HOUSE OF REPRESENTATIVES THE THIRTY-FIRST LEGISLATURE REGULAR SESSION OF 2021

COMMITTEE ON FINANCE

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NOTICE OF HEARING

DATE: Tuesday, February 23, 2021 TIME: 2:00 pm PLACE: VIA VIDEOCONFERENCE Conference Room 308 State Capitol 415 South Beretania Street

THE STATE CAPITOL IS CLOSED TO THE PUBLIC DURING THE ONGOING COVID-19 PANDEMIC Please note that the committee members will participate remotely via videoconference. Click <u>here</u> to submit testimony and to testify remotely.

A live stream link of all House Standing Committee meetings will be available online shortly before the scheduled start time.

Click <u>here</u> for the live stream of this meeting via YouTube. Click <u>here</u> for select hearings broadcast live on 'Ōlelo Community Media for cable TV.

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<u>HB 1147</u> <u>Status</u>	RELATING TO THE STATE BUDGET. Appropriates funds for capital improvement projects for fiscal biennium 2021–2023.	FIN
HB 53 Status	RELATING TO STATE BONDS. Authorizes issuance of general obligation bonds. Makes findings required by Article VII, Section 13, of the Hawaii State Constitution to declare that the issuance of authorized bonds will not cause the debt limit to be exceeded.	FIN
HB 432 <u>Status</u>	RELATING TO THE EARNED INCOME TAX CREDIT. Extends the earned income tax credit by five years.	FIN

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<u>HB 1115</u> <u>Status</u>	RELATING TO THE STATE FUNDS. Provides for the deposit into the emergency and budget reserve fund of moneys received by the State through a civil action in which the State is a party and no other law or court order specifically provides for the deposit elsewhere of moneys received through the action.	FIN
<u>HB 1041, HD1</u> (HSCR280) <u>Status</u>	RELATING TO CONFORMITY TO THE INTERNAL REVENUE CODE. Conforms Hawaii income and estate and generation-skipping transfer tax laws to the Internal Revenue Code of 1986, as amended as of December 31, 2020. Effective 7/1/2050. (HD1)	ECD, FIN
HB 237, HD1 (HSCR445) Status	RELATING TO INVASIVE SPECIES. Appropriates funds to the department of agriculture for the mitigation and control of the two-lined spittlebug and recovery of the rangelands damaged by the invasive pest. (HD1)	AGR, FIN
<u>HB 767, HD2</u> (<u>HSCR463)</u> <u>Status</u>	RELATING TO THE FARM TO SCHOOL PROGRAM. Moves the Hawaii farm to school program from the department of agriculture to the department of education. Establishes a programmatic goal for the department of education that at least thirty percent of food served in public schools shall consist of locally sourced products by 2030. Creates an annual reporting requirement. Effective 7/1/2051. (HD2)	AGR, EDN, FIN
<u>HB 871, HD1</u> (<u>HSCR367)</u> <u>Status</u>	RELATING TO AGRICULTURAL ENTERPRISES. Authorizes the department of agriculture to plan, design, construct, operate, manage, maintain, repair, demolish, and remove infrastructure on any lands under the jurisdiction of the department, to support and promote agriculture. Establishes the agricultural enterprise program. Establishes the agricultural enterprise special fund. Requires the board of agriculture to annually report an accounting of non-agricultural park lessees to the legislature. Effective 1/1/2050. (HD1)	AGR, CPC, FIN
<u>HB 817, HD2</u> (<u>HSCR504)</u> <u>Status</u>	RELATING TO AGRICULTURE. Requires each state department to ensure that a certain percentage of the produce purchased by that department is locally-grown and report to the legislature on each department's progress toward meeting locally-grown produce benchmarks. Effective 7/1/2112. (HD2)	GVR, CPC, FIN
<u>HB 516, HD1</u> (<u>HSCR488)</u> <u>Status</u>	RELATING TO SUSTAINABLE ELECTRONICS MANAGEMENT. Requires persons who receive state funds and state financial assistance to donate unnecessary but functioning electronic devices, hardware, and televisions to nonprofit organizations that will refurbish and distribute them to eligible persons in the State. Sets reporting requirements for donating entities, nonprofit refurbishers, and the department of accounting and general services. Sets penalties for violations. Effective 7/1/2112. (HD1)	GVR, HET, FIN
<u>HB 835, HD1</u> (<u>HSCR603)</u> <u>Status</u>	RELATING TO THE NATIONAL GUARD YOUTH CHALLENGE ACADEMY. Appropriates funds to support the ongoing operations of the Hawaii national guard youth challenge program. Effective 7/1/3050. (HD1)	CMV, FIN

