A BILL FOR AN ACT

RELATING TO EMERGENCY AEROMEDICAL SERVICES.

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

- 1 SECTION 1. The legislature finds that most rural
- 2 communities have fewer health care resources compared to
- 3 residents on Oahu, including access to advanced levels of trauma
- 4 care, medical specialists, and sub-specialists. This puts
- 5 patients in these underserved areas at greater risk of poor
- 6 outcomes for serious medical conditions such as heart attacks,
- 7 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 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

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- 1 interisland medical transport and the overall resiliency of
- 2 emergency aeromedical services must be improved.
- 3 One model may be based on the county of Maui's medevac
- 4 service. Act 213, Session Laws of Hawaii 2007, appropriated
- 5 general funds for the purchase of a helicopter for the county of
- 6 Maui medical emergency aeromedical services program, established
- 7 in 2003, which is currently equipped with a twin-engine
- 8 helicopter capable of medical transport between Maui and Oahu.
- 9 The department of health cost shares the helicopter with the
- 10 county of Maui. The department bills for services and private
- 11 sector entities are contracted to provide the pilots, aircraft
- 12 maintenance technicians, and the medical flight staff.
- 13 The legislature finds that reliable aeromedical transport
- 14 is essential. The Maui model is suitable to meet the needs of
- 15 the State.
- 16 Accordingly, the purpose of this Act is to ensure the
- 17 availability of air ambulance services through an emergency
- 18 aeromedical services partnership program administered by the
- 19 department of health in partnership with rural counties.

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	<pre>program; established. (a) The department shall establish,</pre>
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

1	(3) The State and counties shall identify and document
2	applicable federal regulations and jurisdictions, and
3	shall amend the memorandum 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	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

- 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:
- "(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
- for bad debt accounts [-]; and
- 20 (2) Revenues collected for emergency aeromedical services
- 21 pursuant to section 321-234(c).

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

1	(3) The remainder shall be distributed to the department
2	for operating the system established pursuant to this
3	chapter, including enhanced and expanded services, and
4	shall not be used to supplant funding for emergency
5	medical services authorized prior to July 1, 2004.
6	(c) Fees remitted pursuant to section 249-31, cigarette
7	tax revenues designated under section 245-15, interest and
8	investment earnings attributable to the moneys in the special
9	fund, legislative appropriations, and grants, donations, [and]
10	contributions from private or public sources for the purposes of
11	the fund, and revenues collected for emergency aeromedical
12	services, shall be deposited into the special fund."
13	SECTION 5. In accordance with section 9 of article VII of
14	the Hawaii State Constitution and sections 37-91 and 37-93,
15	Hawaii Revised Statutes, the legislature has determined that the
16	appropriations contained in Act 164, Regular Session of 2023,
17	and this Act will cause the state general fund expenditure
18	ceiling for fiscal year 2024-2025 to be exceeded by
19	\$ or per cent. This current declaration takes
20	into account general fund appropriations authorized for fiscal
21	year 2024-2025 in Act 164, Regular Session of 2023, and this Act

- 1 only. The reasons for exceeding the general fund expenditure
- 2 ceiling are that:
- 3 (1) The appropriation made in this Act is necessary to
- 4 serve the public interest; and
- 5 (2) The appropriation made in this Act meets the needs
- 6 addressed by this Act.
- 7 SECTION 6. There is appropriated out of the general
- 8 revenues of the State of Hawaii the sum of \$ or so
- 9 much thereof as may be necessary for fiscal year 2024-2025 to be
- 10 deposited into the emergency medical services special fund.
- 11 SECTION 7. There is appropriated out of the emergency
- 12 medical services special fund the sum of \$ or so much
- 13 thereof as may be necessary for fiscal year 2024-2025 for the
- 14 establishment of the emergency aeromedical services partnership
- 15 program.
- 16 The sum appropriated shall be expended by the department of
- 17 health for the purposes of this Act.
- 18 SECTION 8. Statutory material to be repealed is bracketed
- 19 and stricken. New statutory material is underscored.
- 20 SECTION 9. This Act shall take effect on December 31,
- **21** 2050.

Report Title:

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

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 the County of Hawaii, County of Kauai, and County of Maui. Authorizes deposits into the Emergency Medical Services Special Fund. Requires rulemaking. Declares that the general fund expenditure ceiling is exceeded. Makes an appropriation. Takes effect 12/31/2050. (SD1)

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