## A BILL FOR AN ACT

RELATING TO MENTAL HEALTH.

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

1	SECTION 1. The legislature finds that the department of
2	health has recently implemented administrative rules that narrow
3	the scope of people who are eligible to receive continuing
4	services from the adult mental health division. The legislature
5	further finds that these restrictive rules leave many people
6	with mental health needs without access to mental health
7	services.
8	The purpose of this Act is to:
9	(1) Require the adult mental health division of the
10	department of health to provide services to people
11	with a qualifying diagnosis;
12	(2) Allow the department of health to bill an insurer for
13	treatment services rendered by the State pursuant to
14	chapter 334, Hawaii Revised Statutes; and
15	(3) Make the department of health eligible to receive
16	reimbursement from an insurer in exchange for
17	treatment services rendered by the State pursuant to

chapter 334, Hawaii Revised Statutes.

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1	SECT	ION 2. Section 334-1, Hawaii Revised Statutes, is
2	amended b	y adding two new definitions to be appropriately
3	inserted	and to read as follows:
4	" <u>"</u> Qu	alifying diagnosis" means one of the following
5	diagnoses	<u>:</u>
6	(1)	Schizophrenia and other psychotic disorders;
7	(2)	Mood disorders, including recurrent major depressive
8		disorder and bipolar disorders;
9	(3)	Anxiety disorders, including panic disorder with
10		agoraphobia, obsessive-compulsive disorder, and
11		<pre>post-traumatic stress disorder;</pre>
12	(4)	Borderline personality disorder;
13	(5)	Substance-related disorders that do not resolve in
14		thirty days, including alcohol-induced psychotic
15		disorder, amphetamine-induced psychotic disorder,
16		cannabis-induced psychotic disorder, cocaine-induced
17		psychotic disorder, hallucinogen-induced psychotic
18		disorder, inhalant-induced psychotic disorder,
19		opioid-induced psychotic disorder,
20		phencyclidine-induced psychotic disorder, sedative-,
21		hypnotic-, or anxiolytic-induced psychotic disorder,

1		and other or unknown substance-induced psychotic
2		disorders; and
3	(6)	Co-occurring disorders, including persons with severe
4		and persistent mental illness and a substance abuse
5		disorder, and persons with severe and persistent
6		mental illness and diagnosis of mild mental
7		retardation.
8	<u>"Sev</u>	ere and persistent mental illness" means a qualified
9	diagnosis	, as defined in this section, that results in
10	emotional	, cognitive, or behavioral functioning that is so
11	impaired a	as to substantially interfere with a person's capacity
12	to remain	in the community without treatment, and that results
13	in a long	-term limitation in a person's functional capacities
14	for the p	rimary activities of daily living."
15	SECT	ION 3. Section 334-3, Hawaii Revised Statutes, is
16	amended by	y amending subsection (c) to read as follows:
17	"(c)	The department shall specifically:
18	(1)	Perform statewide assessments of the need for
19		prevention, treatment, and rehabilitation services in
20		the areas of mental or emotional disorders and
21		substance abuse;

1	(2)	Adopt rules pursuant to chapter 91 for establishing
2		the number and boundaries of the geographical service
3		areas for the delivery of services in the areas of
4		mental or emotional disorders and substance abuse.
5		The department shall periodically review the
6		effectiveness of the geographical service areas in
7		promoting accessibility and continuity of appropriate
8		care to all residents of that geographical area;
9	(3)	Appoint a service area administrator in each county
10		who shall be responsible for the development,
11		delivery, and coordination of services in that area;
12	(4)	Ensure statewide and community-based planning for the
13		ongoing development and coordination of the service
14		delivery system as guided by needs assessment data and
15		performance related information;
16	(5)	Establish standards and rules for psychiatric
17		facilities and their licensing, where applicable;
18	(6)	Establish standards and rules for services in the
19		areas of mental health and substance abuse treatment,
20		including assurances of the provision of minimum
21		levels of accessible service to persons of all ages,
22		ethnic groups, and geographical areas in the State;

# H.B. NO. 1737

1	(7)	Ensure community involvement in determining the
2		service delivery arrangements appropriate to each
3		community of the State;
4	(8)	Cooperate with public and private health, education,
5		and human service groups, agencies, and institutions
6		in establishing a coordinated system to meet the needs
7		of persons with mental or emotional disorders and
8		substance abuse difficulties;
9	(9)	Evaluate and monitor all services in the fields of
10		mental health and substance abuse where such services
11		are supported fully or in part by state resources;
12	(10)	Promote and conduct research, demonstration projects,
13		and studies concerned with the nature, prevention,
14		intervention, and consequences of mental or emotional
15		disorders and substance abuse;
16	(11)	Keep records, statistical data, and other information
17		as may be necessary in carrying out the functions of
18		the mental health system and this chapter;
19	(12)	Advocate patients' rights in all psychiatric
20		facilities in the State and investigate any grievances
21		submitted to the department by any patient in a
22		psychiatric facility, except as provided in section

