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A BILL FOR AN ACT

RELATING TO CARE HOMES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Chapter 346, Hawaii Revised Statutes, is 2 amended by adding a new part to be appropriately designated and 3 to read as follows: 4 . HOME AND COMMUNITY-BASED ADULT RESIDENTIAL CARE HOMES "PART 5 §346-A Definitions. As used in this part: 6 "Activities of daily living" means basic services provided 7 to residents by each tier of adult residential care homes, 8 including personal care, shelter, protection, supervision, 9 assistance, quidance or training, planned activities, food 10 service, laundering of personal clothing, recognition of and 11 provision for changes in health status, and arrangement for and 12 transportation to medical and dental offices.

13 "Acuity level A" means an intermediate care nursing 14 facility level of medical care for persons certified by the 15 department, a physician, advanced practice registered nurse, or 16 registered nurse case manager as requiring services to maintain 17 or improve health, or to minimize disability or pain, and is a



lower level of services than those provided for clients at
 acuity level C.

3 "Acuity level C" means a skilled nursing facility level of 4 medical care for persons certified by the department, a 5 physician, advanced practice registered nurse, or registered 6 nurse case manager as requiring skilled services that are either 7 directly provided by, or under the supervision of, skilled technical or professional personnel who meet certain 8 9 qualifications, including a registered nurse, occupational 10 therapist, physical therapist, speech pathologist, and 11 audiologist.

12 "Adult residential care home" means any facility providing 13 twenty-four-hour living accommodations, for a fee, to adults 14 unrelated to the family, who require at least minimal assistance 15 in the activities of daily living, personal care services, 16 homemaker services, protection, and health care services, and 17 includes tier one, tier two, and tier three adult residential 18 care homes.

19 "Community care foster family home" means a tier two or 20 tier three adult residential care home classified as a type III 21 facility.



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1	"Developmentally disabled" means a person with
2	developmental disabilities as defined under section 333F-1.
3	"Elder" has the same meaning as defined under section 356D-
4	1.
5	"Expanded Adult Residential Care Home" means a tier two or
6	tier three adult residential care home.
7	"Home and community-based case management agency" means any
8	person, agency, or organization licensed by the department to
9	provide, coordinate, and monitor comprehensive services to meet
10	the needs of clients whom the agency serves in any adult
11	residential care home or an assisted living facility.
12	"Mentally ill" means a mentally ill person as defined under
13	section 334-1.
14	"Nursing facility level of care" means medical care at
15	either acuity level A or acuity level C.
16	"Persons with disabilities" means persons having a
17	disability under section 515-2.
18	"Tier one adult residential care home" means an adult
19	residential care home providing care to persons who do not
20	require a nursing facility level of care.



"Tier two adult residential care home" means an adult
 residential care home providing care to persons who may need a
 nursing facility level of care at acuity level A.

4 "Tier three adult residential care home" means an adult
5 residential care home providing care to persons who may need a
6 nursing facility level of care at acuity level A or C.

7 "Totally disabled person" has the same meaning as a person8 totally disabled as defined under section 235-1.

9 §346-B Home and community based health care; social model.
10 The department shall develop and adopt a social model of health
11 care to ensure the health, safety, and welfare of individuals
12 placed in adult residential care homes. The social model of
13 care shall provide for aging in place and be designed to protect
14 the health, safety, civil rights, and rights of choice of
15 individuals to reside in home and community-based care.

16 §346-C Licensing. (a) All adult residential care homes 17 shall be licensed to ensure the health, safety, and welfare of 18 the individuals placed therein. The director shall adopt rules 19 in accordance with chapter 91 for this purpose. The rules 20 shall:



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1	(1)	Provide for the licensing of adult residential care
2	í	homes as either a tier one, tier two, or tier three
3		adult residential care home;
4	(2)	Provide for the licensing of adult residential care
5		homes for a specific resident capacity and on an
6		individual basis as provided in section 346-D;
7	(3)	Provide that each adult residential care home shall
8		accept no more than twenty per cent of the home's
9		licensed capacity as nursing facility level residents;
10	(4)	Ensure that residents of adult residential care homes
11		that are medicaid clients, or residents of tier two
12		and three type three adult residential care homes
13		receive the services of a home and community-based
14		case management agency licensed by the department
15		under section 346-333;
16	(5)	Comply with applicable federal laws and regulations of
17	·	Title XVI of the Social Security Act, as amended;
18	(6)	Establish standard minimum grievance procedures for
19		clients of adult residential care homes; and
20	(7)	Provide penalties for the failure to comply with any
21	r	rule.



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1 Relicensing of adult residential care homes shall be (b) 2 conducted on an annual basis. The department shall conduct 3 unannounced visits, other than the inspection for relicensing, to every licensed adult residential care home on an annual basis 4 5 and at such intervals as determined by the department to ensure 6 the health, safety, and welfare of each resident. Unannounced 7 visits may be conducted during or outside regular business hours. All inspections relating to follow-up visits, visits to 8 9 confirm correction of deficiencies, or visits to investigate 10 complaints or suspicion of abuse or neglect shall be conducted 11 unannounced during or outside regular business hours. Annual 12 inspections for relicensing may be conducted during regular 13 business hours or at intervals determined by the department. 14 Annual inspections for relicensing shall be conducted with notice, unless otherwise determined by the department. 15

16 (c) The department shall maintain an inventory of all
17 facilities licensed under this section and shall maintain a
18 current inventory of vacancies therein to facilitate the proper
19 placement of individuals in such facilities.

20 (d) The department shall collaborate with acute care
21 facilities and home and community-based case management agencies
22 as defined in section 346-331 to establish a standard referral



1 and discharge system according to rules adopted in accordance
2 with chapter 91 that takes into account each patient's required
3 level of care, and includes the appropriate medical and personal
4 history of the patient prior to the patient's admission to any
5 adult residential care home facility. The department shall
6 develop appropriate forms and patient summaries for this
7 purpose.

8 (e) The department may provide for the training of and 9 consultations with operators and staff of any facility licensed 10 under this section, in conjunction with any licensing thereof, 11 and shall adopt rules to ensure that all adult residential care 12 home operators shall have the necessary skills to provide proper 13 care and supervision in a home environment as required under 14 department rules.

15 §346-D Residents; tier one; tiers two and three. (a)
16 Tier one adult residential care homes shall allow group living
17 in two categories:

18 (1) Type I allowing five or fewer residents; provided that
19 up to six residents may be allowed at the discretion
20 of the department to live in a type I home; provided
21 further that the primary caregiver or home operator is
22 a certified nurse aide who has completed a state-



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1		approved training program and other training as
2		required by the department; and
3	(2)	Type II allowing six or more residents, including but
4		not limited to the mentally ill, elders, persons with
5		disabilities, the developmentally disabled, or totally
6		disabled persons who are not related to the home
7		operator or facility staff;
8	(b)	Tier two and three adult residential care homes shall
9	allow gro	up living in three categories:
10	(1)	Type I allowing five or fewer residents with no more
11		than two nursing facility-level residents; provided
12		that up to six residents may be allowed at the
13		discretion of the department to live in a type I home;
14		provided further that the primary caregiver or home
15		operator is a certified nurse aide who has completed a
16		state-approved training program and other training as
17		required by the department; and
18	(2)	Type II allowing six or more residents with no more
19		than twenty per cent of the home's licensed capacity
20		as nursing facility-level residents;
21	(3)	Type III allowing not more than two residents who are
22		nursing facility-level residents, at least one of whom



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1 shall be a medicaid recipient, and who are receiving 2 the services of a licensed home and community-based 3 case management agency; provided that the department may license a home for a third nursing facility-level 4 5 resident who is a medicaid recipient; provided further 6 that the primary and substitute caregivers are 7 certified nurse aides who have completed a state-8 approved training program and other training as 9 required by the department.

10 §346-E Adult residential care homes expanded admissions.
11 (a) Adult residential care homes may admit an individual who
12 has been living immediately prior to admission in the
13 individual's own home, a hospital, or other care setting, and
14 who has been either:

15 Admitted to a medicaid waiver program and determined (1)by the department of human services to require nursing 16 17 facility level care to manage the individual's 18 physical, mental, and social functions; or 19 A private-paying individual certified by a physician (2)20 or advanced practice registered nurse as needing a 21 nursing facility level of care.



1 (b) The department shall adopt rules in accordance with 2 chapter 91 to expand admissions to adult residential care homes 3 by level of care and to define and standardize these levels of 4 care. The rules and standards shall provide for appropriate and 5 adequate requirements for knowledge and training of adult 6 residential care home operators and their employees.

7 §346-F Penalty. Any person who intentionally operates an 8 adult residential care home without a license shall be guilty of 9 a misdemeanor.

