



GOV. MSG. NO. 1206

EXECUTIVE CHAMBERS
KE KE'ENA O KE KIA'ĀINA

JOSH GREEN, M.D.
GOVERNOR
KE KIA'ĀINA

June 22, 2023

The Honorable Ronald D. Kouchi
President of the Senate,
and Members of the Senate
Thirty-Second State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki
Speaker, and Members of the
House of Representatives
Thirty-Second State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 22, 2023, the following bill was signed into law:

HB660 HD1 SD2 CD1

RELATING TO THE ISSUANCE OF SPECIAL
PURPOSE REVENUE BONDS FOR NOT-FOR-
PROFIT CORPORATIONS THAT PROVIDE
HEALTH CARE FACILITIES TO THE GENERAL
PUBLIC.
ACT 105

Sincerely,

Josh Green, M.D.
Governor, State of Hawai'i

on JUN 22 2023

HOUSE OF REPRESENTATIVES
THIRTY-SECOND LEGISLATURE, 2023
STATE OF HAWAII

H.B. NO. 660
H.D. 1
S.D. 2
C.D. 1

A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR NOT-FOR-PROFIT 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, 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 \$240,000,000, in
9 one or more series, for the purpose of assisting Hawai'i Pacific
10 Health, a Hawaii nonprofit corporation, and one or more of its
11 nonprofit affiliates to finance the costs of construction of,
12 improvements to, and equipping of health care facilities,
13 including the following:

- 14 (1) Design, construction, furniture, fixtures, equipment,
15 and information technology of Phase 1 of a multi-phase
16 redevelopment project to existing health care



1 facilities at Straub Medical Center (Straub) to create
2 a future-forward medical facility to serve the people
3 of Hawaii in the years ahead;

4 (2) Phase 1 involves construction of a new parking
5 facility to triple the number of parking stalls, which
6 will ease congestion and improve accessibility to
7 Straub; renovations also include a conference and
8 meeting center and an employee wellness center to
9 promote employee wellness, as well as the acquisition
10 of equipment, including solar panels to create a more
11 environmentally-friendly medical facility;

12 (3) Planning and design related to Phase 2 - a new
13 sixteen-story hospital tower and low-rise structure
14 with a second rooftop garden. The new tower will
15 include an expanded emergency department, larger
16 patient rooms, and more space to provide exceptional
17 quality care; and

18 (4) Other related projects for Straub.

19 The legislature hereby finds and determines that the
20 activities and facilities of Hawai'i Pacific Health and its
21 nonprofit affiliates constitute a project as defined in part II



1 of chapter 39A, Hawaii Revised Statutes, and the financing
2 thereof is assistance to not-for-profit corporations that
3 provide health care facilities to the general public.

4 SECTION 3. The special purpose revenue bonds and the
5 refunding special purpose revenue bonds issued under this Act
6 shall be issued pursuant to part II of chapter 39A, Hawaii
7 Revised Statutes, relating to the power to issue special purpose
8 revenue bonds to assist not-for-profit corporations that provide
9 health care facilities to the general public.

10 SECTION 4. The department of budget and finance is
11 authorized, from time to time, including times subsequent to
12 June 30, 2028, to issue special purpose revenue bonds in
13 whatever principal amounts the department shall determine to be
14 necessary to refund the special purpose revenue bonds authorized
15 in section 2 and to refund special purpose revenue bonds
16 authorized in this section, regardless of whether the
17 outstanding special purpose revenue bonds or refunding special
18 purpose revenue bonds have matured or are the subject of
19 redemption or whether the refunding special purpose revenue
20 bonds shall be bonds for the multi-project programs described in
21 section 2. In making this determination, the department shall



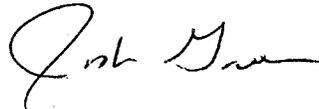
1 comply with federal law relating to the exemption from federal
2 income taxation of the interest on bonds of the nature
3 authorized by this section.

4 SECTION 5. The authorization to issue special purpose
5 revenue bonds under this Act shall lapse on June 30, 2028.

6 SECTION 6. The authorization of special purpose revenue
7 bonds pursuant to this Act shall be made notwithstanding any
8 limitation in Act 182, Session Laws of Hawaii 2022.

9 SECTION 7. This Act shall take effect on July 1, 2023.

APPROVED this 22nd day of June , 2023



GOVERNOR OF THE STATE OF HAWAII



HB No. 660, HD 1, SD 2, CD 1

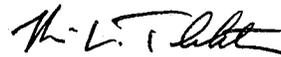
THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: **MAY 04 2023**
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Second Legislature of the State of Hawaii, Regular Session of 2023.



Scott K. Saiki
Speaker
House of Representatives

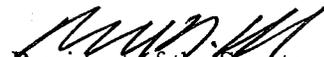


Brian L. Takeshita
Chief Clerk
House of Representatives

THE SENATE OF THE STATE OF HAWAI'I

Date: **MAY 04 2023**
Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-Second Legislature of the State of Hawai'i, Regular Session of 2023.


President of the Senate


Clerk of the Senate