LILLIAN B. KOLLER
DIRECTOR

HENRY OLIVA
DEPUTY DIRECTOR



STATE OF HAWAII DEPARTMENT OF HUMAN SERVICES

P. O. Box 339 Honolulu, Hawaii 96809-0339

February 13, 2008

<u>MEMORANDUM</u>

TO: Honorable Maile S. L. Shimabukuro, Chair

House Committee on Human Services and Housing

Honorable Josh Green, M.D. Chair

House Committee on Health

FROM: Lillian B. Koller, Director

SUBJECT: H.B. 3229 - RELATING TO HUMAN SERVICES

Hearing: Wednesday, February 13, 2008 8:00 a.m.

Conference Room 329, State Capitol

PURPOSE: The purpose of this bill is to require the State Medicaid QUEST and Fee-

For-Service programs to cover chiropractic care and appropriates State general funds.

DEPARTMENT'S POSITION: The Department of Human Services does not support

this bill as written. This bill, as written, will statutorily require the Department to cover

chiropractic services in the Medicaid QUEST and the Medicaid Fee-For-Service

programs effective January 1, 2009, using State funds.

The Department would like to inform the Committee that none of the mandatory or

optional Medicaid benefits in our Medicaid programs are mandated by statute as this bill

proposes to do for chiropractic benefits. Therefore, in the event that allocated program

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funds are insufficient to meet statewide service demands, other Medicaid services may be subject to reductions while chiropractic services must be maintained because this bill, if passed, would mandate chiropractic services.

Also, in order to receive Federal reimbursement, the Department would have to submit an amendment to the Hawaii Medicaid State Plan, which must be approved by the Federal Centers for Medicare and Medicaid Services (CMS), to add chiropractic services as a benefit.

If approval is not received from CMS, and chiropractic services are required to be provided by statute as this bill proposes, State funding will be needed to continue chiropractic services in the QUEST program as well as the Medicaid Fee-For-Service program for the aged, blind or disabled population.

While the Department appreciates the intent of this bill, we respectfully request that if passed, such funding does not replace nor adversely impact the priorities in the Executive Supplemental Budget.

Thank you for the opportunity to comment on this bill.



Hawaii State Chiropractic Association

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February 11, 2008

HOUSE OF REPRESENTATIVES

COMMITTEE ON HEALTH

Rep. Josh Green, Chair Rep. John Mizuno, Vice Chair

COMMITTEE ON HUMAN SERVICES & HOUSING

Rep. Maile Shimabukuro, Chair Rep. Karl Rhoads, Vice Chair

NOTICE OF HEARING

DATE:

Wednesday, February 13, 2008

TIME:

8:00 a.m.

PLACE:

Conference Room 329

Dear Chairs Green and Shimabukuro, and Members of the Committees:

I am writing in support of HB 3229.

My name is Gary Saito and I represent the Hawaii State Chiropractic Association as its President and Executive Director. I have been a practicing chiropractor in the State of Hawaii for more than 20 years. In that time, I have had the privilege of providing medical treatments to thousands of our citizens.

Some of them have chiropractic benefits through their insurance plans. Some of them are able to afford chiropractic care by using their personal finances. Many people, however, are not so fortunate. Chiropractic care and many other services that most of us take for granted are unavailable to them. Yet, statistically, they can be expected suffer the same conditions and disabilities for which others have the means to receive treatments.

Medicaid recipients do not have the benefit or privilege of choosing their health care services. They are limited to those services authorized within the program. They don't have the personal finances to supplement their health care choices. Going outside the program for additional

services is not an option for most. Yet, Medicaid recipients, who could benefit from chiropractic care to the same extent as the rest of us, do not have medical coverage for this service.

It is time that Medicaid offer chiropractic services, if for no other reason than that chiropractic care could help to improve physical health, increase functional capacity, and prevent disabling conditions that will eventually be far more costly to treat.

More than 25 other states include chiropractic in their Medicaid programs. The U.S. Department of Health and Human Services has reported that chiropractic care comprises only a small proportion of total state Medicaid expenditures in those states. Despite this national assessment of the cost-effectiveness of chiropractic services, Hawaii's Department of Human Services has not joined other states in offering chiropractic care for its eligible beneficiaries in the Med-QUEST program. In study after study, chiropractic has been proven to be an effective treatment for many musculoskeletal conditions where other forms of treatment have failed. By omitting chiropractic services from its program, the Department may be depriving its beneficiaries of an effective treatment that can halt or delay the onset of more serious conditions that result in complex and permanent disabilities.

<u>I urge you to pass HB 3229</u>. Thank you for the opportunity to provide testimony on this important issue.

Sincerely,

Gary Saito, DC



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To: Rep. Maile Shimabukuro, Chair Rep. Karl Rhoads. Vice Chair

House Human Services & Housing Committee

PLEASE DELIVER

To rm 329 for: Human Services and

Housing Committee &

House Health

Committee

Wednesday

2/13/2008

8:00am

Rep. Josh Green, M.D., Chair Rep. John Mizuno, Vice Chair House Health Committee

From: Cynthia J. Goto, M.D., President

Linda Rasmussen, M.D., Legislative Co-Chair Philip Hellreich, M.D., Legislative Co-Chair

Paula Arcena, Executive Director Dick Botti, Government Affairs Liaison

Re: <u>HB3229 Relating to Human Services</u> (requires Med-QUEST and Medicaid coverage for chiropractic care. Requires the Department of Human Services to pass funding on to QUEST plans to implement the services. Appropriates funds.)

The Hawaii Medical Association opposes HB3229.

The HMA is concerned that adding additional services to Med-QUEST and Medicaid will increase over all costs of these programs, thereby decreasing access to basic medical care.

In the case of chiropractic care, mandated chiropractic care under the workers compensation system was a major cause of rising costs. If Med-QUEST and Medicaid are required to cover chiropractic services, even fewer specialists will be able to care for these patients.

Thank you for the opportunity to testify on this matter.

Hawaii Medical Association 1360 S. Beretania St. Suite 200 Honolulu, HI 96814 (808) 536-7702 (808) 528-2376 fax www.hmaonline.net