HOUSE OF REPRESENTATIVES THIRTIETH LEGISLATURE, 2019 STATE OF HAWAII H.B. NO. 902

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 not only threaten individual health but 5 also cumulatively affect the State's health care costs. Rural 6 areas of Hawaii, 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. Social workers, marriage and family 10 counselors, and nurses are also urgently needed.

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 most frequently lead to professional practice in highly specialized areas of care in urban areas rather than in general practice on the neighbor islands or in rural areas, where the need is greatest. The legislature



1

Page 2

H.B. NO.912

1 further finds that counties in the United States with robust 2 primary health care systems have lower costs and improved 3 patient outcomes. Recognizing this correlation, many states 4 have made the policy decision to dedicate public funds to the 5 development of a strong primary health care workforce.

6 The only loan repayment program currently available in the 7 State is administered by the John A. Burns school of medicine at 8 the University of Hawaii at Manoa. This program leverages 9 private donations to access matching federal funds through the 10 State Loan Repayment Program of the National Health Service 11 Corps of the Department of Health and Human Services. Since 12 September 1, 2012, the loan repayment program has supported 13 forty-two recipients in exchange for work in underserved 14 geographic and practice areas in Hawaii. Currently, health care 15 professionals who have benefited from the loan repayment program **16** : serve the communities of Waianae, Hilo, and Wailuku; at health 17 clinics in Kalihi-Palama Health Center, Queen Emma Clinic, and 18 Waikiki Health Center; and in public institutional settings at 19 the Federal Detention Center in Honolulu and the Halawa 20 correctional facility.



2

Page 3

H.B. NO.**912**

The legislature recognizes the considerable public outcomes
achieved from the general funds allocated in each year of the
2017-2019 biennium to educate, train, and facilitate health care
professionals to work in underserved areas. At this time, the
loan repayment program supports twenty-four providers in Hawaii.

6 The purpose of this Act is to appropriate funds to the 7 department of health to fund the health care provider loan 8 repayment program administered through the John A. Burns school 9 of medicine to provide loan repayment for physicians, physician 10 assistants, psychologists, nurse practitioners, social workers, 11 marriage and family counselors, and nurses who agree to work in 12 a federally-designated health professional shortage area or in a 13 geographic area of Hawaii found to be underserved.

14 SECTION 2. There is appropriated out of the general 15 revenues of the State of Hawaii the sum of \$350,000 or so much 16 thereof as may be necessary for fiscal year 2019-2020 and the 17 same sum or so much thereof as may be necessary for fiscal year 18 2020-2021 for the health care provider loan repayment program; 19 provided that no funds shall be expended unless matched on a 20 dollar-for-dollar basis by funds from a private or another 21 public source.



3

6

H.B. NO.902

1 The sums appropriated shall be expended by the department 2 of health in coordination with the John A. Burns school of medicine at the University of Hawaii at Manoa for the purposes 3 4 of this Act.

5 SECTION 3. This Act shall take effect on July 1, 2019.

INTRODUCED BY: Alla & Butti

JAN 2 2 2019



H.B. NO. 902

Report Title:

Loan Repayment; Health Care Professionals; Matching Funds

Description:

Appropriates funds for the health care provider loan repayment program administered through the John A. Burns School of Medicine of the University of Hawaii at Manoa; provided that the funds are matched on a dollar-for-dollar basis by a private or another public source.

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

