### A BILL FOR AN ACT

RELATING TO SOCIAL SERVICES.

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

- 1 SECTION 1. The legislature finds that the State provides a
- 2 personal needs allowance for individuals residing in adult
- 3 foster homes, adult residential care homes, domiciliary homes,
- 4 and other long-term care facilities. The personal needs
- 5 allowance allows recipients to purchase necessary items such as
- 6 clothing, toiletries, and meals and covers other day-to-day
- 7 living expenses.
- 8 The legislature further finds that when the federal
- 9 government first established the needs allowance in 1974, the
- 10 allowance was set at \$25 per month, which was then subsequently
- 11 increased to \$30 in 1998. In 2007, the legislature enacted Act
- 12 96, Session Laws of Hawaii 2007, which increased the monthly
- 13 needs allowance to \$50 to better accommodate the increase in the
- 14 cost of living. However, the allowance has not been increased
- 15 since then. The legislature believes that the personal needs
- 16 allowance must be increased in order to effectively support
- 17 individuals residing in long-term care facilities.

1	Accordingly, the purpose of this Act is to increase the
2	personal needs allowance from \$50 to \$75.
3	SECTION 2. Section 346-53, Hawaii Revised Statutes, is
4	amended by amending subsection (c) to read as follows:
5	"(c) The director, pursuant to chapter 91, shall determine
6	the rate of payment for domiciliary care, including care
7	provided in licensed developmental disabilities domiciliary
8	homes, community care foster family homes, and certified adult
9	foster homes, to be provided to recipients who are eligible for
10	federal supplementary security income or public assistance, or
11	both. The director shall provide for level of care payment as
12	follows:
13	(1) Beginning on July 1, $[2008, 2023]$ for adult
14	residential care homes classified as facility type I,
15	licensed developmental disabilities domiciliary homes
16	as defined under section 321-15.9, community care
17	foster family homes as defined under section 321-481,
18	and certified adult foster homes as defined under
19	section 321-11.2, the state supplemental payment shall
20	not exceed [\$651.90;] \$676.90; and

1	(2) Beginning on July 1, [ <del>2008,</del> ] <u>2023,</u> for adult
2	residential care homes classified as facility type II,
3	the state supplemental payment shall not exceed
4	[ <del>\$759.90.</del> ] <u>\$</u> .
5	If the operator does not provide the quality of care
6	consistent with the needs of the individual to the satisfaction
7	of the department, the department may remove the recipient to
8	another facility.
9	The department shall handle abusive practices under this
10	section in accordance with chapter 91.
11	Nothing in this subsection shall allow the director to
12	remove a recipient from an adult residential care home or other
13	similar institution if the recipient does not desire to be
14	removed and the operator is agreeable to the recipient
15	remaining, except where the recipient requires a higher level of
16	care than provided or where the recipient no longer requires any
17	domiciliary care."
18	SECTION 3. Section 346D-4.5, Hawaii Revised Statutes, is
19	amended to read as follows:

1 "§346D-4.5 Needs allowance; waiver program individuals. 2 There may be established a monthly needs allowance for 3 individuals living in: 4 (1)Adult residential care home type I and type II 5 facilities; 6 (2) Licensed developmental disabilities domiciliary homes 7 as defined in section 321-15.9; 8 (3) Community care foster family homes as defined in 9 section 321-481; 10 Certified adult foster homes as defined in section (4)11 321-11.2; 12 (5)Domiciliary care as defined in section 346-1; 13 (6) A nursing facility as defined in section 346E-1; or 14 (7) A community-based residence as part of the residential 15 alternatives community care program. 16 (b) The needs allowance may be administered by the 17 department of human services to pay for clothing and other personal miscellaneous needs, such as bus fare, personal postage 18

costs, haircuts, and other costs of day-to-day living.

(c) The State's supplemental payment for a needs allowance

under subsection (a) shall be increased by an amount necessary

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- 1 to bring the allowance up to [\$50] \$75 per month. The payment
- 2 under this section shall be afforded to an individual
- 3 notwithstanding that the individual is incapacitated; provided
- 4 that the moneys may be spent on behalf of the client, with a
- 5 written accounting, by the operator of the residence or
- 6 facility.
- 7 (d) The needs allowance is not intended to replace or
- 8 affect the funds received from the federal supplemental security
- 9 income program and shall be supplemental to any funds provided
- 10 to a recipient by the federal supplemental security income
- 11 program.
- 12 (e) The operators of facilities listed under subsection
- 13 (a) shall pay for generic toiletries, including toilet paper,
- 14 hand soap, and paper towels; linens, including bedding, sheets,
- 15 blankets, towels, and bath towels; and meals and snacks for
- 16 outings; provided that operators shall not use the needs
- 17 allowance without the consent of the individual receiving the
- 18 needs allowance; provided further that an operator shall
- 19 maintain records of when an individual authorizes the use of
- 20 their needs allowance that describes how the money from the
- 21 needs allowance was spent.



1 (f) The needs allowance shall apply to persons otherwise 2 eligible to receive monthly income pursuant to state law or 3 rules and federal laws or regulations and is not intended to 4 affect the classifications of, or number of, persons eligible to 5 receive such funds. 6 (g) The department of human services shall perform an 7 annual review of the monthly needs allowance to ensure the 8 allowance provides adequate coverage. The department of human 9 services shall submit a report of corrections or improvements to 10 the monthly needs allowance, including any proposed legislation, 11 to the legislature no later than twenty days prior to the 12 convening of the regular session of 2024, and every regular 13 session thereafter." 14 SECTION 4. There is appropriated out of the general 15 revenues of the State of Hawaii the sum of \$ or so 16 much thereof as may be necessary for fiscal year 2023-2024 and 17 the same sum or so much thereof as may be necessary for fiscal year 2024-2025 to provide a monthly needs allowance to 18 19 individuals eligible pursuant to section 346D-4.5, Hawaii

Revised Statutes.

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- 1 The sums appropriated shall be expended by the department
- 2 of human services for the purposes of this Act.
- 3 SECTION 5. Statutory material to be repealed is bracketed
- 4 and stricken. New statutory material is underscored.
- 5 SECTION 6. This Act shall take effect on June 30, 3000.

### Report Title:

Needs Allowance; Long-term Care Facilities; Appropriation

#### Description:

Increases the monthly needs allowance from \$50 to an unspecified amount. Clarifies that the needs allowance is not intended to replace or affect funds received from the federal supplemental security income program. Requires certain long-term care facility operators to pay for generic toiletries, linens, and meals and snacks. Requires the department of human services to perform an annual review of the needs allowance. Appropriate funds. Effective 6/30/3000. (HD1)

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