JOSH GREEN Lt. Governor



PHYLLIS SHIMABUKURO-GEISER
Acting Chairperson
Board of Agriculture

State of Hawaii **DEPARTMENT OF AGRICULTURE**

1428 South King Street Honolulu, Hawaii 96814-2512 Phone: (808) 973-9600 FAX: (808) 973-9613

TESTIMONY OF THE DEPARTMENT OF AGRICULTURE BEFORE THE SENATE COMMITTEE ON WAYS & MEANS

FEBRUARY 12, 2019 10:00 A.M. CONFERENCE ROOM 211

SENATE BILL NO. 1149 SD1 RELATING TO AGRICULTURE

Chairperson Dela Cruz and Members of the Committee:

Thank you for the opportunity to present testimony on Senate Bill 1149 SD1. This bill provides funding to establish a foreign agriculture small equipment pilot program to identify efficient agriculture equipment and retrofit engines to meet the United States Environmental Protection Agency's (USDA EPA) standards. The Department of Agriculture supports this bill provided it does not impact the Department's priorities listed in the Executive Budget and offers a comment.

The Hawaii Farm Equipment Use Report (NASS, March 2018) surveyed farmers in all four counties to determine, that of the 19 types of farm equipment in the survey, Hawaii farmers reported a need for 11,692 pieces of equipment over the 16,984 pieces that were in use. The survey results support the need for a farm equipment pilot program to identify the equipment that is efficient and meets the needs of Hawaii farmers. The pilot program could include a provision for retrofitting existing equipment to meet USDA EPA standards similar to the USDA Environmental Quality Incentive Program (EQIP). EQIP provided funding to farmers in California to improve air quality if they would take actions such as to replace old diesel-powered farm equipment with similar new equipment powered with the cleanest emission-certified diesel engines. For



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this bill, the funding provided could be to retrofit existing equipment with more efficient engines to comply with EPA standards.

Thank you for the opportunity to testify on this measure.



February 8, 2019

Senator Donovan M. Dela Cruz, Chair Senator Gilbert S.C. Keith-Agaran, Vice-Chair Senate Committee on Ways and Means

Support of SB 1149, SD1, Relating to Agriculture (Appropriates funds to establish a foreign agriculture small equipment pilot program to identify efficient agriculture equipment and retrofit engines to meet the standards of the United States Environmental Protection Agency (EPA).)

Tuesday, February 12, 2019, 10:00 a.m., in Conference Room 211

The Land Use Research Foundation of Hawaii (LURF) is a private, non-profit research and trade association whose members include major Hawaii landowners, developers and a utility company. LURF's mission is to advocate for reasonable, rational and equitable land use planning, legislation and regulations that encourage well-planned economic growth and development, while safeguarding Hawaii's significant natural and cultural resources, and public health and safety.

LURF appreciates the opportunity to express its **support of SB 1149**, **SD1** and of the various agricultural stakeholder groups who defend the goals of viable agricultural operations and the conservation and protection of agriculture, including important agricultural lands (IAL) in Hawaii.

SB 1149, **SD1**. This bill appropriates funds to establish a pilot program to explore retrofitting foreign small equipment to comply with EPA standards, which is necessary as farmers and ranchers must explore and resort to alternative means and technology to operate their farms due to the increase in demand for unskilled labor.

<u>LURF's Position</u>. LURF members include farmers and ranchers who own, maintain, and engage in agricultural enterprises, and who consider such assistance very helpful, if not critical to the conduct of their operations and to help sustain their businesses.

The purpose of this bill is consistent with the underlying intent and objectives of the IAL laws (Hawaii Revised Statutes, Sections 205-41 to 52), which were enacted to fulfill the mandate in Article XI, Section 3, of the Hawaii State Constitution, "to conserve and protect agricultural lands, promote diversified agriculture, increase agricultural self-sufficiency and assure the availability of agriculturally suitable lands."

Senate Committee on Ways and Means February 8, 2019 Page 2

LURF therefore appreciates the objective of SB 1149, SD1, which is to support agriculture and provide needed assistance to agriculture-related or agribusinesses operations. Passage of the long-awaited IAL legislation would be meaningless without implementation of such measures. The establishment of the foreign agriculture small equipment pilot program is critically needed to help support viable agricultural activity in this State.

By recognizing the significance of, and need to assist the local agriculture industry, and implement incentives and measures which help to support the growth and maintenance of agriculture in the State, this bill significantly helps to promote economically viable agriculture and food self-sufficiency in Hawaii.

