STAND. COM. REP. NO. 84 Honolulu, Hawaii March h , 2017

RE: H.B. No. 89 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 89, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE HOSPITAL SUSTAINABILITY PROGRAM,"

begs leave to report as follows:

The purpose of this measure is to preserve access to health care for Medicaid recipients by:

- Extending the Hospital Sustainability Program for two years and updating statutory references accordingly;
- (2) Clarifying that the rate of the outpatient hospital sustainability fee shall not exceed three percent of net outpatient hospital service revenue;
- (3) Allowing the Department of Human Services (DHS) to exclude any facility from the hospital sustainability fee on outpatient care services if its exclusion is required to meet federal standards of approval; and
- (4) Appropriating funds out of the Hospital Sustainability Program Special Fund for Fiscal Year 2017-2018 and Fiscal Year 2018-2019.



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DHS, Hawaii Health Systems Corporation, The Queen's Health Systems, Healthcare Association of Hawaii, Hawai'i Pacific Health, The Chamber of Commerce Hawaii, and Legacy of Life Hawai'i supported this measure.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 89, H.D. 1, and recommends that it pass Third Reading.

> Respectfully submitted on behalf of the members of the Committee on Finance,

LUKE, Chair SYLVIA



## State of Hawaii House of Representatives The Twenty-ninth Legislature



Bill/Resolution No.: HB 89 / HDI	nmittee Referral: HUS/HUT, 1	FIN Date	2/23/1	1	
□ The committee is reconsidering its previous of		-	•		
	ended (as is)	ss, with amendments ommit for future publi			
FIN Members	Ayes	Ayes (WR)	Nays	Excused	
1. LUKE, Sylvia (C)					
2. CULLEN, Ty J.K. (VC)					
3. CACHOLA, Romy M.					
4. CHOY, Isaac W.					
5. DeCOITE, Lynn					
6. GATES, Cedric Asuega			ugutarannaran - shi`in yinginni ' ti`		
7. HOLT, Daniel					
8. KEOHOKALOLE, Jarrett	ľ v				
9. KOBAYASHI, Bertrand					
10. LoPRESTI, Matthew S.					
11. LOWEN, Nicole E.		Har and an and a second s			
12. NAKAMURA, Nadine K.					
13. TOKIOKA, James Kunane					
14. QUINLAN, Sean					
15. YAMASHITA, Kyle T.				ta ang san Taona ang sang sang sang sang sang sang san	
16. TUPOLA, Andria P.L.			-		
17. WARD, Gene					
TOTAL (17)	16	0	Ö	1	
The recommendation is: Adopted If joint referment	al,	Not Adopted did not support recommendation did not support recommendation			
Vice Chair's or designee's signature:	JAK.	Cer			
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