STAND. COM. REP. NO. 1420

Honolulu, Hawaii

, 2025 MAR 21 RE: S.B. No. 299 S.D. 2 H.D. 1

Honorable Nadine K. Nakamura Speaker, House of Representatives Thirty-Third State Legislature Regular Session of 2025 State of Hawaii

Madame:

Your Committee on Health, to which was referred S.B. No. 299, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO LOAN REPAYMENT FOR HEALTHCARE PROFESSIONALS,"

begs leave to report as follows:

The purpose of this measure is to appropriate funds to the Healthcare Education Loan Repayment Program to continue to provide loan repayment assistance to health care workers in Hawaii.

Your Committee received testimony in support of this measure from the Office of the Governor; Department of Health; State Health Planning and Development Agency; University of Hawai'i at Mānoa John A. Burns School of Medicine; one member of the Kaua'i County Council; Healthcare Association of Hawaii; Hawai'i Pacific Health; Hawaii Medical Association; Democratic Party of Hawai'i; Hawai'i - American Nurses Association; Hawaii Substance Abuse Coalition; Liberty Dialysis-Hawai'i; Hawai'i Primary Care Association; The Queen's Health Systems; Hawai'i Nurses' Association - OPEIU Local 50; Hawaii Medical Service Association; Hawaii Association of Health Plans; Hawaii Dental Association; Kaiser Permanente Hawai'i; AlohaCare; and two individuals.



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Your Committee finds that a persistent workforce shortage in Hawaii's health care industry has created difficulties for patients trying to access health care services, in part because of the combination of the State's high cost of living and the large amount of educational debt carried by many health care professionals. Your Committee further finds that the Legislature appropriated a total of \$30,000,000 over the 2024-2025 fiscal biennium to fund a Healthcare Education Loan Repayment Program (HELP), which assists health care professionals in Hawaii with repaying their health care education loans in exchange for a commitment to provide at least two years of health care service to patients in Hawaii.

In 2023, HELP awarded loan repayments to eight hundred ninety health care workers, including two hundred thirty-eight primary care providers and two hundred fifty behavioral health providers, and had approximately one thousand five hundred applicants waitlisted; these waitlisted applicants will be reviewed, and awards will continue to be provided to the extent that funding is available for 2024 applications. The program awarded grants to a wide range of health care providers, including case managers, certified nurse assistants, social workers, registered nurses, and physicians. Your Committee believes that continuing to fund this program will help the State address its health care workforce shortages, encourage health care professionals to remain in the State, and ensure Hawaii's residents receive timely access to health care services.

Your Committee has amended this measure by:

- Requiring applicants for loan repayment assistance to commit to two years of full-time service in the State;
- (2) Changing the effective date to July 1, 3000, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

Your Committee respectfully requests your Committee on Finance, should it deliberate on this measure, to consider an appropriation amount of \$30,000,000.



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As affirmed by the record of votes of the members of your Committee on Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 299, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 299, S.D. 2, H.D. 1, and be referred to your Committee on Finance.

> Respectfully submitted on behalf of the members of the Committee on Health,



State of Hawaii House of Representatives The Thirty-third Legislature

HSUR 1420

Record of Votes of the Committee on Health

| Bill/Resolution No.: SB & 99 SD2 HL | Referral: T, FIN | Date: | erch 10 | 2025 |
|--|---------------------|-----------|------------------------|--|
| The committee is reconsidering its previous decision on the measure. | | | | |
| The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit) | | | | |
| HLT Members | Ayes | Ayes (WR) | Nays | Excused |
| 1. TAKAYAMA, Gregg (C) | X | | | |
| | | | | |
| 2. KEOHOKAPU-LEE LOY, Sue L. (VC) | X | | | |
| | | | | |
| 3. AMATO, Terez | | | | |
| 4. CHUN, Cory M. | | | <u>(92-, 36.</u> | |
| | | | | |
| 5. MARTEN, Lisa | X | | NAMES & SCHOOL STREET, | and the second of the second s |
| | | | | |
| 6. OLDS, Ikaika | X | | | |
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| 7. TAKENOUCHI, Jenna | X | | and the second second | |
| 8. ALCOS III, David | | | | |
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| 9. GARCIA, Diamond | X | | | |
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| TOTAL (9) | 9 | | | |
| The recommendation is: Adopted Not Adopted | | | | |
| If joint referral, did not support recommendation. | | | | |
| Vice Chair's or designee's signature: | | | | |
| Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO | | | | |