investment; appropriate action.
- Pursuant to HRS § 88-27.5(a)(1), and HRS § 92-5(a)(4), to conduct discussions and deliberations relating to, and if appropriate, to make a decision on investments or prospective investments by the system that require the consideration of information or records that are exempt from disclosure under HRS Chapter 92F, including information and records that are proprietary information or confidential business information, and to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities with respect to the Employees' Retirement System's Real Estate Investment Consultant; appropriate action.
- Pursuant to HRS § 88-27.5(a)(1), and HRS § 92-5(a)(4), to conduct discussions and deliberations relating to, and if appropriate, to make a decision on investments or prospective investments by the system that require the consideration of information or records that are exempt from disclosure under HRS Chapter 92F, including information and records that are proprietary information or confidential business information, and to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities with respect to the Employees' Retirement System's Investment Consultant; appropriate action.
- Pursuant to HRS § 88-27.5(a)(2) and HRS § 92-5(a)(4) to conduct discussion and deliberations or to make decisions relating to procurements that are exempt from Chapter 103D to the same extent that the discussion, deliberation and decision would be required to be conducted or made confidentially if the procurement were subject to Chapter 103D; and consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities relating to Terms and Conditions of Purchase of Investment Information Research Services, and, if appropriate, to make related decisions.
- Pursuant to HRS § 92-5(a)(4), and (a)(6) to consider and consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities regarding Retirement Benefits

EXECUTIVE SESSION
(CONT'D)

EXECUTIVE SESSION,
PURSUANT TO HRS § 88-
27.5(a)(1) AND HRS § 92-5(a)(4),
TO CONDUCT DISCUSSIONS
AND DELIBERATIONS
RELATING TO, AND IF
APPROPRIATE, TO MAKE A
DECISION ON INVESTMENTS
OR PROSPECTIVE
INVESTMENTS BY THE
SYSTEM THAT REQUIRE THE
CONSIDERATION OF
INFORMATION OR RECORDS
THAT ARE EXEMPT FROM
DISCLOSURE UNDER HRS
CHAPTER 92F, INCLUDING
INFORMATION AND RECORDS
THAT ARE PROPRIETARY
INFORMATION OR
CONFIDENTIAL BUSINESS
INFORMATION, AND TO
CONSULT WITH THE BOARD'S
ATTORNEYS ON QUESTIONS
AND ISSUES PERTAINING TO
THE BOARD'S POWERS,
DUTIES, PRIVILEGES,
IMMUNITIES, AND LIABILITIES
WITH RESPECT TO A PRIVATE
EQUITY INVESTMENT
ADVISED BY HAMILTON
LANE; APPROPRIATE ACTION

EXECUTIVE SESSION,
PURSUANT TO HRS § 88-
27.5(a)(1), AND HRS § 92-5(a)(4),
TO CONDUCT DISCUSSIONS
AND DELIBERATIONS
RELATING TO, AND IF
APPROPRIATE, TO MAKE A
DECISION ON INVESTMENTS
OR PROSPECTIVE
INVESTMENTS BY THE
SYSTEM THAT REQUIRE THE
CONSIDERATION OF
INFORMATION OR RECORDS
THAT ARE EXEMPT FROM
DISCLOSURE UNDER HRS
CHAPTER 92F, INCLUDING
INFORMATION AND RECORDS
THAT ARE PROPRIETARY
INFORMATION OR
CONFIDENTIAL BUSINESS
INFORMATION, AND TO
CONSULT WITH THE BOARD'S
ATTORNEYS ON QUESTIONS
AND ISSUES PERTAINING TO
THE BOARD'S POWERS,

Branch; report and update.

- Pursuant to HRS § 92-5(a)(4), to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties, privileges, immunities and liabilities, and status with respect to Securities Litigation and Potential Securities Litigation; appropriate action.

DUTIES, PRIVILEGES,
IMMUNITIES, AND
LIABILITIES WITH RESPECT
TO A PRIVATE INVESTMENT;
APPROPRIATE ACTION

(All consultants were excused from the meeting prior to the next agenda item.)

