Honolulu, Hawaii

April 27, 2017

RE: H.B. No. 89

H.D. 1 S.D. 1 C.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

## Sirs:

Your Committee on Conference on the disagreeing vote of the House of Representatives to the amendments proposed by the Senate in H.B. No. 89, H.D. 1, S.D. 1, entitled:

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

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to preserve access to health care for Medicaid recipients by:

- (1) Extending the Hospital Sustainability Program for two years and updating statutory references accordingly;
- (2) Clarifying that the rate of the outpatient hospital sustainability fee shall not exceed three percent of net outpatient hospital service revenue;

- (3) Allowing the Department of Human Services (DHS) to exclude any facility from the hospital sustainability fee on outpatient care services if its exclusion is required to meet federal standards of approval; and
- (4)Appropriating funds out of the Hospital Sustainability Program Special Fund for Fiscal Year 2017-2018 and Fiscal Year 2018-2019.

Your Committee on Conference has amended this measure by:

- (1) Increasing the maximum rate of inpatient and outpatient hospital sustainability fees to three and one-half percent; and
- (2) Changing the appropriation amount from \$65,000,000 to \$70,000,000.

As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of H.B. No. 89, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Final Reading in the form attached hereto as H.B. No. 89, H.D. 1, S.D. 1, C.D. 1.

> Respectfully submitted on behalf of the managers:

ON THE PART OF THE SENATE

ON THE PART OF THE HOUSE

JOSH GREEN

Chair

ROSALYN H.

Co-Chair

BRIAN T. TANIGUCHI

Co-Chair

DEE MORIKAWA

Co-Chair

DELLA AU BELATTI

Co-Chair

CEDRIC ASUEGA GATES

Co-Chair

HB89 CD1 HCCR HMS 2017-3633



## Hawaii State Legislature

Record of Votes of a Conference Committee

cer 20

Bill / Concurrent Resolution No.:  HB 89, HD 1, SD 1				Date/Time: 4/21/17 2:05 pm					
The recommendation of the Ho	ouse and S	enate	mana	gers :	is to pass with amendments (CD).				
☐ The Committee is reconsidering	g its previ	ous de	ecisio	n.					
The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure				The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.					
Senate Managers	A	WR	N	Е	House Managers	A	WR	N	Е
GREEN, Josh, Chr.	<b>/</b>				MORIKAWA, Dee, Co-Chr.				
BAKER, Rosalyn H., Co-Chr.	/				BELATTI, Della Au, Co-Chr.				
TANIGUCHI, Brian T., Co-Chr.	1				GATES, Cedric Asuega, Co-Chr.	\ <u>\</u>			
					TUPOLA, Andria P.L.	<b>/</b>			
						_			
						-   -			_
	_								
									<u> </u>
							<u></u>		
TOTAL	3			_	TOTAL	4			
$\mathbf{A} = \mathbf{A}\mathbf{y}\mathbf{e}$	WR = Ay	e with	Reserv	vation		$\mathbf{E} = \mathbf{E}\mathbf{x}\mathbf{c}$	usad		
Senate Recommendation is:	*** <b>IX</b> = 11 <i>y</i>	· WILLI	10301	vacion.	House Recommendation is:	E - Exc	useu		
Adopted				Adopted Not Adopted					
Senate Lead Chair's or Designee's Signature:				House Lead Chair's or Designee's Signature:					
Distribution: Orig		e Repo	ort	На	Yellow Pink ouse Clerk's Office Senate Clerk's Off	fice L	<b>Gold</b> Orafting		