

JAN 22 2021

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# A BILL FOR AN ACT

RELATING TO SPECIAL PURPOSE REVENUE BONDS TO ASSIST LUANA KAI A  
LIFE PLAN COMMUNITY.

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

1           SECTION 1. The legislature finds and declares that it is  
2 in the public interest to encourage development of continuing  
3 care retirement communities in the State. The legislature  
4 further finds that Luana Kai A Life Plan Community, a Hawaii  
5 nonprofit corporation, is engaged in the development of a  
6 continuing care retirement community in Honolulu, Oahu.

7           The legislature further finds that Luana Kai A Life Plan  
8 Community may be assisted through the issuance of special  
9 purpose revenue bonds because its continuing care retirement  
10 community in Honolulu is a health care facility as defined in  
11 part II, chapter 39A, Hawaii Revised Statutes.

12           The legislature finds and declares that the issuance of  
13 special purpose revenue bonds under this Act is in the public  
14 interest and for the public health, safety, and general welfare.

15           SECTION 2. Pursuant to part II, chapter 39A, Hawaii  
16 Revised Statutes, the department of budget and finance, with the



1 approval of the governor, is authorized to issue in one or more  
2 series special purpose revenue bonds in a total amount not to  
3 exceed the sum of \$500,000,000 for the purpose of assisting  
4 Luana Kai A Life Plan Community, a Hawaii nonprofit corporation  
5 in the development and operation of a continuing care retirement  
6 community.

7 The legislature finds and determines that the activity of  
8 Luana Kai A Life Plan Community, constitutes a health care  
9 facility as defined in part II, chapter 39A, Hawaii Revised  
10 Statutes, and the financing thereof constitutes assistance to a  
11 health care facility.

12 SECTION 3. The special purpose revenue bonds shall be  
13 issued pursuant to part II, chapter 39A, Hawaii Revised  
14 Statutes, relating to the authority to issue special purpose  
15 revenue bonds to assist nonprofit corporations that provide  
16 health care facilities to the general public.

17 SECTION 4. The department of budget and finance is  
18 authorized, from time to time, including times subsequent to  
19 June 30, 2026, to issue special purpose revenue bonds in  
20 whatever principal amounts the department shall determine to be  
21 necessary to refund the special purpose revenue bonds authorized



# S.B. NO. 735

1 in section 2 and to refund special purpose revenue bonds  
 2 authorized in this section, regardless of whether the  
 3 outstanding special purpose revenue bonds or refunding special  
 4 purpose revenue bonds have matured or are the subject of  
 5 redemption or whether the refunding special shall be bonds for  
 6 the projects and purposes described in section 2. In making  
 7 this determination, the department shall comply with federal law  
 8 relating to the exemption from federal income taxation of the  
 9 interest on bonds of the nature authorized by this section.

10 SECTION 5. The authorization to issue special purpose  
 11 revenue bonds under this Act shall lapse on June 30, 2026.

12 SECTION 6. This Act shall take effect on July 1, 2021.

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INTRODUCED BY:


 A handwritten signature in black ink, appearing to be "R. G. S.", is written over a horizontal line.


# S.B. NO. 735

**Report Title:**

Special Purpose Revenue Bond; Luana Kai A Life Plan Community

**Description:**

Authorizes the issuance of special purpose revenue bonds to assist Luana Kai A Life Plan Community with the planning, design, construction, equipping, and operating of facilities for health-related services.

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

