

JOSH GREEN, M.D.
GOVERNOR

SYLVIA LUKE
LT. GOVERNOR



**STATE OF HAWAII
AGRIBUSINESS DEVELOPMENT CORPORATION
BOARD OF DIRECTORS**

235 SOUTH BERETANIA STREET, ROOM 205
HONOLULU, HAWAII 96813

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Notice of Administration Committee Meeting

Held via Teleconference with In-Person Location

FRIDAY, JUNE 12, 2026
10:00 a.m.

Pursuant to section 92-3.7, *Hawai'i Revised Statutes (HRS)*, this meeting will be held using interactive conference technology (ICT). Board members, staff, persons with business before the Committee, and the public may participate remotely online using ICT, or may participate via the in-person meeting site which provides ICT.

Interested persons may submit written testimony in advance of the meeting, which will be distributed to Committee members prior to the meeting. If possible, we request that testimony be received by our office not less than seventy-two hours prior to the meeting to ensure that staff have time to disseminate it and that Committee members have time to review it. Written testimony may be submitted electronically to dbedt.adc@hawaii.gov or sent via U.S. Postal Service, or delivered to:

Agribusiness Development Corporation
235 South Beretania Street, Suite 205
Honolulu, Hawai'i 96813

When testifying via ICT, via telephone, or in-person, you will be asked to identify yourself and the organization you represent, if any. Each testifier is allowed up to two minutes of testimony per agenda item pursuant to determination of the Board on November 20, 2025.

The public may participate in the meeting via:

ICT: <https://us06web.zoom.us/j/86888825068>

Telephone: (669) 900-6833, Webinar ID: 868 8882 5068

In-Person: State Office Tower
235 South Beretania Street, Room 205
Honolulu, Hawai'i 96813

ICT ACCESS

To view the meeting and provide live oral testimony, please use the link above. You will be asked to enter your name in order to access the meeting as an attendee. The Committee requests that you enter your full name, but you may use a pseudonym or other identifier if you wish to remain anonymous. You will also be asked for an email address. You may fill in this field with any entry in an email format, e.g. abcd@efgh.com.

As an attendee, your microphone will be automatically muted. When the Chairperson asks for public testimony, you may click the Raise Hand button found on your screen to indicate that you wish to testify about that agenda item. The Chairperson or staff will individually enable each testifier to unmute their microphone. When recognized by the Chairperson, please unmute your microphone before speaking and mute your microphone after you have finished speaking.

For ICT, telephone, and in-person access, when testifying, you will be asked to identify yourself and the organization, if any, that you represent. Each testifier is allowed up to two minutes of testimony per agenda item pursuant to determination of the Board on November 20, 2025.

TELEPHONE ACCESS

If you do not have ICT access, you may get audio-only access by calling the telephone number listed above.

Upon dialing the number, you will be prompted to enter the Meeting ID that is listed next to the telephone number above. After entering the Meeting ID, you will be asked to either enter your panelist number or wait to be admitted into the meeting. You will not have a panelist number. Please wait until you are admitted into the meeting.

When the Chairperson asks for public testimony, you may indicate you want to testify by entering “ * ” and then “9” on your telephone’s keypad. After entering “ * ” and then “9”, a voice prompt will let you know that the host of the meeting has been notified. When recognized by the Chairperson, you may unmute yourself by pressing “ * ” and then “6” on your telephone. A voice prompt will let you know that you are unmuted. Once you are finished speaking, please enter “ * ” and then “6” again to mute yourself.

For ICT, telephone, and in-person access, when testifying, you will be asked to identify yourself and the organization, if any, that you represent. Each testifier is allowed up to two minutes of testimony per agenda item pursuant to determination of the Board on November 20, 2025.

IN-PERSON ACCESS

There will also be one meeting location, open to the public, which will have an audio-visual connection. That meeting will be held at:

State Office Tower
235 South Beretania Street, Room 205
Honolulu, Hawai‘i 96813

For ICT, telephone, and in-person access, when testifying, you will be asked to identify yourself and the organization, if any, that you represent. Each testifier is allowed up to two minutes of testimony per agenda item pursuant to determination of the Board on November 20, 2025.

LOSS OF CONNECTIVITY

In the event of a loss of ICT connectivity, the meeting will be recessed for a period not to exceed thirty minutes to restore connectivity with all board members and the public in-person access location noted above. If audio connectivity is re-established within thirty minutes without video connectivity, interested participants can access the meeting via the telephone number and Meeting ID number noted above. In the further event that connectivity is unable to be restored within thirty minutes, the meeting will be automatically continued to a date and time to be posted on the ADC website at <https://dbedt.hawaii.gov/adc/> no later than close of business the next business day. New ICT, telephone, and in-person access information will be posted on the website no less than twenty-four hours prior to the continued meeting date. Alternatively, if a decision is made to terminate the meeting, the termination will be posted on the ADC website.

SPECIAL ASSISTANCE

If you require special assistance, accommodations, modifications, auxiliary aids, or services to participate in the public meeting process, including translation or interpretation services, please contact staff at (808) 586-0186 or by email at dbedt.adc@hawaii.gov.

Please allow sufficient time for ADC staff to meet requests for special assistance, accommodation, modifications, auxiliary aids, translation, or interpretation services.

NOTE: MATERIALS FOR THIS AGENDA WILL BE AVAILABLE FOR REVIEW IN THE ADC OFFICE, 235 S. BERETANIA STREET, SUITE 205, HONOLULU, HAWAII 96813 A MINIMUM OF THREE FULL BUSINESS DAYS (WEEKENDS AND STATE AND FEDERAL HOLIDAYS EXCLUDED) PRIOR TO THE MEETING.

Agribusiness Development Corporation Non-Discrimination Statement

The Agribusiness Development Corporation does not discriminate on the basis of race, color, sex, national origin, age, or disability, or any other class as protected under applicable federal or state law, in administration of its programs, or activities, and the Agribusiness Development Corporation does not intimidate or retaliate against any individual or group because they have exercised their rights to participate in actions protected by, or oppose action prohibited by, 40 C.F.R. Parts 5 and 7, or for the purpose of interfering with such rights.

If you have any questions about this notice or any of the Agribusiness Development Corporation's non-discrimination programs, policies, or procedures, you may contact:

Mark Takemoto
Acting Title VI Non-Discrimination Coordinator
Agribusiness Development Corporation
235 South Beretania Street, Suite 205
Honolulu, Hawai'i 96813

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Phone: (808) 586-0186
Email: dbedt.adc.titlevi@hawaii.gov

If you believe that you have been discriminated against with respect to an Agribusiness Development Corporation program or activity, you may contact the Acting Non-Discrimination Coordinator identified above.

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AGENDA

- A. Roll Call & Call to Order
 - B. Approval of Minutes
 - 1. None
 - C. Action Items
 - 1. Review fiscal year 2026 budget and actuals, status update regarding the fiscal year 2027 budget, update on active contracts and projects, and preliminary agency budget planning for fiscal years 2028 and 2029. As fiscal year 2028 represents the first year of the upcoming biennium budget cycle, the budget planning and recommendations will address funding and operational needs for both fiscal years 2028 and 2029. The Committee will discuss milestones and priorities in order to provide the agency's Board of Directors with a report and recommendation regarding fiscal year 2028–2029 budget matters.
 - D. Informational Items
 - 1. None
 - E. Adjourn
-

The Board may go into executive session on any agenda item pursuant to the exceptions provided under section 92-5, Hawai'i Revised Statutes.



Agribusiness Development Corporation

Budget Report: Fiscal Years 2026 to date, Draft Budget fiscal year
2027, Proposed fiscal year 2028

June 12, 2026

*For the Agribusiness Development Corporation Board of Directors
Administration Committee.*

Agribusiness Development Corporation

Introduction

Through the second quarter (Q2) of Fiscal Year 2025-2026 (FY26), revenues received from rent and water across all fund types totaled \$1,942,030, which is \$214,349, or 11% lower than the same period as last year. This decrease is driven primarily by the reduction of land rents received on Oahu, and Kauai. ADC is working with prospective tenants to lease the vacant land. During the same period ADC received an appropriation of \$1,383,749 to support agency operations.

Expenditures totaled \$1,875,530 which was \$1,080,610, or 58%, lower than last year as several expected costs have not been recorded such as the contract security.

Revenues FY 2026 Q1 – Q2

Across all fund types, revenues are \$4,113,557, or 7%, higher than the prior fiscal year. This increase is primarily driven by 1) a payment received in Q2 from the Navy, 2) increase of General Funds, and 3) an increase in legislative appropriations in the operating budget to support collectively bargained pay raises.

