THE SENATE TWENTY-NINTH LEGISLATURE, 2018 STATE OF HAWAII

#### S.B. NO. <sup>2401</sup> S.D. 2 H.D. 1

C.D. 1

# A BILL FOR AN ACT

RELATING TO HOMELESSNESS.

1

# BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

### PART I

2 SECTION 1. Ohana is a group of closely- or distantly-3 related people who share nearly everything, from land and food 4 to responsibility for taking care of children and elders. 5 Members of an ohana, whether or not related by blood, treat each other as extended family and share generously with each other. 6 7 The legislature finds that building upon this ethic of ohana 8 presents an opportunity to improve the lives of people 9 experiencing homelessness.

10 The legislature also finds that, while significant strides 11 have been made, current attempts to address homelessness in 12 Hawaii remain insufficient. Hawaii continues to have the 13 highest number of individuals experiencing homelessness per 14 capita of any state in the nation. The city and county of 15 Honolulu, which has the highest number of individuals 16 experiencing homelessness of any county in Hawaii, has seen the 17 number of unsheltered individuals experiencing homelessness rise 18 over the past five years and the number of people in shelters SB2401 CD1 LRB 18-2481-4.doc 1



decline during the same period despite increased investment in
 shelters and enforcement.

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3 Therefore, the legislature finds that addressing 4 homelessness requires the courage to try something new. Last 5 year, the legislature passed Act 212, Session Laws of Hawaii 6 2017, to create a working group to examine safe zones for people 7 experiencing homelessness as one possible solution to the 8 problem. Some stakeholders have expressed reservations about 9 safe zones and have advised that scarce resources should not be 10 diverted from the development of permanent housing. 11 Unfortunately, the development of permanent housing takes time, and in the meantime, people experiencing homelessness will 12 continue to live unsheltered and without adequate and meaningful 13

14 access to social services.

In response to these concerns, some policymakers have expressed support for ohana zones, which are designed to assist individuals experiencing homelessness find and transition into permanent housing. The legislature finds that ohana zones have the potential to serve individuals experiencing homelessness in a way that existing programs are currently unable. Ohana zones will have the goal of improving the health and well-being of

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1 individuals experiencing homelessness and providing access to
2 needed services. The use of the term ohana is not meant to
3 suggest that the use of an ohana zone is limited to nuclear
4 families or people related by blood, but rather that an ohana
5 zone provides a welcoming, safe haven where individuals
6 experiencing homelessness and those who serve them treat each
7 other as an extended family.

8 Because it is unclear what costs and benefits will accrue 9 using the new model of an ohana zone, the legislature finds that 10 these costs and benefits should be carefully studied, and that 11 ohana zones should, at least initially, be temporary.

12 The purpose of this part is to establish a pilot program 13 for the establishment of ohana zones, with the goal of improving 14 the health and well-being of individuals experiencing 15 homelessness and providing individuals experiencing homelessness 16 with needed services.

SECTION 2. Definitions. For purposes of this part:
"Homeless" has the same meaning as defined in section
346-361, Hawaii Revised Statutes.

20 "Ohana zone" means a place:

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1 (1)That has a program to address basic needs of 2 individuals experiencing homelessness; and 3 Where wrap-around services, social and health care (2) 4 services, transportation, and other services may be 5 offered with the goals of alleviating poverty and 6 transitioning individuals experiencing homelessness 7 into affordable housing.

8 SECTION 3. (a) There is established the ohana zones pilot 9 program to provide temporary housing and services to homeless 10 individuals and families based on principles similar to the 11 housing first program.

12 The governor shall designate executive branch agencies (b) 13 to develop and implement the ohana zones pilot program, 14 including an agency with specific expertise in construction 15 development and an agency with specific expertise in 16 administering homeless services. The governor, through the 17 governor's designated agencies, shall determine the number and 18 locations of the ohana zones, which shall be situated on public 19 lands; provided that the designated agencies shall identify at 20 least three sites on Oahu and one site on each of the islands of 21 Hawaii, Kauai, and Maui.

