JAN 1 7 2025

A BILL FOR AN ACT

RELATING TO FOOD SUPPLY.

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

The legislature finds that the agricultural 1 SECTION 1. 2 sector serves as a cornerstone of the State's economy and 3 cultural identity by providing essential food products, employment, and sustainable land management practices that, when 4 managed properly, contribute to the State's overall food supply. 5 6 Although the State's livestock industry contributes 7 significantly to the State's food security and local 8 agricultural output, particularly through beef and pork 9 production, it also faces significant and substantial barriers 10 because of the limited number of licensed slaughterhouses in the 11 State that are capable of processing locally raised animals and 12 livestock. The legislature notes that California's production 13 of red meat from federally inspected and state inspected 14 slaughterhouses during December 2022 grew six per cent from December 2021, while Hawaii's production of red meat during 15 December 2022 fell eight per cent from the previous year. 16



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1 The legislature recognizes that the number of animal 2 slaughterhouses in the State, and their respective capacities, 3 are limited. Notably, only one slaughterhouse on Oahu currently 4 slaughters hogs. The current lack of adequate slaughterhouse 5 facilities compels many local ranchers and farmers to either 6 ship their livestock to the continental United States for 7 processing, which can increase costs and environmental impacts from shipping and production, thereby decreasing the economic 8 9 potential for the State's agricultural producers and related 10 sectors.

The legislature further recognizes the importance of local 11 12 food sustainability and resilience as outlined in the Aloha+ 13 Challenge and other state initiatives that seek to increase 14 local food production and reduce reliance on imported foods. 15 The strategic development of additional slaughterhouse 16 facilities in the State would enhance the capacity of the 17 State's agricultural sector to meet these goals and provide 18 additional employment opportunities in the State.

19 The legislature further finds that the department of 20 business, economic development, and tourism is equipped with 21 expertise in infrastructure development, land use, and economic

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planning and is well positioned to conduct a comprehensive, 1 2 data-driven evaluation of locations across the State that are environmentally, economically, and logistically suited for the 3 construction or expansion of slaughterhouse facilities. 4 А thorough assessment of these potential sites for slaughterhouse 5 6 development is appropriate to support the growth and sustainability of the local livestock industry, increase food 7 security, and contribute to the State's broader environmental 8 9 and economic goals, including contributing to the State's gross 10 domestic product through potential increases in profit margins 11 for local farmers, ranchers, and allied operators in the State. 12 Accordingly, the purpose of this Act is to: 13 (1)Require the department of business, economic development, and tourism, in collaboration with the 14 agribusiness development corporation, to identify 15 16 sites throughout the State that are suitable for the 17 development of slaughterhouses; and 18 Require the agribusiness development corporation to (2) 19 plan, design, construct, and operate new animal 20 slaughterhouses throughout the State.



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1	SECTION 2. Chapter 163D, Hawaii Revised Statutes, is				
2	amended by adding a new section to be appropriately designated				
3	and to read as follows:				
4	" <u>§163D-</u> Animal slaughterhouses. (a) The department of				
5	business, economic development, and tourism, in collaboration				
6	with the corporation, shall identify sites throughout the State				
7	that, based on location, land usage, and available resources,				
8	are suitable for the development of slaughterhouses. The				
9	suitability evaluation shall also consider key factors, such as				
10	proximity to livestock production areas, potential environmental				
11	impacts, water and energy resources, potential for sustainable				
12	practices, and the needs of rural and underserved communities.				
13	(b) The corporation shall plan, design, construct, and				
14	operate animal slaughterhouses at each site identified pursuant				
15	to subsection (a).				
16	(c) The corporation shall:				
17	(1) Consider market conditions in determining the types				
18	and sizes of animals that should be slaughtered at any				
19	given time;				
20	(2) Ensure that each slaughterhouse:				



1		(A)	Serves as a sustainable source of locally born		
2			and raised animal protein; and		
3		<u>(B)</u>	Harvests or processes non-beef animals, including	<u> </u>	
4			axis deer, hogs, sheep, and goats, for local food	<u>d</u>	
5			production; and		
6	(3)	Comp	ly with any requirements established by:		
7		<u>(A)</u>	The United States Department of Agriculture;		
8		(B)	The department of health; and		
9		(C)	Applicable law, including audit requirements and		
10			state and local health and safety regulations."		
11	SECTION 3. There is appropriated out of the general				
12	revenues of the State of Hawaii the sum of \$200,000 or so much				
13	thereof as may be necessary for fiscal year 2025-2026 and the				
14	same sum or so much thereof as may be necessary for fiscal year				
15	2026-2027 for the development of slaughterhouses throughout the				
16	State, as follows:				
17	Plan	.S	\$		
18	Desi	gn	\$		
19	Cons	truct	ion \$		
20	Equi	pment	\$		
21		Tota	l funding \$200,000.		



1 The sums appropriated shall be expended by the department 2 of business, economic development, and tourism for the purposes 3 of this Act. SECTION 4. New statutory material is underscored. 4 5 SECTION 5. This Act shall take effect on July 1, 2025. INTRODUCED BY: that M. Bath 6



Report Title:

DBEDT; ADC; Slaughterhouse Facilities; Development; Food; Market; Animals; Meats; Hogs; Sheep; Goats; Economy; Appropriations

Description:

Requires the Department of Business, Economic Development, and Tourism to identify sites throughout the State that are suitable for the development of slaughterhouses. Requires the Agribusiness Development Corporation to plan, design, construct, and operate certain animal slaughterhouses throughout the State. Makes appropriations.

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