

ACT 221

S.B. NO. 1851

A Bill for an Act Relating to the Issuance of Special Purpose Revenue Bonds to Assist Industrial Enterprises.

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

SECTION 1. Manufactured lumber, of which medium density fiberboard is the best known, has become increasingly popular in the construction industry. The legislature finds that C. Brewer and Company, Limited, through its subsidiary, Bioenergy Corporation, has been growing eucalyptus trees since 1978 and that the fiber from eucalyptus trees can be used to manufacture medium density fiberboard. The development of a medium density fiberboard industry in the county of Hawaii would serve not only to stimulate the State's construction industry and Hawaii county's economy, but also to develop an export industry to the Far East where a lumber shortage exists.

C. Brewer and Company, Limited, is willing to undertake a joint venture with Timber Products of Springfield, Oregon, to manufacture medium density fiberboard in the county of Hawaii. The legislature finds that C. Brewer and Company, Limited, may be assisted through the issuance of special purpose revenue bonds because it is an industrial enterprise pursuant to part V, chapter 39A, Hawaii Revised Statutes, and that its activities and facilities in producing medium density fiberboard constitute a project as defined in part V, chapter 39A, Hawaii Revised Statutes.

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 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 \$50,000,000, for the purpose of assisting C. Brewer and Company, Limited, in the construction of a medium density fiberboard plant in the county of Hawaii.

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

SECTION 4. The authorization to issue special purpose revenue bonds under this Act shall lapse on June 30, 1997.

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

(Approved June 10, 1993.)