

ACT 233

H.B. NO. 658

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. The legislature finds that the economy of the State of Hawaii is suffering from the effects of high unemployment and recessionary trends in the national economy. The legislature recognizes that the establishment of new industries to diversify the economic base of the State, create new employment opportunities, increase tax revenues, and stimulate the inflow of new capital into Hawaii, is desirable.

The legislature therefore finds that the establishment of new industries should be one of the priority considerations in the issuance of special purpose revenue bonds.

The legislature finds that a project with significant potential to stimulate new industries, support additional economic activity, provide affordable housing, and provide increased employment opportunities, has been undertaken in Laie on the north shore of the island of Oahu. At the present time, developments in this area include the Polynesian Cultural Center, a world-class tourist attraction, the Brigham Young University- Hawaii campus, the Laie Shopping Center, and the Laniloa Lodge.

Future developments in this area have been proposed in a Laie master plan prepared jointly by Zions Securities Corporation and the Laie Community Association. These developments include plans to develop more affordable housing units, expand the Polynesian Cultural Center and the Brigham Young University- Hawaii campus, develop lower-school facilities to be turned over to the state department of education, develop park and recreational facilities, and develop a light industrial area.

The legislature finds that the construction of an expanded community wastewater collection system would support existing and proposed developments in Laie, and provide a boost to the State's economy by providing needed jobs in the areas of construction, tourism, and education. In addition, an expanded community wastewater collection system is an integral part of the infrastructure needed for the development of desperately needed affordable housing for Hawaii's citizens.

Construction of an expanded community wastewater collection system is necessary and desirable for the continued growth of industrial and economic activities. The expansion, construction, and operation of an expanded community wastewater collection system will support proposed developments of industrial enterprises in Laie.

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 \$8,000,000, for the purpose of assisting Zions Securities Corporation, a Hawaii corporation, in financing the construction of an expanded community wastewater collection system in Laie; provided that the facilities to be financed through the sale of these bonds shall meet with the approval of the state department of health and the department of public works of the city and county of Honolulu. The legislature finds and determines that the activity and facilities of Zions Securities Corporation constitute a project as defined in part V, chapter 39A, 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 part V, chapter 39A, Hawaii Revised Statutes, relating to the power 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, 1996.

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

(Approved June 18, 1993.)