
A BILL FOR AN ACT

AUTHORIZING THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR
HAWAII RENEWABLE RESOURCES, LLC.

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

1 SECTION 1. The legislature finds that the development of
2 local sustainable food production and the use and production of
3 renewable energy systems continues to be in the best public
4 interest. Hawaii Renewable Resources, LLC, is a Hawai'i company
5 offering sustainable solutions for the production of food and
6 renewable energy from the conversion of recovered food and green
7 agricultural crop resources.

8 Hawaii Renewable Resources, LLC, proposes to own, design,
9 build, and operate a project located on approximately ninety
10 acres of agricultural lands on central O'ahu that includes:

11 (1) A material reprocessing facility to recover organic
12 materials, food manufacturing waste, green crop waste,
13 and farm crop harvest waste;

14 (2) A closed-loop, fully renewable and sustainable
15 facility, with its own energy production, water



- 1 recovery, waste processing, telecommunications, and
2 environmental controls;
- 3 (3) A digester system to break down food and green waste
4 materials to usable products;
- 5 (4) Other processing equipment necessary to convert food
6 waste, green waste, and other materials to renewable
7 natural gas;
- 8 (5) Processing equipment for production of United States
9 Food and Drug Administration certified pig and fish
10 pellet feeds from processed and cooked food waste;
- 11 (6) Production of soil amendment compost from operations
12 for use in food crop farming;
- 13 (7) Recovery and use of carbon dioxide from renewable
14 natural gas production for use as a plant nutrient in
15 greenhouse food crop hydroponic vegetable farming;
- 16 (8) Recovery of water for purification and use for farm
17 crop irrigation; and
- 18 (9) Production of solar electricity used to operate the
19 facility and provide cooling for harvested vegetable
20 crops.



1 In support of the project of Hawaii Renewable Resources,
2 LLC, the use of special purpose revenue bonds issued pursuant to
3 this Act has been carefully considered and matches similar
4 investments for infrastructure projects of this type. The
5 issuance of special purpose revenue bonds will also provide
6 critical financial flexibility to support the project
7 initiatives and the deployment of internal capital. Through the
8 utilization of special purpose revenue bonds as a means of
9 funding, Hawaii Renewable Resources, LLC, will provide the
10 public with benefits derived from utilization of alternative
11 energy, without investment or operational risk to the State or
12 counties.

13 The legislature finds and declares that the issuance of
14 special purpose revenue bonds under this Act for Hawaii
15 Renewable Resources, LLC, is in the public interest and for the
16 public health, safety, and general welfare of the State.

17 SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised
18 Statutes, the department of budget and finance, with the
19 approval of the governor, is authorized to issue special purpose
20 revenue bonds in a total amount not to exceed \$30,000,000 in one
21 or more series, for the purpose of assisting Hawaii Renewable



1 Resources, LLC, with the establishment and funding of food,
2 animal feed and energy production, waste recovery, and related
3 facilities on the island of O'ahu.

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

9 SECTION 4. The department of budget and finance is
10 authorized, from time to time, including times subsequent to
11 June 30, 2021, to issue special purpose revenue bonds in
12 whatever principal amounts the department shall determine to be
13 necessary to refund the special purpose revenue bonds authorized
14 in section 2 and to refund special purpose revenue bonds
15 authorized in this section, regardless of whether the
16 outstanding special purpose revenue bonds or refunding special
17 purpose revenue bonds have matured or are the subject of
18 redemption or whether the refunding special purpose revenue
19 bonds shall be bonds for the multi-project programs described in
20 section 2. In making this determination, the department shall
21 comply with federal law relating to the exemption from federal



1 income taxation of the interest on bonds of the nature
2 authorized by this section.

3 SECTION 5. The authorization to issue special purpose
4 revenue bonds under this Act shall lapse on June 30, 2021.

5 SECTION 6. This Act shall take effect July 1, 2016.

6

INTRODUCED BY:

A handwritten signature in black ink, appearing to be "J. V. ...", written over a horizontal line.

JAN 26 2016



H.B. NO. 2593

Report Title:

Special Purpose Revenue Bonds; Food Crop Production; Animal Feed Production; Renewable Energy; Hawaii Renewable Resources, LLC; O'ahu

Description:

Authorizes the issuance of special purpose revenue bonds to assist Hawaii Renewable Resources, LLC, with the development of facilities for food crop, animal feed, and renewable non-fossil fuel production on O'ahu.

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

