

STAND. COM. REP. NO.

2206

Honolulu, Hawaii

FEB 17 2016

RE: S.B. No. 2396  
S.D. 1

Honorable Ronald D. Kouchi  
President of the Senate  
Twenty-Eighth State Legislature  
Regular Session of 2016  
State of Hawaii

Sir:

Your Committees on Human Services and Commerce, Consumer Protection, and Health, to which was referred S.B. No. 2396 entitled:

"A BILL FOR AN ACT RELATING TO LONG-TERM CARE FACILITIES,"

beg leave to report as follows:

The purpose and intent of this measure is to provide an inflationary adjustment to the methodology used to reimburse facilities for the long-term care of Medicaid recipients for fiscal year 2016-2017.

Your Committees received testimony in support of this measure from the Oahu Region Hawaii Health Systems Corporation; Oahu Nursing Rehab Center; Hale Makua Health Services; Healthcare Association of Hawaii; Nuuanu Hale; Ohana Pacific Management Company, Inc.; Palolo Chinese Home; The Arc in Hawaii; and four individuals. Your Committees received comments on this measure from the Department of Human Services.

Your Committees find that long-term care facilities face major financial challenges in providing quality health care for Hawaii residents. In many long-term care facilities in Hawaii, Medicaid patients comprise 70 to 80 percent of the facilities' patients, and Medicaid reimbursements do not cover the actual costs of care for these patients. Since Hawaii has the fastest-aging population in the nation, funding for long-term care facilities is crucial to help seniors maintain access to services they desperately need.

2016-1082 SSCR SMA.doc



Your Committees have amended this measure by:

- (1) Removing language stating that the cost increase shall only apply for fiscal year 2016-2017;
- (2) Inserting an appropriation to the Department of Health for \$1,900,000 to reimburse facilities for the long-term care of Medicaid patients;
- (3) Inserting a repeal date of June 30, 2017; and
- (4) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Human Services and Commerce, Consumer Protection, and Health that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2396, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2396, S.D. 1, and be referred to your Committee on Ways and Means.

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



ROSALYN H. BAKER, Chair

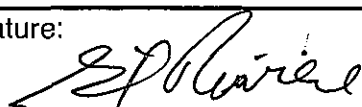


SUZANNE CHUN OAKLAND, Chair



The Senate  
 Twenty-Eighth Legislature  
 State of Hawai'i

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

Bill / Resolution No.:* <b>SB 2396</b>	Committee Referral: <b>HMS/CPH, WAM</b>	Date: <b>2/2/16</b>		
<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				
<b>Members</b>	<b>Aye</b>	<b>Aye (WR)</b>	<b>Nay</b>	<b>Excused</b>
CHUN OAKLAND, Suzanne (C)	<input checked="" type="checkbox"/>			
RIVIERE, Gil (VC)	<input checked="" type="checkbox"/>			
GREEN, Josh				<input checked="" type="checkbox"/>
HARIMOTO, Breene	<input checked="" type="checkbox"/>			
RUDERMAN, Russell E.				<input checked="" type="checkbox"/>
THIELEN, Laura H.	<input checked="" type="checkbox"/>			
SLOM, Sam				<input checked="" type="checkbox"/>
<b>TOTAL</b>	<b>4</b>	<b>0</b>	<b>0</b>	<b>3</b>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <div style="text-align:center; font-family: cursive; font-size: 1.2em;">  </div>				
<b>Distribution:</b> 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 Commerce, Consumer Protection, and Health**  
**CPH**

Bill / Resolution No.:*	Committee Referral:	Date:		
SB 2396	HMS/CPH, WAM	2/5/16		
<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
BAKER, Rosalyn H. (C)	/			
KIDANI, Michelle N. (VC)	/			
ESPERO, Will				/
IHARA, Jr., Les	/			
NISHIHARA, Clarence K.				/
RUDERMAN, Russell E.				/
SLOM, Sam	/			
<b>TOTAL</b>	<b>4</b>			<b>3</b>
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
<i>Michelle N. Kidani</i>				
<b>Distribution:</b>				
Original	Yellow	Pink	Goldenrod	
File with Committee Report	Clerk's Office	Drafting Agency	Committee File Copy	

\*Only one measure per Record of Votes