

JAN 26 2011

A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO
ASSIST PACIFIC POWER AND WATER COMPANY, INC.

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

1 SECTION 1. The legislature finds that the development of
2 clean and renewable energy is in the best interest of the
3 public. Development of hydropower projects would help achieve
4 renewable energy targets of the State of Hawaii, promote
5 Hawaii's water resources as a source of renewable energy, and
6 reduce Hawaii's reliance on imported oil. The legislature finds
7 that the issuance of special purpose revenue bonds under this
8 Act is in the public interest and beneficial for the public
9 health, safety, and welfare.

10 SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised
11 Statutes, the department of budget and finance, with the approval
12 of the governor, is authorized to issue special purpose revenue
13 bonds in a total amount not to exceed \$25,000,000, in one or
14 more series, for the purpose of assisting Pacific Power and
15 Water Company, Inc., with the planning, permitting, designing,
16 constructing, equipping, and operating of hydropower plants at
17 locations throughout Hawaii. The legislature hereby finds and



1 determines that the planning, permitting, designing,
2 constructing, equipping, and operating of hydropower plants
3 constitute a project as defined in part V, chapter 39A, Hawaii
4 Revised Statutes, and the financing thereof is in assistance to
5 an industrial enterprise.

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

11 SECTION 4. The department of budget and finance is
12 authorized, from time to time, including times subsequent to
13 June 30, 2016, 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 and any refunding of special purpose revenue bonds
17 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 this 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 revenue bonds under this Act shall lapse on June 30, 2016.

6 SECTION 6. This Act shall take effect on July 1, 2011.

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INTRODUCED BY: David Y. J. [Signature]



Report Title:

Special Purpose Revenue Bonds; Pacific Power and Water Company, Inc.

Description:

Authorizes the issuance of special purpose revenue bonds in an amount not exceeding \$25,000,000 to assist Pacific Power and Water Company, Inc., with the planning, permitting, designing, construction, equipping, and operating of hydropower facilities throughout the State.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

