

STAND. COM. REP. NO.

1065

Honolulu, Hawaii

MAR 1 - 2019

RE: S.B. No. 462
S.D. 2

Honorable Ronald D. Kouchi
President of the Senate
Thirtieth State Legislature
Regular Session of 2019
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 462, S.D. 1, entitled:

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

begs leave to report as follows:

The purpose and intent of this measure is to extend the nursing facility sustainability fee program to 2021.

In addition, this measure:

- (1) Broadens the uses of expenditures from the nursing facility sustainability program special fund to include the matching of federal Medicaid funds in order to enhance capitated rates for paying quality incentives;
- (2) Increases program fees;
- (3) Allows Medicaid managed care health plans thirty days to make payments once monthly capitation rates have been received from the Department of Human Services; and
- (4) Appropriates funds from the nursing facility sustainability program special fund.



Your Committee received written comments in support of this measure from the Department of Human Services, the Healthcare Association of Hawaii, and The Queen's Health Systems.

Your Committee finds that the nursing facility sustainability program continues to play a critical role in providing a safety net for Medicaid recipients.

Your Committee notes that a special fund appropriation of \$21,000,000 is needed in each year of fiscal biennium 2019-2021.

Your Committee has amended this measure by:

- (1) Changing the special fund appropriation to an unspecified amount; and
- (2) Changing the effective date of the appropriation to July 1, 2050, to facilitate further discussion on the measure.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 462, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 462, S.D. 2.


Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,


DONOVAN M. DELA CRUZ, Chair



The Senate
Thirtieth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB462, SD1	Committee Referral: HMS/CPH, WAM	Date: 2/25/19		
<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
DELA CRUZ, Donovan M. (C)	X			
KEITH-AGARAN, Gilbert S.C. (VC)	X			
ENGLISH, J. Kalani	X			
HARIMOTO, Breene				X
INOUYE, Lorraine R.				X
KAHELE, Kaiali'i	X			
KANUHA, Dru Mamo	X			
KIDANI, Michelle N.	X			
MORIWAKI, Sharon Y.	X			
RIVIERE, Gil	X			
SHIMABUKURO, Maile S.L.	X			
TANIGUCHI, Brian T.	X			
FEVELLA, Kurt	X			
TOTAL	11			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				

*Only one measure per Record of Votes