

EXECUTIVE CHAMBERS HONOLULU

DAVID Y. IGE GOVERNOR

7/7/2022

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 7/7/2022, the following bill was signed into law:

SB2597 SD1 HD1 CD1

RELATING TO LOAN REPAYMENT FOR HEALTH CARE PROFESSIONALS. ACT 263

Sincerely,

Aand VS

DAVID Y. IGE Governor, State of Hawai'i

Approved by the Governor JUL 0 7 2022

THE SENATE THIRTY-FIRST LEGISLATURE, 2022 STATE OF HAWAII S.B. NO. <sup>2597</sup> S.D. 1

ACT 263

H.D. 1 C.D. 1

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# 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 The legislature finds that many Hawaii SECTION 1. 2 residents are unable to obtain timely and appropriate health 3 care due to shortages of primary and behavioral health care 4 professionals in the State. These shortages not only threaten 5 individual health, but the entire State's health care system. 6 Areas of Hawaii that have been designated by the federal 7 government as medically underserved have been most significantly 8 affected by shortages of primary and behavioral health care 9 professionals, including physicians, nurse practitioners, 10 physician assistants, and psychologists. Social workers, 11 marriage and family therapists, and registered nurses are also 12 urgently needed in these areas.

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 frequently lead to professional practice in highly specialized fields of care in urban areas, rather than in general practice on the neighbor islands or in 2022-3195 SB2597 CD1 SMA.doc Page 2

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1 underserved areas in the State where the need is greatest. The
2 legislature further finds that states with robust primary health
3 care systems have lower costs and improved patient outcomes.
4 Recognizing this correlation, many states have made the policy
5 decision to dedicate public funds to the development of a strong
6 primary health care workforce for underserved areas.

7 The legislature also finds that the Hawaii state loan 8 repayment program administered by the John A. Burns school of 9 medicine of the University of Hawaii at Manoa leverages public 10 funds and private donations to access matching federal funds 11 through the National Health Service Corps State Loan Repayment 12 Program of the United States Department of Health and Human Services. Since September 1, 2012, the loan repayment program 13 14 has supported sixty-four recipients in exchange for work 15 commitments in underserved geographic practice areas in Hawaii, 16 with eighty-three per cent remaining in Hawaii and seventy per 17 cent remaining at the site where they performed their service. 18 Currently, health care professionals who have benefited from the 19 loan repayment program serve on all islands and in the 20 communities of Hilo, Kihei, Waianae, Wailuku, and Waimea; at 21 health clinics in Kalihi-Palama and Kokua Kalihi Valley; and in

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public institutional settings at the federal detention center in
 Honolulu, Halawa correctional facility, and Maui County
 correctional center.

The legislature recognizes the considerable positive public outcomes achieved using general fund allocations during the 2017-2018 biennium and fiscal year 2019-2020 to educate, train, and facilitate health care professionals to work in underserved areas. Currently, the loan repayment program supports twenty-eight health care professionals in Hawaii.

10 The purpose of this Act is to appropriate funds to the 11 department of health to fund the Hawaii state loan repayment 12 program administered through the John A. Burns school of 13 medicine of the University of Hawaii at Manoa to provide loan 14 repayment for health care professionals who agree to work in a 15 federally-designated health professional shortage area.

16 SECTION 2. There is appropriated out of the general 17 revenues of the State of Hawaii the sum of \$500,000 or so much 18 thereof as may be necessary for fiscal year 2022-2023 for the 19 Hawaii state loan repayment program administered through the 20 John A. Burns school of medicine of the University of Hawaii at 21 Manoa; provided that no funds shall be released unless matched

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on a dollar-for-dollar basis by funds from a private or another
 public source.

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

7 SECTION 3. This Act shall take effect on July 1, 2022.





APPROVED this 7th day of July , 2022

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GOVERNOR OF THE STATE OF HAWAII

S.B. No. 2597, S.D. 1, H.D. 1, C.D. 1

#### 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.

Fresident of the Senate

and -

Clerk of the Senate

#### 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.

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Scott K. Saiki Speaker House of Representatives

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Brian L. Takeshita Chief Clerk House of Representatives