

JAN 20 2023

A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR
NOT-FOR-PROFIT CORPORATIONS THAT PROVIDE HEALTH CARE
FACILITIES TO THE GENERAL PUBLIC.

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 II, 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 \$240,000,000, in
9 one or more series, for the purpose of assisting Hawai'i Pacific
10 Health, a Hawaii nonprofit corporation, and one or more of its
11 nonprofit affiliates to finance the costs of construction of,
12 improvements to, and equipping of health care facilities,
13 including the following:

14 (1) Design, construction, furniture, fixtures, equipment,
15 and information technology of Phase 1 of a multi-phase
16 redevelopment project to existing health care



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1 facilities at Straub Medical Center (Straub) to create
2 a future-forward medical facility to serve the people
3 of Hawaii in the years ahead;

4 (2) Phase 1 involves construction of a new parking
5 facility to triple the number of parking stalls, which
6 will ease congestion and improve accessibility to
7 Straub; renovations also include a conference and
8 meeting center and an employee wellness center to
9 promote employee wellness, as well as the acquisition
10 of equipment, including solar panels to create a more
11 environmentally-friendly medical facility;

12 (3) Planning and design related to Phase 2 - a new
13 sixteen-story hospital tower and low-rise structure
14 with a second rooftop garden. The new tower will
15 include an expanded emergency department, larger
16 patient rooms, and more space to provide exceptional
17 quality care; and

18 (4) Other related projects for Straub.

19 The legislature hereby finds and determines that the
20 activities and facilities of Hawai'i Pacific Health and its
21 nonprofit affiliates constitute a project as defined in part II,



1 chapter 39A, Hawaii Revised Statutes, and the financing thereof
2 is assistance to not-for-profit corporations that provide health
3 care facilities to the general public.

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

10 SECTION 4. The department of budget and finance is
11 authorized, from time to time, including times subsequent to
12 June 30, 2028, to issue special purpose revenue bonds in
13 whatever principal amounts the department shall determine to be
14 necessary to refund the special purpose revenue bonds authorized
15 in section 2 and to refund special purpose revenue bonds
16 authorized in this section, regardless of whether the
17 outstanding special purpose revenue bonds or refunding special
18 purpose revenue bonds have matured or are the subject of
19 redemption or whether the refunding special purpose revenue
20 bonds shall be bonds for the multi-project programs described in
21 section 2. In making this determination, the department shall



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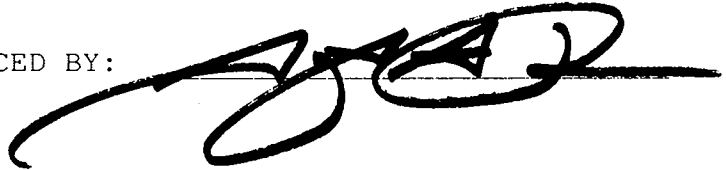
1 comply with federal law relating to the exemption from federal
2 income taxation of the interest on bonds of the nature
3 authorized by this section.

4 SECTION 5. The authorization to issue special purpose
5 revenue bonds under this Act shall lapse on June 30, 2028.

6 SECTION 6. This Act shall take effect on July 1, 2023.

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INTRODUCED BY:

A large, stylized handwritten signature in black ink, written over a horizontal line. The signature is highly cursive and difficult to decipher, but appears to be a name with a prominent initial.

S.B. NO. 601

Report Title:

SPRB; Hawaii Pacific Health

Description:

Authorizes the issuance of special purpose revenue bonds to assist Hawaii Pacific Health.

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

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