

**BOARD OF DIRECTORS
HAWAII HURRICANE RELIEF FUND (“HHRF”)
MINUTES**

Date: Tuesday, April 15, 2025

Time: 10:30 a.m. (HST)

In-Person King Kalakaua Conference Room
Meeting Location: King Kalakaua Building, First Floor
335 Merchant Street
Honolulu, HI 96813

Virtual: Zoom Meeting
Join Zoom Meeting
<https://dcca-hawaii-gov.zoom.us/j/83226189514?pwd=ZdVTM6bILRbi7dxBwcRaQIIU0Y0X3e.1>
Meeting ID: 832 2618 9514
Passcode: 004030

Video Recording: <https://youtu.be/r9LMiyJjiVk>

Members Present: Ed Haik, Chair; Leslie Door; Reina Miyamoto (via Zoom); Marie Weite (via Zoom); Gwen McDonald; Jerry Bump, Acting Insurance Commissioner, *ex officio* (7 members, 4 for quorum)

Members Excused: Michael Nonaka, Vice Chair

Staff Present: Chris Han, Deputy Attorney General; Scott Saiki (via Zoom); Jaymie Yamamoto (via Zoom); Adam Rosenberg; Patricia Kondo (via Zoom); Jenine Goto; Tricia Murakami

Guests Present: Paul Eaton, Aon; Daniel Chun, Aon (via Zoom); Ken Lorber, Aon (via Zoom); Paige Oinonen, Aon (via Zoom)

I. Roll call, Quorum, Call to Order, Public Notice – HRS § 92-3 Open Meetings.

At approximately 10:33 a.m., the meeting commenced. A roll call was taken, and quorum was met. (0:23/1:30:53)

II. Review and approval of prior meeting minutes:

- A. December 3, 2024
- B. December 17, 2024
- C. January 7, 2025
- D. January 21, 2025

At approximately 10:35 a.m. a motion was made by Mr. Bump to approve the prior meeting minutes, seconded by Ms. Door, and unanimously approved. (1:37/1:30:53)

III. Discussion and decision-making on Board testimony for Legislative bills for the 2025 Legislative session on the following measure:

The HHRF may convene an executive session pursuant to HRS section 92-5(a)(4) to consult with the HHRF's attorney on questions and issues pertaining to the HHRF's powers, duties, privileges, immunities, and liabilities.

At approximately 10:38 a.m. a motion was made by Mr. Bump to move into an executive session to consult with the Board's attorney regarding SB1044, and to include Aon and insurance division staff, seconded by Ms. Door and unanimously approved. (2:55/1:30:53)

At approximately 11:01 a.m., the Board exited executive session. (28:36/1:30:53)

Mr. Han summarized the executive session as discussions regarding financing provisions of SB1044, section 21 and 22. (29:09/1:30:53)

- A. [SB1044](#) - RELATING TO THE STABILIZATION OF PROPERTY INSURANCE. Expands the powers of the Hawai'i Property Insurance Association and reactivates the Hawai'i Hurricane Relief Fund to help to stabilize the property insurance market in the State. Requires the Insurance Commissioner to conduct a study and appropriates funds for this purpose. Appropriates funds as a loan to the Hawai'i Property Insurance Association. Authorizes the issuance of reimbursable general obligation bonds to facilitate the initial issuance of policies to condominium associations.

Discussion by the Board regarding testimony for SB1044, sections 21 and 22. (30:06/1:30:53)

At approximately 11:05 a.m. a motion was made by Mr. Bump for the HHRF to send out a conference letter to the Legislature, seconded by Ms. Door and unanimously approved. (34:16/1:30:53)

- IV. Follow up report from Acting Commissioner Bump regarding outreach efforts to retain Accuity, LLP as the auditor and Bank of Hawaii as the investment manager for the HHRF.
 - A. Discussion and decision-making on retention of an auditor and investment manager to follow, if necessary.

Mr. Bump updated the Board on the status of retention of an auditor and investment manager. (35:13/1:30:53)
- V. Status updates from consultant Aon Re, Inc. ("Aon") regarding deliverables under the Request for Proposal dated November 8, 2024, to assist the HHRF restart operations and stabilize Hawaii's property insurance market. (42:10/1:30:53)
 - A. Discussion and decision-making on recommendations from Aon to approve:

Aon provided a project update. (42:10/1:30:53)

 - 1. Agent Commission Schedule. (44:17/1:30:53)

At approximately 11:49 a.m. a motion was made by Mr. Bump to approve the agent commission schedule recommended by Aon of 5% with a \$5,000 cap, seconded by Ms. Weite and unanimously approved. (1:16:16/1:30:53)
 - 2. Servicing Carrier Fee Schedule. (47:19/1:30:53)

This item did not need to be voted on, awaiting information. (1:17:58/1:30:53)
 - 3. Modeling Vendor Subscription Fees. (49:15/1:30:53)

At approximately 11:53 a.m. a motion was made by Mr. Bump to approve the contracts subject to legal review, seconded by Ms. Door and unanimously approved. (1:20:00/1:30:53)
 - 4. Adjustment to the insurance ceiling limit. (51:23/1:30:53)

At approximately 12:00 p.m. a motion was made by Mr. Bump to approve Aon's recommendation to set the ceiling limit at \$90M whether that be in excess of the required \$10M or any limits higher than the association could obtain, with the option to increase it based on demand, seconded by Ms. Weite and unanimously approved. (1:28:08/1:30:53)
 - 5. Proposed Rating Manual. (55:38/1:30:53)

This item did not need to be voted on. (1:20:33/1:30:53)

Chair Haik opened the meeting for public comment which there were none.
(1:30:00/1:30:53)

VI. Proposed dates for upcoming meetings: (1:30:17/1:30:53)

- A. Tuesday, April 22, 2025, at 10:30 a.m.
- B. Tuesday, April 29, 2025, at 10:30 a.m.
- C. Tuesday, May 6, 2025, at 10:30 a.m.
- D. Tuesday, May 13, 2025, at 9:00 a.m.

VII. Adjournment.

Chair Haik adjourned the meeting at approximately 12:04 p.m. HST.
(1:30:46/1:30:53)