

Honolulu, Hawaii

FEB 14 2020

RE: S.B. No. 31
S.D. 2

Honorable Ronald D. Kouchi
President of the Senate
Thirtieth State Legislature
Regular Session of 2020
State of Hawaii

Sir:

Your Committee on Commerce, Consumer Protection, and Health,
to which was referred S.B. No. 31, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HEALTH,"

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Revise the definition of "primary care providers" and "volunteer based supervised clinical training rotation" to improve accessibility for providers to receive income tax credits for acting as preceptors; and
- (2) Add the Director of Health and Director of Taxation to the preceptor credit assurance committee.

Your Committee received testimony in support of this measure from the Department of Health; Department of Taxation; University of Hawai'i System; Hawaii State Rural Health Association; Hawai'i State Center for Nursing; Hawaii - American Nurses Association; Hawai'i Primary Care Association; The Queen's Health Systems; National Association of Social Workers, Hawai'i Chapter; and eleven individuals. Your Committee received comments on this measure from the Tax Foundation of Hawaii.

Your Committee finds that there is a shortage of primary care providers in the State, which will be exacerbated by the projected



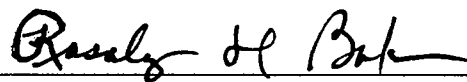
retirements of current physicians, advanced practice registered nurses, and pharmacists. Although students are interested in pursuing careers in the health care service industry in Hawaii, in-state educational institutions are constrained by the lack of clinical education sites in Hawaii and the limited supply of qualified primary care preceptors. This measure encourages participation of preceptors by offering a tax credit for professionals who serve as preceptors.

Your Committee has amended this measure by:

- (1) Clarifying the qualifications of a preceptor under the definition of "volunteer-based supervised clinical training rotation" to include being uncompensated for providing clinical training above or beyond clinical salary or reimbursements or from state general funds or tuition funds;
- (2) Removing the Director of Taxation, or the Director's designee, from the Preceptor Credit Assurance Committee; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Commerce, Consumer Protection, and Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 31, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 31, S.D. 2, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Commerce, Consumer
Protection, and Health,




ROSALYN H. BAKER, Chair



The Senate
Thirtieth Legislature
State of Hawai'i

Record of Votes
Committee on Commerce, Consumer Protection, and Health
CPH

Bill / Resolution No.:* <i>SB 31, SDI</i>	Committee Referral: <i>CPH, WAM</i>	Date: <i>2/12/20</i>		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
BAKER, Rosalyn H. (C)	✓			
CHANG, Stanley (VC)	✓			
NISHIHARA, Clarence K.	✓			
RUDERMAN, Russell E.	✓			
THIELEN, Laura H.	✓			
WAKAI, Glenn	✓			
FEVELLA, Kurt				✓
TOTAL	6			1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <div style="text-align:center;"></div>				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes