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## A BILL FOR AN ACT

RELATING TO THE UNIVERSITY OF HAWAII.

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

1           SECTION 1. The University of Hawaii has been in the  
2 process of addressing its capital facility needs through the  
3 construction of new projects and the renovation and major repair  
4 of existing facilities. These capital facility needs include  
5 faculty and student housing, additional classroom, laboratory,  
6 and office space, research facilities, utility facilities and  
7 other infrastructure requirements, libraries, student support  
8 facilities, and athletic facilities. Through Act 161, Session  
9 Laws of Hawaii 2007, the University of Hawaii was granted the  
10 authority to issue \$100,000,000 in revenue bonds to help address  
11 the university's capital facility needs. Since that time, the  
12 University of Hawaii has been identifying and prioritizing the  
13 capital facility needs throughout the university system and  
14 plans to use this authority to construct, renovate, and repair  
15 one or more of the following listed projects or other projects  
16 deemed necessary by the University of Hawaii depending on real  
17 estate opportunities that may arise, market and economic  
18 conditions, and changes in the university's priorities:



- 1           (1) Identification and acquisition of existing structures
- 2                   on Oahu for conversion to faculty housing;
- 3           (2) Development of new faculty housing units on Oahu;
- 4           (3) Acquisition and conversion of apartments in Hilo for
- 5                   student housing;
- 6           (4) Student housing renovations at Hale Aloha;
- 7           (5) University of Hawaii - West Oahu Kapolei campus
- 8                   development;
- 9           (6) Waianae education center acquisition;
- 10          (7) Kauiokahaloa Nui faculty housing refinancing;
- 11          (8) Addition to University of Hawaii at Manoa biomedical
- 12                   science building; and
- 13          (9) University of Hawaii at Hilo bookstore campus center
- 14                   addition.

15           The university desires to extend the expiration date of the  
16 university's authority to use the initial \$100,000,000 under Act  
17 161. Moreover, the university is hereby seeking an additional  
18 \$150,000,000 to complete as many of its priority capital  
19 facility construction, renovation, and repair projects as  
20 possible.

21           SECTION 2. Act 161, Session Laws of Hawaii 2007, is  
22 amended by amending sections 6 and 7 to read as follows:

1           "SECTION 6. The board of regents of the University of  
2 Hawaii, with the approval of the governor, is authorized to  
3 issue revenue bonds from time to time to finance, in whole or in  
4 part, the costs of construction or the costs of maintenance of  
5 any university project, including reserves therefor as the board  
6 of regents may direct. The total principal amount of the  
7 revenue bonds authorized by this Act shall not exceed  
8 [~~\$100,000,000,~~] \$250,000,000; provided that neither revenue  
9 bonds issued to refund revenue bonds heretofore issued, to the  
10 extent that such refunding revenue bonds do not exceed the  
11 principal amount of the revenue bonds being refunded, nor  
12 revenue bonds of the board outstanding at the effective date of  
13 this Act shall cause the amount of the above authorization to be  
14 decreased. The revenue bonds shall be issued pursuant to the  
15 provisions of part VI of chapter 304A, Hawaii Revised Statutes.  
16 The principal and interest on the revenue bonds, to the extent  
17 not paid from the proceeds of such bonds, shall be paid solely  
18 from and secured solely by the revenue of the university as  
19 defined in section 304A-A, Hawaii Revised Statutes.

20           SECTION 7. There is appropriated out of the revenue bond  
21 proceeds authorized by this Act the sum of \$100,000,000 or so  
22 much thereof as may be necessary [~~for fiscal year 2007-2008 and~~



1 ~~the same sum or so much thereof as may be necessary]~~ for fiscal  
 2 year 2008-2009 to carry out the purposes of section 6 [-];  
 3 provided that any unexpended and unencumbered balance of the  
 4 appropriation shall not lapse at the end of fiscal year 2008-  
 5 2009 and shall lapse instead on June 30, 2013.

6 There is also appropriated from the proceeds of the revenue  
 7 bonds authorized pursuant to this Act the additional sum of  
 8 \$150,000,000 or so much thereof as may be necessary for fiscal  
 9 year 2009-2010 to carry out the purposes of section 6; provided  
 10 that any unexpended and unencumbered balance of the  
 11 appropriation shall not lapse at the end of fiscal year 2009-  
 12 2010 and shall lapse instead on June 30, 2015.

13 The sums appropriated shall be expended by the board of  
 14 regents of the University of Hawaii."

15 SECTION 3. Statutory material to be repealed is bracketed  
 16 and stricken. New statutory material is underscored.

17 SECTION 4. This Act shall take effect on June 30, 2009.

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INTRODUCED BY:

*[Handwritten signatures and names of legislators]*  
*[Large stylized signature]*  
 Karl N. Wood  
 Zyla B. Berg  
 Candy Evans  
 Karli



**Report Title:**

University of Hawaii; Revenue Bonds

**Description:**

Authorizes the board of regents of the University of Hawaii to issue additional revenue bonds in the principal amount of \$150,000,000 for the purpose of financing the costs of construction or maintenance of capital improvement projects constituting university projects. Appropriates the proceeds of the initial \$100,000,000 of the revenue bonds (as authorized by Act 161, SLH 2007), in the current fiscal year and any of the fiscal years thereafter, to and including fiscal year 2012-2013. Appropriates the proceeds of the additional \$150,000,000 in the current fiscal year and any of the fiscal years thereafter, to and including fiscal year 2014-2015.

