Honolulu, Hawaii

## FC6WM 17, 2016

RE: H.B. No. 1943 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Eighth State Legislature Regular Session of 2016 State of Hawaii

Sir:

Your Committee on Human Services, to which was referred H.B. No. 1943 entitled:

"A BILL FOR AN ACT RELATING TO LONG-TERM CARE FACILITIES," begs leave to report as follows:

The purpose of this measure is to preserve access to health care for Medicaid recipients by providing an inflationary adjustment based on the annual inflation factor approved by the federal government in the Medicaid state plan to the methodology used to reimburse facilities for the long-term care of Medicaid recipients for fiscal year 2016-2017.

The Healthcare Association of Hawaii, Hale Makua Wailuku, Ohana Pacific Management Company, Inc., Aloha Nursing Rehab Centre, Hawaii Health Systems Corporation, Chamber of Commerce Hawaii, Hale Makua Health Services, The Queen's Health Systems, Nuuanu Hale, Palolo Chinese Home, and several individuals supported this measure. The Arc in Hawaii supported the intent of this measure. The Department of Human Services provided comments.

Your Committee has amended this measure by:

- (1) Adding a new section that appropriates funds to the Department of Human Services to provide an inflationary adjustment to a long-term care facility's provider-specific prospective payment; and
- (2) Adding a sunset date of June 30, 2017.

HB1943 HD1 HSCR HUS HMS 2016-1600

Should your Committee on Finance deliberate this measure further, your Committee on Human Services respectfully requests that it consider \$1,900,000 for the purpose of providing an inflation adjustment to long-term care facilities' providerspecific prospective payment rates.

As affirmed by the record of votes of the members of your Committee on Human Services that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1943, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1943, H.D. 1, and be referred to your Committee on Finance.

> Respectfully submitted on behalf of the members of the Committee on Human Services,

DEE MORIKAWA, Chair

## State of Hawaii House of Representatives The Twenty-eighth Legislature

## **Record of Votes of the Committee on Human Services**

	Committee Referral:		Date: 2-4-16	
☐ 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)				
HUS Members	Ayes	Ayes (WR)	Nays	Excused
1. MORIKAWA, Dee (C)				
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2. KOBAYASHI, Bertrand (VC)				
2 DELATET D.B.				
3. BELATTI, Della Au				
4. CREAGAN, Richard P.				
3				
5. HASHEM, Mark J.				
6. JORDAN, Jo				
7. OSHIRO, Marcus R.				
O PERMITANTO CHANG DA				
8. FUKUMOTO CHANG, Beth				
Mon : X (a)	<del></del>	<del>-</del>		
TOTAL (8)	<i>\</i>	<u> </u>		<u> </u>
The recommendation is:  Adopted  If joint referral,  committee acronym(s)  Adopted  did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				