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# A BILL FOR AN ACT

RELATING TO SPECIAL PURPOSE REVENUE BONDS FOR SACRED HEARTS  
ACADEMY.

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

1           SECTION 1. The legislature finds and declares that the  
2 issuance of special purpose revenue bonds under this Act is in  
3 the public interest and for the public's general welfare.

4           SECTION 2. Pursuant to part VIII, chapter 39A, Hawaii  
5 Revised Statutes, the department of budget and finance, with the  
6 approval of the governor, is authorized to issue special purpose  
7 revenue bonds in the total amount not to exceed \$10,000,000, in  
8 one or more series, for the purpose of assisting Sacred Hearts  
9 Academy to finance the construction and improvement of its  
10 educational facilities in the State of Hawaii. The legislature  
11 finds that the construction and improvement of such educational  
12 facilities constitute a project as defined in part VIII, chapter  
13 39A, Hawaii Revised Statutes, and the financing thereof is  
14 assistance to not-for-profit private nonsectarian and sectarian  
15 elementary schools, secondary schools, colleges, and  
16 universities that serves the general public.



1 SECTION 3. The special purpose revenue bonds and the  
2 refunding special purpose revenue bonds issued under this Act  
3 shall be issued pursuant to part VIII, chapter 39A, Hawaii  
4 Revised Statutes, relating to the power to issue special purpose  
5 revenue bonds to assist not-for-profit private nonsectarian and  
6 sectarian elementary schools, secondary schools, colleges, and  
7 universities that serve the general public.

8 SECTION 4. The special purpose revenue bonds issued under  
9 this Act may be issued in one or more series for a single  
10 project, multiple projects, a single-project party, or  
11 multiple-project parties pursuant to the authority of this Act  
12 or the combined authority of this Act and any one or more other  
13 separate acts of the legislature pursuant to part VIII, chapter  
14 39A, Hawaii Revised Statutes, and the department of budget and  
15 finance may combine into a single issue of special purpose  
16 revenue bonds, in one or more series, two or more proposed  
17 issues of special purpose revenue bonds to be issued pursuant to  
18 part VIII, chapter 39A, Hawaii Revised Statutes, separately  
19 authorized, in the total amount not to exceed the aggregate of  
20 the proposed separate issues of special purpose revenue bonds.

21 SECTION 5. The department of budget and finance is  
22 authorized, from time to time, including times subsequent to



1 June 30, 2012, to issue special purpose revenue bonds in  
2 whatever principal amounts the department shall determine to be  
3 necessary to refund the special purpose revenue bonds authorized  
4 in section 2 and to refund special purpose revenue bonds  
5 authorized in this section, regardless of whether the  
6 outstanding special purpose revenue bonds or refunding special  
7 purpose revenue bonds have matured or are the subject of  
8 redemption or whether the refunding special purpose revenue  
9 bonds shall be bonds for the multi-project programs described in  
10 section 2. In making this determination, the department shall  
11 comply with federal law relating to the exemption from federal  
12 income taxation of the interest on bonds of the nature  
13 authorized by this section.

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

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



**Report Title:**

Special Purpose Revenue Bonds; Not-for-Profit Schools; Sacred  
Hearts Academy

**Description:**

Authorizes the issuance of special purpose revenue bonds for the  
construction and improvement of Sacred Hearts Academy, a  
not-for-profit private sectarian school. (SD1)

