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# A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO  
KUNOA CATTLE COMPANY, 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 under this Act is in  
3 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 \$50,000,000, in  
9 one or more series, for the purpose of assisting Kunoa Cattle  
10 Company, LLC, a Hawaii corporation, with construction of a  
11 multi-species livestock farm, expansion of the current slaughter  
12 and processing infrastructure, development of distribution  
13 assets and agritourism services, and expansion of renewable  
14 energy assets. The legislature hereby finds and determines that  
15 construction of facilities and expansion of economic  
16 infrastructure constitute a project as defined in part X,



1 chapter 39A, Hawaii Revised Statutes, and the financing thereof  
2 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 agricultural enterprises.

8 SECTION 4. The department of budget and finance is  
9 authorized, from time to time, including times subsequent to  
10 June 30, 2023, 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 of this Act. In making this determination, the  
20 department shall comply with federal law relating to the



1 exemption from federal income taxation of the interest on bonds  
2 of the nature authorized by this section.

3 SECTION 5. The authorization to issue special purpose  
4 revenue bonds under this Act shall lapse on June 30, 2023.

5 SECTION 6. This Act shall take effect on July 1, 2018.



**Report Title:**

Kunoa Cattle Company; Capital Improvement Programs; Special Purpose Revenue Bonds; Appropriation

**Description:**

Authorizes the issuance of special purpose revenue bonds to assist Kunoa Cattle Company, LLC, to fund the construction of a multi-species livestock farm, expansion of the slaughter and processing infrastructure, development of distribution assets and agritourism services, and expansion of renewable energy assets. (SD1)

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

