A BILL FOR AN ACT

RELATING TO MEDICAID.

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

1	SECTION 1. The Affordable Care Act, P.L. 111-148, requires
2	that by January 1, 2014, states are to have established a
3	functional health insurance exchange. States are required to
4	use the information from applications submitted through the
5	exchange to determine eligibility for medicaid. Hawaii's
6	current twenty-three year old information technology system for
7	determining medicaid eligibility is not capable of performing
8	the functions required by the Affordable Care Act, P.L. 111-148.
9	Because numerous states are facing issues presented by
10	antiquated medicaid-related information technology systems, the
11	United States Centers for Medicare and Medicaid Services is
12	expected to make available ninety per cent federal matching
13	funds for specific types of eligibility system upgrades.
14	A new information technology system for determining
15	medicaid eligibility will streamline the eligibility process,
16	allow greater transparency to the community and applicants, and
17	facilitate increased integrity of recipient eligibility through
18	electronic interfaces for data verification.

- 1 The purpose of this Act is to provide funds to establish a 2 new information technology system for determining medicaid 3 eligibility within the State, and to take advantage of the 4 opportunity presented by the provision of federal funding for 5 this purpose. 6 There is appropriated out of the general SECTION 2. 7 revenues of the State of Hawaii the sum of \$4,000,000 or so much 8 thereof as may be necessary for fiscal year 2011-2012 to provide 9 funding for the implementation of a new system for determining medicaid eligibility; provided that no funds shall be made 10 11 available under this Act unless the United States Centers for 12 Medicare and Medicaid Services provides ninety per cent of the 13 funds required for the purpose for which this sum is 14 appropriated; provided further that the new system for 15 determining medicaid eligibility shall perform the functions 16 required by the Affordable Care Act, P.L. 111-148, streamline **17** the eligibility process, allow greater transparency to the 18 community and applicants, and facilitate increased integrity of 19 recipient eligibility through electronic interfaces for data 20 verification.
- The sum appropriated shall be expended by the department of human services for the purposes of this Act.

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1 SECTION 3. This Act shall take effect on July 1, 2011.

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Report Title:

Medicaid Eligibility Information Technology Infrastructure; Med-QUEST; Health Reform; Appropriation

Description:

Appropriates moneys to the department of human services for implementing a new information technology system for determining medicaid eligibility. (SD1)

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