Honolulu, Hawaii

Feb 15 , 2012

RE: H.B. No. 2130 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committees on Human Services and Health, to which was referred H.B. No. 2130 entitled:

"A BILL FOR AN ACT RELATING TO HUMAN SERVICES,"

beg leave to report as follows:

The purpose of this measure is to set the rate of interest that the State is required to pay on late payments to an operator of an adult day care facility, community care foster family home, or adult residential care home.

The Adult Foster Homecare Association of Hawaii and several concerned individuals supported the measure. The Alliance of Residential Care Administrators supported the intent of the measure. The Department of Human Services opposed the measure.

Your Committees have found that some care home operators have little cash reserves and rely on the State to pay them on time for goods and services provided. Care home operators testified they incurred late mortgage penalty fees when the State was delinquent in paying the operators for goods and services.

Your Committees note that the president of the Alliance of Residential Care Administrators testified that the State paid \$14 in late fees for amounts owed by the State that were delinquent for more than three months. However, due to the State's late payment, the care home operator incurred late penalty fees on the care home operator's mortgage of more than \$1,200.

HB2130 HD1 HSCR HUS-HLT HMS 2012-1717

Your Committees have amended this measure by:

- (1) Replacing specified interest rates that the State must pay on late payments to an operator of an adult day care facility, community care foster family home, or adult residential care home with an unspecified rate;
- (2) Changing its effective date to July 1, 2050, to promote further discussion; and
- (3) Making technical, nonsubstantive changes for clarity, consistency, and style.

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. 2130, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 2130, H.D. 1, and be referred to the Committee on Finance.

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

RYAN I. XAMANE, Chair

JOHN M. MIZUNO, CK

State of Hawaii House of Representatives The Twenty-sixth Legislature

HSCR411-12

Record of Votes of the Committee on Human Services

Bill/Resolution No.: HB 2130	Committee Referral: HUS/HLT, FIN	Dat	Teb 2, 2	012				
☐ The committee is reconsidering its previous decision on the measure.								
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Pass short form bill with HD to recommit for future public hearing (recommit)								
HUS Members	Ayes	Ayes (WR)	Nays	Excused				
1. MIZUNO, John M. (C)			_					
A JORDAN I (IC)				·				
2. JORDAN, Jo (VC)	✓							
3. BELATTI, Della Au								
4. HANOHANO, Faye P.		· -						
5 LEE Chris				· · · · · · · · · · · · · · · · · · ·				
5. LEE, Chris	V							
6. MORIKAWA, Dee		· ·						
7. WOOLEY, Jessica			,,					
8. YAMANE, Ryan I.		·						
o. TAMANE, Kyan I.	V							
9. CHING, Corinne W.L.								
10. PINE, Kymberly Marcos	V							
	-		<u> </u>	 -				
TOTAL (10)	9							
The recommendation is: Adopted If joint referral, did not support recommendation.								
Vice Chair's or designee's signature:								
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO								

State of Hawaii House of Representatives The Twenty-sixth Legislature

HSCR411-h

Record of Votes of the Committee on Health

Bill/Resolution No.: HB 2/30	Committee Referral: HUS/ALT, F/N	Date:	2/2/12				
☐ The committee is reconsidering its previous decision on the measure.							
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)							
HLT Members	Ayes	Ayes (WR)	Nays	Excused			
1. YAMANE, Ryan I. (C)							
2. MORIKAWA, Dee (VC)							
3. BELATTI, Della Au				√			
4. HANOHANO, Faye P.							
5. JORDAN, Jo	V						
6. LEE, Chris							
7. MIZUNO, John M.							
8. WOOLEY, Jessica							
9. CHING, Corinne W.L.							
10. PINE, Kymberly Marcos	V						
	-						
TOTAL (10)	9			1			
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)							
Vice Chair's or designee's signature:							
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO							