S.B. NO. ²⁰⁹⁹ S.D. 2 H.D. 1 PROPOSED

1

A BILL FOR AN ACT

RELATING TO HEALTH.

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

1	SEC	FION 1. Section 323D-43, Hawaii Revised Statutes, is
2	amended t	to read as follows:
3	"§32	23D-43 Certificates of need. (a) No person, public or
4	private,	nonprofit or for profit, shall:
5	(1)	Construct, expand, alter, convert, develop, initiate,
6		or modify a health care facility or health care
7		services in the [State] <u>state</u> that requires a total
8		capital expenditure in excess of the expenditure
9		minimum; or
10	(2)	Substantially modify or increase the scope or type of
11		health service rendered; or
12	(3)	Increase, decrease, or change the class of usage of
13		the bed complement of a health care facility, or
14		relocate beds from one physical facility or site to
15		another,
16	unless a	certificate of need therefor has first been issued by

17 the state agency.



Page 2

2099 S.D. 2 H.D. 1 S.B. NO. PROPOSED

2

1	(b)	No certificate of need shall be issued unless the	
2	state age	ncy has determined that:	
3	(1)	There is a public need for the facility or the	
4		service; and	
5	(2)	The cost of the facility or service will not be	
6		unreasonable in the light of the benefits it will	
7		provide and its impact on health care costs.	
8	(C)	The state agency may adopt criteria for certificate of	
9	need review [which] <u>that</u> are consistent with this section.		
10	[Such] <u>The</u> criteria may include [but are not limited to] need,		
11	cost, quality, accessibility, availability, and acceptability.		
12	Each decision of the state agency to issue a certificate of		
13	need [shall], except in an emergency situation that poses a		
14	threat to public health, <u>shall</u> be consistent with the state		
15	health services and facilities plan in effect under section		
16	323D-15. Each certificate of need issued shall be valid for a		
17	period of one year from the date of issuance unless the period		
18	is extended for good cause by the state agency and expenditures		
19	for the project shall not exceed the maximum amount of the		
20	expenditures approved in the certificate of need.		
21	(d)	In the case of a renal dialysis facility:	



Page 3



3

1	(1)	To be issued a certificate of need, a proposed renal	
2		dialysis facility shall meet the criterion of minimum	
3		average annual utilization rate as follows:	
4		(A) At the proposed facility, the utilization rate	
5		shall be projected to reach seventy-five per cent	
6		by the third year of operation; and	
7		(B) At all other existing renal dialysis facilities	
8		in the same health service area, the utilization	
9		rate shall be at least eighty per cent;	
10		and	
11	(2)	For expansion of services at an existing renal	
12		dialysis facility, the facility's average annual	
13		utilization rate shall be at least eighty per cent.	
14	For the purposes of this subsection, a minimum of 3.5 treatments		
15	per dialys	is station per day shall be considered full	
16	utilization. A minimum of six dialysis stations shall be		
17	considered	the optimum facility size."	
18	SECTI	ON 2. Statutory material to be repealed is bracketed	
19	and strick	en. New statutory material is underscored.	
20	SECTI	ON 3. This Act shall take effect on July 1, 2010 and	
21	shall be r	epealed on June 30, 2013.	





Report Title:

Certificate of Need; Renal Dialysis Facility

Description:

Sets requirements for obtaining a certificate of need for a proposed renal dialysis facility and the amount of health care services that must be provided by new and existing renal dialysis facilities to continue to qualify under the certificate of need process. (PROPOSED SB2099 HD1)

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

