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# A BILL FOR AN ACT

RELATING TO AGRICULTURAL LOANS.

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

1 SECTION 1. Section 155-4, Hawaii Revised Statutes, is  
2 amended to read as follows:

3 "**§155-4 Powers and duties of the department.** The  
4 department of agriculture shall have the following powers:

- 5 (1) Employ a secretary, who may be exempt from chapter 76,  
6 and other full-time and part-time employees, subject  
7 to chapter 76, as are necessary to effectuate the  
8 purposes of this chapter, subject further to the  
9 limitation of funds in the agricultural loan reserve  
10 fund;
- 11 (2) Designate agents throughout the State as may be  
12 necessary for property appraisal, the consideration of  
13 loan applications, and the supervision of farming  
14 operations of borrowers. The agents may be  
15 compensated for their services at rates the department  
16 in its discretion may fix;



- 1           (3)   Initiate and carry on a continuing research and  
2                   education program, utilizing and coordinating the  
3                   services and facilities of other government agencies  
4                   and private lenders to the maximum, to inform  
5                   qualified farmers concerning procedures for obtaining  
6                   loans and to inform private lenders concerning the  
7                   advantages of making loans to qualified farmers;
- 8           (4)   Cooperate with private and federal government farm  
9                   loan sources to increase the amount of loan funds  
10                  available to qualified farmers in the State;
- 11          (5)   Assist individual qualified farmers in obtaining loans  
12                  from other sources. Insofar as available funds and  
13                  staff permit, counsel and assist individual farmers in  
14                  establishing and maintaining proper records to prove  
15                  their farming ability for loan purposes;
- 16          (6)   Insure loans made to qualified farmers and food  
17                  manufacturers by private lenders under section 155-5;
- 18          (7)   Participate in loans made to qualified farmers and  
19                  food manufacturers by private lenders under  
20                  section 155-6;



- 1 (8) Make direct loans to qualified farmers and food  
2 manufacturers under section 155-8;
- 3 (9) Borrow money for loan purposes;
- 4 (10) Assign and sell mortgages;
- 5 (11) Hold title to, maintain, use, manage, operate, sell,  
6 lease, or otherwise dispose of personal and real  
7 property acquired by way of foreclosure, voluntary  
8 surrender, or otherwise, to recover moneys loaned;
- 9 (12) Sue and be sued in the name of the "State of Hawaii";
- 10 (13) Exercise incidental powers as are deemed necessary or  
11 requisite to fulfill its duty in carrying out the  
12 purposes of this chapter;
- 13 (14) Delegate authority to its chairperson to approve  
14 loans, where the requested amount plus any principal  
15 balance on existing loans to the applicant, does not  
16 exceed [~~\$25,000~~] \$\_\_\_\_\_ of state funds; and
- 17 (15) Adopt rules pursuant to chapter 91 necessary for the  
18 purpose of this chapter."

19 SECTION 2. Section 219-5, Hawaii Revised Statutes, is  
20 amended by amending subsection (b) to read as follows:



1           "(b) The chairperson may approve loans, where the  
2 requested amount, plus any principal balance on existing loans  
3 to the applicant, does not exceed [~~\$25,000~~] \$ \_\_\_\_\_ of state  
4 funds."

5           SECTION 3. Statutory material to be repealed is bracketed  
6 and stricken. New statutory material is underscored.

7           SECTION 4. This Act shall take effect on July 1, 2050.



**Report Title:**

Department of Agriculture; Agricultural Loan Program;  
Aquaculture Loan Program

**Description:**

Amends the maximum amount that the Board of Agriculture  
Chairperson is authorized to approve for agricultural loans and  
aquacultural loans. Effective 7/1/2050. (HD1)

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

