THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.B. NO. ¹⁶⁴ ^{S.D. 2} ^{H.D. 1}

A BILL FOR AN ACT

RELATING TO LOAN REPAYMENT FOR HEALTH CARE PROFESSIONALS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 The legislature finds that many Hawaii SECTION 1. 2 residents are unable to obtain timely and appropriate health 3 care due to shortages of primary and behavioral health care 4 professionals in the State. These shortages not only threaten 5 individual health, but the entire State's health care system. Areas of Hawaii that have been designated by the federal 6 government as medically underserved have been most significantly 7 8 affected by shortages of primary and behavioral health care 9 professionals, including physicians, nurse practitioners, 10 physician assistants, and psychologists. Social workers, 11 marriage and family therapists, and registered nurses are also 12 urgently needed in these areas.

In many cases, the increasingly high cost of education for health care professionals binds graduates to a career path that provides sufficient income to repay often exorbitant student loans. These career paths frequently lead to professional practice in highly specialized fields of care in urban areas,



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1 rather than in general practice on the neighbor islands or in 2 underserved areas in the State where the need is greatest. The 3 legislature further finds that states with robust primary health 4 care systems have lower costs and improved patient outcomes. 5 Recognizing this correlation, many states have made the policy 6 decision to dedicate public funds to the development of a strong 7 primary health care workforce for underserved areas.

8 The legislature also finds that the Hawaii state loan 9 repayment program administered by the John A. Burns school of 10 medicine of the University of Hawaii at Manoa leverages public 11 funds and private donations to access matching federal funds 12 through the National Health Service Corps Branch State Loan 13 Repayment Program of the United States Department of Health and 14 Human Services. Since September 1, 2012, the loan repayment 15 program has supported seventy-six recipients in exchange for 16 work commitments in underserved geographic practice areas in 17 Hawaii, with eighty per cent remaining in Hawaii and sixty-one 18 per cent remaining at the site where they performed their 19 service. Currently, health care professionals who have 20 benefited from the loan repayment program serve on all islands 21 and in the communities at Hilo, Kihei, Waianae, Wailuku, and

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Waimea; at health clinics in Kalihi-Palama and Kokua Kalihi
Valley; and in public institutional settings at the federal
detention center in Honolulu, Halawa correctional facility, and
Maui community correctional center.

5 The legislature recognizes the considerable positive public 6 outcomes achieved using general fund allocations during the 7 2017-2018 biennium and fiscal year 2019-2020 to educate, train, 8 and facilitate health care professionals to work in underserved 9 areas. Currently, the loan repayment program supports 10 twenty-three active health care professionals in Hawaii.

11 The purpose of this Act is to appropriate funds to the 12 department of health to fund the Hawaii state loan repayment 13 program administered through the John A. Burns school of 14 medicine of the University of Hawaii at Manoa to provide loan 15 repayment for health care professionals who commit to work in a 16 federally-designated health professional shortage area.

SECTION 2. There is appropriated out of the general revenues of the State of Hawaii the sum of \$ or so much thereof as may be necessary for fiscal year 2023-2024 and the same sum or so much thereof as may be necessary for fiscal year 2024-2025 for the Hawaii state loan repayment program

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administered through the John A. Burns school of medicine of the
University of Hawaii at Manoa; provided that no funds shall be
released unless matched on a dollar-for-dollar basis by funds
from a private or another public source.

5 The sums appropriated shall be expended by the department 6 of health in coordination with the John A. Burns school of 7 medicine of the University of Hawaii at Manoa for the purposes 8 of this Act.

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SECTION 3. This Act shall take effect on June 30, 3000.





Report Title:

Hawaii State Loan Repayment Program; Health Care Professionals; Health Professional Shortage Areas; University of Hawaii; John A. Burns School of Medicine; Department of Health; Appropriation

Description:

Appropriates funds to the Department of Health for the Hawaii State Loan Repayment Program for health care professionals. Requires funds to be expended in coordination with the John A. Burns School of Medicine of the University of Hawaii at Manoa. Requires matching funds. Effective 6/30/3000. (HD1)

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