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.

With the demise of the majority of the plantations that 8 once controlled vast acres of pineapple and sugar cane fields, 9 there is a need to promote the diversification of Hawaii's 10 agriculture industry. Hawaii must also diversify its economic 11 base beyond tourism. A revived and revitalized agriculture 12 industry promises not only to achieve this objective, but will 13 also sustain and stabilize Hawaii's food supply and protect the 14 open space and lifestyle that both residents and visitors value. 15 Currently, Hawaii's agriculture and value-added product 16 industry contributes \$2,400,000,000 to the State's economy and 17 employs more than thirty-eight thousand people. During the past 18 HB LRB 11-0206.doc

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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.

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The agriculture industry should continue to explore new 4 opportunities as prime agricultural land becomes available. At 5 present, about one hundred thousand acres of former sugar cane 6 and pineapple land--prime agricultural land--lie fallow. Recent 7 estimates suggest that if all this land was put to productive 8 use through successful agricultural ventures, an additional 9 \$1,700,000,000 to \$4,400,000,000 could be infused into the 10 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 the University of Hawaii college of tropical agriculture and human resources to conduct a study of "The Feasibility of Constructing a Multipurpose, Multi-user Processing Facility on the Land in the Ewa, Central Oahu Area HB LRB 11-0206.doc

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Being Offered to the Hawaii Agriculture Research Center, for the
 Production of 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.

11 The legislature finds that there are culinary arts programs 12 at various community colleges across the State that can provide 13 expertise and collaborative opportunities to further the success 14 of facilities dedicated to value-added agricultural products.

15 The purpose of this Act is to appropriate funds, matched 16 dollar-for-dollar by federal funds, in cash, or by in-kind 17 donations by the private sector, for the planning, repair, and 18 modification of agricultural facilities at the former Del Monte 19 operation on Oahu and at Maui Community College.

20 SECTION 2. Section 147-1, Hawaii Revised Statutes, is
21 amended by amending the definition of "agricultural commodity"
22 to read as follows:



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""Agricultural commodity" means fresh fruits and fresh 1 vegetables of every kind and character, whether or not frozen or 2 packed in ice, whether produced in the State or imported, nuts, 3 and coffee, whether cherry or parchment, or green beans, which 4 have been produced in the State, [and] raw unprocessed honey, 5 whether produced in the State or imported [-], and live animals 6 of the bovine, equine, swine, sheep, or goat species, or the 7 carcass or meat of those species, whether produced in the State 8 9 or imported."

The director of finance is authorized to issue SECTION 3. 10 general obligation bonds in the sum of \$, or so much 11 thereof as may be necessary, and the same sum, or so much 12 thereof as may be necessary, is appropriated for fiscal years 13 2011-2012 and 2012-1013, for the planning, repair, and 14 modification of the Del Monte and Maui community college 15 facilities to further the production of value-added products 16 that make use of agricultural products grown in the State of 17 Hawaii; provided that no funds shall be made available under 18 this Act unless matched dollar-for-dollar in federal funds, in 19 cash, or by in-kind donations by the private sector. 20

21 The sums appropriated shall be expended by the department of22 agriculture for the purposes of this Act.

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SECTION 4. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.
 SECTION 5. This Act shall take effect on July 1, 2011.
 INTRODUCED BY:

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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. Effective 1/1/2011.

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