

STATE OF HAWAII
DEPARTMENT OF AGRICULTURE
HONOLULU, HAWAII

REPORT TO THE TWENTY-SECOND LEGISLATURE, 2003 REGULAR SESSION

IN RESPONSE TO ACT 154
OF THE TWENTIETH LEGISLATURE 2000, REGULAR SESSION
REQUIRING THE BOARD OF AGRICULTURE TO REPORT ANNUALLY
ON ALL MONEYS DEPOSITED INTO AND DISBURSED FROM
THE PESTICIDE USE REVOLVING FUND

January 2003

**PESTICIDE USE REVOLVING FUND
Annual Report to Legislature for Fiscal Year 2002**

Background

In the Twentieth State Legislature, Regular Session of 2000, Act 154 was passed which amended Chapter 149A-13.5 to add a subsection (f), which requires the Department of Agriculture to submit an annual report to the legislature on all moneys deposited into, and disbursed from the pesticide use revolving fund. The following information is reported:

1. Licensing and registration fees and charges collected by the department for pesticide products and training fees;
2. Expenditures for registration and licensing, certification and education, and compliance monitoring activities;
3. Fees set for educational services and training;
4. Interest earned on the deposit or investment of the funds; and
5. Balance lapsed into the State general fund.

Executive Summary

This report covers the period from July 1, 2001 to June 30, 2002 (FY 2002). The budget for FY 2002 was increased from \$450,000 to \$675,000. Four (4) positions in the registration and certification section are charged to this fund. Personnel costs accounted for about \$207,088 of the \$675,000 budget. Approximately \$563,700 was collected from pesticide product licensing. No fees were collected for training. Interest earned was \$24,649. The amount of cash returned to the general fund was \$0.00. Funding to provide for \$200,000 to transfer to the general fund as required by Act 178 at the beginning of FY 2003 and to provide for continuation of personnel costs remained unencumbered.

Funds encumbered in prior fiscal years affect the balance reported in the fund. To show all fund activity regardless of the year the funds were encumbered, the following summary is provided:

Fund balance on July 1, 2001	.	.	.	.	.	.	\$555,549
Receipts	.	.	.	.	.	.	\$624,629
FY-2002 expenditures	.	.	.	.	.	.	\$518,926
All outstanding encumbrances	.	.	.	.	.	.	\$273,330
Fund balance on June 30, 2002	.	.	.	.	.	.	\$661,252

A. Pesticide Use Revolving Fund Revenue:

Licensing fees for pesticides products and training fees are the two sources of revenue to the Pesticides Use Revolving Fund. In FY 2002, \$563,700 in licensing fees was collected. No training fees were collected.

B. Pesticide Use Revolving Fund Expenditures

Expenditures for registration and licensing, certification and education, and compliance monitoring activities are based on the amount of funds spent or encumbered for FY 2002. Funds encumbered in fiscal years prior to FY 2002 were reported earlier years.

1. Registration and Licensing

Personnel costs for four staff in the Certification and Registration Section were charged to the pesticide use revolving fund. These personnel are the section chief and registration specialists, who are most directly related to the licensing of pesticides and collecting of pesticide-licensing fees. Personnel costs were \$207,088.

The following projects were funded in this area:

Project	Contractor	Amount
Evaluating papaya extract for snail control	Hawaii Agriculture Research Center	\$12,068
Quality Assurance for Pesticide Projects	University of Hawaii	\$29,484
Conducting Field Validation of Model Used to Assess Pesticide Leaching	University of Hawaii	\$100,000

Miscellaneous expenses for this activity area include storage space for old pesticide labels and material safety data sheets. Total support from the pesticide use revolving fund for pesticides registration and licensing was approximately \$354,000.

2. Certification and Education

The following projects were funded in this area:

Project	Contractor	Amount
Printing Pesticides Safety Newsletter	University of Hawaii	\$6,000
Consumer Education	Hawaii Poison Control Center	\$50,000

Miscellaneous expenses for this activity include office supplies and equipment. Total support from the pesticide use revolving fund for the certification and education was approximately \$64,000.

3. Compliance Monitoring

The following projects were funded in this area:

Project	Contractor	Amount
Assess Chemical Leaching Potential at Pesticide Mix Plant	University of Hawaii	\$5,000
Conduct Chemical Analyses for Fungicides (EBDC/ETU)	University of Hawaii	\$24,000
Conduct Soil Tests for Herbicides (Bromacil and Hexazinone)	University of Hawaii	\$20,700
Conduct Laboratory Analyses for Fipronil	University of Hawaii	\$10,000
Laboratory Equipment	Chemical Analyses Lab	\$30,000

Miscellaneous expenses in this activity area included purchase of equipment and supplies and office supplies. Total support from the pesticide use revolving fund for compliance monitoring was about \$100,000.

4. Integrated Pest Management Strategy Development:

There were no projects related to the use of integrated pest management strategies funded during FY-02.

C. Training Fees Established: None

D. Interest Earned: \$24,469.15

E. Funds returned to General Fund: -0-