DAVID Y. IGE GOVERNOR OF HAWAI



STATE OF HAWAII DEPARTMENT OF HEALTH

P. O. Box 3378 Honolulu, HI 96801-3378 doh.testimony@doh.hawaii.gov

Testimony in SUPPORT of SB 3125 MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF HEALTH FOR COVID-19 VACCINATIONS

SENATOR JARRETT KEOHOKALOLE, CHAIR SENATE COMMITTEE ON HEALTH

Hearing Date: 2/2/2022 Room Number: VIA VIDEOCONFERENCE

- 1 **Department Testimony:** Thank you for the opportunity to provide testimony in STRONG
- 2 SUPPORT of Senate Bill 3125, which makes an emergency appropriation of funds for the fiscal
- year 2021-2022 to the Department of Health for the sum of \$12,000,000 for COVID-19 surge-
- 4 response vaccination activities through June 30, 2022.
- 5 Vaccines are our first line of response to the COVID-19 pandemic. COVID-19 vaccine is the
- 6 most effective means of preventing serious outcomes of COVID-19, including hospitalization
- 7 and death. While Hawaii is among the top ten states in the country as measured by number of
- 8 vaccine doses administered per population, there remain over 350,000 individuals in the state
- 9 who have yet to complete their primary series. Moreover, there are geographic areas within the
- state, including rural and marginalized communities, in which coverage for COVID-19 vaccine
- primary series remains below 60%, leaving these communities vulnerable to repeated surges of
- infection and at risk of more severe outcomes of COVID-19. Individuals residing in these areas
- who have decreased immune function due to age or underlying conditions and those living in
- congregate settings are particularly at risk. The SARS-CoV-2 virus continues to evolve with
- time, manifesting as new variant strains. Each new variant poses a potential threat of increased
- transmissibility, increased severity, and/or decreased ability of available vaccines and therapeutic
- agents to effectively combat the virus. Consistently high vaccination coverage throughout our
- population is our best available tool to soften the impact of new variant waves, thereby reducing
- 19 strain on our health systems.

- 1 The Department of Health COVID-19 Vaccine response efforts have been supported by federally
- 2 purchased vaccine supplies, federal cooperative agreements to support public health coordination
- 3 and implementation of mass vaccination efforts, and by Federal Emergency Management
- 4 Agency (FEMA) reimbursement of costs incurred by medical providers who administer vaccine.
- 5 The current FEMA provider reimbursement agreement will expire on April 1, 2022. At present,
- 6 there has been no announcement of plans for ongoing federal support for provider
- 7 reimbursement.
- 8 Without ongoing financial support for medical administration of COVID-19 vaccine, progress
- 9 towards higher vaccination coverage rates is anticipated to slow, particularly in marginalized
- 10 communities where access to routine medical care is already limited. Funds provided through
- 11 federal cooperative agreements to the Department of Health have already been expended or
- committed to building and maintaining the human, operational, and information system
- infrastructure needed to successfully coordinate the statewide COVID-19 vaccination campaign.
- Hence, these funds provide the backbone for the response but are not sufficient to provide the
- medical support necessary to continue to administer vaccine in all of the locales where it is most
- 16 needed.
- 17 **Offered Amendment:** Change page 1, section 2 to: "...Current federal funding from the United
- States Federal Emergency Management Agency will expire in March [2021] 2022. Additional
- state funds are needed to support community vaccination efforts through April, May, and June
- 20 [2021] 2022..."
- 21 Thank you for the opportunity to testify on this measure.



Testimony to the Senate Committee on Health Wednesday, February 2, 2022; 1:00 p.m. Via Videoconference

RE: SENATE BILL NO. 3125, MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF HEALTH FOR COVID-19 VACCINATIONS.

Chair Keohokalole, Vice Chair Baker, and Members of the Committee:

The Hawaii Primary Care Association (HPCA) is a 501(c)(3) organization established to advocate for, expand access to, and sustain high quality care through the statewide network of Community Health Centers throughout the State of Hawaii. The HPCA <u>SUPPORTS</u> Senate Bill No. 3125, MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF HEALTH FOR COVID-19 VACCINATIONS.

By way of background, the HPCA represents Hawaii's FQHCs. FQHCs provide desperately needed medical services at the frontlines in rural and underserved communities. Long considered champions for creating a more sustainable, integrated, and wellness-oriented system of health, FQHCs provide a more efficient, more effective and more comprehensive system of healthcare.

This bill, as received by your Committee, would appropriate \$12,000,000 in general funds for fiscal year 2021-2022, to be expended by the Department of Health, for surge-response vaccination activities.

The HPCA notes that in compliance with Section 9 of Article VII of the Constitution of the State of Hawaii, Governor David Y. Ige transmitted Governor's Message No. 2, dated January 26, 2022, requesting expeditious consideration of Senate Bill No. 3125. (<u>See</u>, Gov. Msg. No. 2 to Senate President Kouchi and Speaker Saiki, dated January 26, 2022.)

