### A BILL FOR AN ACT

RELATING TO THE EAST KAUAI IRRIGATION SYSTEM.

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

1	SECT	TION 1. The legislature finds that the state
2	constitut	ion mandates the State to conserve and protect
3	agricultu	ral lands, promote diversified agriculture, increase
4	agricultu	ral self-sufficiency, and assure the availability of
5	agricultu	rally suitable lands.
6	The	legislature further finds that the state constitution
7	establish	es that:
8	(1)	All public natural resources are held in trust by the
9		State for the benefit of the people;
10	(2)	The State has an obligation to protect, control, and
11		regulate the use of Hawaii's water resources for the
12		benefit of its people; and
13	(3)	The State and its people do further agree and declare
14		that the spirit of the Hawaiian Homes Commission Act
15		looking to the continuance of the Hawaiian homes
16		projects for the further rehabilitation of the

Hawaiian race shall be faithfully carried out.

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1	The legislature additionally finds that the Hawaii supreme		
2	court has repeatedly provided guidance to the State on how to		
3	fulfill its public trust duties regarding water. The supreme		
4	court has ruled that the State is to apply a presumption in		
5	favor of four public trust uses of water over other uses:		
6	(1) The maintenance of waters in their natural state;		
7	(2) Domestic water uses;		
8	(3) Uses of water in the exercise of native Hawaiian and		
9	traditional and customary rights; and		
10	(4) Uses by and reservations of water for the department		
11	of Hawaiian home lands.		
12	The legislature also finds that the east Kauai irrigation		
13	system derives its water from the north and south forks of the		
14	Wailua river as well as many smaller streams and that it is a		
15	critical irrigation system that supports agricultural production		
16	in Hawaii. The system currently services approximately 5,920		
17	acres of agricultural lands on Kauai and is relied upon by		
18	numerous farmers and ranchers. It is also a critical source of		
19	water for land held by the department of Hawaiian home lands.		
20	The department of Hawaiian home lands has a reservation from the		
21	commission on water resource management of approximately five		

- 1 hundred thousand gallons per day from the Wailua river for its
- 2 lands. The east Kauai irrigation system currently supplies
- 3 water to the existing users and has the potential to expand the
- 4 number of acres cultivated. Several improvements have been
- 5 identified that could add as much as three hundred acres of
- 6 farmland to the service area.
- 7 The legislature also finds that the east Kauai irrigation
- 8 system is a century-old system that requires repair, renovation,
- 9 and improvements. If lost, the cost to replace the infrastructure
- 10 would be exorbitant. No replacement system is reasonable, and if
- 11 the reservoir is decommissioned, 5,920 acres of agricultural land
- 12 will dry up.
- 13 The legislature also finds that the maintenance of the east
- 14 Kauai irrigation system and development of a plan to deliver water
- 15 to land held by the department of Hawaiian home lands are necessary
- 16 for the department to be able to use its reservation of water from
- 17 the Wailua river.
- 18 The purpose of this Act is to continue to provide
- 19 irrigation water to farm operations in east Kauai and support
- 20 the water system by:

1	(1) Appropriating funds to the agribusiness development		
2	corporation for maintenance and improvements to the		
3	east Kauai irrigation system; and		
4	(2) Creating and funding three positions to maintain and		
5	improve the east Kauai irrigation system.		
6	SECTION 2. There is appropriated out of the general		
7	revenues of the State of Hawaii the sum of \$750,000 or so much		
8	thereof as may be necessary for fiscal year 2024-2025 for		
9	maintenance of and improvements to the east Kauai irrigation		
10	system.		
11	The sum appropriated shall be expended by the agribusiness		
12	development corporation for the purposes of this Act.		
13	SECTION 3. There is appropriated out of the general		
14	revenues of the State of Hawaii the sum of \$ or so		
15	much thereof as may be necessary for fiscal year 2024-2025 to		
16	fund three full-time equivalent (3.0 FTE) positions within the		
17	agribusiness development corporation to maintain and improve the		
18	east Kauai irrigation system.		
19	The sum appropriated shall be expended by the agribusiness		
20	development corporation for the purposes of this Act.		

1 SECTION 4. In accordance with section 9 of article VII of 2 the Hawaii State Constitution and sections 37-91 and 37-93, 3 Hawaii Revised Statutes, the legislature has determined that the 4 appropriations contained in H.B. No. , will cause the state general fund expenditure ceiling for fiscal year 2024-2025 to be 5 6 exceeded by \$ or per cent. In addition, the 7 appropriations contained in this Act will cause the general fund 8 expenditure ceiling for fiscal year 2024-2025 to be further 9 exceeded by \$ per cent. The combined total or 10 amount of general fund appropriations contained in only these 11 two Acts will cause the state general fund expenditure ceiling 12 for fiscal year 2024-2025 to be exceeded by 13 or per cent. The reasons for exceeding the 14 general fund expenditure ceiling are that: 15 (1)The appropriations made in this Act are necessary to 16 serve the public interest; and 17 (2) The appropriations made in this Act meet the needs 18 addressed by this Act. 19 SECTION 5. This Act shall take effect on July 1, 2024.

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INTRODUCED BY: 211.

JAN 2 2 2024

#### Report Title:

East Kauai Irrigation System; Agribusiness Development Corporation; Appropriation; Expenditure Ceiling

### Description:

Appropriates funds to the Agribusiness Development Corporation to establish positions to maintain and improve the East Kauai irrigation system and for maintenance of and improvements to the system.

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