## STAND. COM. REP. NO.

Honolulu, Hawaii

## APR 2 5 2017

RE: H.C.R. No. 161

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

Sir:

Your Committee on Ways and Means, to which was referred H.C.R. No. 161 entitled:

"HOUSE CONCURRENT RESOLUTION REQUESTING THE CONVENING OF A WORKING GROUP RELATING TO COMPLEX PATIENTS,"

begs leave to report as follows:

The purpose and intent of this measure is to request the MedQUEST Administrator to convene a working group relating to complex patients.

More specifically, the working group is requested to:

- Evaluate the issue of complex patients who are waitlisted in hospitals because of medical or behavioral health issues; and
- (2) Consider solutions that include incentive or add-on payments to encourage the transfer of those patients out of hospitals and into more appropriate settings.

Your Committee received written comments in support of this measure from The Queen's Health Systems, Kaiser Permanente, the Healthcare Association of Hawaii, Hawaii Pacific Health, the American Organization of Nurse Executives Hawaii, and Castle Medical Center.



Your Committee finds that there are hospitalized individuals who have recovered sufficiently to no longer need the acute level of care that a hospital provides, but who still have complex medical or behavioral health needs that require intensive services. These patients remain in hospitals for many weeks or months after the appropriate date of discharge because, due to insufficient reimbursements from Medicaid, necessary intensive services are often too costly for long-term care facilities to provide. Therefore, these patients become "waitlisted" patients. Your Committee also finds that according to a 2014 report, there were 7,055 waitlisted patients in Hawaii hospitals in 2011, who required care at an average cost of \$1,404 per day, which resulted in a loss to hospitals of approximately \$62,700,000 for that year.

Your Committee believes that transferring waitlisted patients to long-term care facilities would make more hospital beds available to patients who actually need acute care services, while also freeing hospitals from the obligation to provide lowerreimbursement, long-term care services. Your Committee therefore finds that it is appropriate to consider possible solutions that would facilitate the transfers.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee concurs with the intent and purpose of H.C.R. No. 161, and recommends its adoption.

> Respectfully submitted on behalf of the members of the Committee on Ways and Means,

JILL N.



## The Senate Twenty-Ninth Legislature State of Hawaiʻi

## Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		Da	Date:	
HCR 161	HMS/CPH, WAM		1 ·	4/21/17	
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
TOKUDA, Jill N. (C)					
DELA CRUZ, Donovan M. (VC)					
ENGLISH, J. Kalani		/			
GALUTERIA, Brickwood		/			
HARIMOTO, Breene		/			
INOUYE, Lorraine R.	•.				
KAHELE, Kaiali'i	•				
RIVIERE, Gil					
SHIMABUKURO, Maile S.L.		/			
TANIGUCHI, Brian T.					
WAKAI, Glenn					
					en sign - sign - transfer - transfer
TOTAL		0			$\gamma$
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature DMALLAR 7					
Distribution: Original Yellow Pink Goldenrod   File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

\*Only one measure per Record of Votes