### THE SENATE THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII

### **S.B. NO.** <sup>3126</sup> S.D. 1 H.D. 1

## A BILL FOR AN ACT

RELATING TO EMERGENCY AEROMEDICAL SERVICES.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. The legislature finds that most rural
communities have fewer health care resources compared to
residents on Oahu, including access to advanced levels of trauma
care, medical specialists, and sub-specialists. This puts
patients in these underserved areas at greater risk of poor
outcomes for serious medical conditions such as heart attacks,
strokes, and traumatic bodily injuries.

8 The existing system of interisland transport of patients 9 for health care services is overburdened. The State is 10 currently served by only one interisland aeromedical provider, 11 for which there are few viable and cost-effective alternatives 12 in the event of a grounding, for example, due to maintenance 13 issues or crew availability. Emergency aeromedical services are 14 also not available for many patients in rural counties.

15 The legislature further finds that disruptions to 16 interisland medical transports pose a risk to human health and 17 safety, and therefore the consistent availability of interisland

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medical transport and the overall resiliency of emergency
aeromedical services must be improved.

3 One model to improve emergency aeromedical services could 4 be based on the county of Maui's medevac service. Act 213, 5 Session Laws of Hawaii 2007, appropriated general funds for the 6 purchase of a twin-engine helicopter capable of medical transport between Maui and Oahu to be operated by the county of 7 8 Maui medical emergency aeromedical services program. The 9 department of health cost shares the helicopter with the county 10 of Maui. The department bills for services and private sector 11 entities are contracted to provide the pilots, aircraft 12 maintenance technicians, and the medical flight staff. The 13 legislature finds that implementing the Maui model across the 14 State will increase the availability of reliable aeromedical 15 transport to all of the State's residents.

Accordingly, the purpose of this Act is to ensure the availability of air ambulance services through the establishment of an emergency aeromedical services partnership program administered by the department of health in partnership with rural counties.

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1	SECTION 2. Chapter 321, Hawaii Revised Statutes, is			
2	amended by adding a new section to part XVIII to be			
3	appropriately designated and to read as follows:			
4	"§321- State emergency aeromedical services partnership			
5	program; established. (a) The department shall establish,			
6	administer, and maintain, in cooperation with each county in the			
7	state emergency medical services system service area, an			
8	emergency aeromedical services partnership program. The			
9	department shall consult with the advisory committee pursuant to			
10	section 321-225 to implement this section.			
11	(b) The department shall enter into a memorandum of			
12	agreement with the county of Kauai, county of Maui, and county			
13	of Hawaii to implement and maintain an emergency aeromedical			
14	services partnership program. At a minimum, each memorandum of			
15	agreement shall define responsibilities as follows:			
16	(1) The department shall provide funds for the provision			
17	and maintenance of a rotary-wing aircraft;			
18	(2) The counties shall provide funds for the operations of			
19	the rotary-wing aircraft, including flight crew and			
20	medical staff; and			

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1	(3) The State and counties shall identify and document
2	applicable federal regulations and jurisdictions, and
3	shall amend the memorandums of agreement as necessary.
4	(c) The county of Kauai, county of Maui, and county of
5	Hawaii shall submit to the department all necessary information
6	for purposes of submitting claims for third-party reimbursement
7	within thirty days of the service for any emergency aeromedical
8	services provided. Funds received from reimbursements shall be
9	deposited into the emergency medical services special fund,
10	established pursuant to section 321-234.
11	(d) The department shall establish statewide standards for
12	the emergency aeromedical services partnership program
13	consistent with this part and applicable federal regulations for
14	those services.
15	(e) The director of health may adopt rules pursuant to
16	chapter 91 to effectuate the purposes of this section.
17	(f) No later than January 4, 2026, the department shall
18	adopt interim rules, which shall be exempt from chapter 91 and
19	chapter 201M, to effectuate the purposes of this section;

20 provided that the interim rules shall remain in effect until

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1	July 1, 2028, or until rules are adopted pursuant to subsection			
2	(e), whichever occurs sooner.			
3	(g) The department may amend the interim rules, and the			
4	amendments shall be exempt from chapters 91 and 201M, to			
5	effectuate the purposes of this section; provided that any			
6	amended interim rules shall remain in effect until July 1, 2028,			
7	or until rules are adopted pursuant to subsection (e), whichever			
8	occurs sooner."			
9	SECTION 3. Section 321-232, Hawaii Revised Statutes, is			
10	amended by amending subsection (a) to read as follows:			
11	"(a) The department shall establish reasonable fees for			
12	services rendered to the public within the service area by the			
13	department, any county within the service area, or private			
14	agency under this part; provided that all revenues collected by			
15	the department and the respective counties pursuant to this			
16	section shall be deposited into the state general fund, except			
17	[amounts]:			
18	(1) Amounts necessary to provide for collection services			
19	for bad debt accounts [+]; and			
20	(2) Funds received from reimbursements for emergency			
21	aeromedical services and deposited into the emergency			

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1	medical services special fund pursuant to section 321-
2	<u>234(c).</u>
3	Fees required to be set by this section shall be established in
4	accordance with chapter 91."
5	SECTION 4. Section 321-234, Hawaii Revised Statutes, is
6	amended by amending subsections (b) and (c) to read as follows:
7	"(b) The moneys in the special fund shall be distributed
8	as follows:
9	(1) Beginning with fiscal year 2021-2022, \$3,500,000 shall
10	be distributed each fiscal year to a county operating
11	a county emergency medical services system pursuant to
12	part XI of chapter 46 for the operation of that
13	system; [and]
14	(2) Beginning with fiscal year 2024-2025, each quarter,
15	the deposits from reimbursements for emergency
16	aeromedical services for the previous quarter shall be
17	disbursed to the counties in the service area as
18	follows:
19	(A) Fifty per cent shall be divided equally among the
20	counties; and

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1		(B) Fifty per cent shall be divided proportionately	
2		based on the billed amount submitted by each	
3		county; and	
4	(3)	The remainder shall be distributed to the department	
5		for operating the system established pursuant to this	
6		chapter, including enhanced and expanded services, and	
7		shall not be used to supplant funding for emergency	
8		medical services authorized prior to July 1, 2004.	
9	(c)	Fees remitted pursuant to section 249-31, cigarette	
10	tax reven	les designated under section 245-15, interest and	
11	investment earnings attributable to the moneys in the special		
12	fund, leg	Islative appropriations, and grants, donations, [ <del>and</del> ]	
13	contribut	ions from private or public sources for the purposes of	
14	the fund,	and funds received from reimbursements for emergency	
15	aeromedic	al services pursuant to section 321- , shall be	
16	deposited	into the special fund."	
17	SECT	CON 5. In accordance with section 9 of article VII of	
18	the Hawai	State Constitution and sections 37-91 and 37-93,	
19	Hawaii Re	vised Statutes, the legislature has determined that the	
20	appropria	cions contained in Act 164, Regular Session of 2023,	
21	and this a	act will cause the state general fund expenditure	

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1 ceiling for fiscal year 2024-2025 to be exceeded by 2 \$ or per cent. This current declaration takes 3 into account general fund appropriations authorized for fiscal 4 year 2024-2025 in Act 164, Regular Session of 2023, and this Act 5 only. The reasons for exceeding the general fund expenditure 6 ceiling are that: 7 (1)The appropriation made in this Act is necessary to 8 serve the public interest; and 9 (2) The appropriation made in this Act meets the needs 10 addressed by this Act. 11 SECTION 6. There is appropriated out of the general 12 revenues of the State of Hawaii the sum of \$ or so 13 much thereof as may be necessary for fiscal year 2024-2025 to be 14 deposited into the emergency medical services special fund. 15 SECTION 7. There is appropriated out of the emergency 16 medical services special fund the sum of \$ or so much 17 thereof as may be necessary for fiscal year 2024-2025 for the 18 establishment of the emergency aeromedical services partnership 19 program.

20 The sum appropriated shall be expended by the department of21 health for the purposes of this Act.

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1	SECTION 8. Statutory material to be repealed is bracketed
2	and stricken. New statutory material is underscored.
3	SECTION 9. This Act shall take effect on July 1, 3000.





### Report Title:

DOH; Emergency Aeromedical Services Partnership Program; Established; Rules; Appropriation; Expenditure Ceiling

#### Description:

Establishes an Emergency Aeromedical Services Partnership Program to be administered by the Department of Health in counties with a population less than 500,000. Requires costsharing for program operations and maintenance and revenue sharing between the State and Counties of Hawaii, Kauai, and Maui. Authorizes deposits into the Emergency Medical Services Special Fund. Requires rulemaking. Appropriates funds. Effective 7/1/3000. (HD1)

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

