

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
Center for Consumer Information & Insurance Oversight
200 Independence Avenue SW
Washington, DC 20201



June 23, 2025

VIA ELECTRONIC MAIL: jade.butay@hawaii.gov

Jade Butay
Director
Department of Labor and Industrial Relations
State of Hawaii
830 Punchbowl St. #321
Honolulu, HI 96813

Dear Director Butay:

On December 10, 2021, the Department of Health and Human Services and the Department of the Treasury approved Hawaii's application for an extension of its State Innovation Waiver under Section 1332 of the Patient Protection and Affordable Care Act (ACA). Hawaii's approved extension application waives the ACA's requirement that a Small Business Health Options Program (SHOP) operate in Hawaii, as well as other related requirements relevant to SHOP Exchanges, for plan years 2022 through 2026.

It is the Department of the Treasury's final administrative determination that Hawaii's pass-through funding amount for calendar year 2025 is \$48,115, which must be used for purposes of implementing Hawaii's State Innovation Waiver. This amount will be subject to fiscal year 2025 sequestration. As a result, amounts payable in fiscal year 2025 will be reduced by 5.7 percent. The estimated amount after sequestration is \$45,372.

We look forward to continuing to work with you and your staff. If you have any questions regarding program matters or official correspondence concerning the waiver, please contact Lina Rashid at Lina.Rashid@cms.hhs.gov or stateinnovationwaivers@cms.hhs.gov.

Sincerely,

A handwritten signature in black ink, appearing to read "Peter Nelson", is located below the "Sincerely," text.

Peter Nelson
Deputy Administrator and Director, Center for Consumer Information & Insurance Oversight
Centers for Medicare & Medicaid Services

CC: Kevin Salinger, Acting Assistant Secretary, Tax Policy, U.S. Department of the Treasury
The Honorable Josh Green, Governor, State of Hawaii

Jerry Bump, Acting Insurance Commissioner, Insurance Division, Hawaii Department of Commerce and Consumer Affairs

JoAnn Vidinhar, Administrator, Disability Compensation Division, Hawaii Department of Labor and Industrial Relations

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May 20, 2025

VIA ELECTRONIC MAIL: jade.butay@hawaii.gov

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This letter is to notify you that the pass-through funding associated with this waiver for calendar year 2025 is estimated to be \$48,115, which must be used for purposes of implementing Hawaii's State Innovation Waiver. This amount will be subject to a final administrative determination by the Department of the Treasury prior to payment. In addition, this amount will be subject to fiscal year 2025 sequestration. As a result, amounts payable in fiscal year 2025 will be reduced by 5.7% percent. The estimated amount after sequestration is \$45,372.

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