DAVID Y. IGE Governor

JOSH GREEN Lt. Governor



PHYLLIS SHIMABUKURO-GEISER Chairperson, Board of Agriculture

MORRIS M. ATTA
Deputy to the Chairperson

# State of Hawaii **DEPARTMENT OF AGRICULTURE**

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

# TESTIMONY OF PHYLLIS SHIMABUKURO-GEISER CHAIRPERSON, BOARD OF AGRICULTURE

## BEFORE THE HOUSE COMMITTEE ON AGRICULTURE



March 11, 2020 9:05 A.M. CONFERENCE ROOM 312

SENATE BILL NO. 2282 SD2 RELATING TO AGRICULTURE

Chairpersons Creagan and Members of the Committee:

Thank you for the opportunity to testify on Senate Bill 2282 SD1 Relating to Agriculture.

### This measure:

- Establishes the agricultural theft enforcement program and agricultural theft enforcement special fund within the Department of Agriculture;
- Authorizes the Board of Agriculture and agricultural theft enforcement officers to exercise police powers;
- Extends to the agricultural theft enforcement program the applicability of certain statutory provisions relating to law enforcement; and
- Appropriates funds for this program.

The Department offers comments on the measure.

Agricultural theft is a major concern for the Department and for agricultural producers in the State. In 2005, a <u>USDA NASS survey</u> found the total value of theft and vandalism losses, as well as security costs, from Hawaii farms was estimated at \$11.4 million or 9% of the 2004 Hawaii net farm income. While the Department recognizes the severity of the problem, we have significant concerns regarding the Department's



capacity to house and administer a law enforcement branch. The Department lacks the legal and procedural law enforcement subject matter expertise necessary for successfully conducting a program of this type, especially with respect to training potential officers. Additionally, we lack the operational infrastructure (buildings, vehicles, dispatch capacity, weapons, secure communications, etc.) to support the program as contemplated. A new law enforcement program within the Department would require significant start up time, resources, training, and expertise building before an effective and fully functional law enforcement presence can be established. Unfortunately, the need for this law enforcement capability to address agricultural crimes is immediate and growing.

The Department notes that this measure funds the agricultural enforcement program via revenues deposited into the agricultural development and food security special fund. The Department currently uses the special fund for projects that support the core mission of the Department, such as awarding grants to farmers, acquiring property for agricultural production, the improvement of irrigation systems, research on agricultural products/techniques, the promotion of local agriculture or other reasons allowable under HRS §141-10. The proposed enforcement program will be costly. Our early rough estimates are \$3,000,000 for startup costs in the first year and an annual operating budget of approximately \$1,500,000. If this committee is inclined to mover this measure forward, the Department respectfully requests that this program be supported with general funds rather than drawing from the agricultural development and food security special fund to ensure that our other critical programs supported by the special fund are not placed in jeopardy due to insufficient funds.

Thank you for the opportunity to testify on this measure.

DAVID Y. IGE Governor JOSH GREEN Lt. Governor



# STATE OF HAWAII AGRIBUSINESS DEVELOPMENT CORPORATION

235 S. Beretania Street, Room 205 Honolulu, HI 96813 Phone: (808) 586-0186 Fax: (808) 586-0189

TESTIMONY OF JAMES J. NAKATANI
EXECUTIVE DIRECTOR
AGRIBUSINESS DEVELOPMENT CORPORATION

BEFORE THE COMMITTEE ON AGRICULTURE WEDNESDAY, March 11, 2020 9:05 a.m.

SENATE BILL NO. 2282 SD2 RELATING TO AGRICULTURE

Chairpersons Creagan and Members of the Committee:

My name is James Nakatani, Executive Director of the Agribusiness Development Corporation ("ADC"). The ADC supports Senate Bill No. 2282 SD2, which establishes the agricultural theft enforcement program and agricultural theft enforcement special fund within the Department of Agriculture and authorizes the Board of Agriculture and agricultural theft enforcement officers to exercise police powers. The bill extends to the agricultural theft enforcement program the applicability of certain statutory provisions relating to the law enforcement officer independent review board; possession of electric guns; the law enforcement standards board; emergency vehicles; and worker's compensation for volunteer emergency response personnel, authorizes the use of funds in the agricultural development and food security special fund for protection of agricultural resources, and appropriates funds. ADC strongly supports the bill.

Agriculture theft and other crimes occurring on agricultural lands has become commonplace with the criminals operating without regard to law enforcement. This bill will provide the manpower and statutory framework for investigation and enforcement

that will deter the criminal activity and will instill confidence in the community that their safety concerns are being addressed.

Thank you for the opportunity to testify, and for your consideration of this bill.

