

JAN 17 2014

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# A BILL FOR AN ACT

RELATING TO THE AGRIBUSINESS DEVELOPMENT CORPORATION.

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

1           SECTION 1. Chapter 163D, Hawaii Revised Statutes, is  
2 amended by adding a new section to be appropriately designated  
3 and to read as follows:

4           "§163D-           Agricultural land acquisition special fund.

5           (a) There is established within the state treasury the  
6 agricultural land acquisition special fund.

7           (b) The following moneys shall be deposited into the  
8 special fund:

9           (1) The portion of the environmental response, energy, and  
10 food security tax specified under section 243-3.5;

11           (2) Any appropriation by the legislature into the special  
12 fund;

13           (3) Any grant or donation made to the special fund; and

14           (4) Any interest earned on the balance of the special  
15 fund.

16           (c) Subject to legislative appropriation, moneys in the  
17 special fund may be expended for the acquisition of real  
18 property for the protection of agricultural lands, public land



1 banking, promotion of farm ownership, and agricultural  
2 diversification.

3 (d) The corporation shall submit a report to the  
4 legislature no later than twenty days prior to the convening of  
5 each regular session summarizing all expenditures of the special  
6 fund moneys."

7 SECTION 2. Section 243-3.5, Hawaii Revised Statutes, is  
8 amended by amending subsection (a) to read as follows:

9 "(a) In addition to any other taxes provided by law,  
10 subject to the exemptions set forth in section 243-7, there is  
11 hereby imposed a state environmental response, energy, and food  
12 security tax on each barrel or fractional part of a barrel of  
13 petroleum product sold by a distributor to any retail dealer or  
14 end user of petroleum product, other than a refiner. The tax  
15 shall be \$1.05 on each barrel or fractional part of a barrel of  
16 petroleum product that is not aviation fuel; provided that of  
17 the tax collected pursuant to this subsection:

18 (1) 5 cents of the tax on each barrel shall be deposited  
19 into the environmental response revolving fund  
20 established under section 128D-2;



1 (2) 15 cents of the tax on each barrel shall be deposited  
2 into the energy security special fund established  
3 under section 201-12.8;

4 (3) 10 cents of the tax on each barrel shall be deposited  
5 into the energy systems development special fund  
6 established under section 304A-2169; [and]

7 (4) 15 cents of the tax on each barrel shall be deposited  
8 into the agricultural development and food security  
9 special fund established under section 141-10[-]; and

10 (5)                    cents of the tax on each barrel shall be  
11 deposited into the agricultural land acquisition  
12 special fund established under section 163D- .

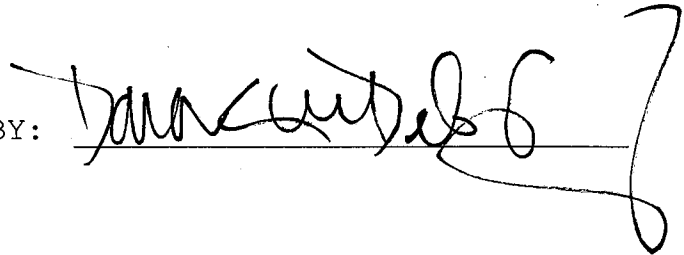
13 The tax imposed by this subsection shall be paid by the  
14 distributor of the petroleum product."

15 SECTION 3. Statutory material to be repealed is bracketed  
16 and stricken. New statutory material is underscored.

17 SECTION 4. This Act shall take effect on July 1, 2014.

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INTRODUCED BY:



**Report Title:**

Agribusiness Development Corporation; Agricultural Land Acquisition Special Fund; Environmental Response, Energy, and Food Security Tax

**Description:**

Establishes the agricultural land acquisition special fund for the purchase of agricultural land by the agribusiness development corporation for the protection of agricultural lands, land banking, promotion of farm ownership, and agricultural diversity. Allocates an unspecified portion of the environmental response, energy, and food security tax to be deposited into the special fund. Requires the agribusiness development corporation to report annually to the legislature.

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

