## 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 SECTION 1. The legislature finds that many Hawaii
- 2 residents are unable to obtain timely and appropriate health
- 3 care due to shortages of primary health care providers in the
- 4 State. These shortages threaten individual health and
- 5 cumulatively affect the State's health care costs. The State's
- 6 rural areas, which have been designated by the federal
- 7 government as medically underserved areas, have been most
- 8 significantly affected by shortages of primary and behavioral
- 9 health care providers.
- 10 The increasingly high cost of education for health care
- 11 professionals binds graduates to a career path focused on
- 12 pursuing an income that makes it possible to repay often
- 13 exorbitant student loans. These career paths most often lead to
- 14 professional practice in highly specialized areas of care in
- 15 urban areas and not to general practice on neighbor islands or
- 16 in rural areas where the need is greatest. The legislature
- 17 finds that counties in the United States with robust primary
- 18 health care systems have lower costs and improved patient



- 1 outcomes. Recognizing this relationship, many states have made
- 2 the policy decision to dedicate public funds to the development
- 3 of a strong primary health care workforce.
- 4 The only loan repayment program currently available in this
- 5 State is administered by the John A. Burns school of medicine at
- 6 the University of Hawaii at Manoa. This program leverages
- 7 private donations to access matching federal funds through the
- 8 State Loan Repayment Program of the National Health Service
- 9 Corps branch of the Department of Health and Human Services.
- 10 Since September 1, 2012, a total of twenty-five physicians,
- 11 nurse practitioners, and psychologists have received loan
- 12 repayment assistance through the program in exchange for work in
- 13 underserved geographic and practice areas in Hawaii. Currently,
- 14 health care professionals who have benefited from the loan
- 15 repayment program serve in the community in Waianae, Hilo, and
- 16 Wailuku; at health clinics in Kalihi-Palama Health Center, Queen
- 17 Emma Clinic, and Waikiki Health Center; and in public
- 18 institutional settings at the Federal Detention Center, Honolulu
- 19 and Halawa correctional facility.
- The purpose of this Act is to appropriate funds to the
- 21 department of health to fund the Hawaii rural health care

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- 1 provider loan repayment program administered through the John A.
- 2 Burns school of medicine to provide loan repayment for
- 3 physicians, physician assistants, and nurse practitioners who
- 4 agree to work in a federally-designated health professional
- 5 shortage area or an area of Hawaii found to be underserved.
- 6 SECTION 2. There is appropriated out of the general
- 7 revenues of the State of Hawaii the sum of \$ or so
- 8 much thereof as may be necessary for fiscal year 2017-2018 for
- 9 the Hawaii rural health care provider loan repayment program;
- 10 provided that no funds shall be expended unless matched on a
- 11 dollar-for-dollar basis by funds from a private or other public
- 12 source.
- 13 The sum appropriated shall be expended by the department of
- 14 health in coordination with the John A. Burns school of medicine
- 15 of the University of Hawaii at Manoa for the purposes of this
- 16 Act.
- 17 SECTION 3. This Act shall take effect on July 1, 2017.

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### Report Title:

Health Care Professionals; Loan Repayment; Appropriation

### Description:

Makes an appropriation for the Hawaii rural health care provider loan repayment program administered through the John A. Burns School of Medicine. (SD1)

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