## A BILL FOR AN ACT

SECTION 1. Chapter 103D, Hawaii Revised Statutes, is

RELATING TO AGRICULTURAL LANDS.

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

2	amended by adding a new section to part IV to be appropriately
3	designated and to read as follows:
4	"§103D- Purchases of produce; option to lease state
5	agricultural land; specifications. (a) When awarding any
6	contract for the purchase of produce, a purchasing agency shall
7	include an option for the contractor supplying the produce to
8	lease state agricultural land as provided in this section.
9	(b) Prior to the solicitation for any procurement of
10	produce, a purchasing agency shall provide the college of
11	tropical agriculture and human resources of the university of
12	Hawaii with information on the amount and type of produce being
13	purchased or expected to be purchased under the procurement.

The college of tropical agriculture and human resources shall

college under subsection (e), identify available state

assess the information provided and, using data provided to the

1	agricultu	ral land that may be leased to the contractor to grow	
2	the produ	ce; provided that:	
3	(1)	The land identified shall be of sufficient area and	
4		quality to grow the produce purchased under the	
5		contract; and	
6	(2)	To the extent practicable, the land identified shall	
7		be contiguous to allow the contractor to take	
8		advantage of economies of scale and to minimize the	
9		amount of infrastructure required to grow the produce;	
10	provided	further that if the college of tropical agriculture and	
11	human res	ources determines that the type of produce being	
12	procured	by the purchasing agency is of a type for which there	
13	is no sta	te agricultural land of sufficient area or quality	
14	available	that is suitable to grow that produce, the college of	
15	tropical agriculture and human resources shall transmit this		
16	determina	tion to the purchasing agency and subsections (c)	
17	and (d) c	of this section shall not apply to that procurement.	
18	(c)	The college of tropical agriculture and human	
19	resources	s shall transmit to the purchasing agency and the	
20	departmen	t of agriculture a recommendation made pursuant to	
21	subsectio	on (b). The department of agriculture, upon receipt of	

- 1 the recommendation, shall determine lease terms for the
- 2 identified state agricultural land. The purchasing agency shall
- 3 include the proposed lease terms with the invitation for bids or
- 4 request for proposals and inform prospective bidders that the
- 5 award of that contract shall include an option for the
- 6 contractor to lease the identified state agricultural lands
- 7 under the lease terms provided by the department of agriculture.
- 8 If a procurement is being conducted under a sole source
- 9 procurement, the selected contractor shall be informed of the
- 10 availability of the state agricultural land and the relevant
- 11 lease terms as the contract is being negotiated.
- (d) After the purchasing agency has awarded the contract,
- 13 the contractor to which the contract was awarded shall inform
- 14 the department of agriculture whether it intends to lease the
- 15 state agricultural land. Notwithstanding any other law to the
- 16 contrary, if the contractor indicates that it intends to lease
- 17 the state agricultural land, the department of agriculture shall
- 18 lease the land to the contractor under the lease terms
- 19 established pursuant to subsection (c); provided that this
- 20 subsection shall not be construed to preclude the department of

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- 1 agriculture and the contractor from negotiating different lease
- 2 terms if both parties agree to those terms.
- 3 (e) The department of agriculture shall furnish the
- 4 college of tropical agriculture and human resources with any
- 5 information that the college of tropical agriculture and human
- 6 resources deems necessary to perform its duties under this
- 7 section.
- **8** (f) This section shall not apply to contracts for the
- 9 purchase of produce entered into by the purchasing agency of a
- 10 county.
- 11 (g) As used in this section:
- "Produce" means all agricultural, horticultural, and
- 13 vegetable produce of the soil.
- 14 "State agricultural lands" means lands under the control of
- 15 the department of agriculture that are zoned for agricultural
- 16 use and are available to be leased to farmers."
- 17 SECTION 2. This Act does not affect rights and duties that
- 18 matured, penalties that were incurred, and proceedings that were
- 19 begun before its effective date.
- 20 SECTION 3. New statutory material is underscored.
- 21 SECTION 4. This Act shall take effect on July 1, 3000.



### Report Title:

Hawaii Public Procurement Code; Produce Contracts; Option to Lease; State Agricultural Lands; CTAHR; DOA

### Description:

Requires a state contract for the purchase of produce to include an option for the contractor supplying the produce to lease of state agricultural lands. Establishes a process for the college of tropical agriculture and human resources of the university of Hawaii to identify appropriate land to be leased. Effective 7/1/3000. (HD2)

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