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# A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR  
HAWAII PACIFIC UNIVERSITY.

**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 VIII, 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 \$120,000,000, in  
9 one or more series, for the purpose of assisting Hawaii Pacific  
10 University, a private not-for-profit university, and one or more  
11 of its not-for-profit affiliates to finance, refinance, and  
12 reimburse costs related to the planning, acquisition, and  
13 construction of its educational facilities including student  
14 housing and athletic facilities, renovation of existing  
15 educational facilities, purchase of tangible assets including  
16 land and improvements, acquisition and installation of  
17 information technology, and other capital-related projects for



1 Hawaii Pacific University and any one or more of its not-for-  
2 profit affiliates, including, without limitation, any costs that  
3 are necessarily or advisably incurred in order to provide such  
4 assistance or that are directly or indirectly related to any of  
5 the foregoing items. For the purposes of this Act, a limited  
6 liability company of which Hawaii Pacific University is the sole  
7 member shall be considered to be a not-for-profit affiliate of  
8 Hawaii Pacific University. The legislature hereby finds and  
9 determines that the aforementioned activities and facilities  
10 constitute a project under part VIII, chapter 39A, Hawaii  
11 Revised Statutes, and the financing thereof is assistance to a  
12 not-for-profit private nonsectarian university that serves the  
13 general public.

14 SECTION 3. The special purpose revenue bonds and the  
15 refunding special purpose revenue bonds issued under this Act  
16 shall be issued pursuant to part VIII, chapter 39A, Hawaii  
17 Revised Statutes, relating to the power to issue special purpose  
18 revenue bonds to assist not-for-profit private nonsectarian and  
19 sectarian elementary schools, secondary schools, colleges, and  
20 universities that serve the general public.

21 SECTION 4. The special purpose revenue bonds issued under  
22 this Act may be issued in one or more series for a single



1 project, multiple projects, a single-project party, or multiple-  
2 project parties pursuant to the authority of this Act or the  
3 combined authority of this Act and any one or more other  
4 separate acts of the legislature pursuant to part VIII, chapter  
5 39A, Hawaii Revised Statutes, and the department of budget and  
6 finance may combine into a single issue of special purpose  
7 revenue bonds, in one or more series, two or more proposed  
8 issues of special purpose revenue bonds to be issued pursuant to  
9 part VIII, chapter 39A, Hawaii Revised Statutes, separately  
10 authorized, in the total amount not to exceed the aggregate of  
11 the proposed separate issues of special purpose revenue bonds.

12 SECTION 5. The department of budget and finance is  
13 authorized, from time to time, including times subsequent to  
14 June 30, 2017, to issue special purpose revenue bonds in  
15 whatever principal amounts the department shall determine to be  
16 necessary to refund the special purpose revenue bonds authorized  
17 in section 2 and to refund special purpose revenue bonds  
18 authorized in this section, regardless of whether the  
19 outstanding special purpose revenue bonds or refunding special  
20 purpose revenue bonds have matured or are the subject of  
21 redemption or whether the refunding special purpose revenue  
22 bonds shall be bonds for the multi-project programs described in



1 section 4. In making this determination, the department shall,  
2 to the extent practicable, comply with federal law relating to  
3 the exemption from federal income taxation of the interest on  
4 bonds of the nature authorized by this section. Interest on  
5 bonds issued under this Act may be excluded from or included in  
6 gross income for federal income-tax purposes.

7 SECTION 6. The authorization to issue special purpose  
8 revenue bonds under this Act shall lapse on June 30, 2017.

9 SECTION 7. This Act shall take effect on July 1, 2012.



**Report Title:**

Special Purpose Revenue Bonds; Hawaii Pacific University

**Description:**

Authorizes the issuance of special purpose revenue bonds to assist Hawaii Pacific University. (SD2)

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

