

Honolulu, Hawaii

MAR 27 2015

RE: H.B. No. 582
H.D. 1
S.D. 1

Honorable Donna Mercado Kim
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2015
State of Hawaii

Madam:

Your Committees on Human Services and Housing and Health, to which was referred H.B. No. 582, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE NURSING FACILITY SUSTAINABILITY PROGRAM,"

beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) No longer exempt the nursing facility sustainability program special fund from central service expenses and departmental administrative expenses;
- (2) Continue the nursing facility sustainability program for one additional year; and
- (3) Appropriate funds from the nursing facility sustainability program special fund for fiscal year 2015-2016.

Your Committees received testimony in support of this measure from the Department of Human Services, Chamber of Commerce Hawaii, Hawaii Health Systems Corporation, Healthcare Association of Hawaii, Hawaii Primary Care Association, and The Queen's Health Systems.

Your Committees find that the majority of residents in Hawaii's nursing facilities are Medicaid enrollees and the nursing

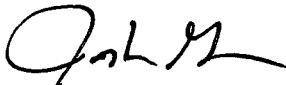


facility sustainability program ensures that they have access to quality care. Your Committees further find that the Legislature created the nursing facility sustainability program to increase Medicaid payments to nursing facilities in recognition that Medicaid payments to nursing facilities are below the actual costs of care.

Your Committees have amended this measure by specifying an effective date of June 29, 2015, for the clarifying language about permissible allocation of proceeds from the nursing facility sustainability program special fund.

As affirmed by the records of votes of the members of your Committees on Human Services and Housing and Health that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 582, H.D. 1, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 582, H.D. 1, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committees on Human Services
and Housing and Health,



JOSH GREEN, Chair



SUZANNE CHUN OAKLAND, Chair



The Senate
 Twenty-Eighth Legislature
 State of Hawai'i

Record of Votes
Committee on Human Services and Housing
HSH

Bill / Resolution No.:* HB 582, HD1	Committee Referral: HSH/HTA, WAM	Date: 3/17/15		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
CHUN OAKLAND, Suzanne (C)	/			
GREEN, Josh (VC)	/			
HARIMOTO, Breene	/			
RIVIERE, Gil	/			
SLOM, Sam				/
TOTAL	4	0	0	1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes

The Senate
 Twenty-Eighth Legislature
 State of Hawai'i

Record of Votes
Committee on Health
HTH

Bill / Resolution No.:*	Committee Referral:	Date:		
HB 582 HD1	HSH/HTH, WAM	3/17/15		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
GREEN, Josh (C)	✓			
WAKAI, Glenn (VC)	✓			
BAKER, Rosalyn H.				✓
GABBARD, Mike	✓			
RIVIERE, Gil	✓			
RUDERMAN, Russell E.				✓
SLOM, Sam				✓
TOTAL	4	0	0	3
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

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