
A BILL FOR AN ACT

RELATING TO AGRICULTURE.

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

1 SECTION 1. The legislature finds that agriculture plays a
2 vital role in Hawaii's efforts to become more self-sustainable.
3 Agriculture not only contributes to the State's economy by
4 providing employment opportunities, products for export, and a
5 stage for tourism, but also performs a public service by helping
6 to perpetuate a rural lifestyle for Hawaii's residents who in
7 turn provide stewardship for Hawaii's lands and water.

8 With the demise of the majority of the plantations that
9 once controlled vast acres of pineapple and sugar cane fields,
10 there is a need to promote the diversification of Hawaii's
11 agriculture industry. Hawaii must also diversify its economic
12 base beyond tourism. A revived and revitalized agriculture
13 industry promises not only to achieve this objective, but will
14 also sustain and stabilize Hawaii's food supply and protect the
15 open space and lifestyle that both residents and visitors value.

16 Currently, Hawaii's agriculture and value-added product
17 industry contributes \$2,400,000,000 to the State's economy and
18 employs more than thirty-eight thousand people. During the past

1 twenty years, the value of diversified agriculture in Hawaii has
2 more than doubled, reaching a record \$370,900,000 in farm-level
3 revenues in 2002.

4 The agriculture industry should continue to explore new
5 opportunities as prime agricultural land becomes available. At
6 present, about one hundred thousand acres of former sugar cane
7 and pineapple land--prime agricultural land--lie fallow. Recent
8 estimates suggest that if all this land was put to productive
9 use through successful agricultural ventures, an additional
10 \$1,700,000,000 to \$4,400,000,000 could be infused into the
11 State's economy.

12 To take advantage of these opportunities, and to provide
13 the necessary support for the overall transition of Hawaii's
14 agriculture industry from plantation agriculture to diversified
15 agriculture, more resources must be directed towards expanding
16 the revenue base of farmers and ranchers to ensure their long
17 term viability.

18 In the 2008 regular session, the legislature recognized
19 this need and requested a study entitled, "The Feasibility of
20 Constructing a Multipurpose, Multi-user Processing Facility on
21 the Land in the Ewa, Central Oahu Area Being Offered to the
22 Hawaii Agriculture Research Center, for the Production of Value-

1 added Products that Make Use of Locally Grown Agricultural
2 Products."

3 The study identified the modifications needed on the former
4 Del Monte facility to serve farmers and ranchers to increase
5 value-added production from locally grown agricultural products.
6 Additionally, the former culinary arts facility at the Maui
7 community college campus is available for similar use with
8 upgrades to its design. Other sites on Kauai and the island of
9 Hawaii are also being considered.

10 The legislature finds that there are culinary arts programs
11 at various community colleges across the state that can provide
12 expertise and collaborative opportunities to further the success
13 of facilities dedicated to value-added agricultural products.

14 The purpose of this Act is to appropriate funds, matched
15 dollar-for-dollar by federal funds, in cash, or by in-kind
16 donations by the private sector, for the planning, repair, and
17 modification of agricultural facilities at the former Del Monte
18 operation on Oahu and at Maui Community College.

19 SECTION 2. Section 147-1, Hawaii Revised Statutes, is
20 amended by amending the definition of "agricultural commodity"
21 to read as follows:

1 "Agricultural commodity" means fresh fruits and fresh
2 vegetables of every kind and character, whether or not frozen or
3 packed in ice, whether produced in the State or imported, nuts,
4 and coffee, whether cherry or parchment, or green beans, which
5 have been produced in the State, [~~and~~] raw unprocessed honey,
6 whether produced in the State or imported[-], and live animals
7 of the bovine, equine, swine, sheep, or goat species, or the
8 carcass or meat of those species, whether produced in the State
9 or imported."

10 SECTION 3. The director of finance is authorized to issue
11 general obligation bonds in the sum of \$ or so much
12 thereof as may be necessary for fiscal year 2009-2010 and the
13 same sum or so much thereof as may be necessary is appropriated
14 for fiscal year 2010-2011 for the planning, repair, and
15 modification of the Del Monte and Maui community college
16 facilities to further the value-added agricultural industry
17 pursuant to this Act; provided that no funds shall be made
18 available under this Act unless matched dollar-for-dollar in
19 federal funds, in cash, or by in-kind donations by the private
20 sector.

21 The sums appropriated shall be expended by the department of
22 agriculture for the purposes of this Act.

1 SECTION 4. Statutory material to be repealed is bracketed
2 and stricken. New statutory material is underscored.

3 SECTION 5. This Act shall take effect on July 1, 2020.

Report Title:

Agriculture; Value-Added Products

Description:

Appropriates funds, matched dollar-for-dollar by federal funds, in cash, or by in-kind donations by the private sector, for the planning, repair, and modification of agricultural facilities at the former Del Monte operation on Oahu and at Maui Community College. Amends the definition of "agricultural commodity". Effective July 1, 2020. (SD1)