

JAN 18 2019

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## A BILL FOR AN ACT

AUTHORIZING THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS FOR MELE ASSOCIATES, INC., A RENEWABLE ENERGY DEVELOPER SERVING THE GENERAL PUBLIC IN PROVIDING ELECTRIC ENERGY.

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

1           SECTION 1. The legislature finds that climate change and  
2 its severe effects and shoreline erosion impact the lives and  
3 livelihoods of Hawaii's people. There is currently an  
4 increasing focus on reducing harmful air emissions from fossil  
5 fuels, such as oil and coal, as a possible cause of greenhouse  
6 gases, which impact climate change.

7           The legislature further finds that global fossil fuel  
8 prices and concerns about energy security in Hawaii are the  
9 impetus locally to acquire renewable resources as a source of  
10 energy. Hawaii is extremely well-situated to harness strong  
11 trade winds and abundant sunlight to provide renewable energy.  
12 Mele Associates, Inc., has considerable experience in installing  
13 renewable energy projects using special purpose revenue bonds as  
14 a financing instrument.



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

4           SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised  
5 Statutes, the department of budget and finance, with the  
6 approval of the governor, is authorized to issue special purpose  
7 revenue bonds in a total amount not to exceed \$50,000,000, in  
8 one or more series, for the purpose of assisting Mele  
9 Associates, Inc., a renewable energy developer, in serving the  
10 general public by providing renewable electric energy and  
11 installing renewable energy projects in Hawaii. The legislature  
12 hereby finds and determines that the renewable energy projects  
13 constitute a project as defined in part V, chapter 39A, Hawaii  
14 Revised Statutes, and the financing thereof is assistance to an  
15 industrial enterprise.

16           SECTION 3. The special purpose revenue bonds and the  
17 refunding special purpose revenue bonds issued under this Act  
18 shall be issued pursuant to part V, chapter 39A, Hawaii Revised  
19 Statutes, relating to the power to issue special purpose revenue  
20 bonds to assist industrial enterprises.



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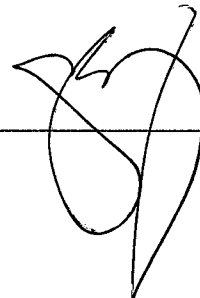
1           SECTION 4. The department of budget and finance is  
2 authorized, from time to time, including times subsequent to  
3 June 30, 2024, to issue special purpose revenue bonds in  
4 whatever principal amounts the department shall determine to be  
5 necessary to refund the special purpose revenue bonds authorized  
6 in section 2 and to refund special purpose revenue bonds  
7 authorized in this section, regardless of whether the  
8 outstanding special purpose revenue bonds or refunding special  
9 purpose revenue bonds have matured or are the subject of  
10 redemption or whether the refunding special purpose revenue  
11 bonds shall be bonds for the multi-project programs described in  
12 section 2. In making this determination, the department shall  
13 comply with federal law relating to the exemption from federal  
14 income taxation of the interest on bonds of the nature  
15 authorized by this section.

16           SECTION 5. The authorization to issue special purpose  
17 revenue bonds under this Act shall lapse on June 30, 2024.

18           SECTION 6. This Act shall take effect on July 1, 2019.

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INTRODUCED BY: \_\_\_\_\_

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# S.B. NO. 988

**Report Title:**

Special Purpose Revenue Bonds; Mele Associates, Inc.; Renewable Energy Developer

**Description:**

Authorizes the issuance of special purpose revenue bonds to Mele Associates, Inc., a renewable energy developer, for the provision of electric energy and installation of renewable energy projects in Hawaii.

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