10 §346-G Criminal history record checks. (a) The 11 department shall adopt rules pursuant to chapter 91 to ensure 12 the reputable and responsible character of all prospective 13 applicants, operators, direct patient access employees, and 14 adult volunteers of adult residential care homes, and in the 15 case of adult residential care homes operated in a private 16 residence, all adults living in the home other than the clients. 17 These rules, among other things, shall specify how the 18 department may conduct criminal history record checks in 19 accordance with section 846-2.7.

20 (b) All applicants and prospective operators shall:
21 (1) Be subject to criminal history record checks in accordance with section 846-2.7;



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Be subject to adult abuse perpetrator checks, if the 1 (2)individual has direct contact with a client. 2 For the 3 purposes of this section, "adult abuse perpetrator check" means a search to determine whether an 4 5 individual is known to the department as a perpetrator of abuse as defined in section 346-222, by means of a 6 7 search of the individual's name and birth date in the 8 department's adult protective service file; 9 (3)Authorize the disclosure to the department of criminal 10 history record information; 11 Sign a waiver form stating that the department shall (4)12 not be liable to the applicant or prospective 13 operator; and 14 (5) Consent to be fingerprinted for the purpose of requesting criminal history record information from 15 16 the Federal Bureau of Investigation and the Hawaii 17 criminal justice data center. 18 (c) All prospective direct patient access employees and adult volunteers of adult residential care homes and, in the 19 case of any adult residential care home operated in a private 20 21 residence, all adults living in the home other than the clients 22 shall:



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1	(1)	Consent t	o be	finger	cprinte	ed;			
2	(2)	Be subjec	t to	adult	abuse	perpetrator	checks.	For	the

3 purposes of this section, "adult abuse perpetrator 4 check" means a search to determine whether an 5 individual is known to the department as a perpetrator 6 of abuse as defined in section 346-222, by means of a 7 search of the individual's name and birth date in the 8 department's adult protective service file;

- 9 (3) Provide all necessary information to enable the
 10 department to conduct criminal history record checks;
 11 and
- 12 (4) Sign a waiver form stating that the department shall13 not be liable to the employee or volunteer.

14 (d) The department may request criminal history record 15 information which includes Federal Bureau of Investigation data 16 through the Hawaii criminal justice data center on all 17 prospective applicants, operators, direct patient access 18 employees, and adult volunteers of adult residential care homes. 19 In addition, in the case of any adult residential care home to 20 be operated in a private residence, the department may request 21 criminal history record information which includes Federal 22 Bureau of Investigation data through the Hawaii criminal justice



data center for all adults residing in the home who are not
 clients.

3 (e) The department shall make a name inquiry into the
4 criminal history records or conduct criminal history record
5 checks of all prospective applicants, operators, direct patient
6 access employees, and adult volunteers at all adult residential
7 care homes, and, in the case of any adult residential care home
8 operated in a private residence, all adults living in the home
9 other than the clients.

10 (f) The department may revoke or suspend a current 11 license, impose penalties or fines, or deny an application for a 12 license under rules adopted pursuant to chapter 91 if the 13 applicant, operator, employee, or adult volunteer at the adult 14 residential care home or, in the case of any adult residential 15 care home operated in a private residence, any adult living in 16 the home other than the client:

17 (1) Refuses to authorize the department to conduct a
18 criminal history record check, obtain criminal history
19 record information for verification, or consent to be
20 fingerprinted;

21

(2) has any disqualifying information; or



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1 (3)Is unsuitable to work or live in close proximity to 2 the residents of the adult residential care home such 3 that the health, safety, and welfare of the residents of the adult residential care home could be at risk. 4 5 Notwithstanding any other law to the contrary, for (q) 6 purposes of this section, the department shall be exempt from 7 section 831-3.1 and need not conduct investigations, notifications, or hearings under this section in accordance with 8 9 chapter 91. 10 (h) The fee charged by the Federal Bureau of Investigation 11 and the Hawaii criminal justice data center to perform criminal 12 history record checks may be passed on to all applicants, operators, direct patient access employees, and adult volunteers 13 14 at the adult residential care home and, in the case of an adult 15 residential care home operated in a private residence, all adults living in the home other than the clients. 16

17 (i) The department, in obtaining and relying upon criminal
18 history record checks, is presumed to be acting in good faith
19 and shall be immune from civil liability for taking or
20 recommending action based upon the criminal history record
21 information. The good faith presumption may be rebutted upon a
22 showing by the person or entity of a lack of good faith, and



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proof by a preponderance of the evidence, that the department
 relied upon information or opinion that it knew was false or
 misleading.

4 Any applicant or operator who receives information (j) 5 from the department relating to a criminal history record check 6 of a direct patient access employee or adult volunteer or, in 7 the case of an adult residential care home operated in a private 8 residence, an adult living in the home other than the clients, 9 is presumed to be acting in good faith and shall be immune from 10 civil liability for taking or recommending action based upon the department's recommendation or direction. Nothing in this 11 12 section shall affect rights, obligations, remedies, liabilities, 13 or standards of proof under chapters 368 and 378.

14 Criminal history record information shall be used 15 exclusively by the department for the sole purpose of 16 determining whether an applicant, operator, direct patient 17 access employee, or adult volunteer at an adult residential care 18 home, or in the case of an adult residential care home operated 19 in a private residence, any adult living in the home other than 20 the clients, is suitable for working or living in close 21 proximity to residents of an adult residential care home such



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that the health, safety, and welfare of the residents would not
 be at risk.

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(k) For the purposes of this section:

4 "Adults" means individuals aged eighteen years or older. 5 "Applicant" means a person or entity seeking licensure to operate an adult residential care home. If the applicant is an 6 7 entity, the term "applicant" shall also include its principals, 8 directors, partners, managers, agents, and representatives to 9 the extent that any of these individuals will have access to or 10 contact with clients, their finances, assets, personal property, 11 medical records, or individually identifiable information.

12 "Conviction for a relevant crime" means any federal or 13 state conviction for any relevant crime as defined in this 14 section.

15 "Criminal history record name inquiry" means a record check 16 by name for any federal or state conviction for any relevant 17 crime as defined in this section.

18 "Direct patient access employee" means any individual, 19 including a volunteer, who has access to a patient or resident 20 of an adult residential care home, or any provider through 21 employment or through an agreement or contract with such a 22 facility or provider. Such individuals include physicians,



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nurses, nursing assistants, therapists, activities personnel,
 and support staff who have direct access to patients or patient
 belongings.

4 "Disqualifying information" means a conviction for a
5 relevant crime or a finding of patient or resident abuse.

6 "Name inquiry" means a criminal history record check
7 conducted by using the name and other identifying information of
8 the individual, in lieu of a fingerprint check.

9 "Operator" means an individual or entity that is licensed 10 or is seeking licensure to operate an adult residential care 11 home and is responsible for the management and overall 12 operations of that facility.

13

"Relevant crime" means:

14 Any offense described in 42 United States Code §1320a-(1)15 7 (Section 1128(a) of the Social Security Act); or 16 (2) A crime of such a serious nature or circumstance that 17 the department finds its perpetrator to pose a risk to the 18 health, safety, or well-being of a patient or resident. This 19 includes murder, manslaughter, assault, sex offenses, domestic 20 violence, theft or forgery, arson, kidnapping, or possession, 21 use, sale, manufacture, or distribution of dangerous drugs or 22 controlled substances.



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1	§346-H Criminal history disclosure of prospective adult
2	residential care home resident. Notwithstanding any other law
3	to the contrary, the department shall disclose to the operator
4	of an adult residential care home, to the extent that the
5	division or office of the department that is referring the
6	individual to the care home possesses, the information in
7	existing records at the time of, and as part of, the application
8	for admission, the criminal history of a prospective resident
9	applying for entry to the care home when the prospective
10	resident had previously been:
11	(1) Convicted of an offense involving violence to a
12	person; or
13	(2) Admitted to the state hospital under the jurisdiction
14	of the department of health as a result of an
15	acquittal under chapter 704 for an offense involving
16	violence to a person."
17	SECTION 2. Section 46-15.3, Hawaii Revised Statutes, is
18	amended by amending the definition of "licensed care home" to
19	read as follows:
20	"Licensed care home" means [a care home licensed under
21	section 321 15.6.] an adult residential care home licensed under
22	section_346-C."