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1 (C) The agencies designated pursuant to subsection (b) may 2 coordinate with public or private entities, as appropriate, to 3 develop and implement the ohana zones pilot program; provided 4 that if any public land under the jurisdiction of a state or 5 county agency is determined to be suitable for use as an ohana 6 zone, the designated agencies shall:

7 (1) Work with the appropriate state or county agency that 8 controls the land to transfer the land designated for 9 use as an ohana zone to an agency whose mission is 10 more suited to the management of ohana zones; and 11 (2) Work with the appropriate state or county agency that 12 controls the land and its construction agency to 13 ensure that an ohana zone's infrastructure needs are 14 met and minimize adverse impacts to the environment, 15 including to nearshore resources such as corals, reef 16 fish, and seabirds.

17 The ohana zones pilot program may provide the (d) 18 following facilities and services at each ohana zone site: 19 (1)Secure dwelling spaces that:

- 20
- (A) May be private or communal;

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1		(B) Have access to toilets, showers, and other
2		hygiene facilities; and
3		(C) Have access to an area for food storage and meal
4		preparation;
5	(2)	Medical and social support services; and
6	(3)	Transportation to appointments related to medical care
7		or supportive services that are not available onsite.
8	SECT	ION 4. (a) Contracts entered into by the agencies
9	designate	d by the governor pursuant to the ohana zones pilot
10	program s	hall be exempt from the requirements of chapters 103D
11	and 103F,	Hawaii Revised Statutes.
12	(b)	The agencies designated by the governor shall
13	establish	no later than December 31, 2018, the following:
14	(1)	The criteria that the agencies will use to evaluate
15		potential ohana zone locations;
16	(2)	A monthly timetable of milestones that the agencies
17		expect to meet in establishing one or more ohana zones
18		over the course of the three-year pilot program;
19	(3)	The specific, measurable, attainable, reasonable, and
20		time-based performance measures that the agencies
21		expect to meet at the end of each fiscal year;





1	(4)	The evaluation criteria and process that the agencies
2		intend to use each year when reviewing the success and
3		sustainability of the ohana zones; and
4	(5)	The monitoring and oversight controls that the
5		agencies will have over the ohana zones to identify,
6		address, and prevent possible fraud, waste, and abuse
7		and ensure compliance with local, state, and federal
8		laws.
9	(C)	The governor's coordinator on homelessness shall
10	compile a	nd consolidate information from the agencies designated
11	by the go	vernor to effectuate this part and submit reports to
12	the legis	lature no later than twenty days prior to the convening
13	of the re	gular sessions of 2019, 2020, and 2021.
14	(d)	The report submitted no later than twenty days prior
15	to the co	nvening of the regular session of 2019 shall include
16	the follo	wing information:
17	(1)	A summary and explanation of the process that the
18		agencies designated by the governor pursuant to the
19		ohana zones pilot program engaged in to identify
20		possible ohana zone locations; and

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1	(2)	A summary of the information required under subsection
2		(b).
3	(e)	The reports submitted no later than twenty days prior
4	to the co	nvening of the regular sessions of 2020 and 2021 shall
5	include t	he following information:
6	(1)	The milestones established pursuant to subsection (b)
7		that were met by the agencies designated by the
8		governor pursuant to the ohana zones pilot program and
9		ohana zones established during the fiscal year;
10	(2)	An evaluation of the ohana zones to determine whether
11		the objectives set have been met or exceeded;
12	(3)	Any proposed changes that need to be made to the
13		performance measures used to assess the achievement of
14		program goals; and
15	(4)	An assessment of the impact of the ohana zone model on
16		the homelessness problem in Hawaii.
17	(f)	The pilot program shall cease to exist on June 30,
18	2021.	
19	SECT	ION 5. There is appropriated out of the general
20	revenues	of the State of Hawaii the sum of \$30,000,000 or so
21	much ther	eof as may be necessary for fiscal year 2018-2019 for

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the establishment of the ohana zones pilot program and expenses
 related to facility construction, provision of services,

3 staffing, and administrative costs.

The sum appropriated shall be expended by the office of the governor for the purposes of this part; provided that the governor shall transfer the expenditure authority to designated executive branch departments or agencies within a reasonable time.

9 Notwithstanding any other law to the contrary, the governor 10 may transfer all or a portion of the appropriation in this 11 section to the governor's designated executive branch agencies 12 for expenditures incurred to implement the program.

13 The governor's designated executive branch agencies may
14 expend any appropriation transferred pursuant to this section
15 for the performance of its duties under the pilot program.

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#### PART II

SECTION 6. The legislature finds that there is excessive utilization of hospital emergency department resources by homeless individuals for non-emergency needs. Many of these users are considered super utilizers if they visit the emergency department at least three times per week, are admitted to the

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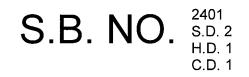
hospital at least three times per month, or visit the emergency department at least twelve times per quarter, and suffer from mental health and substance abuse issues. According to 2015 data from the Hawaii Health Information Corporation, the billed charges for all homeless health care encounters that occurred in Hawaii hospitals was \$146,000,000. These encounters included repeat visits of, on average, two to three times.

8 The purpose of this part is to:

9 (1) Establish and appropriate moneys for the emergency 10 department homelessness assessment pilot program to 11 identify individuals experiencing homelessness with 12 the goal of providing case management to those who 13 require supportive services and to demonstrate 14 effectiveness in mitigating the increasing cost of 15 medical care and unnecessary use of the hospital 16 emergency department visits; and 17 (2) Establish and appropriate moneys for the medical

respite pilot program to offer medical, nursing,
psychiatric, and other care for homeless individuals
after being discharged from a hospital.

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1	SECI	YION 7. (a) There is established within the department	
2	of human	services a pilot program to be known as the emergency	
3	department homelessness assessment pilot program. The		
4	department of human services, in consultation with the Hawaii		
5	interagency council on homelessness and any other appropriate		
6	agency, s	hall serve as the administrator of the pilot program.	
7	(b)	The pilot program shall consist of multidisciplinary	
8	teams com	posed of but not limited to physicians, advanced	
9	practice registered nurses, social workers, and patient		
10	navigators who are employed by a participating hospital in the		
11	participating hospital's emergency department. The		
12	multidisciplinary team shall:		
13	(1)	Identify patients who are experiencing homelessness or	
14		patients at risk of experiencing homelessness and have	
15		high utilization of emergency department services;	
16	(2)	Assess the patient's current circumstances; and	
17	(3)	Coordinate and refer these patients to appropriate and	
18		available wrap-around supports and community resources	
19		along the entire continuum of care with a goal of	
20		reducing costs associated with chronic use of hospital	
21		emergency departments.	





1 (C) The department of human services shall work with the 2 participating hospital under the emergency department 3 homelessness assessment pilot program to collect and analyze data to be included in a report that contains a summary and 4 5 explanation of the data regarding the efficacy of emergency 6 department intervention by the multidisciplinary team in 7 mitigating the number of unnecessary emergency department visits 8 by patients experiencing homelessness or patients at risk of 9 experiencing homelessness. The report shall contain findings 10 and recommendations, including any proposed legislation, for 11 continuation, modification, or termination of the pilot program. 12 The department of human services shall submit the report to the 13 legislature no later than twenty days prior to the convening of 14 the regular session of 2019.

(d) The department of human services shall be exempt from
chapter 103F, Hawaii Revised Statutes, in implementing this
part.

(e) The emergency department homelessness assessment pilotprogram shall cease to exist on June 30, 2019.

20 SECTION 8. There is appropriated out of the general
21 revenues of the State of Hawaii the sum of \$1,000,000 or so much





1	thereof as may be necessary for fiscal year 2018-2019 for the		
2	department of human services to establish the emergency		
3	department homelessness assessment pilot program; provided that:		
4	(1)	The department of human services shall reimburse the	
5		participating hospital for expenses directly related	
6		to the emergency department homelessness assessment	
7		pilot program;	
8	(2)	No funds shall be disbursed to a participating	
9		hospital unless matched on a dollar-for-dollar basis	
10		by the participating hospital; and	
11	(3)	All funds designated as matching funds by the	
12		participating hospital shall be funds expended by the	
13		participating hospital for the pilot program.	
14	The sum appropriated shall be expended by the department of		
15	human services for the purposes of this part.		
16	SECTION 9. (a) There is established within the department		
17	of human services a pilot program to be known as the medical		
18	respite pilot program. The department of human services, in		
19	consultation with the Hawaii interagency council on homelessness		
20	and any appropriate agency, shall serve as the administrator of		
21	the pilot program.		





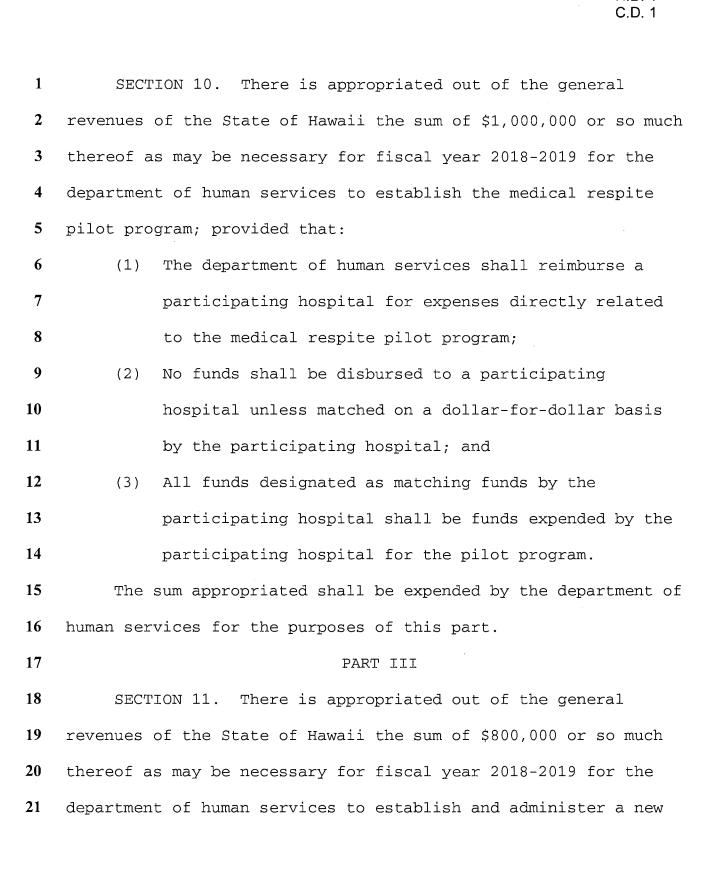
1 (b) A participating community human services provider, in 2 partnership with a hospital participating in the pilot program, 3 shall provide emergency housing for eligible individuals experiencing homelessness who are discharged from the 4 5 participating hospital and provide, at minimum, meals, case 6 management, and medical, nursing, and psychiatric care. The 7 medical respite facilities shall comply with the department of 8 health's standards of accessibility, sanitation, and other 9 requirements, as determined by the department of health for 10 facilities of similar use.

(c) The department of human services shall submit a report to the legislature of its findings and recommendations, including any proposed legislation, regarding the pilot program no later than twenty days prior to the convening of the regular session of 2019.

16 (d) The department of human services shall be exempt from
17 chapter 103F, Hawaii Revised Statutes, in implementing this
18 part.

19 (e) The medical respite pilot program shall cease to exist20 on June 30, 2019.

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family assessment center for homeless families that is in
 addition to any family assessment center for homeless families
 currently in existence.

4 The sum appropriated shall be expended by the department of5 human services for the purposes of this part.

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## PART IV

7 SECTION 12. There is appropriated out of the general 8 revenues of the State of Hawaii the sum of \$400,000 or so much 9 thereof as may be necessary for fiscal year 2018-2019 for the 10 department of health to continue administering the law 11 enforcement assisted diversion pilot program; provided that the department of health shall establish one site located on the 12 13 island of Maui for which the department shall receive \$200,000 of the sum appropriated in this section, and one site located on 14 15 the island of Hawaii for which the department shall receive 16 \$200,000 of the sum appropriated in this section.

17 The sum appropriated shall be expended by the department of18 health for the purposes of this part.

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PART V

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SECTION 13. This Act shall take effect on July 1, 2018.





## Report Title:

Homelessness; Housing; Ohana Zones Pilot Program; Emergency Department Homelessness Assessment Pilot Program; Medical Respite Pilot Program; Law Enforcement Assisted Diversion; Appropriations

## Description:

Establishes the Ohana Zones Pilot Program, the Emergency Department Homelessness Assessment Pilot Program, and the Medical Respite Pilot Program. Makes appropriations. (CD1)

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