Honolulu, Hawaii

Merch3, 2000

RE: H.B. No. 3067

H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 3067, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO STATE FUNDS,"

begs leave to report as follows:

The purpose of this bill is to assist the agriculture industry by:

- (1) Establishing linked investments for providing loans to persons engaged in, or proposing to engage in, agriculture;
- (2) Allowing the Director of Finance to invest not more than ten percent of moneys available in the State treasury in linked investments; and
- (3) Providing that the State is not liable for payment of a loan that is made through linked investments if an eligible borrower defaults on the loan.

The Hawaii Farm Bureau Federation testified in support of this bill. The Department of Agriculture supported the intent of this measure. The Department of Budget and Finance commented on this bill.

Your Committee acknowledges the Department of Budget and Finance's concerns that linked investments by nature will yield

less than the market interest rate. However, given that the investment vehicle in question may spur economic activity, your Committee wishes to move this measure forward to continue discussion.

Your Committee has amended this bill by changing the effective date to July 1, 2020, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 3067, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 3067, H.D. 2.

Respectfully submitted on behalf of the members of the Committee on Finance,

DWIGHT TAKAMINE, Chair

## State of Hawaii House of Representatives The Twenty-third Legislature

HSCR 890

## **Record of Votes of the Committee on Finance**

Bill/Resolution No.:  HB 3067 HD1	Date: 2-27.06			
Committee Referral:  EDB, FIN	☐ The committee is reconsidering its previous decision on the measure.			
The recommendation is to:  Pass, unamended	Pass, with amendments			
. Hold	□ R€	ecommit	<u>-</u>	r
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. TAKAMINE, Dwight Y. (C)	<b>V</b>			
2. KAWAKAMI, Bertha C. (VC)				
3. CARROLL, Mele	/			
4. CHONG, Pono				
5. EVANS, Cindy				
6. LEE, Marilyn B.				
7. MAGAOAY, Michael Y.				
8. NAKASONE, Bob	•			V
9. NISHIMOTO, Scott Y.	V			
10. TANAKA, Kameo	V			
11. TSUJI, Clift				
12. WAKAI, Glenn	V			
13. YAMANE, Ryan I.				
14. YAMASHITA, Kyle T.	V			
15. MEYER, Colleen Rose				
16. MOSES, Mark S.	V			
17. PINE, Kymberly				
18. STEVENS, Anne V.	•			V
				•
TOTAL	16			2
The recommendation is:  Adopted  Not Adopted  If joint referral,		did not supp	ort recommendation	
Bercha	nittee acronym		ort recommendation	··
Vice Chair's or designee's signature:				
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