HOUSE RESOLUTION

ESTABLISHING A HAWAII CACAO ECONOMIC OPPORTUNITY TASK FORCE TO DEVELOP A PLAN FOR THE DEVELOPMENT OF A PROCESSING PLANT FOR CACAO.

WHEREAS, the state of Hawaii is the only state in the 1 United States that has the regional climate and ability to 2 3 cultivate the cacao tree; and 4 5 WHEREAS, cacao is grown primarily for chocolate production, 6 and there are many economic products that can be produced from 7 cacao, such as the cacao butter which is used for medicinal purposes in the healing of bruises and is also utilized in the 8 9 pharmaceutical and cosmetic industries; and 10 11 WHEREAS, according to a study by the Department of 12 Agriculture on the production and delivery of Hawaii cacao to 13 the marketplace, the perceived health benefits of cacao are an important selling point to consumers today; and 14 15 WHEREAS, according to the Department of Agriculture's 16 17 study, there is an argument to be made for the establishment of a second, larger capacity cacao processing facility on Oahu; and 18 19 20 WHEREAS, despite Hawaii being the only place in the United 21 States with commercial cacao production, there are only a handful of cacao farmers with a combined 50 acres of trees, the 22 23 largest grower being Dole Food Company which has about 13,000 trees on 20 acres in Waialua, Oahu and is also the largest cacao 24 25 farm in the nation; and 26 27 WHEREAS, the Waialua Estate Chocolate was awarded the 2010 Gold medal at the prestigious San Francisco Chocolate Salon 28 Ceremony and in addition has received high recognition for its 29 70% dark chocolate by the London Academy of Chocolate; and 30 31



1 WHEREAS, despite the recession, the American chocolate industry is one that actually grew in sales; and 2 3 4 WHEREAS, Oahu is the capital of Hawaii and is where the 5 majority of our State's population and workforce reside and 6 where most of our shipping and exporting of goods originate as 7 it is the industrial hub of our State; and 8 9 WHEREAS, the chocolate industry is a steadily growing, \$50 billion-a-year worldwide business centered on the sale and 10 11 consumption of chocolate, and is an industry that is prevalent 12 on five out of seven continents; and 13 14 WHEREAS, the 2010 report, Chocolate Market in the United States: Trends and Opportunities in Premium, Gourmet and Mass 15 Chocolate Products, predicts that sales of chocolate will rise 16 17 by an average of three per cent each year until 2014 when sales 18 will exceed \$19 billion, up 10.4 per cent from sales of \$17.3 19 billion achieved in 2009; and 20 21 WHEREAS, major cocoa bean processors in the United States 22 include Hersey's (\$5.30 billion revenue in Fiscal Year 2009), Nestle (\$109.72 billion revenue in Fiscal Year 2010), and Mars 23 24 (\$30 billion revenue in Fiscal Year 2008), all who purchase 25 cocoa beans via various sources, all outside of the United 26 States; and 27 28 WHEREAS, branding provides product differentiation that 29 could separate Hawaii cacao or chocolate as unique or distinct 30 from the rest of the world particularly as fine artisanal chocolate; and 31 32 33 WHEREAS, the growth, production and processing of cacao and 34 chocolate in the state is a large economic and agricultural 35 opportunity for Hawaii; now, therefore 36 37 BE IT RESOLVED by the House of Representatives of the 38 Twenty-sixth Legislature of the State of Hawaii, Regular Session 39 of 2011, that the state Department of Business, Economic Development and Tourism convene a Hawaii Cacao Economic 40 41 Opportunity Task Force to develop a plan for the development of

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1 a processing plant for cacao and that plan shall includes 2 details on: 3 4 (1) Planning for a processing plant; 5 (2) Selecting a location for a processing plant; and 6 7 8 (3) Financing a processing plant for cacao; and 9 10 BE IT FURTHER RESOLVED that the Task Force consists of 11 nine members and shall include: 12 13 (1) The Director of the Department of Business Economic 14 Development or Tourism or the Director's designee; 15 16 (2) The Chairperson of the Department of Agriculture or the 17 Chairperson's designee; 18 19 (3) The Chairperson of the Department of Land and Natural 20 Resources or the Chairperson's designee; 21 22 (4) A representative from Hawaii's cacao industry; 23 24 (5) A representative from Hawaii's chocolate industry; 25 (6) A representative from Hawaii's chocolate entrepreneurs; 26 27 28 (7) A representative from the College of Tropical 29 Agriculture and Human Resources (UH-CTAHR); 30 (8) A representative from the finance industry; 31 32 (9) A representative from the marketing industry; and 33 34 35 BE IT FURTHER RESOLVED that the Task Force is requested to submit a report to the Legislature on its findings no later than 36 37 twenty days prior to the convening of the Regular Session of 2012; and 38 39 40 BE IT FURTHER RESOLVED that certified copies of this 41 Concurrent Resolution be transmitted to the Governor of the



State of Hawai'i, the Speaker of the House of Representatives,
the President of the Senate, the Director of the Department of
Business Economic Development and Tourism, the Chairperson of
the Department of Agriculture, and the Chairperson of the
Department of Land and Natural Resources.

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OFFERED BY:

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