EMPLOYEES' RETIREMENT SYSTEM
HAWAI'I EMPLOYER-UNION HEALTH BENEFITS TRUST FUND

OFFICE OF THE PUBLIC DEFENDER



STATE OF HAWAI'I
DEPARTMENT OF BUDGET AND FINANCE

P.O. BOX 150 HONOLULU. HAWAI'I 96810-0150 CRAIG K. HIRAI

ROBERT YU DEPUTY DIRECTOR

ADMINISTRATIVE AND RESEARCH OFFICE BUDGET, PROGRAM PLANNING AND MANAGEMENT DIVISION FINANCIAL ADMINISTRATION DIVISION OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

## **WRITTEN ONLY**

TESTIMONY BY CRAIG K. HIRAI
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE HOUSE COMMITTEE ON AGRICULTURE
ON
SENATE BILL NO. 2282, S.D. 2

March 11, 2020 9:05 a.m. Room 312

## RELATING TO AGRICULTURE

The Department of Budget and Finance offers comments on Senate Bill (S.B.)
No. 2282, S.D. 2.

S.B. No. 2282, S.D. 2: 1) requires the Board of Agriculture (Board) to establish the Agricultural Enforcement Program (AEP) within the Department of Agriculture (DOA); 2) authorizes the Board to appoint or employ agricultural theft enforcement officers within AEP; 3) establishes duties, authority, and standards for officers; 4) establishes the Agricultural Enforcement Special Fund (AESF) under the administration of DOA; 5) amends Section 141-10, HRS, to expand the scope of the Agricultural Development and Food Security Special Fund (ADFSSF) to protect agricultural resources; 6) appropriates an unspecified sum from the ADFSSF for deposit into the AESF for FY 21; and 7) appropriates an unspecified sum from the AESF for FY 21 for operating expenditures and the establishment of one full-time Chief Enforcement Officer position and two full-time Enforcement Officer positions, one each for the islands of Hawai'i and O'ahu.

As a matter of general policy, the department does not support the creation of any special fund which does not meet the requirements of Section 37-52.3, HRS.

Special funds should: 1) serve a need as demonstrated by the purpose, scope of work and an explanation why the program cannot be implemented successfully under the general fund appropriation process; 2) reflect a clear nexus between the benefits sought and charges made upon the users or beneficiaries or a clear link between the program and the sources of revenue; 3) provide an appropriate means of financing for the program or activity; and 4) demonstrate the capacity to be financially self-sustaining.

Regarding S.B. No. 2282, S.D. 2, it is difficult to determine whether the proposed special fund would be self-sustaining.

The department defers to DOA regarding program implementation and funding.

Thank you for your consideration of our comments.



Email: communications@ulupono.com

## HOUSE COMMITTEE ON AGRICULTURE Wednesday, March 11, 2020 — 9:05 a.m. — Room 312

## Ulupono Initiative supports SB 2282 SD 2, Relating to Agriculture

Dear Chair Creagan and Members of the Committee:

My name is Amy Hennessey, and I am the Senior Vice President of Communications & External Affairs at Ulupono Initiative. We are a Hawai'i-based impact investment firm that strives to improve our community's quality of life by creating more locally produced food; increasing affordable clean renewable energy and transportation options; and better managing waste and fresh water resources.

**Ulupono supports SB 2282 SD 2**, which establishes the agricultural enforcement program and agricultural enforcement special fund within the Department of Agriculture.

In our conversations with farmers and ranchers, one issue that keeps coming up is agricultural theft and how there is little enforcement and punishment for offenders. Agricultural lots are a prime target for thieves as there are many open entry points, farms are often located in rural and isolated areas, and punishments are minor relative to other crimes. For farmers that can afford to, precious money has to be spent on security infrastructure, monitoring, and manpower to defend their agricultural operations vs. producing food. This leads to higher production costs, which result in increased prices for local food at the market when consumers are already price sensitive. We believe this will further hurt local food sales. Profit margins for agricultural operations are already tight and, if a business loses revenue from theft or vandalism and has to invest heavily in security, this could push more local farmers and ranchers out of the agricultural sector. Ultimately, this underrated issue is one that hurts our ability to increase locally grown food in our state.

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,

Amy Hennessey, APR Senior Vice President. Communications & External Affairs

<u>SB-2282-SD-2</u> Submitted on: 3/10/2020 3:23:12 PM

Testimony for AGR on 3/11/2020 9:05:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Warren Watanabe	Maui County Farm Bureau	Support	No



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

March 11, 2020

# HEARING BEFORE THE HOUSE COMMITTEE ON AGRICULTURE

# **TESTIMONY ON SB 2282, SD2**RELATING TO AGRICULTURE

Room 312 9:00 AM

Aloha Chair Creagan, Vice Chair DeCoite, 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 1,800 farm family members statewide, 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 HB 2282, SD2, which establishes the agricultural enforcement program and agricultural enforcement special fund within the Department of Agriculture and authorizes the Board of Agriculture and agricultural enforcement officers to exercise police powers.

