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## HOUSE CONCURRENT RESOLUTION

REQUESTING THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY, IN COLLABORATION WITH THE DEPARTMENT OF LAND AND NATURAL RESOURCES AND THE DEPARTMENT OF BUDGET AND FINANCE, TO DEVELOP A VIABLE FINANCIAL PLAN TO ASSIST HONOLULU MARINE WITH THE CONSTRUCTION OF ITS FACILITIES AT SAND ISLAND.

1           WHEREAS, the transformation of Kakaako Makai from its old  
2 and unkempt industrial setting to a neat and pleasant mix of  
3 shopping, dining, and open space for public recreation required  
4 the relocation of countless business operations, including the  
5 impending move of Honolulu Marine to Sand Island; and

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7           WHEREAS, many of these businesses, particularly those with  
8 several years remaining on their state leases at Kakaako, have  
9 been appropriately assisted with relocation and other costs; and

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11           WHEREAS, Honolulu Marine, situated at Kewalo Basin midway  
12 between Fisherman's Wharf and John Dominis Restaurant, without a  
13 mortgage on its shipyard facilities and fifteen years remaining  
14 on its lease is well equipped and set up to conduct ship  
15 building and repair operations; and

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17           WHEREAS, the Legislature, by concurrent resolution in 2005,  
18 authorized the lease of fast and submerged lands at Sand Island  
19 to Honolulu Marine; and

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21           WHEREAS, Honolulu Marine, in preparation for its move to  
22 Sand Island, is constructing floating dry docks at the Kewalo  
23 facilities, investing well over \$1,000,000 in material costs  
24 alone; and

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26           WHEREAS, the latest cost estimates for its required  
27 facilities at Sand Island have ranged between \$4,000,000 to  
28 \$6,000,000 and will create a severe hardship for Honolulu Marine  
29 to effect a timely move; now, therefore,

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1 BE IT RESOLVED by the House of Representatives of the  
 2 Twenty-third Legislature of the State of Hawaii, Regular Session  
 3 of 2006, the Senate concurring, that the Hawaii Community  
 4 Development Authority, in collaboration with the Department of  
 5 Land and Natural Resources and the Department of Budget and  
 6 Finance, is requested to provide assistance to Honolulu Marine  
 7 in this state-initiated move by helping to determine the most  
 8 cost-effective financing option for Honolulu Marine, including  
 9 but not limited to:

- 10  
 11 (1) Special purpose revenue bonds;  
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 13 (2) The issuance of reimbursable bonds with debt service  
 14 paid for by Honolulu Marine through an appropriate  
 15 lease/fee arrangement; and  
 16  
 17 (3) Any other financing arrangement; and  
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19 BE IT FURTHER RESOLVED that the Hawaii Community  
 20 Development Authority is further requested to report its  
 21 findings and recommendations, including any proposed  
 22 legislation, to the Legislature not later than twenty days prior  
 23 to the convening of the Regular Session of 2007; and  
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25 BE IT FURTHER RESOLVED that certified copies of this  
 26 Concurrent Resolution be transmitted to the Executive Director  
 27 and Chairperson of the Hawaii Community Development Authority,  
 28 the Chairperson of the Board of Land and Natural Resources, and  
 29 the Director of Finance.  
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 31  
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OFFERED BY: *Eya R. Feroaho*

MAR 15 2006

