

JAN 25 2006

A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST MAUI LAND AND PINEAPPLE COMPANY, INC.

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

1 SECTION 1. The legislature finds that the deterioration of
2 irrigation systems jeopardizes the economic stability of Hawaii.
3 Improvements have to be made to optimize the use of agricultural
4 water systems and to maximize the efficient use of irrigation
5 water resources.

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

10 SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised
11 Statutes, the department of budget and finance, with the
12 approval of the governor, is authorized to issue special purpose
13 revenue bonds in a total amount not to exceed \$20,000,000, in
14 one or more series, for the purpose of assisting Maui Land and
15 Pineapple Company, Inc., a Hawaii corporation, for improvements
16 to irrigation systems on the island of Maui, including the
17 construction, repair, and improvement of agricultural water and



1 irrigation facilities, the construction of storage facilities,
2 and water transmission systems. The legislature hereby finds
3 and determines that construction, repair, and improvement to
4 agricultural water and irrigation facilities constitute a
5 project as defined in part V, chapter 39A, Hawaii Revised
6 Statutes, and the financing thereof is assistance to industrial
7 enterprise.

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

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



1 bonds shall be bonds for the multi-project programs described in
2 section 2. In making this determination, the department shall
3 comply with federal law relating to the exemption from federal
4 income taxation of the interest on bonds of the nature
5 authorized by this section.

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

8 SECTION 6. This Act shall take effect upon its approval.
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INTRODUCED BY: AS. T. L.
J. Kalam Eghbali
Rosaly de la

Report Title:
SPRB; Agriculture

SB. NO. 3115

Description:

Authorizes special purpose revenue bonds for Maui Land and Pineapple Company, Inc.

