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## A BILL FOR AN ACT

AUTHORIZING THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST BIG ISLAND DAIRY, LLC.

**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 pursuant to this Act  
3 is in the public interest and for the public health, safety, and  
4 general welfare.

5           SECTION 2. Pursuant to part X, 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 \$10,000,000 in one  
9 or more series, for the purpose of assisting Big Island Dairy,  
10 LLC, a Hawaii limited liability company, to finance, refinance,  
11 and reimburse costs related to the planning, design, and  
12 construction of a new milk processing facility, related  
13 appurtenances, and any costs that are necessarily or advisably  
14 incurred in order to provide the assistance or that are directly  
15 or indirectly related to any of the foregoing items. The  
16 legislature hereby finds and determines that the aforementioned  
17 activities and facilities constitute a project as defined in



1 part X, chapter 39A, Hawaii Revised Statutes, and the financing  
2 thereof is assistance to an agricultural enterprise.

3 SECTION 3. The special purpose revenue bonds and the  
4 refunding special purpose revenue bonds issued under this Act  
5 shall be issued pursuant to part X, chapter 39A, Hawaii Revised  
6 Statutes, relating to the power to issue special purpose revenue  
7 bonds to assist an agricultural enterprise.

8 SECTION 4. The department of budget and finance is  
9 authorized, from time to time, including times subsequent to  
10 June 30, 2021, to issue special purpose revenue bonds in  
11 whatever principal amounts the department shall determine to be  
12 necessary to refund the special purpose revenue bonds authorized  
13 in section 2 of this Act and to refund special purpose revenue  
14 bonds authorized in this section, regardless of whether the  
15 outstanding special purpose revenue bonds or refunding special  
16 purpose revenue bonds have matured or are the subject of  
17 redemption or whether the refunding special purpose revenue  
18 bonds shall be bonds for the multi-project programs described in  
19 section 2. In making this determination, the department shall  
20 comply with federal law relating to the exemption from federal



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, 2021.

5 SECTION 6. This Act shall take effect on July 1, 2016.



**Report Title:**

Special Purpose Revenue Bonds; Big Island Dairy, LLC

**Description:**

Authorizes the issuance of special purpose revenue bonds up to \$10,000,000 to assist Big Island Dairy, LLC for the planning, design, and construction of a new milking facility. (SD2)

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

