

JAN 21 2022

A BILL FOR AN ACT

RELATING TO THE ISSUANCE OF SPECIAL PURPOSE REVENUE BONDS TO ASSIST DIBSHAWAII LLC.

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

1 SECTION 1. The legislature finds that DIBSHawaii LLC plans
2 to build a net zero carbon capture storage utilization (CCSU)
3 platform that will recover vented carbon dioxide emissions and
4 scrub and liquify them into food grade liquid carbon dioxide.
5 The recovered carbon dioxide can be placed in pressurized
6 storage tanks creating a virtual terminal for food grade carbon
7 dioxide to be utilized across the State. This product will be
8 utilized for agriculture, energy, and carbon storage in support
9 of the food security and resilience goals of the State. The
10 intent is for seventy-five per cent of the repurposed carbon
11 dioxide to be dedicated to agriculture and energy. The other
12 twenty-five per cent is projected to be dedicated to the United
13 States Department of Defense to be used as critical process
14 input to create renewable jet fuel and to further advance dry
15 ice cleaning efforts on base as well as for carbon dioxide
16 mineralization in concrete for state government projects.



1 The legislature further finds among the intended uses of
2 the food grade carbon dioxide are hemp carbon sequestration,
3 hemp soil remediation, hemp building material, hemp wellness,
4 and the farming of hops and other crops to support food security
5 and create other value added agricultural products.

6 Accordingly, the legislature finds and declares that the
7 issuance of special purpose revenue bonds under this Act is in
8 the public interest and for the public health, safety, and
9 general welfare.

10 SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised
11 Statutes, the department of budget and finance, with the
12 approval of the governor, is authorized to issue special purpose
13 revenue bonds in a total amount not to exceed \$40,000,000, in
14 one or more series, for the purpose of assisting DIBSHawaii LLC,
15 a Hawaii limited liability company, in financing the costs
16 relating to the construction of a CCSU platform that will
17 recover vented carbon dioxide emissions and scrub and liquify
18 them into food grade liquid carbon dioxide. The legislature
19 hereby finds and determines that construction of a CCSU platform
20 constitutes a project as defined in part V, chapter 39A, Hawaii



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

8 SECTION 4. The department of budget and finance is
9 authorized, from time to time, including times subsequent to
10 June 30, 2027, 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, 2027.

5 SECTION 6. This Act shall take effect on July 1, 2022.

6

INTRODUCED BY: _____

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S.B. NO. 2865

Report Title:

Special Purpose Revenue Bonds, DIBSHawaii LLC

Description:

Authorizes the issuance of special purpose revenue bonds to assist DIBSHawaii LLC in the construction of a net zero carbon capture storage utilization platform that will recover vented carbon dioxide emissions and scrub them into food grade liquid carbon dioxide.

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