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<u>HB 627, HD1</u> (<u>HSCR495)</u> <u>Status</u>	RELATING TO SPECIAL LICENSE PLATES. Authorizes the issuance of special number motor vehicle license plates to commemorate the Polynesian Voyaging Society. Effective 7/1/2065. (HD1)	CAI, FIN
<u>HB 777, HD1</u> (<u>HSCR498)</u> <u>Status</u>	RELATING TO WORKS OF ART SPECIAL FUND. Authorizes funds from the works of art special fund to be used for Bishop Museum and Iolani Palace. Sunsets 6/30/2022. Effective 7/1/2065. (HD1)	CAI, FIN
<u>HB 760, HD1</u> (HSCR499) <u>Status</u>	RELATING TO THE STATE FOUNDATION ON CULTURE AND THE ARTS. Allows the works of art special fund to be used for performing arts, under certain conditions. Includes posting of a recording of performing art as a form of public display. Defines performing arts. Effective 7/1/2065. (HD1)	CAI, FIN
<u>HB 474, HD1</u> (<u>HSCR642)</u> <u>Status</u>	RELATING TO THE HOSPITAL SUSTAINABILITY PROGRAM. Extends the hospital sustainability program through June 30, 2024. Increases the maximum fee for inpatient care services to five and one- half per cent. Increases the amount of time hospitals have to pay the hospital sustainability fee from thirty days to sixty days. Increases the pool of medicaid services that can be used matching purposes. Appropriates funds. Effective 7/1/2060. (HD1)	HHH, CPC, FIN
<u>HB 311, HD1</u> (<u>HSCR413)</u> <u>Status</u>	RELATING TO THE NURSING FACILITY SUSTAINABILITY PROGRAM. Extends the nursing facility sustainability program to 2024. Allows the nursing facility sustainability fee to be used to enhance capitated rates for the purpose of paying quality incentives. Allows nursing facilities sixty days to pay the nursing facility sustainability fee. Specifies that the nursing facility sustainability fee limit is 5.5 per cent of overall net patient service revenue. Removes the per resident daily maximum fee of \$20 for each facility. Specifies facilities that meet certain exceptions shall pay a reduced daily fee in comparison to other participating facilities. Appropriates funds. Effective 7/1/2060. (HD1)	HHH, FIN
<u>HB 306, HD1</u> (<u>HSCR363)</u> <u>Status</u>	RELATING TO HEALTH. Amends the definition of "preceptor" and "volunteer-based supervised clinical training rotation" to improve accessibility for providers to receive income tax credits for acting as preceptors. Includes the director of health on the preceptor credit assurance committee. Effective 7/1/2060. (HD1)	HHH, CPC, FIN
HB 224, HD1 (HSCR366) Status	RELATING TO THE STATE HEALTH PLANNING AND DEVELOPMENT AGENCY. Exempts psychiatric services, special treatment facilities, and chronic renal dialysis services from the certificate of need requirements. Authorizes administrative penalties for persons who do not comply with an approved certificate of need. Appropriates funds from the health planning development fund. Effective 7/1/2060. (HD1)	HHH, CPC, FIN

HB 302, HD1 (HSCR629) Status	RELATING TO ADVANCED PRACTICE REGISTERED NURSES. Authorizes advanced practice registered nurses to certify whether a person is totally disabled under the income tax code. Authorizes advanced practice registered nurses with psychiatric specializations to make capacity determinations. Adds advanced practice registered nurses with psychiatric specializations as primary providers in advance mental health care directives. Effective 7/1/2060. (HD1)	HHH, CPC, FIN
HB 1282, HD2 (HSCR454) Status	RELATING TO THE TRANSITION OF THE OAHU REGIONAL HEALTH CARE SYSTEM FROM THE HAWAII HEALTH SYSTEMS CORPORATION INTO THE DEPARTMENT OF HEALTH. Commences the transfer of the Oahu regional health care system in its entirety from the Hawaii health systems corporation to the department of health, beginning with the transfer of the Oahu regional health care system's budget into the department of health. Enables the Oahu regional health care system, department of health, Hawaii health systems corporation, and other state agencies to manage and implement the processes required to effectuate the completion of the transition. Authorizes the department of health to conduct long-term care and substance abuse treatment at Leahi hospital and Maluhia and to pay rent for the use of the Leahi hospital property. Requires the department of health to consult with the university of Hawaii regarding programs at Leahi hospital and Maluhia. Clarifies the rights, powers, and exemptions of the Oahu regional health care system into the department of health and the rights and powers of the department of health after the transition is completed. Appropriates moneys from the mental health and substance abuse special fund. Authorizes the issuance of general obligation bonds. Part II effective 7/1/2023. Effective 7/1/2060. (HD2)	HHH, LAT, FIN
HB 1119, HD1 (HSCR613) Status	RELATING TO CHARITABLE ORGANIZATIONS. Clarifies that social welfare organizations granted tax exempt status under 501(c)(4) of the Internal Revenue Code are subject to the same requirements of other charitable organizations that solicit funds from the public. Effective 7/1/2060. (HD1)	HHH, FIN
HB 223, HD1 (HSCR290) Status	RELATING TO MASSAGE THERAPISTS. Beginning July 1, 2022, requires massage therapy licensees to complete twelve hours of continuing education within the two-year period preceding the license renewal date, of which two hours shall include first aid, cardiopulmonary resuscitation, or emergency related courses. Effective 1/1/2050. (HD1)	CPC, FIN
<u>HB 941, HD1</u> (HSCR297) <u>Status</u>	RELATING TO THE USE OF ELECTRONIC FILING BY THE PUBLIC UTILITIES COMMISSION. Allows the public utilities commission to use electronic filing processes and similar practices. Effective 1/1/2050. (HD1)	CPC, FIN

