A BILL FOR AN ACT

RELATING TO PERMANENT EXEMPT POSITIONS IN THE DEPARTMENT OF HUMAN SERVICES.

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

- 1 SECTION 1. The department of human services has the
- 2 largest operating budget of any state department, approximately
- 3 \$3,100,000,000, including seventy-three per cent of all the
- 4 State's federal operating funds. The department also has the
- 5 fifth largest staff of any department, with over 2,000 employees
- 6 staffing its four divisions and three administratively attached
- 7 agencies.
- 8 Currently, the department has only one deputy director.
- 9 Act 223, Session Laws of Hawaii 1994, deleted the second deputy
- 10 director position, which was prompted by the State's poor
- 11 economy at that time.
- 12 The department serves vulnerable and needy adults and
- 13 children statewide and is responsible for diverse and complex
- 14 programs driven by their own unique and ubiquitous state and
- 15 federal laws, rules, and regulations. With little overlap,
- 16 between the wide array of services offered by the department and

- 1 each program's laws and regulations, the breadth of knowledge
- 2 necessary for effective management of all the programs is
- 3 extensive and difficult to develop.
- 4 The department's programs and services include: protection
- 5 of vulnerable children and adults; vocational rehabilitation and
- 6 financial assistance to the disabled; the supplemental nutrition
- 7 assistance program; financial assistance; job training and
- 8 placement; housing and services for the homeless; medicaid
- 9 services for the State's medically needy population; and
- 10 prevention, treatment, and housing for the State's youthful
- 11 offenders.
- 12 In addition to helping Hawaii's vulnerable individuals, the
- 13 department manages significant federal and state funds and
- 14 processes vast amounts of information and is currently engaged
- 15 in investing in an enterprise integrated eligibility system to
- 16 better serve recipients of public benefits and the State's
- 17 vulnerable populations. The department's accounting and budget
- 18 functions have grown more complex as requirements to track the
- 19 receipt and expenditure of federal funds have increased the
- 20 number of departmental appropriation accounts from fifty-one to
- 21 one hundred eighteen. The department also takes on new federal

- 1 and state programs and mandates on a regular and ongoing basis.
- 2 Implementation of the federal Affordable Care Act required the
- 3 department to expend significant resources to conform its
- 4 administrative rules to the Affordable Care Act's new
- 5 requirements and to develop KOLEA, the Med-QUEST division's
- 6 application or "app" of the DHS enterprise system that
- 7 determines medicaid eligibility and also determines eligibility
- 8 for advanced premium tax credits and cost share reductions for
- 9 the clients of the State's health insurance exchange, formerly
- 10 known as the Hawaii health connector. This effort severely
- 11 taxed the resources of the director's office and the Med-QUEST
- 12 division.
- 13 The effective management of the department and its programs
- 14 also requires collaboration within the department, with other
- 15 state, federal, and local agencies, and with the community and
- 16 the clients served. Maintaining these necessary collaborations
- 17 further erodes the ability of the director's office to fully
- 18 oversee personnel matters, fiscal and budget issues, information
- 19 technology development, and operational matters related to
- 20 quality control, program oversight, and reporting.

- 1 The purpose of this Act is to restore the second deputy
- 2 director position for the department of human services,
- 3 establish the positions of community/project development
- 4 director and policy director within the office of the director
- 5 of human services, and convert six identified management
- 6 positions within the Med-QUEST division to permanent exempt
- 7 status. This Act also funds the second deputy director
- 8 position, a private secretary for that second deputy director
- 9 position, the community/project development director position,
- 10 and the policy director position.
- 11 This Act is necessary for the effective management of the
- 12 department's diverse and complex programs affecting poor and
- 13 vulnerable adults and children statewide. The department's
- 14 budget of over \$3,100,000,000 also makes it especially critical
- 15 that programs are run well and comply with federal and state
- 16 laws and regulations and that state and federal tax dollars are
- 17 well spent by programs meeting their objectives and serving the
- 18 community as intended.
- 19 SECTION 2. Section 76-16, Hawaii Revised Statutes, is
- 20 amended by amending subsection (b) to read as follows:

1	(1)	The CIVIT Service to which this chapter applies shall
2	comprise	all positions in the State now existing or hereafter
3	establish	ed and embrace all personal services performed for the
4	State, ex	cept the following:
5	(1)	Commissioned and enlisted personnel of the Hawaii
6		National Guard as such, and positions in the Hawaii
7		National Guard that are required by state or federal
8		laws or regulations or orders of the National Guard to
9		be filled from those commissioned or enlisted
10		personnel;
11	(2)	Positions filled by persons employed by contract where
12		the director of human resources development has
13		certified that the service is special or unique or is
14		essential to the public interest and that, because of
15		circumstances surrounding its fulfillment, personnel
16		to perform the service cannot be obtained through
17		normal civil service recruitment procedures. Any such
18		contract may be for any period not exceeding one year;
19	(3)	Positions that must be filled without delay to comply
20		with a court order or decree if the director
21		determines that recruitment through normal recruitment