EXECUTIVE SESSION,
PURSUANT TO HRS § 88-
27.5(a)(1), AND HRS § 92-5(a)(4),
TO CONDUCT DISCUSSIONS
AND DELIBERATIONS
RELATING TO, AND IF
APPROPRIATE, TO MAKE A
DECISION ON INVESTMENTS
OR PROSPECTIVE
INVESTMENTS BY THE
SYSTEM THAT REQUIRE THE
CONSIDERATION OF
INFORMATION OR RECORDS
THAT ARE EXEMPT FROM
DISCLOSURE UNDER HRS
CHAPTER 92F, INCLUDING
INFORMATION AND RECORDS
THAT ARE PROPRIETARY
INFORMATION OR
CONFIDENTIAL BUSINESS
INFORMATION, AND TO
CONSULT WITH THE BOARD'S
ATTORNEYS ON QUESTIONS
AND ISSUES PERTAINING TO
THE BOARD'S POWERS,
DUTIES, PRIVILEGES,
IMMUNITIES, AND
LIABILITIES WITH RESPECT
TO THE EMPLOYEES'
RETIREMENT SYSTEM'S REAL
ESTATE INVESTMENT
CONSULTANT; APPROPRIATE
ACTION

EXECUTIVE SESSION,
PURSUANT TO HRS § 88-
27.5(a)(1), AND HRS § 92-5(a)(4),
TO CONDUCT DISCUSSIONS
AND DELIBERATIONS
RELATING TO, AND IF
APPROPRIATE, TO MAKE A
DECISION ON INVESTMENTS
OR PROSPECTIVE
INVESTMENTS BY THE
SYSTEM THAT REQUIRE THE
CONSIDERATION OF
INFORMATION OR RECORDS
THAT ARE EXEMPT FROM
DISCLOSURE UNDER HRS
CHAPTER 92F, INCLUDING
INFORMATION AND RECORDS
THAT ARE PROPRIETARY
INFORMATION OR
CONFIDENTIAL BUSINESS
INFORMATION, AND TO

CONSULT WITH THE BOARD'S ATTORNEYS ON QUESTIONS AND ISSUES PERTAINING TO THE BOARD'S POWERS, DUTIES, PRIVILEGES, IMMUNITIES, AND LIABILITIES WITH RESPECT TO THE EMPLOYEES' RETIREMENT SYSTEM'S INVESTMENT CONSULTANT; APPROPRIATE ACTION

EXECUTIVE SESSION, PURSUANT TO HRS §§88-27.5(a)(2) AND 92-5(a)(4) TO CONDUCT DISCUSSION AND DELIBERATIONS OR TO MAKE DECISIONS RELATING TO PROCUREMENTS THAT ARE EXEMPT FROM CHAPTER 103D TO THE SAME EXTENT THAT THE DISCUSSION, DELIBERATION AND DECISION WOULD BE REQUIRED TO BE CONDUCTED OR MADE CONFIDENTIALLY IF THE PROCUREMENT WERE SUBJECT TO CHAPTER 103D; AND CONSULT WITH THE BOARD'S ATTORNEYS ON QUESTIONS AND ISSUES PERTAINING TO THE BOARD'S POWERS, DUTIES, PRIVILEGES, IMMUNITIES, AND LIABILITIES RELATING TO TERMS AND CONDITIONS OF PURCHASE OF INVESTMENT INFORMATION RESEARCH SERVICES, AND, IF APPROPRIATE, TO MAKE RELATED DECISIONS

EXIT EXECUTIVE SESSION

On a motion made by Vice Chair Rauckhorst, seconded by Trustee Machida, and unanimously carried, the Board exited Executive Session at 11:41 a.m.

RECESS

Chair Kane called for a lunch recess at 11:41 a.m.

RECONVENE

A quorum being present (Chair Kane, Vice Chair Rauckhorst, Trustees Barfield, Chan, Hirai, Ley, Machida, and Yap), Chair Kane reconvened the meeting at 12:06 p.m.

ENTER EXECUTIVE SESSION

On a motion made by Trustee Machida, seconded by Vice Chair Rauckhorst, and unanimously carried, the Board entered into Executive Session at 12:06 p.m.

