

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

Date: Tuesday, May 12, 2026

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

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

Virtual: Zoom Meeting
Join Zoom Meeting
Meeting ID: 834 9335 4916
Passcode: 097650

Video Recording: https://youtu.be/_gMjubsEzc

Board Members: Ed Haik, Chair (via Zoom); Michael Nonaka, Vice Chair (via Zoom);
Leslie Door; Gwen McDonald (via Zoom); Scott Saiki, Insurance
Commissioner, *ex officio*; (7 members, 4 for quorum)

Members Excused: Reina Miyamoto; Marie Weite

Staff Present: Jerry Bump, Chief Deputy Insurance Commissioner; Ashley
Tanaka, Deputy Attorney General; Matt Tsujimura (via Zoom);
Kelsey Yoshimoto (via Zoom); Tricia Murakami; Jenine Goto

Guests: Collin Lavender, Aon; Ken Lorber, Aon; Teri Fabry, Marsh USA
LLC; Derek Yang, Marsh USA LLC; Gregory Misakian (via Zoom)

- I. Roll call, Quorum, Call to Order, Public Notice – HRS § 92-3 Open Meetings.
At approximately 10:30 a.m., the meeting commenced. A roll call was taken,
and quorum was met. (00:14/1:54:43)
- II. Status updates on the procurement of an auditor for the financial statements
for the state fiscal year ended June 30, 2026. (01:04/1:54:43)

Chief Deputy Insurance Commissioner Bump provided the following update:
All proposals were received and reviewed/scored by the selection committee,
the top-ranked vendor was Accuity, an award notice was posted and contract
terms are being finalized, the awarded contract amount was \$41,500, which is
a slight increase from last year, but significantly less than the maximum

amount the board authorized. The target effective date of the contract is June 1, 2026, so work can begin before fiscal year end. Chief Deputy Insurance Commissioner Bump asked if there were any questions, and there were none.

III. Status updates on sole source contracting with Aon Re, Inc. (02:21/1:54:43)

Ms. Fabry provided the following update: Chief Deputy Insurance Commissioner Bump provided the necessary sole source procurement form to be completed, Ms. Fabry met with the Aon Re, Inc. team and gathered input and supporting information and will return the completed form back to Chief Deputy Insurance Commissioner Bump approximately within the next week.

Chief Deputy Insurance Commissioner Bump stated that, once received, the sole source documentation would be submitted to the State Procurement Office for review and a decision.

Chief Deputy Insurance Commissioner Bump brought to Chair Haik's attention the virtually raised hand in Zoom of a member of the public, Mr. Misakian. Chair Haik acknowledged Mr. Misakian's raised hand, stated his preference to allot time at the end of the meeting to address questions from the public, and asked if there were any strong objections to proceeding as such, for which Chair Haik did not observe any.

IV. Status updates from operations administrator Marsh USA, LLC regarding deliverables under the Request for Proposal dated May 21, 2025, to provide program administration and actuarial services to the HHRF. (04:10/1:54:43)

A. Review of program uptake statistics. (04:29/1:54:43)

Mr. Yang presented the HHRF uptake statistics as of May 8, 2026. After presenting, Mr. Yang asked if there were any questions, and there were none.

B. Offsite Storage Records Review and Purge Project Update. (07:25/1:54:43)

Mr. Yang provided the following update: The HHRF has 54 boxes of off-site stored records dating back to the 1990s; Marsh USA LLC ordered and reviewed 16 boxes to-date based on descriptions, and the records included items such as contracts, operations/program documents, legislative history, and accounting materials, including some on microfiche; ordering all the remaining additional boxes

requires an “account closure” type process to retrieve/close out, which Marsh USA LLC hopes to complete soon.

Chair Haik asked questions about the expected time to review the boxes, the value of review, whether a retention period applies, and if the process should be expedited. Ms. Fabry responded that the retention period has expired, and that the records are being reviewed to see if something of value for the history of the entity may be uncovered, which is not a time-consuming process. Discussion ensued and Ms. Fabry confirmed that Marsh USA LLC is not charging hourly for the review and that anything that might be of interest would be scanned and digitized so it will be available electronically.

C. Proposed Investment Portfolio Performance Update by Bank of Hawaii. (12:30/1:54:43)

Ms. Fabry summarized that she received an investment portfolio performance report a month ago and offered to present to the Board if interested; Ms. Fabry recommended the Board consider having the Bank of Hawaii present because it would be valuable to review the investment policy statement, which has not been reviewed for many years. Discussion ensued, after which Ms. Fabry said she would contact Bank of Hawaii about the cadence for their investment portfolio performance reporting and their availability to present in June or July.

