EXECUTIVE CHAMBERS

DAVID Y. IGE GOVERNOR

June 27, 2022

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty-First State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

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

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

This is to inform you that on June 27, 2022, the following bill was signed into law:

SB2624 SD2 HD2 CD1

RELATING TO HEALTH. **ACT 158**

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

A BILL FOR AN ACT

RELATING TO HEALTH.

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 and behavioral health care due to shortages of primary,
4	specialty, and behavioral health care providers. Vulnerable
5	residents, including the elderly, and rural residents experience
6	even greater barriers to health care provider access. These
7	barriers include issues relating to fixed or limited financial
8	resources, lack of physical mobility or other disabilities,
9	cognitive impairment, transportation, and a lack of readily
10	accessible physicians and other health care providers.
11	Telehealth is a viable solution to maximize existing local
12	resources and increase patient convenience and compliance.
13	However, the best available data indicates that the use of
14	telehealth is limited in the State. No more than fifteen per
15	cent of practicing providers in the State report a telehealth

experience, even though the State has some of the most

progressive telehealth laws in the nation.

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1 Preliminary findings from the 2017 State Telehealth Summit 2 confirm that provider comfort and patient expectations are the most significant barriers to greater telehealth adoption. 3 4 Department of health research, including direct observation of 5 strong telehealth programs in other jurisdictions, reveals that 6 staff support is needed to ensure that both the patient and 7 technology are situated correctly for a telehealth encounter. 8 Ideally, staff support should be situated at both the health 9 care provider's and the patient's locations. However, support 10 staff for the patient is critical when the patient is in a non-11 traditional health care setting, including a home, community 12 center, or school. 13 The legislature further finds that establishing a 14 telehealth pilot project will help provide the State's health 15 care providers and patients the benefits of telehealth, increase 16 provider adoption of telehealth, support health care workforce 17 development related to telehealth, and evaluate the clinical and administrative efficacy of various telehealth delivery models. 18 The legislature notes that establishing a rural health care 19 pilot project to pay an availability fee to eligible health care 20

providers servicing rural areas will help encourage providers to

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- 1 prioritize these rural areas. In turn, an increase in provider
- 2 prioritization of these rural areas will increase rural
- 3 residents' access to previously less-than-accessible medical
- 4 specialties.
- 5 Accordingly, the purpose of this Act is to establish and
- 6 fund telehealth and rural health care pilot projects.
- 7 SECTION 2. (a) The department of health shall implement a
- 8 telehealth pilot project.
- 9 (b) The telehealth pilot project shall:
- 10 (1) Assist residents at two distinct project sites, both
- of which shall have a medically underserved area
- designation by the Health Resources and Services
- 13 Administration of the United States Department of
- 14 Health and Human Services; provided that one site
- shall be located in a county with a population of less
- than five hundred thousand and the other site shall be
- 17 located in a county with a population of more than
- five hundred thousand;
- 19 (2) Utilize telehealth as the primary means to deliver
- 20 health care; and

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S.B. NO. 2624 S.D. 2 H.D. 2 C.D. 1

2		or rural health clinic in each project site.
3	(c)	Within six months of the exhaustion of all telehealth
4	pilot pro	ject funds, the department of health shall make
5	available	to the public an evaluation report on the telehealth
6	pilot pro	ject's outcomes, including the quality of care, patient
7	satisfact	ion, training and workforce development issues, and the
8	financial	sustainability of telehealth activities.
9	SECT	ION 3. (a) The department of health shall implement
10	and admin	ister a rural health care pilot project.
11	(b)	The rural health care pilot project shall:
12	(1)	Assist residents in three distinct rural areas, one
13		each on the islands of Maui, Molokai, and Lanai;
14		provided that the area selected on the island of Maui
15		shall be in the Hana district;
16	(2)	Pay a \$250 availability fee to each contracted
17		licensed physician or nurse practitioner providing
18		health care services in one or more of the areas
19		selected pursuant to paragraph (1); provided that each
20		physician or nurse practitioner shall practice in a
21		specialty that is difficult for rural residents to

(3) Include at least one federally-qualified health center

I		access, including but not limited to cardiology,
2		gastroenterology, endocrinology, dermatology,
3		nephrology, and psychiatry; provided further that the
4		availability fee shall be separate from, and in
5		addition to, any charges billed by the physician or
6		nurse practitioner; and
7	(3)	Reimburse each contracted physician or nurse
8		practitioner for any costs, including airfare, lodging
9		costs, and a per diem, that the physician or nurse
10		practitioner deems necessary to provide in-person
11		health care services to patients in the areas selected
12		pursuant to paragraph (1).
13	(c)	Within six months of the exhaustion of all rural
14	health ca	re pilot project funds, the department of health shall
15	submit to	the legislature an evaluation report on the rural
16	health ca	re pilot project's outcomes, including the quality of
17	care, pat	ient satisfaction, training and workforce development
18	issues, t	he financial sustainability of the pilot project, and
19	any propo	sed legislation.

(d) The department of health shall contract with eligible

physicians and hospitals, including but not limited to those

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- 1 within the networks of Hawaii Pacific Health, The Queen's Health
- 2 Systems, and Kaiser Permanente, to carry out the rural health
- 3 care pilot project.
- 4 SECTION 4. There is appropriated out of the general
- 5 revenues of the State of Hawaii the sum of \$100,000 or so much
- 6 thereof as may be necessary for fiscal year 2022-2023 for the
- 7 telehealth pilot project established pursuant to section 2 of
- 8 this Act.
- 9 The sum appropriated shall be expended by the department of
- 10 health for the purposes of section 2 of this Act.
- 11 SECTION 5. There is appropriated out of the general
- 12 revenues of the State of Hawaii the sum of \$100,000 or so much
- 13 thereof as may be necessary for fiscal year 2022-2023 for the
- 14 rural health care pilot project established pursuant to section
- 15 3 of this Act.
- 16 The sum appropriated shall be expended by the department of
- 17 health for the purposes of section 3 of this Act.
- 18 SECTION 6. This Act shall take effect on July 1, 2022.

S.B. NO.

APPROVED this 27th day of June , 2022

GOVERNOR OF THE STATE OF HAWAII

THE SENATE OF THE STATE OF HAWAI'I

Date: May 3, 2022 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2022.

Mul Mill
President of the Senate

Clerk of the Senate

SB No. 2624, SD 2, HD 2, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 3, 2022 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2022.

Ocm

Scott K. Saiki Speaker House of Representatives

Mi L. Ille

Brian L. Takeshita

Chief Clerk

House of Representatives