

Honolulu, Hawaii

May 1

, 2015

RE: H.B. No. 242
S.D. 1
C.D. 1

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Eighth State Legislature
Regular Session of 2015
State of Hawaii

Honorable Donna Mercado Kim
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2015
State of Hawaii

Sir and Madam:

Your Committee on Conference on the disagreeing vote of the House of Representatives to the amendments proposed by the Senate in H.B. No. 242, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO SEAWATER AIR CONDITIONING,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to support the development of a renewable and efficient energy system in the State by extending, from June 30, 2015, to June 30, 2020, the authorization to issue special purpose revenue bonds to assist Honolulu Seawater Air Conditioning LLC, in financing the design and construction of a seawater air conditioning district cooling system on Oahu.

Your Committee on Conference notes that, over the years, the Legislature has authorized the issuance of millions of dollars in special purpose revenue bonds for the downtown Honolulu seawater air conditioning project. However, disruptions in the financial markets and longer than expected permitting and regulatory reviews have delayed the sale of these special purpose revenue bonds. Your



Committee on Conference finds that extending the authorization to issue special purpose revenue bonds for this project is in the best environmental and economic interest of the State and is an important element in providing economically feasible project financing for Honolulu Seawater Air Conditioning LLC.

However, your Committee on Conference notes that, as currently drafted, the authorized time period for the issuance of special purpose revenue bonds exceeds the five-year statutory limitation on the issuance of such bonds. Accordingly, your Committee on Conference has amended this measure by amending the date by which the authorization to issue the special purpose revenue bonds will lapse from June 30, 2020, to June 27, 2020.

As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of H.B. No. 242, S.D. 1, as amended herein, and recommends that it pass Final Reading in the form attached hereto as H.B. No. 242, S.D. 1, C.D. 1.

Respectfully submitted on behalf
of the managers:

ON THE PART OF THE SENATE



MIKE GABBARD, Chair



BRICKWOOD GALUTERIA, Co-Chair

ON THE PART OF THE HOUSE



DEREK S.K. KAWAKAMI, Co-Chair



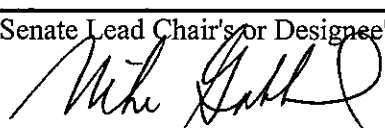
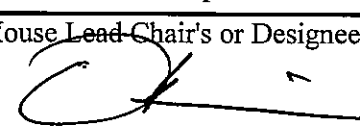
NICOLE E. LOWEN, Co-Chair



Hawaii State Legislature

CCR 107

Record of Votes of a Conference Committee

Bill / Concurrent Resolution No.: HB 242, SD 1					Date/Time: 5/1/15 2:05pm				
<input checked="" type="checkbox"/> The recommendation of the House and Senate managers is to pass with amendments (CD).									
<input type="checkbox"/> The Committee is reconsidering its previous decision.									
<input type="checkbox"/> The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure					<input type="checkbox"/> The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.				
Senate Managers	A	WR	N	E	House Managers	A	WR	N	E
GABBARD, Mike, Chr.	✓				KAWAKAMI, Derek S.K., Co-Chr.	✓			
GALUTERIA, Brickwood, Co-Chr.	✓				LOWEN, Nicole E., Co-Chr.	✓			
SLOM, Sam	✓				KONG, Sam Satoru	✓			
					THIELEN, Cynthia				✓
TOTAL	3				TOTAL	3			1
A = Aye		WR = Aye with Reservations			N = Nay		E = Excused		
Senate Recommendation is:					House Recommendation is:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted					<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Senate Lead Chair's or Designee's Signature:					House Lead Chair's or Designee's Signature:				
									
Distribution: Original Yellow Pink Goldenrod File with Conference Committee Report House Clerk's Office Senate Clerk's Office Drafting Agency									