A BILL FOR AN ACT

RELATING TO AGRICULTURAL WATER RATES.

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

- 1 SECTION 1. The legislature finds that access to affordable
- 2 water is one of the biggest challenges facing Hawaii's farmers.
- 3 Although many farmers enjoy lower rates for agricultural water
- 4 provided by the counties, other farmers who are unable to access
- 5 the county water systems are forced to use more expensive water
- 6 provided by private utilities at residential rates since
- 7 agricultural rates are not offered.
- **8** The purpose of this Act is to encourage appropriate
- 9 agricultural use of agricultural lands and to establish fair
- 10 water rates for all of Hawaii's farmers by directing the public
- 11 utilities commission to require private utilities that furnish
- 12 water used for agricultural purposes in areas zoned for
- 13 agricultural use to establish a reduced water rate for qualified
- 14 agricultural water users.
- 15 SECTION 2. Chapter 269, Hawaii Revised Statutes, is
- 16 amended by adding a new section to be appropriately designated
- 17 and to read as follows:

1	"§269- Ratemaking; furnishing of water for agricultural
2	use. The public utilities commission shall have the authority
3	to require private utilities furnishing water to differentiate
4	in ratemaking between agricultural and other water usage. The
5	public utilities commission shall require private utilities that
6	furnish water used for agricultural purposes in areas zoned for
7	agricultural use to establish a reduced water rate structure for
8	qualified agricultural water users. All private utilities
9	furnishing water used for agricultural purposes to qualified
10	agricultural users in areas zoned for agricultural use shall
11	establish a water rate structure for agricultural use on or
12	before January 1, 2009."
13	SECTION 3. New statutory material is underscored.
14	SECTION 4. This Act shall take effect upon its approval.
15	INTRODUCED BY: JAN 2 1 2008
	JAN 2 1 2008

Report Title:

Private Utilities; Water; Agricultural Use

Description:

Directs the public utilities commission to require private utilities that furnish water used for agricultural purposes in areas zoned for agricultural use to establish a reduced water rate for qualified agricultural water users.