

STAND. COM. REP. NO.

980

Honolulu, Hawaii

March 18, 2011

RE: S.B. No. 414  
S.D. 3  
H.D. 1

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Sixth State Legislature  
Regular Session of 2011  
State of Hawaii

Sir:

Your Committee on Health, to which was referred S.B. No. 414,  
S.D. 3, entitled:

"A BILL FOR AN ACT RELATING TO THE HAWAII HEALTH SYSTEMS  
CORPORATION,"

begs leave to report as follows:

The purpose of this measure is to give Hawaii Health Systems  
Corporation the ability to fully utilize its real property assets  
to continue to provide health care for the community.

Specifically, this bill:

- (1) Authorizes the Hawaii Health Systems Corporation to  
mortgage its real property; and
- (2) Clarifies that the dollar cap on the municipal leasing  
authority applies to each regional system, annually.

Maui Memorial Medical Center and Hilo Medical Center  
testified in support of this bill. Hawaii Health Systems  
Corporation, Hawaii Government Employees Association, and the  
Office of Veterans' Services offered comments.

SB414 HD1 HSCR HLT HMS 2011-3085

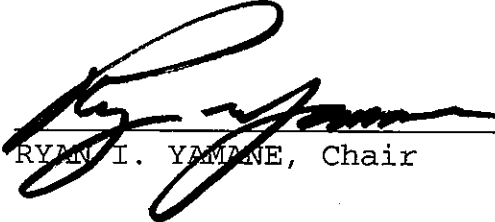


Your Committee has amended this bill by:

- (1) Restricting the terms of mortgages in cases where revenue bonds are granted to no longer than 30 years.
- (2) Clarifying that no property that is affiliated with the United States Department of Veterans Affairs, including properties that serve as veterans' homes, shall be mortgaged;
- (3) Clarifying that no ceded lands shall be mortgaged; and
- (4) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 414, S.D. 3, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 414, S.D. 3, H.D. 1, and be referred to the Committee on Water, Land, & Ocean Resources.

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



RYAN I. YAMANE, Chair



