



EXECUTIVE CHAMBERS  
HONOLULU

NEIL ABERCROMBIE  
GOVERNOR

July 7, 2014

**GOV. MSG. NO. 1324**

The Honorable Donna Mercado Kim,  
President  
and Members of the Senate  
Twenty-Seventh State Legislature  
State Capitol, Room 409  
Honolulu, Hawaii 96813

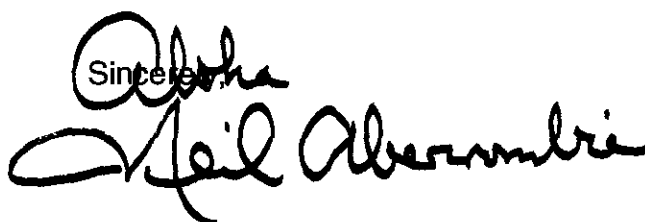
The Honorable Joseph M. Souki,  
Speaker and Members of the  
House of Representatives  
Twenty-Seventh State Legislature  
State Capitol, Room 431  
Honolulu, Hawaii 96813

Dear President Kim, Speaker Souki, and Members of the Legislature:

This is to inform you that on July 7, 2014, the following bill was signed into law:

SB2869 SD2 HD1

RELATING TO PRIVACY OF HEALTH CARE  
INFORMATION  
**ACT 214 (14)**

Sincerely,  


NEIL ABERCROMBIE  
Governor, State of Hawaii

Approved by the Governor

on JUL 7 2014

THE SENATE  
TWENTY-SEVENTH LEGISLATURE, 2014  
STATE OF HAWAII

**ACT 214**  
**S.B. NO.** 2869  
S.D. 2  
H.D. 1

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# A BILL FOR AN ACT

RELATING TO PRIVACY OF HEALTH CARE INFORMATION.

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

1       SECTION 1. The legislature finds that in 2012, when the  
2       Health Care Privacy Harmonization Act, chapter 323B, Hawaii  
3       Revised Statutes, was enacted, the legislature noted that Hawaii  
4       has over fifty different laws and rules that govern health care  
5       privacy. Those laws include section 333E-6, Hawaii Revised  
6       Statutes, relating to the privacy of developmental disabilities  
7       records, and section 334-5, Hawaii Revised Statutes, relating to  
8       the privacy of mental health records. These laws were passed  
9       prior to the enactment of the Health Insurance Portability and  
10      Accountability Act of 1996 (HIPAA). The Health Care Privacy  
11      Harmonization Act enabled HIPAA-covered entities to be deemed  
12      compliant with all state privacy laws if they are compliant with  
13      the HIPAA privacy rules. However, entities that are not  
14      considered HIPAA-covered entities remain subject to these two  
15      specific statutes. These two statutes do not have most of the  
16      necessary exceptions that are included in HIPAA, including the  
17      ability to share information for the purposes of treatment,



1 payment, or health care operations without written consent from  
2 the patient.

3 The purpose of this Act is to repeal language in these two  
4 overly limiting confidentiality statutes and replace it with the  
5 requirements of the HIPAA privacy rule, and to make those  
6 sections applicable to all entities that hold developmental  
7 disabilities records and mental health records, whether or not  
8 they are considered HIPAA-covered entities.

9 SECTION 2. Chapter 333F, Hawaii Revised Statutes, is  
10 amended by adding a new section to be appropriately designated  
11 and to read as follows:

12 "§333F- Confidentiality of records. (a) All  
13 certificates, applications, records, and reports made for the  
14 purposes of this chapter that are maintained, used, or disclosed  
15 by health care providers as defined in chapter 334, health plans  
16 as defined in title 45 Code of Federal Regulations section  
17 160.103, and health care clearinghouses as defined in title 45  
18 Code of Federal Regulations section 160.103, and directly or  
19 indirectly identifying a person who receives services because of  
20 a developmental disability shall be kept confidential and shall  
21 not be disclosed by any person except as allowed by title 45  
22 Code of Federal Regulations part 164, subpart E.



1        (b) Nothing in this section shall preclude the application  
2 of more restrictive rules of confidentiality set forth for  
3 records covered by title 42 Code of Federal Regulations part 2,  
4 relating to the confidentiality of alcohol and drug abuse  
5 patient records, or disclosure deemed necessary under the  
6 federal Developmental Disabilities Act of 1984, P.L. 98-527, to  
7 protect and advocate for the rights of persons with  
8 developmental disabilities who reside in facilities for persons  
9 with developmental disabilities."

