

JAN 21 2022

# A BILL FOR AN ACT

RELATING TO SPECIAL PURPOSE REVENUE BONDS FOR NONPROFIT  
CORPORATIONS THAT PROVIDE HEALTH CARE FACILITIES TO THE  
GENERAL PUBLIC.

**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 II of chapter 39A, the  
6       department of budget and finance, with the approval of the  
7       governor, is authorized to issue special purpose revenue bonds  
8       in a total amount not to exceed \$750,000,000 in one or more  
9       series for the purpose of assisting The Queen's Health Systems,  
10      a Hawaii nonprofit corporation, and one or more of its nonprofit  
11      affiliates, to finance the costs of construction of,  
12      improvements to, and equipping of health care facilities,  
13      including the following:

- 14           (1) Renovation of existing health care facilities;  
15           (2) Construction of new health care facilities;  
16           (3) Acquisition of equipment;



1           (4) Acquisition of assets, including land and  
2           improvements;

3           (5) Acquisition and installation of information systems  
4           and technology; and

5           (6) Other related projects for The Queen's Health Systems  
6           and its nonprofit affiliates.

7           The legislature hereby finds and determines that the  
8 activities and facilities of The Queen's Health Systems and its  
9 nonprofit affiliates constitute a "project" as defined in part  
10 II of chapter 39A, and the financing thereof is to assist not-  
11 for-profit corporations that provide health care facilities to  
12 the general public.

13          SECTION 3. The special purpose revenue bonds and the  
14 refunding special purpose revenue bonds issued under this Act  
15 shall be issued pursuant to part II, chapter 39A, relating to  
16 the power to issue special purpose revenue bonds to assist not-  
17 for-profit corporations that provide health care facilities to  
18 the general public.

19          SECTION 4. The department of budget and finance is  
20 authorized, from time to time, including time subsequent to  
21 June 30, 2027, to issue special purpose revenue bonds in



1 whatever principal amounts the department shall determine to be  
2 necessary to refund the special purpose revenue bonds authorized  
3 in section 2 of this Act and to refund special purpose revenue  
4 bonds authorized in this section, regardless of whether the  
5 outstanding special purpose revenue bonds or refunding special  
6 purpose revenue bonds have matured or are the subject of  
7 redemption or whether the refunding special purpose revenue  
8 bonds shall be bonds for the multi-project programs described in  
9 section 2 of this Act. In making this determination, the  
10 department shall comply with federal law relating to the  
11 exemption from federal income taxation of the interest on bonds  
12 of the nature authorized by this section.

13 SECTION 5. The authorization to issue special purpose  
14 revenue bonds under this Act shall lapse on June 30, 2027.

15 SECTION 6. This Act shall take effect upon its approval.

16  
INTRODUCED BY:  \_\_\_\_\_



# S.B. NO. 2609

**Report Title:**

Special Purpose Revenue Bond; Health Care Facility

**Description:**

Authorizes the issuance of special purpose revenue bonds to finance the construction of and improvements to health care facilities of The Queen's Health Systems and its nonprofit affiliates.

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