EXECUTIVE SESSION, PURSUANT TO HRS § 92-5(a)(4), AND (a)(6) TO CONSIDER AND CONSULT WITH THE BOARD'S ATTORNEYS ON QUESTIONS AND ISSUES PERTAINING TO THE BOARD'S POWERS, DUTIES, PRIVILEGES,

IMMUNITIES, AND
LIABILITIES REGARDING
RETIREMENT BENEFITS
BRANCH; REPORT AND
UPDATE

EXECUTIVE SESSION,
PURSUANT TO HRS § 92-5(a)(4),
TO CONSULT WITH THE
BOARD'S ATTORNEYS ON
QUESTIONS AND ISSUES
PERTAINING TO THE BOARD'S
POWERS, DUTIES, PRIVILEGES,
IMMUNITIES AND
LIABILITIES, AND STATUS
WITH RESPECT TO
SECURITIES LITIGATION AND
POTENTIAL SECURITIES
LITIGATION; APPROPRIATE
ACTION

APPROVAL OF EXECUTIVE
SESSION MINUTES
– DECEMBER 9, 2019
– JANUARY 13, 2020

EXIT EXECUTIVE SESSION

On a motion made by Trustee Machida, seconded by Vice Chair Rauckhorst, and unanimously carried, the Board exited Executive Session at 12:51 p.m.

APPROVAL OF MINUTES
– DECEMBER 9, 2019
– JANUARY 13, 2020

On a motion made by Trustee Machida, seconded by Trustee Rauckhorst, and unanimously carried, the Board approved the Minutes for December 9, 2019, and January 13, 2020, as presented. However, it was noted that a correction be made to the January 13, 2020, minutes of replacing Trustee Jackie Ferguson-Miyamoto's name with Trustee Bennett Yap. Also, Trustee Chan entered the meeting at 12:00 p.m.

ADJOURNMENT

On a motion made by Trustee Machida, seconded by Trustee Rauckhorst, and unanimously carried, Chair Kane adjourned the meeting at 12:53 p.m.

REDACTED SIGNATURE

Thomas Williams
Executive Director

TW:dkik

ERS Legislation as of 03-05-2020							
	Bill No	Title	Summary	Status	Intorduced	Referred	Comp
ERS-Initiated Bills							
1	HB2312 HD1	RELATING TO QUALIFIED DOMESTIC RELATIONS ORDERS.	Clarifies benefits to alternate payees, advisory review determinations of Hawaii domestic relations orders, and the priority of multiple orders. Effective 1/1/2050. (HD1)	S 3/3/2020: Referred to LCA, JDC/WAM.	SAIKI (Introduced by request of another party)	LCA, JDC/WAM	SB2868
2	HB2314 HD1	RELATING TO EMPLOYEES' RETIREMENT SYSTEM DISABILITY RETIREMENT.	Clarifies the employees' retirement system's eligibility requirement definitions for service-connected disability and accidental death benefits. Effective 1/1/2050. (HD1)	S 3/3/2020: Referred to LCA, JDC/WAM.	SAIKI (Introduced by request of another party)	LCA, JDC/WAM	SB2870
3	SB2867 SD2	RELATING TO COMPENSATION FOR THE PURPOSES OF THE EMPLOYEES' RETIREMENT SYSTEM.	Clarifies how compensation is calculated for the purposes of retirement benefits. Effective 7/1/2050. (SD2)	H 3/3/2020: Received from Senate (Sen. Com. No. 407) in amended form (SD 2).	KOUCHI (Introduced by request of another party)	LCA, WAM	HB2311
4	SB2868 SD1	RELATING TO QUALIFIED DOMESTIC RELATIONS ORDERS.	Amendments to clarify benefits to alternate payees, advisory review determinations of Hawaii Domestic Relations Orders and the priority of multiple orders. Effective date 7/1/51. (SD1)	H 3/3/2020: Received from Senate (Sen. Com. No. 408) in amended form (SD 1).	KOUCHI (Introduced by request of another party)	LCA, JDC	HB2312
ERS -Related Bills							
5	SB2142 SD2	RELATING TO THE EMPLOYEES' RETIREMENT SYSTEM.	Allows departments more time to comply with new ERS reporting standards. Effective 7/1/2050. (SD2)	H 3/3/2020: Received from Senate (Sen. Com. No. 137) in amended form (SD 2).	KOUCHI (Introduced by request of another party)	LCA, WAM	HB1709
6	SB2866 SD2	RELATING TO THE HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND EMPLOYEE-BENEFICIARY MONTHLY CONTRIBUTIONS.	Amends section 87A-40, Hawaii Revised Statutes, to mandate that new retired employees pay their share of health benefits premiums through monthly electronic deductions from their Employees' Retirement System pension or their financial institution. Effective 7/1/2050. (SD2)	H 3/3/2020: Received from Senate (Sen. Com. No. 406) in amended form (SD 2).	KOUCHI (Introduced by request of another party)	LCA, WAM	HB2310