1	SECT	ION 3. Section 321-11, Hawaii Revised Statutes, is
2	amended to	o read as follows:
3	"§32.	1-11 Subjects of health rules, generally. The
4	departmen	t of health pursuant to chapter 91 may adopt rules that
5	it deems :	necessary for the public health and safety respecting:
6	(1)	Nuisances, foul or noxious odors, gases, vapors,
7		waters in which mosquitoes breed or may breed, sources
8		of filth, and causes of sickness or disease, within
9		the respective districts of the State, and on board
10		any vessel;
11	(2)	Adulteration and misbranding of food or drugs;
12	(3)	Location, air space, ventilation, sanitation,
13		drainage, sewage disposal, and other health conditions
14		of buildings, courts, construction projects,
15	,	excavations, pools, watercourses, areas, and alleys;
16	(4)	Privy vaults and cesspools;
17	(5)	Fish and fishing;
18	(6)	Interments and dead bodies;
19	(7)	Disinterments of dead human bodies, including the
20		exposing, disturbing, or removing of these bodies from
21		their place of burial, or the opening, removing, or
22		disturbing after due interment of any receptacle,



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1 coffin, or container holding human remains or a dead human body or a part thereof and the issuance and 2 3 terms of permits for the aforesaid disinterments of 4 dead human bodies; 5 (8) Cemeteries and burying grounds; 6 Laundries, and the laundering, sanitation, and (9) sterilization of articles including linen and uniforms 7 8 used by or in the following businesses and 9 professions: barber shops, manicure shops, beauty parlors, electrology shops, restaurants, soda 10 11 fountains, hotels, rooming and boarding houses, 12 bakeries, butcher shops, public bathhouses, midwives, 13 masseurs, and others in similar calling, public or private hospitals, and canneries and bottling works 14 15 where foods or beverages are canned or bottled for 16 public consumption or sale; provided that nothing in 17 this chapter shall be construed as authorizing the prohibiting of laundering, sanitation, and 18 19 sterilization by those conducting any of these 20 businesses or professions where the laundering or 21 sterilization is done in an efficient and sanitary 22 manner;



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1 (10)Hospitals, freestanding surgical outpatient 2 facilities, skilled nursing facilities, intermediate 3 care facilities, [adult residential care homes,] adult 4 foster homes, assisted living facilities, special 5 treatment facilities and programs, home health 6 agencies, home care agencies, hospices, freestanding 7 birthing facilities, adult day health centers, 8 independent group residences, and therapeutic living 9 programs, but excluding youth shelter facilities 10 unless clinical treatment of mental, emotional, or 11 physical disease or handicap is a part of the routine 12 program or constitutes the main purpose of the 13 facility, as defined in section 346-16 under "child 14 care institution". For the purpose of this paragraph, 15 "adult foster home" has the same meaning as provided 16 in section 321-11.2;

17 (11) Hotels, rooming houses, lodging houses, apartment
18 houses, tenements, and residences for persons with
19 developmental disabilities including those built under
20 federal funding;

21 (12) Laboratories;



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1	(13)	Any place or building where noisome or noxious trades
2		or manufacturing is carried on, or intended to be
3		carried on;
4	(14)	Milk;
5	(15)	Poisons and hazardous substances, the latter term
6		including any substance or mixture of substances that:
7		(A) Is corrosive;
8		(B) Is an irritant;
9		(C) Is a strong sensitizer;
10		(D) Is inflammable; or
11		(E) Generates pressure through decomposition, heat,
12		or other means,
13		if the substance or mixture of substances may cause
14	``	substantial personal injury or substantial illness
15		during or as a proximate result of any customary or
16		reasonably foreseeable handling or use, including
17		reasonably foreseeable ingestion by children;
18	(16)	Pig and duck ranches;
19	(17)	Places of business, industry, employment, and
20		commerce, and the processes, materials, tools,
21		machinery, and methods of work done therein; and



1		places of public gathering, recreation, or
2	•	entertainment;
3	(18)	Any restaurant, theater, market, stand, shop, store,
4		factory, building, wagon, vehicle, or place where any
5		food, drug, or cosmetic is manufactured, compounded,
6		processed, extracted, prepared, stored, distributed,
7		sold, offered for sale, or offered for human
8		consumption or use;
9	(19)	Foods, drugs, and cosmetics, and the manufacture,
10		compounding, processing, extracting, preparing,
11		storing, selling, and offering for sale, consumption,
12		or use of any food, drug, or cosmetic;
13	(20)	Devices as defined in section 328-1;
14	(21)	Sources of ionizing radiation;
15	(22)	Medical examination, vaccination, revaccination, and
16		immunization of school children. No child shall be
17		subjected to medical examination, vaccination,
18	-	revaccination, or immunization, whose parent or
19		guardian objects in writing thereto on grounds that
20		the requirements are not in accordance with the
21		religious tenets of an established church of which the
22		parent or guardian is a member or adherent, but no
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1		objection shall be recognized when, in the opinion of
2		the department, there is danger of an epidemic from
3		any communicable disease;
4	(23)	Disinsectization of aircraft entering or within the
5		State as may be necessary to prevent the introduction,
6		transmission, or spread of disease or the introduction
7		or spread of any insect or other vector of
8		significance to health;
9	(24)	Fumigation, including the process by which substances
10		emit or liberate gases, fumes, or vapors that may be
11		used for the destruction or control of insects,
12		vermin, rodents, or other pests, which, in the opinion
13		of the department, may be lethal, poisonous, noxious,
14		or dangerous to human life;
15	(25)	Ambulances and ambulance equipment;
16	(26)	Development, review, approval, or disapproval of
17		management plans submitted pursuant to the Asbestos
18		Hazard Emergency Response Act of 1986, Public Law 99-
19		519; and
20	(27)	Development, review, approval, or disapproval of an

accreditation program for specially trained persons



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1	pursuant to the Residential Lead-Based Paint Hazard
2	Reduction Act of 1992, Public Law 102-550.
3	The department of health may require any certificates,
4	permits, or licenses that it may deem necessary to adequately
5	regulate the conditions or businesses referred to in this
6	section."
7	SECTION 4. Section 321-11.5, Hawaii Revised Statutes, is
8	amended by amending subsection (b) to read as follows:
9	"(b) All fees paid and collected pursuant to this section
10	and rules adopted in accordance with chapter 91 from facilities
11	seeking licensure or certification by the department of health,
12	including hospitals, nursing homes, home health agencies, home
13	care agencies, intermediate care facilities for the mentally
14	retarded, freestanding outpatient surgical facilities, adult day
15	health care centers, rural health centers, laboratories, [adult
16	residential care homes, expanded adult residential care homes,
17	developmental disability domiciliary homes, assisted living
18	facilities, therapeutic living programs, and special treatment
19	facilities, shall be deposited into the office of health care
20	assurance special fund created under section 321-1.4. Any other
21	entities required by law to be licensed by the department of
22	health shall also be subject to reasonable fees established by



1 the department of health by rules adopted in accordance with 2 chapter 91."

3 SECTION 5. Section 321-15.1, Hawaii Revised Statutes, is
4 amended by repealing the definitions of "adult residential care
5 home" and "expanded adult residential care home" to read:

6 ["Adult residential care home" means any facility providing
7 twenty four hour living accommodations, for a fee, to adults

8 unrelated to the family, who require at least minimal assistance

9 in the activities of daily living, personal care services,

10 protection, and health care services, but who do not need the

11 professional health services provided in an intermediate,

12 skilled nursing, or acute care facility.

13 "Expanded-adult residential care home" means any-facility 14 providing twenty four hour living accommodations, for a fee, to 15 adults unrelated to the family, who require at least minimal 16 assistance in the activities of daily living, personal care 17 services, protection, and health care services, and who may need 18 the professional health services provided in an intermediate or 19 skilled nursing-facility.]

20 SECTION 6. Section 321-15.2, Hawaii Revised Statutes, is 21 amended by amending the definition of "healthcare facility" to 22 read as follows:



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1	"Healthcare facility" means a facility or setting where a
2	frail, elderly, or disabled adult receives care or is provided
3	living accommodations such as a skilled nursing facility,
4	intermediate care facility, [adult-residential-care home,
5	expanded adult residential care home,] assisted living facility,
6	home health agency, home care agency, hospice, adult day health
7	center, special treatment facility, therapeutic living program,
8	intermediate care facility for the mentally retarded, hospital,
9	rural health center, and rehabilitation agency."
10	SECTION 7. Section 321-15.7, Hawaii Revised Statutes is
11	amended to read as follows:
12	"§321-15.7 Penalty. Any person who intentionally operates
13	[an adult residential care home or] <u>a</u> hospice home without a
14	license shall be guilty of a misdemeanor."
15	SECTION 8. Section 323D-2, Hawaii Revised Statutes, is
16	amended by repealing the definition of "extended care adult
17	residential care home."
18	[""Extended-care adult residential care home" means an
19	adult residential care home providing twenty four hour living
20	accommodation for a fee, for adults unrelated to the licensee.
21	The primary caregiver shall be qualified to provide care to
22	nursing facility level individuals who have been admitted to a
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1	medicaid waiver program, or persons who pay for care from
2	private funds and have been certified for this type of facility.
3	There shall be two categories of extended care adult residential
4	care homes, which shall be licensed in accordance with rules
5	adopted by the department of health:
6	(1) Type I home shall consist of five or less-unrelated
7	persons with no more than two extended care adult
8	residential care home residents; and
9	(2) Type II home shall consist of six or more unrelated
10	persons and one or more persons may be extended care
11	adult-residential care home residents."]
12	SECTION 9. Chapter 346, Hawaii Revised Statutes is amended
13	by amending the title of part XIV to read as follows:
14	"PART XIV. HOME AND COMMUNITY-BASED CASE MANAGEMENT AGENCIES
15	[AND-COMMUNITY-CARE FOSTER FAMILY HOMES]"
16	SECTION 10. Section 346-53, Hawaii Revised Statutes, is
17	amended to read as follows:
18	"§346-53 Determination of amount of assistance. (a) This
19	subsection does not apply to general assistance to households
20	without minor dependents. The standard of need shall equal the
21	poverty level established by the federal government in 2006,
22	prorated over a twelve-month period based on family size.
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1 The assistance allowance provided shall be based on a 2 percentage of the standard of need. For other work eligible 3 households and non-work eligible households and households in which all caretaker relatives are minors, living independently 4 5 with minor dependents and attending school, the assistance 6 allowance shall be set no higher than sixty-two and one-half per 7 cent and no lower than forty-four per cent of the standard of 8 need. For all other households, the assistance allowance shall 9 be set no higher than sixty-two and one-half per cent of the 10 standard of need and set no lower than thirty-four per cent of 11 the standard of need. The standard of need shall be determined 12 by dividing the 2006 federal poverty level by twelve and 13 rounding down the quotient. The remaining quotient shall be 14 multiplied by the per cent as set by the director by rules 15 pursuant to chapter 91, and the final product shall be rounded 16 down to determine the assistance allowance; provided that: 17 (1)The department may increase or reduce the assistance 18 allowance as determined in this subsection for work eligible households for the purpose of providing work 19 20 incentives or services under part XI; 21 No reduction shall be allowed that jeopardizes (2)22 eligibility for or receipt of federal funds;



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1	(3) Reductions in the assistance allowance shall be
2	limited to no more than one per year; and
3	(4) No work eligible household, which includes an adult
4	who has received sixty cumulative months of temporary
5	assistance to needy families with minor dependents,
6	shall be eligible for an assistance allowance, unless
7	authorized by federal regulations.
8	(b) The director shall determine the allowance for general
9	assistance to households without minor dependents based upon the
10	total amount appropriated for general assistance to households
11	without minor dependents, among other relevant factors.
12	(c) The director, pursuant to chapter 91, shall determine
13	the rate of payment for domiciliary care, including care
14	provided in licensed developmental disabilities domiciliary
15	homes, community care foster family homes, and certified adult

16 foster homes, to be provided to recipients who are eligible for 17 Federal [Supplementary] Supplemental Security Income or public 18 assistance, or both. The director shall provide for level of 19 care payment as follows:

20 (1) Beginning on July 1, 2008, for <u>tier one</u> adult
21 residential care homes <u>as defined under section 346-A</u>
22 and classified as facility type I, licensed



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1		developmental disabilities domiciliary homes as		
2		defined under section 321-15.9, [community care foster		
3		family homes as defined under section 346-331,]		
4		licensed tier two and tier three adult residential		
5		care homes, as defined under section 346-A, classified		
6		as facility type III, and certified adult foster homes		
7		as defined under section 321-11.2, the state		
8		supplemental payment shall not exceed \$651.90; and		
9	(2)	Beginning on July 1, 2008, for [adult residential care		
10		homes-classified as facility type II,] tier one adult		
11		residential care homes, as defined under section 346-		
12		A, classified as facility type II, the state		
13		supplemental payment shall not exceed \$759.90.		
14	If the operator does not provide the quality of care			
15	consistent with the needs of the individual to the satisfaction			
16	of the department, the department may remove the recipient to			
17	another facility.			
18	The department shall handle abusive practices under this			
19	section in accordance with chapter 91.			
20	Nothing in this subsection shall allow the director to			
21	remove a recipient from an adult residential care home or other			
22	similar i	nstitution if the recipient does not desire to be		
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1 removed and the operator is agreeable to the recipient

2 remaining, except where the recipient requires a higher level of 3 care than provided or where the recipient no longer requires any 4 domiciliary care.

<u>(d)</u> Qualified tier two and three adult residential care
<u>home operators under section 346-C who accept residents</u>
<u>certified by the department as requiring acuity level C skilled</u>
<u>nursing facility level care shall be reimbursed based on the</u>
<u>severity of the resident's disability.</u>

10 [(d)] (e) On July 1, 2006, and thereafter, as the 11 department determines a need, the department shall authorize a 12 payment, as allowed by federal law, for resident clients 13 receiving supplemental security income in tier one adult 14 residential care [home] homes as defined under section 346-A and 15 classified as type I and type II facilities, licensed 16 developmental disabilities domiciliary homes as defined under 17 section 321-15.9, [community care foster family homes as defined 18 under section-346-331,] tier two and tier three adult 19 residential care homes, as defined under section 346-A, 20 classified as type III facilities, and certified adult foster 21 homes as defined under section 321-11.2, when state funds 22 appropriated for the purpose of providing payments under



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subsection (c) for a specific fiscal year are not expended fully
 within a period that meets the requirements of the department's
 maintenance of effort agreement with the Social Security
 Administration.

5 The payment shall be made with that portion of state funds6 identified in this subsection that has not been expended.

7 The department shall determine the rate of payment to
8 ensure compliance with its maintenance of effort agreement with
9 the Social Security Administration.

10 [-(e)-] (f) The department shall pay rental and utility (to
11 include gas, electricity, and water only) deposits once only for
12 any person eligible for financial assistance by the department.
13 However, under extraordinary circumstances as determined by the
14 department, an additional rental deposit, utility deposit, or
15 both, may be granted.

16 [(f)] (g) Any recipient may petition the department for 17 additional assistance when the recipient's need is due to 18 emergencies caused by seismic wave, tsunami, hurricane, volcanic 19 eruption, typhoon, earthquake, flood, or fire determined by the 20 director to have caused losses as to require and justify 21 additional assistance from the State. In addition, any 22 recipient may petition the department for additional assistance



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1 for the replacement or repair of household appliances. The 2 additional assistance shall be paid on an emergency basis, as 3 determined by the department, to meet the cost of replacing or 4 repairing household appliances. If the cost of repairs of 5 household appliances is less than one-half the unit cost of the 6 item, the department shall pay for the cost of repairs. If the 7 cost of repairs of household appliances is one-half the unit 8 cost of the item or more, the department shall replace the 9 household appliance; provided that the replacement cost shall 10 not exceed \$350. For the purposes of this subsection, 11 "household appliances" means a refrigerator or a range.

12 The department shall establish an emergency fund, not to 13 exceed one per cent of total financial assistance from state 14 funds required by this chapter in the previous fiscal year. The 15 director shall adopt rules pursuant to chapter 91 for 16 determining in which cases to grant lump sum payments to 17 recipients petitioning for additional assistance.

18 [-(g)] (h) The department shall include protective child
19 care payment as a special needs item in the financial assistance
20 standard for cases of child neglect or abuse requiring placement
21 of a child in child care. The referral for protective child



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1	care payment shall be from the department's child welfare
2	program and the rate of payment shall be set by the department.
3	[(h)] <u>(i)</u> The director shall adopt rules pursuant to
4	chapter 91 to implement this section."
5	SECTION 11. Section 346-331, Hawaii Revised Statutes, is
6	amended to read as follows:
7	"§346-331 Definitions. As used in this part:
8	"Assisted living facility" means an assisted living
9	facility as defined in section 321-15.1.
10	["Certificate of approval" means the certificate issued by
11	the department or its designee that authorizes a person, agency,
12	or organization to operate a community care foster family home.]
13	"Client" means any person who receives home and community-
14	based case management services to reside in [a-community care
15	foster family home, expanded adult residential care home,] an
16	adult residential care home or assisted living facility.
17	["Community care foster family home" or "home" means a home
18	that, for the purposes of this part:
19	(1) Is regulated by the department in accordance with
20	rules that are equitable in relation to rules that
21	govern expanded adult residential care homes;



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1	(2) -	Is issued a certificate of approval by the department
2		or its designee to provide, for a fee, twenty four
3		hour living accommodations, including personal care
4		and homemaker services, for not more than two adults
5		at any one time, at least one of whom shall be a
6		medicaid recipient, who are at the nursing facility
7		level of care, who are unrelated to the foster family,
8		and who are receiving the services of a licensed home
9		and' community based case management agency; provided
10		that the department, in its discretion, may certify a
11		home for a third adult who is at the nursing level of
12		care and a medicaid recipient; provided that the
13		primary and substitute carcgivers are certified nurse
14		aides who have completed a state approved training
15		program and other training as required by the
16		department; and
17	-(3) -	Does not include expanded adult residential care homes
18		or assisted living facilities, which shall continue to
19		be licensed by the department of health.
20	"Deg	ignee means a person, institution, organization, or
21	agency au	thorized by the department to issue certificates of
22	approval	to community care foster family homes and to monitor


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1	these homes for certificate compliance and quality assurance.
2	The department's designee shall perform these functions for the
3	department and shall not at the same time function as a home and
4	community based case management agency or a community care
5	foster family home as defined in this section.
6	"Expanded adult residential care home" means any facility
7	providing twenty four hour living accommodations, for a fee, to
8	adults unrelated to the family, who require at least minimal
9	assistance in the activities of daily living, personal care
10	services, protection, and health care services, and who may need
11	the professional health services provided in an intermediate or
12	skilled nursing facility.]
13	"Home and community-based case management agency" means any
14	person, agency, or organization licensed by the department to
15	provide, coordinate, and monitor comprehensive services to meet
16	the needs of clients whom the agency serves in a [community care
17	foster family home or any medicaid clients in an expanded adult
18	residential care home, or] tier two or tier three adult
19	residential care home classified as a type III facility, or any
20	medicaid clients in a tier two or three adult residential care
21	home or an assisted living facility.



