

DAVID Y. IGE  
Governor

DOUGLAS S. CHIN  
Lt. Governor



State of Hawaii  
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SCOTT E. ENRIGHT  
Chairperson, Board of Agriculture

PHYLLIS SHIMABUKURO-GEISER  
Deputy to the Chairperson

**TESTIMONY OF SCOTT E. ENRIGHT  
CHAIRPERSON, BOARD OF AGRICULTURE**

**BEFORE THE SENATE COMMITTEE ON WAYS & MEANS**

**FEBRUARY 28, 2018  
10:30 A.M.  
CONFERENCE ROOM 211**

**SENATE BILL NO. 192 PROPOSED SD1  
RELATING TO THE STATE BUDGET**

Chairperson Dela Cruz and Members of the Committee:

Thank you for the opportunity to testify on Senate Bill No. 192 Proposed SD1 that adds language providing public purpose to Act 124, SLH 2016 projects for a livestock feed mill and a waste stream recycling facility on Oahu. The Department of Agriculture supports the intent of this measure and offers comments.

The Department believes that these two projects are important in helping move Hawaii's agricultural industry forward. We would like to note that these projects are set to lapse on June 30, 2018, and would recommend lapsing the two projects and re-authorizing the two projects in the 2019 Executive Supplemental budget to provide enough time for project encumbrance. The Department would also like to note that the public purpose language should read "The Legislature finds and declares that the appropriation is in the public interest and for the public's health, safety, and general welfare of the State."

Thank you for the opportunity to testify on this measure.



**DAVID Y. IGE**  
Governor

**DOUGLAS S. CHIN**  
Lt. Governor



**JAMES J. NAKATANI**  
Executive Director

STATE OF HAWAII  
**AGRIBUSINESS DEVELOPMENT CORPORATION**  
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**TESTIMONY OF JAMES J. NAKATANI**  
**EXECUTIVE DIRECTOR**  
**AGRIBUSINESS DEVELOPMENT CORPORATION**

**BEFORE THE COMMITTEE ON WAYS AND MEANS**  
Wednesday, February 28, 2018  
10:30 a.m.

**SENATE BILL NO. 192 SD1**  
**RELATING TO THE STATE BUDGET**

Chairperson Dela Cruz and Members of the Committee:

My name is James Nakatani, Executive Director of the Agribusiness Development Corporation (“ADC”). The ADC supports Senate Bill No. 192 SD1 that amends section 47, item A.8.02 Livestock Feed Mill, Oahu and item A.8.05 Waste Stream Recycling Facility, Oahu of Act 119, Session Laws of Hawaii 2015, as amended by Act 124, Session Laws of Hawaii 2016 to both read “The Legislature Finds and Declares that the Appropriation is in the Public Health, Safety, and General Welfare of the State.”

ADC notes that the funding for these two appropriations will lapse on June 30, 2018. Rather than amending Acts 119 and 124, ADC recommends that the two appropriations be re-appropriated in Fiscal year 2019 under AGR161 as follows:

LIVE STOCK FEED MILL, OAHU

CONSTRUCTION AND EQUIPMENT FOR THE ESTABLISHMENT OF A FEED MILL TO BE LOCATED ON Oahu. PROJECT TO INCLUDE SITE WORK AND ALL PROJECT RELATED COSTS. THE LEGISLATURE FINDS AND DECLARES THAT THE APPROPRIATION IS IN THE PUBLIC HEALTH, SAFETY, AND GENERAL WELFARE OF THE STATE.

CONSTRUCTION			400
EQUIPMENT			3,600
TOTAL FUNDING	AGR	C	4,000C

WASTE STREAM RECYCLING FACILITY , OAHU

PLANS, DESIGN AND CONSTRUCTION FOR A WASTE STREAM RECYCLING EQUIPMENT TO PROCESS BIOWASTE. THE LEGISLATURE FINDS AND DECLARES THAT THE APPROPRIATION IS IN THE PUBLIC HEALTH, SAFETY, AND GENERAL WELFARE OF THE STATE.

PLANS			1
DESIGN			1
CONSTRUCTION			948
TOTAL FUNDING	AGR	C	950C

Moreover, if these re-appropriations are added to the current budget bill, we understand that the 2015 and 2016 appropriations must be force lapsed. We suggest the following language be inserted into Senate Bill No. 192:

(xx) Any law to the contrary notwithstanding, the appropriations under Act 119, Session Laws of Hawaii 2015, Section 47, as amended and renumbered by Act 124, Session Laws of Hawaii 2016, Section 5, in the amounts indicated or balances thereof, unallotted, allotted, unencumbered, or encumbered and unrequired, are hereby lapsed:

"Item No.	Amount	(MOF)
A-8.02	\$4,000,000	C
A-8.05	\$950,000	C"

Thank you for the opportunity to testify, and for your consideration of this bill.