

JAN 23 2008

SENATE CONCURRENT RESOLUTION

REQUESTING THE AUDITOR TO ASSESS THE SOCIAL AND FINANCIAL
EFFECTS OF REQUIRING HEALTH INSURERS TO OFFER COVERAGE FOR
HEARING AIDS.

1 WHEREAS, according to the Mayo Clinic, an estimated
2 one-quarter of Americans between the ages of sixty-five and
3 seventy-five and around three-quarters of those older than
4 seventy-five have some degree of hearing loss; and

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6 WHEREAS, further according to the Mayo Clinic, hearing loss
7 is not reversible; and

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9 WHEREAS, according to the American Association of Retired
10 Persons (AARP), the cost of a custom hearing aid can range as
11 high as two thousand dollars and Medicare and most insurance
12 companies do not cover the cost of hearing aids; and

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14 WHEREAS, section 23-51, Hawaii Revised Statutes, requires
15 that "[b]efore any legislative measure that mandates health
16 insurance coverage for specific health services, specific
17 diseases, or certain providers of health care services as part
18 of individual or group health insurance policies, can be
19 considered, there shall be concurrent resolutions passed
20 requesting the auditor to prepare and submit to the legislature
21 a report that assesses both the social and financial effects of
22 the proposed mandated coverage"; and

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24 WHEREAS, section 23-51, Hawaii Revised Statutes, further
25 provides that "[t]he concurrent resolutions shall designate a
26 specific legislative bill that:

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28 (1) Has been introduced in the legislature; and
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30 (2) Includes, at a minimum, information identifying the:
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- 1 (A) Specific health service, disease, or provider
- 2 that would be covered;
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- 4 (B) Extent of the coverage;
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- 6 (C) Target groups that would be covered;
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- 8 (D) Limits on utilization, if any; and
- 9
- 10 (E) Standards of care.
- 11

12 For the purposes of this part, mandated health insurance
13 coverage shall not include mandated options"; and

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15 WHEREAS, section 23-52, Hawaii Revised Statutes, further
16 specifies the minimum information required for assessing the
17 social and financial impact of the proposed health coverage
18 mandate in the Auditor's report; and

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20 WHEREAS, S.B. No. _____ mandates health insurance coverage
21 for hearing aids for all Medicaid, policies and contracts,
22 hospital and medical service plan contracts, medical service
23 corporation contracts, and health maintenance organization
24 plans; and

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26 WHEREAS, the Legislature believes that mandatory health
27 insurance coverage for hearing aids, as provided in S.B.
28 No. _____, will substantially assist persons suffering from
29 hearing loss in leading full lives; now, therefore,

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31 BE IT RESOLVED by the Senate of the Twenty-fourth
32 Legislature of the State of Hawaii, Regular Session of 2008, the
33 House of Representatives concurring, that the Auditor is
34 requested to conduct an impact assessment report, pursuant to
35 sections 23-51 and 23-52, Hawaii Revised Statutes, of the social
36 and financial impacts of mandating coverage for hearing aids for
37 Medicaid, policies and contracts, hospital and medical service
38 plan contracts, medical service corporation contracts, and
39 health maintenance organization plans as provided in
40 S.B. No. _____; and

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S.C.R. NO. 38

1 BE IT FURTHER RESOLVED that the Auditor is requested to
2 submit its findings and recommendations to the Legislature,
3 including any necessary implementing legislation, no later than
4 twenty days prior to the convening of the Regular Session of
5 2009; and

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7 BE IT FURTHER RESOLVED that certified copies of this
8 Concurrent Resolution be transmitted to the Auditor and to the
9 Insurance Commissioner, who in turn is requested to transmit
10 copies to each insurer in the State that issues health insurance
11 policies.

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OFFERED BY: Erzanne Chun Oakland
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