H.B. NO. <sup>660</sup> 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:

SECTION 1. The legislature finds and declares that the
 issuance of special purpose revenue bonds under this Act is in
 the public interest and for the public health, safety, and
 general welfare.

5 SECTION 2. Pursuant to part II of chapter 39A, Hawaii Revised Statutes, the department of budget and finance, with the 6 7 approval of the governor, is authorized to issue special purpose revenue bonds in a total amount not to exceed \$240,000,000, in 8 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

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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	activitie	s and facilities of Hawaiʻi Pacific Health and its
21	nonprofit	affiliates constitute a project as defined in part II

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

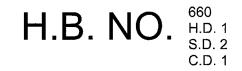
SECTION 3. The special purpose revenue bonds and the
refunding special purpose revenue bonds issued under this Act
shall be issued pursuant to part II of chapter 39A, Hawaii
Revised Statutes, relating to the power to issue special purpose
revenue bonds to assist not-for-profit corporations that provide
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 bonds shall be bonds for the multi-project programs described in 20 21 section 2. In making this determination, the department shall

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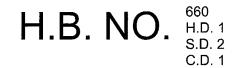


comply with federal law relating to the exemption from federal
 income taxation of the interest on bonds of the nature
 authorized by this section.
 SECTION 5. The authorization to issue special purpose
 revenue bonds under this Act shall lapse on June 30, 2028.

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.





#### Report Title:

SPRB; Hawaii Pacific Health; Straub Medical Center

### Description:

Authorizes the issuance of special purpose revenue bonds to assist Hawaii Pacific Health and one or more of its nonprofit affiliates in financing the costs of the construction of, improvements to, and equipping of their health care facilities at Straub Medical Center. (CD1)

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