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1	"License" means an approval issued by the department or its	
2	authorized agents for a person, agency, or organization to	
3	operate as a home and community-based case management agency."	
4	SECTION 12. Section 346-333, Hawaii Revised Statutes, is	
5	amended as follows:	
6	1. By amending subsection (a) to read:	
7	"[4] §346-333 [4] Home and community-based case management	
8	agency, authority over and evaluation of. (a) Any person,	
9	agency, or organization engaged in providing, coordinating, or	
10	monitoring comprehensive services to clients in [community care	
11	foster family homes, or medicaid clients in expanded adult	
12	residential care homes, and] tier two and tier three adult	
13	residential care homes classified as a type III facility, or any	
14	medicaid clients in tier two or three adult residential care	
15	homes and assisted living facilities, shall meet the standards	
16	of conditions, management, and competence set by the department	
17	and hold a license in good standing issued for this purpose by	
18	the department."	
19	2. By amending subsection (c) to read:	
20	"(c) As a condition for obtaining a license, a person,	
21	agency, or organization shall comply with rules adopted under	
22	subsection (b)(1), (2), and (3), and satisfy the background	
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1	check requirements under section 346-335. The department may	
2	deny a li	cense if:
3	(1)	An operator, employee, or new employee of the home and
4		community-based case management agency has been
5		convicted of a crime other than a minor traffic
6		violation involving a fine of \$50 or less;
7	(2)	The department finds that the criminal history record
8		of an operator, employee, or new employee poses a risk
9		to the health, safety, or well-being of adults
10		receiving care in [community care foster family homes,
11		expanded adult residential care homes,] adult
12		residential care homes or assisted living facilities;
13	(3)	An operator, employee, or new employee of the home and
14	·	community-based case management agency is a
15		perpetrator of abuse as defined in section 346-222; or
16	(4)	The holder of or an applicant for a home and
17		community-based case management agency license, or one
18		of its employees, has a [certificate of approval to
19		operate a community care-foster-family-home, or a
20		license from the department of health to operate an
21		adult-residential-care-home, expanded adult
22		residential care home, or] license from the department



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1		to operate an adult residential care home, or a
2		license from the department of health to operate an
3		assisted living facility."
4	3.	By amending subsection (f) to read:
5	"(f)	The department may suspend or revoke a license if the
6	departmen	t deems that the agency is unwilling or unable to
7	comply wi	th the rules adopted under this section; provided that:
8	(1)	Upon suspension or revocation of a license, the home
9		and community-based case management agency shall no
10		longer be licensed and shall immediately notify the
11	,	agency's clients and [community care foster family
12		homes, expanded adult residential care homes, the
13		adult residential care homes and assisted living
14		facilities in which the agency is providing services
15		to clients;
16	(2)	A home and community-based case management agency
17		whose license has been suspended or revoked may appeal
18		the suspension or revocation to the department through
19		its established process, but the appeal shall not stay
20	·	the suspension or revocation;
21	(3)	A suspended or revoked license may be reinstated if

the department deems that the agency is willing and



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1	able to comply with the rules adopted under this
2	section; and
3	(4) A revoked license shall be restored only after a new
4	application is made and reviewed under this part."
5	4. By amending subsections (h) and (i) to read:
6	"(h) The department shall adopt standard forms of contract
7	that the home and community-based case management agency shall
8	use with each of its clients, [community care foster family
9	homes, expanded adult residential care homes,] adult residential
10	care homes, and assisted living facilities.
11	(i) The department shall establish a review board
12	consisting of three operators of [community care foster family
13	homes and three operators of expanded adult residential care
14	homes.] tier two or tier three facility type III adult
15	residential care homes and three operators of tier two or tier
16	three facility type I or II adult residential care homes. The
17	review board shall monitor referrals and placements of clients
18	by each home and community-based case management agency on a
19	monthly basis. Each home and community-based case management
20	agency shall be required to provide monthly reports to the
21	review board."

22 5. By amending subsection (k) to read:



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1	"(k) A home and community-based case management agency			
2	shall not enter into an agreement that requires [a community			
3	care foster family home] any tier two or tier three facility			
4	type III adult residential care home to accept that agency's			
5	clients exclusively."			
6	SECTION 13. Section 346-335, Hawaii Revised Statutes, is			
7	amended to read as follows:			
8	"§346-335 Background checks. (a) The department shall			
9	develop standards to ensure the reputable and responsible			
10	character of operators, employees, volunteers, and other adults			
11	regularly present, except for adults in care, of the programs			
12	identified in section 346-97.			
13	(b) An applicant for the programs identified in section			
14	346-97 shall:			
15	(1) Be subject to criminal history record checks in			
16	accordance with section 846-2.7;			
17	(2) Be subject to adult abuse perpetrator checks, if the			
18	individual has direct contact with a client. For the			
19	purposes of this section, "adult abuse perpetrator			
20	check" means a search to determine whether an			
21	individual is known to the department as a perpetrator			
22	of abuse as defined in section 346-222, by means of a			
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search of the individual's name and birth date in the department's adult protective service file; and (3) Provide consent to the department or its designee to conduct an adult abuse perpetrator check and to obtain other criminal history record information for verification.

7 (c) New employees of the programs identified in section
8 346-97 shall be fingerprinted within five working days of
9 employment, for the purpose of complying with the criminal
10 history record check requirement.

11 (d) The department or its designee shall obtain criminal history record information through the Hawaii criminal justice 12 13 data center in accordance with section 846-2.7 on applicants for 14 programs identified in section 346-97. The Hawaii criminal 15 justice data center may assess the applicants and operators, 16 employees, and new employees a reasonable fee for each criminal history record check conducted. The information obtained shall 17 be used exclusively for the stated purposes for which it was 18 19 obtained and shall be subject to federal laws and regulations as 20 may be now or hereafter adopted.

(e) The department or its designee shall make a name
inquiry into the criminal history records and the adult



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[.] 1	protective s	ervice file for the first two years a home and
2	community-ba	sed case management agency is licensed and annually
3	or bienniall.	y thereafter depending on the licensure status of
4	the home and	community-based case management agency.
5	[(f) A	n applicant for a certificate of approval as a
6	community ca	re foster family home and operators and other adults
7	residing in	a community care foster family home shall:
8	(1) Be	subject to criminal history record checks in
9	ae	cordance with section 846 2.7;
10	(2) Be	subject to adult abuse perpetrator checks, if the
11	in	dividual has direct contact with a client. For the
12	pu	rposes of this section, "adult abuse perpetrator
13	ch	eck" means a search to determine whether an
14	in	dividual is known to the department as a perpetrator
15	of	abuse as defined in section 346 222, by means of a
16	æ	arch of the individual's name and birth date in the
17	de	partment's adult-protective service file; and
18	(3) Pr	ovide consent to the department to conduct an adult
19	ak	wse perpetrator check and to obtain other criminal
20	hi	story record information for verification.
21	- (g) 1	he department or its designee shall obtain criminal
22	history rece	rd information through the Hawaii criminal justice
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1	data center on applicants for certificates of approval as
2	community care foster family homes and operators and other
3	adults residing in community care foster family homes, except
4	for adults receiving care. The Hawaii criminal justice data
5	center may assess the applicants and operators and other adults
6	a-reasonable fee for each criminal history record check
7	conducted. The information obtained shall be used exclusively
8	for the stated purpose for which it was obtained and shall be
9	subject to federal laws and regulations as may be now or
10	hereafter adopted.
11	(h) The department or its designee shall make a name
12	inquiry into the criminal history records and the adult
13	protective service file for the first two years a community care
14	foster-family home is certified and annually or biennially
15	thereafter depending on the certification status of the
16	community care foster family home.]"
17	SECTION 14. Section 346D-4.5, Hawaii Revised Statutes, is
18	amended by amending subsection (a) to read as follows:
19	"(a) There may be established a monthly needs allowance
20	for individuals living in:
21	(1) Adult residential care [home type I and type II
22	facilities] homes;



