

**STATE OF HAWAII  
DEFERRED COMPENSATION PLAN  
BOARD OF TRUSTEES**

**NOTICE OF PUBLIC MEETING**

DATE: March 3, 2023

TIME: 9:00 a.m.

PLACE: Department of Human Resources Development  
14<sup>th</sup> Floor Merit Appeals Board Conference Room  
235 S. Beretania Street, State Office Tower  
Honolulu, Hawaii 96813

**AGENDA**

THIS IS A REMOTE MEETING USING INTERACTIVE CONFERENCE TECHNOLOGY (ICT)  
BOARD MEMBERS & MEMBERS OF THE PUBLIC MAY ATTEND IN-PERSON OR VIRTUAL  
TELECONFERENCE AND DIAL IN DETAILS PROVIDED BELOW

Agenda Item #1: Welcome and Introduction of Incoming Board Member(s)

Agenda Item #2: Public Testimony

Agenda Item #3: Approval of Minutes No. 446 for the October 13, 2022,  
meeting

Agenda Item #4: Plan Administrator's Report, including:

- a. Key Plan Data
- b. Plan Demographics Summary
- c. Participation by Department
- d. Asset Allocation by Funds
- e. Call Center and Participant Website Statistics
- f. Communication and Education Update
- g. Local Office Activity

Agenda Item #5: Discussion and Consideration on the Letter of Interest from Empower, formerly Prudential Retirement, on the Renewal of the Contract Agreement for an Additional 2-Year Period upon the Expiration date of June 30, 2023, and Potential Action Thereon, including:

- a. Review of the Empower Performance Scorecard

Agenda Item #6: Performance Evaluation Performance Report for the Third Quarter 2022 by Segal Marco Advisors, and Potential Action Thereon, including:

- a. Review of Market Environment
- b. Review of Investment Option Performance
- c. Review of Investment Option Fees
- d. Discussion of Considerations Regarding Investment Option Structure
- e. Comparison of American Funds AMCAP Fund (Name of Fund), and MainStay Winslow Large Cap Growth Fund

Agenda Item #7: Segal Marco Advisors Investment Fund Updates/Announcements and Potential Action Thereon, including:

- a. Investment Management Update on the Wellington Management Research Value Fund
- b. Investment Management Update on the American Funds AMCAP (Name of Fund)

Agenda Item #8: Presentation of the Annual Report for the Deferred Compensation Retirement Plan for Part-Time, Temporary, and Seasonal/Casual Employees (PTS Plan) for Plan Year 2021-2022 by Life Insurance Company of the Southwest (LSW)

Agenda Item #9: Discussion on LSW's PTS Plan Rate Crediting Memo for 2022 Second and Third Quarter

Agenda Item #10: Discussion of the PTS Plan reports, including:

- a. Notification of New Interest Rate for the PTS Plan, Effective October 1, 2022
- b. Notification of New Interest Rate for the PTS Plan, Effective January 1, 2023
- c. LSW's Annual Letter on the Reimbursable Amount Available in the PTS Plan Expense Account for 2022

Agenda Item #11: Updates on the Amendments to Title 14, Chapters 41-44, Hawaii Administrative Rules to Add the Roth 457 option to the Plan

Agenda Item #12: Other Business/Announcements

- a. Discussion on the 2023 Employee's Benefit Fair
- b. Discussion on Travel Planning for the Trustees
- c. 2023 Legislative Session
  - i. Senate Bill No. 306 SD1, 'A Bill for an Act Relating to Public Information,' requires all state agencies adopting, amending, or repealing a rule to make the full text of the rules of the agency available on the Office of the Lieutenant Governor's internet website in a digitally accessible and searchable format
  - ii. Senate Bill No. 597 SD1, 'A Bill for an Act Relating to Taxation,' excludes income received from deferred compensation retirement plans from the state income tax for taxpayers who meet certain income requirements
  - iii. House Bill No. 825 HD1, 'A Bill for an Act Relating to Taxation,' excludes income received from deferred compensation retirement plans from the state income tax for taxpayers who meet certain income requirements
  - iv. Senate Bill No. 1426, 'A Bill for an Act Relating to Recordings of Public Meetings,' encourages boards to maintain any electronic audio or visual recording of a board meeting as a public record on the board's website regardless of whether the written minutes of the meeting have been posted. Amends the information that must be included as part of the written minutes of board meetings. Requires boards to provide the state archives with a copy of any electronic audio or visual recording of a board meeting before removing the recording from the board's website
  - v. House Bill 712, 'A Bill for an Act Relating to Recordings of Public Meetings,' encourages boards to maintain any electronic audio or visual recording of a board meeting as a public record on the board's website regardless of whether the written minutes of the meeting have been posted. Amends the information that must be included as part of the written minutes of board meetings. Requires boards to provide the state archives with a copy of any electronic audio or visual recording of a board meeting before removing the recording from the board's website
  - vi. House Bill No. 114, 'A Bill for an Act Relating to Public Testimony at Open Meetings,' specifies that boards subject to the open meetings law shall allow

