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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           SECTION 1. The legislature finds that many Hawaii  
2 residents are unable to obtain timely and appropriate health  
3 care due to shortages of primary health care providers in the  
4 State. These shortages threaten individual health and  
5 cumulatively affect the State's health care costs. The State's  
6 rural areas, which have been designated by the federal  
7 government as medically underserved areas, have been most  
8 significantly affected by shortages of primary and behavioral  
9 health care providers.

10           The increasingly high cost of education for health care  
11 professionals binds graduates to a career path focused on  
12 pursuing an income that makes it possible to repay often  
13 exorbitant student loans. These career paths most often lead to  
14 professional practice in highly specialized areas of care in  
15 urban areas and not to general practice on neighbor islands or  
16 in rural areas where the need is greatest. The legislature  
17 finds that counties in the United States with robust primary  
18 health care systems have lower costs and improved patient



1 outcomes. Recognizing this relationship, many states have made  
2 the policy decision to dedicate public funds to the development  
3 of a strong primary health care workforce.

4 The only loan repayment program currently available in this  
5 State is administered by the John A. Burns school of medicine at  
6 the University of Hawaii at Manoa. This program leverages  
7 private donations to access matching federal funds through the  
8 State Loan Repayment Program of the National Health Service  
9 Corps branch of the Department of Health and Human Services.  
10 Since September 1, 2012, a total of twenty-five physicians,  
11 nurse practitioners, and psychologists have received loan  
12 repayment assistance through the program in exchange for work in  
13 underserved geographic and practice areas in Hawaii. Currently,  
14 health care professionals who have benefited from the loan  
15 repayment program serve in the community in Waianae, Hilo, and  
16 Wailuku; at health clinics in Kalihi-Palama Health Center, Queen  
17 Emma Clinic, and Waikiki Health Center; and in public  
18 institutional settings at the Federal Detention Center, Honolulu  
19 and Halawa correctional facility.

20 The purpose of this Act is to appropriate funds to the  
21 department of health to fund the health care provider loan



1 repayment program administered through the John A. Burns school  
2 of medicine to provide loan repayment for physicians, physician  
3 assistants, psychologists, and nurse practitioners who agree to  
4 work in a federally-designated health professional shortage area  
5 or an area of Hawaii found to be underserved.

6 SECTION 2. There is appropriated out of the general  
7 revenues of the State of Hawaii the sum of \$250,000 or so much  
8 thereof as may be necessary for fiscal year 2017-2018 and the  
9 same sum or so much thereof as may be necessary for fiscal year  
10 2018-2019 for the health care provider loan repayment program;  
11 provided that no funds shall be expended unless matched on a  
12 dollar-for-dollar basis by funds from a private or other public  
13 source.

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

18 SECTION 3. This Act shall take effect on July 1, 2017.



H.B. NO.

916  
H.D. 1  
S.D. 2  
C.D. 1

**Report Title:**

Health Care Professionals; Loan Repayment; Appropriation

**Description:**

Makes an appropriation for the health care provider loan repayment program administered through the John A. Burns School of Medicine. (HB916 CD1)

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