HB 47, HD1 (HSCR304) Status	RELATING TO CONDOMINIUMS. Excludes a homeowner-developer from the annual requirement to file a developer's report and pay a fee if the homeowner's development consists of not more than two units, in which the developer resides in one of the units and the initial sale of the other unit has been completed. Effective 1/1/2050. (HD1)	CPC, FIN
<u>HB 943, HD1</u> (<u>HSCR370)</u> <u>Status</u>	RELATING TO NONDEPOSITORY TRUSTS. Establishes provisions concerning nondepository trust companies, including powers and duties, yearly assessment calculations, and paid- in-capital and surplus requirements. Effective 1/1/2050. (HD1)	CPC, FIN
<u>HB 947, HD1</u> (<u>HSCR639)</u> <u>Status</u>	RELATING TO HURRICANE PREPAREDNESS. Establishes the safe home program to provide matching and nonmatching grants for installation of wind resistive devices to single- family, owner-occupied, residential property owners upon certain circumstances. Allocates a portion of the moneys earned through interest from the hurricane reserve trust fund for grants under the safe home program. Creates a temporary position within the insurance division of DCCA to implement and administer the safe home program. Appropriates funds. Effective 1/1/2050. (HD1)	CPC, FIN
<u>HB 1004, HD1</u> (<u>HSCR368)</u> <u>Status</u>	RELATING TO THE BOILER AND ELEVATOR SAFETY LAW. Authorizes the director of labor and industrial relations to prohibit the operation of pressure retaining items, amusement rides, and elevators and kindred equipment if inspection fees or fines are not timely paid. Deletes the statutory boiler and elevator fee schedule and requires the director to establish the fees by rule. Effective 1/1/2050. (HD1)	CPC, FIN
<u>HB 1192, HD1</u> (<u>HSCR631)</u> <u>Status</u>	RELATING TO CONSUMER PROTECTION. Transitions from lump sum deferred deposit transactions to installment loan transactions. Specifies various consumer protection requirements for installment loans. Beginning 1/1/2023, requires licensure for installment lenders that offer installment loans to consumers. Requires check cashers to offer a voluntary payment plan to customers under certain circumstances. Clarifies that a customer may only have one outstanding deferred deposit transaction from any source. Requires the division of financial institutions of the DCCA to report on the implementation of installment loan transaction requirements and the transition of check cashers who engage in deferred deposit transaction to installment lenders. Appropriates funds to the division of financial institutions for positions and resources. Repeals the statutory authorization for deferred deposit transactions on 7/1/2023. Effective 7/1/2050. (HD1)	CPC, FIN

DECISION MAKING TO FOLLOW

Persons wishing to offer comments should submit testimony at least <u>24 hours</u> prior to the hearing. Testimony received after this time will be stamped late and left to the discretion of the chair to consider. While every effort will be made to incorporate all testimony received, materials received on the day of the hearing or improperly identified or directed, may not be processed.

HEARING_FIN_02-23-21_ *HEARING_FIN_02-23-21_* *HEARING_FIN_02-23-21_* Testimony submitted will be placed on the legislative website. This public posting of testimony on the website should be considered when including personal information in your testimony.

The chair may institute a per-testifier time limit.

Committees meeting in the morning must adjourn prior to the day's Floor Session. Therefore, due to time constraints, not all testifiers may be provided an opportunity to offer verbal comments. However, remote testifiers' written submissions will be considered by the committee.

Please refrain from profanity or uncivil behavior. Violations may result in ejection from the hearing without the ability to rejoin.

The House will not be responsible for bad connections on the testifier's end.

For general help navigating the committee hearing process, please contact the Public Access Room at (808) 587-0478 or par@capitol.hawaii.gov.

The cable TV broadcast and/or live stream of this meeting will include closed captioning. If you require other auxiliary aids or services to participate in the public hearing process (i.e. interpretive services (oral or written) or ASL interpreter) or are unable to submit testimony via the website due to a disability, please contact the committee clerk at least 24 hours prior to the hearing so that arrangements can be made.

Click here for a complete list of House Guidelines for public testimony.

FOR AMENDED NOTICES: Measures that have been deleted are stricken through and measures that have been added are bolded.

For more information, please contact the Committee Clerk at 586-6200

Rep. Sylvia Luke Chair