

Honolulu, Hawaii

March 18, 2016

RE: S.B. No. 2894  
S.D. 2  
H.D. 1

Honorable Joseph M. Souki  
Speaker, House of Representatives  
Twenty-Eighth State Legislature  
Regular Session of 2016  
State of Hawaii

Sir:

Your Committees on Health and Labor & Public Employment, to which was referred S.B. No. 2894, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO HEALTH INSURANCE,"

beg leave to report as follows:

The purpose of this measure is to:

- (1) Authorize the Department of Human Services to develop and administer outreach as required by the federal Patient Protection and Affordable Care Act of 2010 (Affordable Care Act);
- (2) Create Hawaii health insurance programs within the Department of Labor and Industrial Relations, which will conform state law to the Affordable Care Act and enable the State to:
  - (A) Preserve the benefits of the Hawaii Prepaid Health Care Act;
  - (B) Ensure a smooth transition to a state-based marketplace using the federal platform for individuals and families; and
  - (C) Develop a system to allow small businesses to continue to take advantage of Affordable Care Act tax credits; and



- (3) Appropriate funds to the Department of Labor and Industrial Relations and Department of Human Services for the foregoing purposes.

The Department of Commerce and Consumer Affairs, Department of Human Services, Department of Labor and Industrial Relations, Ohana Health Plan, Healthcare Association of Hawaii, Hawaii Medical Service Association, and an individual supported this measure.

Your Committees have amended this measure by:

- (1) Changing its effective date to January 7, 2112, to encourage further discussion; and
- (2) Making a technical, nonsubstantive amendment for clarity, consistency, and style.

As affirmed by the records of votes of the members of your Committees on Health and Labor & Public Employment that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2894, S.D. 2, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2894, S.D. 2, H.D. 1, and be referred to your Committee on Consumer Protection & Commerce.

Respectfully submitted on  
behalf of the members of the  
Committees on Health and Labor  
& Public Employment,



MARK M. NAKASHIMA, Chair



DELLA AU BELATTI, Chair





State of Hawaii  
House of Representatives  
The Twenty-eighth Legislature

HSCR 1077-16

**Record of Votes of the Committee on Labor & Public Employment**

Bill/Resolution No.: <b>SB2894 SD 2</b>	Committee Referral: <b>HLT/LAB, CPL, FIN</b>	Date: <b>3/16/16</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)				
LAB Members	Ayes	Ayes (WR)	Nays	Excused
1. NAKASHIMA, Mark M. (C)	/			
2. KEOHOKALOLE, Jarrett (VC)	/			
3. AQUINO, Henry J.C.				/
4. HAR, Sharon E.				/
5. ICHIYAMA, Linda	/			
6. JOHANSON, Aaron Ling	/			/
7. LoPRESTI, Matthew S.	/			/
8. SAN BUENAVENTURA, Joy A.	/			
9. TAKUMI, Roy M.	/			
10. YAMASHITA, Kyle T.	/			
11. TUPOLA, Andria P.L.	/			
<b>TOTAL (11)</b>	<b>7</b>			<b>4</b>
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <small style="margin-left: 100px;">committee acronym(s)</small>				
Vice Chair's or designee's signature: _____				
Distribution: Original (White) – Committee    Duplicate (Yellow) – Chief Clerk's Office    Duplicate (Pink) – HMSO				