STAND. COM. REP. NO.

2608

Honolulu, Hawaii

FEB 1 8 2022

RE: S.B. No. 1316

Honorable Ronald D. Kouchi President of the Senate Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committee on Agriculture and Environment, to which was referred S.B. No. 1316 entitled:

"A BILL FOR AN ACT RELATING TO AGRICULTURE,"

begs leave to report as follows:

The purpose and intent of this measure is to establish an agricultural production tax credit that includes agricultural producers who produce at least fifty percent of their food crops for local consumption.

Your Committee received testimony in support of this measure from the Department of Agriculture; Ulupono Initiative; Hawaiʻi Farm Bureau; Carpenter & Carpenter, Inc.; Hawaii Food Industry Association; and three individuals. Your Committee received comments on this measure from the Department of Budget and Finance, Department of Taxation, and Tax Foundation of Hawaii.

Your Committee finds that the State has a goal to double local food production by 2030. One barrier to that goal is that there is little access to capital for agricultural production and few incentives for investment in Hawaii's agricultural industry. This measure incentivizes investment in local food production by establishing an agricultural production tax credit for producers who produce at least fifty percent of their food crops for local consumption.

As affirmed by the record of votes of the members of your Committee on Agriculture and Environment that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1316 and recommends that it pass Second Reading and be referred to your Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Agriculture and Environment,

MIKE GABBARD, Chair

The Senate Thirty-First Legislature State of Hawai'i

Record of Votes Committee on Agriculture and Environment AEN

Bill / Resolution No.:*	Committee	Referral:		Date:		
SB 1316	AEN,	WAM	_	02/	カチ	122
The Committee is reconsidering its previous decision on this measure.						
If so, then the previous decision was to:						
The Recommendation is:						
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313						
Members		Aye	Aye (W	'R)	Nay	Excused
GABBARD, Mike (C)		Z,				
NISHIHARA, Clarence K. (VC)						
ACASIO, Laura						
RHOADS, Karl						
FEVELLA, Kurt						
					=	
			_			
		-				
					·-·	
		11			<u>-</u>	
TOTAL		1				
Recommendation:					<u> </u>	
Adopted Not Adopted						
Chair's or Designee's Signature: Clarence K Krishihem						
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy						

*Only one measure per Record of Votes