A BILL FOR AN ACT

RELATING TO SEAWATER AIR CONDITIONING DISTRICT COOLING SYSTEMS.

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

- 1 SECTION 1. The legislature finds that seawater air
- 2 conditioning district cooling systems help to reduce our
- 3 dependence on fossil fuels and help our economy. The
- 4 twenty-five thousand ton seawater air conditioning district
- 5 cooling system under development for downtown Honolulu can
- 6 potentially reduce Oahu's dependence on imported oil by as much
- 7 as one hundred and forty-five thousand barrels annually.
- 8 The downtown Honolulu seawater air conditioning project
- 9 will generate millions of dollars in construction project
- 10 spending. In addition, it will create a significant amount of
- 11 long-term, gainful employment. Other local economic development
- 12 benefits will accrue from money that stays in Hawaii and is not
- 13 exported outside the State to purchase oil.
- 14 The purpose of this Act is to assist seawater air
- 15 conditioning district cooling systems by allowing the systems to
- 16 benefit from the State's enterprise zone program.

1	SECT	ION 2. Section 209E-2, Hawaii Revised Statutes, is
2	amended b	y amending the definition of "qualified business" to
3	read as f	ollows:
4	""Qu	alified business" means any corporation, partnership,
5	or sole p	roprietorship authorized to do business in the State
6	that is q	ualified under section 209E-9, subject to the state
7	corporate	or individual income tax under chapter 235, and
8	[+]is[+]:	
9	(1)	Engaged in manufacturing, the wholesale sale of
10		tangible personal property as defined in section
11		237-4, or a service business as defined in this
12		chapter;
13	(2)	Engaged in producing agricultural products where the
14		business is a producer as defined in section 237-5;
15	(3)	Engaged in research, development, sale, or production
16		of all types of genetically-engineered medical,
17		agricultural, or maritime biotechnology products; $[\frac{or}{c}]$
18	(4)	Engaged in producing electric power from wind energy
19		for sale primarily to a public utility company for
20		resale to the public[-]; or
21	(5)	Engaged in producing air conditioning from a seawater
22		air conditioning district cooling system."

- 1 SECTION 3. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 4. This Act shall take effect upon its approval.

Report Title:

Enterprise Zones; Seawater Air Conditioning Cooling Systems

Description:

Allows the sale of cooling from seawater air conditioning district cooling systems to qualify for state enterprise zone benefits. (SD1)