A BILL FOR AN ACT

RELATING TO ACT 212, SESSION LAWS OF HAWAII 2021.

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

1	SECTION 1. Act 212, Session Laws of Hawaii 2021, as
2	amended by section 2 of Act 150, Session Laws of Hawaii 2022, is
3	amended as follows:
4	1. By amending sections 2 and 3 to read:
5	"SECTION 2. [Section 323F-2, Hawaii Revised Statutes, is
6	amended by amending subsection (b) to read as follows:
7	"(b) The corporate organization shall be divided into four
8	regional-systems, as follows:
9	(1) The Kauai regional health care system;
10	(2) The Maui-regional health care system;
11	(3) The east Hawaii regional health-care system,
12	comprising the Puna district, north Hilo district,
13	south Hilo district, Hamakua district, and Kau
14	district; and
15	(4) The west Hawaii regional health care system,
16	comprising the north Kohala district, south Kohala

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1	district, north Kona district, and south Kona
2	district;
3	and shall be identified as regional systems I, II, III, and IV,
4	respectively.] Repealed.
5	SECTION 3. [Section 323F-3, Hawaii-Revised Statutes, is
6	amended to read as follows:
7	"§323F-3 Corporation board. (a) The corporation shall be
8	governed by a fifteen-member board of directors that shall carry
9	out the duties and responsibilities of the corporation other
10	than those duties and responsibilities relating to the
11	establishment of any captive insurance company pursuant to
12	section 323F-7(c)(20) and the operation thereof.
13	(b) The members of the corporation board shall be
14	appointed-as-follows:
15	(1) The director of health as an ex officio, voting
16	member;
17	(2) The four regional chief executive officers as ex
18	officio, nonvoting members;
19	(3) Three members who reside in the county of Maui, two of
20	whom shall be appointed by the Maui regional system

1		board and one of whom shall be appointed by the
2		governor, all of whom shall serve as voting members;
3	(4)	Two members who reside in the eastern section of the
4		county of Hawaii, one of whom shall be appointed by
5		the East Hawaii regional system board and one of whom
6		shall be appointed by the governor, both of whom shall
7		serve as voting members;
8	(5)	Two members who reside in the western section of the
9		county of Hawaii, one of whom shall be appointed by
10		the West Hawaii regional system board and one of whom
11		shall be appointed by the governor, both of whom shall
12		serve as voting members;
13	(6)	Two members who reside on the island of Kauai, one of
14		whom shall be appointed by the Kauai regional system
15		board and one of whom shall be appointed by the
16		governor, both of whom shall serve as voting members;
17	(7)	One member who shall be appointed by the governor and
18		serve as an at-large voting member.
19	The-	appointed board members who reside in the county of
20	Maui, cas	tern section of the county of Hawaii, western section
21	of the co	unty of Hawaii, and on the island of Kauai shall each

1	serve for a term of four years; provided that the terms of the
2	initial appointments of the members who are appointed by their
3	respective regional system boards shall be as follows: one of
4	the initial members from the county of Maui shall be appointed
5	to serve a term of two years and the other member shall be
6	appointed to serve a term of four years; the initial member from
7	East Hawaii shall be appointed to serve a term of two years; the
8	initial member from West Hawaii shall be appointed to serve a
9	term of four years; and the initial member from the island of
10	Kauai shall be appointed to serve a term of two years; and
11	provided further that the terms of the initial appointments of
12	the members who are appointed by the governor shall be four
13	years. The at-large member appointed by the governor shall
14	serve a term of two years.
15	Any vacancy shall be filled in the same manner provided for
16	the original appointments. The corporation board shall elect
17	its own chair from among-its members. Appointments to the
18	corporation board shall be as representative as possible of the
19	system's stakeholders as outlined in this subsection. The board
20	member appointments shall-strive to create a board that-includes

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1	expertise in the fields of medicine, finance, health care
2	administration, government affairs, human resources, and law.
3	(c) The selection, appointment, and confirmation of any
4	nominee shall be based on ensuring that board members have
5	diverse-and beneficial perspectives and experiences and that
6	they include, to the extent possible, representatives of the
7	medical, business, management, law, finance, and health sectors,
8	and patients or consumers. Members of the board shall serve
9	without compensation but may be reimbursed for actual expenses,
10	including travel expenses, incurred in the performance of their
11	duties.
12	(d) Any member of the board may be removed for cause by
13	vote of a two-thirds majority of the board's members then in
14	office. For purposes of this section, cause shall include
15	without limitation:
16	(1) Malfeasance in office;
17	(2) Failure to attend regularly called meetings;
18	(3) Sentencing for conviction of a felony, to the extent
19	allowed by section 831-2; or

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1	(4) Any other cause that may render a member incapable or
2	unfit to discharge the duties required under this
3	chapter.
4	Filing nomination papers for elective office or appointment to
5	elective office, or conviction of a felony consistent with
6	section 831-3.1, shall-automatically and immediately disqualify
7	a-board-member from office.
8	(e) Upon completion of the transition of the Oahu regional
9	health care system into the department of health, the
10	corporation board shall have no legal relationship with the Oahu
11	regional health care system or its facilities."] Repealed."
12	2. By amending section 14 to read:
13	"SECTION 14. This Act shall take effect on July 1, 2021[$+$
14	provided that part II of this Act shall take effect on December
15	31, 2025]."
16	SECTION 2. The Oahu regional health care system and the
17	department of health shall enter into an agreement regarding
18	Oahu regional health care system taking care of low acuity
19	patients in the department of health's custody by the end of
20	2024.

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SECTION 3. Statutory material to be repealed is bracketed
and stricken. New statutory material is underscored.

3 SECTION 4. This Act shall take effect on December 31,

4 2050.



Report Title:

HHSC; DOH; Oahu Regional System; Transfer; Repeal; Low Acuity Patients; Agreement

Description:

Repeals the requirement to transfer the Oahu Regional Health Care System from the Hawaii Health Systems Corporation to the Department of Health. Requires the Oahu Regional Health Care System to enter into an agreement with the Department of Health regarding Oahu Regional Health Care System taking care of low acuity patients in the Department's custody by the end of 2024. Takes effect 12/31/2050. (SD1)

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