## A BILL FOR AN ACT

RELATING TO STATE FACILITIES.

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

1	SECTION 1. The Hawaii Revised Statutes is amended by				
2	adding a new chapter to be appropriately designated and to read				
3	as follows:				
4	"CHAPTER				
5	STATE FACILITY RENOVATION PARTNERSHIP PROGRAM				
6	<b>§ Definitions.</b> As used in this chapter:				
7	"Department" means the department of accounting and general				
8	services.				
9	"Private investor" means a non-governmental entity.				
10	State facility renovation partnership program;				
11	established. (a) There is established the state facility				
12	renovation partnership program to be administered by the				
13	department.				
14	(b) The department shall conduct annually a comprehensive				
15	review of all facilities owned by the State and shall compile a				
16	list of priority facilities situated on state-owned land that it				
17	deems best suited for the state facility renovation partnership				
18	program.				
	HB HMS 2011-1615				

Page 2

## H.B. NO. 1505

The department may enter into an agreement with any 1 (C) 2 private investor for the sale of a priority facility compiled in 3 subsection (b) to the private investor; provided that the 4 agreement contains the following requirements: 5 The State shall sell the facility to the private (1)investor, who shall renovate and maintain the facility 6 7 and may lease the facility to the State; 8 (2)The land upon which the facility rests shall not be 9 sold to the private investor; provided that the land 10 shall be leased to the private investor for a term that would, at a minimum, allow the private investor 11 12 to recover the capital investment that has been made to the facility, including depreciation; and 13 14 (3)At the end of the lease term, the State shall have the 15 option of purchasing the facility from the private 16 investor for the remaining balance of the debt service 17 costs incurred by the private investor. (d) There is established the state facility renovation 18 19 partnership special fund in the state treasury to be 20 administered by the department and into which all funds derived 21 from the state facility renovation partnership program shall be 22 deposited. Funds in the special fund shall be used solely for HB HMS 2011-1615

the purposes

program.

				H.I	3. N	О.	1505
of	the	state	facility	renovation ]	partners	ship	

3 (e) The department shall establish rules under chapter 914 to implement the purposes of this chapter."

5 SECTION 2. This Act shall take effect upon it approval.

6

1

2

INTRODUCED BY:

•	Ansun V (	L
_	CK.ef	·

JAN 2 6 2011

3



# H.B. NO. 1505

### Report Title:

State facilities; Public-private Partnership

#### Description:

Establishes the State Facility Renovation Partnership Program.

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