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1	(2)	Licensed developmental disabilities domiciliary homes
2		as defined in section 321-15.9;
3	[-(3) -	Community care foster family homes as defined in
4		section 346-331;
5	(4)]	(3) Certified adult foster homes as defined in
6		section 321-11.2;
7	[(5)]	(4) Domiciliary care as defined in section 346-1;
8	[(6)]	(5) A nursing facility as defined in section 346E-1;
9		or
10	[(7)]	(6) A community-based residence as part of the
11		residential alternatives community care program."
12	SECT	ION 15. Section 349-21, Hawaii Revised Statutes, is
13	amended by	y amending subsection (f) to read as follows:
14	"(f)	For the purposes of this part:
15	"Con:	flict of interest" includes:
16	(1)	Any direct involvement in the licensing or
17		certification of a long-term care facility or of a
18		provider of a long-term care service;
19	(2)	An ownership or investment interest in a long-term
20		care facility or a long-term care service;
21	(3)	Employment by, or participation in the management of,
22		a long-term care facility; and



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1	(4)	Receipt of, or the right to receive, directly or
2		indirectly, remuneration under a compensation
3		arrangement with an owner or operator of a long-term
4		care facility.
5	"Long	g-term care facility" means any:
6	(1)	Skilled nursing facility as defined in section 1819(a)
7	·	of the Social Security Act, as amended;
8	(2)	Nursing facility, as defined in section 1919(a) of the
9		Social Security Act, as amended;
10	(3)	Adult residential care home[, including any expanded
11		adult-residential care home];
12	(4)	Assisted living facility;
13	(5)	Intermediate care facility as defined in section
14		1905(c) of the Social Security Act, as amended; and
15	(6)	Other similar facility licensed by the State serving
16		elders."
17	SECT	ION 16. Section 431:10H-301, Hawaii Revised Statutes,
18	is amended	d by amending subsection (c) to read as follows:
19	"(C)	For the purpose of subsection (b) and for the purpose
20	of descril	bing examples of services typically found in this
21	State, co	verage shall be one or more of the following services
22	or any co	mbination of services:

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1	(1)	Home health care services, as defined in section
2		431:10H-201;
3	(2)	Adult day care, as defined in section 431:10H-201;
4	(3)	Adult residential care home, as defined in section
5		[321-15.1;] <u>346-A;</u>
6	[(4)	Extended care adult residential care home, as defined
7		in section 323D-2;
8	(5) -]	(4) Nursing home, as defined in section 457B-2;
9	[.(6)]	(5) Skilled nursing facilities and intermediate care
10		facilities, as referenced in section 321-11(10);
11	[-{7}]	(6) Hospices, as referenced in section 321-11;
12	[-(8)]	(7) Assisted living facility, as defined in section
13		323D-2;
14	[(9)]	(8) Personal care, as defined in section 431:10H-201;
15	[(10)]	(9) Respite care, as defined in section 333F-1; and
16	[(11)]	(10) Any other care as provided by rule of the
17		commissioner."
18	SECT	ION 17. Section 518-3, Hawaii Revised Statutes, is
19	amended t	o read as follows:
20	· "[-£]	<pre>§518-3[+] Invalidity of certain restrictive covenants.</pre>
21	It is the	public policy of the State to establish community
22	residence	s in residential areas. Therefore, any restrictive
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1 covenant or other private legal impediment made by any person, 2 association, firm, or corporation which directly or indirectly 3 prevents or restricts the establishment in an area zoned for 4 residential use of a facility licensed by the State as [an] a 5 tier one adult residential care home as defined under section 6 [321 15.1;] 346-A; intermediate care facility/mental retardation-community as defined under section [+]46-4(f)[+]; or 7 8 special treatment facility as defined under section 334-1 shall 9 be void and unenforceable as to such community residences." SECTION 18. Section 846-2.7, Hawaii Revised Statutes, is 10 11 amended by amending subsection (b) to read as follows: 12 "(b) Criminal history record checks may be conducted by: 13 The department of health on operators of adult foster (1)14 homes or developmental disabilities domiciliary homes 15 and their employees, as provided by section 333F-22; (2) The department of health on prospective employees, 16 17 persons seeking to serve as providers, or 18 subcontractors in positions that place them in direct 19 contact with clients when providing non-witnessed 20 direct mental health services as provided by section 21 321-171.5;



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1 (3)The department of health on all applicants for 2 licensure for, operators for, and prospective 3 employees, and volunteers at one or more of the following: skilled nursing facility, intermediate 4 5 care facility, [adult residential care home, expanded 6 adult residential care home,] assisted living 7 facility, home health agency, hospice, adult day . 8 health center, special treatment facility, therapeutic 9 living program, intermediate care facility for the 10 mentally retarded, hospital, rural health center and 11 rehabilitation agency, and, in the case of any of the 12 above-related facilities operating in a private 13 residence, on any adult living in the facility other 14 than the client as provided by section 321-15.2; 15 (4)The department of education on employees, prospective 16 employees, and teacher trainees in any public school 17 in positions that necessitate close proximity to 18 children as provided by section 302A-601.5; 19 (5) The counties on employees and prospective employees 20 who may be in positions that place them in close 21 proximity to children in recreation or child care 22 programs and services;



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1	(6)	The county liquor commissions on applicants for liquor
2		licenses as provided by section 281-53.5;
3	(7)	The department of human services on operators and
4		employees of child caring institutions, child placing
5		organizations, and foster boarding homes as provided
6		by section 346-17;
7	(8)	The department of human services on prospective
8		adoptive parents as established under section 346-
9		19.7;
10	(9)	The department of human services on applicants to
11		operate child care facilities, prospective employees
12		of the applicant, and new employees of the provider
13		after registration or licensure as provided by section
14		346-154;
15	(10)	The department of human services on persons exempt
16		pursuant to section 346-152 to be eligible to provide
17		child care and receive child care subsidies as
18		provided by section 346-152.5;
19	(11)	The department of human services on operators and
20		employees of home and community-based case management
21		agencies as provided by section 346-335, and operators
22		and other adults, except for adults in care, [residing



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1		in foster family homes as provided by section 346
2		335;] of adult residential care homes as provided by
3		section 346-G;
4	(12)	The department of human services on staff members of
5		the Hawaii youth correctional facility as provided by
6		section 352-5.5;
7	(13)	The department of human services on employees,
8		prospective employees, and volunteers of contracted
9		providers and subcontractors in positions that place
10		them in close proximity to youth when providing
11		services on behalf of the office or the Hawaii youth
12		correctional facility as provided by section 352D-4.3;
13	(14)	The judiciary on employees and applicants at detention
14		and shelter facilities as provided by section 571-34;
15	(15)	The department of public safety on employees and
16		prospective employees who are directly involved with
17		the treatment and care of persons committed to a
18		correctional facility or who possess police powers
19		including the power of arrest as provided by section
20		353C-5;



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1	(16)	The department of commerce and consumer affairs on
2		applicants for private detective or private guard
3		licensure as provided by section 463-9;
4	(17)	Private schools and designated organizations on
5		employees and prospective employees who may be in
6		positions that necessitate close proximity to
7		children; provided that private schools and designated
8		organizations receive only indications of the states
9	,	from which the national criminal history record
10		information was provided pursuant to section 302C-1;
11	(18)	The public library system on employees and prospective
12		employees whose positions place them in close
13		proximity to children as provided by section 302A-
14		601.5;
15	(19)	The State or any of its branches, political
16		subdivisions, or agencies on applicants and employees
17		holding a position that has the same type of contact
18		with children, vulnerable adults, or persons committed
19		to a correctional facility as other public employees
20		who hold positions that are authorized by law to
21		require criminal history record checks as a condition
22		of employment as provided by section 78-2.7;



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1	(20)	The department of human services on licensed adult day
2		care center operators, employees, new employees,
3		subcontracted service providers and their employees,
4		and adult volunteers as provided by section 346-97;
5	(21)	The department of human services on purchase of
6		service contracted and subcontracted service providers
7		and their employees serving clients of the adult and
8		community care services branch, as provided by section
9		346-97;
10	(22)	The department of human services on foster grandparent
11		program, retired and senior volunteer program, senior
12		companion program, and respite companion program
13		participants as provided by section 346-97;
14	(23)	The department of human services on contracted and
15		subcontracted service providers and their current and
16		prospective employees that provide home and community-
17		based services under Section 1915(c) of the Social
18		Security Act (Title 42 United States Code Section
19		1396n(c)), or under any other applicable section or
20		sections of the Social Security Act for the purposes
21		of providing home and community-based services, as
22		provided by section 346-97;



