

DAVID Y. IGE
GOVERNOR



CRAIG K. HIRAI
DIRECTOR

ROBERT YU
DEPUTY DIRECTOR

STATE OF HAWAII
DEPARTMENT OF BUDGET AND FINANCE
P.O. BOX 150
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EMPLOYEES' RETIREMENT SYSTEM
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
OFFICE OF THE PUBLIC DEFENDER

ADMINISTRATIVE AND RESEARCH OFFICE
BUDGET, PROGRAM PLANNING AND
MANAGEMENT DIVISION
FINANCIAL ADMINISTRATION DIVISION
FEDERAL AWARDS MANAGEMENT (FAM)

June 18, 2021

The Honorable Sharon Y. Moriwaki, Chair
Senate Special Committee on Accountability
Thirty-First State Legislature
State Capitol, Room 223
Honolulu, Hawaii 96813

Dear Chair Moriwaki:

As requested in your memorandum dated June 10, 2021 "Request for Information on Contracts," attached is the information as it pertains to the Department of Budget and Finance.

If there are any questions, please contact me at 586-1518 or your staff may contact Mr. Tracy Ban at 586-1601.

Sincerely,

A handwritten signature in blue ink, appearing to read "Craig K. Hirai", with a long horizontal stroke extending to the right.

CRAIG K. HIRAI
Director of Finance

Attachments

- c: Senator Donovan M. Dela Cruz
Senator Michelle N. Kidani
Senator Donna Mercado Kim
Senator Kurt Fevella
ARO
BPPM
Affected B&F Programs (with their respective attachments)

	A	B	C	D	E	F	G	H	I
1	Name of Department: Budget and Finance								
2	<u>Name of Contractor</u> <u>Type of Contract</u> <u>Scope of Contract</u> <u>Award Amount</u> <u>Final Cost of Project</u> <u>Project Time Period</u> <u>Number of Change Orders</u> <u>Number of Extensions</u> <u>Notes</u>								
3	MAXIMUS Consulting Services, Inc.	Services	To prepare and negotiate the approval of the Statewide Cost Allocation Plan and the Composite Statewide Fringe Benefit Rate and to assist the State in cost allocation and recoveries for FY 2020. 1 year contract with 4 options to extend, this contract is supplemental agreement #1.	165,000.00	153,000.00	start date 3/15/2019	0	3	Actual final cost of project.
4	MAXIMUS Consulting Services, Inc.	Services	To prepare and negotiate the approval of the Statewide Cost Allocation Plan and the Composite Statewide Fringe Benefit Rate and to assist the State in cost allocation and recoveries for FY 2021. 1 year contract with 4 options to extend, this contract is supplemental agreement #2.	165,000.00	165,000.00	start date 5/29/2020	0	2	Estimated final cost of project. Partial payment of \$89,000 has been made.
5	MAXIMUS Consulting Services, Inc.	Services	To prepare and negotiate the approval of the Statewide Cost Allocation Plan and the Composite Statewide Fringe Benefit Rate and to assist the State in cost allocation and recoveries for FY 2022. 1 year contract with 4 options to extend, this contract is supplemental agreement #3 .	165,000.00	165,000.00	start date 5/26/2021	0	1	Estimated final cost of project.
6	Katten Muchin Rosenman LLP	Services	Public Finance General Advice Post-Issuance Compliance Services	25,000.00	919,000.00	7/1/2018 - 6/30/2022	9	0	Estimated final cost of project.
7	Katten Muchin Rosenman LLP	Services	Bond Counsel Services for the Issuance of Certificates of Participation for the Ala Wai Canal Flood Risk Management project	150,000.00	200,000.00	9/12/2019 - 6/30/2022	1	1	Estimated final cost of project.
8	PFM Financial Advisors LLC	Services	Preparation of the State Debt Management Policy and Debt Affordability Study	49,000.00	119,500.00	6/8/2016 - 6/30/2023	4	0	Estimated final cost of project.
9	Wilshire Associates Incorporated	Services	Investment Consulting Service, Axiom Service-529 plan services	125,000.00	125,000.00	8/1/2020 - 6/30/2021	0	0	Estimated final cost of project.
10	First Hawaiian Bank, Inc.	Services	Banking Services for State Treasury: Primary Depository incl. Cig. Tax Stamp; Data Collection Ctr for Tax Dept. (5-yr contract based on actual transactions).	1,900,000.00	1,900,000.00	7/1/2020 - 6/30/2025	0	0	Estimated final cost of project.
11	Wells Fargo Bank N.A.	Services	Banking Services for State Treasury: ACH payments, lockbox for DHS, DOH-EMS. (5-yr contract based on actual transactions).	480,000.00	480,000.00	7/1/2020 - 6/30/2025	0	0	Estimated final cost of project.
12	Wells Fargo Bank N.A.(Custody)	Services	Custody Bank Service for Treasury Investment Portfolio. (5-yr contract based on actual transactions).	300,000.00	300,000.00	7/1/2020 - 6/30/2025	0	0	Estimated final cost of project.
13	Gerald J. McKenna, MD	Services	Member of the Medical Board, includes option to extend two years	135,000.00	135,000.00	8/2019-8/2022	0	0	Estimated final cost of project.
14	Howman Lam, MD	Services	Member of the Medical Board, includes option to extend two years	144,000.00	144,000.00	8/2019-8/2022	0	0	Estimated final cost of project.
15	Patricia L. Chinn, MD	Services	Chairperson of the Medical Board, includes option to extend two years	840,000.00	840,000.00	6/2019-5/2022	0	0	Estimated final cost of project.
16	Vitech Systems Group	Services	Database Support and Maintenance	167,400.00	167,400.00	7/2018 - 6/2019	0	0	Estimated final cost of project.
17	Vitech Systems Group	Services	Database Support and Maintenance	173,250.00	173,250.00	7/2019 - 6/2020	0	0	Estimated final cost of project.
18	Vitech Systems Group	Services	Database Support and Maintenance	180,000.00	180,000.00	7/2020 - 6/2021	0	0	Estimated final cost of project.

