

STAND. COM. REP. NO.

332

Honolulu, Hawaii

Feb 16, 2011

RE: H.B. No. 978

H.D. 1

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Sixth State Legislature  
Regular Session of 2011  
State of Hawaii

Sir:

Your Committee on Health, to which was referred H.B. No. 978  
entitled:

"A BILL FOR AN ACT RELATING TO HEALTH,"

begs leave to report as follows:

The purpose of this bill is to authorize the Hawaii Health Systems Corporation to lease Kula Hospital's medical clinic and all of its equipment, furnishings, and fixtures, to Malama I Ke Ola Health Center (Health Center) at a rate of \$1 per year for a period of ten years, with options to renew. The lease transaction would be subject to the Procurement Code and other relevant laws.

The Hawaii Health Systems Corporation - Maui Region and Hawaii Primary Care Association testified in support of this bill.

Your Committee encourages stakeholders to include the Kula Community Association in its discussions regarding this measure.

Your Committee has amended this bill by:

(1) Requiring the Health Center, as a condition of the lease terms, to:

(A) Have received federal funds during the term of the lease; and

HB978 HD1 HSCR HLT HMS 2011-2004



- (B) Maintain its status as a federally-qualified health center;
- (2) Changing the annual lease and fixture rents to unspecified amounts; and
- (3) Making technical, nonsubstantive amendments for clarity, consistency, and style.

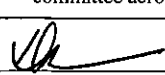
As affirmed by the record of votes of the members of your Committee on Health that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 978, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 978, H.D. 1, and be referred to the Committee on Finance.

Respectfully submitted on  
behalf of the members of the  
Committee on Health,

  
\_\_\_\_\_  
RYAN I. YAMANE, Chair



**Record of Votes of the Committee on Health**

|  |                                   |                          |             |                |
|--|-----------------------------------|--------------------------|-------------|----------------|
| <b>Bill/Resolution No.:</b><br>HB 978  | <b>Committee Referral:</b><br>HLT | <b>Date:</b><br>2/8/2011 |             |                |
| <input type="checkbox"/> The committee is reconsidering its previous decision on the measure.  |                                   |                          |             |                |
| <b>The recommendation is to:</b> <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold<br><input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit) |                                   |                          |             |                |
| <b>HLT Members</b>   | <b>Ayes</b>                       | <b>Ayes (WR)</b>         | <b>Nays</b> | <b>Excused</b> |
| 1. YAMANE, Ryan I. (C)   | ✓                                 |                          |             |                |
| 2. MORIKAWA, Dee (VC)  | ✓                                 |                          |             |                |
| 3. BELATTI, Della Au   |                                   |                          |             | ✓              |
| 4. HANOHANO, Faye P.   | ✓                                 |                          |             |                |
| 5. JORDAN, Jo  | ✓                                 |                          |             |                |
| 6. LEE, Chris  | ✓                                 |                          |             |                |
| 7. MIZUNO, John M.   | ✓                                 |                          |             |                |
| 8. WOOLEY, Jessica   | ✓                                 |                          |             |                |
| 9. CHING, Corinne W.L.   | ✓                                 |                          |             |                |
| 10. PINE, Kymberly Marcos  | ✓                                 |                          |             |                |
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| <b>TOTAL (10)</b>  | <b>9</b>                          |                          |             | <b>1</b>       |
| <b>The recommendation is:</b> <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted<br>If joint referral, _____ did not support recommendation.<br><span style="margin-left: 150px;">committee acronym(s)</span>  |                                   |                          |             |                |
| <b>Vice Chair's or designee's signature:</b> _____    |                                   |                          |             |                |
| <b>Distribution:</b> Original (White) – Committee    Duplicate (Yellow) – Chief Clerk's Office    Duplicate (Pink) – HMSO  |                                   |                          |             |                |