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 agriculture plays a
 vital role in Hawaii's efforts to become more self-sustainable.
 Agriculture not only contributes to the State's economy by
 providing employment opportunities, products for export, and a
 stage for tourism, but also performs a public service by helping
 to perpetuate a rural lifestyle for Hawaii's residents who in
 turn provide stewardship for Hawaii's lands and water.

8 With the demise of the majority of plantations that once 9 controlled vast acres of pineapple and sugar cane fields, there 10 is a need to promote the diversification of Hawaii's agriculture 11 industry. Hawaii must also diversify its economic base beyond 12 tourism. A revived and revitalized agriculture industry 13 promises not only to achieve this objective, but will also 14 sustain and stabilize Hawaii's food supply and protect the open 15 space and lifestyle that both residents and visitors value.

16 Currently, Hawaii's agriculture and value-added product 17 industry contributes \$2,400,000,000 to the State's economy and 18 employs more than thirty-eight thousand people. During the past HB242 HD1 HMS 2009-2556

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1 twenty years, the value of diversified agriculture in Hawaii has
2 more than doubled, reaching a record \$370,900,000 in farm-level
3 revenues in 2002.

4 The agriculture industry should continue to explore new 5 opportunities as prime agricultural land becomes available. At 6 present, about one hundred thousand acres of former sugar cane 7 and pineapple land--prime agricultural land--lie fallow. Recent 8 estimates suggest that if all this land was put to productive 9 use through successful agricultural ventures, an additional 10 \$1,700,000,000 to \$4,400,000,000 could be infused into the 11 State's economy.

12 To take advantage of these opportunities, and to provide 13 the necessary support for the overall transition of Hawaii's 14 agriculture industry from plantation agriculture to diversified 15 agriculture, more resources must be directed towards expanding 16 the revenue base of farmers and ranchers to ensure their long 17 term viability.

In the 2008 regular session, the legislature recognized this need and requested a study entitled, "The Feasibility of Constructing a Multipurpose, Multi-user Processing Facility on the Land in the 'Ewa, Central O'ahu Area Being Offered to the Hawaii Agriculture Research Center, for the Production of Value-HB242 HD1 HMS 2009-2556

added Products that Make Use of Locally Grown Agricultural
 Products."

The study identified the modifications needed on the former Del Monte facility to serve farmers and ranchers to increase value-added production from locally grown agricultural products. Additionally, the former culinary arts facility at the Maui community college campus is available for similar use with upgrades to its design. Other sites on Kauai and the island of Hawaii are also being considered.

10 The legislature finds that there are culinary arts programs 11 at various community colleges across the state that can provide 12 expertise and collaborative opportunities to further the success 13 of facilities dedicated to value-added agricultural products.

14 The purpose of this Act is to appropriate funds, matched 15 dollar-for-dollar by federal funds, in cash, or by in-kind 16 donations by the private sector, for the planning, repair, and 17 modification of agricultural facilities at the former Del Monte 18 operation on Oahu and at Maui Community College.

19 SECTION 2. The director of finance is authorized to issue 20 general obligation bonds in the sum of \$ or so much 21 thereof as may be necessary for fiscal year 2009-2010 and the 22 same sum or so much thereof as may be necessary is appropriated



1 for fiscal year 2010-2011 for the planning, repair, and 2 modification of the Del Monte and Maui community college 3 facilities to further the value-added agricultural industry 4 pursuant to this Act; provided that no funds shall be made 5 available under this Act unless matched dollar-for-dollar in 6 federal funds, in cash, or by in-kind donations by the private 7 sector.

8 The sums appropriated shall be expended by the department of9 agriculture for the purposes of this Act.

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SECTION 3. This Act shall take effect on July 1, 2020.



Report Title:

Agriculture; Value-Added Products

Description:

Appropriates funds, matched dollar-for-dollar by federal funds, in cash, or by in-kind donations by the private sector, for the planning, repair, and modification of agricultural facilities at the former Del Monte operation on Oahu and at Maui Community College. (HB242 HD1)

