

Honolulu, Hawaii

#### MAR 2 4 2011

H.B. No. 569 RE: H.D. 1 S.D. 1

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committees on Human Services and Health, to which was referred H.B. No. 569, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO MEDICAID,"

beg leave to report as follows:

The purpose and intent of this measure is to:

- Require Medicaid recipients to re-enroll annually; (1)
- (2) Establish a Joint Legislative Medicaid Task Force; and
- Require reimbursement parity for Medicaid beneficiaries (.3.) in the same level of care in a community-based facility.

Your Committees received testimony in support of this measure from the Alliance of Residential Care Administrators and one individual. Your Committees received comments on this measure from the Department of Human Services, Hawaii Medical Service Association, AlohaCare, 'Ohana Health Plan, Healthcare Association of Hawaii, Hawaii Medical Association, and Hawaii Long Term Care Association.

Your Committees find that QUEST faced an extensive budgetary shortfall last legislative session. Your Committees further find that the Department of Human Services has suggested a number of ideas for reducing Medicaid costs. A Joint Legislative Task Force



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on Medicaid would identify the reasons for, and offer resolutions to, recent Medicaid shortfalls.

Your Committees received testimony in support of the Joint Legislative Task Force on Medicaid from several organizations. Your Committees note that S.B. No. 425, S.D. 2, which also establishes a Joint Legislative Task Force, was heard by your Committee on Human Services.

After considering the testimony received, your Committees believe that S.B. No. 425, S.D. 3, addresses a need to create evidence-based health and wellness alternatives that reduce the incidence of chronic disease and support Medicaid recipients and QUEST members in maintaining healthier lifestyles, as well as the need to establish a Joint Legislative Task Force on Medicaid.

Accordingly, your Committees have amended this measure by:

- (1) Deleting its contents and replacing them with the contents of S.B. No. 425, S.D. 3, which establishes a wellness pilot program within Medicaid, appropriates funds for its creation, and creates a Joint Legislative Task Force on Medicaid to examine issues related to Medicaid;
- (2) Clarifying the types of groups that should be represented on the Joint Legislative Task Force on Medicaid; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Human Services and Health that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 569, H.D. 1, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 569, H.D. 1, S.D. 1, and be referred to the Committee on Ways and Means.



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Respectfully submitted on behalf of the members of the Committees on Human Services and Health,

SUZANNE CHUN OAKLAND, Chair

Josh GREEN, M.D., Chair



### The Senate Twenty-Sixth Legislature State of Hawai'i

## Record of Votes Committee on Human Services HMS

Bill / Resolution No* Committee Referral: Date:						
HB 569, HDI HMS/HTH, WAM 3-17-11						
The committee is reconsidering its previous decision on this measure.						
If so, then the previous decision was to:						
The Recommendation is:						
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members	Aye	Aye (WR)	Nay	Excused		
CHUN OAKLAND, Suzanne (C)	V					
IHARA, Jr., Les (VC)	V					
GREEN, M.D., Josh	V					
SLOM, Sam				V		
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TOTAL	3	0	0	1		
Recommendation:						
X Adopted Not Adopted						
Chair's or Designee's Signature:						
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

\*Only one measure per Record of Votes

### The Senate Twenty-Sixth Legislature State of Hawaiʻi

# Record of Votes Committee on Health HTH

Bill / Resolution No.:* Committee	e Referral: Date:					
HB 569, HDI HMS/H	3569, HDI HMS/HTH, WAM 03/17/11					
The committee is reconsidering its previous decision on this measure.						
If so, then the previous decision was to:						
The Recommendation is:						
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members	Aye	Aye (WR)	Nay	Excused		
GREEN, M.D., Josh (C)						
NISHIHARA, Clarence K. (VC)	~					
BAKER, Rosalyn H.						
CHUN OAKLAND, Suzanne	~ ~			••••• ••••		
SHIMABUKURO, Maile	~					
WAKAI, Glenn						
SLOM, Sam						
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TOTAL	5			2		
Recommendation:						
Chair's or Designee's Signature: Clurence & Fishihar						
Distribution: Original Yellow Pink Goldenrod   File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

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