NEIL ABERCROMBIE



In reply, please refer to:

## Senate Committee on Health

## SB0789, Relating to Home Health Agencies

## Testimony of Loretta J. Fuddy, A.C.S.W., M.P.H. Acting Director of Health February 16, 2011

- 1 Department's Position: The department appreciates the intent of this bill but respectfully OPPOSES it
- 2 as currently drafted.
- 3 Fiscal Implications: If this bill is passed, the department will need additional nurse surveyor and
- 4 administrative support staff and operating resources in order to conduct the licensing activities. The
- 5 estimated costs could be as high as \$100,000 per year depending on the number of agencies to be
- 6 licensed.
- 7 Purpose and Justification: The bill proposes to change the definition of a home health agency (HHA).
- 8 The current definition is that an agency provides skilled care and therapeutic services (DOH emphasis)
- 9 under a physician's orders to a patient in their home. The bill proposes to change the "and" to "or" so
- that agencies which only provide one service or the other would also be required to be licensed.
- The current Hawaii licensing regulation for home health agencies mirrors the federal regulation
- definition of a home health agency, which is "primarily engaged in providing skilled nursing services
- and other therapeutic services." (DOH emphasis.) The current federal certification regulation for home
- health agencies is straight out of the definition from the Social Security Act (Section 1861(o).
- http://www.ssa.gov/OP Home/ssact/title18/1861.htm

- The bill gives the mistaken impression that state scrutiny is lacking since licensure is not
- 2 required. However, the state does require that individual nurses and physical, occupational and speech
- 3 therapists be licensed and that certified nurse aides (CNA) must be certified if they are performing
- 4 services under the licensure requirement. So, contrary to the mistaken impression given in the bill, there
- 5 is state oversight of these caregivers.
- 6 Thank you for the opportunity to testify.