DAVID Y. IGE

EXECUTIVE CHAMBERS
HONOLULU

February 7, 2018

√The Honorable Ronald D. Kouchi, President and Members of the Senate Twenty-Ninth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Twenty-Ninth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear Senate President Kouchi, Speaker Saiki and Members of the Legislature:

Transmitted herewith are proposed changes to the FY 19 Executive Supplemental Budget for the Department of Health – Hawai'i Health Systems Corporation.

Your favorable consideration is requested for the following budget request to amend the Supplemental Budget as follows:

#### OPERATING BUDGET

The following budget request is proposed to update amounts requested in the operating budget:

## **Department of Health (HTH)**

### HTH - Maui Health System, A KFH LLC (HTH 214/LS)

Increases general funds for FY 19 by \$4,025,000 for Maui Health System, a Kaiser Foundation Hospitals LLC. This request reflects the need for additional specialty physicians based on a recently completed Physicians Needs Assessment which concluded that over 100 additional physicians are needed on Maui. FY 19 represents the first year of a three-year recruitment plan that includes income guarantees for a minimum of 13 physicians providing care in the areas of neurosurgery, trauma, internal medicine, oncology, psychiatry, pulmonary medicine and urology.

Your staff may contact the appropriate agency for additional information. Your understanding and assistance is appreciated.

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

# Attachment

c: Honorable Donovan M. Dela Cruz Honorable Sylvia Luke

### **OPERATING**

The following budget request is proposed to update amounts requested in the operating budget:

#### **Department of Health (HTH)**

Other Current Expenses

# HTH - Maui Health System, A KFH LLC (HTH 214/LS)

Increases general funds for FY 19 by \$4,025,000 for Maui Health System, a Kaiser Foundation Hospitals LLC. This request reflects the need for additional specialty physicians based on a recently completed Physicians Needs Assessment which concluded that over 100 additional physicians are needed on Maui. FY 19 represents the first year of a three-year recruitment plan that includes income guarantees for a minimum of 13 physicians providing care in the areas of neurosurgery, trauma, internal medicine, oncology, psychiatry, pulmonary medicine and urology.

<u>FY 2018</u>	FY 2019	
	\$4.025.000	Α