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19	Vitech Systems Group	Services	Convert Employer Personnel Data, includes option to extend one year to 6/2022 at no cost	374,000.00	374,000.00	7/2019 - 6/2021	0	0	Estimated final cost of project.
20	Vitech Systems Group	Services	V3 Software license agreement	3,241,287.00	3,241,287.00	7/2020 - 6/2025	0	0	Estimated final cost of project.
21	Century Computers Inc dba PACXA Holding	Services	Upgrade Oracle Financials services	579,539.00	579,539.00	6/2018 - 11/2020	0	0	Estimated final cost of project.
22	KMH LLP	Services	Internal Audit services	1,249,910.00	1,249,910.00	2/2019 - 1/31/2022	0	0	Estimated final cost of project.
23	Hawaiian Telcom Services Company, Inc	Services	New Telephone System (Telephone System as a Service)	284,000.00	284,000.00	6/2020 - 6/2024	0	0	Estimated final cost of project.
24	Hoike Networks Inc dba PACXA	Goods	Renew Software licenses and annual support, includes option to extend 1 year RFP-2020-02	694,935.00	694,935.00	6/2020 - 8/2022	0	0	Estimated final cost of project.
25	Hoike Networks Inc dba PACXA	Goods	Renew Software licenses and annual support, includes option to extend 1 year RFP-2020-03	815,400.00	815,400.00	6/2020 - 7/2022	0	0	Estimated final cost of project.
26	Hoike Networks Inc dba PACXA	Goods	New Software licenses and support RFP 2020-04	864,589.00	864,589.00	6/2020 - 8/2022	0	0	Estimated final cost of project.
27	CaremarkPCS Health, LLC	Services	Self-insured prescription drug benefit plans for non-Medicare retirees and eligible dependents		99,132,657.54	1/1/2018 - 12/31/2020	0	3	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
28	CaremarkPCS Health, LLC	Services	Self-insured prescription drug benefit plans for active employees and their eligible dependents		333,521,080.40	7/1/2018 - 6/30/2021	0	3	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
29	Claim Technologies, Incorporated	Services	Benefit plan audit services (medical, supplemental medical, and life insurance)	184,920.00	184,920.00	9/21/2020 - 11/1/2022	0		Estimated final cost of project.
30	EMSS, Inc.	Goods and Services	Printed materials	453,382.72	453,382.72	7/29/2020 - 6/30/2023	0	1	Estimated final cost of project.
31	Gabriel Roeder Smith & Company	Goods and Services	Actuarial Services of other post-employments benefits for the EUTF	1,260,000.00	1,260,000.00	7/1/2021 - 6/30/2023	0	1	Estimated final cost of project.
32	Hawaii Dental Service	Services	Fully insured participating dental benefit plans for active employee-beneficiaries and dependent beneficiaries		79,273,916.76	7/1/2019 - 6/30/2022	0	2	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
33	Hawaii Dental Service	Services	Fully insured participating dental benefit plans for retired employee-beneficiaries and dependent beneficiaries		78,471,522.48	1/1/2019 - 12/31/2021	0	2	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
34	Hawaii Mainland Administrators	Services	Supplemental Medical and Prescription Drug Copay Benefit Plan for active employees		1,296,117.69	7/1/2018 - 6/30/2021	0	2	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
35	Hawaii Medical Service Association	Services	Fully insured PPO medical plan and a fully insured HMO plan for active employees and their eligible dependents		963,077,783.70	7/1/2018 - 6/30/2021	0	3	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.

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36	Hawaii Medical Service Association	Services	Fully insured PPO medical plans for retired employees and their eligible dependents	Carrier contract award amount is based on Board approved premium rates	650,030,494.62	1/1/2018 - 12/31/2020	0	2	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
37	Humana Insurance Company	Services	Fully insured Medicare Advantage Plan (medical only) for retired employee-beneficiaries and their domestic partners	Carrier contract award amount is based on Board approved premium rates	5,975.20	1/1/2021 - 12/31/2022	0	0	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
38	Kaiser Foundation Health Plan, Inc.	Services	Fully insured HMO plans for retired employee-beneficiaries and dependent beneficiaries	Carrier contract award amount is based on Board approved premium rates	227,593,621.90	1/1/2018 - 12/31/2020	0	2	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
39	Kaiser Foundation Health Plan, Inc.	Services	Fully insured HMO plans for active employee beneficiaries and dependent beneficiaries including HSTA and their dependents	Carrier contract award amount is based on Board approved premium rates	428,062,732.04	7/1/2018 - 6/30/2021	0	3	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
40	Law Offices of Rich Wyde, P.C.	Goods and Services	Legal services related to the acquisition of the EUTF new Benefits Administration System	100,000.00	37,264.50	9/15/2019 - 12/31/2020	0		Actual final cost of project.
41	Linea Solutions, Inc.	Goods and Services	Consultant Services for the EUTF's Benefits Administration System RFP	159,277.00	159,277.00	5/7/2019 - 9/30/2020	0		Actual final cost of project.
42	Minnesota Life Insurance Company	Services	Fully insured life insurance benefit plans for retired employee-beneficiaries including HSTA's retired employee-beneficiaries	Carrier contract award amount is based on Board approved premium rates	5,147,626.88	1/1/2019 - 12/31/2021	0	2	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
43	Minnesota Life Insurance Company	Services	Fully insured life insurance benefit plans for active employee-beneficiaries including HSTA's active employee-beneficiaries	Carrier contract award amount is based on Board approved premium rates	5,942,098.84	7/1/2019 - 6/30/2022	0	0	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
44	Morneau Shepell Limited	Services	New Health Benefits Administration System	19,950,000.00	19,950,000.00	6/1/2020 - 5/31/2025	0	1	Estimated final cost of project.
45	Pharmaceutical Strategies Group, LLC	Goods and Services	Pharmacy Benefit Consulting and Audit Services	1,382,000.00	1,382,000.00	5/14/2021 - 6/30/2023	0	0	Estimated final cost of project.
46	SilverScript Insurance Company	Services	Self-insured Medicare Part D prescription drug benefit plan for Medicare retirees and their Medicare dependents	Carrier contract award amount is based on Board approved premium rates	628,446,518.83	1/1/2018 - 12/31/2020	0	2	The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
47	The Segal Company (Western States), Inc.	Services	Project management and consulting services for a new Health Benefits Administration System	2,898,470.00	2,898,470.00	5/1/2020 - 4/30/2022	0	0	Estimated final cost of project.
48	The Segal Company (Western States), Inc.	Goods and Services	Benefit plan consulting services	500,000.00	500,000.00	7/1/2015 - 6/30/2021	0	5	Estimated final cost of project.

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49	Vision Service Plan	Services	Fully insured participating contract vision benefit plans for retired employee-beneficiaries and dependent beneficiaries	Carrier contract award amount is based on Board approved premium rates	9,025,088.56	1/1/2019 - 12/31/2021	0		The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
50	Vision Service Plan	Services	Fully insured participating contract vision benefit plans for active employee beneficiaries and dependent beneficiaries	Carrier contract award amount is based on Board approved premium rates	10,791,397.04	7/1/2019 - 6/30/2022	0		The final cost of project reflects total premiums paid to the carrier as of 4/30/21.
51	Vitech Systems Group, Inc.	Services	Support services and maintenance and operational services	4,640,070.00	4,640,070.00	9/29/2016 - 9/28/2020	0	0	Actual final cost of project.
52	Vitech Sub Systems LLC	Services	Continued support services and maintenance and operational services	2,340,349.00	2,340,349.00	9/29/2020 - 3/28/2022	0	0	Estimated final cost of project.
53									
54	Note: B&F Added Column I "Notes"								