JAN 2 5 2006

A BILL FOR AN ACT

MAKING AN APPROPRIATION FOR THE HANA COMMUNITY HEALTH CENTER.

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

- SECTION 1. The legislature finds that Act 263, Session

 Laws of Hawaii 1996, authorized the transfer of the Hana medical
- 3 center from the State to the Hana Community Health Center in
- 4 July 1997, with a guarantee to continue providing needed
- 5 financial support for the center's essential medical programs.
- 6 The Hana community would not have accepted this transfer without
- 7 the commitment to ensure the center's continued viability.
- 8 The legislature further finds that Hana, Maui, is one of
- ${f 9}$ the most isolated areas in the State. During the rainy season
- 10 from October to March, the frequent storms often wash out the
- 11 roadways and disrupt electricity and telephone service. Hana
- 12 town is fifty-seven miles from Wailuku, and the trip takes two
- 13 hours along a single-lane road with six hundred seventeen turns
- 14 and fifty-six one-lane bridges. The district is made up of
- 15 small, isolated settlements scattered over more than two hundred
- 16 square miles. Many of the villages are located a minimum of
- 17 forty-five minutes from the main town of Hana.



The Hana Community Health Center provides a hybrid of 1 services. Unlike most clinics, the center must also coordinate 2 activities with the ambulance services and provide assistance in 3 stabilizing patients with life-threatening illnesses or 4 traumatic injuries. These services are required twenty-four 5 hours a day because the center is the only health care provider 6 in the district. The coordination of emergency services and 7 provision of life support care is absolutely essential to the 8 three thousand residents of Hana and the five hundred thousand 9 tourists who visit annually. 10 Hana also has some of the worst health and socioeconomic 11 indicators in the State. Native Hawaiians account for sixty-12 five per cent of all the center's patients. Hana is federally 13 designated as a medically underserved population, mental health 14 underserved population, dental underserved population, and as a 15 health professional shortage area. The center currently 16 provides prevention-oriented health care, acute and chronic 17 care, urgent care, limited laboratory testing, limited x-ray 18 services, and prepackaged medications in lieu of a full 19 pharmacy. A limited level of home health care is also provided, 20 and seniors and those with mobility problems have benefited from 21 22 this program.

In fiscal year 2003-2004, the center provided medical care 1 to 1,755 patients, who made 5,452 visits, an increase of almost 2 nine per cent from the previous fiscal year. Visitors accounted 3 for twenty per cent of the patients, all of whom required urgent 4 or emergency care. There were two hundred fifty-four urgent or 5 emergency patient visits, fifty-eight requiring emergency 6 transport to a tertiary facility. Almost nineteen per cent of 7 the patients served did not have health insurance, and twenty 8 per cent of the patients receiving care were insured through a 9 10 medicaid or medicare health plan. The center provided dental services to five hundred sixty-11 six patients, who made one thousand eight hundred seventy-nine 12 visits to the dentist. Forty per cent of those dental patients 13 were children and adolescents. One-third of patients served had 14 no dental insurance, and twenty-one per cent of those receiving 15 care were insured through a medicaid dental plan. 16 Through a small federal grant, the center started "Mai E 17 Ai", a lunch program for seniors age sixty years or older. 18 Based on the traditional Hawaiian diet, a "local style" cooking, 19 healthy meals prepared mostly from food available in the Hana 20 district are served four days a week. Mai E Ai includes a 21 physical fitness program before lunch and transportation to and 22

- 1 from the program for kupuna in need. Home delivered meals are
- 2 provided for those seniors unable to participate in the program
- 3 due to physical limitations. Mai E Ai served one thousand
- 4 sixty-nine congregate meals and eight thousand one hundred
- 5 ninety-four home delivered meals to sixty kupuna.
- 6 When the center was operating as the Hana medical center as
- 7 part of the State's community hospitals system, it required a
- 8 subsidy of approximately \$1,500,000 annually. Immediately upon
- 9 transfer of the Hawaii health systems corporation in fiscal year
- 10 1997-1998, the legislature reduced its appropriation for the
- 11 center's operations to \$1,064,000. This was a thirty per cent
- 12 reduction in funding in its first year of operation. In fiscal
- year 1998-1999, the legislature appropriated \$800,000 for the
- 14 operation of the center, \$264,000 less than the amount
- 15 appropriated the year before, or a second reduction of twenty-
- 16 five per cent in the center's second year of operation. In the
- 17 following two years, the legislature appropriated \$750,000 for
- 18 operations, a further reduction of six per cent during the
- 19 center's third year of operation. In fiscal year 2003-2004, the
- 20 legislature reduced the appropriation to \$700,000, but increased
- 21 it back to \$750,000 for fiscal year 2004-2005. This amount is
- 22 at least fifty per cent less than the cost of operations before

- 1 the transfer to the center, or \$617,300 less than what it cost
- 2 the State to operate it.
- 3 The center has demonstrated an ability to generate funds
- 4 from a variety of funding sources for the initiation of new
- 5 programs and services. However, state support will always be
- 6 required to fund core medical services. This is a fact
- 7 recognized by the state administration and the legislature prior
- 8 to privatization.
- 9 The purpose of this Act is to appropriate funds to the Hana
- 10 Community Health Center to allow it to continue its current
- 11 level of operations and further develop its capacity to meet the
- 12 on-going needs of this isolated community.
- 13 SECTION 2. There is appropriated out of the general
- 14 revenues of the State of Hawaii the sum of \$2,000,000, or so
- 15 much thereof as may be necessary for fiscal year 2006-2007, for
- 16 the following at the Hana Community Health Center:
- 17 (1) Operational expenses \$1,052,780
- 18 (2) Equipment for nutrition training center \$200,000
- 19 (3) Commercial kitchen equipment \$747,220
- 20 SECTION 3. The sum appropriated shall be expended by the
- 21 department of health for the purposes of this Act.

SECTION 4. This Act shall take effect on July 1, 2006.

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Report Title:

SB. NO. 315>

Hana Community Health Center; Appropriation

Description:

Appropriates funds for the Hana Community Health Center.