STAND. COM. REP. NO. 538 <u>Ho</u>nolulu, Hawaii RE: H.B. No. 1421 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2013 State of Hawaii

Sir:

Your Committee on Agriculture, to which was referred H.B. No. 1421 entitled:

"A BILL FOR AN ACT RELATING TO ORGANIC AGRICULTURE,"

begs leave to report as follows:

The purpose of this measure is to establish a Combined Agricultural Mobilization Program, under the Department of Agriculture by, among other things:

- Providing affordable long-term leases to farmers for establishing small, organic farms;
- (2) Authorizing the Public Utilities Commission to establish preferential energy rates for participants in the Program;
- (3) Requiring the High Technology Development Corporation to assist participants with technological innovations related to crop development; and
- (4) Appropriating funds to the Program.

A few concerned individuals testified in support of this measure. The Department of Agriculture and Public Utilities Commission opposed this measure. The High Technology Development Corporation and one concerned individual submitted comments.

HB1421 HD1 HSCR AGR HMS 2013-2150

Your Committee has amended this measure by:

- Renaming the Program to be the Organic Agricultural Mobilization Program;
- (2) Removing the provision that authorizes the Public Utilities Commission to establish preferential rates for organic farmers participating in the Program;
- (3) Making the purpose statement clear and concise;
- (4) Removing the fifty-five year lease term limitation for leases provided under the Program by the Department of Agriculture;
- (5) Removing a requirement that all lands identified as being suitable to be leased by the Department of Agriculture for the establishment of organic farms have a soil classification of A or B under the Land Study Bureau's detailed land classification;
- (6) Removing a provision that allows organic farmers participating in the Program to construct certain improvements and to retain the value of those improvements and investments made on the land;
- (7) Removing provisions relating to Program participants contracting with the State for the sale of produce to State agencies;
- (8) Changing the effective date to July 1, 2020, to encourage further discussion; and
- (9) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Agriculture that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1421, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1421, H.D. 1, and be referred to the Committee on Finance.



STAND. COM. REP. NO. Page 3

Respectfully submitted on behalf of the members of the Committee on Agriculture,

HB1421 HD1 HSCR AGR HMS 2013-2150

State of Hawaii House of Representatives The Twenty-seventh Legislature

Record of Votes of the Committee on Agriculture

Bill/Resolution No.:Committee Referral:Date:HB142AGR,FIN2/14/13				
□ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit) 				
AGR Members	Ayes	Ayes (WR)	Nays	Excused
1. WOOLEY, Jessica (C)				
2. ONISHI, Richard H.K. (VC)				
3. BROWER, Tom				
4. CACHOLA, Romy M.				
5. CHOY, Isaac W.			\checkmark	
6. OHNO, Takashi	\checkmark			
7. TAKAYAMA, Gregg				
8. TOKIOKA, James Kunane			\checkmark	
9. TSUJI, Clift				
10. CHEAPE, Lauren Kealohilani				
11. WARD, Gene				
TOTAL (11)	5		5	
The recommendation is: Adopted If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				