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1	(24)	The department of commerce and consumer affairs on
2		proposed directors and executive officers of a bank,
3		savings bank, savings and loan association, trust
4		company, and depository financial services loan
5		company as provided by section 412:3-201;
6	(25)	The department of commerce and consumer affairs on
7		proposed directors and executive officers of a
8		nondepository financial services loan company as
9		provided by section 412:3-301;
10	(26)	The department of commerce and consumer affairs on the
11	ſ	original chartering applicants and proposed executive
12		officers of a credit union as provided by section
13		412:10-103;
14	(27)	The department of commerce and consumer affairs on:
15		(A) Each principal of every non-corporate applicant
16		for a money transmitter license; and
17		(B) The executive officers, key shareholders, and
18		managers in charge of a money transmitter's
19		activities of every corporate applicant for a
20		money transmitter license,
21		as provided by section 489D-9;



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1	(28)	The department of commerce and consumer affairs on
2		applicants for licensure and persons licensed under
3		title 24;
4	(29)	The Hawaii health systems corporation on:
5		(A) Employees;
6		(B) Applicants seeking employment;
7		(C) Current or prospective members of the corporation
8		board or regional system board; or
9		(D) Current or prospective volunteers, providers, or
10		contractors,
11		in any of the corporation's health facilities as
12		provided by section 323F-5.5;
13	[+](30)[+]	The department of commerce and consumer affairs on an
14		applicant for a mortgage loan originator's license as
15		provided by chapter 454F; and
16	[]](31)[]]	Any other organization, entity, or the State, its
17		branches, political subdivisions, or agencies as may
18		be authorized by state law."
19	SECT	ION 19. Section 321-15.3, Hawaii Revised Statutes, is
20	repealed.	
21	["- [§ :	321 15.3 Criminal history disclosure of prospective
22	care home	resident.] Notwithstanding any other law to the



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1	contrary, the department of health-shall disclose to the
2	operator of an adult residential care home, to the extent that
3	the division or office of the department that is referring the
4	individual to the care home possesses, the information in
5	existing records at the time-of, and as part of, the application
6	for admission, the criminal history of a prospective resident
7	applying for entry to the care home when the prospective
8	resident had previously been:
9	(1) Convicted of an offense involving violence to a
10	person; or
11	(2) Admitted to the state hospital under the jurisdiction
12	of the department of health as a result of an
13	acquittal under chapter 704 for an offense involving
14	violence to a person."]
15	SECTION 20. Section 321-15.6, Hawaii Revised Statutes, is
16	repealed.
17	[" §321 15.6 Adult residential care homes; licensing. (a)
18	All-adult residential care homes shall be licensed to ensure the
19	health, safety, and welfare of the individuals placed therein.
20	The department shall conduct unannounced visits, other than the
21	inspection for relicensing, to every licensed adult residential
22	care home and expanded adult residential care home on an annual
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1	basis-and	at such intervals as determined by the department to			
2	ensure-th	e health, safety, and welfare of each resident.			
3	Unannounced visits may be conducted during or outside regular				
4	business	hours. All inspections relating to follow up visits,			
5	visits to	- confirm correction of deficiencies, or visits to			
6	investiga	te complaints or suspicion of abuse or neglect shall be			
7	conducted	unannounced during or outside regular business hours.			
8	Annual in	spections for relicensing may be conducted during			
9	regular business hours or at intervals determined by the				
10	department. Annual inspections for relicensing shall be				
11	conducted with notice, unless otherwise determined by the				
12	departmen	t.			
13	-(b)	The director shall adopt rules regarding adult			
14	residenti	al care homes in accordance with chapter 91 that shall			
15	be-design	ed to:			
16	-(1)	Protect-the health, safety, and civil rights of			
17		persons residing in facilities regulated;			
18	(2)	Provide for the licensing of adult residential care			
19		homes; provided that the rules shall allow group			
20		living in two categories of adult residential care			
21		homes-as-licensed by the department of health:			



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1		(A)	Type I-allowing five or fewer residents; provided
2			that up to six residents may be allowed at the
3			discretion of the department to live in a type I
4			home; provided further that the primary caregiver
5			or home operator is a certified nurse aide who
6			has completed a state-approved training program
7			and other training as required by the department;
8			and
9		-(B)-	Type-II-allowing six-or more residents, including
10			but not limited to the mentally ill, elders,
11			persons with disabilities, the developmentally
12			disabled, or totally disabled persons who are not
13	. .		related to the home operator or facility staff;
14	(3)	Comp	ly with applicable federal laws and regulations of
15		Titl	e XVI of the Social Security Act, as amended; and
16	(4)	Prov	ide penalties for the failure to comply with any
17		rule	.
18	Ford	che p	urposes of this subsection:
19	"Deve	elopm	entally disabled" means a person with
20	developmen	atal -	disabilities as defined under section 333F 1.
21	"Elde	er" h	as the same meaning as defined under section 356D
22	1.		



1	"Mentally ill" means a mentally ill person as defined under
2	section 334-1.
3	"Persons with disabilities" means persons having a
4	disability under section 515-2.
5	"Totally disabled person" has the same meaning as a person
6	totally disabled as defined under section 235 1.
7	(c) The department may provide for the training of and
8	consultations with operators and staff of any facility licensed
9	under this section, in conjunction with any licensing thereof,
10	and shall adopt rules to ensure that adult residential care home
11	operators shall have the needed skills to provide proper care
12	and supervision in a home environment as required under
13	department-rules.
14	(d) The department shall establish a standard admission
15	policy and procedure which shall require the provision of
16	information that includes the appropriate medical and personal
17	history of the patient as well as the level of care needed by
18	the patient prior to the patient's referral and admission to any
19	adult residential care home facility. The department shall
20	develop appropriate forms and patient summaries for this
21	purpose.



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1	(e) The department shall maintain an inventory of all
2	facilities licensed under this section and shall maintain a
3	current-inventory of vacancies therein to facilitate the
4	placement-of individuals in such facilities.
5	(f) The department shall develop and adopt a social model
6	of health care to ensure the health, safety, and welfare of
7	individuals placed in adult residential care homes. The social
8	model of care shall provide for aging in place and be-designed
9	to protect the health, safety, civil rights, and rights of
10	choice of the persons to reside in a nursing facility or in
11	home- or community based care.
12	(g) Any fines collected by the department of health for
13	violations of this section shall be deposited into the office of
14	health care assurance special fund."]
15	SECTION 21. Section 321-15.61, Hawaii Revised Statutes, is
16	repealed.
17	[" [§321-15.61] Adult residential care homes expanded
18	admissions. (a) Adult residential care homes may admit an
19	individual who has been living immediately prior to admission in
20	the individual's own home, a hospital, or other care setting,
21	and who has been either:



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1	(1) Admitted to a medicaid waiver program and determined	Admit	f	
2	by the department of human services to require nursing	by th	.ng	
3	facility level care to manage the individual's	faci]		
4	physical, mental, and social functions; or	physi		
5	(2) A private paying individual certified by a physician	A pri	ŧ	
6	or advanced practice registered nurse as needing-a	or a ë		
7	nursing facility level of care.	nursi		
8	(b) The department of health shall adopt rules in	The		
9	accordance with chapter 91 to expand admissions to adult	e with		
10	residential care homes by level-of care and to define and	.al car		
11	standardize-these levels of care. The rules and standards shall			
12	provide for appropriate and adequate requirements for knowledge			
13	and-training of adult residential care home operators and their			
14	employees."]			
15	SECTION 22. Section 321-15.62, Hawaii Revised Statutes, is			
16	repealed.	1		
17	["§321-15.62 Expanded adult residential care homes;	21-15 .		
18	licensing. (a) All expanded adult residential care homes shall	. (a)	11	
19	be licensed to ensure the health, safety, and welfare of the	ed to		
20	individuals placed therein.			
21	(b) The director of health shall adopt rules regarding	-The-é		
22	expanded adult-residential care homes in accordance with chapter	-adult-	:er	
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1	91 that s	hall implement a social model of health care designed
2	to:	
3	(1)	Protect the health, safety, civil rights, and rights
4		of choice of residents in a nursing facility or in
5		home or community based care;
6	(2)	Provide for the licensing of expanded adult
7		residential care homes for persons who are certified
8		by the department of human services, a physician,
9		advanced practice registered nurse, or registered
10		nurse-case manager as requiring skilled nursing
11		facility level or intermediate care facility level of
12		care who have no financial relationship with the home
13	<u>`</u> ,	care operator or facility staff; provided that the
14	`````	rules-shall-allow group living in the following two
15		categories of expanded adult residential care homes as
16		licensed by the department of health:
17		(A) A type I home shall consist of five or fewer
18		residents with no more than two nursing facility
19		level residents; provided that more nursing
20		facility level residents may be allowed at the
21		discretion of the department; and provided
22		further that up to six residents may be allowed



