

ACT 297

S.B. NO. 3095

A Bill for an Act Relating to Special Purpose Revenue Bonds for Manufacturing Agricultural Products.

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

SECTION 1. The legislature finds and declares that the issuance of special purpose revenue bonds under this Act is in the public interest and for the public health, safety, and general welfare.

SECTION 2. The legislature finds that Hawaii has traditionally relied upon the visitor industry and the sugar and pineapple industries to provide employment for a large segment of the population and generate tax revenues for government programs and services. However, it has been a policy of the State to reduce reliance on these industries and encourage the development of new diversified enterprises. If Hawaii is to assume a role of leadership in the Pacific, it must demonstrate that it is capable of innovation and effective implementation of new ideas and business initiatives harmonious with contemporary technological and agricultural advancements. The legislature therefore finds that the construction and equipping of a plant for manufacturing products from fruits and nuts is consistent with legislative and state objectives.

SECTION 3. Pursuant to part III of chapter 39A, Hawaii Revised Statutes, the department of budget and finance, with the approval of the governor, is authorized to issue special purpose revenue bonds in a total amount not to exceed \$8,000,000 in one or more series for the purpose of assisting Hawaiian Sun Products, Inc., a Hawaii corporation, or its subsidiary, for constructing and equipping a manufacturing plant in the Hamakua district. The legislature hereby finds and determines that the construction and equipping of a plant for manufacturing products from fruits and nuts constitutes a "project" as defined in part III of chapter 39A, Hawaii Revised Statutes, and the financing thereof is assistance to a manufacturing enterprise.

SECTION 4. The special purpose revenue bonds issued under this Act shall be issued pursuant to part III of chapter 39A, Hawaii Revised Statutes, relating to the power to issue special purpose revenue bonds to assist manufacturing enterprises.

SECTION 5. This Act shall take effect upon its approval.

(Approved June 13, 1988.)