Revenue F-FY-ACCT	ADC Description	Q1		Q2	
		Budget	Actual	Budget	Actual
G-26-161	Legislative Appropriation	691,874	691,874	691,874	691,874
	Restriction	(69,184)	(69,184)	(69,184)	(69,184)
Grand Total		622,690	622,690	622,690	622,690

Revenue F-FY-ACCT	ADC Operations Description	Q1		Q2	
		Budget	Actual	Budget	Actual
S-26-312 <u>Note: 1</u>	Delivery Charge for Water	22,676	183,953	22,676	104,635
	Miscellaneous Income	5,669	17,582	5,669	11,383
	Rentals, Others	50,038	46,182	50,038	17,134
	Rentals, Temporary Permits, Public Lands	159,323	210,841	159,323	134,443
	Investment Pool Interest Realized	2,625		2,625	
<u>Note: 2</u>	Use of Government Land for Specific Purposes	122,624		122,624	490,497
	Vacation Earned with Other Funds and Agencies				7,498
Grand Total		362,955	458,557	362,955	765,591

Note:

1. Delivery Charge for Water, seasonal use fluctuation and higher fuel costs impact revenue, there are expenses that offset the increase over the budgeted figures.
2. Payment from the Navy

Revenue F-FY-ACCT	Waiahole Water System Description	Q1		Q2	
		Budget	Actual	Budget	Actual
S-26-325	Delivery Charge for Water	318,777	512,137	318,777	357,271
	Investment Pool Interest Realized	3,126		3,126	
Grand Total		321,903	512,137	321,903	357,271

Expenditures FY Q1 – Q2

The following chart shows expenditures and transfers by fund for the current fiscal year. These transfers include moving money between funds such as ADC revolving fund to pay ceded lands payments and debt service payments made as transfers from the appropriate fund to the bond fund which is the main reason why net transfers do not total to zero.

Expenditure F-FY-ACCT	ADC General Funds OCE Description	Q1		Q2	
		Budget	Actual	Budget	Actual
G-26-161					
<u>Note: 3</u>	PERSONAL SERVICES-PAYROLL	338,592	208,488	338,592	181,012
<u>Note: 4</u>	OTHER CURRENT EXPENDITURES	392,411	1,484	392,411	1,823
	DUES AND SUBSCRIPTIONS		609		1,044
	FREIGHT AND DELIVERY CHARGES		801		
	INSURANCE				3,771
	OFFICE SUPPLIES		3,384		383
	OPERATING SUPPLIES		212		
	OTHER SUPPLIES		1,155		1,046
	POSTAGE		82		82
	PRINTING AND BINDING		1,636		1,105
	RENTAL OF EQUIPMENT		402		402
	SUBSISTENCE ALLOWANCE, OUT-OF-STATE				1,051
	TELEPHONE AND TELEGRAPH		3,261		
	TRANSPORTATION, INTRA-STATE		3,607		7,171
<u>Note: 5</u>	SERVICES OF FEE BASIS (OTHER THAN STATE EMPLOYEES)				15,543
	OPERATING TRANSFER TO SPECIAL FUND	11,248		11,248	
Grand Total		1,256,781	225,120	1,256,781	214,435
Revenue Less Expenditure		(171,018)	860,644	(171,018)	871,329

Notable Variances Q1 – Q2

Note:

3. FY2026-Q1 Actual - Hazard Pay, \$9,074.16, Vacation Pay \$24,356.67, Overtime Pay \$192.03 and Regular Pay remaining balances
FY2026-Q2 Actual - Overtime Pay \$795.55 and Regular Pay remaining balances
4. Budgetted Other Current Expenses cover operating expenses. ADC is expecting higher expenses relating to costs related to security.
5. FY2026-Q2 Actual - ACM Consultants, Inc \$9,947.64, Accel Events, LLC \$4,545.57, JV \$1,050.06

Expenditure F-FY-ACCT	ADC revolving fund OC Description	Q1		Q2	
		Budget	Actual	Budget	Actual
S-26-325	SERVICES OF FEE BASIS (OTHER THAN STATE EMPLOYEES)	434,908	63,931	434,908	2,541
<u>Note: 6</u>	Car Mileage plus parking	300		300	606

	DUES AND SUBSCRIPTIONS	75		75	
	ELECTRICITY	5,000		5,000	1,869
	Hire Passenger Car	425		425	
	INSURANCE	50		50	
	LAND AND LAND IMPROVEMENTS				60,350
<u>Note: 7</u>	Legal Services	125,000		125,000	147,766
	MACHINERY AND EQUIPMENT		2,156		
	OFFICE SUPPLIES	300	179	300	
<u>Note: 8</u>	OPERATING SUPPLIES		83,176		98,145
	OTHER RENTALS		954		
	OTHER SUPPLIES	250	783	250	
	OTHER TRAVEL	188	40	188	
<u>Note: 9</u>	PERS SVCS REND BY OTHER DEPT AGEN(STATE EMPLOYEES)	12,500	10,718	12,500	92,378
	PERSONAL SERVICES-PAYROLL	63,154	95,122	63,154	89,784
	POSTAGE	150		150	
	PRINTING AND BINDING	75		75	
<u>Note: 10</u>	REFUNDS		(37,348)		
	RENTAL OF LAND AND BUILDING		569		24
<u>Note: 11</u>	REPAIRS AND MAINTENANCE	1,750		1,750	163,270
	Subs Allow Intrastate, St Employees				223
	Subsistence Allowance, Intrastate	500		500	
	SUBSISTENCE ALLOWANCE, INTRA-STATE		120		20
	Subsistence Allowance, Out of State	250		250	
	SUBSISTENCE ALLOWANCE, OUT-OF-STATE		995		3,890
	TELEPHONE AND TELEGRAPH	250	1,124	250	1,572
	TRANSPORTATION, INTRA-STATE	3,750	190	3,750	3,064
	Transportation, Intrastate, Non-Employee				656
	Transportation, Intrastate, St Employees				489
	TRANSPORTATION, OUT-OF-STATE	250		250	
<u>Note: 12</u>	WATER		14,256		7,032
S-26-312	Advertising	25		25	
Net Total		784,700	237,019	784,700	681,639
<u>Note: 13</u>	Judgements and Claims	2,897,849		2,897,849	
Revenue Less Expenditure		421,744	221,538	421,744	83,951

Notable Variances Q1 – Q2

Note:

6. FY2026-Q1 Actual, Farm Fair \$45K, engineering \$10K, Appraisal \$4K, BOA Pcard \$5K
7. FY2026-Q2 Actual, Alston and Birds LLP, NPDES permit
8. FY2026-Q1 and Q2 Actual, GP Energy Company LLC, costs related to water pumping in S-312
9. FY2026-Q1 Actual, DAG, FY2026-Q2 Actual, Engineering Service provided \$50K; DAG \$42K.
10. Refund from IRS in FY2025 but deposit in FY2026

11. FY2026-Q2 Actual, - Bott Well Pump Station & Irrigation System Maintenance, related to water pumping expenses in S-312
12. Water for Whitmore project area
13. Judgements and Claims, ceiling increase for potential expenses related to NPDES permit.

Expenditure F-FY-ACCT	Waiahole Water System Description	Q1		Q2	
		Budget	Actual	Budget	Actual
S-26-325	Advertising	125		125	
	Car Mileage plus parking	75		75	
	Carpentry Materials & Supplies	8,750		8,750	1,984
<u>Note: 14</u>	Debt Service	47,219		47,219	
	DUES AND SUBSCRIPTIONS	25		25	
	ELECTRICITY	1,075	723	1,075	1,450
	Freight & Delivery Charges	250		250	92
	Hire Passenger Car	50		50	
	INSURANCE	1,500		1,500	
<u>Note: 14</u>	INTEREST ON BONDED DEBT	61,149		61,149	51,452
	MACHINERY AND EQUIPMENT		150		
	OFFICE SUPPLIES	125		125	334
	OPERATING SUPPLIES	6,600	6,950	6,600	7,575
	OTHER CURRENT EXPENDITURES	25,150		25,150	3,250
	OTHER RENTALS	1,250		1,250	113
	OTHER SUPPLIES	2,375		2,375	3,885
	Other Travel Expenses	50		50	
	PERS SVCS REND BY OTHER DEPT AGEN(STATE EMPLOYEES)	1,500	5,351	1,500	21,004
<u>Note: 15</u>	PERSONAL SERVICES-PAYROLL	115,918	219,428	115,918	147,846
	POSTAGE	150		150	179
	PRINTING AND BINDING	250		250	271
	RENTAL OF LAND AND BUILDING		4,208		800
	REPAIRS AND MAINTENANCE	27,988		27,988	2,089
	SERVICES OF FEE BASIS (OTHER THAN STATE EMPLOYEES)	36,499		36,499	5,738
	Sewer	250		250	
	Subsistence Allowance, Intrastate	75		75	
	SUBSISTENCE ALLOWANCE, INTRA-STATE				114
	TELEPHONE AND TELEGRAPH	875		875	275
	TRANSPORTATION, INTRA-STATE	375		375	1,394
	Transportation, Out of State, St Employees				157
	WATER	125		125	
	Workers Compensation	250		250	
Grand Total		340,021	236,810	340,021	250,001
Revenue Less Expenditure		(18,118)	275,327	(18,118)	107,271

Notable Variances Q1 – Q2 continued from previous page

Note:

- 14. FY2026-Q2 Actual, GOB Series Interest Payment
- 15. FY2026-Q1 Actual, Hazard Pay \$49K, Overtime Pay \$1K
FY2026-Q2 Actual, Overtime Pay \$3.8K and Vacation Pay \$16K

Expenditure F-FY-ACCT	Food & Product Innovation Network Description	Q1 Budget	Actual	Q2 Budget	Actual
S-26-324					
Note: 16	PERSONAL SERVICES-PAYROLL	12,500	12,361	12,500	18,145
Grand Total		12,500	12,361	12,500	18,145

Revenue Less Expenditure		(12,500)	(12,361)	(12,500)	(18,145)
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Note:

- 16. Food & Product

ADC requests for consideration for the fiscal year 2027 Administration Budget**Executive Summary****FY 2027 Operating Budget Requests**

The FY27 Operating Budget Requests strengthen ADC's ability to execute statutory mandates under Acts 176, 175, and 151; maintain statewide agricultural infrastructure; support water security; ensure environmental compliance; and expand food system capacity for Hawai'i residents. These requests protect existing assets, reduce legal and safety exposures, and support critical staffing and planning functions that enable growth and utilization of ADC lands.

The operating portfolio is organized into three strategic program areas:

- 1. Land Acquisition & Development Operations**
- 2. Irrigation System Development & Maintenance Operations**
- 3. Food System Improvement & Operational Support**

Collectively, these requests safeguard watershed resources, modernize system management, deliver essential compliance functions (HEPA, NEPA, NPDES), and ensure that communities, tenants, and employees are protected from operational risks.

I. Budget Summary by Program Area**1. Land Acquisition & Development (Operating)**

Supports planning, environmental studies, land remediation, GIS, early-stage development, and enabling compliance for future CIP deployment.

Total: \$4,900,000

Major components:

- GIS meets & bounds survey – \$3,250,000
- UH Community Design Center services – \$750,000
- EA/EIS & NEPA studies (Kekaha, Wahiawā, etc.) – \$1,350,000
- Mililani Ag Tech Park initial development – \$100,000
- Waiahole remediation – \$120,000

2. Irrigation System Development & Maintenance (Operating)

Ensures system reliability, environmental compliance, safety, staffing, and monitoring.

Total: \$14,820,000

Major components:

- NPDES compliance plan - \$100,000
- NPDES permit compliance fines – \$12,000,000
- NPDES permit monitoring costs - \$650,000
- Water System Management Staffing – \$240,000
- Waiahole system repairs, SCADA, equipment, vehicle, and base yard – \$490,000
- Attorney for NPDES permitting – \$750,000
- Mana Reservoir decommissioning – \$50,000
- Statewide water planning – \$0 (CIP item but operationally dependent)

3. Improve Components of the Food System (Operating)

Supports staffing, food safety systems, administrative capacity, security, IT services, value-added agriculture enabling functions, and organizational modernization.

Total: \$4,426,260

Major components:

- Security services – \$2,500,000
- Senior Project Manager / Construction Manager / Administrative Assistant – \$335,000
- GAP systems development – \$100,000
- Grant writing support – \$120,000
- Accounting consultant – \$140,000
- IT support for remote sites – \$200,000
- Strategic plan update – \$175,000
- Agricultural events – \$250,000
- Vehicle for ADC office – \$65,000
- Solar PV at Kekaha – \$40,000
- Travel – \$136,260
- Property management software consulting – \$650,000

Total FY27 Operating Budget Request

\$24,146,260

II. Priority Tiering (High, Urgent, Core, Strategic)

The following tiers reflect risk to safety, legal compliance, water security, and food system reliability.

High Priority (Critical / statutory exposure / immediate safety risk)**Land Acquisition & Development**

- Kekaha NEPA Review – \$250,000
- EA/EIS – Kekaha – \$1,000,000
- Waiahole Remediation – \$120,000

Irrigation System Development & Maintenance

- NPDES Compliance Fines – \$12,000,000
- Attorney for NPDES Permitting (Kekaha) – \$750,000
- Decommission Mana Reservoir – \$50,000
- SCADA Repairs – \$50,000
- Equipment for Waiahole – \$300,000
- Replacement Vehicle for Waiahole – \$65,000
- Water System Admin Services Manager – \$100,000
- O'ahu Water System Manager – \$140,000

Food System Improvements

- Security Services – \$2,500,000
- GAP Systems Development – \$100,000
- Accounting Consultant – \$140,000
- IT Support for Remote Sites – \$200,000

Urgent Priority (Compliance timing, operational readiness, wildfire risk)**Land Acquisition & Development**

- GIS Meets & Bounds Mapping – \$3,250,000
- Wahiawa VAPC Environmental Studies – \$250,000
- UH CDC Retainer – \$750,000
- Mililani Ag Tech Park – \$100,000

Irrigation System Development & Maintenance

- Waiahole Base yard Improvements – \$75,000

Food System Improvements

- Property Management Software Consulting – \$650,000
- Construction Manager – \$150,000
- Senior Project Manager – \$120,000

Core Priority (Operational continuity, tenant support, productivity)

- Grant Writing Services – \$120,000
- Admin Assistant – \$65,000

- Travel – \$136,260
- New ADC Office Vehicle – \$65,000
- Agricultural Event Sponsorships – \$250,000
- Strategic Plan Update – \$175,000

Strategic Priority (Longterm value, modernization, future capacity)

- Install Solar PV (Kekaha) – \$40,000
- Develop Water Plan (operational nexus) – \$0
- Any long-term design activity linked to future CIP execution

III. FY27 Operating Budget Dashboard**Total Operating Request: \$24.15M**

Project Count: 30+

Coverage: All islands

Primary Benefits:

- Compliance with NEPA, HEPA, CWA, Act 176/175/151
- Defense of NPDES permits
- Water security & wildfire mitigation
- Reliable irrigation for 17,500+ acres
- Improved food system safety & value-added readiness
- Reduced legal and safety liabilities
- Higher organizational capacity & modernization

Top Systemwide Risks if Unfunded:

1. Immediate fines up to \$60,000/day under NPDES regulations
2. Loss of irrigation water and wildfire hazards
3. NEPA failures eliminating \$90M+ federal zero match eligibility
4. Unsafe working conditions, employee injury, and facility liability
5. Delays in food safety systems, permitting, and local food expansion

Executive Summary

FY 2027 CIP Budget Requests

The Agribusiness Development Corporation (ADC) submits a statewide portfolio of FY27 Capital Improvement Project (CIP) requests designed to advance Hawai'i's agricultural resilience, water security, food system capacity, and long-term land stewardship. These projects directly support statutory mandates to increase local food production, improve agricultural infrastructure, reduce wildfire risk, expand irrigation capacity, and ensure compliance with Acts 176, 175, and 151, as well as alignment with HRS §26992 (RPS/HCEI 2045).

Portfolio Scope and Strategic Alignment the FY27 CIP package advances ADC's mission through investments in three critical domains:

1. Land Acquisition & Development

- Secures high value agricultural lands on O'ahu, Maui, Kaua'i, and Hawai'i Island.
- Creates operational facilities, storage, logistics hubs, and worker housing feasibility studies that support production growth and market access.
- Modernizes and replaces unsafe or obsolete facilities, enabling utilization of lands already under ADC stewardship.

2. Irrigation System Development & Maintenance

- Funds essential repairs, lining, piping, and system modernization across O'ahu, Kaua'i, Maui, and statewide systems.
- Addresses deferred maintenance, water loss reduction, and resilience improvements needed for agricultural reliability, wildfire mitigation, and tenant security.
- Advances renewable integration through feasibility studies for hydroelectric and microgrid solutions, reducing long-term energy costs.

