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## A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR  
KALOKO RESERVOIR.

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

1           SECTION 1. The legislature finds and declares that the  
2 issuance of special purpose revenue bonds under this Act is in  
3 the public interest and for the public health, safety, and  
4 general welfare.

5           SECTION 2. Pursuant to Act           , Session Laws of Hawaii  
6 2016, the department of budget and finance, with the approval of  
7 the governor, is authorized to issue special purpose revenue  
8 bonds in a total amount not to exceed \$10,000,000 in one or more  
9 series, for the purpose of providing financing to Mary N. Lucas  
10 Estate for the Kaloko reservoir for planning, permitting,  
11 designing, constructing, and equipping the reservoir's dam,  
12 upgrading the infrastructure associated with the dam, and  
13 acquiring the neighboring properties and appurtenant water  
14 system rights and assets necessary to restore and operate the  
15 appurtenant water system. The legislature hereby finds and  
16 determines that the Kaloko reservoir and its dam constitute a



1 project as defined in Act , Session Laws of Hawaii 2016, and  
2 the financing thereof is assistance to dam and reservoir owners.

3 SECTION 3. The special purpose revenue bonds and the  
4 refunding special purpose revenue bonds issued under this Act  
5 shall be issued pursuant to Act , Session Laws of Hawaii  
6 2016, relating to the power to issue special purpose revenue  
7 bonds to assist dam and reservoir owners.

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



# H.B. NO. 2680

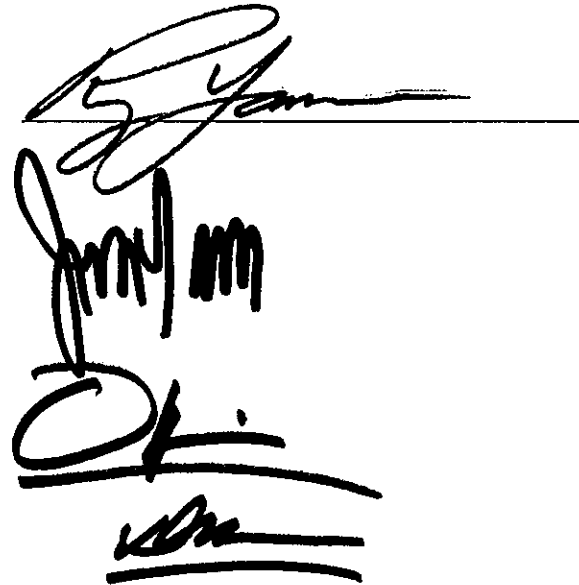
1 income taxation of the interest on bonds of the nature  
2 authorized by this section.

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

5 SECTION 6. The revisor of statutes shall insert the act  
6 number for H.B. No. 2058, as enacted by the legislature in the  
7 2016 regular session, as the act referenced in sections 2 and 3.

8 SECTION 7. This Act shall take effect on July 1, 2016.  
9

INTRODUCED BY:



JAN 27 2016



# H.B. NO. 2680

**Report Title:**

Special Purpose Revenue Bonds; Dam and Reservoir Owners; Mary N. Lucas Estate

**Description:**

Authorizes the issuance of special purpose revenue bonds to provide financing to assist Mary N. Lucas Estate with Kaloko reservoir.

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

