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A BILL FOR AN ACT

RELATING TO AGRICULTURE.

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

1	SECTION 1. Chapter 145, Hawaii Revised Statutes, is
2	amended by adding a new section to be appropriately designated
3	and to read as follows:
4	"§145- Department of agriculture operations special
5	fund. (a) There is established the department of agriculture
6	operations special fund to be administered by the department and
7	into which shall be deposited:
8	(1) Legislative appropriations to the special fund;
9	(2) All fees, charges, expenses, and other moneys
10	collected pursuant to this chapter;
11	(3) All interest earned or accrued on moneys deposited in
12	the special fund; and
13	(4) Any other moneys made available to the fund.
14	(b) Moneys in the special fund shall be expended for the
15	purposes of this chapter; provided that the department shall
16	expend \$ to establish and operate the online system under
17	section 145-2."

SECTION 2. Section 145-2, Hawaii Revised Statutes, is 1 2 amended to read as follows: 3 "\$145-2 Licenses. No person shall act as a commission 4 merchant, dealer, broker, agent, processor, or retail merchant 5 without having obtained a license as prescribed by rules of the 6 department. 7 In addition to the general requirements applicable to all 8 classes of applications as prescribed by rule, the following 9 requirements shall apply to each class of application noted: 10 (1)Commission merchants and brokers: Each application 11 shall include a schedule of commissions and charges 12 for services, and the designated commissions and 13 charges shall not be changed or varied for the license 14 period except by written contract between the parties. 15 In addition, each application shall be accompanied by 16 the surety bond required by section 145-4. 17 (2) Agents: Each application shall include the name and 18 address of each commission merchant, dealer, or broker 19 represented or sought to be represented by the agent, 20 the written indorsement or nomination of the 21 commission merchant, dealer, or broker, and [such] additional information as the department may consider 22

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1	proper or necessary. The department shall thereupon
2	issue to the applicant a license entitling the
3	applicant to conduct the business described in the
4	application at the place named in the application for
5	a year from the date thereof, or until the [same]
6	license is revoked for cause; provided that the
7	license of an agent shall expire upon the date of
8	expiration of the license of the principal for whom
9	the agent acts. The department may also issue to each
10	agent a card or cards which shall bear the signature
11	of the agent, separate cards being required for each
12	principal. Any agent shall show the card or cards
13	upon the request of any interested person. Any agent
14	who displays a void or expired license card shall be
15	punished as provided in section 145-12.
16	Fraud or misrepresentation in making any application shall
17	ipso facto work a revocation of any license granted thereunder.
18	All indicia of the possession of a license shall be at all times
19	the property of the State and each licensee shall be entitled to
20	the possession thereof only for the duration of the license.
21	For filing the application for license, each applicant
22	shall pay a fee as prescribed by the department.



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- 1 Should any commission merchant, dealer, broker, agent, 2 processor, or retail merchant refuse, fail, or neglect to apply 3 for the renewal of a preexisting license within thirty days 4 after the expiration thereof, a penalty of forty per cent shall 5 apply to and be added to the original fee as prescribed by the department, and shall be paid by the applicant before the 6 7 renewal license may be issued. 8 Any person who has applied for and obtained a license 9 within the classification of commission merchant, in the manner 10 and upon payment of the fee set forth, may apply for and secure 11 a license in the other classifications without payment of 12 further fee, and upon further complying with those provisions of 13 this part regulating the licensing of the other particular 14 classification involved. All licenses held by any licensee under this section shall automatically expire on the expiration 15 16 date for the particular license for which the license fee was 17 paid. 18 The department shall establish and maintain an online 19 system that allows persons to submit an application for a
- 21 SECTION 3. Section 145-14, Hawaii Revised Statutes, is

license electronically through the Internet."

22 amended to read as follows:

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1 "\$145-14 Disposition of fees and charges. All fees, 2 charges, expenses, and other moneys collected pursuant to this 3 chapter shall be deposited [with the state director of finance 4 to the credit of the general fund.] into the department of 5 agriculture operations special fund established pursuant to 6 section 145- and expended for the purposes of this chapter." 7 SECTION 4. Statutory material to be repealed is bracketed 8 and stricken. New statutory material is underscored.

SECTION 5. This Act shall take effect on July 1, 2012.

INTRODUCED BY:

Mulama Ja

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### Report Title:

DOA; Licenses; Electronic Application; Special Fund

### Description:

Requires the DOA to establish and maintain an online system of licensure for commission merchants, dealers, brokers, agents, processors, and retail merchants of farm products. Establishes the department of agriculture operations special fund.

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