

JAN 24 2007

A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO
ASSIST NOT-FOR-PROFIT CORPORATIONS THAT PROVIDE HEALTH CARE
FACILITIES.

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

1 SECTION 1. The legislature finds that it is in the public
2 interest to encourage development of senior housing communities
3 in the State of Hawaii. The legislature finds that the
4 Craigside Retirement Residence, a not-for-profit Hawaii
5 corporation, is engaged in the development of a senior housing
6 community, with a continuum of care, in Honolulu on the island
7 of Oahu and thereby services the public.

8 The legislature finds that Craigside Retirement Residence
9 may be assisted through the issuance of special purpose revenue
10 bonds because its senior housing community in Honolulu is a
11 health care project as defined in part II, chapter 39A, Hawaii
12 Revised Statutes.

13 SECTION 2. The legislature finds and declares that the
14 issuance of special purpose revenue bonds under this Act is in
15 the public interest and for the public health, safety, and
16 general welfare.



1 SECTION 3. Pursuant to part II, chapter 39A, Hawaii
2 Revised Statutes, the department of budget and finance, with the
3 approval of the governor, is authorized to issue special purpose
4 revenue bonds not to exceed \$120,000,000, in one or more series,
5 for the purpose of assisting Craigside Retirement Residence, a
6 Hawaii not-for-profit corporation, for the purchase of land, and
7 for the planning, design, and construction of a senior housing
8 community. The legislature hereby finds and determines that the
9 Craigside Retirement Residence constitutes a healthcare facility
10 as defined in part II, chapter 39A, Hawaii Revised Statutes, and
11 the financing thereof is assistance to a healthcare facility.

12 SECTION 4. The special purpose revenue bonds and the
13 refunding special purpose revenue bonds issued under this Act
14 shall be issued pursuant to part II, chapter 39A, Hawaii Revised
15 Statutes, relating to the power to issue special purpose revenue
16 bonds to assist Craigside Retirement Residence enterprises.

17 SECTION 5. The department of budget and finance is
18 authorized, from time to time, including times subsequent to
19 June 30, 2012, to issue special purpose revenue bonds in
20 whatever principal amounts the department shall determine to be
21 necessary to refund the special purpose revenue bonds authorized
22 in section 2 and to refund special purpose revenue bonds



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1 authorized in this section, regardless of whether the
2 outstanding special purpose revenue bonds or refunding special
3 purpose revenue bonds have matured or are the subject of
4 redemption or whether the refunding special purpose revenue
5 bonds shall be bonds for the multi-project programs described in
6 section 3. In making this determination, the department shall
7 comply with federal law relating to the exemption from federal
8 income taxation of the interest on bonds of the nature
9 authorized by this section.

10 SECTION 6. The authorization to issue special purpose
11 revenue bonds under this Act shall lapse on June 30, 2012.

12 SECTION 7. This Act shall take effect upon its approval.

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INTRODUCED BY:

~~_____~~ *BJK*
Erzanne Chun Oakland



Report Title:

SPRB; Craigside Retirement Residence

Description:

Authorizes issuance of special purpose revenue bonds for 15 Craigside, a continuing care retirement community, in Nuuanu.