ERS Legislation as of 03-05-2020							
	Bill No	Title	Summary	Status	Intorduced	Referred	Comp
7	HB2485 HD1	RELATING TO HAWAII NATIONAL GUARD RETIREMENT BENEFITS.	Requires the board or trustees of the employees' retirement system to conduct a study to determine and provide retirement benefits for Hawaii national guard members who are activated under state active duty orders, and submit findings and recommendations to the legislature prior to the regular session of 2022. Appropriates funds. Takes effect on 1/1/2050. (HD1)	S 3/3/2020: Referred to LCA/PSM, WAM.	YAMANE, AQUINO	LCA/PSM, WAM	
8	HB1998 HD1	RELATING TO THE EMPLOYEES' RETIREMENT SYSTEM.	Authorizes forfeiture of certain ERS benefits, pursuant to court order, for state or county employees and designated beneficiaries who are convicted of an employment-related felony. Takes effect on 1/1/2050. (HD1)	S 3/3/2020: Referred to LCA, JDC/WAM.	OHNO, BROWER, CABANILLA ARAKAWA, CACHOLA, GATES, HASHIMOTO, HOLT, ICHIYAMA, JOHANSON, C. LEE, LOWEN, MATAYOSHI, MCKELVEY, MORIKAWA, NAKASHIMA, OKIMOTO, PERRUSO, QUINLAN, SAN BUENAVENTURA, SAY, TARNAS, THIELEN, TODD, TOKIOKA, YAMASHITA	LCA, JDC/WAM	

ERS Legislation as of 03-05-2020						
Bill No	Title	Summary	Status	Intorduced	Referred	Comp
9 SB2402 SD2	RELATING TO THE EMPLOYEES' RETIREMENT SYSTEM.	Authorizes a court to order the forfeiture of Employees' Retirement System benefits of an ERS member, former member, or retirant upon conviction of the individual for a felony related to the State or county employment of the individual. Authorizes designated beneficiaries to receive ERS benefits upon the death of the ERS member, former member, or retirant convicted of the felony. (SD2)	H 3/3/2020: Received from Senate (Sen. Com. No. 227) in amended form (SD 2).	HARIMOTO, FEVELLA, K. RHOADS, RIVIERE, RUDERMAN, Baker, S. Chang, Keith-Agaran, J.Keohokalole, Kim, Moriwaki, Nishihara, Shimabukuro, L. Thielen	LCA, JDC	
10 HB2678 HD1	RELATING TO GOVERNMENT EMPLOYEES.	Requires forfeiture of a state or county officer's or employee's compensation and fringe benefits upon a felony conviction. Takes effect on 1/1/2050. (HD1)	S 3/3/2020: Referred to LCA, WAM/JDC.	SAIKI	LCA, WAM/JDC	
11 HB2747 HD3	PROPOSING AN AMENDMENT TO ARTICLE XVI, SECTION 2, OF THE HAWAII STATE CONSTITUTION, TO AUTHORIZE THE LEGISLATURE TO REQUIRE THE FORFEITURE OR REDUCTION OF PENSION BENEFITS OF A MEMBER, FORMER MEMBER, OR RETIRANT OF THE EMPLOYEES' RETIREMENT SYSTEM WHO IS CONVICTED OF A FELONY RELATED TO THE MEMBER'S, FORMER MEMBER'S, OR RETIRANT'S EMPLOYMENT WITH THE STATE OR ANY POLITICAL SUBDIVISION THEREOF.	Proposes a constitutional amendment to article XVI, section 2, of the state constitution to authorize the legislature to enact laws to require the forfeiture or reduction of benefits of any member, former member, or retirant of the employees' retirement system who is convicted of a felony related to the member's, former member's, or retirant's employment with the State or any political subdivision thereof. Effective 7/1/2030. (HD3)	S 3/5/2020: Received from House (Hse. Com. No. 351).	C. LEE, JOHANSON, MIZUNO, NAKASHIMA, WILDBERGER, Morikawa	LAB, JUD, FIN	

