JAN 1 9 2011

A BILL FOR AN ACT

RELATING TO HAWAII HEALTH CORPS.

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

- 1 SECTION 1. The legislature finds that changes in
- 2 demographics, the delivery of health care services, and the
- 3 escalating costs of education have resulted in severe shortages
- 4 of health care professionals. A poor distribution of health
- 5 care professionals has resulted in a surplus of these
- 6 professionals in some areas of the State and a shortage in other
- 7 parts of the State, particularly in the more rural areas. The
- 8 rural shortage areas often require more services because the
- 9 health care needs are greater due to socio-economic or
- 10 geographic circumstances. The salary potential for health care
- 11 professionals in health professional shortage areas is often not
- 12 as favorable when compared to non-shortage areas. This salary
- 13 potential discrepancy results in many health care professionals
- 14 being financially unable to serve in health professional
- 15 shortage areas.
- 16 The legislature finds that in order to provide health care
- 17 shortage areas within the State with delivery of health care
- 18 services, the following programs need to be implemented:

2011-0246 SB SMA.doc



1

2

3

4

5

(1)	A loan repayment program. The loan repayment program
	would obtain federal matching funds to be used to
	repay eligible student loans in exchange for a service
	commitment by physicians and dentists practicing in
	health professional shortage areas; and

6 (2) A recruitment program. The recruitment program would 7 not receive federal matching funds. The recruitment 8 program would offer incentives to public or private 9 nonprofit organizations, communities, or recruitment 10 health professionals practicing in areas designated by 11 the department of business, economic development, and 12 tourism that are experiencing a shortage of health 13 care professionals. Unlike the loan repayment 14 program, this program would be open to all health care 15 professionals, including but not limited to 16 physicians, dentists, mid-level practitioners, 17 pharmacists, allied health professionals, and 18 specialists - for example, orthopedic surgeons - for 19 whom there is an acknowledged need in some areas of 20 the State. The incentives may include financial 21 support for spouses and families of recruitment health 22 professionals. Financial support for spouses and

1	families of recruitment health professionals is
2	critical in recruiting and retaining health care
3	professionals in health professional shortage areas.
4	Finally, unlike the loan repayment program,
5	recruitment health professionals can practice in
6	geographic areas not covered under the loan repayment
7	program.
8	The legislature further finds that due to the geographic
9	isolation and unique circumstances of Hawaii, health care
10	professionals who are already familiar with Hawaii should be
11	given preference in selection for participation in the program.
12	The geographic isolation of Hawaii has created a unique culture
13	here, and the public will benefit from having health care
14	professionals who understand the local situation. The
15	legislature finds that giving priority preference for
16	participation in the Hawaii health corps program to health care
17	professionals who are familiar with Hawaii will enable this
18	program to achieve its goals in the most efficient manner.
19	SECTION 2. The Hawaii Revised Statutes is amended by
20	adding a new chapter to be appropriately designated and to read
21	as follows:

"CHAPTER

2011-0246 SB SMA.doc



1	HAWAII HEALTH CORPS PROGRAM
2	PART I. GENERAL PROVISIONS
3	§ -1 Definitions. As used in this chapter, unless the
4	context clearly requires otherwise:
5	"Applicant" means an individual who has submitted a
6	completed application for the loan repayment program or the
7	recruitment program and meets the application requirements
8	established by the department for the respective program.
9	"Approved site" means, for the purposes of the loan
10	repayment program, a provider site that is a public or nonprofi
11	private entity located in a health professional shortage area
12	and approved by the department.
13	"Dentist" means an individual licensed to practice
14	dentistry in the State under chapter 448.
15	"Department" means the department of business, economic
16	development, and tourism.
17	"Eligible education" means education and training programs
18	approved by the department that lead to eligibility for
19	licensure as a repayment health care professional.
20	"Eligible expenses" means reasonable expenses associated
21	with the costs of acquiring an eligible education such as

- 1 tuition, books, equipment, fees, room and board, and other
- 2 expenses determined by the department.
- 3 "Health professional shortage area" is an area in the
- 4 State, designated by the department of health, where there are
- 5 shortages of health professionals. In making health
- 6 professional shortage area designations in the State, the
- 7 department of health may be guided by applicable federal
- 8 standards.
- 9 "Incentives" means the cash or in-kind award made to a
- 10 recruitment recipient and includes awards made to a spouse or
- 11 the family of a recruitment health professional.
- "Loan repayment program" means the loan repayment program
- 13 administered by the department.
- 14 "Physician" means an individual licensed to practice
- 15 medicine in the State pursuant to chapter 453.
- 16 "Qualifying educational loan" means a government or
- 17 commercial loan for eligible expenses.
- 18 "Recruitment health professional" means an individual who
- 19 is a health professional, including allopathic and osteopathic
- 20 physicians (family practitioners, internists, pediatricians,
- 21 obstetricians and gynecologists, and general psychiatrists),
- 22 nurse practitioners, certified nurse midwives, physician



- 1 assistants, dentists, registered clinical dental hygienists,
- 2 clinical or counseling psychologists, clinical social workers,
- 3 psychiatric nurse specialists, mental health counselors,
- 4 licensed professional counselors, marriage and family
- 5 therapists, and health care specialists.
- 6 "Recruitment health professional shortage area" means a
- 7 health professional shortage area or other area determined by
- 8 the department of health to be experiencing a shortage of
- 9 recruitment health professionals.
- 10 "Recruitment program" means the health professional
- 11 recruitment and retention program that is administered by the
- 12 department.
- "Recruitment recipient" means either a recruitment health
- 14 professional or a public or private nonprofit organization or
- 15 community that employs a recruitment health professional.
- 16 "Repayment health care professional" means a primary care
- 17 physician, family care practitioner, internist, pediatrician,
- 18 obstetrician, general psychologist, or general practice dentist.
- 19 "Repayment participant" means a repayment health care
- 20 professional who has received a loan repayment award and has
- 21 commenced practice in a health professional shortage area.

PART II. LOAN REPAYMENT PROGRAM



1	S	-11 Loan repayment program established. There is										
2	establish	ed the loan repayment program within the department.										
3	The loan repayment program shall be administered in a manner											
4	that is consistent with the provisions of Title 42 United States											
5	Code Section 254q-1, as the same may be amended from time to											
6	time.											
7	S	-12 Administration. The loan repayment program shall										
8	be admini	stered by the department. The department shall:										
9	(1)	Accept applications from interested persons;										
10	(2)	Develop criteria for the selection of repayment										
11		participants;										
12	(3)	Select repayment health care professionals to										
13		participate in the loan repayment program, provided										
14		that the department shall not select more than twenty										
15		individuals in one year and have no more than one										
16		hundred individuals participating in the loan										
17		repayment program at any one time, subject to										
18		available funding and the need for repayment health										
19		care professionals in health professional shortage										
20		areas;										
21	(4)	Collect and manage repayments from repayment										
22		participants who do not meet their service obligations										

1	•	under this chapter, including enforcing the remedies
2		for breach of the service obligation;
3	(5)	Publicize and market the loan repayment program,
4		particularly to maximize participation by individuals
5		in health professional shortage areas;
6	(6)	Solicit and accept grants and donations from public
7		and private sources for the loan repayment program;
8	(7)	Develop criteria for and enter into a contract with
9		the repayment participant that obligates the repayment
10		participant to complete the service obligation and to
11		comply fully with the terms and conditions of the loan
12		repayment program;
13	(8)	Administer the recruitment program separately from the
14		loan repayment program;
15	(9)	Establish a group, which shall be advisory only,
16		comprising representatives from government and the
17		health profession, including providers, community
18		health centers, and professional organizations, to
19		assist the department in developing criteria to select
20		participants, determine areas having the greatest need
21		for health professionals, and advise on other matters
22		moleted to the education of the last contract

2011-0246 SB SMA.doc

1		program. The same members may serve on the advisory
2		group for the loan repayment program and the
3		recruitment program; and
4	(10)	Take any and all other actions necessary to administer
5		the loan repayment program.
6	§	-13 Eligibility. (a) To be eligible to participate in
7	the loan	repayment program, an individual shall:
8	(1)	Submit an application to the department;
9	(2)	Have a signed employment agreement or contract with an
10		approved site;
11	(3)	Provide copies of loan documentation;
12	. (4)	Be a United States citizen or a naturalized citizen of
13		the United States;
14	(5)	Perform the service obligation at an approved site;
15	(6)	Provide full-time clinical services at an approved
16		site;
17	(7)	Charge for the individual's professional services at
18		the usual and customary prevailing rates in the area
19		where the services are provided; except that if a
20		person is unable to pay the charge, the person may be
21		charged at a reduced rate or not charged any fee;

1	(8)	Agree not to discriminate on the basis of the
2		patient's ability to pay or on the basis that the
3		payment for care will be made pursuant to medicare,
4		medicaid, or the state children's health insurance
5		program;
6	(9)	Agree to accept assignment under medicare under Title
7		XVIII of the Social Security Act, enter into an
8		appropriate agreement with the state agency that
9		administers the state plan for medicaid under Title
10		XIX of the Social Security Act, and enter into an
11		appropriate agreement with the state children's health
12		insurance program to provide service to children under
13	•	Title XXI of the Social Security Act;
14	(10)	Agree to pay the amount specified by the department if
15 ·		the service obligation is not completed for any
16		reason;
17	(11)	Be a licensed and qualified repayment health care
18		professional in the State and maintain licensure and
19		qualifications during the service obligation period;
20	(12)	Obtain and maintain any other licensure required of
21		repayment health care professionals in the State; and

4

1	(13)	Meet any other requirements that may be established by								
2		the department.								
3	(b)	In addition to the requirements set forth in								

subsection (a), to be eligible to participate in the loan

- 5 repayment program, an individual shall not have:
- 6 (1) Any other outstanding contractual obligations for
 7 health professional services to the federal
 8 government, a state government, or other entity or
 9 organization unless that service obligation will be
 10 completely satisfied before the contract for the
 11 service obligation under the loan repayment program is
 12 signed;
- (2) A judgment lien against the individual's property fora debt to the United States;
- 15 (3) A history of failing to comply with, or inability to 16 comply with, service or payment obligations;
- 17 (4) Defaulted on any federal payment obligation, even if
 18 the creditor considers the obligation to be in good
 19 standing;
- (5) Breached a prior service obligation to the federal,state, or local government or other entity or

	organization, even if the obligation was subsequently
	satisfied; or
(6)	Had any federal debt written off as uncollectible
	(pursuant to 31 United States Code 3711(a)) or had any
	federal service or payment obligation waived.
§	-14 Preference and selection. (a) In selecting
repayment	participants, the department shall give:
(1)	First priority preference to graduates of the
	University of Hawaii John A. Burns school of medicine
	who indicate an intent to work in a primary care
	physician discipline;
(2)	Second priority preference to graduates of the
•	University of Hawaii John A. Burns school of medicine
	who indicate an intent to work in a specialty
	discipline;
(3)	Third priority preference to residents of the State
	who reside in health care professional shortage areas
	and have obtained residency through a minimum of three
	of the following six criteria:
	(A) Legal residence of the applicant for at least
	twelve months;
	(B) Legal residence of the applicant's parents;
	srepayment (1)

•						
2		(D)	Location of the high school from which the			
3			applicant graduated;			
4		(E)	The applicant is a native Hawaiian;			
5		(F)	Location of the college or university that the			
6			applicant attended; or			
7		(G)	The applicant's parent or legal guardian is a			
8			John A. Burns school of medicine graduate,			
9			graduate of a Hawaii residency program, or is a			
10		Ÿ	University of Hawaii John A. Burns school of			
11			medicine faculty member; and			
12	(4)	Four	th priority preference to residents of the State			
13		who	have obtained residency through a minimum of three			
14		of t	he six criteria established pursuant to paragraph			
15		(3),	and who reside in non-shortage areas.			
16	(b)	Addi	tional criteria used to select repayment			
17	participa	nts f	or the loan repayment program shall be determined			
18	by the dep	partm	ent. The criteria may include: the need for			
19	primary care physicians and dentists in the health professional					
20	shortage areas, the willingness of an applicant to work full-					
21	time in the	ne he	alth professional shortage area, or the likelihood			
22	of the app	olica	nt continuing to practice in the health			

- 1 professional shortage area after the service obligation has been
- 2 completed.
- 3 § -15 Eligible expenses. The department shall only
- 4 repay qualifying educational loans.
- 5 S -16 Amount of the award. Subject to the availability
- 6 of funding and need for repayment health care professionals in
- 7 health professional shortage areas, the amount of the award
- 8 shall be determined by the department but shall not exceed the
- 9 maximum amounts permitted to be awarded to repayment
- 10 participants under Title 42 United States Code Section
- 11 2541-1(g)(2)(A), as the same may be amended from time to time.
- 12 § -17 Service obligation. A repayment participant shall
- 13 agree to serve full-time at an approved site for a minimum of
- 14 two years with the possibility of extending the service
- 15 obligation for one-year terms for a total service obligation not
- 16 to exceed five years. Periods of internship, preceptorship,
- 17 clinical training, or other postgraduate training shall not be
- 18 counted toward the service obligation.
- 19 § -18 Cancellation of service obligation. The
- 20 department may cancel a contract with a repayment participant
- 21 only upon the death of the repayment participant.

1	§ -19 Waiver of service obligation. The department may
2	permanently waive the service obligation based upon
3	documentation from the repayment participant that a medical
4	condition or a personal situation makes compliance with the
5	service obligation permanently impossible, as determined by the
6	department.
7	§ -20 Suspension. The department may temporarily
8	suspend the repayment participant's service obligation based
9	upon documentation from the repayment participant of a medical
10	condition or personal situation that makes compliance with the
11	service obligation temporarily impossible, as determined by the
12	department.
13	§ -21 Default. A repayment participant who fails to
14	complete the service obligation shall pay as a penalty the sum
15	of the following:
16	(1) The amount paid to or on behalf of a repayment
17	participant for any period of obligated service not
18	served;
19	(2) The amount equal to the number of months of obligated

service not served multiplied by \$7,500; and

1 (٦,	Interest	on	the	above	amounts	at	the	maximum
1 /		TILLETER	OIT	CIIC	above	amounts	$a \iota$	$c_{11}c$	maximum

- prevailing interest rate determined by the Treasurer
- of the United States from the day of the default;
- 4 provided that the amount the State is entitled to collect shall
- 5 not be less than \$31,000.
- 6 § -22 Hawaii health corps first responder service
- 7 obligation. If a civil defense or other emergency is proclaimed
- 8 under section 127-10 or 128-7, physicians and dentists
- 9 participating in the Hawaii health corps program may be ordered
- 10 into service by the governor as a critical action relief lineup
- 11 to serve in areas of the State and in a capacity determined by
- 12 the director.
- 13 § -23 Hawaii health corps special fund. (a) There is
- 14 established within the state treasury a special fund to be known
- 15 as the Hawaii health corps special fund to be administered and
- 16 expended by the department.
- 17 (b) The fund shall be used to provide stipends to
- 18 qualifying Hawaii health corps physicians and dentists pursuant
- 19 to this chapter.
- 20 (c) Moneys deposited into this fund shall include
- 21 appropriations made by the legislature from general funds,
- 22 private contributions, stipend repayments, and interest on and

2011-0246 SB SMA.doc

	other income from the fund, which shall be separately accounted
2	for.
3	§ -24 Rules. The department may adopt rules under
4	chapter 91 relating to the loan repayment program.
5	PART III. RECRUITMENT PROGRAM
6	§ -31 Recruitment program established. There is
7	established the recruitment program within the department.
8	§ -32 Administration. The recruitment program shall be
9	administered by the department. The department shall:
10	(1) Maintain listings of communities and areas within the
11	State with need for recruitment health professionals;
12	(2) Maintain listings of recruitment health professionals
13	interested in working in the communities and areas;
14	(3) Act as an intermediary between communities or public
15	or private nonprofit organizations and recruitment
16	health professionals desiring to practice in
17	recruitment health professional shortage areas;
18	(4) Work with communities and public or private nonprofit
19	organizations to recruit and retain recruitment health
20	professionals to work and live in communities
21	experiencing a shortage of recruitment health
22	professionals;

