STAND. COM. REP. NO.

1525

Honolulu, Hawaii

MAR 24 , 2023

RE: S.B. No. 1016

S.D. 1 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Sir:

Your Committee on Health & Homelessness, to which was referred S.B. No. 1016, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PUBLIC-PRIVATE PARTNERSHIPS FOR THE DELIVERY OF HEALTH CARE SERVICES,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Amend the definition of "private entity" for the purposes of a public-private partnership for the delivery of health care services at Maui Regional System facilities to include licensed community hospitals or licensed hospitals serving a rural population; and
- (2) Beginning January 1, 2024, require the Chief Executive Officer of the Hawaii Health Systems Corporation to provide written comments to the Governor before the State enters into a new agreement with a private entity or modifies or terminates an existing agreement to transfer the right to manage, operate, or otherwise provide health care services at one or more facilities in the Maui Regional System.

Your Committee received comments on this measure from the Hawaii Health Systems Corporation.

Your Committee finds that expanding the types of entities who may enter into a public-private partnership with the State for the provision of medical services in the Maui Regional System will ensure the continued provision of public health services on all three islands in Maui County.

Your Committee notes that the first ten-year extension of the current public-private partnership for the Maui Regional System will occur on or about 2047, with the second ten-year extension in 2057. Your Committee further notes that the partnership involves a major hospital system and affects all three islands in Maui county.

Your Committee has amended this measure by changing the effective date to June 30, 3000, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Health & Homelessness that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1016, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1016, S.D. 1, H.D. 1, and be referred to your Committee on Finance.

> Respectfully submitted on behalf of the members of the Committee on Health & Homelessness,

State of Hawaii House of Representatives The Thirty-second Legislature

HSCR 1525

Record of Votes of the Committee on Health & Homelessness

SB1016,SDI HLT, FIN 31:	22/23
☐ The committee is reconsidering its previous decision on the measure.	
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)	
HLT Members Ayes (WR) Na	ys Excused
1. BELATTI, Della Au (C)	
2. TAKENOUCHI, Jenna (VC)	
2 AMATO Tonor	
3. AMATO, Terez	
4. ILAGAN, Greggor	
5. KOBAYASHI, Bertrand	
6. MIZUNO, John M.	
7. NISHIMOTO, Scott Y.	
8. GARCIA, Diamond	
TOTAL (8)	
The recommendation is: Adopted If joint referral,	
Vice Chair's or designee's signature:	
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO	