### A BILL FOR AN ACT

RELATING TO AGRICULTURAL FACILITIES.

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

- 1 SECTION 1. One of the missions of the department of
- 2 business, economic development, and tourism is to promote
- 3 industrial development and economic diversification by
- 4 supporting existing and emerging industries, increasing exports
- 5 of Hawaii products, and expanding Hawaii's participation in
- 6 global trade and commerce. The department has prepared a
- 7 statewide comprehensive economic development strategy. The
- 8 strategy's report for the island of Hawaii found that, because
- 9 of the island's strong orientation toward diversified
- 10 agriculture, development of a central marketing facility for
- 11 collection, consolidation, packing, and shipping of products
- 12 continues to be a priority. As a means of achieving this
- 13 priority, agricultural exporters have expressed interest in
- 14 using the relatively unused foreign trade zone no. 9 that is
- 15 located in Hilo.
- 16 The legislature also recognizes that agriculture is and has
- 17 been a major economic driver of the county of Hawaii. To

- 1 preserve and increase the value of this economic driver, the
- 2 department of business, economic development, and tourism, in
- 3 collaboration with the department of agriculture, should perform
- 4 planning and economic impact and feasibility studies for one or
- 5 more facilities on the island of Hawaii for quarantine
- 6 inspection, quarantine treatment, deconsolidation, and
- 7 consolidation of agricultural commodities for both import and
- 8 export purposes.
- 9 The purpose of this Act is to authorize the department of
- 10 business, economic development, and tourism, in collaboration
- 11 with the department of agriculture, to perform:
- (1) Planning and feasibility studies for one or more
- 13 quarantine inspection, quarantine treatment,
- 14 deconsolidation, and consolidation facilities on the
- island of Hawaii; and
- 16 (2) A marketing and economic impact analysis for one or
- 17 more of the facilities.
- 18 SECTION 2. (a) The department of business, economic
- 19 development, and tourism, in collaboration with the department
- 20 of agriculture, may perform:

1	(1)	Planning and feasibility studies for one or more
2		quarantine inspection, quarantine treatment,
3		deconsolidation, and consolidation facilities on the
4		island of Hawaii; and
5	(2)	A marketing and economic impact analysis for one or
6		more of the facilities.
7	(b)	The studies and analysis shall include, in addition to
8	foreign t	rade zone no. 9 in Hilo, the following alternative
9	locations:	
10	(1)	The land parcel managed by the department of business,
11		economic development, and tourism currently housing
12		the foreign trade zone neighboring the Hilo
13		International Airport; and
14	(2)	On the west side of the island of Hawaii, the Kawaihae
15		harbor area that is proposed for biosecurity
16		facilities by the harbors division of the department
17		of transportation.
18	SECT	ION 3. The department of business, economic
19	development, and tourism shall submit a report to the	
20	legislature no later than twenty days prior to the convening of	
21	the regular session of 2016 on the status of the planning and	

- 1 feasibility study and marketing and economic analysis, for one
- 2 or more facilities on the island of Hawaii to be used for
- 3 quarantine inspection, quarantine treatment, deconsolidation,
- 4 and consolidation of incoming and outgoing agricultural
- 5 commodities. The report shall also contain recommendations and
- 6 proposed necessary legislation, if any, to achieve the purpose
- 7 of this Act.
- 8 SECTION 4. There is appropriated out of the general
- 9 revenues of the State of Hawaii the sum of \$ or so much
- 10 thereof as may be necessary for fiscal year 2016-2017 for the
- 11 planning and feasibility study and marketing and economic
- 12 analysis for one or more facilities on the island of Hawaii to
- 13 be used for quarantine inspection, quarantine treatment,
- 14 deconsolidation, and consolidation of incoming and outgoing
- 15 agricultural commodities.
- 16 The sum appropriated shall be expended by the department of
- 17 business, economic development, and tourism for the purposes of
- 18 this Act.
- 19 SECTION 5. This Act shall take effect on July 1, 2050.

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INTRODUCED BY:



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SAN 28 2015

### Report Title:

Agricultural Quarantine Facility; Study and Analysis, Island of Hawaii; Appropriation

#### Description:

Authorizes and appropriates funds for DBEDT, in collaboration with DOA, to perform studies and analysis relating to establishing facilities on the island of Hawaii for quarantine inspection and treatment and handling of incoming and outgoing agricultural commodities.

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