
A BILL FOR AN ACT

RELATING TO SPECIAL PURPOSE REVENUE BONDS TO ASSIST THE HAWAII
MEDICAL CENTER.

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

1 SECTION 1. The legislature finds and declares that the
2 health and safety of Hawaii residents is greatly jeopardized by
3 the recent closures of two Oahu hospitals operated by the Hawaii
4 Medical Center. Therefore, the issuance of special purpose
5 revenue bonds under this Act is in the public interest and for
6 the public health, safety, and general welfare.

7 SECTION 2. Pursuant to part II, chapter 39A, Hawaii
8 Revised Statutes, the department of budget and finance, with the
9 approval of the governor, is authorized to issue special purpose
10 revenue bonds in a total amount not to exceed \$1,000,000, in one
11 or more series, for the purpose of assisting the Hawaii Medical
12 Center, a Hawaii not-for-profit corporation, and its not-for-
13 profit subsidiaries, including but not limited to the Hawaii
14 Medical Center West, to finance the continued operation of its
15 health care facilities. The legislature hereby finds and
16 determines that the activities and facilities of the Hawaii
17 Medical Center constitute a project as defined in part II,
18 chapter 39A, Hawaii Revised Statutes, and the financing thereof



1 is assistance to a not-for-profit corporation that provides
2 health care facilities to the general public.

3 SECTION 3. The special purpose revenue bonds and the
4 refunding special purpose revenue bonds issued under this Act
5 shall be issued pursuant to part II, chapter 39A, Hawaii Revised
6 Statutes, relating to the power to issue special purpose revenue
7 bonds to assist not-for-profit corporations that provide health
8 care facilities to the general public.

9 SECTION 4. The department of budget and finance is further
10 authorized to issue, from time to time, refunding special
11 purpose revenue bonds authorized in such principal amounts as
12 the department shall determine to be necessary to refund the
13 special purpose revenue bonds authorized in section 2, and to
14 refund special purpose revenue bonds authorized in this section,
15 regardless of whether the outstanding special purpose revenue
16 bonds or refunding special purpose revenue bonds have matured or
17 are the subject of redemption or whether the refunding special
18 purpose revenue bonds shall be bonds for the multi-project
19 programs described in section 2. In making this determination,
20 the department shall comply with federal law relating to the
21 exemption from federal income taxation of the interest on bonds
22 of the nature authorized by this section.

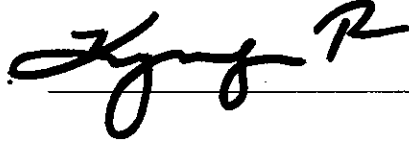
23 SECTION 5. The authorization to issue special purpose
24 revenue bonds under this Act shall lapse on June 30, 2015.



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SECTION 6. This Act shall take effect upon its approval.

INTRODUCED BY:

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JAN 25 2012



H.B. NO. 2884

Report Title:

Special Purpose Revenue Bonds

Description:

Authorizes the issuance of special purpose revenue bonds to assist the Hawaii Medical Center in financing the capital costs related to its operation.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

