

STAND. COM. REP. NO.

2202

Honolulu, Hawaii

FEB 12 2008

RE: S.B. No. 2397  
S.D. 1

Honorable Colleen Hanabusa  
President of the Senate  
Twenty-Fourth State Legislature  
Regular Session of 2008  
State of Hawaii

Madam:

Your Committee on Health, to which was referred S.B. No. 2397  
entitled:

"A BILL FOR AN ACT RELATING TO THE ISSUANCE OF SPECIAL  
PURPOSE REVENUE BONDS TO ASSIST CASTLE MEDICAL CENTER AND ITS  
AFFILIATES,"

begs leave to report as follows:

The purpose of this measure is to provide assistance to  
Castle Medical Center and one or more of its nonprofit affiliates,  
in the improvement of health care facilities.

Specifically, this measure authorizes the issuance of special  
purpose revenue bonds to assist Castle Medical Center, or its non-  
profit affiliates, to finance and refinance equipment purchases,  
and for the construction and improvement of health care  
facilities, including the following:

- (1) Remodeling and rebuilding existing health care  
facilities;
- (2) Constructing new health care facilities;
- (3) Purchasing new equipment;
- (4) Refinancing debt; and
- (5) Other related projects for Castle Medical Center and its  
affiliated nonprofit affiliations.



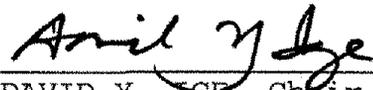
Your Committee received testimony in support of this measure from Castle Medical Center, the Healthcare Association of Hawaii, and one individual. The Department of Budget and Finance submitted comments on this measure.

Your Committee finds that providing financial support in the form of special purpose revenue bonds will ensure the continued provision of quality health service at Castle Medical Center. Your Committee further finds that special purpose revenue bonds are attractive to corporations because they reduce the cost of financing capital projects and are attractive to the State because they do not involve any expenditure of state revenues.

Your Committee has adopted the recommendations of the Department of Budget and Finance and amended this measure by inserting technical language regarding the lapsing on June 30, 2013 of the authorization to issue special purpose revenue bonds.

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. 2397, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2397, S.D. 1, and be referred to the Committee on Ways and Means.

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

  
\_\_\_\_\_  
DAVID Y. IGE, Chair

The Senate  
 Twenty-Fourth Legislature  
 State of Hawaii

**Record of Votes**  
**Committee on Health**  
**HTH**

Bill / Resolution No.:* <b>SB 2397</b>	Committee Referral: <b>HTH, WAM</b>	Date: <b>02/08/08</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
<b>Members</b>	<b>Aye</b>	<b>Aye (WR)</b>	<b>Nay</b>	<b>Excused</b>
IGE, David Y. (C)	✓			
FUKUNAGA, Carol (VC)	✓			
BAKER, Rosalyn H.	✓			
MENOR, Ron				✓
WHALEN, Paul				✓
<b>TOTAL</b>	<b>3</b>			<b>2</b>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
<b>Distribution:</b> Original     Yellow     Pink     Goldenrod File with Committee Report     Clerk's Office     Drafting Agency     Committee File Copy				

\*Only one measure per Record of Votes