1	(5)	Work with recruitment health professionals desiring to
2		work in recruitment health professional shortage
3		areas;
4	(6)	Develop funding models for the recruitment program
5		that provide for security and flexibility for
6		recruitment health professionals;
7	(7)	Develop incentive payment structures and packages that
8		support the recruitment health professionals, their
9		spouses, and families. The incentive payment
10		structures and packages may include professional
11		liability insurance relief, cost of living allowances,
12		income guarantee payments, housing allowances, vehicle
13		provision or a vehicle allowance, continuing medical
14		education, telemedicine capability, the waiver of
15		fees, or providing employment opportunities for the
16		spouses of recruitment health professionals;
17	(8)	Work with other agencies to minimize or remove
18		regulatory barriers to relocating or practicing in

(9) Select recruitment recipients using criteria established by the department;

health professional shortage areas;

22 (10) Publicize and market the recruitment program;

2011-0246 SB SMA.doc

19

20

21

. 1	(11)	Solicit and accept grants and donations from public
2		and private sources for the recruitment program;
3	(12)	Administer the recruitment program separately from the
4		loan repayment program, except to the extent provided
5		in this chapter;
6	(13)	Enter into a contract with a recruitment recipient
7		that obligates the recruitment health professional to
8		provide the services of the recruitment health
9		professional in the recruitment health professional
10		shortage area for the length of the service
11		obligation;
12	(14)	Establish a group, which shall be advisory only,
13		comprising representatives from government and the
14	v	health profession, including providers, community
15		health centers, and professional organizations, to
16		assist the department in developing criteria to select
17		recruitment health professionals, determine areas
18		having the greatest need for health professionals, and
19		advise on other matters related to the administration
20		of the recruitment program. The same members may
21		serve on the advisory group for the loan repayment
22		program and the recruitment program; and

1	(15)	Take any and all other actions necessary to administer
2		the recruitment program.
3	§	-33 Selection and preference. (a) In selecting
4	recruitme	nt recipients, the department shall give:
5	(1)	First priority preference to graduates of the
6		University of Hawaii John A. Burns school of medicine
7		who indicate an intent to work in a primary care
8		physician discipline;
9	(2)	Second priority preference to graduates of the
10		University of Hawaii John A. Burns school of medicine
11		who indicate an intent to work in a specialty
12		discipline;
13	(3)	Third priority preference to residents of the State
14		who reside in health care professional shortage areas
15		and have obtained residency through a minimum of three
16		of the following six criteria:
17		(A) Legal residence of the applicant for at least
18		twelve months;
19		(B) Legal residence of the applicant's parents;
20		(C) The applicant's place of birth;
21		(D) Location of the high school from which the
22		applicant graduated.

1	(王)	The applicant is a native Hawaiian;
2	(F)	Location of the college or university that the
3		applicant attended; or
4	(G)	The applicant's parent or legal guardian is a
5		John A. Burns school of medicine graduate,
6		graduate of a Hawaii residency program, or is a
7		University of Hawaii John A. Burns school of
8		medicine faculty member; and
9	(4) Fou	rth priority preference to residents of the State
10	who	have obtained residency through a minimum of three
11	of	the six criteria established pursuant to paragraph
12	(3)	, and who reside in non-shortage areas.
13	(b) The	department shall develop additional criteria for
14	selecting rec	ruitment recipients. The criteria may include the
15	need for recr	uitment health professionals in the recruitment
16	health profes	sional shortage areas, the willingness of an
17	applicant to	work full-time in the recruitment health
18	professional	shortage areas, or the likelihood of the applicant
19	continuing to	practice in the recruitment health professional
20	shortage area	after the service obligation has been completed.
21	§ -34	Award of incentives. (a) Incentives shall only
22	be awarded to	recruitment recipients.