1		334E-2(d). The department shall establish rules and
2		procedures for the purpose of this paragraph within
3		one year after January 1, 1985, and post the rules in
4		a conspicuous manner and accessible place;
5	(13)	Promote and conduct a systematic program of
6		accountability for all services provided, funds
7		expended, and activities carried out under its
8		direction or support in accordance with sound
9		business, management, and scientific principles;
10	(14)	Coordinate mental health resources in each county of
11		the State by the development and presentation of a
12		comprehensive integrated service area plan developed
13		by the service area administrator in conjunction with
14		the service area board. The service area
15		administrator and the service area board, in
16		collaboration with private and public agencies serving
17		their population, shall submit recommendations for the
18		statewide comprehensive integrated service plan,
19		including needs assessment, program planning, resource
20		development, priorities for funding, monitoring, and
21		accountability activities;

1	(15)	Oversee and coordinate service area programs and
2		provide necessary administrative and technical
3		assistance to assist service area programs in meeting
4		their program objectives; [and]
5	(16)	Provide staffing to the state council and service area
6		boards to assist in the performance of their
7		functions[-]; and
8	(17)	Notwithstanding any rules to the contrary adopted by
9		the department, any person with a "qualifying
10		diagnosis", as defined in section 334-1, shall be
11		eligible for services provided by the department of
12		health's adult mental health division."
13	SECT	ION 4. Section 334-6, Hawaii Revised Statutes, is
14	amended t	o read as follows:
15	"§33	4-6 Fees; payment of expenses for treatment services.
16	(a) Purs	uant to chapter 91, the director shall establish
17	reasonabl	e charges for treatment services and may make
18	collectio	ns on such charges. In making the collections on such
19	charges t	he director shall take into consideration the financial
20	circumsta	nces of the patient and the patient's family including
21	a recipro	cal beneficiary, and no collections shall be made where
22	in the ju	dgment of the director, such collections would tend to
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# H.B. NO. 1737

- 1 make the patient or the patient's family including a reciprocal
- 2 beneficiary, a public charge or deprive the patient and the
- 3 patient's family including a reciprocal beneficiary, of
- 4 necessary support.
- 5 (b) Every person hospitalized at a psychiatric facility or
- 6 receiving treatment services through a community mental health
- 7 center under the jurisdiction of the State or a county, or at a
- 8 psychiatric facility or through a community mental health center
- 9 which derives more than fifty per cent of its revenues from the
- 10 general fund of the State, or pursuant to contract with the
- 11 director under section 334-2.5, shall be liable for the expenses
- 12 attending their reception, maintenance, and treatment and any
- 13 property not exempt from execution belonging to the person shall
- 14 be subject to sequestration for the payment of the expenses.
- 15 Every parent or legal guardian of a patient who is a minor and
- 16 every spouse or reciprocal beneficiary of a patient shall be
- 17 liable for the expenses attending the reception, maintenance,
- 18 and treatment of that minor child or spouse or reciprocal
- 19 beneficiary who is hospitalized at a psychiatric facility or
- 20 receiving treatment through a community mental health center
- 21 under the jurisdiction of the State or a county, or at a
- 22 psychiatric facility or through a community mental health center



f 1 which derives more than fifty per cent of its revenues fro
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- 2 general fund of the State, or pursuant to contract with the
- 3 director under section 334-2.5.
- 4 (c) The department:
- 5 (1) May bill an insurer for treatment services rendered by
- 6 the State pursuant to this chapter; and
- 7 (2) Shall be eliqible to receive reimbursement from an
- 8 insurer billed in accordance with this section.".
- 9 SECTION 5. Statutory material to be repealed is bracketed
- 10 and stricken. New statutory material is underscored.
- 11 SECTION 6. This Act shall take effect upon its approval.

12

INTRODUCED BY:

JAN 1 2 2012

### H.B. NO. 1737

### Report Title:

Mental Health; Adult Mental Health Division; Department of Health

### Description:

Requires the adult mental health division of the department of health to provide services to people with a qualifying diagnosis. Allows the department of health to bill and receive reimbursement from an insurer for treatment services rendered by the State pursuant to chapter 334, HRS.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

10