oral testimony on any agenda item at the beginning of the board's agenda or meeting, provided that oral testimony shall not be limited to the beginning of a board's agenda

- vii. Senate Bill No. 1513, 'A Bill for an Act Relating to Public Agency Meetings,' requires a Public Agency Board to report any discussion or final action taken during an executive meeting; provided that such disclosure is not inconsistent with the purpose of convening the executive meeting, but giving the Board discretion to maintain confidentiality

Members of the public who wish to attend the meeting virtually may join via the Microsoft Teams meeting link at: [https://teams.microsoft.com/l/meetup-join/19%3ameeting\\_N2MzZjYxNmYtYTY1NS00MGViLWI0ZDUtYzMxOTRmOGNkMjkx%40thread.v2/0?content=%7b%22Tid%22%3a%229145c560-96d6-47b1-b901-93342fa25334%22%2c%22Oid%22%3a%2289ea918b-b6d0-4c46-8d28-ffcfa73e8cb1%22%7d](https://teams.microsoft.com/l/meetup-join/19%3ameeting_N2MzZjYxNmYtYTY1NS00MGViLWI0ZDUtYzMxOTRmOGNkMjkx%40thread.v2/0?content=%7b%22Tid%22%3a%229145c560-96d6-47b1-b901-93342fa25334%22%2c%22Oid%22%3a%2289ea918b-b6d0-4c46-8d28-ffcfa73e8cb1%22%7d) or the dial-in audio conferencing line at:  [\(844\) 872-6543,395748874#](tel:8448726543395748874)  .

Members of the public who wish to attend the meeting in-person are asked to check in with building security to obtain a visitor's pass and follow all social distancing protocols posted in the building. A government issued ID needs to be exchanged for a visitor's pass and will be returned to the visitor when the visitor's pass is returned to security.

Written testimony may be submitted to the Board prior to the meeting via email to [liann.j.h.tokuda@hawaii.gov](mailto:liann.j.h.tokuda@hawaii.gov) or via postal mail to 235 S. Beretania Street, State Office Tower, Honolulu, Hawaii 96813, Attn: Deferred Compensation Plan Board of Trustees, Board Meeting Testimony. Please include in the written testimony which Agenda Item the testimony is being submitted for. Written testimony is requested to be submitted 3 days in advance of the meeting to allow Board members adequate time to review materials.

There will be a special testimony period at the beginning of the meeting to accommodate those who cannot remain for the entire meeting, but testimony from all other interested persons will be taken immediately before each Agenda Item. Testimony is requested to be limited to 3 minutes.

Interested persons may view the Board packet for this meeting at the Empower Honolulu office at 1100 Alakea Street, Suite 1550, Honolulu, Hawaii 96813 or on the Board's website at <https://islandsavings.preparewithpru.com/board-of-trustees.html>.

If you need an auxiliary aid/service or other accommodation due to a disability, contact LiAnn Tokuda at 808-587-1075 or [liann.j.h.tokuda@hawaii.gov](mailto:liann.j.h.tokuda@hawaii.gov) as soon as possible, preferably 3 business days in advance of the meeting. If a response is

received less than 3 business days before the meeting, we will try to obtain the auxiliary aid/service or accommodation, but we cannot guarantee the request will be fulfilled. Upon request, this notice is available in alternate formats such as large print, Braille, or electronic copy.