

STAND. COM. REP. NO.

1287

Honolulu, Hawaii

APR 05 2013

RE: H.B. No. 1207  
H.D. 1  
S.D. 1

Honorable Donna Mercado Kim  
President of the Senate  
Twenty-Seventh State Legislature  
Regular Session of 2013  
State of Hawaii

Madam:

Your Committee on Human Services, to which was referred H.B. No. 1207, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HUMAN SERVICES,"

begs leave to report as follows:

The purpose and intent of this measure is to require the Department of Human Services to submit interim reports to the Legislature prior to the Regular Sessions of 2014, 2015, and 2016, and a final report to the Legislature prior to the Regular Session of 2017 on its compliance with the federal Patient Protection and Affordable Care Act of 2010 as it relates to Medicare and Medicaid.

Your Committee received comments on this measure from the Department of Human Services.

Your Committee finds that fraud, abuse, and waste cost state Medicaid programs an estimated \$18,000,000,000 per year on a national level. Problems of fraud, abuse, and waste within Medicaid programs have led to higher costs for each state during the critical time of actuarial rate analysis and the setting of managed care health plan contracts.

Your Committee further finds that the Department of Human Services takes program integrity seriously as well as its responsibility as stewards of taxpayers' monies. Currently, the



Department is compliant with federal program integrity requirements.

Your Committee has amended this measure by:

- (1) Deleting language that would have required the Department of Human Services to submit an interim report to the Legislature no later than twenty days prior to the convening of the Regular Session of 2014;
- (2) Adding language that clarifies that the Department include in its interim reports the Department's timelines and plans for compliance with the federal Patient Protection and Affordable Care Act of 2010 for fiscal years 2013-2014, 2014-2015, and 2015-2016;
- (3) Deleting language that would have required information for fiscal year 2012-2013 to be included in the Department's report;
- (4) Amending the information required in the Department's reports, including the Department's compliance status with various provisions of the federal Patient Protection and Affordable Care Act of 2010;
- (5) Inserting an effective date of July 1, 2050, to encourage further discussion; and
- (6) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Human Services that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1207, H.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1207, H.D. 1, S.D. 1, and be placed on the calendar for Third Reading.



1287

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

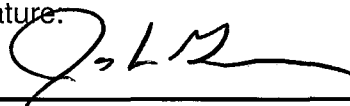
*Suzanne Chun Oakland*

SUZANNE CHUN OAKLAND, Chair



The Senate  
 Twenty-Seventh Legislature  
 State of Hawai'i

**Record of Votes**  
**Committee on Human Services**  
**HMS**

Bill / Resolution No.:*	Committee Referral:	Date:		
HB 1207. HD1	HMS	4/2/13		
<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)	✓			
KIDANI, Michelle N.	✓			
TANIGUCHI, Brian T.				✓
SLOM, Sam				✓
<b>TOTAL</b>	<b>3</b>	<b>1</b>	<b>0</b>	<b>2</b>
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
				
<b>Distribution:</b>				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

\*Only one measure per Record of Votes