
A BILL FOR AN ACT

RELATING TO SPECIAL PURPOSE REVENUE BONDS TO ASSIST SPINLAUNCH.

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

1 SECTION 1. The legislature finds that support for the
2 development of a small satellite launch system is in the public
3 interest. The legislature further finds that SpinLaunch, Inc.,
4 proposes to construct an electrical small satellite launch
5 system on the island of Hawaii. The issuance of special purpose
6 revenue bonds to assist SpinLaunch, Inc., in constructing a
7 portion of its electrical small satellite launch system will
8 make the development of such a system more economically feasible
9 and provide numerous benefits. Among other benefits, it is
10 expected that such a system will:

- 11 (1) Create a market and a landmark for the first non-
12 rocket based orbital launch technology in the world;
13 (2) Eliminate the need for chemical rocket fuel first
14 stage propulsion and the resulting atmospheric
15 pollution;



- 1 (3) Use solar energy and regenerative braking, an
2 abundant, infinite, and renewable energy resource, to
3 provide electrical loading;
- 4 (4) Reduce cost access to space and operating costs
5 compared to conventional rocket launch programs;
- 6 (5) Generate millions of dollars in construction project
7 spending and create long-term technical jobs relating
8 to the operation of the launch facility;
- 9 (6) Help the State, counties, and federal government to
10 meet their goals and mandates for expanding access to
11 space under the "U.S. Commercial Space Launch
12 Competitiveness Act" and facilitate a pro-growth
13 environment for the developing commercial space
14 industry; and
- 15 (7) Contribute to space exploration, observation, and
16 transportation.

17 The legislature finds and declares that the issuance of
18 special purpose revenue bonds under this Act is in the public
19 interest and for the public health, safety, and general welfare.

20 SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised
21 Statutes, the department of budget and finance, with the



1 approval of the governor, is authorized to issue special purpose
2 revenue bonds in a total amount not to exceed \$25,000,000, in
3 one or more series, for the purpose of assisting SpinLaunch,
4 Inc., a Delaware corporation, in financing the costs relating
5 to:

6 (1) The planning, design, construction, and equipping of;
7 and

8 (2) The acquisition of land, including easements or other
9 interests therein, and other tangible assets for,
10 an electrically powered, kinetic launch system to transport
11 small satellites into low Earth orbit.

12 The legislature hereby finds and determines that the
13 construction of an electrically powered, kinetic launch system
14 constitutes a project as defined in part V, chapter 39A, Hawaii
15 Revised Statutes, and the financing thereof is assistance to an
16 industrial enterprise.

17 SECTION 3. The special purpose revenue bonds and the
18 refunding special purpose revenue bonds issued under this Act
19 shall be issued pursuant to part V, chapter 39A, Hawaii Revised
20 Statutes, relating to the power to issue special purpose revenue
21 bonds to assist industrial enterprises.



1 SECTION 4. The department of budget and finance is
2 authorized, from time to time, including times subsequent to
3 June 30, 2023, to issue special purpose revenue bonds in
4 whatever principal amounts the department shall determine to be
5 necessary to refund the special purpose revenue bonds authorized
6 in section 2 of this Act and to refund special purpose revenue
7 bonds authorized in this section, regardless of whether the
8 outstanding special purpose revenue bonds or refunding special
9 purpose revenue bonds have matured or are the subject of
10 redemption or whether the refunding special purpose revenue
11 bonds shall be bonds for the multi-project programs described in
12 section 2 of this Act. In making this determination, the
13 department shall comply with federal law relating to the
14 exemption from federal income taxation of the interest on bonds
15 of the nature authorized by this section.

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

18 SECTION 6. This Act shall take effect on July 1, 2050.



Report Title:

Special Purpose Revenue Bonds; SpinLaunch, Inc.; Satellite Launch System

Description:

Authorizes the issuance of special purpose revenue bonds to assist SpinLaunch, Inc., with the financing of the planning, design, and construction of a satellite launch system. Effective 7/1/2050. (SD1)

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

