THE SENATE TWENTY-SIXTH LEGISLATURE, 2011 STATE OF HAWAII

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S.C.R. NO. $^{127}_{S.D.1}$

SENATE CONCURRENT RESOLUTION

REQUESTING THE CONVENING OF A LEGISLATIVE WORKING GROUP TO EVALUATE AND MAKE RECOMMENDATIONS REGARDING THE POLICIES AND PROCEDURES OF THE STATE HEALTH PLANNING AND DEVELOPMENT AGENCY AND PREPARATION OF AND AMENDMENTS TO THE STATE HEALTH SERVICES AND FACILITIES PLAN.

WHEREAS, the government's role in health care planning had
 its beginnings with the Hill-Burton Act of 1946 which authorized
 federal funds for hospital construction; and

5 WHEREAS, in 1966 the Federal Comprehensive Health Planning 6 Act (Public Law 89-749) mandated all states to establish health 7 planning agencies in order to receive federal funding through 8 the Hill-Burton Act, Social Security Act, and other related 9 federal funding programs; and

11 WHEREAS, Congress amended the Social Security Act in 1972 12 to give states the power to deny Medicare, Medicaid, and other 13 government reimbursements to facilities with major capital 14 projects that were not approved by the state's health planning 15 agency; and

WHEREAS, in 1974, Congress enacted Public Law 63-641 which more firmly tied a state's receipt of federal funding for health care, including grants, to adoption of a Certificate of Need Program as a sub-function of a state's health planning agency; and

23 WHEREAS, Public Law 96-79 required that all regulatory 24 Certificate of Need decisions follow a state's regional health 25 plan as developed by the appropriate planning committees; and 26

WHEREAS, pursuant to Act 152, Session Laws of Hawaii 1976,
the Legislature established the State Health Planning and
Development Agency (SHPDA); and



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WHEREAS, in Act 152, the Legislature recognizes that health 1 2 planning for the State is a complex area that requires the input of persons of various interests and representing various 3 geographical areas; and 4 5 6 WHEREAS, the Legislature also found that the process of 7 health planning must seek to best meet the health needs of the State, as perceived by the residents of the State who, depending 8 9 upon the community of residence, may perceive different needs; 10 and 11 WHEREAS, the development of health programs, services, and 12 13 facilities largely follows the growth of the State in some areas, while other areas may not have adequate services 14 15 available; and 16 WHEREAS, the purpose of Act 152 is to "ensure the pragmatic 17 health planning of the State by providing a permanent vehicle 18 for citizen input into the health planning process, so that the 19 20 total health services plan of the State will be based on 21 informed decision-making"; and 22 WHEREAS, in establishing health planning as a function of 23 the State, the Legislature directed SHPDA to conduct health 24 planning services and to implement the State Health Services and 25 Facilities Plan; and 26 27 28 WHEREAS, section 323D-15, Hawaii Revised Statutes, states 29 that the State Health Services and Facilities Plan shall address the health care needs of the State, including inpatient care, 30 health care facilities, and special needs; and 31 32 WHEREAS, section 323D-15, Hawaii Revised Statutes, also 33 requires that the State Health Services and Facilities Plan 34 provide for the reduction or elimination of underutilized, 35 redundant, or inappropriate health care facilities and health 36 37 care services; and 38 WHEREAS, section 91-1, Hawaii Revised Statutes, states that 39 a "rule" is an agency's statement of general or particular 40 applicability and future effect that implements, interprets, or 41 42 prescribes laws or policy, or describes the organization, procedure, or practice requirements of the agency, and that the 43 term does not include regulations concerning only the internal 44 2011-2149 SCR127 SD1 SMA.doc

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1 management of an agency and not affecting private rights of or 2 procedures available to the public; declaratory rulings issued 3 pursuant to section 91-8, Hawaii Revised Statutes; and intra-4 agency memoranda; and

6 WHEREAS, chapter 92, Hawaii Revised Statutes, Hawaii's 7 Sunshine Law, expressly declares that it is the policy of the 8 State that the formation and conduct of public policy, including 9 the discussions, deliberations, decisions, and actions of 10 government agencies, shall be conducted as openly as possible; 11 and

13 WHEREAS, Hawaii's Sunshine Law declares the Legislature's intent that provisions requiring open meetings be liberally 14 construed and the provisions providing exceptions to open 15 meeting requirements be strictly construed against closed 16 17 meetings requiring that, minus certain exceptions, all discussions, deliberations, decisions, and actions of a board or 18 commission relating to official business must be conducted as 19 20 part of a public meeting; and 21

22 WHEREAS, section 323D-17, Hawaii Revised Statutes, requires 23 that in preparation of the State Health Services and Facilities 24 Plan or amendments to the plan, public hearings be held in 25 compliance with chapters 91 and 92, Hawaii Revised Statutes; 26 now, therefore, 27

BE IT RESOLVED by the Senate of the Twenty-sixth Legislature of the State of Hawaii, Regular Session of 2011, the House of Representatives concurring, that the Health Committee Chairs in the Senate and House of Representatives are requested to convene a working group during the interim between the Regular Session of 2011 and the Regular Session of 2012 to: 34

- (1) Evaluate whether SHPDA is subject to Hawaii's Sunshine Law, chapter 92, Hawaii Revised Statutes;
- (2) Evaluate whether the State Health Services and Facilities Plan is an agency rule that is subject to chapter 91, Hawaii Revised Statutes, and whether the preparation of the State Health Services and Facilities Plan or any amendments thereto are required to go through the public hearing process in



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conformance with chapters 91 and 92, Hawaii Revised Statutes; and

(3) Recommend ways to improve SHPDA's efficiency as it determines certificates of need; and

7 BE IT FURTHER RESOLVED that nothing in this Concurrent 8 Resolution be used in any legal dispute or judicial proceeding, 9 nor any of the terms of this Concurrent Resolution be applied 10 retroactively from the date of adoption of this Concurrent 11 Resolution; and

BE IT FURTHER RESOLVED that certified copies of this 13 Concurrent Resolution be transmitted to the Governor, President 14 of the Senate, Speaker of the House of Representatives, Director 15 of Health, Administrator of the State Health Planning and 16 17 Development Agency, Chairperson of the Statewide Health Coordinating Council, Chairpersons of the Subarea Health 18 Planning Councils, Chairperson of the Plan Development 19 Committee, and Mayor of each county. 20

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