

JAN 25 2006

A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST IN CONSTRUCTING AND MAKING IMPROVEMENTS TO THE AGRICULTURAL IRRIGATION SYSTEMS ON THE NORTH SHORE OF THE ISLAND OF OAHU.

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

1 SECTION 1. The legislature finds that the deterioration of
2 vital agricultural infrastructure developed by the former
3 plantation industries on the north shore of the island of Oahu
4 is jeopardizing the survival of emerging agricultural
5 industries. As much as ten thousand acres of agricultural lands
6 can be irrigated by the former sugar irrigation system.

7 The legislature finds and declares that the issuance of
8 special purpose revenue bonds under this Act is in the public
9 interest and for the public health, safety, and general welfare
10 of the State.

11 SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised
12 Statutes, the department of budget and finance, with the
13 approval of the governor, is authorized to issue special purpose
14 revenue bonds in the total amount not to exceed \$ in
15 one or more series, for the purpose of assisting Kamehameha
16 Schools, a Hawaii nonprofit corporation, with agriculture



1 infrastructure improvements including the construction, repair,
2 and improvement of the Wahiawa reservoir system irrigation
3 facilities. The legislature finds and determines that the
4 construction, repair, and improvement Wahiawa reservoir system
5 irrigation facilities constitute a project as defined in part V,
6 chapter 39A, Hawaii Revised Statutes, and the financing thereof
7 is assistance to an industrial enterprise.

8 SECTION 3. The special purpose revenue bonds issued under
9 this Act shall be issued pursuant to part V, chapter 39A, Hawaii
10 Revised Statutes, relating to the power to issue special purpose
11 revenue bonds to assist an industrial enterprise.

12 SECTION 4. The department of budget and finance is
13 authorized, from time to time, including times subsequent to
14 June 30, 2011, to issue special purpose revenue bonds in
15 whatever principal amounts the department shall determine to be
16 necessary to refund the special purpose revenue bonds authorized
17 in section 2 and to refund special purpose revenue bonds
18 authorized in this section, regardless of whether the
19 outstanding special purpose revenue bonds or refunding special
20 purpose revenue bonds have matured or are the subject of
21 redemption or whether the refunding special purpose revenue
22 bonds shall be bonds for the multi-project programs described in



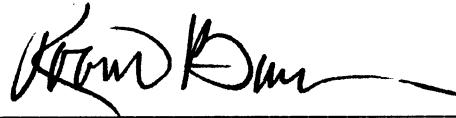
1 section 2. In making the determination, the department shall
2 comply with federal law relating to the exemption from federal
3 income taxation of the interest on bonds of the nature
4 authorized by this section.

5 SECTION 5. The authorization to issue special purpose
6 revenue bonds under this Act shall lapse on June 30, 2011.

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

8

INTRODUCED BY:





Report Title:

Special Purpose Revenue Bonds; Kamehameha Schools

Description:

Authorizes issuance of SPRBs to assist Kamehameha Schools with agriculture infrastructure improvements.

