STAND. COM. REP. NO. 210

Honolulu, Hawaii FEB 1 9 2015

RE: S.B. No. 262

S.D. 1

Honorable Donna Mercado Kim President of the Senate Twenty-Eighth State Legislature Regular Session of 2015 State of Hawaii

Madam:

Your Committee on Human Services and Housing, to which was referred S.B. No. 262 entitled:

"A BILL FOR AN ACT RELATING TO THE NURSING FACILITY SUSTAINABILITY PROGRAM,"

begs leave to report as follows:

The purpose and intent of this measure is to continue the nursing facility sustainability program by extending the sunset date to June 30, 2016, and appropriating funds out of the nursing facility sustainability program special fund.

Your Committee received testimony in support of this measure from the Department of Human Services, Hawaii Health Systems Corporation, Healthcare Association of Hawaii, Hawaii Primary Care Association, The Queen's Health Systems, and Chamber of Commerce Hawaii. Your Committee received comments on this measure from the Department of the Attorney General.

Your Committee finds that the Legislature created the nursing facility sustainability program to increase Medicaid payments to nursing facilities in recognition that Medicaid payments to nursing facilities were below the actual costs of care. Your Committee further finds that the majority of residents in Hawaii's nursing facilities are Medicaid enrollees, and the nursing facility sustainability program ensures that they have access to quality care.

Your Committee has amended this measure by:

2015-1302 SSCR SMA.doc



- (1) Inserting language to preserve the exemptions of the nursing facility sustainability program from the central service expenses and administrative expenses assessments through December 31, 2016; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Human Services and Housing that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 262, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 262, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Human Services and Housing,

SUZANNE CHUN OAKLAND, Chair

The Senate Twenty-Eighth Legislature State of Hawai'i

Record of Votes Committee on Human Services and Housing HSH

Bill / Resolution No.:* SB 262	Committee HSH,		Da	te: 2 - 5	-15
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 (WR)	Nay	Excused
CHUN OAKLAND, Suzanne (C)					
GREEN, Josh (VC)					
HARIMOTO, Breene					
RIVIERE, Gil				-	
SLOM, Sam					
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TOTAL		4	D	Ø	(
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original File with Committee Re	Yellow Pink Goldenrod eport Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes