JAN 1 9 2007

## A BILL FOR AN ACT

MAKING AN APPROPRIATION FOR THE OPERATION AND MAINTENANCE OF THE EAST KAUAI IRRIGATION SYSTEM.

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

- 1 SECTION 1. Amfac Sugar Company announced in 2001 that it
- 2 was ceasing operation of its ditch system, comprised of
- 3 twenty-two miles of ditch and three reservoirs serving two
- 4 thousand acres of land in Kapaa, Kauai. In March 2002, the East
- 5 Kauai Water Users' Cooperative (Cooperative) received a
- 6 revocable permit to operate this state-owned east Kauai
- 7 irrigation system. Since then, the system has provided a number
- 8 of benefits, including providing water to the ferns in Fern
- 9 Grotto, which, prior to the involvement of the Cooperative, did
- 10 not receive sufficient water to survive. Also, the continued
- 11 health of the Wailua reservoir, which is part of the system,
- 12 will greatly assist the State's plans for a public fishing area,
- 13 campground, and educational center for children in the area.
- 14 The Cooperative is now faced with a problem of funding
- 15 ongoing operations and maintenance of the system. Income from
- 16 user fees is insufficient to pay for the normal operation and
- 17 maintenance expense of the system. The legislature finds that

- 1 reliable irrigation water is critical for the survival of
- 2 agricultural crops in the Kapaa area.
- 3 The purpose of this Act is to appropriate funds for the
- 4 continued operation and maintenance of the east Kauai irrigation
- 5 system.
- 6 SECTION 2. There is appropriated out of the general
- 7 revenues of the State of Hawaii the sum of \$50,000, or so much
- 8 thereof as may be necessary for fiscal year 2007-2008, and the
- 9 same sum, or so much thereof as may be necessary for fiscal year
- 10 2008-2009, for the operation and maintenance of the east Kauai
- 11 irrigation system by the East Kauai Water Users' Cooperative;
- 12 provided that the sum appropriated shall not supplant any other
- 13 moneys appropriated to the East Kauai Water Users' Cooperative
- 14 for fiscal years 2007-2008 and 2008-2009.
- The sum appropriated shall be expended by the agribusiness
- 16 development corporation for the purposes of this Act.
- 17 SECTION 3. This Act shall take effect on July 1, 2007.

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INTRODUCED BY:

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Maanne Chun Calland

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## Report Title:

East Kauai Irrigation System; Appropriation

## Description:

Appropriates funds for the continued operation and maintenance of the east Kauai irrigation system.