1		civil service procedures would result in delay or
2		noncompliance, such as the Felix-Cayetano consent
3		decree;
4	(4)	Positions filled by the legislature or by either house
5		or any committee thereof;
6	(5)	Employees in the office of the governor and office of
7		the lieutenant governor, and household employees at
8		Washington Place;
9	(6)	Positions filled by popular vote;
10	(7)	Department heads, officers, and members of any board,
11		commission, or other state agency whose appointments
12		are made by the governor or are required by law to be
13		confirmed by the senate;
14	(8)	Judges, referees, receivers, masters, jurors, notaries
15		public, land court examiners, court commissioners, and
16		attorneys appointed by a state court for a special
17		temporary service;
18	(9)	One bailiff for the chief justice of the supreme court
19		who shall have the powers and duties of a court
20		officer and bailiff under section 606-14; one
21		secretary or clerk for each justice of the supreme

1	court, each judge of the intermediate appellate court,
2	and each judge of the circuit court; one secretary for
3	the judicial council; one deputy administrative
4	director of the courts; three law clerks for the chief
5	justice of the supreme court, two law clerks for each
6	associate justice of the supreme court and each judge
7	of the intermediate appellate court, one law clerk for
8	each judge of the circuit court, two additional law
9	clerks for the civil administrative judge of the
10	circuit court of the first circuit, two additional law
11	clerks for the criminal administrative judge of the
12	circuit court of the first circuit, one additional law
13	clerk for the senior judge of the family court of the
14	first circuit, two additional law clerks for the civil
15	motions judge of the circuit court of the first
16	circuit, two additional law clerks for the criminal
17	motions judge of the circuit court of the first
18	circuit, and two law clerks for the administrative
19	judge of the district court of the first circuit; and
20	one private secretary for the administrative director
21	of the courts, the deputy administrative director of

1		the courts, each department head, each deputy or first
2		assistant, and each additional deputy, or assistant
3		deputy, or assistant defined in paragraph (16);
4	(10)	First deputy and deputy attorneys general, the
5		administrative services manager of the department of
6		the attorney general, one secretary for the
7		administrative services manager, an administrator and
8		any support staff for the criminal and juvenile
9		justice resources coordination functions, and law
10		clerks;
11	(11)	(A) Teachers, principals, vice-principals, complex
12		area superintendents, deputy and assistant
13		superintendents, other certificated personnel,
14		not more than twenty noncertificated
15		administrative, professional, and technical
16		personnel not engaged in instructional work;
17		(B) Effective July 1, 2003, teaching assistants,
18		educational assistants, bilingual/bicultural
19		school-home assistants, school psychologists,
20		psychological examiners, speech pathologists,
21		athletic health care trainers, alternative school

1			work study assistants, alternative school
2			educational/supportive services specialists,
3			alternative school project coordinators, and
4			communications aides in the department of
5			education;
6		(C)	The special assistant to the state librarian and
7			one secretary for the special assistant to the
8			state librarian; and
9		(D)	Members of the faculty of the University of
10			Hawaii, including research workers, extension
11			agents, personnel engaged in instructional work,
12			and administrative, professional, and technical
13			personnel of the university;
14	(12)	Empl	oyees engaged in special, research, or
15		demo	nstration projects approved by the governor;
16	(13)	(A)	Positions filled by inmates, patients of state
17		-	institutions, persons with severe physical or
18			mental disabilities participating in the work
19			experience training programs;

1		(B)	Positions filled with students in accordance with
2			guidelines for established state employment
3			programs; and
4		(C)	Positions that provide work experience training
5			or temporary public service employment that are
6			filled by persons entering the workforce or
7			persons transitioning into other careers under
8			programs such as the federal Workforce Investment
9			Act of 1998, as amended, or the Senior Community
10			Service Employment Program of the Employment and
11			Training Administration of the United States
12			Department of Labor, or under other similar state
13			programs;
14	(14)	A cu	stodian or guide at Iolani Palace, the Royal
15		Maus	oleum, and Hulihee Palace;
16	(15)	Posi	tions filled by persons employed on a fee,
17		cont	ract, or piecework basis, who may lawfully perform
18		thei	r duties concurrently with their private business
19		or p	rofession or other private employment and whose
20		duti	es require only a portion of their time, if it is

