HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2009 STATE OF HAWAII H.B. NO. ²⁴³ H.D. 2

A BILL FOR AN ACT

RELATING TO IRRIGATION SYSTEMS.

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

| 1 | SECTION 1. A reliable irrigation system is the lifeblood | | |
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| 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. In addition, the list of items for which | | |
| 6 | funds from the irrigation repair and maintenance special fund | | |
| 7 | may be used should be broadened to include other irrigation- | | |
| 8 | related items. | | |
| 9 | The purpose of this Act is to: | | |
| 10 | (1) Change the name of the existing irrigation repair and | | |
| 11 | maintenance special fund to the agricultural | | |
| 12 | infrastructure improvement special fund and expand the | | |
| 13 | list of irrigation-related items for which funds from | | |
| 14 | this special fund may be used to include agricultural | | |
| 15 | water and land planning; | | |
| 16 | (2) Authorize and appropriate general obligation bond | | |

funds for improvements to various irrigation systems

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| 1 | throughout the state, and for the agricultural water |
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| 2 | use development plan. |
| 3 | SECTION 2. Section 167-24, Hawaii Revised Statutes, is |
| 4 | amended by amending its title and subsections (a) to (d) to read |
| 5 | as follows: |
| 6 | "[[]§167-24[]] [Irrigation repair and maintenance] |
| 7 | Agricultural infrastructure improvement special fund. (a) |
| 8 | There is established in the state treasury the [irrigation |
| 9 | repair and maintenance] agricultural infrastructure improvement |
| 10 | special fund that shall be administered by the board. |
| 11 | (b) Moneys in the [irrigation repair and maintenance] |
| 12 | agricultural infrastructure improvement special fund shall be |
| 13 | used to fund [repair and maintenance of the following irrigation |
| 14 | systems:] improvements for the following agricultural projects: |
| 15 | (1) East Kauai irrigation system; |
| 16 | (2) Kekaha ditch; |
| 17 | (3) Kokee ditch; |
| 18 | (4) Maui Land/Pioneer Mill irrigation system; |
| 19 | (5) Waiahole ditch; |
| 20 | (6) Lower Hamakua irrigation system; |
| 21 | (7) Molokai irrigation system; |
| 22 | (8) Upcountry Maui irrigation system; |

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| 1 | (9) | Waimanalo irrigation system; | | |
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| 2 | (10) | Waimea irrigation system; | | |
| 3 | (11) | East Maui irrigation system; | | |
| 4 | (12) | Kauai coffee irrigation system; | | |
| 5 | (13) | West Maui irrigation system; | | |
| 6 | (14) | Kau irrigation system; | | |
| 7 | (15) | Honomalino irrigation system; | | |
| 8 | (16) | Wahiawa reservoir and ditch system; [and] | | |
| 9 | (17) | Taro farmers' irrigation system in Hanalei, Kauai; and | | |
| 10 | [(17)](18) Other privately-owned irrigation systems on | | | |
| 11 | | former sugarcane and pineapple plantation lands that | | |
| 12 | | have been converted to diversified agriculture. | | |
| 13 | Mone | ys in the fund may also be used for studies for | | |
| 14 | agricultu | ral water and land planning. | | |
| 15 | (C) | The [irrigation repair and maintenance] agricultural | | |
| 16 | infrastructure improvement special fund shall be funded by | | | |
| 17 | legislative appropriations, including general obligation bond | | | |
| 18 | funds and federal funds. | | | |
| 19 | (d) | Landowners may apply for funding assistance from the | | |
| 20 | [irrigati | on repair and maintenance] agricultural infrastructure | | |
| 21 | improveme | nt special fund; provided that the landowner: | | |

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| 1 | (1) | Provides matching funding equal to the amount received | |
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| 2 | | from the [irrigation repair and maintenance] | |
| 3 | | agricultural infrastructure improvement special fund; | |
| 4 | (2) | Agrees to file a petition for declaratory ruling | |
| 5 | | pursuant to section 205-45 designating a majority of | |
| 6 | | all land served by the water produced by the | |
| 7 | | irrigation system as important agricultural lands as | |
| 8 | | defined under section 205-42, and notifies the board | |
| 9 | | and county of the petition and designation for the | |
| 10 | | purpose of inclusion on maps; and | |
| 11 | (3) | Agrees to use, or provide for the use of, all lands | |
| 12 | | owned or controlled by the landowner and served by the | |
| 13 | | water produced by the irrigation system for | |
| 14 | | agricultural production. | |
| 15 | The | board shall develop processes, policies, standards, and | |
| 16 | criteria | for selecting the landowners that are to receive | |
| 17 | funding a | nd the amount of such funding. The board shall also | |
| 18 | develop p | rocesses, policies, standards, and criteria for | |
| 19 | determining the amount of funding provided to irrigation systems | | |
| 20 | in subsec | tion (b) owned by the State." | |
| 21 | SECT | ION 3. The director of finance is authorized to issue | |
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22 general obligation bonds in the sum of \$ or so much

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1 thereof as may be necessary and the same sum or so much thereof 2 as may be necessary shall be deposited into the agricultural 3 infrastructure improvement special fund for the repair and 4 maintenance of the following irrigation systems, including 5 personnel for agricultural resource management, and for the 6 agricultural water use development plan:

for the west Kauai irrigation system; 7 (1)\$ 8 (2)\$ for the east Kauai irrigation system; (2)for the Waimanalo irrigation system; 9 \$ 10 (4)\$ for the Molokai irrigation system; for the upcountry Maui irrigation system; 11 (5)\$ 12 (6) \$ for the lower Hamakua irrigation system; for the Waimea irrigation system; 13 (7)\$ (8)for the taro farmers' irrigation system in 14 \$ Hanalei, Kauai; and 15 16 (9) \$ for the agricultural water use development

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plan.

18 SECTION 4. There is appropriated out of the agricultural 19 infrastructure improvement special fund under section 167-24, 20 Hawaii Revised Statutes, the sum of \$ or so much 21 thereof as may be necessary for fiscal year 2009-2010 for 22 projects listed under section 3 of this Act. The projects are HB243 HD2 HMS 2009-2783 HB243 HD2 HMS 2009-2783

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1 deemed necessary to qualify for federal aid financing or 2 reimbursement. The sum appropriated shall be expended by the department of 3 agriculture for the purposes of this Act. 4 5 SECTION 5. The appropriation made for the capital 6 improvement projects authorized in this Act shall not lapse at 7 the end of the fiscal biennium for which the appropriations are 8 made; provided that all moneys from the appropriation 9 unencumbered as of June 30, 2012, shall lapse as of that date. 10 SECTION 6. This Act shall take effect on July 1, 2020.



Report Title:

Agriculture; Irrigation Systems; Appropriation

Description:

Appropriates funds through the issuance of general obligation bonds for the repair and maintenance of irrigation systems. Renames the existing irrigation repair and maintenance special fund as the agricultural infrastructure improvement special fund and allows the special fund to also be used for agricultural water and land planning. Effective July 1, 2020. (HB243 HD2)

