



GOV. MSG. NO 1392

EXECUTIVE CHAMBERS  
HONOLULU

DAVID Y. IGE  
GOVERNOR

July 12, 2022

The Honorable Ronald D. Kouchi,  
President  
and Members of the Senate  
Thirty-First State Legislature  
State Capitol, Room 409  
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki,  
Speaker and Members of the  
House of Representatives  
Thirty-First State Legislature  
State Capitol, Room 431  
Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

I am transmitting herewith SB1297 SD1 HD1 CD1, without my approval and with the statement of objections relating to the measure.

SB1297 SD1 HD1 CD1

RELATING TO THE ISSUANCE OF SPECIAL  
PURPOSE REVENUE BONDS TO ASSIST  
MAUIGROWN COFFEE, INC.

Sincerely,

DAVID Y. IGE  
Governor, State of Hawai'i

EXECUTIVE CHAMBERS

HONOLULU

July 12, 2022

STATEMENT OF OBJECTIONS TO SENATE BILL NO. 1297

Honorable Members  
Thirty-First Legislature  
State of Hawai'i

Pursuant to Section 16 of Article III of the Constitution of the State of Hawai'i, I am returning herewith, without my approval, Senate Bill No. 1297, entitled "A Bill for an Act Relating to the Issuance of Special Purpose Revenue Bonds to Assist MauiGrown Coffee, Inc."

The purpose of this bill is to extend to June 30, 2025, the authorization to issue special purpose revenue bonds to assist MauiGrown Coffee, Inc.

This bill is objectionable because it is ineffective in authorizing the extension of the lapse date. Act 116, Session Laws of Hawaii 2017, originally authorized, pursuant to part X of chapter 39A, Hawaii Revised Statutes, the issuance of these special purpose revenue bonds effective on July 1, 2017. Section 5 of Act 116 specified that the authorization to issue the subject special purpose revenue bonds would expire on June 30, 2022, five years later. Section 39A-317, which is in part X of chapter 39A, provides that "no authorization shall be made for a period exceeding five years of its enactment." This bill attempts to extend the bond authorization lapse date beyond five years in violation of section 39A-317, Hawaii Revised Statutes.

For the foregoing reasons, I am returning Senate Bill No. 1297 without my approval.

Respectfully,



DAVID Y. IGE  
Governor of Hawai'i

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## A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST MAUIGROWN COFFEE, INC.

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

1           SECTION 1. The legislature finds that Act 116, Session  
2 Laws of Hawaii 2017, authorized the issuance of special purpose  
3 revenue bonds to assist MauiGrown Coffee, Inc., a Hawaii  
4 corporation, with the expanded operation of its coffee farm and  
5 mill in Puukoolii, Maui. The authorization to issue special  
6 purpose revenue bonds is set to lapse on June 30, 2022.

7           The purpose of this Act is to extend the authorization to  
8 issue special purpose revenue bonds to assist MauiGrown Coffee,  
9 Inc., pursuant to Act 116, Session Laws of Hawaii 2017.

10          SECTION 2. Act 116, Session Laws of Hawaii 2017, is  
11 amended by amending sections 4 and 5 to read as follows:

12          "SECTION 4. The department of budget and finance is  
13 authorized, from time to time, including times subsequent to  
14 June 30, [~~2022~~] 2025, to issue special purpose revenue bonds in  
15 whatever principal amounts the department shall determine to be  
16 necessary to refund the special purpose revenue bonds authorized  
17 in section 2 and to refund special purpose revenue bonds



1 authorized in this section, regardless of whether the  
2 outstanding special purpose revenue bonds or refunding special  
3 purpose revenue bonds have matured or are the subject of  
4 redemption or whether the refunding special purpose revenue  
5 bonds shall be bonds for the multi-project programs described in  
6 section 2. In making this determination, the department shall  
7 comply with federal law relating to the exemption from federal  
8 income taxation of the interest on bonds of the nature  
9 authorized by this section.

10 SECTION 5. The authorization to issue special purpose  
11 revenue bonds under this Act shall lapse on June 30, [~~2022~~]  
12 2025."

13 SECTION 3. Statutory material to be repealed is bracketed  
14 and stricken. New statutory material is underscored.

15 SECTION 4. This Act shall take effect on July 1, 2022.



**S.B. NO.** 1297  
S.D. 1  
H.D. 1  
C.D. 1

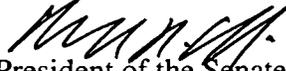
APPROVED this                      day of                      , 2022

GOVERNOR OF THE STATE OF HAWAII

**THE SENATE OF THE STATE OF HAWAI'I**

Date: May 3, 2022  
Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-First Legislature of the State of Hawai'i, Regular Session of 2022.

  
President of the Senate

  
Clerk of the Senate

SB No. 1297, SD 1, HD 1, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 3, 2022  
Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-First Legislature of the State of Hawaii, Regular Session of 2022.



Scott K. Saiki  
Speaker  
House of Representatives



Brian L. Takeshita  
Chief Clerk  
House of Representatives