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# A BILL FOR AN ACT

RELATING TO SPECIAL PURPOSE REVENUE BONDS TO ASSIST ALOUN KAUAI FARMING, AN AGRICULTURAL ENTERPRISE, IN THE FINANCE, OPERATION, AND MAINTENANCE OF A PROJECT TO REVITALIZE THE DAIRY INDUSTRY.

**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. Notwithstanding the provisions of Act 182,  
6       Session Laws of Hawaii 2022, as amended by Act 262, Session Laws  
7       of Hawaii 2023, the legislature authorizes the issuance of  
8       special purpose revenue bonds to assist Aloun Kauai Farming LLC  
9       in building facilities pursuant to part X, chapter 39A, Hawaii  
10      Revised Statutes, relating to the power to issue special purpose  
11      revenue bonds to assist agricultural enterprises that require  
12      the allocation of the annual state ceiling under section 39B-2,  
13      Hawaii Revised Statutes, for the period July 1, 2025, through  
14      December 31, 2028.



SECTION 3. Pursuant to part X, chapter 39A, Hawaii Revised Statutes, the department of budget and finance, with the approval of the governor, is authorized to issue special purpose revenue bonds in a total amount not to exceed \$ , in one or more series, for the purpose of assisting Aloun Kauai Farming LLC, a Hawaii limited liability company, for the planning, design, construction, and maintenance of an integrated dairy industry. The legislature hereby finds and determines that Aloun Kauai Farming LLC constitutes a project as defined in part X, chapter 39A, Hawaii Revised Statutes, and the financing thereof is assistance to an agricultural enterprise.

SECTION 4. The special purpose revenue bonds and the refunding special purpose revenue bonds issued under this Act shall be issued pursuant to part X, chapter 39A, Hawaii Revised Statutes, relating to the power to issue special purpose revenue bonds to assist agricultural enterprises.

SECTION 5. The department of budget and finance is authorized, from time to time, including times subsequent to June 30, 2030, to issue special purpose revenue bonds in whatever principal amounts the department shall determine to be necessary to refund the special purpose revenue bonds authorized



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

11 SECTION 6. The authorization to issue special purpose  
12 revenue bonds under this Act shall lapse on June 30, 2030.

13 SECTION 7. This Act shall take effect on July 1, 2050.  
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**Report Title:**

BUF; SPRB; Aloun Kauai Farming; Agricultural Enterprises;  
Integrated Dairy Industry

**Description:**

Authorizes the Department of Budget and Finance to issue special purpose revenue bonds to assist Aloun Kauai Farming, LLC, in the planning, design, construction, and maintenance of an integrated dairy industry. Effective 7/1/2050. (SD1)

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