V. Status updates from consultant Aon Re, Inc. regarding deliverables under the Request for Proposal dated November 8, 2024, to assist the HHRF restart operations and stabilize Hawaii's property insurance market. (20:30/1:54:43)

A. Reinsurance renewal status update. (21:36/1:54:43)

Mr. Lavender shared the reinsurance placement process timeline, summarized that Aon Re, Inc. had met with Vice-Chair Nonaka and Ms. Door to get pre-approval on the reinsurers' quotes and would review the quotes with the full Board at this meeting, seeking to get the Board's approval on Firm Order Terms, after which once approved would be sent to Chair Haik for acceptance, and then sent to the approved reinsurers, with a deadline of May 22, 2026, for authorizations and binding on May 26, 2026. Mr. Lorber added that once authorizations are received from all the reinsurers, they will be presented to the Board for discussion on how to bind and what percentage to give to each reinsurer. Mr. Lorber asked a question

about whether a formal meeting is necessary to bind the reinsurance lines. Discussion ensued.

At approximately 10:56 a.m., a motion was made by Chair Haik to enter an executive session to hear and discuss further details on Aon Re, Inc.'s question. Deputy Attorney General Tanaka expressed doubt that an executive session could be used to share Aon Re, Inc.'s proprietary information from the reinsurance placement process, and she suggested instead that an executive session could be used to consult with her on legal questions. Discussion ensued. At approximately 10:57 a.m., a motion was made by Chair Haik to enter an executive session for questions for the Deputy Attorney General on the sharing of Aon Re, Inc.'s information on reinsurance quoting and binding, which was seconded by Ms. Door and approved by the Board. (26:50/1:54:43)

At approximately 11:19 a.m., the executive session was concluded. Chair Haik summarized that there were discussions on whether the HHRF was abiding by legal protocols, which were confirmed as being followed, and on the necessity of scheduling an additional meeting on May 26, 2026, to receive final bid terms from Aon Re, Inc. and act on the reinsurance placement, before which Aon Re, Inc. will proceed with recommendations they believe is most beneficial to the HHRF. (49:29 /1:54:43)

B. Vote to approve Firm Order Terms. (50:30/1:54:43)

At approximately 11:22 a.m., a motion was made by Ms. Door for the HHRF to proceed with the Firm Order Terms as presented by Aon Re, Inc. in the executive session, and to schedule an additional meeting on May 26, 2026, at 10:30 a.m. to receive final bid terms from Aon Re, Inc. and act on the reinsurance placement, which was seconded by Chair Haik and approved by the Board. (52:55/1:54:43)

VI. Proposed dates for upcoming meetings: (53:46/1:54:43)

- A. Tuesday, June 9, 2026, at 10:30 a.m.
- B. Tuesday, July 14, 2026, at 10:30 a.m.
- C. Tuesday, August 11, 2026, at 10:30 a.m.
- D. Tuesday, September 8, 2026, at 10:30 a.m.
- E. Tuesday, October 13, 2026, at 10:30 a.m.
- F. Tuesday, November 10, 2026, at 10:30 a.m.
- G. Tuesday, December 8, 2026, at 10:30 a.m.

VII. Review and approval of prior Board meeting minutes (for which a motion, a second, and a vote are required): (53:58/1:54:43)

- A. April 14, 2026.

At approximately 11:24 a.m., a motion was made by Ms. Door to approve the meeting minutes for April 14, 2026, which was seconded by Vice-Chair Nonaka and approved by the Board. (53:58/1:54:43)

At approximately 11:25 a.m., Chair Haik asked for public comment, for which there was one from Mr. Gregory Misakian. (54:59/1:54:43)

Mr. Misakian expressed the following: This was the first meeting he recalled needing to wait until the end to testify on agenda items, and there are issues with this including of fairness to the public who have thoughts when the agenda items are discussed and of a violation of the Sunshine Laws because of the Board taking votes on items without the public's input; and there is an issue with the executive session held today because it was made to fit the purpose of discussing proprietary information on which a decision was made without public comment or input.

Mr. Misakian proceeded to make the following comments and questions on the agenda items: Will the audited financial statements for the state fiscal year ended June 30, 2026, be made available to the public; concerns with the sole source contracting with Aon Re, Inc. and dislikes sole source contracting and would like to be able to express his concerns during the meeting; a request to not purge storage records; a request for the HHRF to consider seeking other investment managers other than the current legacy investment manager, Bank of Hawaii; Sunshine Law concerns about an unavailability for the public to have commented on the Board meeting's vote today on Firm Order Terms; concerns about transparency with the value and figures of the HHRF and the potential improper fund use and granting of contracts.

Chair Haik thanked Mr. Misakian for his comments and questions and assured Mr. Misakian of his belief that the HHRF is appropriately following all processes and protocols in the best interests in the beneficiaries of the community of Hawaii.

Discussion ensued on Mr. Misakian's Sunshine Law concerns about how the meeting was run today.

