

Honolulu, Hawaii

FEB 26 2010

RE: S.B. No. 2030  
S.D. 2

Honorable Colleen Hanabusa  
President of the Senate  
Twenty-Fifth State Legislature  
Regular Session of 2010  
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B.  
No. 2030, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HEALTH,"

begs leave to report as follows:

The purpose of this measure is to prevent delays in payment  
to QUEST health plans.

More specifically, this measure:

- (1) Exempts QUEST plans from paying interest due under the  
clean claims act when delays are due to failure by  
government payers to reimburse QUEST plans for services  
performed;
- (2) Requires the State to pay interest to QUEST plans for  
delayed Medicaid payments; and
- (3) Appropriates funds from the hurricane reserve trust  
fund, and authorizes expenditure of matching federal  
funds to address the Medicaid shortfall.

Your Committee received written comments in support of this  
measure from Healthcare Association of Hawaii and Ohana Health  
Plan. Comments in opposition were submitted by the Department of  
Budget and Finance and the Department of Human Services. The Med-  
QUEST Division of the Department of Human Services, the Hawaii  
Medical Service Association, and the Hawaii Chapter of the



American Physical Therapy Association submitted comments on this measure. The written comments may be reviewed on the Legislature's website.

Your Committee finds that this measure will provide an incentive for the State to make timely payments to its QUEST plans.

Your Committee has amended this measure by:

- (1) Changing the appropriation amount from the hurricane reserve trust fund to an unspecified sum;
- (2) Changing the effective date to July 1, 2050, to facilitate further discussion on the measure; and
- (3) Making technical nonsubstantive amendments for the purposes of clarity and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2030, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2030, S.D. 2.

Respectfully submitted on  
behalf of the members of the  
Committee on Ways and Means,

  
DONNA MERCADO KIM, Chair



The Senate  
Twenty-Fifth Legislature  
State of Hawaii

**Record of Votes**  
**Committee on Ways and Means**  
**WAM**

Bill / Resolution No.:* <b>SB 2030 SD1</b>	Committee Referral: <b>HMS/CPN, WAM</b>	Date: <b>2/24/10</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="text-align: center;"> <input type="checkbox"/> Pass, unamended 2312         </div> <div style="text-align: center;"> <input checked="" type="checkbox"/> Pass, with amendments 2311         </div> <div style="text-align: center;"> <input type="checkbox"/> Hold 2310         </div> <div style="text-align: center;"> <input type="checkbox"/> Recommit 2313         </div> </div>				
Members	Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)	/			
TSUTSUI, Shan S. (VC)	/			
CHUN OAKLAND, Suzanne	/			
ENGLISH, J. Kalani	/			
FUKUNAGA, Carol	/			
GALUTERIA, Brickwood	/			
HEE, Clayton	/			
HOOSER, Gary L.	/			
KIDANI, Michelle N.	/			
KOKUBUN, Russell S.	/			
TOKUDA, Jill N.	/			
HEMMINGS, Fred				/
TOTAL	11	0	0	1
Recommendation: <div style="display: flex; justify-content: space-around; margin-top: 5px;"> <input checked="" type="checkbox"/> Adopted           <input type="checkbox"/> Not Adopted         </div>				
Chair's or Designee's Signature: 				
<b>Distribution:</b> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> <div style="text-align: center;">Original File with Committee Report</div> <div style="text-align: center;">Yellow Clerk's Office</div> <div style="text-align: center;">Pink Drafting Agency</div> <div style="text-align: center;">Goldenrod Committee File Copy</div> </div>				

\*Only one measure per Record of Votes