
A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST AN INDUSTRIAL ENTERPRISE.

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 part V, chapter 39A, Hawaii Revised
6 Statutes, the department of budget and finance, with the
7 approval of the governor, is authorized to issue special purpose
8 revenue bonds in a total amount not to exceed \$100,000,000, in
9 one or more series, for the purpose of assisting Kona Coast
10 Water, LLC, a Hawaii limited liability company, in financing or
11 refinancing the costs relating to the planning, design,
12 construction, equipping, acquisition of lands, including
13 easements or other interests therein, and other tangible assets
14 for solar thermal facilities to desalinate water using renewable
15 energy. The legislature hereby finds and determines that
16 construction of solar thermal facilities to desalinate water



1 constitute a project as defined in part V, chapter 39A, Hawaii
2 Revised Statutes, and the financing thereof is assistance to an
3 industrial enterprise.

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, 2024, 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



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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, 2024.

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

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INTRODUCED BY: *Mike E. Lamm*

JAN 17 2019



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Report Title:

Special Purpose Revenue Bonds; Kona Coast Water, LLC; Solar Thermal Facilities; Desalinate Water

Description:

Authorizes the issuance of special purpose revenue bonds to assist Kona Coast Water, LLC, with the financing of the planning, design, and construction of solar thermal facilities to desalinate water using renewable energy.

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