Agricultural crime is persistent problems facing agriculture. Weather, drought, pests, weeds, disease, unstable markets, transportation, labor issues, and a changing climate all contribute to uncertainty for farmers and ranchers. Few businesses face such challenges, yet we are charged with producing food, fiber, fuel and flowers for the 99% of non-farmers. Add in the constant threat and impacts of trespass, theft, and vandalism, and it's a wonder farms and ranches remain viable.

Sadly, agricultural crime is a growing trend in Hawaii. Farmers and ranchers are often victims of those who are looking for easy targets. Despite our efforts to install cameras, form community ag watch groups, and patrol our farms, these criminals know that being caught and prosecuted is unlikely.

In recent years, not only have crops and livestock been stolen, but also tractors, trucks, farm equipment, and tools. We support all efforts to curb this attack on our viability. In most cases, we bear the cost of these crimes since we cannot pass these costs on to the consumer in the form of higher prices.

Thank you for your continued support of our local farmers and ranchers.



March 10, 2020

Representative Richard P. Creagan, Chair Representative Lynn DeCoite, Vice-Chair House Committee on Agriculture

Comments in Support of the Intent of SB 2282, S.D.2, Relating to Agriculture (Establishes the agricultural enforcement program and agricultural enforcement special fund within the Department of Agriculture [DOA]; authorizes the Board of Agriculture [BOA] and agricultural enforcement officers to exercise police powers; extends to the agricultural enforcement program the applicability of certain statutory provisions relating to the law enforcement officer independent review board; possession of electric guns; the law enforcement standards board; emergency vehicles; and worker's compensation for volunteer emergency response personnel; authorizes the use of funds in the agricultural development and food security special fund for protection of agricultural resources; effective 07/01/2050; appropriates funds.)

## Wednesday, March 11, 2020, 9:05 a.m., in Conference Room 312

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 utility companies. 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 provide comments **in support of SB 2282**, **S.D.2**.

SB 2282, S.D.2. This bill proposes to establish the agricultural enforcement program and agricultural enforcement special fund within the DOA; authorizes the BOA and agricultural enforcement officers to exercise police powers; and extends to the proposed program, the applicability of certain statutory provisions relating to law enforcement. The measure also authorizes the use of funds in the agricultural development and food security special fund for protection of agricultural resources.

House Committee on Agriculture March 10, 2020 Page 2

<u>LURF's Position</u>. LURF fully supports the intent of SB 2282, S.D.2, which is to protect farmers and other individuals who have been the victims of agricultural theft and vandalism for years and have reportedly suffered losses totaling millions of dollars. LURF understands that it is reportedly difficult for law enforcement agencies to enforce the agricultural theft, vandalism and other laws currently in effect, and that farmers have, in the past, made efforts to work with the police in attempts toward more effective enforcement efforts, but that such undertakings have proved unsuccessful.

The proposed program and funding will assist in, amongst other things, prosecuting perpetrators of, and preventing agricultural theft and vandalism; and identifying areas where agricultural theft and vandalism are most prevalent. The bill confirms the need for collaboration amongst diverse sectors of the community - business, government, and agricultural stakeholders - and the importance for them to work together cooperatively to prevent agricultural crimes and improve the overall economic viability of the State's agricultural industry.

LURF therefore **supports the intent of SB 2282, S.D.2** as an effort to promote the importance of the issues relating to the enforcement of agricultural theft and vandalism laws. LURF further respectfully requests that the proposed Program allow the opportunity for continued input by all stakeholders, including, but not limited to farmers and ranchers, government and law enforcement agencies, and legal experts in order that all interested parties may contribute to this and any further statewide program that may be developed as a result.

Thank you for the opportunity to present comments regarding this matter.



# LARRY JEFTS FARMS, LLC PO BOX 27 KUNIA, HAWAII 96759 (808) 688-2892

SB2282sd2, Relating to Agriculture House AGR Hearing Wednesday, March 11, 2020 9:05 am Conference Room 312

Testimony by: Larry Jefts Position: Support

Chair Creagan, Vice Chair DeCoite and Members of the House AGR Committee:

I am Larry Jefts, owner and operator of Larry Jefts Farms, LLC, which is part of our family-run business of farms on Oahu and Molokai, under the administrative umbrella of Sugarland Growers, Inc. We have more than 35 years of Hawaii farm experience on Molokai and Oahu. I am a volunteer director for the West Oahu Soil and Water Conservation District (SWCD).

