STAND. COM. REP. NO.

Honolulu, Hawaii

FEB 15 2007

RE: S.B. No. 1938

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

## Madam:

Your Committee on Human Services and Public Housing, to which was referred S.B. No. 1938 entitled:

"A BILL FOR AN ACT RELATING TO HUMAN SERVICES,"

begs leave to report as follows:

The purpose of this measure is to eliminate the asset limits for households with minor dependents' applications for medical assistance and appropriates funds for this purpose.

The National Association of Social Workers, Hawaii Women Work, the Hawai'i Alliance for Community-Based Economic Development, and 3Point submitted testimony in support of this measure. The Department of Human Services submitted comments.

Your Committee finds that asset limits put low-income families in a position of spending down or depleting their assets to low levels so that they can receive help. According to the Department of Human Services, the current maximum allowable asset retention limit for adults in both the QUEST and the Fee-For-Service Medicaid Program is \$2,000 for a single person, \$3,000 for a two person household, and an additional \$250 for each additional family member in the household. By spending down or depleting their assets to these low levels, low-income families are actually prevented from building sufficient assets to move towards self-sufficiency. Therefore, the asset limits actually serve as a barrier to escaping poverty as many individuals are forced to choose between attempting to build assets and the need for services.

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As affirmed by the record of votes of the members of your Committee on Human Services and Public Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1938 and recommends that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Human Services and Public Housing,

SUZANNE CHUN OAKLAND, Chair

## The Senate Twenty-Fourth Legislature State of Hawaii

## Record of Votes Committee on Human Services and Public Housing HSP

	Committee Referral: HSP, WAM			Date: 2-8-07	
The committee is reconsidering its previous decision on this measure.  If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members	Ауе	Aye (WR)	Nay	Excused	
CHUN OAKLAND, Suzanne (C)					
IHARA, Jr., Les (VC)	<i> </i>				
SAKAMOTO, Norman	1				
HEMMINGS, Fred	<u> </u>				
TOTAL	4	0	0	0	
Recommendation:  Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency					

<sup>\*</sup>Only one measure per Record of Votes