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# 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 Hawaii 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 \$           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, energy production, waste recovery, and related  
 3 facilities on the island of O'ahu. The legislature hereby finds  
 4 and determines that the project proposed by Hawaii Renewable  
 5 Resources, LLC, constitutes a "project" as defined in part V,  
 6 chapter 39A, Hawaii Revised Statutes, and the financing thereof  
 7 is assistance to an industrial enterprise.

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

13 SECTION 4. The department of budget and finance is  
 14 authorized, from time to time, including times subsequent to  
 15 June 30, 2021, to issue special purpose revenue bonds in  
 16 whatever principal amounts the department shall determine to be  
 17 necessary to refund the special purpose revenue bonds authorized  
 18 in section 2 and to refund special purpose revenue bonds  
 19 authorized in this section, regardless of whether the  
 20 outstanding special purpose revenue bonds or refunding special  
 21 purpose revenue bonds have matured or are the subject of



1 redemption or whether the refunding special purpose revenue  
2 bonds shall be bonds for the multi-project programs described in  
3 section 2. In making this determination, the department shall  
4 comply with federal law relating to the exemption from federal  
5 income taxation of the interest on bonds of the nature  
6 authorized by this section.

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

9 SECTION 6. This Act shall take effect on July 1, 2050.



**Report Title:**

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

**Description:**

Authorizes the issuance of special purpose revenue bonds to enable Hawaii Renewable Resources, LLC, to establish and fund food, animal feed, energy production, waste recovery, and related facilities on Oahu. (SB2367 HD1)

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

