

ACT 159

H.B. NO. 379

A Bill for an Act Relating to 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 the development of health care in the State. The legislature further finds that Pacific Saging Center, Inc., a not-for-profit Hawaii corporation, is engaged in the development of a health care facility in the Koa Ridge area of Central Oahu, and thereby serves the public.

The legislature further finds that Pacific Saging Center, Inc., is engaged in the planning, design, and construction of a patient focused facility on a portion of a two hundred ten acre Koa Ridge parcel of land. The development would include such items and activities as:

- (1) Saging center;
- (2) Child care;
- (3) Adult care;
- (4) Mentoring programs; and
- (5) Activity centers.

The legislature further finds that Pacific Saging Center, Inc., may be assisted through the issuance of special purpose revenue bonds because its health care facility is a health care project pursuant to 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.

The purpose of this Act is to extend from June 30, 2003 to June 30, 2008, the authorization to issue special purpose revenue bonds previously authorized by Act 292, Session Laws of Hawaii 1999.

SECTION 2. Act 292, Session Laws of Hawaii 1999, is amended by amending sections 4 and 5 to read as follows:

“SECTION 4. The department of budget and finance is authorized to issue, from time to time, including times subsequent to June 30, 2008, 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[.] and any refunding of special purpose revenue bonds authorized in this section regardless of whether the outstanding special purpose revenue bonds or refunding special purpose revenue bonds have matured or are the subject of redemption or whether the refunding special purpose revenue bonds shall be bonds for the

ACT 159

multi-project programs described in section 2. In making this 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 5. The authorization to issue special purpose revenue bonds under this Act shall lapse on June 30, [~~2003-~~ 2008.']

SECTION 3. Statutory material to be repealed is bracketed and ~~stricken~~. New statutory material is underscored.

SECTION 4. This Act shall take effect on June 29, 2003.

(Approved June 16, 2003.)