

Honolulu, Hawaii

**March 31**, 2015

RE: H.C.R. No. 104

H.D. 1

Honorable Joseph M. Souki  
Speaker, House of Representatives  
Twenty-Eighth State Legislature  
Regular Session of 2015  
State of Hawaii

Sir:

Your Committee on Human Services, to which was referred  
H.C.R. No. 104 entitled:

"HOUSE CONCURRENT RESOLUTION REQUESTING AN AUDIT OF THE  
DEPARTMENT OF HUMAN SERVICES,"

begs leave to report as follows:

The purpose of this measure is to request the Auditor to  
conduct an audit of the Department of Human Services, including  
its Med-QUEST Division and KOLEA, the eligibility determination  
system of the Division.

The Hawaii Primary Care Association supported this measure.  
The Department of Human Services supported the intent of this  
measure and offered a proposed H.D. 1.

Your Committee has amended this measure by adopting the  
language of the proposed H.D. 1, which, among other things:

- (1) Requests the Office of the Governor to have an audit  
conducted, rather than specifying that the audit be  
conducted by the Auditor;
- (2) Requests the audit to examine the process of procurement  
of the KOLEA system and whether the system met the  
objectives and results expected, and make  
recommendations to improve purchase, design, operation  
and maintenance processes and controls; and



- (3) Requests that the audit be conducted in an expedited manner and completed by November 1, 2015.

As affirmed by the record of votes of the members of your Committee on Human Services that is attached to this report, your Committee concurs with the intent and purpose of H.C.R. No. 104, as amended herein, and recommends that it be referred to the Committee on Finance in the form attached hereto as H.C.R. No. 104, H.D. 1.

Respectfully submitted on  
behalf of the members of the  
Committee on Human Services,



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DEE MORIKAWA, Chair



HSCR 1266

Bill/Resolution No.: <b>HCR 104</b>		Committee Referral: <b>HUS, FIN</b>		Date: <b>3/24/15</b>	
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.					
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)					
HUS Members		Ayes	Ayes (WR)	Nays	Excused
1. MORIKAWA, Dee (C)		/			
2. KOBAYASHI, Bertrand (VC)		/			
3. BELATTI, Della Au		/			
4. CREAGAN, Richard P.		/			
5. HASHEM, Mark J.		/			
6. JORDAN, Jo			/		
7. OSHIRO, Marcus R.					/
8. FUKUMOTO CHANG, Beth					/
TOTAL (8)		5	1		2
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)					
Vice Chair's or designee's signature: <u>Bj Kepner</u>					
Distribution: Original (White) – Committee      Duplicate (Yellow) – Chief Clerk's Office      Duplicate (Pink) – HMSO					