STAND. COM. REP. NO. 1012

Honolulu, Hawaii

More L 2 , 2007

RE: H.B. No. 1114 H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fourth State Legislature Regular Session of 2007 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1114, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO AGRICULTURE,"

begs leave to report as follows:

The purpose of this bill is to enhance the Agribusiness Development Corporation's (ADC's) ability to assist agricultural businesses, streamline its priorities, and provide more flexibility in its operations by, among other things:

- (1) Repealing certain powers and requirements, including:
  - (A) The requirement to develop the Hawaii Agribusiness Plan:
  - (B) Requirements to use funds from the Hawaii
    Agricultural Development Revolving Fund for
    designated purposes, including purchase of
    qualified securities issued by enterprises for seed
    capital; and
  - (C) The power to conduct research and marketing analysis, and to develop marketing strategies;

to refocus ADC's efforts on its core mission of assisting in the transition of the state's agricultural

industry from plantation farming to diversified agriculture;

- Repealing the requirement that all agricultural (2) projects, development plans, and project facility programs developed by ADC be approved by the Board of Agriculture;
- (3) Making the use of ADC funds exempt from the Procurement Code; and
- (4)Exempting ADC from more provisions governing administrative supervision of boards and commissions, with certain exceptions.

The Hawaii Farm Bureau Federation and the Maui County Farm Bureau supported this bill. ADC and the Hawaii Agriculture Research Center supported the intent of this bill. The Department of Agriculture, Department of Accounting and General Services, and the State Procurement Office submitted comments.

Your Committee has amended this measure by:

- (1)Changing its effective date to July 1, 2020, to encourage further discussion; and
- Making technical, nonsubstantive amendments for style, clarity, and consistency.

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. 1114, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1114, H.D. 2.

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

MARCUS R. OSHIRO, Chair



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

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

Bill/Resolution No.:  ### 1/14 #D	Date:	2/26/0	7	
Committee Referral:	☐ The committee is reconsidering its previous decision on the measure.			
The recommendation is to: Pass, unamended	Pass, with amendments			
☐ Hold	Pass, with amendments, for recommittal for further consideration			
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)				
2. LEE, Marilyn B. (VC)	<u> </u>			
3. BELATTI, Della Au				
4. BROWER, Tom				
5. CARROLL, Mele				
6. CHONG, Pono				
7. HANOHANO, Faye P.	/			
8. HAR, Sharon E.				
9. MAGAOAY, Michael Y.				
10. MANAHAN, Joey				
11. MIZUNO, John				
12. NAKASONE, Bob				
13. RHOADS, Karl				
14. SAGUM, Roland D., III				
15. TOKIOKA, James Kunane	V			
16. AWANA, Karen Leinani				
17. MEYER, Colleen Rose	34 X8 7			1
18. WARD, Gene, Ph.D.	V			
TOTAL	16	0	0	2
The recommendation is:  Adopted  If joint referral,				
Distribution: Original (White) – Committee Duplicate (Yellow) – HMSO Duplicate (Pink) – Clerk's Office				