ERS Legislation as of 03-05-2020							
	Bill No	Title	Summary	Status	Intorduced	Referred	Comp
12	HB1698 HD1	RELATING TO COLLECTIVE BARGAINING.	Amends bargaining unit (14). Retains state law enforcement officers under bargaining unit (14). Creates a separate bargaining unit (15) for state and county ocean safety and water safety officers. Takes effect 1/1/2050. (HD1)	S 3/3/2020: Referred to LCA, WAM.	JOHANSON, ELI	LCA, WAM	SB2251
13	SB2251	RELATING TO COLLECTIVE BARGAINING.	Amends bargaining unit (14). Retains state law enforcement officers under bargaining unit (14). Creates a separate bargaining unit (15) for state and county ocean safety and water safety officers.	H 3/3/2020: Received from Senate (Sen. Com. No. 169).	TANIGUCHI	LCA, WAM	HB1698
Investment Related Bills							
14	HB2399 HD1	RELATING TO THE MANAGEMENT OF STATE FUNDS.	Amends provisions relating to the short-term investment of state moneys, including the types of financial instruments in which state moneys may be invested. Requires annual report to the legislature. Effective 1/1/2050. (HD1)	S 3/3/2020: Referred to LCA, WAM.	SAIKI	LCA, WAM	
15	SB2697 SD1	RELATING TO TAXATION OF REAL ESTATE INVESTMENT TRUSTS.	Disallows dividends paid deduction for real estate investment trusts, except for real estate investment trusts that provide affordable housing in the State. Effective 7/1/2050. Applies to taxable years beginning after 12/31/2020. Sunsets 12/31/2023. (SD1)	H 3/3/2020: Received from Senate (Sen. Com. No. 338) in amended form (SD 1).	KEITH-AGARAN, J.KEOHOKALOLE, MORIWAKI, S. Chang, Kanuha, Kidani, Kim, Riviere, Shimabukuro	WAM	HB2605

**BOARD OF TRUSTEES OF THE
EMPLOYEES' RETIREMENT SYSTEM
OF THE STATE OF HAWAII**

OFFICERS & COMMITTEE ASSIGNMENTS

Proposed 3/9/2020

BOARD MEMBERS

Emmit Kane, Chair

Jerome (Jerry) Rauckhorst, Vice Chair

Vincent (Vince) Barfield

Catherine Chan

Craig Hirai

Genevieve (Genny) Ley

Wesley (Wes) Machida

Bennett Yap

INVESTMENT COMMITTEE

Vincent (Vince) Barfield, Chair

Catherine Chan

Craig Hirai

Emmit Kane

Genevieve (Genny) Ley

Wesley (Wes) Machida

Jerome (Jerry) Rauckhorst

Bennett Yap

ADMINISTRATIVE & AUDIT COMMITTEE

Genevieve (Genny) Ley, Chair

Wesley (Wes) Machida

Jerome (Jerry) Rauckhorst

Bennett Yap

LEGISLATIVE COMMITTEE

Catherine Chan, Chair

Craig Hirai

Emmit Kane

Bennett Yap

COMPENSATION REVIEW COMMITTEE

Jerome (Jerry) Rauckhorst, Chair

Vincent (Vince) Barfield

Wesley (Wes) Machida

Genevieve (Genny) Ley

GOVERNANCE POLICY COMMITTEE

Vincent (Vince) Barfield

Catherine Chan

Emmit Kane

Genevieve (Genny) Ley

Jerome (Jerry) Rauckhorst

KA'ANAPALI COMMITTEE (Ad Hoc)

Vincent (Vince) Barfield, Chair

Emmit Kane

Wesley (Wes) Machida