A BILL FOR AN ACT

MAKING AN APPROPRIATION FOR THE PURCHASE OF WATER FOR AGRICULTURAL USE ON LANAI.

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

- 1 SECTION 1. A one hundred-acre space on the island of Lanai
- 2 was designated by the department of agriculture as an
- 3 agricultural park to increase the diversity of the island
- 4 economy. While the availability of ample water supply at a
- 5 reasonable cost is essential to the creation of an agriculture
- 6 industry, water on Lanai is provided by a private company that
- 7 has increased its water rates to such a degree that agriculture
- 8 is not economically feasible for any farmer. The creation of an
- 9 agriculture industry necessitates assistance in payment for the
- 10 water. Lanai Water Company, a privately-owned company that
- 11 provides water on Lanai, has offered to match any water subsidy
- 12 provided by the State to pay for the purchase of water by
- 13 farmers on Lanai. The legislature therefore finds it to be in
- 14 the best interests for the creation of an agriculture industry
- 15 on Lanai to provide assistance to Lanai farmers in purchasing
- 16 water.

- 1 The purpose of this Act is to appropriate funds for the
- 2 purchase of water by Lanai farmers for agricultural use.
- 3 SECTION 2. There is appropriated out of the general
- 4 revenues of the State of Hawaii the sum of \$ or so much
- 5 thereof as may be necessary for fiscal year 2007-2008 for the
- 6 purchase of water by Lanai farmers for agricultural use.
- 7 The sum appropriated shall be expended by the department of
- 8 agriculture for the purposes of this Act.
- 9 SECTION 3. This Act shall take effect on July 1, 2050.

Report Title:

Lanai farmers; Appropriation

Description:

Appropriates funds for the creation of a Lanai agriculture industry by providing funds for the purchase of water by the Lanai farmers.