S.B. NO. 299

JAN 1 5 2025

## A BILL FOR AN ACT

RELATING TO LOAN REPAYMENT FOR HEALTHCARE PROFESSIONALS.

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

SECTION 1. The legislature finds that a persistent
workforce shortage in the health care industry has created
difficulties for patients trying to access care, including
specialized care such as behavioral health services. One of the
reasons that providers often cite for the difficulty of
practicing in Hawaii is financial hardship, with the high cost
of living frequently driving providers to leave the State.

8 The legislature further finds that in 2023, the legislature 9 appropriated a total of \$30,000,000 over fiscal years 2024 and 10 2025 to fund the healthcare education loan repayment program, 11 which assists health care professionals in Hawaii in repaying 12 their health care educational loans in exchange for medical 13 service in Hawaii. By all accounts, the program has been extremely successful, helping to improve the lives of health 14 15 care professionals in the State and making it easier for them to 16 remain and practice in Hawaii.

### 2025-0399 SB HMSO

1

Page 2

### S.B. NO. 299

1 The legislature also finds that eight hundred ninety 2 residents were assisted by the healthcare education loan repayment program, which allocated nearly \$13,000,000 in 2023. 3 Of the eight hundred ninety recipients, two hundred thirty-eight 4 5 were primary care providers, and two hundred fifty were behavioral health specialists. The categories of health care 6 7 providers who were awarded loan repayment assistance are diverse 8 and include case managers, certified nurse assistants, social 9 workers, registered nurses, and physicians.

10 In addition, the legislature finds that while the healthcare education loan repayment program has significantly 11 benefited those who received loan repayment assistance, there 12 13 are still large numbers of health care providers who have not 14 yet received relief, including more than one thousand three hundred who are currently on the waitlist. The legislature 15 additionally finds that it would be in the best interest of the 16 State to continue to fund this transformative program to help 17 address continuing shortages in the health care industry. 18

19 Therefore, the purpose of this Act is to appropriate funds20 to the healthcare education loan repayment program to continue

## 2025-0399 SB HMSO

2

Page 3

# S.B. NO. 299

1 to provide loan repayment assistance to health care workers in 2 Hawaii.

3 SECTION 2. There is appropriated out of the general 4 revenues of the State of Hawaii the sum of \$15,000,000 or so 5 much thereof as may be necessary for fiscal year 2025-2026 and 6 the same sum or so much thereof as may be necessary for fiscal 7 year 2026-2027 for the healthcare education loan repayment 8 program.

9 The sums appropriated shall be expended by the department10 of health for the purposes of this Act.

11 SECTION 3. This Act shall take effect on July 1, 2025.

12

10 INTRODUCED B



# S.B. NO. 299

#### Report Title:

Healthcare Education Loan Repayment Program; Appropriation

#### Description:

Appropriates funds for the Healthcare Education Loan Repayment Program.

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

