STAND. COM. REP. NO.

Honolulu, Hawaii

MAR 0 2 2012

S.B. No. 2120 RE:

S.D. 1

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2012 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 2120 entitled:

"A BILL FOR AN ACT RELATING TO HEALTH,"

begs leave to report as follows:

The purpose and intent of this measure is to increase payments for physician services for medicaid-eligible persons, including fee-for-service and QUEST-eligible individuals, and the QUEST expanded care program.

Specifically, this measure:

- Appropriates an unspecified amount of funds for the (1) 2012-2013 fiscal year to the Department of Human Services to increase payments for physician services to medicaid-eligible persons, including fee-for-service and QUEST-eligible individuals, and the QUEST expanded care program; and
 - (2) Requires the Department of Human Services to include in its budget request for each year of the 2013-2015 fiscal biennium a sum at least equal to the sum appropriated for fiscal year 2012-2013, in addition to its baseline medicaid request.

Your Committee received written comments in support of this measure from The Hawaii Disability Rights Center and Hawaii Medical Association.

SB2120 SD1 SSCR LRB 12-1921.doc

Your Committee finds that physicians are not being compensated for essential services at a level sufficient to cover costs. Increasing medicaid reimbursement rates for physicians is important to fairly compensate physicians who treat medicaideligible individuals, and higher reimbursement rates will create sufficient incentives for physicians to continue to provide the care that these recipients require.

Your Committee has amended this measure by changing the effective date to July 1, 2050, to facilitate further discussion on the measure.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2120, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 2120, S.D. 1.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID Y. IGE Chair

The Senate Twenty-Sixth Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:			Date:	
3B 2120	HMS.	WAM		2-26	1-12
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 (W	R) Nay	Excused
IGE, David Y. (C)					
KIDANI, Michelle N. (VC)			-		
CHUN OAKLAND, Suzanne					
DELA CRUZ, Donovan M.					1
ENGLISH, J. Kalani					
ESPERO, Will					
FUKUNAGA, Carol					
KIM, Donna Mercado					
KAHELE, Gilbert			• .	. :	
KOUCHI, Ronald D.					
RYAN, Pohai					
TOKUDA, Jill N.					
WAKAI, Glenn					
SLOM, Sam					1
TOTAL		10	O	0	4
Recommendation: 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