



**DEPARTMENT OF BUSINESS,  
ECONOMIC DEVELOPMENT & TOURISM**  
KA 'OIHANA HO'OMOHALA PĀ'OIHANA, 'IMI WAIWAI  
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Statement of  
**CHRIS J. SADAYASU**  
Director  
Department of Business, Economic Development, and Tourism  
before the  
**SENATE COMMITTEE ON WAYS AND MEANS**

Wednesday, February 15, 2023  
10:30 AM  
State Capitol, Conference Room 211

In consideration of  
**SB 1317, SD1**  
**RELATING TO BROADBAND.**

Chair Dela Cruz, Vice Chair Keith-Agaran and members of the Committee. The Department of Business, Economic Development and Tourism (DBEDT) **supports SB1317, SD1** that appropriates general fund moneys that are required to match federal moneys for broadband programs and requires the Office of the Lieutenant Governor to convene and chair the working group established pursuant to Act 231 (SLH 2022).

In the Notice of Funding Opportunity for the Broadband, Equity, Access, and Deployment issued on May 13, 2022, by the National Telecommunications and Information Administration (NTIA-BEAD-2022) it states each *Eligible Entity shall provide, require its subgrantee to provide, or provide in concert with its subgrantee, matching funds of not less than 25 percent of project costs.* This moneys will help to meet that requirement.

Over the course of the last three years, the COVID-19 pandemic has spotlighted the need for broadband infrastructure and digital equity for all of Hawai'i's residents and community stakeholders. Consequently, the federal government identified the need to fund broadband infrastructure and digital equity programs across the country.

With this once in a generation opportunity, it is important that we meet this requirement to maximize the federal government's investment in Hawai'i.

Thank you for the opportunity to submit this testimony.



**Testimony to the Senate Committee on Ways and Means  
Wednesday, February 15, 2023; 10:30 a.m.  
State Capitol, Conference Room 211  
Via Videoconference**

**RE: SENATE BILL NO. 1317, SENATE DRAFT 1, RELATING TO BROADBAND**

Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of the Committee:

The Hawaii Primary Care Association (HPCA) is a 501(c)(3) organization established to advocate for, expand access to, and sustain high quality care through the statewide network of Community Health Centers throughout the State of Hawaii. The HPCA **SUPPORTS** Senate Bill No. 1317, Senate Draft 1, RELATING TO BROADBAND.

By way of background, the HPCA represents Hawaii's Federally Qualified Health Centers (FQHCs). FQHCs provide desperately needed medical services at the frontlines to over 150,000 patients each year who live in rural and underserved communities. Long considered champions for creating a more sustainable, integrated, and wellness-oriented system of health, FQHCs provide a more efficient, more effective and more comprehensive system of healthcare.

This bill, as received by your Committee, would:

- (1) Appropriate \$33,000,000 in general funds for fiscal year 2023-2024, to provide matching funds for the broadband equity, access, and deployment program (Program), and stipulate that these funds not lapse at the end of the fiscal year, and that all moneys not encumbered as of June 30, 2026 lapse to the general fund;
- (2) Appropriate \$95,000,000 in Infrastructure Investment and Jobs Act Funds for fiscal year 2023-2024, to provide for the Program;
- (3) Appropriate an unspecified amount of general funds for fiscal years 2023-2024 and 2024-2025 to provide additional matching funds required to access federal funds for programs related to broadband, and stipulate that these funds not lapse at the end of the fiscal year, and that all moneys not encumbered as of June 30, 2026 lapse to the general fund; and

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(4) Take effect on July 1, 2023.

This bill would also clarify that the Office of the Lieutenant Governor, instead of the University of Hawaii Broadband and Digital Equity Office, shall serve as the Chair of the working group to determine the appropriate governance structure to implement, operate, and maintain broadband infrastructure development in the State.

Hawaii has long been at the forefront of integrating newer technologies into daily life. One example of this is Hawaii's Telehealth Law which has served as a model across the United States. Yet, it was only after COVID struck our islands that this law became fully integrated into daily life.

Today, it is common practice to ZOOM or SKYPE with your health practitioner instead of physically going to the provider's office for a visit. When COVID first hit our islands, many health providers had to limit the number of patients that could be serviced in-person because of a scarcity of Personal Protective Equipment, restrictions in the gatherings of groups, and the need for changes to the physical arrangement of examination rooms and other diagnostic facilities.

For people with adequate broadband access, telehealth was a lifeline for the provision of essential primary health care services. Yet, health care facilities in rural areas experienced the same problems when COVID hit. They too had to limit the number of patients they could see. But because these communities lacked adequate broadband access, they were effectively cut off from primary care. Many were forced to bear their maladies until it became necessary to go to the emergency room.

Because of this, the HPCA views the lack of broadband access in rural areas as an issue of social equity. In this day and age, everyone should have equal access to health care. Telehealth was envisioned as the means of leveling the field between urban and rural areas. The lack of broadband ensures that urban and rural communities remain unequal.

**For these reasons, the HPCA urges your favorable consideration of this measure.**

Thank you for the opportunity to testify. Should you have any questions, please do not hesitate to contact Public Affairs and Policy Director Erik K. Abe at 536-8442, or eabe@hawaiiipca.net.