

STAND. COM. REP. NO.

805

Honolulu, Hawaii

MAR 03 2017

RE: S.B. No. 1288
S.D. 2

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2017
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 1288, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO SPECIAL PURPOSE REVENUE BONDS FOR HPC FOODS, LTD,"

begs leave to report as follows:

The purpose and intent of this measure is to authorize the issuance of special purpose revenue bonds to assist HPC Foods, Ltd., as an agricultural enterprise.

Your Committee received written comments in support of this measure from the Department of Agriculture, Hawaii Food Manufacturers Association, Hawaii Farm Bureau, and Chamber of Commerce Hawaii.

Your Committee received written comments on this measure from the Department of Budget and Finance and the Department of the Attorney General.

Your Committee finds that the proceeds from the sale of special purpose revenue bonds will be used by HPC Foods, Ltd., one of Hawaii's largest produce processors and distributors, for multi-purpose capital improvement programs. Your Committee believes that it is more appropriate to issue special purpose revenue bonds to assist HPC Foods, Ltd., as a processing enterprise, rather than as an agricultural enterprise. Your




Committee finds that the issuance of these special purpose revenue bonds is in the public interest and will benefit the public health, safety, and general welfare.

Your Committee has amended this measure by:

- (1) Changing the category of special purpose revenue bonds to be issued under chapter 39A, Hawaii Revised Statutes, to assist HPC Foods, Inc., as a processing enterprise pursuant to part IV of the chapter rather than an agricultural enterprise pursuant to part X of the chapter; and
- (2) Adding a list of specific purposes for which the proceeds from the sale of the special purpose revenue bonds will be used, including:
 - (A) Processing and packing warehouse facilities;
 - (B) Equipment for processing and packing;
 - (C) Refrigeration facilities; and
 - (D) Agricultural production including manufacturing and value-added products.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1288, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 1288, S.D. 2.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,

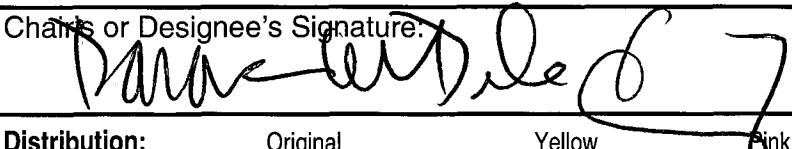


JILL N. TOKUDA, Chair



The Senate
Twenty-Ninth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB 1288, SD1	Committee Referral: AEN, WAM	Date: 3/1/17		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)	/			
DELA CRUZ, Donovan M. (VC)	/			
ENGLISH, J. Kalani	/			
GALUTERIA, Brickwood	/			
HARIMOTO, Breene	/			
INOUYE, Lorraine R.	/			
KAHELE, Kaiali'i	/			
RIVIERE, Gil	/			
SHIMABUKURO, Maile S.L.	/			
TANIGUCHI, Brian T.	/			
WAKAI, Glenn	/			
TOTAL	11			
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair or Designee's Signature: 				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes