
A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR
HAWAII PACIFIC UNIVERSITY.

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 health, safety, and
4 general welfare.

5 SECTION 2. Pursuant to part VIII, chapter 39A, Hawaii
6 Revised Statutes, the department of budget and finance, with the
7 approval of the governor, is authorized to issue special purpose
8 revenue bonds in a total amount not to exceed \$120,000,000, in
9 one or more series, for the purpose of assisting Hawaii Pacific
10 University, a private not-for-profit university, and one or more
11 of its not-for-profit affiliates in financing, refinancing, and
12 reimbursing costs related to the planning, acquisition, and
13 construction of its educational facilities (including student
14 housing and athletic facilities), renovation of existing
15 educational facilities, purchase of tangible assets (including
16 land and improvements), acquisition and installation of
17 information technology, and other capital-related projects for



1 Hawaii Pacific University and any one or more of its not-for-
2 profit affiliates, including, without limitation, any costs that
3 are necessarily or advisably incurred in order to provide such
4 assistance or that are directly or indirectly related to any of
5 the foregoing items. For the purposes of this section, a
6 limited liability company of which Hawaii Pacific University is
7 the sole member shall be considered to be a not-for-profit
8 affiliate of Hawaii Pacific University. The legislature hereby
9 finds and determines that the aforementioned activities and
10 facilities constitute a project as defined in part VIII, chapter
11 39A, Hawaii Revised Statutes, and the financing thereof is
12 assistance to a not-for-profit private nonsectarian university
13 that serves the general public.

14 SECTION 3. The special purpose revenue bonds and the
15 refunding special purpose revenue bonds issued under this Act
16 shall be issued pursuant to part VIII, chapter 39A, Hawaii
17 Revised Statutes, relating to the power to issue special purpose
18 revenue bonds to assist not-for-profit private nonsectarian and
19 sectarian elementary schools, secondary schools, colleges, and
20 universities that serve the general public.

21 SECTION 4. The department of budget and finance is
22 authorized, from time to time, including times subsequent to



1 June 30, 2017, 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 multiple projects described in
10 section 5. In making this determination, the department shall,
11 to the extent practicable, comply with federal law relating to
12 the exemption from federal income taxation of the interest on
13 bonds of the nature authorized by this section. Interest on
14 bonds issued under this Act may be excluded from gross income
15 for federal income-tax purposes or included in gross income for
16 federal income-tax purposes.

17 SECTION 5. The special purpose revenue bonds issued under
18 this Act may be issued in one or more series for a single
19 project, multiple projects, a single-project party, or multiple-
20 project parties pursuant to the authority of this Act or the
21 combined authority of this Act and any one or more other
22 separate Acts of the legislature pursuant to part VIII, chapter



1 39A, Hawaii Revised Statutes, and the department of budget and
2 finance may combine into a single issue of special purpose
3 revenue bonds, in one or more series, two or more proposed
4 issues of special purpose revenue bonds to be issued pursuant to
5 part VIII, chapter 39A, Hawaii Revised Statutes, separately
6 authorized, in the total amount not to exceed the aggregate of
7 the proposed separate issues of special purpose revenue bonds.

8 SECTION 6. The authorization to issue special purpose
9 revenue bonds under this Act shall lapse on June 30, 2017.

10 SECTION 7. This Act shall take effect on July 1, 2012.



Report Title:

Special Purpose Revenue Bonds; Hawaii Pacific University

Description:

Authorizes the issuance of special purpose revenue bonds to assist Hawaii Pacific University. (SD2)

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

