# A BILL FOR AN ACT

RELATING TO ADMINISTRATIVE HEARING OFFICERS.

#### 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 \$3,304,000,000, including seventy-nine per cent of all the
- 4 executive branch's federal funds. The department provides
- 5 benefits and services to one in four Hawaii residents or nearly
- **6** 360,000 individuals.
- 7 The department serves vulnerable and needy adults and
- 8 children statewide and is responsible for diverse and complex
- 9 programs driven by their own unique and ubiquitous state and
- 10 federal laws, rules, and regulations. With little overlap
- 11 between the wide array of services offered by the department and
- 12 each program's laws and regulations, the breadth of knowledge
- 13 necessary for effective management of all the programs is
- 14 extensive and difficult to develop.
- 15 The department's programs and services include: protection
- 16 of vulnerable children and adults; vocational rehabilitation and
- 17 financial assistance to the disabled; the Supplemental Nutrition



# H.B. NO. H.D.

- 1 Assistance Program; financial assistance; job training and
- 2 placement; housing and services for the homeless; medicaid
- 3 services for the State's medically needy population; and
- 4 prevention, treatment, and housing for the State's youthful
- 5 offenders.
- 6 In addition to helping Hawaii's vulnerable individuals, the
- 7 department manages significant federal and state funds and
- 8 processes vast amounts of information. The department is
- 9 currently engaged in investing in an enterprise integrated
- 10 eligibility system to better serve recipients of public benefits
- 11 and the State's vulnerable populations.
- 12 As required by federal and state laws, regulations, and
- 13 administrative rules, the department provides applicants and
- 14 recipients of public benefits with administrative review
- 15 processes to request relief from an adverse decision made by the
- 16 department. The department also provides an administrative
- 17 review process for providers of medical goods or services who
- 18 disagree with a department's decision.
- 19 The department's administrative appeals office receives
- 20 nearly 1,900 requests annually for administrative relief from
- 21 applicants or recipients of public benefits or services.



- 1 Additionally, the administrative appeals office receives
- 2 approximately thirty requests per year for administrative review
- 3 from providers of medical goods or services. Administrative
- 4 appeal hearings are held statewide.
- 5 To render timely, impartial, and informed quasi-judicial
- 6 administrative appeals hearing decisions, the department must
- 7 maintain a cadre of experienced, trained, and knowledgeable
- 8 administrative appeals hearing officers to review federal and
- 9 state laws, regulations, rules, documents, receive testimony,
- 10 conduct hearings, determine findings of facts and conclusions of
- 11 law, and render final administrative appeal hearing decisions.
- 12 Timely, accurate, and prompt administrative appeals hearing
- 13 decisions in contested cases positively help eligible applicants
- 14 and recipients gain access to benefits and services and support
- 15 efficiency of government by terminating benefits to ineligible
- 16 recipients and allowing the department to begin recovery of
- 17 improperly provided benefits.
- 18 The purpose of this Act is to exempt from civil service the
- 19 administrative appeals hearing officer of the department of
- 20 human services.

1	SECI	ION 2. Section /6-16, Hawaii Revised Statutes, is
2	amended b	y amending subsection (b) to read as follows:
3	"(b)	The civil service to which this chapter applies shall
4	comprise	all positions in the State now existing or hereafter
5	establish	ed and embrace all personal services performed for the
6	State, ex	cept the following:
7	(1)	Commissioned and enlisted personnel of the Hawaii
8		National Guard as such, and positions in the Hawaii
9		National Guard that are required by state or federal
10		laws or regulations or orders of the National Guard to
11		be filled from those commissioned or enlisted
12		personnel;
13	(2)	Positions filled by persons employed by contract where
14		the director of human resources development has
15		certified that the service is special or unique or is
16		essential to the public interest and that, because of
17		circumstances surrounding its fulfillment, personnel
18		to perform the service cannot be obtained through
19		normal civil service recruitment procedures. Any such
20		contract may be for any period not exceeding one year;

1	(3)	Positions that must be filled without delay to comply
2		with a court order or decree if the director
3		determines that recruitment through normal recruitment
4		civil service procedures would result in delay or
5		noncompliance, such as the Felix-Cayetano consent
6		decree;
7	(4)	Positions filled by the legislature or by either house
8		or any committee thereof;
9	(5)	Employees in the office of the governor and office of
10		the lieutenant governor, and household employees at
11		Washington Place;
12	(6)	Positions filled by popular vote;
13	(7)	Department heads, officers, and members of any board,
14		commission, or other state agency whose appointments
15		are made by the governor or are required by law to be
16		confirmed by the senate;
17	(8)	Judges, referees, receivers, masters, jurors, notaries
18		public, land court examiners, court commissioners, and
19		attorneys appointed by a state court for a special
20		temporary service;

