## A BILL FOR AN ACT

MAKING AN APPROPRIATION TO THE EAST KAUAI IRRIGATION SYSTEM.

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

- 1 SECTION 1. A reliable irrigation system is the lifeblood
- 2 of Hawaii's agricultural industry. To ensure that Hawaii's
- 3 crops receive a steady and dependable supply of water,
- 4 sufficient funding is needed to maintain and improve Hawaii's
- 5 irrigation systems.
- 6 The legislature finds that a potential crisis is developing
- 7 at the east Kauai irrigation system. In 2001, Amfac Sugar
- 8 Company announced that it was ceasing operation of its ditch
- 9 system, composed of twenty-two miles of ditches and three
- 10 reservoirs, which had irrigated four thousand acres of land in
- 11 the Kapaa area (east Kauai irrigation system). Subsequently,
- 12 the East Kauai Water Users' Cooperative (Cooperative) received a
- 13 revocable permit from the State to operate the east Kauai
- 14 irrigation system and took over operations in March of 2002.
- 15 The legislature finds that the Cooperative faces a serious
- 16 funding shortfall. Income from users is insufficient to pay for
- 17 the day-to-day operation and maintenance expenses of the east
- 18 Kauai irrigation system.

## H.B. NO. 2770

- 1 The purpose of this Act is to appropriate \$50,000 for 2 fiscal year 2006-2007 and \$50,000 for fiscal year 2007-2008 for
- the operation and maintenance of the east Kauai irrigation 3
- system to facilitate the development of diversified agriculture 4
- 5 on the affected lands in Kapaa, Kauai.
- SECTION 2. There is appropriated out of the general 6
- revenues of the State of Hawaii the sum of \$50,000 or so much 7
- thereof as may be necessary for fiscal year 2006-2007 and the 8
- same sum or so much thereof as may be necessary for fiscal year 9
- 10 2007-2008 to be paid into the Hawaii agricultural development
- 11 revolving fund created in section 163D-17, Hawaii Revised
- Statutes, and expended for the operation and maintenance of the 12
- 13 east Kauai irrigation system.
- 14 The sums appropriated shall be expended by the agribusiness
- 15 development corporation for the purposes of this Act.
- 16 SECTION 3. This Act shall take effect on July 1, 2006.

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INTRODUCED BY:

# HB 2770

#### Report Title:

East Kauai Irrigation System

#### Description:

Appropriates funds for the east Kauai irrigation system.