

ACT 91

H.B. NO. 2602

A Bill for an Act Relating to Special Purpose Revenue Bonds for Health Care Facilities.

*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 and refunding special purpose revenue bonds under this Act is in the public interest and for the public health, safety, and general welfare.

SECTION 2. The department of budget and finance is authorized to issue special purpose revenue bonds in the sum of \$13,320,000, or such portions thereof as may be necessary, to assist not-for-profit corporations that provide health care facilities to the general public to be used for financing or refinancing as follows:

St. Francis medical center & St.

Francis medical center-west

For construction, renovation and equipment

\$13,320,000

The department of budget and finance shall not issue special purpose revenue bonds authorized in this section until such time that St. Francis medical center and St. Francis medical center-west has obtained a certificate of need approval from the state health planning and development agency and is otherwise in compliance with laws, ordinances, and rules and regulations of the State or any political subdivision thereof, or any departments or boards thereof with respect to the construction, operation, and maintenance of projects, compliance with health care planning laws or regulations, or zoning laws or regulations, obtaining of building permits, compliance with building and health codes and other laws, ordinances, or rules and regulations of similar nature pertaining to the project.

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. 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 chapter 39A, part II, Hawaii Revised Statutes, relating to the power to issue special revenue bonds to assist not-for-profit corporations that provide health care facilities to the general public.

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

(Approved May 31, 1990.)