10        SECTION 3. Section 333E-6, Hawaii Revised Statutes, is  
11 amended to read as follows:

12        "[~~§~~§333E-6~~§~~] **Confidentiality of records.** (a) All  
13 certificates, applications, records, and reports made for the  
14 purposes of this chapter [~~and directly or indirectly identifying~~  
15 ~~a person subject hereto shall be kept confidential and shall not~~  
16 ~~be disclosed to any other person except so far (1) as the person~~  
17 ~~identified, or the person's legal guardian, consents, or (2) as~~  
18 ~~disclosure may be deemed necessary by the director of health to~~  
19 ~~carry out this chapter, or (3) as disclosure may be deemed~~  
20 ~~necessary under the federal Developmental Disabilities Act of~~  
21 ~~1984, Public Law 98-527, to protect and advocate the rights of~~  
22 ~~persons with developmental disabilities who reside in facilities~~



1 ~~for persons with developmental disabilities, or (4) as~~  
2 ~~disclosure may be deemed necessary by the family court for any~~  
3 ~~case pending before a court.]~~ that are maintained, used, or  
4 disclosed by health care providers as defined in chapter 334,  
5 health plans as defined in title 45 Code of Federal Regulations  
6 section 160.103, and health care clearinghouses as defined in  
7 title 45 Code of Federal Regulations section 160.103, and  
8 directly or indirectly identifying a person who receives  
9 services because of a developmental disability shall be kept  
10 confidential and shall not be disclosed by any person except as  
11 allowed by title 45 Code of Federal Regulations part 164,  
12 subpart E.

13 (b) Nothing in this section shall preclude the application  
14 of more restrictive rules of confidentiality set forth for  
15 records covered by title 42 Code of Federal Regulations part 2,  
16 relating to the confidentiality of alcohol and drug abuse  
17 patient records, or disclosure deemed necessary under the  
18 federal Developmental Disabilities Act of 1984, P.L. 98-527,  
19 to protect and advocate for the rights of persons with  
20 developmental disabilities who reside in facilities for persons  
21 with developmental disabilities."



SECTION 4. Section 334-5, Hawaii Revised Statutes, is amended to read as follows:

"§334-5 Confidentiality of records. All certificates, applications, records, and reports made for the purposes of this chapter that are maintained, used, or disclosed by health care providers as defined in this chapter, health plans as defined in title 45 Code of Federal Regulations section 160.103, and health care clearinghouses as defined in title 45 Code of Federal Regulations section 160.103, and directly or indirectly identifying a person subject hereto shall be kept confidential and shall not be disclosed by any person except [~~so far as:~~

~~(1) The person identified, or the person's legal guardian, consents,~~

~~(2) Disclosure may be deemed necessary by the director of health or by the administrator of a private psychiatric or special treatment facility to carry out this chapter,~~

~~(3) A court may direct upon its determination that disclosure is necessary for the conduct of proceedings before it and that failure to make the disclosure would be contrary to the public interest,~~



~~(4) Disclosure may be deemed necessary under the federal Protection and Advocacy for Mentally Ill Individuals Act of 1986, Public Law 99-319, to protect and advocate the rights of persons with mental illness who reside in facilities providing treatment or care;~~

~~(5) Disclosure of a person's treatment summary from a previous five year period from one health care provider to another may be deemed necessary for the purpose of continued care and treatment of the person, or for health care operations; provided that the health care provider seeking disclosure makes reasonable efforts to obtain advance consent from the person; or~~

~~(6) Disclosures are made between the person's health care provider and payor to obtain reimbursement for services rendered to the person; provided that disclosure shall be made only if the provider informs the person that a reimbursement claim will be made to the person's payor, the person is afforded an opportunity to pay the reimbursement directly, and the person does not pay.]~~



1 as allowed by title 45 Code of Federal Regulations part 164,  
2 subpart E. Nothing in this section shall preclude the  
3 application of more restrictive rules of confidentiality set  
4 forth for records covered by ~~[Title]~~ title 42~~[, Part 2,]~~ Code of  
5 Federal Regulations~~[,]~~ part 2, relating to the confidentiality  
6 of alcohol and drug abuse patient records~~[. For the purposes of~~  
7 ~~this section, "facilities" shall include but not be limited to~~  
8 ~~hospitals, nursing homes, community facilities for mentally ill~~  
9 ~~individuals, boarding homes, and care homes.~~

10 ~~Nothing in this section shall preclude disclosure, upon~~  
11 ~~proper inquiry, of any information relating to a particular~~  
12 ~~patient and not clearly adverse to the interests of the patient,~~  
13 ~~to the patient, the patient's family, legal guardian, or~~  
14 ~~relatives, nor, except as provided above, affect the application~~  
15 ~~of any other rule or statute of confidentiality. The use of the~~  
16 ~~information disclosed shall be limited to the purpose for which~~  
17 ~~the information was furnished.], or disclosure deemed necessary~~  
18 under the federal Protection and Advocacy for Mentally Ill  
19 Individuals Act of 1986, P.L. 99-319, to protect and advocate  
20 for the rights of persons with mental illness who reside in  
21 facilities providing treatment or care."





- 1 SECTION 5. Statutory material to be repealed is bracketed  
2 and stricken. New statutory material is underscored.  
3 SECTION 6. This Act shall take effect upon its approval.

APPROVED this 7 day of JUL, 2014

A handwritten signature in black ink, reading "Neil Abernethy". The signature is written in a cursive, flowing style.

GOVERNOR OF THE STATE OF HAWAII