THE SENATE TWENTY-FOURTH LEGISLATURE, 2007 STATE OF HAWAII S.R. NO. <sup>123</sup> S.D. 1

## SENATE RESOLUTION

REQUESTING HAWAII'S CONGRESSIONAL DELEGATION TO LEGISLATE A REDUCTION IN FEDERALLY REGULATED FEES OR AN EXEMPTION FROM FEDERAL STATUTES FOR TRANSPORTATION COSTS FOR LIVESTOCK FEED TO HAWAII.

WHEREAS, Hawaii's livestock industry faces numerous 1 challenges that creates obstacles towards obtaining a strong 2 diversified livestock and agricultural products industry in the 3 State; and 4 5 WHEREAS, according to the Department of Agriculture, in 6 2006, locally produced eggs represented approximately thirty-7 . three per cent of the total eggs sold in the State, and 8 approximately thirty to thirty-five per cent of the milk 9 consumed in the State was locally produced; and 10 11 WHEREAS, within the past year, two egg farms and a dairy 12 farm have closed in Hawaii, and a dairy farm and another egg 13 farm are now threatened with closure; and 14 15 WHEREAS, one of the challenges the livestock industry faces 16 is the rising cost of feed for livestock; and 17 18 WHEREAS, due to its location and relative isolation, Hawaii 19 is dependent on overseas shipping for a majority of its food and 20 food production, thus, livestock farmers rely on imported feed 21 from the mainland; and 22 23 WHEREAS, local poultry farmers have indicated that the 24 total cost of grain or feed for their livestock amounts to 25 seventy per cent of the cost to produce one dozen eggs, with 26 fifty per cent of that cost attributed to the transportation 27 expenses for the feed; and 28 29 WHEREAS, furthermore, with increased United States 30 Department of Agriculture regulations on agricultural products, 31 livestock farmers are forced to buy and use high-protein feed 32 from the mainland to feed their livestock because grains, such 33

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as corn, are too expensive to grow locally in Hawaii in the 1 massive quantities that are required by livestock farmers; and 2 3 WHEREAS, the high transportation costs for feed is a 4 perennial problem for livestock farmers and the cost of 5 importing feed grains from the mainland adds more than \$100 a 6 7 ton to the expense; and 8 WHEREAS, a reduction in federally regulated fees or an 9 exemption from federal statutes will financially assist 10 livestock farmers with their feed requirement costs, enable them 11 to remain in business, and allow them to continue to provide 12 fresh meats, dairy, and egg products for local consumption; now, 13 therefore, 14 15 BE IT RESOLVED by the Senate of the Twenty-fourth 16 Legislature of the State of Hawaii, Regular Session of 2007, 17 that the members of Hawaii's Congressional delegation to the 18 United States Congress are requested to assist in the longevity 19 of a diversified livestock industry in Hawaii by legislating a 20 reduction in federally regulated shipping or transportation fees 21 for livestock feed or an exemption from federal statutes 22 relating to livestock feed shipping and transportation costs 23 from the mainland to Hawaii; and 24 25 BE IT FURTHER RESOLVED that certified copies of this 26 Resolution be transmitted to the members of Hawaii's 27

28 Congressional delegation to the United States Congress.

