## <u>S.B. NO. 2717</u>

JAN 25 2010

### A BILL FOR AN ACT

RELATING TO GENERAL ASSISTANCE.

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

1	SECT	ION 1. Section 346-71, Hawaii Revised Statutes, is
2	amended b	y amending subsection (b) to read as follows:
3	"(b)	A person between eighteen and sixty-five years of age
4		with a disability shall be eligible for general
5		assistance to households without minor dependents if
6		the person:
7	(1)	Is determined to be needy in accordance with standards
8		established by this chapter and the rules adopted
9		under subsection (e);
10	(2)	Is unable to meet the disability requirements
11		established by the federal Supplemental Security
12		Income Program or its successor agency; and
13	(3)	Is unable to engage in any substantial gainful
14		employment because of a determined and certified
15		physical, mental, or combination of physical and
16		mental disability. Upon application, the department
17		shall ask the person whether the person has a physical
18		or mental disability, or both. If the person claims

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to have both a physical and mental disability, the 1 department shall ask the person to choose whether the 2 person's primary disability is physical or mental. 3 4 Determination and certification of the disability shall be as follows: 5 A determination and certification of physical (A) 6 disability shall be made by a board of licensed 7 8 physicians designated and paid by the department. Meetings of this board shall not be 9 subject to part I of chapter 92; 10 A determination and certification of mental (B) 11 disability shall be made by a board of licensed 12 psychologists or licensed physicians whose 13 specialty is in psychiatry. This board shall be 14 designated and paid by the department. Meetings 15 of this board shall not be subject to part I of 16 chapter 92; 17 [(C) If a determination and certification is made 18 that the applicant does not have a physical, 19 20 mental, or combination of a physical and mental 21 disability, prior to a denial of any claim, the department shall provide the applicant with an 22

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1	initial denial notice that gives the applicant at
2	least-ten-calendar-days-to-provide-additional
3	medical evidence. The notice shall refer the
4	applicant-to-free-legal-services for assistance
5	and permit the applicant to request extensions of
6	time, if necessary;]
7	$\left[\frac{(D)}{(D)}\right]$ (C) If a determination of physical, mental,
8	or combination of a physical and mental
9	disability is made, the person shall accept and
10	pursue appropriate medical treatment from a
11	provider of the person's choice. The department
12	shall promptly provide the person with a complete
13	and legible copy of the recommended appropriate
14	treatment;
15	$\left[\frac{(E)}{(E)}\right]$ (D) Any person, to continue to be certified as
16	mentally disabled, physically disabled, or both
17	mentally and physically disabled, shall be
18	reevaluated annually, as provided by this
19	section, and more frequently, as required by the
20	department; and
21	$\left[\frac{F}{F}\right]$ (E) Failure to pursue appropriate medical
22	treatment shall result in a loss of eligibility,

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1	unless the failure is due to good cause. Good		
2	cause shall include but not be limited to:		
3	(i) Treatment is unavailable;		
4	(ii) Personal emergencies; and		
5	(iii) Circumstances that threaten the safety of		
6	the patient.		
7	The department shall adopt rules in accordance with chapter 91		
8	to define "good cause", as used in subparagraph $[(F),]$ (E), in		
9	order to determine when treatment is unavailable, what		
10	constitutes a personal emergency, what circumstances may		
11	threaten the safety of a patient, and other factors that may		
12	constitute good cause.		
13	As used in this subsection:		
14	"Substantial gainful employment" means at least thirty		
15	hours of work per week.		
16	"With a disability" or "having a disability" means a		
17	disability that extends for a period of over sixty days.		
18	Any person determined to be eligible under this subsection		
19	may be referred to any appropriate state agency for vocational		
20	rehabilitation services and shall be required to accept the		
21	services as a further condition of eligibility for the receipt		
22	of general assistance to households without minor dependents		

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under this section. An assistance unit shall be determined 1 ineligible for general assistance to households without minor 2 dependents if any adult member of the assistance unit fails to 3 4 cooperate with any appropriate state agency for vocational rehabilitation services after being referred for services. 5 Any person found eligible under this subsection may also be required 6 to seek employment and participate in public work projects, as 7 described in section 346-31, and in public employment projects, 8 as described in section 346-102." 9 SECTION 2. Statutory material to be repealed is bracketed 10 and stricken. New statutory material is underscored. 11 This Act will take effect on July 1, 2010. 12 SECTION 3. 13 INTRODUCED BY: 14 BY REQUEST 15

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**Report Title:** General Assistance

#### Description:

To increase general assistance program efficiency by eliminating the requirement to send a ten-day pending notice requesting additional medical evidence when a determination and certification is made that an applicant does not have a physical, mental, or combination of a physical and mental disability.

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#### JUSTIFICATION SHEET

DEPARTMENT:

Human Services

TITLE:

A BILL FOR AN ACT RELATING TO GENERAL ASSISTANCE.

PURPOSE:

To increase general assistance program efficiency by eliminating the need for staff to ask a second time for medical evidence that was already previously requested.

MEANS:

Amend section 346-71(b), Hawaii Revised Statutes.

JUSTIFICATION:

Due to the current economic situation, the volume of applications requiring processing has increased in excess of ten percent for the general assistance program.

This proposed amendment will reduce the number of monthly pending applications and ensure a disposition for applicants in a timely manner. This proposed amendment will increase timely processing for approximately 550 applications per month by reducing the number of monthly pending applications from 1,100 to 1,300 per month to approximately 600 to 800 per month.

<u>Impact on the public</u>: General assistance program applicants who are eligible for benefits will have their applications processed in a timely manner.

Impact on the department and other agencies: The application process for general assistance benefits is made more efficient by allowing staff to work timelier on new applications. Staff will have reduced pending applications and will not have to ask a second time for medical evidence that was already previously requested. This becomes even more critical with the State's furlough schedules. Page 2

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GENERAL FUND:	None.
OTHER FUNDS:	None.
PPBS PROGRAM DESIGNATION:	HMS 212
OTHER AFFECTED AGENCIES:	None.
EFFECTIVE DATE:	July 1, 2010.