

ACT 299

S.B. NO. 3151

A Bill for an Act Relating to the Issuance of Special Purpose Revenue Bonds to Finance a High Technology Development Project in the City and County of Honolulu.

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

SECTION 1. The legislature finds that chapter 39A, part V, Hawaii Revised Statutes, permits the State to assist industrial enterprises financially through the issuance of special purpose revenue bonds. The legislature finds and declares that the issuance of special purpose bonds under this Act is in the public interest and for the public health, safety, and general welfare of the State.

SECTION 2. Pursuant to part V, chapter 39A, Hawaii Revised Statutes, the department of budget and finance, with the approval of the governor, is authorized to issue, in one or more series, special purpose revenue bonds in a total amount not to exceed \$10,000,000 for the purpose of assisting Magnetics Research International Corporation of Hawaii, a Hawaii corporation, in the generation of new capital for the establishment of a research and development facility.

The facility will be utilized to complete the commercial development of the company's base technology which is the patented VRM brushless DC motor and sub-assembly products, and to manufacture prototype demonstration units for the promotion of the completed VRM technology in commercial and industrial settings. The legislature finds and determines that the activity and facilities of Magnetics Research International Corporation of Hawaii constitutes a project as defined in chapter 39A, part V, Hawaii Revised Statutes, and the financing thereof is assistance to an industrial enterprise.

SECTION 3. The special purpose revenue bonds issued under this Act shall be issued pursuant to chapter 39A, part V, Hawaii Revised Statutes, relating to the issuance of special purpose revenue bonds to assist industrial enterprises.

SECTION 4. This Act shall take effect upon its approval.

(Approved June 13, 1988.)