

ACT 120

S.B. NO. 714

A Bill for an Act Relating to the Authorization of Special Purpose Revenue Bonds.

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. The legislature finds the certificate of need approval from the state health planning and development agency has been received as required for the facility at the Moanalua Medical Center on Oahu and is pending for the Wailuku Clinic on Maui.

SECTION 2. The department of budget and finance is authorized to issue special purpose revenue bonds in the amounts set forth below to assist not-

for-profit corporations that provide health care facilities to the general public and to be used for financing as follows:

1. Kaiser Foundation Hospitals, Oahu 11,400,000
For additions and parking to Moanalua Medical Center and construction of a Skilled Nursing Facility, including a Reference Laboratory and a Data Processing Center.
2. Kaiser Foundation Health Plan, Maui 7,000,000
For expansion of the Wailuku Clinic.

Issuance of the special purpose revenue bonds for the Wailuku Clinic is contingent on the approval of the certificate of need from the state health planning and development agency.

SECTION 3. The department of budget and finance is further authorized to issue from time to time refunding special purpose revenue bonds in such principal amounts as the department shall determine to be necessary to refund the special purpose revenue bonds authorized in Section 2 of this Act and in Act 16, First Special Session Laws of Hawaii 1981 and Act 164, Session Laws of Hawaii 1982. In making such determination, the department shall 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 4. The special purpose revenue bonds and refunding special purpose revenue bonds issued under this Act shall be issued pursuant to part II, chapter 39A, Hawaii Revised Statutes, relating to the power to issue special purpose revenue bonds to assist not-for-profit corporations to provide and improve health care to the general public.

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

(Approved May 28, 1985.)