2011-0246 SB SMA.doc

1	(b)	Subject to available funding and need for recruitment
2	health pr	rofessionals in the recruitment health professional
3	shortage	area, the amount of the incentives awarded to each
4	recruitme	ent recipient shall be determined by the department, but
5	shall not	exceed the amount of \$17,500 per recruitment recipient
6	per year.	•
7	S	-35 Eligibility. (a) The recruitment program shall
8	accept ap	oplications from recruitment health professionals, or
9	public or	nonprofit private entities or communities intending to
10	employ or	currently employing a recruitment health professional.
11	(b)	To be eligible to participate in the recruitment
12	program,	the recruitment recipient shall:
13	(1)	In the case of a public or nonprofit private entity or
14	· · · · · · · · · · · · · · · · · · ·	community, employ or intend to employ and provide the
15		services of a recruitment health professional for the
16		length of the service obligation in the recruitment
17		health professional shortage area; or
18	(2)	In the case of a recruitment health professional,
19		provide the services of a recruitment health
20		professional in a recruitment health professional
21		shortage area.

1	(c)	In addition to the requirements set forth in
2	subsectio	on (a), to be eligible to participate in the recruitment
3	program,	a recruitment health professional shall also:
4	(1)	Be a United States citizen or a naturalized citizen of
5		the United States;
6	(2)	Provide full-time services of a recruitment health
7		professional in the recruitment health professional
8		shortage area;
9	(3)	Charge for the recruitment health professional's
10		professional services at the usual and customary
11		prevailing rates in the area where the services are
12		provided, except that if a person is unable to pay the
13		charge, the person may be charged at a reduced rate or
14		not charged any fee;
15	(4)	Agree not to discriminate on the basis of the
16		patient's ability to pay or on the basis that the
17		payment for the care will be made pursuant to
18		medicare, medicaid, or the state children's health
19		insurance program;
20	(5)	Agree to accept assignment under medicare under Title
21		XVIII of the Social Security Act, enter into an

appropriate agreement with the state agency that

1		administers the state plan for medicaid under Title
2		XIX of the Social Security Act, and enter into an
3	ē	appropriate agreement with the state children's health
4		insurance program to provide service to children under
5		Title XXI of the Social Security Act;
6	(6)	Agree to pay the amount specified by the department if
7		the service obligation is not completed for any
8		reason;
9	(7)	Be a licensed and qualified recruitment health
10		professional in the State and maintain the licensure
11		and qualifications during the service obligation
12		period;
13	(8)	Obtain and maintain any other licensure required of
14	•	recruitment health professionals in the State; and
15	(9)	Meet any other requirements that may be established by
16		the department.
17	. § .	-36 Service obligation. The recruitment recipient, in
18	the case o	of a public or nonprofit private entity or community,
19	shall obl	igate the recruitment health professional to practice
20	full-time	in a recruitment health professional shortage area for
21	a minimum	of two years with the possibility of extending the
22	service ol	bligation for one-year terms for a total service

- 1 obligation not to exceed five years. Periods of internship,
- 2 preceptorship, clinical training, or other post-graduate
- 3 training shall not be counted toward the service obligation.
- 4 § -37 Recruitment health professional shortage areas.
- 5 The recruitment recipients shall be located in and shall provide
- 6 services of a recruitment health professional in a recruitment
- 7 health professional shortage area.
- 8 -38 Waiver of service obligation. The department may
- 9 permanently waive the service obligation based upon
- 10 documentation from the recruitment health professional that a
- 11 medical condition or a personal situation makes compliance with
- 12 the service obligation permanently impossible, as determined by
- 13 the department.
- 14 § -39 Suspension. The department may temporarily
- 15 suspend the service obligation based upon documentation from the
- 16 recruitment health professional of a medical condition or
- 17 personal situation that makes compliance with the service
- 18 obligation temporarily impossible, as determined by the
- 19 department.
- 20 § -40 Default. A recruitment recipient who fails to
- 21 complete the service obligation shall pay as a penalty the sum
- 22 of the following:

2011-0246 SB SMA.doc

2011-0246 SB SMA.doc

1	(1) The amount paid to or on behalf of a repayment
2	participant for any period of obligated service not
3	served;
4	(2) The amount equal to the number of months of obligated
5	service not served multiplied by \$7,500; and
6	(3) Interest on the above amounts at the maximum
7	prevailing interest rate determined by the Treasurer
8	of the United States from the day of the default;
9	provided that the amount the State is entitled to collect shall
10	not be less than \$31,000.
11	§ -41 Rules. The department may adopt rules under
12	chapter 91 relating to the recruitment program.
13	PART IV. FIRST RESPONDERS
14	§ -51 First responders. All repayment participants and
15	all recruitment health professionals participating in the
16	recruitment program shall commit to serve as first responders in
17	the event of a declared emergency in the State or at the request
18	of the director of health.
19	PART V. COORDINATION OF PROGRAMS
20	§ -61 Coordination. Notwithstanding that the loan
21	repayment program and recruitment program shall be administered
22	separately, the department shall determine the need for

- 1 repayment health care professionals and recruitment health
- 2 professionals in areas of the State experiencing a shortage of
- 3 health care professionals and select participants for the
- 4 respective programs.
- 5 § -62 Coordination of funds. Funds appropriated by the
- 6 legislature for the purposes of this chapter or received from
- 7 private sources may be allocated by the department between the
- 8 loan repayment program and recruitment program based on the need
- 9 for the funds and need for either repayment health care
- 10 professionals or recruitment health professionals within the
- 11 State."
- 12 SECTION 3. (a) The department of business, economic
- 13 development, and tourism shall implement the Hawaii health corps
- 14 program no later than June 30, 2012.
- 15 (b) For the purposes of efficiency in the implementation
- 16 of the Hawaii health corps program, the department shall award a
- 17 minimum of thirty stipends of \$30,000 per recipient in the first
- 18 year of the program, an additional thirty stipends of \$30,000
- 19 per recipient in the second year of the program, and an
- 20 additional thirty stipends of \$30,000 per recipient in the third
- 21 year of the program. Thereafter, the department shall award
- 22 annually a maximum of one hundred stipends in perpetuity.



- 1 (c) The director of business, economic development, and
- 2 tourism shall report to the legislature on the status of the
- 3 Hawaii health corps program no later than twenty days prior to
- 4 the convening of each regular session of the legislature
- 5 beginning with the regular session of 2012.
- 6 SECTION 4. If any part of this Act is found to be in
- 7 conflict with federal requirements that are a prescribed
- 8 condition for the allocation of federal funds to the State, the
- 9 conflicting part of this Act is inoperative solely to the extent
- 10 of the conflict and with respect to the agencies directly
- 11 affected, and this finding does not affect the operation of the
- 12 remainder of this Act in its application to the agencies
- 13 concerned. The rules under this Act shall meet federal
- 14 requirements that are a necessary condition to the receipt of
- 15 federal funds by the State.
- 16 SECTION 5. There is appropriated out of the general
- 17 revenues of the State of Hawaii the sum of \$ or so
- 18 much thereof as may be necessary for fiscal year 2011-2012 and
- 19 the same sum or so much thereof as may be necessary for fiscal
- 20 year 2012-2013 for the purposes of this Act.

- 1 The sums appropriated shall be expended by the department
- 2 of business, economic development, and tourism for the purposes
- 3 of this Act.
- 4 SECTION 6. This Act shall take effect on July 1, 2011.

5

Joh Dreen M.D.

Rong H Bul-France anna aakland Arid Y Sg Claunce & Drichilero

Report Title:

Hawaii Health Corps Program; Physician Shortage; Health Care; Appropriation

Description:

Establishes the Hawaii health corps program to address physician shortages in rural areas of the State; establishes a loan repayment program and an incentive plan for the recruitment of health care professionals to serve shortage areas.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.