H.B. NO. ¹⁵¹⁴ H.D. 1 Proposed

A BILL FOR AN ACT

RELATING TO AGRICULTURE.

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

1 SECTION 1. The legislature finds that coffee is the fourth 2 largest agricultural crop in the State and is a highly valued 3 commodity in Hawaii's economy. In recent years, the coffee 4 berry borer, a small beetle, has infested coffee crops in the 5 Kona, and Kau regions, and this infestation threatens the 6 viability of Hawaii's entire coffee industry. The legislature also finds that ongoing efforts to control the coffee berry 7 8 borer are critical, and the State must take immediate action to 9 support these efforts.

10 The legislature also finds that application of the organic 11 biological pesticide containing the fungus beauvaria bassiana is 12 known to cause high mortality in the coffee berry borer, and is 13 a primary method of pest control for the coffee berry borer in 14 other coffee-growing regions of the world. Research shows that 15 subsidizing the cost of pesticides is an effective and necessary 16 incentive to encourage farmers to adopt recommended pest 17 management strategies. In addition, outreach and education to 18 farmers is needed to ensure that farmers know how to properly

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1 implement a pest management program and are aware of the 2 availability of the subsidy. 3 The purpose of this Act is to appropriate moneys for: 4 (1)Education and mitigation activities to combat the 5 coffee berry borer; and 6 (2) The development and implementation of a pesticide 7 subsidy program to assist coffee growers with 8 offsetting the cost of purchasing pesticides 9 containing beauvaria bassiana, a naturally occurring 10 fungus known to cause mortality in coffee berry 11 borers. 12 SECTION 2. There is appropriated out of the general 13 revenues of the State of Hawaii the sum of \$250,000 or so much 14 thereof as may be necessary for fiscal year 2014-2015 for 15 education and mitigation activities to combat the coffee berry 16 borer. 17 The sum appropriated shall be expended by the college of 18 tropical agriculture and human resources at the University of 19 Hawaii for the purposes of this Act.

20 SECTION 3. The appropriation made under section 2 shall
21 not lapse at the end of the fiscal biennium for which the
22 appropriation is made; provided that all moneys from the

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appropriation unencumbered as of June 30, 2017, shall lapse as
 of that date.

3 SECTION 4. (a) There is established in the department of 4 agriculture a pesticide subsidy program to be administered by 5 the department for five years beginning on July 1, 2014, and 6 ending on June 30, 2019. The department shall grant subsidies 7 to coffee growers to assist them in offsetting the costs of 8 purchasing any pesticide that is listed by the department 9 pursuant to subsection (f).

10 (b) Applications for subsidies by coffee growers shall be 11 submitted on a form furnished by the department and shall be 12 filed with accompanying documentation of the costs of purchasing 13 the pesticide; provided that:

14 (1) The applicant shall indemnify and hold harmless the 15 State and its officers, agents, and employees from all 16 claims arising out of or resulting from the pesticide 17 purchased; and

18 (2) The department may request an applicant to provide
19 necessary information for the purposes of verifying
20 the size or sale weight, as applicable, and amount of
21 the pesticide purchased.

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(c) Documentation of pesticide costs, as requested by the
 department, shall be filed for pesticides purchased within the
 immediate preceding fiscal year of filing and shall be effective
 for pesticide costs incurred after July 1, 2014, and before June
 30, 2019.

6 (d) Funds shall be disbursed upon approval on an annual
7 basis by the department to the coffee grower for up to 75 per
8 cent of the costs incurred for the purchase of the pesticide
9 until July 1, 2016, and for up to 50 per cent of the costs
10 incurred from July 1, 2016, to June 30, 2019.

(e) The department shall aggregate the total subsidy applications pursuant to this section and divide and distribute the available subsidy funds on a pro rata basis; provided that no single coffee producer shall receive subsidies that aggregate to more than \$9,000 per year, or more than \$600 per year per acre of land in coffee production.

17 (f) The department shall establish a list of pesticides 18 that are registered with the Environmental Protection Agency and 19 are licensed with the State that contain beauvaria bassiana, a 20 fungus known to eradicate the coffee berry borer, as an active 21 ingredient.

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1 (q) Not later than twenty days prior to the convening of 2 the regular session of 2019, the department shall submit a report of its findings and recommendations, including any 3 4 proposed legislation, to the legislature on the results of the 5 subsidy program and whether the program should be allowed to 6 expire or be extended, and if extended, with or without 7 modification. 8 Actions taken by the department pursuant to this (h) 9 section shall be exempt from the rulemaking requirements of 10 section 91-3, Hawaii Revised Statutes. 11 SECTION 5. There is appropriated out of the general 12 revenues of the State of Hawaii the sum of \$2,750,000 or so much 13 thereof as may be necessary for fiscal year 2014-2015 for the 14 department of agriculture to develop, operate, and implement a 15 pesticide subsidy program established under section 4 of this 16 Act; provided that the department of agriculture may expend up to hire temporary program specialist 17 to \$ 18 positions for the pesticide subsidy program. 19 The sum appropriated shall be expended by the department of

20 agriculture for the purposes of this Act.

21 SECTION 6. This Act shall take effect on July 1, 2014;
22 provided that section 4 shall be repealed on June 30, 2019.



Report Title:

Coffee Berry Borer; Appropriations; Subsidy Program

Description:

Appropriates moneys for mitigation of, and education relating to, the coffee berry borer. Establishes a pesticide subsidy program for the purchase of pesticides containing beauvaria bassiana to combat the coffee berry borer. (HD1 Proposed)

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

