A BILL FOR AN ACT

RELATING TO AGRICULTURE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. Hawaii's farms and farmers reflect the heritage
- 2 and diversity of many cultures and people. They are the
- 3 cornerstone of the State's goals for food security,
- 4 sustainability, and self-sufficiency and are essential for
- 5 producing local food for local consumption.
- 6 The number of small farms in Hawaii has grown substantially
- 7 during the last ten years, reflecting a changing agricultural
- 8 model from plantations to smaller farms with diverse cropping
- 9 and marketing systems that create new local food sources and
- 10 significantly increased employment. There is also a renewed
- 11 interest in school gardens where children learn economic,
- 12 scientific, and cultural lessons through an agriculture-based
- 13 curriculum.
- 14 At the national level, the Food Safety Modernization Act of
- 15 2011 authorizes the Food and Drug Administration to develop
- 16 science- and risk-based criteria for preventing food borne
- 17 illnesses and encourages states to establish similar intrastate

- 1 criteria for the safe production, distribution, and consumer
- 2 handling of food.
- 3 Good agricultural practices focus on science-based
- 4 guidelines to reduce the potential for food product
- 5 contamination on farms. These include guidance for farm
- 6 practices, such as field management, proper hygiene, water
- 7 quality for irrigation and produce rinse, agricultural
- 8 chemicals, and the use of animal manure.
- 9 The legislature finds that the use of existing third party
- 10 food safety certification audit systems is costly and
- 11 impractical for many of Hawaii's farmers. The current food
- 12 safety procedure:
- 13 (1) Has reduced farmers' access to local markets, thereby
- 14 reducing local consumers' access to local produce;
- 15 (2) Discourages the development of farms that create food
- 16 sustainability and self-sufficiency for the State; and
- 17 (3) Undermines government programs that encourage food
- 18 self sufficiency and economic development.
- 19 The purpose of this Act is to support Hawaii's agriculture
- 20 industry by:

1	(1)	Establishing a Hawaii good agricultural practices
2		program for farms growing local agricultural food
3		products for local consumption;
4	(2)	Exempting certain food products from the Hawaii Public
5		Procurement Code; and
6	(3)	Expanding the economic objectives, policies, and
7		priorities in the Hawaii State Planning Act that
8		relate to agriculture.
9	SECT	TION 2. Chapter 141, Hawaii Revised Statutes, is
10	amended b	by adding a new section to be appropriately designated
11	and to re	ead as follows:
12	" <u>§</u> 14	1- Hawaii good agricultural practices program. (a)
13	There is	established the Hawaii good agricultural practices
14	program t	to be administered by the department of agriculture.
15		
	The purpo	se of the program is to develop and support good
16		
16 17	agricultu	se of the program is to develop and support good
	agricultu	se of the program is to develop and support good tral practices for Hawaii farms that grow agricultural
17	agricultu food prod (b)	se of the program is to develop and support good tral practices for Hawaii farms that grow agricultural ducts for consumption by the public.
17 18	agricultu food prod (b)	se of the program is to develop and support good tral practices for Hawaii farms that grow agricultural ducts for consumption by the public. Notwithstanding any provision of law to the contrary,
17 18 19	agricultu food prod (b) the Hawai	se of the program is to develop and support good aral practices for Hawaii farms that grow agricultural ducts for consumption by the public. Notwithstanding any provision of law to the contrary, i good agricultural practices program shall:



1		considerations and methodologies for farm sizes,
2		practices, techniques, materials, and crops;
3	(2)	Develop and implement programs to educate and train
4		Hawaii farmers to use good agricultural practices in a
5		cost-effective and efficient manner;
6	(3)	Provide procedures for voluntary verification of on-
7		farm implementation of good agricultural practices and
8		subsequent issuing of state compliance certification;
9		and
10	(4)	Develop a consumer information program for publication
11		and broadcast to teach home practices for the
12		treatment and handling of fresh and processed
13		agricultural food products.
14	(c)	The department shall consult as necessary with the
15	departmen	t of health, the University of Hawaii college of
16	tropical a	agriculture and human resources, other state and
17	<u>federal</u> a	gencies, and small farmer stakeholders to develop and
18	implement	the Hawaii good agricultural practices program.
19	<u>(d)</u>	The department may adopt rules under chapter 91 to
20	facilitate	e the implementation of this section."
21	SECT	ION 3. Section 103D-102, Hawaii Revised Statutes, is
22	amended by	y amending subsection (b) to read as follows:



1	(a) "	МОС	withstanding subsection (a), this chapter shall
2	not apply	to c	ontracts by governmental bodies:
3	(1)	Soli	cited or entered into before July 1, 1994, unless
4		the p	parties agree to its application to a contract
5		soli	cited or entered into prior to July 1, 1994;
6	(2)	To d	isburse funds, irrespective of their source:
7		(A)	For grants or subsidies as those terms are
8			defined in section 42F-101, made by the State in
9			accordance with standards provided by law as
10			required by article VII, section 4, of the state
11			constitution; or by the counties pursuant to
12			their respective charters or ordinances;
13		(B)	To make payments to or on behalf of public
14			officers and employees for salaries, fringe
15			benefits, professional fees, or reimbursements;
16		(C)	To satisfy obligations that the State is required
17			to pay by law, including paying fees, permanent
18			settlements, subsidies, or other claims, making
19			refunds, and returning funds held by the State as
20			trustee, custodian, or bailee;
21		(D) _.	For entitlement programs, including public
22			assistance, unemployment, and workers'

нв нмs 2012-1374

1			compensation programs, established by state or
2			federal law;
3		(E)	For dues and fees of organizations of which the
4			State or its officers and employees are members,
5			including the National Association of Governors,
6			the National Association of State and County
7			Governments, and the Multi-State Tax Commission;
8		(F)	For deposit, investment, or safekeeping,
9			including expenses related to their deposit,
10			investment, or safekeeping;
11		(G)	To governmental bodies of the State;
12		(H)	As loans, under loan programs administered by a
13			governmental body; and
14		(I)	For contracts awarded in accordance with chapter
15			103F;
16	(3)	To p	rocure goods, services, or construction from a
17		gove	rnmental body other than the University of Hawaii
18		book	stores, from the federal government, or from
19		anot	her state or its political subdivision;
20	(4)	то р	rocure the following goods or services which are
21		avai	lable from multiple sources but for which

1	prod	curement by competitive means is either not
2	prac	cticable or not advantageous to the State:
3	(A)	Services of expert witnesses for potential and
4		actual litigation of legal matters involving the
5		State, its agencies, and its officers and
6		employees, including administrative quasi-
7		judicial proceedings;
8	(B)	Works of art for museum or public display;
9	(C)	Research and reference materials including books,
10		maps, periodicals, and pamphlets, which are
11		published in print, video, audio, magnetic, or
12		electronic form;
13	(D)	Meats and foodstuffs for the Kalaupapa
14		settlement[+], and fresh meat and produce, and
15		animals and plants for use by any governmental
16		body;
17	(E)	Opponents for athletic contests;
18	(F)	Utility services whose rates or prices are fixed
19		by regulatory processes or agencies;
20	(G)	Performances, including entertainment, speeches,
21		and cultural and artistic presentations.

1	(H)	Goods and services for commercial resale by the
2		State;
3	(I)	Services of printers, rating agencies, support
4		facilities, fiscal and paying agents, and
5		registrars for the issuance and sale of the
6		State's or counties' bonds;
7	(J)	Services of attorneys employed or retained to
8		advise, represent, or provide any other legal
9		service to the State or any of its agencies, on
10		matters arising under laws of another state or
11		foreign country, or in an action brought in
12		another state, federal, or foreign jurisdiction
13		when substantially all legal services are
14		expected to be performed outside this State;
15	(K)	Financing agreements under chapter 37D; and
16	(L)	Any other goods or services which the policy
17		board determines by rules or the chief
18		procurement officer determines in writing is
19		available from multiple sources but for which
20		procurement by competitive means is either not
21		practicable or not advantageous to the State;

1	(5)	which are specific procurements expressly exempt from
2		any or all of the requirements of this chapter by:
3		(A) References in state or federal law to provisions
4		of this chapter or a section of this chapter, or
5		references to a particular requirement of this
6		chapter; and
7		(B) Trade agreements, including the Uruguay Round
8		General Agreement on Tariffs and Trade (GATT)
9		which require certain non-construction and non-
10		software development procurements by the
11		comptroller to be conducted in accordance with
12		its terms; and
13	(6)	With a bidder or offeror who is a United States
14		General Services Administration-approved sole source
15		vendor, who shall be exempt from complying with
16		section 103D-302, 103D-303, or 103D-304, as
17		applicable, in any procurement funded by state and
18		federal matching funds, if the bidder or offeror was
19		responsible for obtaining and was the recipient of the
20		federal funds."
21	SECT	ION 4. Section 226-7, Hawaii Revised Statutes, is

amended by amending subsection (b) to read as follows:

HB HMS 2012-1374

22

1	" (b)	To achieve the agriculture objectives, it shall be
2	the policy	y of this State to:
3	(1)	Establish a clear direction for Hawaii's agriculture
4		through stakeholder commitment and advocacy.
5	(2)	Encourage agriculture by making best use of natural
6		resources.
7	(3)	Provide the governor and the legislature with
8		information and options needed for prudent decision
9		making for the development of agriculture.
10	(4)	Establish strong relationships between the
11		agricultural and visitor industries for mutual
12		marketing benefits.
13	(5)	Foster increased public awareness and understanding of
14		the contributions and benefits of agriculture as a
15		major sector of Hawaii's economy.
16	(6)	Seek the enactment and retention of federal and state
17		legislation that benefits Hawaii's agricultural
18		industries.
19	(7)	Strengthen diversified agriculture by developing an
20		effective promotion, marketing, and distribution
21		system between Hawaii's producers and [consumer
22		markets locally, on the continental United States,

1		consumers in the State, nationally, and
2		internationally.
3	(8)	Support research and development activities that
4		strengthen economic productivity in agriculture,
5		stimulate greater efficiency, and enhance the
6		development of new products and agricultural by-
7		products.
8	(9)	Enhance agricultural growth by providing public
9		incentives and encouraging private initiatives.
10 .	(10)	Assure the availability of agriculturally suitable
11		lands with adequate water to accommodate present and
12	•	future needs.
13	(11)	Increase the attractiveness and opportunities for an
14		agricultural education and livelihood.
15	(12)	Expand Hawaii's agricultural base by promoting growth
16		and development of flowers, tropical fruits and
17		plants, livestock, feed grains, forestry, food crops,
18	A,	aquaculture, and other potential enterprises.
19	(13)	Promote economically competitive activities that
20		increase Hawaii's agricultural self-sufficiency[-],
21	•	including the increased purchase of Hawaii-grown foods

1		by residents and institutions such as public schools,
2		prisons, hospitals, and the military.
3	(14)	Promote and assist in the establishment of sound
4		financial programs for diversified agriculture.
5	(15)	Institute and support programs and activities to
6		assist the entry of displaced agricultural workers
7		into alternative agricultural or other employment.
8	(16)	Facilitate the transition of agricultural lands in
9		economically nonfeasible agricultural production to
10		economically viable agricultural uses."
11	SECT	ION 5. Section 226-103, Hawaii Revised Statutes, is
12	amended by	y amending subsection (d) to read as follows:
13	" (d)	Priority guidelines to promote the growth and
14	developme	nt of diversified agriculture and aquaculture:
15	(1)	Identify, conserve, and protect agricultural and
16		aquacultural lands of importance and initiate
17		affirmative and comprehensive programs to promote
18		economically productive agricultural and aquacultural
19		uses of such lands.
20	(2)	Assist in providing adequate, reasonably priced water
21		for agricultural activities.

5

6

7

8

9

10

11

12

13

14

1	(3)	Encourage public and private investment to increase
2		water supply and to improve transmission, storage, and
3		irrigation facilities in support of diversified
4		agriculture and aquaculture.

- (4) Assist in the formation and operation of production and marketing associations and cooperatives to reduce production and marketing costs.
- (5) Encourage and assist with the development of a waterborne and airborne freight and cargo system capable of meeting the needs of Hawaii's agricultural community.
 - (6) Seek favorable freight rates for Hawaii's agricultural products from interisland and overseas transportation operators.
- 15 (7) Encourage the development and expansion of

 16 agricultural and aquacultural activities which offer

 17 long-term economic growth potential and employment

 18 opportunities.
- 19 (8) Continue the development of agricultural parks and
 20 other programs to assist small independent farmers in
 21 securing agricultural lands and loans.

H.B. NO. 28%

1 (9) Require agricultural uses in agricultural subdivisions and closely monitor the uses in these subdivisions. 2 3 Support the continuation of land currently in use for (10)diversified agriculture. 4 5 (11)Encourage residents and visitors to support Hawaii's 6 farmers by purchasing locally-grown products." 7 SECTION 6. Section 103D-104.5, Hawaii Revised Statutes, is 8 repealed. 9 ["[\$103D-104.5] Agricultural products subject to this 10 chapter. The following agricultural products shall be subject 11 to this chapter: 12 (1) Fresh meats—and produce; and **13** (2) Animals and plants. 14 Except for the exemptions under section 103D 102(b), no exemptions under this chapter shall apply to this section."] 15 16 SECTION 7. Statutory material to be repealed is bracketed 17 and stricken. New statutory material is underscored. 18 SECTION 8. This Act shall take effect on July 1, 2012; 19 provided that amendments made to section 103D-102(b), Hawaii

- 1 Revised Statutes, by this Act shall not be repealed when section
- 2 103D-102, Hawaii Revised Statutes, is reenacted pursuant to
- 3 section 14(1) of Act 175, Session Laws of Hawaii 2009.

4

INTRODUCED BY:

JAN 2 5 2012

Report Title:

Agricultural Practices Program; Procurement; State Plan

Description:

Establishes a Hawaii good agricultural practices program. Exempts certain food products from the Hawaii Public Procurement Code. Expands the economic objectives, policies, and priorities in the Hawaii State Planning Act that relate to agriculture. Effective July 1, 2012.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

16