

JAN 25 2023

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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, to expand the operation of its coffee farm and mill  
5 in Puukolii, Maui. The authorization to issue special purpose  
6 revenue bonds lapsed on June 30, 2022.

7           The purpose of this Act is to reauthorize and renew the  
8 issuance of special purpose revenue bonds to assist MauiGrown  
9 Coffee, Inc., pursuant to Act 116, Session Laws of Hawaii 2017,  
10 until June 30, 2028.

11           SECTION 2. Pursuant to part X, chapter 39A, Hawaii Revised  
12 Statutes, the department of budget and finance, with the  
13 approval of the governor, is authorized to issue special purpose  
14 revenue bonds in a total amount not to exceed \$30,000,000 in one  
15 or more series, for the purpose of assisting MauiGrown Coffee,  
16 Inc., a Hawaii corporation, with the expanded operation of its



1 coffee farm and mill in Puukoolii, Maui. The legislature hereby  
2 finds and determines that this expansion constitutes a project  
3 as defined in part X, chapter 39A, Hawaii Revised Statutes, and  
4 the financing thereof is assistance to agricultural enterprise.

5 SECTION 3. The special purpose revenue bonds and the  
6 refunding special purpose revenue bonds issued under this Act  
7 shall be issued pursuant to part X, chapter 39A, Hawaii Revised  
8 Statutes, relating to the power to issue special purpose revenue  
9 bonds to assist agricultural enterprises.

10 SECTION 4. The department of budget and finance is  
11 authorized, from time to time, including times subsequent to  
12 June 30, 2028, to issue special purpose revenue bonds in  
13 whatever principal amounts the department shall determine to be  
14 necessary to refund the special purpose revenue bonds authorized  
15 in section 2 of this Act and to refund special purpose revenue  
16 bonds authorized in this section, regardless of whether the  
17 outstanding special purpose revenue bonds or refunding special  
18 purpose revenue bonds have matured or are the subject of  
19 redemption or whether the refunding special purpose revenue  
20 bonds shall be bonds for the multi-project programs described in  
21 section 2. In making this determination, the department shall



1 comply with federal law relating to the exemption from federal  
2 income taxation of the interest on bonds of the nature  
3 authorized by this section.

4 SECTION 5. The authorization to issue special purpose  
5 revenue bonds under this Act shall lapse on June 30, 2028.

6 SECTION 6. The authorization of special purpose revenue  
7 bonds pursuant to this Act shall be made notwithstanding any  
8 limitation in Act 182, Session Laws of Hawaii 2022.

9 SECTION 7. This Act shall take effect on July 1, 2023.

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INTRODUCED BY: *ANDREW C. FUJIKAWA*



# S.B. NO. 1223

**Report Title:**

Special Purpose Revenue Bonds; Maui; MauiGrown Coffee, Inc.

**Description:**

Authorizes a new issuance of special purpose revenue bonds in the amount of \$30 million, to assist MauiGrown Coffee, Inc. with the operation and expansion of its farm and mill.

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

