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# A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF REVENUE BONDS TO ASSIST HAWAII  
HEALTH SYSTEMS CORPORATION OR ANY OF ITS REGIONAL  
SUBSIDIARY CORPORATIONS.

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

1           SECTION 1. The legislature finds that significant public  
2 benefit will be realized through the planning, construction,  
3 improvement of, and purchase and replacement of equipment for  
4 the facilities of the Hawaii health systems corporation or any  
5 of its regional subsidiary corporations who provide healthcare  
6 services and facilities for all residents. The legislature  
7 further finds that the issuance of revenue bonds under this Act  
8 is in the public interest and for the benefit of public health,  
9 safety, and welfare.

10           SECTION 2. Pursuant to part           , chapter 39, Hawaii  
11 Revised Statutes, the department of budget and finance, with the  
12 approval of the governor, is authorized to issue special purpose  
13 revenue bonds in a total amount not to exceed \$100,000,000, in  
14 one or more series, for the purpose of assisting the Hawaii  
15 health systems corporation, or any of its regional subsidiary  
16 corporations to finance the construction, improvement, and



1 equipment of its healthcare facilities, including the  
2 construction of a new heart, brain, and spine center on Maui,  
3 which will offer the following:

- 4 (1) Cardiovascular Services;
  - 5 (A) Interventional cardiology;
  - 6 (B) Electrophysiology;
  - 7 (C) Vascular/endovascular;
  - 8 (D) Heart surgery;
  - 9 (E) Cardiac rehab;
  - 10 (F) Disease management;
- 11 (2) Brain Services;
  - 12 (A) Interventional neuro radiology;
- 13 (3) Neurosurgery; and
- 14 (4) Purchase of new and replacement equipment for the  
15 center.

16 SECTION 3. Bond terms. (a) The principal of and interest  
17 on the revenue bonds issued pursuant to section 2 shall be  
18 payable solely from and secured solely by the revenues produced  
19 by the heart, brain, and spine center financed by the bonds.

20 (b) The revenue bonds may also be used to finance  
21 capitalized interest on the bonds and any other expenses  
22 incidental thereto or connected therewith, including planning,

1 design, engineering, inspection, legal, and fiscal agent fees  
2 and costs of the issuance of the revenue bonds.

3 (c) The bonds shall be special, limited obligations of the  
4 State, payable exclusively from and secured by a lien on the  
5 revenues of the heart, brain, and spine center financed by the  
6 bonds.

7 (d) The revenue bonds shall not be secured by the taxing  
8 power of the State. The principal on the bonds and any premiums  
9 upon the redemption thereof shall not constitute or evidence a  
10 debt of the State, nor a legal or equitable pledge, charge,  
11 lien, or encumbrance upon any of its property, or upon any of  
12 its income, receipts, or revenues, except the revenues of the  
13 heart, brain, and spine center financed by the bonds.

14 SECTION 4. The authorization to issue revenue bonds under  
15 this Act shall lapse on June 30, 2012.

16 SECTION 5. This Act shall take effect on July 1, 2007.

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**Report Title:**

Hawaii Health Systems Corporation; Revenue Bonds

**Description:**

Authorizes revenue bonds to assist Hawaii health systems corporation for construction, improvement, and equipment of its healthcare facilities.