Agriculture theft has been a long-discussed problem for Hawaii's farmers and the solutions are difficult to implement. Farmers and ranchers often cannot install surveillance equipment or pay for 24/7 security. This leaves agricultural production very vulnerable to persons who steal, and re-sell stolen goods despite laws that require a bill of lading by the purchaser. It's like harvested produce falling off the back of the truck on the way to market or on the way to doubling Hawaii's food production.

Changing the name of the program to Agricultural Enforcement Program and authorizing the Board of Agriculture to determine other enforcement issues besides theft is strongly supported. In addition to ag theft, other criminal activities against farmers and ranchers include trespassing, property crimes such as vandalism and damage to equipment, even releasing or slaughtering of livestock.

The proposed agricultural enforcement program establishes 1 full time Chief Enforcement Officer and 2 full time Enforcement Officers, one for Hawaii Island and the other for Oahu. It's not enough but it is a good start. Dedicated enforcement officers will help in curtailing this crime against farmers and ranchers.

Thank you for the opportunity to testify on this bill.



<u>SB-2282-SD-2</u> Submitted on: 3/11/2020 5:03:09 AM

Testimony for AGR on 3/11/2020 9:05:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Chris Manfredi	Hawaii Coffee Association	Support	No



<u>SB-2282-SD-2</u> Submitted on: 3/11/2020 6:56:09 AM

Testimony for AGR on 3/11/2020 9:05:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Nicole K Galase	Hawaii Cattlemen's Council	Support	No



<u>SB-2282-SD-2</u> Submitted on: 3/10/2020 6:26:31 PM

Testimony for AGR on 3/11/2020 9:05:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Benton Kealii Pang, Ph.D.	Individual	Support	No

# SB-2282-SD-2

Submitted on: 3/10/2020 10:44:49 PM

Testimony for AGR on 3/11/2020 9:05:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Molly Hernandez	Individual	Support	Yes

### Comments:

Aloha House of Representative Creagan, DeCoite and Members of the Agriculture Commitee,

My name is Molly Hernandez. I'm here before you to submit my testimony in SUPPORT OF SENATE BILL 2282 SD2 to establish the Agricultural Enforcement Program and Agricultural Enforcement Special Fund within the Department of Agriculture.

This measure will provide a safer environment for everyone in our communities and hold criminals accountable for their actions on agricultural lands in the State of Hawaii.

On January 11, 2020, my niece, Malia Soma-Valmoja lost her life in Whitmore by use of a firearm on agriculture lands managed by Agribusiness Development Corporation (ADC).

On February 27, 2020 a sweep in the area of Whitmore Village was performed. Law enforcements & barriers are now being established and YOUR CONTINUED SUPPORT IS STRONGLY RECOMMENDED.

Your SUPPORT OF SENATE BILL 2282 SD2 is greatly appreciated so that action may be pursued in the State of Hawaii.

Mahalo for your time in allowing me to testify, your consideration and YOUR SUPPORT OF SENATE BILL 2282 SD2.

Mahalo Nui Loa, Molly Hernandez and Ohana of Malia Soma-Valmoja



# SB-2282-SD-2

Submitted on: 3/11/2020 12:59:58 AM

Testimony for AGR on 3/11/2020 9:05:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Mel valmoja	Individual	Support	Yes

Comments:

Aloha,

My name is Mel Valmoja and i support SB2282 SD2 relating to agriculture. My family and I have been following this Bill and wholeheartedly support it. Our family has suffered a great loss, specifically on agriculture lands managed by the State Agency Agribusiness Development Corrporation.. Due to continued community concerns, a collaborative effort by law enforcement, ADC, and Community leaders, are at the present moment, moving forward with great steps currently sweeping the agriculture land free of derelict vehicals, tresspassing, and criminal activity. This same criminal haven is where my niece Malia Soma-Valmoja was shot and killed on January 11, 2020. Please continue to support the work that has been started by approving SB2282 D2. Prevent criminal havens from ever returning to Whitmore, as well as all agriculture lands. I believe that passing this bill will insure a better agricultural business outlook, law enforcement support, and a safer future in Hawaii for all of us.

Mahalo nui loa and Warmest Aloha,

Mel Valmoja and Ohana of Malia Soma-Valmoja

<u>SB-2282-SD-2</u> Submitted on: 3/11/2020 7:34:55 AM

Testimony for AGR on 3/11/2020 9:05:00 AM



Submitted By	Organization	Testifier Position	Present at Hearing
Jeanne Vana	Individual	Support	No