

ACT 305

H.B. NO. 3446

A Bill for an Act Authorizing the Issuance of Special Purpose Revenue Bonds for Not-for-Profit Corporations that Provide Health Care Facilities.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. The legislature finds and declares that it is in the public interest to encourage development of senior housing communities in the State of Hawaii. The legislature further finds that Kupuna Park, Inc., a not-for-profit Hawaii corporation, is engaged in the development of a senior housing community in Hilo on the island of Hawaii and thereby serves the public.

The legislature further finds that Kupuna Park, Inc. may be assisted through the issuance of special purpose revenue bonds because its senior housing community in Hilo is a health care project as defined in part II, chapter 39A, Hawaii Revised Statutes.

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.

SECTION 2. Pursuant to part II, chapter 39A, Hawaii Revised Statutes, the department of budget and finance, with the approval of the governor, is authorized to issue in one or more series special purpose revenue bonds in a total amount not to exceed the sum of \$20,000,000 for the purpose of assisting Kupuna Park, Inc., a Hawaii not-for-profit corporation, or another Hawaii nonprofit entity established by or under the auspices of Kupuna Park, Inc., in the acquisition or leasing of land for,

and the planning, design, construction, and operation of, a senior housing community.

The legislature finds and determines that the activity of Kupuna Park, Inc. constitutes a health care facility as defined in part II, chapter 39A, Hawaii Revised Statutes, and the financing thereof is assistance to a health care facility.

SECTION 3. The special purpose revenue bonds issued under this Act shall be issued pursuant to part II, chapter 39A, Hawaii Revised Statutes, relating to the authority to issue special purpose revenue bonds to assist nonprofit corporations that provide health care facilities to the general public.

SECTION 4. The department of budget and finance is further authorized to issue from time to time refunding special purpose revenue bonds authorized in principal amounts that the department shall determine to be necessary to refund the special purpose revenue bonds authorized in section 2.

SECTION 5. The authorization to issue special purpose revenue bonds under this Act shall lapse on the latter of June 30, 2003, or the sunset date of section 39A-52, Hawaii Revised Statutes.

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

(Approved July 20, 1998.)