
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. The
14 university plans to use this authority to construct, renovate,
15 and repair the projects deemed necessary by the University of
16 Hawaii. Depending on real estate opportunities that may arise,
17 market and economic conditions, and changes in the university's

1 priorities, these may include but not be limited to: housing
2 development, acquisition, or renovation; new or expanded campus
3 development, and other educational facility development,
4 acquisition, or renovation.

5 To accomplish this, the university desires to extend the
6 expiration date of the university's authority to use the initial
7 \$100,000,000 under Act 161. Moreover, the university seeks an
8 additional \$50,000,000 to complete as many of its priority
9 capital facility construction, renovation, and repair projects
10 as possible.

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

13 "SECTION 6. The board of regents of the University of
14 Hawaii, with the approval of the governor, is authorized to
15 issue revenue bonds from time to time to finance, in whole or in
16 part, the costs of construction or the costs of maintenance of
17 any university project, including reserves therefor as the board
18 of regents may direct. The total principal amount of the
19 revenue bonds authorized by this Act shall not exceed
20 [~~\$100,000,000~~] \$150,000,000; provided that neither revenue
21 bonds issued to refund revenue bonds heretofore issued, to the
22 extent that such refunding revenue bonds do not exceed the

1 principal amount of the revenue bonds being refunded, nor
2 revenue bonds of the board outstanding at the effective date of
3 this Act shall cause the amount of the above authorization to be
4 decreased. The revenue bonds shall be issued pursuant to the
5 provisions of part VI of chapter 304A, Hawaii Revised Statutes.
6 The principal and interest on the revenue bonds, to the extent
7 not paid from the proceeds of such bonds, shall be paid solely
8 from and secured solely by the revenue of the university as
9 defined in section [~~304A-A,~~] 304A-2671, Hawaii Revised Statutes.

10 SECTION 7. There is appropriated out of the revenue bond
11 proceeds authorized by this Act the sum of \$100,000,000 or so
12 much thereof as may be necessary [~~for fiscal year 2007-2008 and~~
13 ~~the same sum or so much thereof as may be necessary]~~ for fiscal
14 year 2008-2009 to carry out the purposes of section 6[-] of this
15 Act; provided that any unexpended and unencumbered balance of
16 the appropriation shall not lapse at the end of fiscal year
17 2008-2009 and shall lapse instead on June 30, 2013, into the
18 general fund.

19 There is also appropriated out of the revenue bond proceeds
20 authorized by this Act, the sum of \$50,000,000 or so much
21 thereof as may be necessary for fiscal year 2009-2010 to carry
22 out the purposes of section 6 of this Act; provided that any

1 unexpended and unencumbered balance of the appropriation shall
2 not lapse at the end of fiscal year 2009-2010 and shall lapse
3 instead on June 30, 2015, into the general fund.

4 The sums appropriated shall be expended by the board of
5 regents of the University of Hawaii."

6 SECTION 3. The University of Hawaii shall notify the
7 legislature upon issue of the additional revenue bonds
8 authorized by section 2 of this Act, including a detailed
9 listing and description of all projects to be funded through the
10 revenue bonds authorized pursuant to this Act.

11 SECTION 4. Statutory material to be repealed is bracketed
12 and stricken. New statutory material is underscored.

13 SECTION 5. This Act shall take effect on July 1, 2090.

Report Title:

University of Hawaii; Revenue Bonds; Appropriation

Description:

Authorizes the University of Hawaii board of regents to issue revenue bonds to finance the costs of construction or maintenance of capital improvement projects; appropriates moneys from the revenue bond proceeds for fiscal year 2008-09 and fiscal year 2009-10, with unexpended and unencumbered balances to lapse to the general fund on June 30, 2013 and June 30, 2015, respectively. (SD2)