

A Bill for an Act Relating to the Issuance of Special Purpose Revenue Bonds for Hawai'i Pacific Health.

*Be It Enacted by the Legislature of the State of Hawaii:*

SECTION 1. The legislature finds and declares that the issuance of special purpose revenue bonds under this Act is in the public interest and for the public health, safety, and general welfare.

SECTION 2. Pursuant to part II, chapter 39A, Hawaii Revised Statutes, the department of budget and finance, with the approval of the governor, is authorized to issue special purpose revenue bonds in a total amount not to exceed \$175,000,000, in one or more series, for the purpose of assisting Hawai'i Pacific Health, a Hawaii nonprofit corporation, the obligated group in which Hawai'i Pacific Health is a member, one or more of Hawai'i Pacific Health's nonprofit affiliates, or any combination thereof, in financing, refinancing, or reimbursing costs related to the construction or renovation of health care facilities.

The legislature hereby finds and determines that the financing, refinancing, or reimbursing costs related to the construction or renovation of health care facilities of Hawai'i Pacific Health, its obligated group and Hawai'i Pacific Health's affiliates, constitute a project as defined in part II, chapter 39A, Hawaii Revised Statutes, and the financing thereof constitutes assistance to a not-for-profit corporation that provides health care facilities to the general public.

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

SECTION 4. The department of budget and finance is authorized, from time to time, including times subsequent to June 30, 2018, to issue special purpose revenue bonds in whatever principal amounts the department shall determine to be necessary to refund the special purpose revenue bonds authorized in section 2 and to refund special purpose revenue bonds authorized in this section, regardless of whether the outstanding special purpose revenue bonds or refunding special purpose revenue bonds have matured or are the subject of redemption or whether the refunding special purpose revenue bonds shall be bonds for the multi-project programs described in section 2. In making this determination, the department shall comply with federal law relating to the exemption from federal income taxation of the interest on bonds of the nature authorized by this section.

SECTION 5. The authorization to issue special purpose revenue bonds under this Act shall lapse on June 30, 2018.

SECTION 6. This Act shall take effect on July 1, 2013.

(Approved June 14, 2013.)