THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.C.R. NO. 160

MAR 1 0 2023

## SENATE CONCURRENT RESOLUTION

REQUESTING THE DEPARTMENT OF HUMAN SERVICES TO FILE A REQUEST WITH THE CENTERS FOR MEDICARE AND MEDICAID SERVICES TO AMEND THE STATE'S EXISTING SECTION 1115 DEMONSTRATION PROGRAM TO IMPLEMENT A HOUSING AND HEALTH OPPORTUNITIES DEMONSTRATION PROGRAM TO ENABLE DIRECT HOUSING COSTS FOR MEDICAID RECIPIENTS TO BE COVERED BY THE FEDERAL FINANCIAL PARTICIPATION FOR MEDICAID.

WHEREAS, lack of stable housing can impede the ability to enroll in health care coverage and access needed health care, leading to the creation of physical, social, or emotional distress that fuels the cycle of health inequity; and

6 WHEREAS, Medicaid is a joint federal-state program that 7 provides health coverage or nursing home coverage to certain 8 categories of individuals, including children, pregnant women, 9 parents of eligible children, low income adults, former foster 10 care children, aged, blind, and disabled individuals; and 11

WHEREAS, although federal financial participation for 12 Medicaid is generally not available to state Medicaid programs 13 for room and board, federal funds are generally available from 14 certain federal sources for housing-related support and services 15 that promote health and community integration, including home 16 accessibility modifications, one-time community transition 17 costs, and housing and tenancy support, including pre-tenancy 18 services and tenancy sustaining services; and 19 20

21 WHEREAS, section 1115 of the federal Social Security Act 22 (Act) allows the United States Secretary of Health and Human 23 Services to waive compliance with certain Medicaid requirements 24 under the Act; approve experimental, pilot, or demonstration 25 projects that are found by the Secretary to be likely to assist 26 in promoting the objectives of the Medicaid program; and provide 27 federal financial participation for demonstration costs that



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would not otherwise be considered as federally matchable 1 expenditures; and 2 3 WHEREAS, states have significant flexibility in how they 4 define target populations for section 1115 demonstration 5 services and activities, such as by age, risk factors for 6 services, geographic areas, and populations meeting certain 7 characteristics; and 8 9 WHEREAS, the United States Department of Health and Human 10 Services, through the Centers for Medicare and Medicaid 11 Services, has been advancing housing support services through 12 recent 1115 demonstration approvals that will test innovative 13 interventions that could help to stabilize the housing 14 situations of eligible Medicaid enrollees, improve their use of 15 needed health care, and increase the likelihood they will keep 16 receiving and benefitting from services to which they are 17 entitled; and 18 19 WHEREAS, in October 2022, the Centers for Medicare and 20 Medicaid Services approved a request filed by the Arizona Health 21 Care Cost Containment System (AHCCCS), Arizona's Medicaid 22 agency, to amend Arizona's section 1115 research and 23 demonstration waiver to implement AHCCCS' Housing and Health 24 Opportunities demonstration program that seeks to enhance and 25 expand housing services and interventions for AHCCCS members who 26 are homeless or at risk of becoming homeless; and 27 28 WHEREAS, Arizona's Housing and Health Opportunities 29 30 demonstration program is a groundbreaking effort designed to complement Arizona's existing housing program funded with 31 general fund dollars that provides rent subsidies to nearly 32 three thousand individuals experiencing homelessness each year; 33 and 34 35 WHEREAS, Hawaii also has programs that provide rent 36 subsidies to qualified individuals, including the Rent 37 Supplement Program administered by the Hawaii Public Housing 38 Authority; now, therefore, 39 40 BE IT RESOLVED by the Senate of the Thirty-second 41 Legislature of the State of Hawaii, Regular Session of 2023, the 42



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1 2	House of Representatives concurring, that the Department of Human Services is requested to:
3 4 5 6 7	(1) Develop a Housing and Health Opportunities demonstration program for the State that is similar to Arizona's Housing and Health Opportunities demonstration program; and
8 9 10 11 12 13 14 15	(2) File a request with the Centers for Medicare and Medicaid Services to amend the State's existing section 1115 demonstration program to implement the newly created Housing and Health Opportunities demonstration program to enable direct housing costs for Medicaid recipients to be covered by the federal financial participation for Medicaid; and
16 17 18 19 20 21 22	BE IT FURTHER RESOLVED that a certified copy of this Concurrent Resolution be transmitted to the Director of Human Services. OFFERED BY: