

ACT 227

H. B. 827.

A Bill for an Act Relating to Industrial Development Bonds and Amending Chapter 140A, Revised Laws of Hawaii 1955.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Purpose. The purpose of this Act is to broaden the powers of the political subdivision of the State to issue industrial development bonds by allowing such bonds to be used not only for the purchase or construction of industrial enterprise but also of tourist facilities. One of the greatest potentials for economic development in the neighbor counties is in tourism. Without means for financing adequate accommodations which could be accomplished through the issuance of industrial bonds, this growth will be inhibited.

SECTION 2. Section 140A-2(a), Revised Laws of Hawaii 1955, is hereby amended to read as follows:

(a) "Industrial development bond" means any general obligation or revenue bond issued by any political subdivision of the State for the purpose of financing the purchase or lease of land; the purchase or construction, including reconstruction, improvement, expansion, extension and enlargement, of buildings and appurtenances; and the purchase and installation of machinery, equipment or fixtures, when the purchases or leases are made primarily for sale or continuing lease to a private individual, partnership or corporation for use in connection with the development of an industrial, commercial, or hotel enterprise;

SECTION 3. This Act shall take effect upon its approval.

(Approved June 6, 1967.)