

EXECUTIVE CHAMBERS

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COMMITTEE ON WAYS AND MEANS Senator David Y. Ige, Chair Senator Michelle N. Kidani, Vice Chair

March 25, 2013, 9:00 a.m., Room 211

Testimony in favor of HB 656, HD 2, SD 1: Relating to Health Care Administrative Uniformity

Testimony presented by: Beth Giesting, Healthcare Transformation Coordinator

The Governor's Office strongly supports this measure as a means to support discussion among stakeholders needed to improve our health care system by increasing administrative uniformity. As noted in the bill, improvements in the quality and cost control of health care are imperative. Providing the structure and purpose noted here will support our ability to involve health care stakeholders in the process of positive transformation.

Thank you for the opportunity to testify on this measure.

Submitted on: 3/22/2013 Testimony for WAM on Mar 25, 2013 09:00AM in Conference Room 211

| Submitted By | Organization | Testifier Position | Present at Hearing |
|---------------|-------------------------------------|-----------------------|--------------------------|
| George Greene | Healthcare Association of Hawaii | Comments Only | No |

Comments: SENATE COMMITTEE ON WAYS AND MEANS Senator David Ige, Chair March 25, 2013 at 9:00 a.m. Conference Room 211 Supporting HB 656 HD 2 SD 1: Relating to Health Care Administrative Uniformity The Healthcare Association of Hawaii advocates for its member organizations that span the entire spectrum of health care, including all acute care hospitals, a majority of home health agencies and hospices, as well as long term care facilities and other health care organizations. Our members contribute significantly to Hawaii's economy by employing nearly 20,000 people statewide, delivering guality care to the people of Hawaii. Thank you for this opportunity to comment in support of HB 656 HD 2 SD 1, which creates a mechanism that enables the State to supervise discussions among health care entities when developing uniform administrative standards and procedures to enhance the quality of health care in Hawaii. Such standards include preauthorization forms, drug formularies, credentialing forms, guality metrics, accountable care organizations, bundled payments, and patient demographic information. In the development of these standards, it is important to encourage discussions and agreements among health care providers, insurers, and other health care organizations. However, antitrust laws are likely to have a dampening effect on such discussions. We believe that the bill will facilitate collaborative efforts among Hawaii's health care providers and other relevant health care entities to improve population health and curb costs. Thank you for this opportunity to comment in support of HB 656 HD 2 SD 1.

Please note that testimony submitted <u>less than 24 hours prior to the hearing</u>, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

Community Alliance for Mental Health

Board of Directors

Anne Chipchase President

Robert Scott Wall Vice President

Crystal Aguinaldo Secretary

William Lennox Treasurer

Sunny Algoso

Jessica Carroll

Randolph Hack

Gina Hungerford

Susan King

To: The Hawai'i State Senate Committee on Ways and Means Re: HB 656, HD2, SD1,

To: The Honorable Senator Ige and the members of the committee.

Aloha,

The Community Alliance for Mental Health along with United Self Help strongly supports locating the Health Care Transformation Program within the Office of the Governor. We believe that the scope and reach of health care transformation is so vast as to reach into all departments of the government and can therefore only logically be located within the Office of the Governor.

Mahalo, Scott Wall Vice-President



An Independent Licensee of the Blue Cross and Blue Shield Association

March 25, 2013

The Honorable David Y. Ige, Chair The Honorable Michelle N. Kidani, Vice Chair

Senate Committees on Ways and Means

Re: HB 656, HD2, SD1 – Relating to Health Care Administrative Uniformity

Dear Chair Ige, Vice Chair Kidani and Members of the Committee:

The Hawaii Medical Service Association (HMSA) appreciates the opportunity to testify on HB 656, HD2, SD1, which would establish the Health Care Transformation Program in the Office of the Governor with the principal mission to identify issues needed to achieve statewide healthcare transformation. This legislation will allow the Governor to oversee a process to result in administrative uniformity for practices that will have an impact on health care in Hawaii. HMSA supports this measure.

This legislation is intended to allow the health care stakeholders to conduct full and free discussions on streamlining these administrative processes that could achieve savings in the health care system. Issues to be considered in this process include (1) quality and cost-effectiveness standards and measures; (2) fair and efficient payment models for health care; (3) streamlined authorization procedures for health care services; (4) use of information technology and information exchange to achieve efficiencies; (5) establishment and use of a cost-effective preferred drug list; and (6) other issues appropriate to further the mission of administrative uniformity.

We are informed that the State Administration has worked with the Attorney General in drafting this measure to ensure it appropriately meets its intent.

Thank you for allowing us to provide testimony in support of this legislation.

Sincerely,

Mar & Or

Mark K. Oto Director Government Relations

Submitted on: 3/20/2013 Testimony for WAM on Mar 25, 2013 09:00AM in Conference Room 211

| Submitted By | Organization | Testifier Position | Present at Hearing |
|-----------------------|--------------|-----------------------|--------------------------|
| Javier Mendez-Alvarez | Individual | Support | No |

Comments:

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| Submitted By | Organization | Testifier Position | Present at Hearing |
|--------------|--------------|-----------------------|--------------------------|
| Troy Abraham | Individual | Support | No |

Comments: I support urgent passage of this bill to fix the broken healthcare system in Hawaii.

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Submitted on: 3/25/2013 Testimony for WAM on Mar 25, 2013 09:00AM in Conference Room 211

| Submitted By | Organization | Testifier Position | Present at Hearing |
|--------------|--------------|-----------------------|--------------------------|
| kurt | Individual | Oppose | No |

Comments:

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