STAND. COM. REP. NO. **326**

Honolulu, Hawaii

FFB 28 , 2019

RE: H.B. No. 1449

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirtieth State Legislature Regular Session of 2019 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1449, H.D. 1, entitled:

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

begs leave to report as follows:

The purpose of this measure is to:

- (1) Extend the Nursing Facility Sustainability Program;
- (2) Allow the nursing facility sustainability fee to be used to enhance capitated rates to pay for quality incentives;
- (3) Increase the fee limit to 5.5 per cent of a nursing facility's net patient service revenue;
- (4) Increase the per resident daily maximum fee and per resident reduced daily maximum fee for certain facilities;
- (5) Clarify that nursing facilities owned or operated by the Hawaii Health Systems Corporation are exempt from the fee; and

(6) Appropriate funds from the Nursing Facility
Sustainability Special Fund to the Department of Human
Services to support the Nursing Facility Sustainability
Program.

The Department of Human Services, The Queen's Health Systems, Ohana Pacific Management Company, Inc., Hawaii Medical Service Association, Healthcare Association of Hawaii, and O'ahu County Committee on Legislative Priorities of the Democratic Party of Hawaii testified in support of 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. 1449, H.D. 1, and recommends that it pass Third Reading.

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

SYLVIA LUKE, Chair

State of Hawaii House of Representatives The THIRTIETH Legislature

H SLR 826

Record of Votes of the Committee on Finance

Bill/Resolution No.: Committee	e Referral:	Date	ماء اء	
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☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)				
2. CULLEN, Ty J.K. (VC)				
3. ELI, Stacelynn K.M.				
4. GATES, Cedric Asuega				
5. HASHIMOTO, Troy N.				
6. HOLT, Daniel				
7. KITAGAWA, Lisa				
8. KOBAYASHI, Bertrand				
9. MATAYOSHI, Scot Z.				
10. NAKAMURA, Nadine K.				
11. NISHIMOTO, Scott Y.	~		р	
12. TODD, Chris				/
13. WILDBERGER, Tina			· 	
14. YAMASHITA, Kyle T.				
15. McDERMOTT, Bob				
TOTAL (15)	13	/	Ø	/
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				