
A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF REVENUE BONDS TO ASSIST HAWAII
HEALTH SYSTEMS CORPORATION OR ANY OF ITS REGIONAL
SUBSIDIARY CORPORATIONS.

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

1 SECTION 1. The legislature finds that significant public
2 benefit will be realized through the planning, construction,
3 improvement of, and purchase and replacement of equipment for
4 the facilities of the Hawaii health systems corporation or any
5 of its regional subsidiary corporations who provide healthcare
6 services and facilities for all residents. The legislature
7 further finds that the issuance of revenue bonds under this Act
8 is in the public interest and for the benefit of public health,
9 safety, and welfare.

10 SECTION 2. Pursuant to part III, chapter 39, Hawaii
11 Revised Statutes, the Hawaii health systems corporation, with
12 the approval of the governor, is authorized to issue revenue
13 bonds in a total amount not to exceed \$100,000,000, in one or
14 more series, for the purpose of assisting the Hawaii health
15 systems corporation, or any of its regional subsidiary
16 corporations to finance the construction and improvement of and



1 purchase of new and replacement equipment for its healthcare
2 facilities, including the construction of a new heart, brain,
3 and spine center on Maui, which will offer the following:

4 (1) Cardiovascular services, including:

5 (A) Interventional cardiology;

6 (B) Electrophysiology;

7 (C) Vascular/endovascular;

8 (D) Heart surgery;

9 (E) Cardiac rehab; and

10 (F) Disease management;

11 (2) Brain services, including interventional neuro
12 radiology; and

13 (3) Neurosurgery.

14 SECTION 3. Bond terms. (a) The principal of and interest
15 on the revenue bonds issued pursuant to section 2 shall be
16 payable solely from and secured solely by the revenues produced
17 by the heart, brain, and spine center financed by the bonds.

18 (b) The revenue bonds may also be used to finance
19 capitalized interest on the bonds and any other expenses
20 incidental thereto or connected therewith, including planning,
21 design, engineering, inspection, legal, and fiscal agent fees
22 and costs of the issuance of the revenue bonds.



1 (c) The bonds shall be special, limited obligations of the
2 Hawaii health systems corporation, payable exclusively from and
3 secured by a lien on the revenues of the heart, brain, and spine
4 center financed by the bonds.

5 (d) The revenue bonds shall not be secured by the taxing
6 power of the State. The principal on the bonds and any premiums
7 upon the redemption thereof shall not constitute or evidence a
8 debt of the State, nor a legal or equitable pledge, charge,
9 lien, or encumbrance upon any of its property, or upon any of
10 its income, receipts, or revenues, except the revenues of the
11 heart, brain, and spine center finance by the bonds.

12 SECTION 4. The authorization to issue revenue bonds under
13 this Act shall lapse on June 30, 2012.

14 SECTION 5. This Act shall take effect on July 1, 2007.



Report Title:

Hawaii Health Systems Corporation; Revenue Bonds

Description:

Authorizes the issuance of revenue bonds to assist the Hawaii Health Systems Corporation in the construction, improvement, and equipment of its healthcare facilities. (HB1764 HD1)

