



EXECUTIVE CHAMBERS
HONOLULU

DAVID Y. IGE
GOVERNOR

July 10, 2018

GOV. MSG. NO. 1293

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Twenty-Ninth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki,
Speaker and Members of the
House of Representatives
Twenty-Ninth State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on July 10, 2018, the following bill was signed into law:

HB2005 HD1 SD2

RELATING TO UNIVERSITY OF HAWAII
REVENUE BONDS
ACT 184 (18)

Sincerely,

DAVID Y. IGE
Governor, State of Hawai'i

A BILL FOR AN ACT

RELATING TO UNIVERSITY OF HAWAII REVENUE BONDS.

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

1 SECTION 1. Allowing the University of Hawaii to issue
2 revenue bonds helps to address the university's deferred
3 maintenance and capital modernization of its aging facilities.
4 University revenue bonds have been used to finance the
5 construction of new projects as well as the renovation and major
6 repair of existing facilities. University projects have
7 included faculty and student housing; additional classroom,
8 laboratory, and office space; research facilities, utility
9 facilities, and other infrastructure requirements; libraries;
10 student support facilities; parking structures; and athletic
11 facilities.

12 State financing support of university facilities is the
13 primary method of funding Hawaii's public university. The State
14 and the university have always considered general obligation
15 bonds as the first approach and means to finance the
16 modernization of the university's campuses. The availability of
17 revenue bonds authority would be a strategic revenue source and



1 supplement to limited general obligation bond funding and only
2 used for financing projects that are revenue-generating or
3 financially appropriate for the university.

4 The purpose of this Act is to authorize the University of
5 Hawaii to issue revenue bonds to complete as many of its
6 priority capital facility construction, renovation,
7 modernization, and repair projects as possible.

8 SECTION 2. The board of regents of the University of
9 Hawaii, with the approval of the governor, is authorized to
10 issue revenue bonds from time to time to finance, in whole or in
11 part, the costs of construction or the costs of maintenance of
12 any university project, including funding reserves therefor as
13 the board of regents may direct. The total principal amount of
14 the revenue bonds authorized by this Act shall not exceed
15 \$100,000,000; provided that neither revenue bonds issued to
16 refund revenue bonds heretofore issued, to the extent that such
17 refunding revenue bonds do not exceed the principal amount of
18 the revenue bonds being refunded, nor revenue bonds of the board
19 outstanding at the effective date of this Act shall cause the
20 amount of the above authorization to be decreased. The revenue
21 bonds shall be issued pursuant to the provisions of part VI of



1 chapter 304A, Hawaii Revised Statutes. The principal and
2 interest on the revenue bonds, to the extent not paid from the
3 proceeds of such bonds, shall be paid solely from and secured
4 solely by the revenue of the university as defined in section
5 304A-2671, Hawaii Revised Statutes.

6 SECTION 3. There is appropriated out of the revenue bond
7 proceeds and interest earned thereon authorized by this Act the
8 sum of \$100,000,000 or so much thereof as may be necessary for
9 fiscal year 2018-2019 to carry out the purposes of section 2 of
10 this Act; provided that any unexpended and unencumbered balance
11 of the appropriation shall not lapse at the end of fiscal year
12 2018-2019 and shall lapse instead on June 30, 2022.

13 The sum appropriated shall be expended by the board of
14 regents of the University of Hawaii.

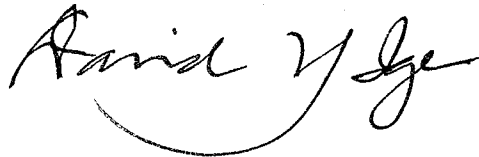
15 SECTION 4. The University of Hawaii shall notify the
16 legislature upon issue of the revenue bonds authorized by
17 section 2 of this Act, including a detailed listing and
18 description of all projects to be funded through the revenue
19 bonds authorized pursuant to this Act.

20 SECTION 5. This Act shall take effect upon approval.



H.B. NO. 2005
H.D. 1
S.D. 2

APPROVED this 10 day of JUL , 2018

A handwritten signature in black ink, appearing to read "David Ige". The signature is fluid and cursive, with a large, sweeping flourish at the bottom.

GOVERNOR OF THE STATE OF HAWAII

HB No. 2005, HD 1, SD 2

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 3, 2018
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Twenty-Ninth Legislature of the State of Hawaii, Regular Session of 2018.



Scott K. Saiki
Speaker
House of Representatives



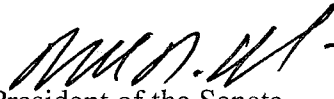
Brian L. Takeshita
Chief Clerk
House of Representatives


H.B. No. 2005, H.D. 1, S.D. 2

THE SENATE OF THE STATE OF HAWAI'I

Date: April 10, 2018
Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the
Senate of the Twenty-ninth Legislature of the State of Hawai'i, Regular Session of 2018.


President of the Senate


Clerk of the Senate