3. Improve Components of the Food System

- Builds statewide processing, storage, and value-added manufacturing capacity to reduce spoilage and import dependence.
- Supports Maui and O'ahu Food & Product Innovation Network facilities and cold storage expansions that improve institutional purchasing and food safety compliance.

- Enables market access and postharvest improvements essential for meeting food system and emergency preparedness objectives (6–24-month shelf stable goals).

Systemwide Risks if Not Funded Across all projects, the consequences of non-funding include:

- **Reduced agricultural productivity**, including crop loss, diminished tenant viability, and foregone postharvest capacity.
- **Failure to meet State agricultural mandates**, particularly Acts 176 (food production), 175 (infrastructure resilience), and 151 (sustainability).
- **Increased wildfire risk** due to lack of irrigation redundancy, unmanaged vegetation, and insufficient early detection systems.
- **Higher operational and energy costs**, including continued reliance on diesel pumping and inefficient water conveyance.
- **Environmental compliance risk**, including NEPA related delays that may threaten access to Defense Community Infrastructure Program funding (up to \$100M federal, zero state match).
- **Public safety exposure**, including dam safety issues, deteriorated structures, and failing road corridor protections.
- **Lost economic opportunities**, such as job creation, tenant expansion, value added manufacturing, and improved logistics for institutional buyers.

Overall Funding Request the FY27 portfolio represents a comprehensive infrastructure strategy spanning land acquisition, irrigation modernization, food system capacity, and operational enablement. These investments position ADC to:

- Increase local food production
- Reduce import dependency
- Strengthen statewide agricultural water security
- Expand economic opportunity in rural communities
- Protect public safety and critical agricultural assets

- Support long-term climate and energy resilience

Conclusion ADC's FY27 CIP requests address urgent infrastructure gaps and long-term strategic needs essential to revitalizing Hawai'i's agricultural sector. Support for this portfolio ensures the State continues to build toward a diversified, resilient, and sustainable food system capable of meeting future challenges.

I. Budget Summary by Major Program Areas

Below is a consolidated funding summary based on all projects provided.

1. Land Acquisition & Development

Includes: land purchases, demolition, facilities, worker housing feasibility, ADC offices, wildfire detection, warehouses.

Total: \$80,024M

Breakdown highlights:

- O'ahu land acquisitions and facilities
- Kaua'i facilities, office, safety structures
- Maui land acquisition
- Hawai'i Island logistics property
- Wildfire detection system (Kekaha/Kalepa)

2. Irrigation System Development & Maintenance

Includes: reservoirs, ditch repairs, lining, pipelines, electrical/power upgrades, feasibility studies, statewide water planning.

Total: \$27,655M

Breakdown highlights:

- Kekaha system improvements
- Reservoir 155 Kunia
- Hanamā'ulu Ditch improvements
- EKIS clearing
- Kalepa irrigation planning and unified microgrid system
- Hydropower feasibility
- Statewide irrigation master plan
- Wahiawā renovations

3. Improve Components of the Food System

Includes: processing facilities, cold storage, FPIN/EPMF, product innovation, refrigeration, value-added agriculture.

Total: \$47,450M

Breakdown highlights:

- FPIN/EPMF buildout (O'ahu)
- FPIN concept and Maui EPMF
- Cold/dry storage modular yard
- Kaua'i processing and cold storage facilities

Overall FY27 CIP Request Total

\$155,129M

II. Priority Tiering (High / Urgent / Core / Strategic)

To support Board decision making, the following framework was used:

- High Priority — Critical to safety, water security, legal mandates, or preventing major crop/tenant loss.
- Urgent — Time sensitive for compliance, wildfire mitigation, or infrastructure at risk of failure.
- Core — Required for operational enablement, productivity, and long-term system capacity.
- Strategic — Expands value-added capacity, innovation, or future oriented development.

