
A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST IN CONSTRUCTING AND MAKING IMPROVEMENTS TO THE AGRICULTURAL IRRIGATION SYSTEMS ON THE NORTH SHORE OF THE ISLAND 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 ten thousand acres of agricultural lands
6 can be irrigated by the former sugar irrigation system.

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

11 SECTION 2. 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 the total amount not to exceed \$ in one
15 or more series, for the purpose of assisting Kamehameha Schools,
16 a Hawaii nonprofit corporation, with agricultural irrigation



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

9 SECTION 3. The special purpose revenue bonds issued under
10 this Act shall be issued pursuant to part V, chapter 39A, Hawaii
11 Revised Statutes, relating to the power to issue special purpose
12 revenue bonds to assist an industrial enterprise.

13 SECTION 4. The department of budget and finance is
14 authorized, from time to time, including times subsequent to
15 June 30, 2011, to issue special purpose revenue bonds in
16 whatever principal amounts the department shall determine to be
17 necessary to refund the special purpose revenue bonds authorized
18 in section 2 and to refund special purpose revenue bonds
19 authorized in this section, regardless of whether the
20 outstanding special purpose revenue bonds or the refunding of
21 special purpose revenue bonds have matured or are the subject of
22 redemption or whether the refunding of special purpose revenue



1 bonds shall be bonds for the multi-project programs described in
 2 section 2. In making the determination, the department shall
 3 comply with federal law relating to the exemption from federal
 4 income taxation of the interest on bonds of the nature
 5 authorized by this section.

6 SECTION 5. The authorization to issue special purpose
 7 revenue bonds under this Act shall lapse on June 30, 2011.

8 SECTION 6. This Act shall take effect upon its approval.
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Report Title:

Special Purpose Revenue Bonds; Kamehameha Schools

Description:

Authorizes issuance of special purpose revenue bonds to assist Kamehameha Schools with agricultural irrigation infrastructure improvements.

