LINDA LINGLE GOVERNOR OF HAWAII



STATE OF HAWAII DEPARTMENT OF HEALTH P.O. Box 3378 HONOLULU, HAWAII 96801-3378 CHIYOME LEINAALA FUKINO, M.D. DIRECTOR OF HEALTH

> In reply, please refer to: File:

## **REVISED TESTIMONY**

## HOUSE COMMITTEE ON HEALTH

S.B. 2611, S.D.2 Relating to Vital Statistics

Testimony of Chiyome Leinaala Fukino, M.D. Director of Health

March 12, 2010, 9:30 a.m.

**Department's Position:** The Department of Health supports the current draft with additional amendments, and we are submitting a draft HD1 proposal for the committee's further consideration.

**Fiscal Implications:** Currently, verification will cost \$5, per record. Given recent figures provided to DOH by all 4 counties, there would be a need for verification of approximately 230,000 real property owners. However, if the proposed HD1 draft is accepted and adopted, the Department of Health's Vital Statistics Office shall upon submission of an electronic list of names from each county at agreed upon intervals provide the counties with an electronic verification of death of any person on the list. The fee for verification of electronic lists for the counties for the purposes of this bill shall be established through a subsequent Memorandum of Agreement with the counties establishing the fee at \$50 per request and shall be deposited to the credit of the vital statistics improvement special fund.

**Purpose and Justification:** The Department of Health is submitting a proposed HD1 for consideration that lays the groundwork towards a future of fiscal self-sufficiency for the

Department of Health's Office of Health Status Monitoring (OHSM), while effectively responding to the needs of the counties, as motivated by the initial introduction of this proposal.

In the measure's original version, it proposed to perpetuate an outmoded and inefficient use of government resources and unnecessarily discloses confidential information on individuals to the counties. The county clerks and county real property assessment divisions maintain lists of eligible voters and real property owners with homeowners' tax exemptions. The county clerks want their lists to be current and contain only individuals who are alive and eligible to vote. The property tax assessors want their lists to be current and contain only real property owners who are still living to claim a homeowners' tax exemption. The Department of Health, with the assistance of the legislature, anticipated the need and developed a process called verification in lieu of certified copies (HRS 338-18(g)) that directly addresses the needs of the county clerks and county real property assessors.

As a result of this statute, the State of Hawaii pioneered a nationally utilized process called Electronic Verification of Vital Events (EVVE). This process is extensively used across the nation by federal agencies such as the Social Security Administration, the State Department's Passport Office, and the Federal Office of Personnel Management and should be adapted for these purposes of this bill as well. The process is very simple, efficient, and accurate:

 The requestor, at agreed upon intervals, submits an electronic list of names of individuals to the Department of Health (DOH) and;

2) DOH returns the names of all individuals on the list who have died. This process is efficient because it searches for only names that are contained in the agencies' respective lists that have died. The process proposed by DOH is accurate because it is done by the state agency responsible for matching death records and acknowledged for its expertise in

this process. The process proposed by the counties in the original S.B.2611 is inefficient and includes death information of individuals not on any of the agencies' lists.

We are submitting alternative language for S.B.2611, S.D.2, Proposed HD1, that incorporates the process we have described above. In addition, we have proposed several other amendments that provide the means to support the process. This includes a change in the fee structure for verification that allows flexibility to the DOH to charge a nominal fee for verifications. This flexibility should remove most barriers to the use of the verification process. The DOH long term goal is to make the statewide vital statistics system self-sufficient. We would like the statewide system to operate on the revenue they collect for their services through the vital statistics special improvement fund. The legislature eliminated all general funds from the vital statistics operating budget in FY 2010 and substituted special funds to operate the statewide system. We agree with this initiative to move toward self-sufficiency and use of the special improvement funds to assist with offsetting operating costs of the vital statistics system.

We appreciate your support of these amendments to improve and enhance the services that are vital statistics system provides to county clerks and county real property assessors.

Thank you for the opportunity to provide testimony on this measure.

## S.B. 2611, S.D. 2 - Proposed HD1 Draft:

RELATING TO VITAL STATISTICS.

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

SECTION 1. Section 338-4, Hawaii Revised Statutes, is amended to 2 read as follows:

3 "\$338-4 Deaths reported to county clerks[-] and real property
 4 assessment divisions. [The department of health shall within six

1	weeks after the end of each month deliver, or forward by mail, to the
2	county clerk of each county a list of the names of all citizens of
3	voting-age or-over whose deaths have been recorded in the department
4	during each month. The list shall set forth such portion of the
5	information-contained in-the death record-of each citizen whose-death
6	is so reported as will be of assistance to the county clerk in
7	identification.] (a) The department of health shall, at agreed upon
8	intervals, receive from the county clerk of each county an electronic
9	list of the names of all citizens who are registered to vote in the
10	State of Hawaii. The names on the list shall include the citizen's
11	full name, date of birth, last four digits of the citizen's social
12	security number, and the last known address of the citizen, if
13	available. The department of health shall then provide electronic
14	verification of death, including the date of death, to the county
15	clerk of each county, of any of the names on the list that match the
16	death records kept by the department of health.
17	(b) The department of health shall, at agreed upon intervals,
18	receive from the real property assessment divisions of each county an
19	electronic list of the names of all individuals who are real property
20	owners with homeowners' tax exemptions in the State of Hawaii. The
21	names on the list shall include the individual's full name, date of
22	birth, last four digits of the individual's social security number,
23	and the last known address of the individual, if available. The
24	department of health shall then provide electronic verification of
25	death, including the date of death, to the real property assessment

divisions of each county, of any of the names on the list that match
 the death records kept by the department of health.

3 (c) Fees for verification shall be subject to section 338-14.3."
4 SECTION 2. Section 338-14.3, Hawaii Revised Statutes, is
5 amended to read as follows:

6 "\$338-14.3 Verification in lieu of a certified copy. (a) 7 Subject to the requirements of section 338-18, the department of 8 health, upon request, shall furnish to any applicant, in lieu of the 9 issuance of a certified copy, a verification of the existence of a 10 certificate and any other information that the applicant provides to 11 be verified relating to the vital event that pertains to the 12 certificate.

(b) A verification shall be considered for all purposes
certification that the vital event did occur and that the facts of
the event are as stated by the applicant.

(c) Verification may be made in written, electronic, or otherform approved by the director of health.

(d) The fee for a verification in lieu of a certified
copy shall be <u>a maximum of</u> one half of the fee established in section
338-14.5 for the first certified copy of a certificate issued <u>and</u>
<u>shall be deposited to the credit of the vital statistics improvement</u>
<u>special fund in section 338-14.6.</u>

23 [-(e) Fees received for verifications in lieu of certified copies
 24 shall-be remitted, and one half of the fee shall be deposited to the
 25 credit of the vital statistics improvement special fund in section

1 338-14.6 and the remainder of the fee-shall be deposited to the
2 credit-of the state general fund.]"

3 SECTION 3. Section 338-14.6, Hawaii Revised Statutes, is

4 amended to read as follows:

5 "\$338-14.6 Vital statistics improvement special fund. (a) 6 There is established within the state treasury a special fund to be 7 known as the vital statistics improvement special fund. The fund 8 shall be administered and expended by the department of health.

9 (b) Moneys in the fund shall be used by the department of 10 health for the modernization and automation of the vital statistics 11 system in this State. [These proceeds shall not be used to supplant 12 any other-moneys previously allocated to this program necessary for 13 the daily operation of the system of vital statistics.] These 14 proceeds may be used to assist in offsetting costs for the daily 15 operations of the system of vital statistics.

(c) The fund shall consist of fees remitted pursuant to
[section] sections 338-4, 338-14.3, and 338-14.5. All realizations
of the fund shall be subject to the conditions specified in
subsection (b)."

20 SECTION 5. Statutory material to be repealed is bracketed and 21 stricken. New statutory material is underscored.

22 SECTION 6. This Act shall take effect on July 1, 2010.

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**OFFICE OF THE COUNTY CLERK** 

COUNTY OF MAUI 200 SOUTH HIGH STREET WAILUKU, MAUI, HAWAII 96793 www.mauicounty.gov/county/clerk

Testimony of Jeffrey T. Kuwada, County Clerk, County of Maui on SB2611 SD2 Relating to Vital Statistics

> To the House Committee on Health and March 12, 2009, 9:30 a.m., Room. 329

Chair Yamane, Vice Chair Nishimoto, and Committee Members:

The Office of the County Clerk, County of Maui, strongly opposes SB2611 SD2.

Presently, Haw. Rev. Stat. §338-4 requires the Department of Health ("DOH") to provide, monthly, to the County Clerks information on deaths for the purpose of updating and maintaining the general county registry. Approximately 5,500 deaths of registered voters occur per year.

SB2611 SD2 proposes to reverse the process by requiring that the personal information of 671,000+ registered voters be transferred to the DOH in order to identify the approximately 5,500 deaths of registered voters occurring per year.

The existing law efficiently accomplishes the desired end of maintaining the general county registry by minimizing the potential exposure of registered voters' personal information. The responsibility for identifying and removing the records of deceased registered voters must rest with election officials and not personnel of the DOH or another agency.

The Office of the County Clerk, County of Maui, takes no position on whether death information should be reported to the respective County real property tax offices. However, we make the observation that the respective County real property tax offices appear to have a legitimate interest in access to such information. Thank you for the opportunity to testify.

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JEINSEY T. KUWADA County Clerk, County of Maui

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