

ACT 38

H.B. NO. 772

A Bill for an Act Relating to Bonds.

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

SECTION 1. Section 47-7, Hawaii Revised Statutes, is amended by amending subsection (b) to read as follows:

“(b) Unless the governing body shall itself perform the actions, the director of finance shall~~[:]~~ determine:

- (1) [~~Determine the~~] The date, denomination or denominations, interest payment dates, maturity date or dates, place or places of payment, registration privileges and place or places of registration, redemption price or prices and time or times and terms and conditions and method of redemption;
- (2) The rights of the holder to tender for purchase and the price or prices and time or times and terms and conditions upon which those rights may be exercised;
- (3) The rights to purchase and price or prices and the time or times and terms and conditions upon which those rights may be exercised and the purchase may be made; [~~and~~]

(4) Whether to acquire such policies of insurance and enter into such banking arrangements on such terms as the director of finance may deem necessary or desirable in order to carry out the purposes of this chapter, including, without limitation, credit or liquidity support facilities and interest rate swaps, swaptions, interest rate floors or caps and other similar contracts to hedge or reduce the amount or duration of payment, rate, spread or similar risk or to reduce the cost of borrowing when used in conjunction with the bonds; and

~~[(4)]~~ (5) All other details of bonds issued under this chapter.

The principal of and interest and premium, if any, on all bonds issued under this chapter shall be payable in any coin or currency of the United States of America which at the time of payment is legal tender for public and private debts.’’

SECTION 2. Statutory material to be repealed is bracketed and ~~stricken~~. New statutory material is underscored.

SECTION 3. This Act shall take effect upon its approval.

(Approved April 30, 2003.)