1	(9)	One bailiff for the chief justice of the supreme court
2		who shall have the powers and duties of a court
3		officer and bailiff under section 606-14; one
4		secretary or clerk for each justice of the supreme
5		court, each judge of the intermediate appellate court,
6		and each judge of the circuit court; one secretary for
7		the judicial council; one deputy administrative
8		director of the courts; three law clerks for the chief
9		justice of the supreme court, two law clerks for each
10		associate justice of the supreme court and each judge
11		of the intermediate appellate court, one law clerk for
12		each judge of the circuit court, two additional law
13		clerks for the civil administrative judge of the
14		circuit court of the first circuit, two additional law
15		clerks for the criminal administrative judge of the
16		circuit court of the first circuit, one additional law
17		clerk for the senior judge of the family court of the
18		first circuit, two additional law clerks for the civil
19		motions judge of the circuit court of the first
20		circuit, two additional law clerks for the criminal
21		motions judge of the circuit court of the first

1		circuit, and two law clerks for the administrative
2		judge of the district court of the first circuit; and
3		one private secretary for the administrative director
4		of the courts, the deputy administrative director of
5		the courts, each department head, each deputy or first
6		assistant, and each additional deputy, or assistant
7		deputy, or assistant defined in paragraph (16);
8	(10)	First deputy and deputy attorneys general, the
9		administrative services manager of the department of
10		the attorney general, one secretary for the
11		administrative services manager, an administrator and
12		any support staff for the criminal and juvenile
13		justice resources coordination functions, and law
14		clerks;
15	(11)	(A) Teachers, principals, vice-principals, complex
16		area superintendents, deputy and assistant
17		superintendents, other certificated personnel,
18		not more than twenty noncertificated
19		administrative, professional, and technical
20		personnel not engaged in instructional work;

1		(B)	Effective July 1, 2003, teaching assistants,
2			educational assistants, bilingual/bicultural
3			school-home assistants, school psychologists,
4			psychological examiners, speech pathologists,
5			athletic health care trainers, alternative school
6			work study assistants, alternative school
7			educational/supportive services specialists,
8			alternative school project coordinators, and
9			communications aides in the department of
10			education;
11		(C)	The special assistant to the state librarian and
12			one secretary for the special assistant to the
13			state librarian; and
14		(D)	Members of the faculty of the University of
15			Hawaii, including research workers, extension
16			agents, personnel engaged in instructional work,
17			and administrative, professional, and technical
18			personnel of the university;
19	(12)	Empl	oyees engaged in special, research, or
20		demo	nstration projects approved by the governor;

1	(13)	(A)	Positions filled by inmates, patients of state
2			institutions, persons with severe physical or
3			mental disabilities participating in the work
4			experience training programs;
5		(B)	Positions filled with students in accordance with
6			guidelines for established state employment
7			programs; and
8		(C)	Positions that provide work experience training
9			or temporary public service employment that are
10			filled by persons entering the workforce or
11			persons transitioning into other careers under
12			programs such as the federal Workforce Investment
13			Act of 1998, as amended, or the Senior Community
14			Service Employment Program of the Employment and
15			Training Administration of the United States
16			Department of Labor, or under other similar state
17			programs;
18	(14)	A cu	stodian or guide at Iolani Palace, the Royal
19		Maus	oleum, and Hulihee Palace;
20	(15)	Posi	tions filled by persons employed on a fee,
21		cont	ract, or piecework basis, who may lawfully perform

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

1		librarian; and an administrative assistant to the
2		superintendent of 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;
20	(26)	Positions in the Hawaii National Guard youth and adult
21		education programs; [and]

1	(27)	In the state energy office in the department of
2		business, economic development, and tourism, all
3		energy program managers, energy program specialists,
4		energy program assistants, and energy analysts $[-]$ ; and
5	(28)	Administrative appeals hearing officers in the
6		department of human services.
7	The	director shall determine the applicability of this
8	section t	o specific positions.
9	Noth	ing in this section shall be deemed to affect the civil
10	service s	tatus of any incumbent as it existed on July 1, 1955."
11	SECT	ION 3. Statutory material to be repealed is bracketed
12	and stric	ken. New statutory material is underscored.
13	SECT	ION 4. This Act shall take effect on July 1, 3000.

#### Report Title:

Department of Human Services; Administrative Appeals; Administrative Appeals Hearing Officers; Civil Service Exemption

#### Description:

Exempts Administrative Appeals Hearing Officers in the Department of Human Services from civil service requirements. Effective 7/1/3000. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.