

Honolulu, Hawaii

MAR 21 2012

RE: H.B. No. 2248  
H.D. 2  
S.D. 1

Honorable Shan S. Tsutsui  
President of the Senate  
Twenty-Sixth State Legislature  
Regular Session of 2012  
State of Hawaii

Sir:

Your Committee on Education, to which was referred H.B. No. 2248, H.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR HAWAII PACIFIC UNIVERSITY,"

begs leave to report as follows:

The purpose and intent of this measure is to authorize the issuance of special purpose revenue bonds to assist Hawaii Pacific University and one or more of its not-for-profit affiliates.

Your Committee received testimony in support of this measure from Hawaii Pacific University and Hawaii Association of Independent Schools.

Your Committee finds that this measure will assist Hawaii Pacific University and one or more of its not-for-profit affiliates in, among other things, financing the costs related to the planning, acquisition, and construction of additional educational facilities and renovation of existing facilities.

Your Committee has amended this measure by adding language to clarify that:

- (1) The Department of Budget and Finance shall comply with federal law to the extent practicable in determining whether to issue special purpose revenue bonds in principal amounts necessary to refund the special



purpose revenue bonds authorized for issuance under this measure; and

- (2) Interest on bonds issued under this measure may be excluded from gross income for federal income-tax purposes or included in gross income for federal income-tax purposes.

As affirmed by the record of votes of the members of your Committee on Education that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2248, H.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2248, H.D. 2, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on  
behalf of the members of the  
Committee on Education,



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JILL TOKUDA, Chair