Thank you for the opportunity to present testimony in support of this measure.



Email: communications@ulupono.com

SENATE COMMITTEE ON WAYS & MEANS Tuesday, February 12, 2019 — 10:00 a.m. — Room 211

Ulupono Initiative **Supports** SB 1149 SD 1, Relating to Agriculture

Dear Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of the Committee:

My name is Murray Clay and I am Managing Partner of Ulupono Initiative, a Hawai'i-based impact investment firm that strives to improve the quality of life for the people of Hawai'i by working toward solutions that create more locally produced food; increase affordable, clean, renewable energy; and better manage waste and fresh water resources. Ulupono believes that self-sufficiency is essential to our future prosperity and will help shape a future where economic progress and mission-focused impact can work hand in hand.

Ulupono <u>supports</u> SB 1149 SD 1, which appropriates funds to establish a foreign agriculture small equipment pilot program to identify efficient agriculture equipment because it aligns with our goal to increase local food production.

According to the 2012 Census of Agriculture, 6,494 of the 7,000 farms in Hawai'i (93 percent), had annual farm sales of less than \$100,000. Also, in 2012, 5,179 of the 5,293 farms (98 percent) that made a harvest were fewer than 50 acres. Since the average farmer in Hawai'i is a small farmer with limited land, it is critical for local growers to identify smaller farming equipment suitable for Hawai'i. Right-sized equipment can better help smaller farms develop into future medium and large-sized farms that can grow more local food.

As Hawai'i's local food issues become increasingly complex and challenging, organizations need additional resources and support to address and overcome them. We appreciate this committee's efforts to look at policies that support local food production.

We believe that through collaboration, we can help produce more local food and support an economically robust homegrown agriculture industry, which strengthens our community with fresh, healthy food. Thank you for this opportunity to testify.

Respectfully,

Murray Clay Managing Partner

Multiple Testifiers:

Miles Mulcahy

J Ashman

Saw Thinn

Francesca Koethe

Luana Beck

Charles King

Frederick Mencher

Jari Sugano

Stephanie Whalen

Loreto Obra

Sandi Kato-Klutke

Robert Paull

Rowena Moen

Donald Sommer

Bronson Yadao

Jeff Tupea

Sharon Iwasaki

Rodney & Karol Haraguchi

Nocile Correa

Carolynn Lum

Laila Jayyousi

Melvin Kunitake

Randy Cabral

Susan Mulkern

Mark Philipson

Phil Becker

Daysi Valiente

Randy Yokoyama

Joni Kamiya

Jill Coryell

John Gordine

Dear Chair Dela Cruz, Vice Chair Keith-Agaran, & members of the committee:

I support SB 1149, SD 1 which appropriates funds to establish a foreign agricultural small equipment pilot program to identify efficient agriculture equipment and retrofit engines to meet the United States Environmental Protection Agency's standards.

As the demand for unskilled agriculture labor continues to increase, farmers and ranchers continue to look for alternative means to operate their farms through technology, like small equipment tractors. Although engines attached to small equipment from foreign countries like Japan are not in compliance with EPA standard regulations, this pilot program would explore retrofitting foreign equipment to comply.

Thank you for the opportunity to testify on this measure.



<u>SB-1149-SD-1</u> Submitted on: 2/11/2019 10:00:46 AM

Testimony for WAM on 2/12/2019 10:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Melodie Aduja	Testifying for O`ahu County Committee on Legislative Priorities of the Democratic Party of Hawai`i	Support	No

Comments:





P.O. Box 253, Kunia, Hawai'i 96759 Phone: (808) 848-2074; Fax: (808) 848-1921 e-mail info@hfbf.org; www.hfbf.org

February 12, 2019

HEARING BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS

TESTIMONY ON SB 1149, SD1 RELATING TO AGRICULTURE

Room 211 10:00 AM

Aloha Chair Dela Cruz, Vice Chair Keith-Agaran, and Members of the Committee:

I am Brian Miyamoto, Executive Director of the Hawaii Farm Bureau (HFB). Organized since 1948, the HFB is comprised of 1,900 farm family members <u>statewide</u>, and serves as Hawaii's voice of agriculture to protect, advocate and advance the social, economic and educational interests of our diverse agricultural community.

The Hawaii Farm Bureau supports SB 1149, SD1, which appropriates funds to establish a foreign agriculture small equipment pilot program to identify efficient agriculture equipment and retrofit engines to meet the United States Environmental Protection Agency's standards.

As the demand for agriculture labor continues to increase, while the availability of labor decreases, farmers and ranchers continue to look for alternative means to operate their farms through technology, like small equipment tractors. A limited number of weed management solutions and the increase in labor cost have made weed management a major challenge for many small farmers in Hawaii. Many small farmers also have a need for smaller harvesting and field prep equipment that is not readily available in Hawaii. These growers include vegetable crops, wetland crops, and livestock forage crops. There is a need to identify high technology small equipment and evaluate its applicability for Hawaii's diverse agriculture systems.

Countries such as Japan have small equipment that is suitable for Hawaii's small farmers, however, the engines that are attached to small equipment from foreign countries like Japan are not in compliance with EPA standard regulations. This pilot program would help identify desired small equipment as well as finding solutions that would allow Hawaii farmers to import foreign equipment that complies with EPA standards.

We recommend that the pilot project include, among other things, the following:

- Establish contact with manufacturers of small equipment in Japan and other countries.
- Work with EPA to identify EPA standard and compliance requirements for small foreign ag equipment.
- Collaborate with Agriculture and Ag Professionals from foreign countries on management practices.
- Bring harvesting, weed management, and field prep machinery into the State of Hawaii for evaluation.
- Conduct on-farm trials to evaluate the efficacy and applicability to multiple growing systems (wetland, conventional, organic, forage crops, etc.) statewide.
- Conduct education and training workshops statewide to update agriculture producers on available technology.

Thank you for this opportunity to testify in support of this measure.



Board of Directors 2018 - 2020

TESTIMONY FROM BENNETTE MISALUCHA, EXECUTIVE DIRECTOR

In Support of SB 1149, SD1 Relating to Agriculture

President

Joshua Uyehara

SENATE COMMITTEE ON WAYS AND MEANS

Vice-President February 12, 2019, 10:00 a.m.

Warren Mayberry Conference Room 211

Secretary Dawn Bicoy

Chair Dela Cruz and members of the committee:

Treasurer Laurie Yoshida The Hawaii Crop Improvement Association (HCIA) strongly supports SB1149, SD1, which appropriates funds to establish a foreign agriculture small equipment pilot program to identify efficient agriculture equipment and retrofit engines to meet the U.S. Environmental Protection Agency's (EPA) standards.

Directors-at-Large Alan Takemoto Adolf Helm Leslie Campaniano Dan Clegg Joshua Uyehara Warren Mayberry

Hawaii's farmers and ranchers need to look for ways to reduce the need for labor to operate their farms, like small equipment tractors. However, engines attached to affordable options from foreign countries like Japan are not currently in compliance with the EPA's standards. This bill will allow farmers to retrofit their equipment to come into compliance, and potentially reduce the operational costs of farming and ranching.

Please vote in support of SB1149, SD1 to support the livelihood of Hawaii's farmers.

President Emeritus Alan Takemoto

Respectfully,

Executive Director Bennette Misalucha Bennette Misalucha

Executive Director, Hawaii Crop Improvement Association

The Hawaii Crop Improvement Association (HCIA) is a Hawaii-based non-profit organization that promotes modern agriculture to help farmers and communities succeed. Through education, collaboration, and advocacy, we work to ensure a safe and sustainable food supply, support responsible farming practices, and build a healthy economy.





HEARING BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS HAWAII STATE CAPITOL. SENATE CONFERENCE ROOM 211 TUESDAY, FEBRUARY 12, 2019 AT 10:00 A.M.

To The Honorable Donovan M. Dela Cruz, Chair; The Honorable Gilbert S.C. Keith-Agaran, Vice Chair; and Members of the Committee on Ways and Means;

TESTIMONY IN SUPPORT OF SB 1149 RELATING TO AGRICULTURE

Aloha, my name is Pamela Tumpap and I am the President of the Maui Chamber of Commerce, with approximately 650 members. We appreciate the opportunity to support of SB 1149 on a pilot program relating to ag equipment.

Historically, agriculture has been very important to our community, but it is a difficult industry to successfully start and operate. Use of technology and modernization is key. We support efforts that seek to sustain and support agriculture as the industry is currently struggling with a labor shortage, in addition to other factors. We appreciate that this bill takes a new approach to supporting the industry by establishing a pilot program to look for more efficient equipment and ensuring it is compliant to EPA regulations.

Mahalo for your consideration of our testimony and we ask that you move this bill forward.

Sincerely,

Pamela Tumpap

Pamela Jumpap

President

To advance and promote a healthy economic environment for business, advocating for a responsive government and quality education, while preserving Maui's unique community characteristics.