
A BILL FOR AN ACT

RELATING TO 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 our agricultural water
4 systems and maximize the use of our irrigation water sources.

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

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



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

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

11 SECTION 4. The department of budget and finance is
12 authorized, from time to time, including times subsequent to
13 June 30, 2010, to issue special purpose revenue bonds in
14 whatever principal amounts the department shall determine to be
15 necessary to refund the special purpose revenue bonds authorized
16 in section 2 of this Act and to refund special purpose revenue
17 bonds authorized in this section, regardless of whether the
18 outstanding special purpose revenue bonds or refunding special
19 purpose revenue bonds have matured or are the subject of
20 redemption or whether the refunding special purpose revenue
21 bonds shall be bonds for the multi-project programs described in
22 section 2. In making the determination, the department shall



1 comply with federal law relating to the exemption from federal
2 income taxation of the interest on bonds of the nature
3 authorized by this section.

4 SECTION 5. The authorization to issue special purpose
5 bonds under this Act shall lapse on June 30, 2010.

6 SECTION 6. This Act shall take effect on July 1, 2007.

7

INTRODUCED BY: _____

~~DMC~~

~~807.02~~
Gardner.

Richard S. Spivey III
JAN 18 2007



Report Title:

Maui Land and Pineapple Company; Special Purpose Revenue Bonds

Description:

Authorizes the issuance of special purpose revenue bonds to assist Maui Land and Pineapple Company in making improvements to agricultural water systems.

