
A BILL FOR AN ACT

RELATING TO UNIVERSITY OF HAWAII REVENUE BONDS.

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

1 SECTION 1. Allowing the University of Hawaii to issue
2 revenue bonds helps to address the university's deferred
3 maintenance and capital modernization for its aging facilities.
4 University revenue bonds have been utilized to finance the
5 construction of new projects and the renovation and major repair
6 of existing facilities. University projects have included
7 faculty and student housing; additional classroom, laboratory,
8 and office space; research facilities, utility facilities, and
9 other infrastructure requirements; libraries; student support
10 facilities; parking structures; and athletic facilities.

11 State financing support of university facilities is the
12 primary method of funding Hawaii's public university. The State
13 and the university have always considered general obligation
14 bonds as the first approach and means to finance the modernizing
15 of the university's campuses. The availability of revenue bonds
16 authority would be a strategic revenue source and supplement to
17 limited general obligation bond funding and only used for



1 financing projects that are revenue-generating or financially
2 appropriate for the university.

3 The purpose of this Act is to authorize the University of
4 Hawaii to issue \$100,000,000 in revenue bonds to complete as
5 many of its priority capital facility construction, renovation,
6 modernization, and repair projects as possible.

7 SECTION 2. The board of regents of the University of
8 Hawaii, with the approval of the governor and the legislature,
9 through concurrent resolution, is authorized to issue revenue
10 bonds from time to time to finance, in whole or in part, the
11 costs of construction or the costs of maintenance of any
12 university project, including funding reserves therefor as the
13 board of regents may direct. The total principal amount of the
14 revenue bonds authorized by this Act shall not exceed
15 \$100,000,000; provided that neither revenue bonds issued to
16 refund revenue bonds heretofore issued, to the extent that such
17 refunding revenue bonds do not exceed the principal amount of
18 the revenue bonds being refunded, nor revenue bonds of the board
19 outstanding at the effective date of this Act shall cause the
20 amount of the above authorization to be decreased. The revenue
21 bonds shall be issued pursuant to the provisions of part VI of



1 chapter 304A, Hawaii Revised Statutes. The principal and
2 interest on the revenue bonds, to the extent not paid from the
3 proceeds of such bonds, shall be paid solely from and secured
4 solely by the revenue of the university as defined in section
5 304A-2671, Hawaii Revised Statutes.

6 SECTION 3. There is appropriated out of the revenue bond
7 proceeds and interest earned thereon authorized by this Act the
8 sum of \$100,000,000 or so much thereof as may be necessary for
9 fiscal year 2018-2019 to carry out the purposes of section 2 of
10 this Act; provided that any unexpended and unencumbered balance
11 of the appropriation shall not lapse at the end of fiscal year
12 2018-2019 and shall lapse instead on June 30, 2021.

13 The sums appropriated shall be expended by the board of
14 regents of the University of Hawaii.

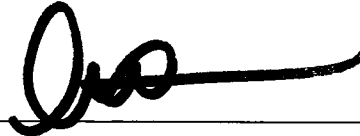
15 SECTION 4. The University of Hawaii shall notify the
16 legislature upon issue of the revenue bonds authorized by
17 section 2 of this Act, including a detailed listing and
18 description of all projects to be funded through the revenue
19 bonds authorized pursuant to this Act.



1 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY:

A handwritten signature in black ink, appearing to be "Joe", written over a horizontal line.

JAN 19 2018



H.B. NO. 2005

Report Title:

University of Hawaii; Authorization of Revenue Bonds

Description:

Authorizes the University of Hawaii to issue \$100,000,000 in revenue bonds for the purpose of financing the construction and maintenance of qualifying capital improvement projects.

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