Ever since COVID-19 hit Hawaii's shores, FQHCs have worked with our partner health care providers and the State Department of Health, the Counties of Hawaii, Kauai, and Maui, and the City and County of Honolulu to plan and implement the enormous task of immunizing Hawaii's citizens. The federal government has helped enormously by fast-tracking the vaccine and paying for the hundreds of millions of doses that will need to be distributed throughout our Nation.

Testimony on Senate Bill No. 3125 Wednesday, February 2, 2022; 1:00 p.m. Page 2

However, the federal government is not paying for the administrative costs of delivering this medication to citizens. This includes, among other things, the purchase of needles, syringes, personal protection equipment, as well as the time of health care professionals away from their normal duties to perform this added responsibility.

The immunization plan is just one example of how COVID has had a profound systemic impact on all government services provided by the State of Hawaii. There are many more issues just like this that the Administration has had to address immediately and decisively, including those related to civil defense, transportation, human services, health and public safety just to name a few.

This bill would provide desperately needed resources to ensure that public is able to receive vaccinations and boosters as they are needed. <u>In light of this, we respectfully urge your favorable</u> consideration of this measure.

Thank you for the opportunity to testify. Should you have any questions, please do not hesitate to contact Public Affairs and Policy Director Erik K. Abe at 536-8442, or eabe@hawaiipca.net.

EMPLOYEES' RETIREMENT SYSTEM
HAWAI'I EMPLOYER-UNION HEALTH BENEFITS TRUST FUND

OFFICE OF THE PUBLIC DEFENDER



STATE OF HAWAI'I
DEPARTMENT OF BUDGET AND FINANCE

P.O. BOX 150 HONOLULU. HAWAI'I 96810-0150 CRAIG K. HIRAI

GLORIA CHANG DEPUTY DIRECTOR

ADMINISTRATIVE AND RESEARCH OFFICE BUDGET, PROGRAM PLANNING AND MANAGEMENT DIVISION FINANCIAL ADMINISTRATION DIVISION OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

WRITTEN ONLY

TESTIMONY BY CRAIG K. HIRAI
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE SENATE COMMITTEE ON HEALTH
ON
SENATE BILL NO. 3125

February 2, 2022 1:00 p.m. Via Videoconference

MAKING AN EMERGENCY APPROPRIATION TO THE DEPARTMENT OF HEALTH FOR COVID-19 VACCINATIONS

The Department of Budget and Finance (B&F) offers comments on Senate Bill (S.B.) No. 3125.

S.B. No. 3125 appropriates \$12,000,000 in general funds in FY 22 to the Department of Health for surge-response vaccination activities.

B&F notes that the federal Coronavirus Response and Relief Supplemental Appropriations Act requires that states receiving Elementary and Secondary School Emergency Relief (ESSER) II funds and Governor's Emergency Education Relief II funds must maintain state support for:

- Elementary and secondary education in FY 22 at least at the proportional level of the state's support for elementary and secondary education relative to the state's overall spending, averaged over FYs 17, 18 and 19; and
- Higher education in FY 22 at least at the proportional level of the state's support for higher education relative to the state's overall spending, averaged over FYs 17, 18 and 19.

Further, the federal American Rescue Plan (ARP) Act requires that states receiving ARP ESSER funds must maintain state support for:

- Elementary and secondary education in FY 22 and FY 23 at least at the proportional level of the state's support for elementary and secondary education relative to the state's overall spending, averaged over FYs 17, 18 and 19; and
- Higher education in FY 22 and FY 23 at least at the proportional level of the state's support for higher education relative to the state's overall spending, averaged over FYs 17, 18 and 19.

The U.S. Department of Education has issued rules governing how these maintenance of effort (MOE) requirements are to be administered. B&F will be working with the money committees of the Legislature to ensure that the State of Hawai'i complies with these ESSER MOE requirements.

Thank you for your consideration of our comments.



January 30, 2022

The Honorable Jarrett Keohokalole, Chair The Honorable Rosalyn H. Baker, Vice Chair Senate Committee on Health

Re: SB 3125 – Making an Emergency Appropriation to the Department of Health for COVID-19 Vaccinations

Dear Chair Keohokalole, Vice Chair Baker, and Committee Members:

Hawaii Medical Service Association (HMSA) appreciates the opportunity to testify on SB 3125, which makes an emergency appropriation to provide funds to support COVID vaccination activities. Effective upon approval.

HMSA supports the intent of this measure to provide resources to the Department of Health to respond to effectively to the COVID-19 pandemic. We believe that vaccinations are a critical intervention that dramatically decreases the severity of illness as well as the transmission of disease.

Thank you for the opportunity to testify on this measure.

Sincerely,

Matthew W. Sasaki

Director, Government Relations