1197 STAND. COM. REP. NO.

Honolulu, Hawaii , 2010 RE: S.B. No. 2650 S.D. 2

H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 2650, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE DEPARTMENT OF HUMAN SERVICES,"

begs leave to report as follows:

The purpose of this bill is to ensure that certain levels of Medicaid and public assistance services continue to be provided by requiring:

- Medicaid health insurance plan contractors to provide a specific level of reimbursement for their case management agencies, chore providers, and providers of non-emergency medical transportation;
- (2) All intake and eligibility functions relating to welfare and public assistance recipients be performed by employees of the Department of Human Services; and
- (3) The convening of a task force to determine the feasibility of transferring services to a proposed eligibility-processing operations division.

Catholic Charities Hawaii, The Arc of Hilo, The Arc of Kona, and several concerned individuals supported this bill. The Department of Human Services, Hawaii Government Employees

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Association, a member of the Hawaii County Council, Case Management Professionals Inc., Ohana Health Plan, and several concerned individuals submitted comments.

Your Committee has amended this bill by:

- Limiting a Medicaid healthcare insurance plan contractor to an unspecified percentage reduction in the reimbursement rates that were in effect under an expiring policy with a home and community-based case management agency when renewing a policy with a home and community-based case management agency;
- (2) Changing the effective date to July 1, 2020, to encourage further discussion; and
- (3) 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 S.B. No. 2650, S.D. 2, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2650, S.D. 2, H.D. 2.

> 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

Asce 1192-10

Record of Votes of the Committee on Finance

Bill/Resolution No.: SB 2650 SD2, HD1 Committee Referral: HUS/HLT, FIN 3/29/10				
□ 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)	\checkmark			
3. AQUINO, Henry J.C.				~
4. AWANA, Karen Leinani				V
5. BROWER, Tom	1			
6. CHOY, Isaac W.	1			
7. COFFMAN, Denny	1			
8. HAR, Sharon E.	1			
9. KEITH-AGARAN, Gilbert S.C.	1			
10. LEE, Chris	~	4		
11. NISHIMOTO, Scott Y.	~			
12. SAGUM, Roland D., III				
13. TOKIOKA, James Kunane	~			
14. WOOLEY, Jessica	~			
15. YAMASHITA, Kyle T.	V			
16. FINNEGAN, Lynn			~	
17. WARD, Gene		V		
			4	
TOTAL (17)	12	1	1	3
The recommendation is: Adopted Not Adopted				
If joint referral, did not support recommendation.				
Vice Chair's or designee's signature: Manf B. Fel				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				