1		at the discretion of the department to live in a
2		type I home; provided that the primary caregiver
3		or home operator is a certified nurse aide who
4		has completed a state approved training program
5		and other training as required by the department;
6		and
7	(B) -	A type II home shall consist of six or more
8		residents, with no more than twenty per-cent of
9		the home's licensed capacity as nursing facility
10		level-residents; provided that more nursing
11		facility level residents may be allowed at the
12		discretion of the department; provided-further
13		that the department shall exercise its discretion
14		for a resident presently residing in a type I or
15		type II home, to allow the resident to remain as
16		an additional nursing facility level resident
17		based upon the best interests of the resident.
18		The best interests of the resident shall be
19		determined by the department after consultation
20		with the resident, the resident's family, primary
21		physician, case manager, primary caregiver, and
22		home-operator;



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1	-(3)-	Comply with applicable federal laws and regulations of
2		Title XVI of the Social Security Act, as amended; and
3	(4)	Provide penalties for the failure to comply with any
4		rule.
5 '	(c)	The department may provide for the training of and
6	consultat	ions with operators-and staff of any facility licensed
7	under-thi	s section, in conjunction with any licensing thereof,
8	and shall	-adopt-rules to ensure that expanded adult residential
9.	care-home	operators shall have the needed skills to provide
10	proper ca	re and supervision in a home environment as required
11	under dep	artment-rules.
12	- (d)	The department shall establish a standard admission
13	policy an	d procedure which shall require the provision of
14	informati	on that includes the appropriate medical and personal
15	history c	f the patient as well as the level of care needed by
16	the patie	nt prior to the patient's referral and admission to any
17	expanded	adult residential care home facility. The department
18	shall dev	elop appropriate forms and patient summaries for this
19	purpose.	
20	(e)	The department shall maintain an inventory of all
21	faciliti e	s licensed under this section and shall maintain a



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1	current inventory of vacancies therein to facilitate the
2	placement of individuals in such facilities."]
3	SECTION 23. Section 346-53.4, Hawaii Revised Statutes, is
4	repealed.
5	["[\$346-53.4] Reimbursement to expanded adult residential
6	care home operators. Qualified expanded adult residential care
7	home operators under section 321-15.62 who accept residents
8	certified by the department as requiring skilled nursing
9	facility level care shall be reimbursed based on the severity of
10	the resident's disability."]
11	SECTION 24. Section 346-332, Hawaii Revised Statutes, is
12	repealed.
13	[" [§346-332] Applicability . (a) Prior to June 30, 2006,
14	this part shall apply to the demonstration project statewide.
15	(b) Community care foster family homes shall be required
16	to reserve at least one bed for medicaid patients."]
17	SECTION 25. Section 346-334, Hawaii Revised Statutes, is
18	repealed.
19	[" [§346-334] Community care foster family home, authority
20	ever and evaluation of. (a) Any person in any household who
21	wants to take in, for a fee, any adult who is at the nursing
22	facility level of care and who is unrelated to anyone in the
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1	houschold, for twenty four hour living accommodations, including
2	personal care and homemaker services, may do so only after the
3	household meets-the-required-standards-established-for
4	certification and obtains a certificate of approval from the
5	department or its designee.
6	(b) The department shall adopt rules pursuant to chapter
7	91-relating to:
8	(1) Standards of conditions and competence for the
9	operation of community care foster family homes;
10	(2) Procedures for obtaining and renewing a certificate of
11	approval from the department; and
12	(3) Minimum grievance procedures for clients of community
13	care foster family home services.
14	(c) As a condition for obtaining a certificate of
15	approval, community care foster family homes shall comply with
16	rules adopted under subsection (b) and satisfy the background
17	check requirements under section 346-335. The department or its
18	designee may deny a certificate of approval if:
19	(1) An operator or other adult residing in the community
20	care foster family home, except for adults receiving
21	care,-has been convicted of a crime other than a minor
22	traffic violation involving a fine of \$50 or less;



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1	(2)	The department or its designee finds that the criminal
2	v	history record of an operator or other adult residing
3		in the home, except for adults receiving care, poses a
4		risk to the health, safety, or well being of adults in
5		care; or
6	′ -(3) -	An operator or other adult residing in the community
7		care foster family home, except for adults receiving
8		care, is a perpetrator of abuse as defined in section
9		346-222.
10	(b)	Upon approval of a community care foster family home,
11	the-depar	tment or its designee shall issue a certificate of
12	approval-	that shall continue in force for one year, or for two
13	years if	a community care foster family home has been certified
14	for at le	ast one year and is in good standing pursuant to
15	standards	adopted by the department, unless sooner suspended or
16	revoked f	or cause. The department or its designee shall renew
17	the-certi	ficate of approval only if, after an annual or biennial
18	evaluatio	n, the home continues to meet the standards required
19	for-certi	fication.
20	(e)	-Any community-care foster family home shall-be subject
21	to invest	igation by the department or its designee at any time



1	and in th	e manner, place, and form as provided in procedures to
2	be establ	ished by the department.
3	(1)	The department or its designee may suspend or revoke a
4	certifica	te of approval if the department or its designee deems
5	that a co	mmunity care foster family home is unwilling or unable
6	to comply	with the rules adopted under subsection (b); provided
7	that:	
8	(1)	The suspension or revocation shall be immediate when
9		conditions exist that constitute an imminent danger to
10		life, health, or safety of adults receiving care;
11	(2)	A community care føster family home whose certificate
12		of-approval has been suspended or revoked shall
13		immediately notify its clients and their case
14		managers;
15	(3)	A community care føster family home whose certificate
16		of approval has been suspended or revoked may appeal
17	:	to the department through its established process, but
18		the appeal shall not stay the suspension or
19		revocation;
20	-(4)-	A suspended or revoked certificate of approval may be
21		reinstated if the department or its designee deems



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1	that the home is willing and able to comply with the
2	· rules adopted under subsection (b); and
3	(5) A revoked certificate of approval shall be restored
4	only after a new application for a certificate of
5	approval is submitted to the department or its
· 6	designee and approved.
7	(g) Any community care foster family home shall be subject
8	to monitoring and evaluation by the department or its designee
9	for certification compliance and quality assurance on an annual
10	or biennial basis. "]
11	SECTION 26. All rights, powers, functions, and duties of
12	the department of health relating to adult residential care
13	homes and expanded adult residential care homes are transferred
14	to the department of human services.
15	All officers and employees whose functions are transferred
16	by this Act shall be transferred with their functions and shall
17	continue to perform their regular duties upon their transfer,
18	subject to the state personnel laws and this Act.
19	No officer or employee of the State having tenure shall
20	suffer any loss of salary, seniority, prior service credit,
21	vacation, sick leave, or other employee benefit or privilege as
22	a consequence of this Act, and such officer or employee may be
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1 transferred or appointed to a civil service position without the 2 necessity of examination; provided that the officer or employee 3 possesses the minimum qualifications for the position to which 4 transferred or appointed; and provided that subsequent changes 5 in status may be made pursuant to applicable civil service and 6 compensation laws.

7 An officer or employee of the State who does not have 8 tenure and who may be transferred or appointed to a civil 9 service position as a consequence of this Act shall become a 10 civil service employee without the loss of salary, seniority, 11 prior service credit, vacation, sick leave, or other employee 12 benefits or privileges and without the necessity of examination; 13 provided that such officer or employee possesses the minimum 14 qualifications for the position to which transferred or 15 appointed.

16 If an office or position held by an officer or employee 17 having tenure is abolished, the officer or employee shall not 18 thereby be separated from public employment, but shall remain in 19 the employment of the State with the same pay and classification 20 and shall be transferred to some other office or position for 21 which the officer or employee is eligible under the personnel



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laws of the State as determined by the head of the department or
 the governor.

3 SECTION 27. All appropriations, records, equipment,
4 machines, files, supplies, contracts, books, papers, documents,
5 maps, and other personal property heretofore made, used,
6 acquired, or held by the department of health relating to the
7 functions transferred to the department of human services shall
8 be transferred with the functions to which they relate.

9 SECTION 28. All rules adopted by the department of health 10 regulating adult residential care homes and expanded adult 11 residential care homes in effect on the day prior to the 12 effective date of this Act shall remain in full force and effect 13 until such time that the department of human services adopts new 14 rules regulating tier one, tier two, and tier three adult 15 residential care homes.

SECTION 29. All deeds, leases, contracts, loans, agreements, permits, or other documents executed or entered into by or on behalf of the department of health relating to the functions transferred to the department of human services shall remain in full force and effect. Effective July 1, 2011, every reference to the department of health therein shall be construed as a reference to the department of human services.



SECTION 30. In codifying the new sections added by section
 1 of this Act, the revisor of statutes shall substitute
 appropriate section numbers for the letters used in designating
 the new sections in this Act.
 SECTION 31. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.
 SECTION 32. This Act shall take effect on January 1, 2011.

Tokn M INTRODUCED BY:

JAN 27 2010



Report Title: Home and Community-Based Residential Care Homes

Description:

Creates a uniform set of regulations concerning home and community-based residential care homes. Repeals current provisions relating to adult residential care homes, expanded adult residential care homes, and community care foster family homes.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

