STAND. COM. REP. NO. 738

Honolulu, Hawaii

Morch 6, 2009

RE: H.B. No. 1231 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1231 entitled:

"A BILL FOR AN ACT RELATING TO HAWAII HEALTH SYSTEMS CORPORATION,"

begs leave to report as follows:

The purpose of this bill is to strengthed the State's health care safety net by establishing a transitional management team within the Hawaii Health Systems Corporation (HHSC) to plan for necessary restructuring.

The HHSC Board of Directors, West Hawaii Region of HHSC, United Public Workers, and several concerned individuals opposed this bill.

Your Committee has amended this bill by:

- (1) Prohibiting the transitional management team from incurring debt through any finance agreement or the issuance of revenue bonds;
- (2) Clarifying that the transitional management team's plan will be submitted to the Legislature prior to the 2010 Regular Session;
- (3) Changing the effective date to July 1, 2020, to encourage further discussion; and

HB1231 HD1 HSCR FIN HMS 2009-2692



(4) Making technical, nonsubstantive changes for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1231, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1231, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R. OSHIRO, Chair

## State of Hawaii House of Representatives The Twenty-fifth Legislature

## **Record of Votes of the Committee on Finance**

Bill/Resolution No.: HB 1231	Committee Referral:	N Date	narch (	2,2009
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to:  Pass, unamended (as is)  Pass, with amendments (HD)  Hold  Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)				
2. LEE, Marilyn B. (VC)				
3. AQUINO, Henry J.C.	V		PHONE STATE	erigi den a
4. AWANA, Karen Leinani	V			
5. BROWER, Tom				
6. CHOY, Isaac W.	1			
7. COFFMAN, Denny	V		ening participation of the	
8. HAR, Sharon E.				
9. KEITH-AGARAN, Gilbert S.C.	·			
10. LEE, Chris				
11. NISHIMOTO, Scott Y.				
12. SAGUM, Roland D., III	<u> </u>			
13. TOKIOKA, James Kunane	<u> </u>			
14. WOOLEY, Jessica	<i>V</i>			
15. YAMASHITA, Kyle T.	· ·			
16. PINE, Kymberly Marcos				
17. WARD, Gene				
TOTAL (17)	15	/	0	1
The recommendation is:  Adopted If joint referral, did not support recommendation.  committee acronym(s)				
Vice Chair's or designee's signature: Maif 3. Lee				
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