STAND. COM. REP. NO. 1655

Honolulu, Hawaii

APR 0 5 2007

RE:

H.B. No. 1221

H.D. 2

S.D. 2

Honorable Colleen Hanabusa President of the Senate Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 1221, H.D. 2, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO AGRICULTURE,"

begs leave to report as follows:

The purpose of this measure is to create a livestock revitalization and food security program to administer and disburse funds to qualified cattle, dairy, hog, and poultry farms.

Your Committee received comments in support of this measure from the Department of Agriculture, the University of Hawaii, the Hawaii Farm Bureau Federation, the Hawaii Teamsters and Allied Workers Local 996, Kauai Kunana Dairy, and the Hawaii Egg Producers Association. HY-Land Ranch and Ulehawa Farm, Inc. submitted comments in support of the measure with amendments.

Your Committee finds that within the past year, two egg farms and one dairy farm have gone out of business due to production cost increases, largely attributed to the rising cost of feed for livestock animals. Such closures increase the State's dependence on imported foods and threaten the State's food security and ability to achieve agricultural self-sufficiency.

Closure of local dairies and poultry farms also mean local consumers can no longer buy fresh, locally produced milk, chickens, beef, pork, and eggs. Without these local industries, these commodities would have to be imported into the State,

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incurring up to ten days of shipping, decreasing the overall quality of these products, especially the fresh milk and eggs.

This measure would allow the livestock industry to invest in modern equipment, expand and improve their herds and flocks, and develop new markets and products to ultimately stabilize their operations and become more competitive with mainland suppliers.

Your Committee has amended the measure by removing the provision requiring the Department of Agriculture to adopt rules to effectuate the purposes of this Act.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1221, H.D. 2, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1221, H.D. 2, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

ROSALYN W. BAKER, Chair

The Senate Twenty-Fourth Legislature State of Hawaii

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:* Committee Referral: Date:				
The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:				
The Recommendation is:				
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313				
Members	Aye	Aye (WR)	Nay	Excused
BAKER, Rosalyn H. (C)				
TSUTSUI, Shan S. (VC)				
CHUN OAKLAND, Suzanne				
ENGLISH, J. Kalani				
FUKUNAGA, Carol				
HOOSER, Gary L.				
KIM, Donna Mercado				
MENOR, Ron				1
TOKUDA, Jill N.				
HEMMINGS, Fred				
WHALEN, Paul				
TOTAL	10	0	0	1
Recommendation: Adopted		Not Adopted		
Chair's or Designee's Signature:				
Distribution: Original Yellow Pink File with Committee Report Clerk's Office Drafting Agency				