

STAND. COM. REP. NO.

3107

Honolulu, Hawaii

MAR 25 2014

RE: S.C.R. No. 79

Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
Regular Session of 2014
State of Hawaii

Madam:

Your Committees on Human Services and Health, to which was referred S.C.R. No. 79 entitled:

"SENATE CONCURRENT RESOLUTION REQUESTING THE DIRECTOR OF HUMAN SERVICES TO REBASE THE BASIC PROSPECTIVE PAYMENT SYSTEM RATES FOR INTERMEDIATE CARE FACILITIES FOR INDIVIDUALS WITH INTELLECTUAL DISABILITIES THAT SERVE MEDICAID RECIPIENTS TO BE EFFECTIVE JULY 1, 2015, AND THE DIRECTOR OF HEALTH TO INCLUDE SUFFICIENT FUNDING TO COVER ANY INCREASE IN BASIC PAYMENT SYSTEM RATES RESULTING FROM REBASING IN ITS 2015-2017 BIENNIUM BUDGET,"

beg leave to report as follows:

The purpose and intent of this measure is to prevent a one year delay in rebasing of the prospective payment system rates for intermediate care facilities for individuals with intellectual disabilities that serve Medicaid recipients by:

- (1) Requesting the Department of Human Services to perform the rebasing for the fiscal year ending June 30, 2016, to be effective July 1, 2015, and using cost reports from providers from the base year ending June 30, 2013; and
- (2) Urging the Director of Health to include sufficient funding to cover any increase in basic prospective payment system rates resulting from the rebasing in its 2015-2017 biennium budget.

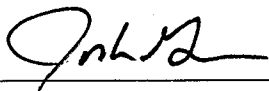


Your Committees received testimony in support of this measure from the Department of Health, State Council on Developmental Disabilities, The Arc in Hawaii, ARC of Maui County, Hawaii Disability Rights Center, and forty-three individuals. Your Committees received comments on this measure from the Department of Human Services.

Your Committees find that, especially due to suspended annual inflation adjustments and increased costs of workers' compensation insurance, a one year delay in rebasing of prospective payment rates would be a significant financial burden for operators of intermediate care facilities for individuals with intellectual disabilities that serve Medicaid recipients. According to section 17-1739.2-17, Hawaii Administrative Rules, the Department of Human Services is required to perform a rebasing using updated cost report data so that basic prospective payment system rates are recalculated every eight years at minimum. Your Committees received testimony from the Department of Human Services indicating a willingness to rebase the prospective payment system rates for operators of intermediate care facilities to be effective July 1, 2015, so long as the Department of Health provides the funding necessary to cover the rebasing.

As affirmed by the records of votes of the members of your Committees on Human Services and Health that are attached to this report, your Committees concur with the intent and purpose of S.C.R. No. 79 and recommend that it be referred to the Committee on Ways and Means.

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



JOSH GREEN, Chair




SUZANNE CHUN OAKLAND, Chair



The Senate
 Twenty-Seventh Legislature
 State of Hawai'i

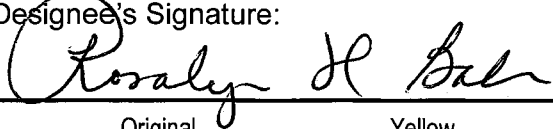
Record of Votes
Committee on Human Services
HMS

Bill / Resolution No.:*	Committee Referral:	Date:		
SCR 79	HMS/HTH, WAM	3-20-17		
<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 checked="" type="checkbox"/> Pass, unamended 2312 <input 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, M.D., Josh (VC)	✓			
KIDANI, Michelle N.	✓			
TANIGUCHI, Brian T.	✓			
SLOM, Sam				✓
TOTAL	4	1	2	1
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution:				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

*Only one measure per Record of Votes

The Senate
 Twenty-Seventh Legislature
 State of Hawai'i

Record of Votes
Committee on Health
HTH

Bill / Resolution No.:*	Committee Referral:	Date:		
SCR 79	HMS/HTH, WAM	3-20-14		
<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 checked="" type="checkbox"/> Pass, unamended 2312	<input type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310		
<input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
GREEN, M.D., Josh (C)	✓			
BAKER, Rosalyn H. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
NISHIHARA, Clarence K.				✓
SLOM, Sam				✓
TOTAL	3	-	-	2
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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