THE SENATE TWENTY-FIFTH LEGISLATURE, 2009 STATE OF HAWAII

S.B. NO. 494

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 is a need to promote the diversification of Hawaii's agriculture 10 industry. Hawaii must also diversify its economic base beyond a 11 12 reliance on tourism. A revived and revitalized agriculture 13 industry promises not only to achieve this objective, but will 14 also sustain and stabilize Hawaii's food supply and protect the 15 open space and lifestyle that both residents and visitors value. 16 Currently, Hawaii's agriculture and value-added 17 product industry contributes \$2,400,000,000 to the State's 18 economy and employs more than thirty-eight thousand people. SB LRB 09-1075.doc



S.B. NO. 494

During the past twenty years, the value of diversified
agriculture in Hawaii has more than doubled, reaching a record
\$370,900,000 in farm-level 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. 8 Recent estimates suggest that if all this land was put to 9 productive use through successful agricultural ventures, an 10 additional \$1,700,000,000 to \$4,400,000,000 could be infused into 11 the State's economy.

12 To take advantage of these opportunities, and to provide the 13 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.

18 The 2008 regular session of the legislature 19 recognized this need and requested a study entitled: "The 20 Feasibility of Constructing a Multipurpose, Multi-user Processing 21 Facility on the Land in the 'Ewa, Central O'ahu Area Being Offered 22 to the Hawaii Agriculture Research Center, for the Production of 28 LRB 09-1075.doc



S.B. NO. 494

Value-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 for the 15 planning and modification of value added facilities contingent 16 upon a financial or in-kind match of funds.

SECTION 2. The director of finance is authorized to issue general obligation bonds in the sum of \$ or so much thereof as may be necessary for fiscal year 2009-2010 and the same sum or so much thereof as may be necessary for fiscal year 2010-2011 is appropriated for the planning, repair and modification of the Del Monte and Maui community college



S.B. NO. 494

by request

facilities to further the value added agricultural industry
pursuant to this Act; provided that no funds shall be made
available under this Act unless matched dollar-for-dollar in
cash or by in-kind donations by the private sector.

5 The sums appropriated shall be expended by the department of6 agriculture for the purposes of this Act.

SECTION 3. This Act shall take effect on July 1, 2009.

8

7

INTRODUCED BY:



Page 4



Report Title:

Agriculture; Value Added Products

Description:

Appropriates funds for the expansion of value-added agricultural operations at the Del Monte and Maui community college facilities.