1		impracticable to ascertain or anticipate the portion
2		of time to be devoted to the service of the State;
3	(16)	Positions of first deputies or first assistants of
4		each department head appointed under or in the manner
5		provided in section 6, article V, of the Hawaii state
6		constitution; three additional deputies or assistants
7		either in charge of the highways, harbors, and
8		airports divisions or other functions within the
9		department of transportation as may be assigned by the
10		director of transportation, with the approval of the
11		governor; one additional deputy in the department of
12		human services either in charge of welfare or other
13		functions within the department as may be assigned by
14		the director of human services; four additional
15		deputies in the department of health, each in charge
16		of one of the following: behavioral health,
17		environmental health, hospitals, and health resources
18		administration, including other functions within the
19		department as may be assigned by the director of
20		health, with the approval of the governor; an
21		administrative assistant to the state librarian; and

1		an administrative assistant to the superintendent of
2		education;
3	(17)	Positions specifically exempted from this part by any
4		other law; provided that:
5		(A) Any exemption created after July 1, 2014, shall
6		expire three years after its enactment unless
7		affirmatively extended by an act of the
8		legislature; and
9		(B) All of the positions defined by paragraph (9)
10		shall be included in the position classification
11		plan;
12	(18)	Positions in the state foster grandparent program and
13		positions for temporary employment of senior citizens
14		in occupations in which there is a severe personnel
15		shortage or in special projects;
16	(19)	Household employees at the official residence of the
17		president of the University of Hawaii;
18	(20)	Employees in the department of education engaged in
19		the supervision of students during meal periods in the
20		distribution, collection, and counting of meal

1		tickets, and in the cleaning of classrooms after
2		school hours on a less than half-time basis;
3	(21)	Employees hired under the tenant hire program of the
4		Hawaii public housing authority; provided that not
5		more than twenty-six per cent of the authority's
6		workforce in any housing project maintained or
7		operated by the authority shall be hired under the
8		tenant hire program;
9	(22)	Positions of the federally funded expanded food and
10		nutrition program of the University of Hawaii that
11		require the hiring of nutrition program assistants who
12		live in the areas they serve;
13	(23)	Positions filled by persons with severe disabilities
14		who are certified by the state vocational
15		rehabilitation office that they are able to perform
16		safely the duties of the positions;
17	(24)	The sheriff;
18	(25)	A gender and other fairness coordinator hired by the
19		judiciary; [and]
20	(26)	Positions in the Hawaii National Guard youth and adult
21		education programs [-]; and

1	(27) A community project/development director and policy
2	director in the office of the director of human
3	services.
4	The director shall determine the applicability of this
5	section to specific positions.
6	Nothing in this section shall be deemed to affect the civil
7	service status of any incumbent as it existed on July 1, 1955."
8	SECTION 3. There is appropriated out of the general
9	revenues of the State of Hawaii the sum of \$ or so much
10	thereof as may be necessary for fiscal year 2016-2017 to be used
11	for the salary of the additional deputy director (HMS 904).
12	SECTION 4. There is appropriated out of the general
13	revenues of the State of Hawaii the sum of \$ or so much
14	thereof as may be necessary for fiscal year 2016-2017 to be used
15	for the salary of the private secretary for the additional
16	deputy director (HMS 904).
17	SECTION 5. There is appropriated out of the general
18	revenues of the State of Hawaii the sum of \$ or so much
19	thereof as may be necessary for fiscal year 2016-2017 to be used
20	for the salary of the community/project development director.
21	(HMS 904)

- 1 SECTION 6. There is appropriated out of the general
- 2 revenues of the State of Hawaii the sum of \$ or so much
- 3 thereof as may be necessary for fiscal year 2016-2017 to be used
- 4 for the salary of the policy director. (HMS 904)
- 5 SECTION 7. The sums appropriated shall be expended by the
- 6 department of human services for the purposes of this Act.
- 7 SECTION 8. Statutory material to be repealed is bracketed
- 8 and stricken. New statutory material is underscored.
- 9 SECTION 9. This Act, upon its approval, shall take effect
- 10 on July 1, 2060.

Report Title:

Department of Human Services; Management Positions; Civil Service Exemptions.

Description:

Restores the permanently exempt second deputy director position for the Department of Human Services. Establishes a secretary, community/project development director, and policy director positions. Exempts the community/project development director and policy director from civil service status. Appropriates funds for the newly established positions. (HB2348 HD2)

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