H.B. NO. ⁶⁹⁰ H.D. 1

A BILL FOR AN ACT

RELATING TO AGRICULTURE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. The legislature finds that local agriculture is
 essential to Hawaii. Eighty-five per cent of all food consumed
 in the State is imported, leaving Hawaii vulnerable to natural
 disasters and supply chain disruptions. Increasing the amount
 of food produced locally is key to reducing the need for
 imported foods.

7 The legislature further finds that if left dependent on 8 imports, Hawaii residents will experience greater volatility in 9 the price and availability of food because of the impact of 10 climate change on national and global food production. It can 11 no longer be assumed that there will always be an unlimited 12 supply of affordable food from overseas to feed Hawaii's 13 population.

14 The legislature recognizes, however, that high costs in the 15 State limit the competitiveness of local agriculture and have 16 undermined efforts to expand local food production. Direct 17 support for local agricultural producers can help overcome the

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1 high costs faced by Hawaii's agricultural sector. The creation 2 of an agricultural investment program will allow the department 3 of agriculture to invest in agricultural producers to support 4 the State's economy and alleviate financial strains on the local 5 agricultural sector.

Accordingly, the purpose of this Act is to establish the
Hawaii agricultural investment program to provide a dedicated
funding source for the local agricultural sector.

9 SECTION 2. Chapter 141, Hawaii Revised Statutes, is 10 amended by adding a new section to part I to be appropriately 11 designated and to read as follows:

12 "<u>§141- Hawaii agricultural investment program.</u> (a)
13 There is established within the department of agriculture the
14 Hawaii agricultural investment program.

15 (b) Subject to legislative appropriation, moneys in the

16 Hawaii agricultural investment program shall be awarded as

17 matching grants to:

18 (1) Acquire or improve real property, irrigation systems,

- 19 and transportation networks to promote agricultural
- 20 production or processing activities;

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1	(2)	Purchase or improve equipment and technology for
2		agricultural production or processing activities;
3	(3)	Promote workforce development and labor solutions for
4		agricultural production and processing;
5	(4)	Conduct research on and testing of agricultural
6		products and markets;
7	(5)	Promote and market agricultural products grown or
8		raised in the State;
9	(6)	Promote food safety training and education to promote
10		agricultural production and market development; and
11	(7)	Perform any other immediate response activities
12		intended to support agricultural production or
13		processing that will lead to the reduced import of
14		food, fodder, or feed from outside the State.
15	(c)	The following standards shall apply to all grants
16	awarded t	hrough the Hawaii agricultural investment program:
17	(1)	Any grant shall be used exclusively for the purposes
18		of the program;
19	(2)	The applicant shall indicate capability to properly
20		use the grant to promote agricultural production;

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1	(3)	Every \$3 of a grant awarded through the program and
2		paid from state funds shall be matched by \$1 paid from
3		federal, private, or other sources;
4	(4)	The grantee shall comply with all applicable federal
5		and state laws prohibiting discrimination against any
6		person on the basis of race, color, national origin,
7		religion, creed, sex, age, sexual orientation,
8		disability, or any other characteristic protected
9		under applicable federal or state law;
10	(5)	The grant shall not be used for purposes of
11		entertainment or perquisites;
12	(6)	The grantee shall comply with other requirements as
13		the department may prescribe;
14	(7)	All activities undertaken with grant funds received
15		shall comply with all applicable federal, state, and
16		county statutes and ordinances;
17	(8)	The grantee shall:
18		(A) Indemnify and hold harmless the State of Hawaii
19		and its officers, agents, and employees from and
20		against any and all claims arising out of or
21		resulting from activities carried out or projects

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1			undertaken with funds received from the program;
2			and
3		<u>(B)</u>	Obtain sufficient insurance to provide the
4			indemnification under subparagraph (A), if
5			requested to do so by the department of
6			agriculture; and
7	(9)	The g	grantee shall agree to make available to the
8		depar	rtment of agriculture all records the grantee may
9		have	relating to the grant to monitor the grantee's
10		comp]	liance with the requirements of the program.
11	(d)	The c	department of agriculture shall submit a report to
12	the legis	lature	e no later than twenty days prior to the convening
13	of each re	egula	r session on the status and progress of existing
14	programs a	and ac	ctivities and the status of new programs and
15	activities	s fund	ded under the Hawaii agricultural investment
16	program.	The 1	report shall also include:
17	(1)	An ac	ccounting of all moneys expended by the Hawaii
18		agric	cultural investment program;
19	(2)	Desci	riptions of the markets targeted for expenditures,
20		inclu	iding the reasons for selecting those markets;

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1	(3) A discussion of the persons who will be served by the				
2	expenditures; and				
3	(4) The specific objectives of the expenditures, including				
4	measurable outcomes."				
5	SECTION 3. There is appropriated out of the general				
6	revenues of the State of Hawaii the sum of \$ or so				
7	much thereof as may be necessary for fiscal year 2023-2024 and				
8	the same sum or so much thereof as may be necessary for fiscal				
9	year 2024-2025 for the department of agriculture to establish				
10	the Hawaii agricultural investment program to support local				
11	agricultural producers.				
12	The sums appropriated shall be expended by the department				
13	of agriculture for the purposes of this Act.				
14	SECTION 4. There is appropriated out of the general				
15	revenues of the State of Hawaii the sum of \$ or so much				
16	thereof as may be necessary for fiscal year 2023-2024 and the				
17	same sum or so much thereof as may be necessary for fiscal year				
18	2024-2025 for the establishment of two full-time equivalent (2.0				
19	FTE) positions within the Hawaii agricultural investment program				
20	to manage the procurement process to award grants, generate and				

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administer contracts, and manage the accounting oversight
 resulting from the awarding of grants.
 The sums appropriated shall be expended by the department
 of agriculture for the purposes of this Act.
 SECTION 5. New statutory material is underscored.
 SECTION 6. This Act shall take effect on June 30, 3000.



Report Title: Hawaii Agricultural Investment Program; DOA; Reports; Appropriation

Description: Establishes the Hawaii Agricultural Investment Program within the Department of Agriculture to support local agricultural producers. Requires annual reports. Appropriates funds for program and positions. Effective 6/30/3000. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

