

JAN 18 2019

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# A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST PEARL HARBOR FLOATING DRYDOCK, 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 III, chapter 39A, Hawaii  
6 Revised 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 \$           , in  
9 one or more series, for the purpose of assisting Pearl Harbor  
10 Floating Drydock, LLC, a Hawaii corporation, for the  
11 construction of a purpose-built floating drydock at Pearl Harbor  
12 to service submarines and surface ships. The legislature hereby  
13 finds and determines that the construction of a purpose-built  
14 floating drydock at Pearl Harbor to service submarines and  
15 surface ships constitute a project as defined in part III,



1 chapter 39A, Hawaii Revised Statutes, and the financing thereof  
2 is assistance to a manufacturing 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 III, chapter 39A, Hawaii  
6 Revised Statutes, relating to the power to issue special purpose  
7 revenue bonds to assist manufacturing enterprises.

8 SECTION 4. The department of budget and finance is  
9 authorized, from time to time, including times subsequent to  
10 June 30, 2024, 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 and to refund special purpose revenue bonds  
14 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



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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, 2024.

5 SECTION 6. This Act shall take effect on July 1, 2019.

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INTRODUCED BY: *Michelle Idani*  
*Maureen L. Inouye*  
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*[Signature]*



# S.B. NO. 985

**Report Title:**

Special Purpose Revenue Bonds; Pearl Harbor Floating Drydock, LLC

**Description:**

Authorizes the issuance of special purpose revenue bonds to assist Pearl Harbor Floating Drydock, LLC, for the construction of a purpose-built floating drydock at Pearl Harbor to service submarines and surface ships.

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

