STAND. COM. REP. NO. | **826** -06

Honolulu, Hawaii

April 21 , 2006

RE: S.C.R. No. 77

S.D. 2 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committees on Human Services and Health, to which was referred S.C.R. No. 77, S.D. 2, entitled:

"SENATE CONCURRENT RESOLUTION REQUESTING THE LEGISLATIVE REFERENCE BUREAU TO CONDUCT TWO STUDIES OF RECOMMENDED PROCEDURES THAT WILL ENSURE THAT STATE-FUNDED HEALTH CARE PAYMENTS ADEQUATELY REIMBURSE PROVIDERS WHO PROVIDE SERVICES FOR MEDICAID OR QUEST RECIPIENTS AND INJURED EMPLOYEES UNDER WORKERS COMPENSATION INSURANCE,"

beg leave to report as follows:

The purpose of this measure is to request the Legislative Reference Bureau to conduct separate studies on the adequacy of state health care reimbursements to providers who provide services for Medicaid or QUEST recipients and for workers' compensation-related claims.

Specifically, the measure requests that the Legislative Reference Bureau conduct two separate studies that examine payments to providers of health care services: one for Medicaid or QUEST recipients and another for injured employees under workers' compensation insurance. The measure also requests that the Legislative Reference Bureau submit these two studies on a staggered basis prior to the Regular Sessions of 2007 and 2008, respectively.

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Testimony in support of this measure was submitted by the Hawaii Health Systems Corporation, Healthcare Association of Hawaii, the Hawaii Business Roundtable, and the Hawaii Long Term Care Association. The Legislative Reference Bureau submitted comments on this measure.

Your Committees find that the State pays for a considerable amount of health care and controls certain types of payments for health care made to providers. Your Committees further find that it is in the public interest to ensure that these health care payments made with state funds or controlled by the State are sufficient to cover the actual costs of care in the Medicare or QUEST context and under the workers compensation insurance system.

Your Committees have amended the measure by adding a provision that requests that interested parties submit relevant information and data applicable to determining reimbursement rates for providers of services for Medicaid or QUEST recipients to the Legislative Reference Bureau not later than May 31, 2006. In addition, technical nonsubstantive amendments were made to the text and title of the measure for the purposes of style and consistency.

As affirmed by the records of votes of the members of your Committees on Human Services and Health that are attached to this report, your Committees concur with the intent and purpose of S.C.R. No. 77, S.D. 2, as amended herein, and recommend that it be referred to the Committee on Finance, in the form attached hereto as S.C.R. No. 77, S.D. 2, H.D. 1.

Respectfully submitted on behalf of the members of the Committees on Human Services and Health,

DENNIS A. ARAKAKI, Chair

ALEX M. SONSON, Chair

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State of Hawaii House of Representatives The Twenty-third Legislature

Record of Votes of the Committee on Human Services

| Bill/Resolution No.: SCR 77 SD2 | Date: | 15/6 | | | | |
|------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------|------------------------------------------|------|---------|--|--|
| Committee Referral: HUS/HLT, FIN | ☐ The committee is reconsidering its previous decision on the measure. | | | | | |
| The recommendation is to: Pass, unamended | Pass, with amendments | | | | | |
| □ Hold □ Recommit | | | | | | |
| HUS Members | Ayes | Ayes (WR) | Nays | Excused | | |
| 1. SONSON, Alex M. (C) | | | | | | |
| 2. CABANILLA, Rida T.R. (VC) | | | | V | | |
| 3. ARAKAKI, Dennis A. | | | | | | |
| 4. GREEN, Josh, M.D. | ✓ | | | | | |
| 5. HALE, Heléne H. | | | | | | |
| 6. KAHIKINA, Michael Puamamo | | | | | | |
| 7. KAWAKAMI, Bertha C. | | | | | | |
| 8. HALFORD, Chris | / | veloping septem ysas. Yada nagayi septem | | | | |
| 9. STONEBRAKER, Bud | | | | | | |
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| TOTAL | le | Ð | 0 | 2 | | |
| The recommendation is: Adopted Not Adopted If joint referral, did not support recommendation. committee acronym(s) | | | | | | |
| Vice Chair's or designee's signature: | | | | | | |
| Distribution: Original (White) – Committee Duplicate (Yellow) – Clerk's Office | | | | | | |

HSCR 1826-06

State of Hawaii House of Representatives The Twenty-third Legislature

Record of Votes of the Committee on Health

| Bill/Resolution No.: | Date: | 4/19/06 | | | | |
|--------------------------------------------------------------------------------|------------------------------------------------------------------------|-----------------------|---------------------|---------|--|--|
| Committee Referral: | D #1 | 1 | | | | |
| SCR 77 SD2 Committee Referral: HUS/HUT, FIN | ☐ The committee is reconsidering its previous decision on the measure. | | | | | |
| The recommendation is to: Pass, unamended | P | Pass, with amendments | | | | |
| ☐ Hold | □ R | ecommit | | | | |
| HLT Members | Ayes | Ayes (WR) | Nays | Excused | | |
| 1. ARAKAKI, Dennis A. (C) | | | | | | |
| 2. GREEN, Josh, M.D. (VC) |) | | | | | |
| 3. CABANILLA, Rida T.R. | | | | | | |
| 4. HALE, Heléne H. | | | | | | |
| 5. NISHIMOTO, Scott Y. | | | | | | |
| 6. SONSON, Alex M. | | | | | | |
| 7. HALFORD, Chris | | | | | | |
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| TOTAL | 5 | 0 | 0 | 4 | | |
| The recommendation is: Adopted | | | | | | |
| The recommendation is: | | | | | | |
| ☐ Not Adopted | | | | | | |
| If joint referral, | | did not supp | ort recommendation. | | | |
| committee acronym(s) | | | | | | |
| W. Cl. 11 | | | | | | |
| Vice Chair's or designee's signature: | | | | | | |
| Distribution: Original (White) – Committee Duplicate (Yellow) – Clerk's Office | | | | | | |
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