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# A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR  
HAWAII PACIFIC UNIVERSITY.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1           SECTION 1. The legislature finds and declares that the  
2 issuance of special purpose revenue bonds under this Act is in  
3 the public interest and for the public health, safety, and  
4 general welfare.

5           SECTION 2. Pursuant to part VIII, chapter 39A, Hawaii  
6 Revised Statutes, the department of budget and finance, with the  
7 approval of the governor, is authorized to issue special purpose  
8 revenue bonds in a total amount not to exceed \$120,000,000, in  
9 one or more series, for the purpose of assisting Hawaii Pacific  
10 University, a private not-for-profit university, and one or more  
11 of its not-for-profit affiliates in financing, refinancing, and  
12 reimbursing costs related to the planning, acquisition, and  
13 construction of its educational facilities (including student  
14 housing and athletic facilities), renovation of existing  
15 educational facilities, purchase of tangible assets (including  
16 land and improvements), acquisition and installation of  
17 information technology, and other capital-related projects for



1 Hawaii Pacific University and any one or more of its not-for-  
2 profit affiliates, including, without limitation, any costs that  
3 are necessarily or advisably incurred in order to provide such  
4 assistance or that are directly or indirectly related to any of  
5 the foregoing items. For the purposes of this section, a  
6 limited liability company of which Hawaii Pacific University is  
7 the sole member shall be considered to be a not-for-profit  
8 affiliate of Hawaii Pacific University. The legislature hereby  
9 finds and determines that the aforementioned activities and  
10 facilities constitute a project as defined in part VIII, chapter  
11 39A, Hawaii Revised Statutes, and the financing thereof is  
12 assistance to a not-for-profit private nonsectarian university  
13 that serves the general public.

14 SECTION 3. The special purpose revenue bonds and the  
15 refunding special purpose revenue bonds issued under this Act  
16 shall be issued pursuant to part VIII, chapter 39A, Hawaii  
17 Revised Statutes, relating to the power to issue special purpose  
18 revenue bonds to assist not-for-profit private nonsectarian and  
19 sectarian elementary schools, secondary schools, colleges, and  
20 universities that serve the general public.

21 SECTION 4. The department of budget and finance is  
22 authorized, from time to time, including times subsequent to



1 June 30, 2017, to issue special purpose revenue bonds in  
2 whatever principal amounts the department shall determine to be  
3 necessary to refund the special purpose revenue bonds authorized  
4 in section 2 and to refund special purpose revenue bonds  
5 authorized in this section, regardless of whether the  
6 outstanding special purpose revenue bonds or refunding special  
7 purpose revenue bonds have matured or are the subject of  
8 redemption or whether the refunding special purpose revenue  
9 bonds shall be bonds for the multiple projects described in  
10 section 2. In making this determination, the department shall,  
11 to the extent practicable, comply with federal law relating to  
12 the exemption from federal income taxation of the interest on  
13 bonds of the nature authorized by this section. Interest on  
14 bonds issued under this Act may be excluded from gross income  
15 for federal income-tax purposes.

16 SECTION 5. The special purpose revenue bonds issued under  
17 this Act may be issued in one or more series for a single  
18 project, multiple projects, a single-project party, or multiple-  
19 project parties pursuant to the authority of this Act or the  
20 combined authority of this Act and any one or more other  
21 separate Acts of the legislature pursuant to part VIII, chapter  
22 39A, Hawaii Revised Statutes, and the department of budget and



1 finance may combine into a single issue of special purpose  
2 revenue bonds, in one or more series, two or more proposed  
3 issues of special purpose revenue bonds to be issued pursuant to  
4 part VIII, chapter 39A, Hawaii Revised Statutes, separately  
5 authorized, in the total amount not to exceed the aggregate of  
6 the proposed separate issues of special purpose revenue bonds.

7 SECTION 6. The authorization to issue special purpose  
8 revenue bonds under this Act shall lapse on June 30, 2017.

9 SECTION 7. This Act shall take effect on July 1, 2012.



**Report Title:**

Special Purpose Revenue Bonds; Hawaii Pacific University

**Description:**

Authorizes the issuance of special purpose revenue bonds to assist Hawaii Pacific University. (SD1)

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

