
A BILL FOR AN ACT

RELATING TO SPECIAL PURPOSE REVENUE BONDS TO ASSIST INDUSTRIAL
ENTERPRISES.

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

1 SECTION 1. The legislature finds that it is in the public
2 interest to encourage the development of facilities to convert
3 renewable energy resources into electrical energy to be made
4 available for consumption by the general public.

5 The legislature further finds that Hui Mana 'Oma'ō is
6 engaged in the development of facilities to convert potential
7 renewable energy resources into electrical energy to be made
8 available for consumption by the general public. The
9 development of facilities for this purpose is urgently needed on
10 the island of Oahu where more than \$2,000,000 is expended daily
11 on imported fossil fuels to generate electricity.

12 The legislature finds that Hui Mana 'Oma'ō may be assisted
13 through the issuance of special purpose revenue bonds because it
14 is an industrial enterprise as that term is understood in part
15 V, chapter 39A, Hawaii Revised Statutes.

16 The legislature further finds and declares that the
17 exercise of the powers vested in the department of budget and



1 finance under this Act constitutes assistance to an industrial
2 enterprise and that the issuance of special purpose revenue
3 bonds to finance facilities of the project parties or for the
4 project parties, or to loan the proceeds of the special purpose
5 revenue bonds to assist project parties, is in the public
6 interest and for the public health, safety, and general welfare
7 of the State.

8 SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised
9 Statutes, the department of budget and finance, with the
10 approval of the governor, is authorized to issue special purpose
11 revenue bonds in a total amount not to exceed \$38,000,000, in
12 one or more series, as seed money for the purpose of assisting
13 Hui Mana 'Oma'o or an enterprise or commercial entity in which
14 Hui Mana 'Oma'o is an owner, for the establishment of facilities
15 to convert potential renewable energy resources into electrical
16 energy for consumption by the general public. The legislature
17 hereby finds and determines that the activity and facilities of
18 Hui Mana 'Oma'o constitute a project as defined in part V,
19 chapter 39A, Hawaii Revised Statutes, and the financing thereof
20 is assistance to an industrial enterprise.

21 SECTION 3. The special purpose revenue bonds and the
22 refunding special purpose revenue bonds issued under this Act



1 shall be issued pursuant to part V, chapter 39A, Hawaii Revised
2 Statutes, relating to the power to issue special purpose revenue
3 bonds to assist industrial enterprises.

4 SECTION 4. The department of budget and finance is
5 authorized, from time to time, including times subsequent to
6 June 30, 2013, to issue special purpose revenue bonds in
7 whatever principal amounts the department shall determine to be
8 necessary to refund the special purpose revenue bonds authorized
9 in section 2 and to refund special purpose revenue bonds
10 authorized in this section, regardless of whether the
11 outstanding special purpose revenue bonds or refunding special
12 purpose revenue bonds have matured or are the subject of
13 redemption or whether the refunding special purpose revenue
14 bonds shall be bonds for the multi-project programs described in
15 section 2. In making this determination, the department shall
16 comply with federal law relating to the exemption from federal
17 income taxation of the interest on bonds of the nature
18 authorized by this section.

19 SECTION 5. The authorization to issue special purpose
20 revenue bonds under this Act shall lapse on June 30, 2013.



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

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INTRODUCED BY:

Calvin K. Say

JAN 18 2008



Report Title:

Special Purpose Revenue Bonds; Industrial Enterprises

Description:

Authorizes the issuance of special purpose revenue bonds in a total amount not to exceed \$38,000,000 to assist Hui Mana 'Oma'o to establish facilities to convert potential renewable energy resources into electrical energy for public consumption.

