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## A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST INDUSTRIAL ENTERPRISES IN MAKING IMPROVEMENTS TO THE AGRICULTURAL IRRIGATION SYSTEMS ON THE NORTH SHORE OF OAHU.

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

1           SECTION 1. The legislature finds that the deterioration of  
2 vital agricultural infrastructure developed by the former  
3 plantation industries on the north shore of the island of Oahu  
4 is jeopardizing the survival of emerging agricultural  
5 industries. As much as 10,000 acres of agricultural lands can  
6 be irrigated by the former sugar irrigation system.

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

11           SECTION 3. Pursuant to part V, chapter 39A, Hawaii Revised  
12 Statutes, the department of budget and finance, with the  
13 approval of the governor, is authorized to issue special purpose  
14 revenue bonds in a total amount not to exceed \$           , in  
15 one or more series, for the purpose of assisting Kamehameha  
16 Schools, a Hawaii nonprofit corporation, with agriculture



1 irrigation infrastructure improvements, including the  
2 construction, repair, and improvement of the Wahiawa water  
3 company system irrigation facilities. The legislature hereby  
4 finds and determines that the construction, repair, and  
5 improvement of Wahiawa water company system irrigation  
6 facilities constitute a project as defined in part V, chapter  
7 39A, Hawaii Revised Statutes, and the financing thereof is  
8 assistance to an industrial enterprise.

9 SECTION 4. The special purpose revenue bonds and the  
10 refunding special purpose revenue bonds issued under this Act  
11 shall be issued pursuant to part V, chapter 39A, Hawaii Revised  
12 Statutes, relating to the power to issue special purpose revenue  
13 bonds to assist an industrial enterprise.

14 SECTION 5. The department of budget and finance is  
15 authorized, from time to time, including times subsequent to  
16 June 30, 2009, to issue special purpose revenue bonds in  
17 whatever principal amounts the department shall determine to be  
18 necessary to refund the special purpose revenue bonds authorized  
19 in section 3 and to refund special purpose revenue bonds  
20 authorized in this section, regardless of whether the  
21 outstanding special purpose revenue bonds or refunding special  
22 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 3. 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 6. The authorization to issue special purpose  
8 revenue bonds under this Act shall lapse on June 30, 2012.

9 SECTION 7. This Act shall take effect upon its approval.

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INTRODUCED BY:

A handwritten signature in black ink, appearing to read "Robert B. ...", is written over a horizontal line.



**Report Title:**

SPRBS; Agricultural Irrigation Systems

**Description:**

Authorizes issuance of special purpose revenue bonds for agricultural irrigation systems on the north shore of Oahu.