Chair Haik asked Deputy Attorney General Tanaka for her opinion or comment on whether any part of the meeting today has violated the Sunshine Laws. Deputy Attorney General Tanaka answered Mr. Misakian's concern about the availability to the public of the prior Board meeting minutes of April 14, 2026: Under Hawaii Revised Statutes (HRS) Section 92-9(b), board meeting minutes need to be made available to the public within forty days after the meeting, so there is still time for them to be made available, if they are not already. Deputy Attorney General Tanaka reviewed further parts of HRS Chapter 92 to assess Mr. Misakian's concerns with how the meeting was run. Chief Deputy Insurance Commissioner Bump recommended that the Deputy Attorney General review the Sunshine Law and provide the Board the protocol to follow going forward, that the Board receive some training, and that counsel in the past has advised the Board that allowing public testimony is needed prior to any items on which the Board plans to vote. Chief Deputy Insurance Commissioner Bump further noted that there were two votes in today's meeting, for each of which public comment was not asked, approval of the Firm Order Terms and the approval of the April 14, 2026, meeting minutes. Discussion ensued on whether this could be remedied by re-taking the votes again at the meeting. Chief Deputy Insurance Commissioner Bump noted that quorum was lost since Ms. McDonald and Commissioner Saiki had left after the votes were taken. Mr. Misakian expressed that at the other board meetings he attends he can comment and opine to the Chair on agenda items right after they are presented and he is not muted until the end of the meeting.

Chief Deputy Insurance Commissioner Bump noted quorum was re-established as Ms. McDonald returned, and he accordingly recommended to Chair Haik that the vote to approve Aon Re, Inc.'s Firm Order Terms be re-taken because of the HHRF reinsurance placement timeline sensitivity for the HHRF to continue to be protected by reinsurance, which is expiring June 1, 2026. Mr. Misakian expressed concerns that re-taking the votes would not be a remedy to bring them into Sunshine Law compliance, despite there being a quorum on the re-votes, because the board member composition of the quorum that has heard Mr. Misakian's concerns changed, as Commissioner Saiki is no longer present. Discussion ensued. Mr. Lorber added an

explanation to Mr. Misakian on the nature of the confidentiality and proprietary information contained in the Aon Re, Inc. Firm Order Terms seeking reinsurance on the HHRF's behalf: The reinsurers' independently quote the HHRF's risk and it is both reinsurance practice and in the HHRF's best interest for reinsurance cost and coverage that the panel of reinsurers does not know what the others quoted; Mr. Lorber further highlighted the time sensitivity of the Board's approval of the Firm Order Terms for Aon Re, Inc. to release to the reinsurers, to then get authorizations from the reinsurers on those terms, to then present and review the suggested reinsurer authorizations for the Board's approval at the May 26, 2026 meeting for Board, to then finally bind reinsurance before the HHRF's current reinsurance expiration date of June 1, 2026. Discussion ensued.

Based on the discussion and confirmation with Deputy Attorney General Tanaka, Chair Haik expressed a desire to re-vote agenda item 5.B. Vote to approve Firm Order Terms. At approximately 12:15 p.m., a motion was made by Ms. Door for the HHRF to proceed with the Firm Order Terms as presented by Aon Re, Inc. in the executive session, and to schedule an additional meeting on May 26, 2026, at 10:30 a.m. to receive final bid terms from Aon Re, Inc. and act on the reinsurance placement, which was seconded by Vice-Chair Nonaka. (1:45:55/1:54:43)

At approximately 12:16 p.m., Chair Haik asked for public comment, for which Mr. Misakian expressed concerns about the public's inability to hear the discussion held and view the details provided on which the votes are based because they were held and presented in executive session. (1:46:55/1:54:43)

At approximately 12:20 p.m., a vote was called by Chair Haik on the motion made by Ms. Door at approximately 12:15 p.m. for the HHRF to proceed with the Firm Order Terms as presented by Aon Re, Inc. in the executive session, and to schedule an additional meeting on May 26, 2026, at 10:30 a.m. to receive final bid terms from Aon Re, Inc. and act on the reinsurance placement, which had been seconded by Vice-Chair Nonaka. The motion was approved by the Board. (1:50:45/1:54:43)

Chair Haik expressed a desire to move any other re-votes, if necessary, to the next Board meeting on May 26, 2026, and asked for Chief Deputy Insurance Commissioner Bump's and Deputy Attorney General Tanaka's opinions. Chief Deputy Insurance Commissioner Bump recommended that a re-vote on the April 14, 2026, minutes be moved to the May 26, 2026, meeting and that the minutes be posted for the public beforehand; Deputy Attorney General Tanaka

expressed no issues with Chief Deputy Insurance Commissioner Bump's recommendation. (1:51:10/1:54:43)

VIII. Adjournment.

Chair Haik adjourned the meeting at approximately 12:25 p.m. (1:54:30/1:54:43)

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