High Priority Projects

- (1) Reservoir 155 Lining, Kunia — \$6,000,000
- (2) Kōke'e Ditch Irrigation System Repairs — \$9,300,000
- (3) Kekaha Irrigation System Improvements (mauka) — \$6,500,000
- (4) HDPE Pipe Replacement, Kekaha System — \$2,000,000
- (5) Pipeline from Upper Kapahi Reservoir — \$300,000
- (6) EKIS Vegetation Removal — \$500,000
- (7) Bot Well Electrification — \$125,000
- (8) Wahiawā Irrigation System Renovation — \$750,000
- (9) Hanamā'ulu Ditch Tunnel Fix (earthen tunnels) — \$350,000
- (10) Wildfire Monitoring & Detection (Kekaha/Kalepa) — \$3,500,000
- (11) AAHOAKA Dam Safety Work — \$100,000

Rationale: All relate directly to water security, wildfire mitigation, drought resilience, or dam/ditch safety — the highest risk statewide.

Urgent Priority Projects

- (1) Demolition of Whitmore Warehouses — \$500,000
- (2) HDPE Lining for 14 Small Reservoirs (Kekaha) — \$630,000
- (3) Unified Kalepa Irrigation + Micro Grid — \$500,000
- (4) Kalepa Farmland Irrigation Planning — \$350,000
- (5) Hanamā‘ulu Ditch Piping — \$1,100,000
- (6) ADC Kalepa Operations Building — \$750,000
- (7) Mā‘alo Road Overpass Safety Railing — \$100,000
- (8) Feasibility Study for Hydroelectric — \$500,000

Rationale: Addresses immediate safety exposures, looming infrastructure delays, and readiness for federal NEPA dependent programs.

Core Investments

- (1) Plans & Design for Central O‘ahu Agricultural Center Warehouses — \$2,000
- (2) Cold & Dry Storage Modular Yard — \$2,000
- (3) Kaua‘i Ag Product Processing Facility — \$100
- (4) Kekaha Refrigeration System — \$200
- (5) FPIN Concept Study, Maui — \$150
- (6) Food Innovation Facility, Maui — \$10,000
- (7) Agricultural Worker Housing Feasibility (Kaua‘i) — \$500
- (8) Agricultural Worker Housing Feasibility (Maui) — \$500
- (9) Agricultural Worker Housing Feasibility (Waiāhole) — \$500
- (10) Statewide Water Plan — \$2,000
- (11) Kalepa Office & Storage Structure — \$750,000

Rationale: Enables core ADC operations and production scale increases in food supply infrastructure.

Strategic Projects

- (1) FPIN/EPMF O‘ahu Build Out — \$40,000,000
- (2) Purchase of Dole O‘ahu Lands (~1,358 acres) — \$58,424,000
- (3) Agricultural Land Purchase, Hali‘imaile, Maui — \$6,900,000
- (4) Industrial Property Purchase, Hawai‘i Island — \$5,220,000
- (5) ADC Agricultural Center (Whitmore) Design — \$350,000
- (6) ADC Honolulu Office (2,000 sf) \$250,000

Rationale: These investments expand long-term strategic capacity, secure high-value lands, or build future oriented processing and education hubs.

III. High Level Dashboard Summary

FY27 CIP Dashboard

- Total Request: \$155.1M
- Projects Submitted: 40+
- Counties Impacted: Statewide
- Primary Benefits:
 - Water security
 - Wildfire mitigation
 - Increased food processing & storage
 - Expanded agricultural land access
 - Workforce support
 - Renewable energy integration
 - Compliance with Acts 176, 175, 151; HRS §26992

Breakdown by Program Area

- Land Acquisition & Development: \$80.0M
- Irrigation System Development & Maintenance: \$27.7M
- Improve Components of the Food System: \$47.5M

Top 5 Highest Risk Gaps if Unfunded

1. Loss of water supply reliability (statewide)
2. Increased wildfire risk
3. Loss of leasable acreage and producer capacity
4. Delayed NEPA readiness and loss of large federal matching grants
5. Reduced statewide food safety and processing capabilities

Fiscal year 2027 legislative budget: Budget related Legislation Transmitted to Governor

The budget values on the following tables show budgeted amounts the 2026 legislature session transmitted to the Office of the Governor for review. The amounts are not final until the Governor provides direction on proposed changes to the budgeted items in the budget bill and bills with fiscal recommendations. Table 1. Legislative Operational Appropriations Transmitted to the Governor , Table 2. Legislative CIP Appropriations Transmitted to the Governor.

Table 3. **Draft FY 2027 G-161 account -**

Table 4. **Draft FY 2027 S-312 account**

Table 5. **Draft FY 2027 S-325 account**

Table 6. **Draft FY 2027 CIP and Projects**

Table 7. **Draft FY 2027 ADC Total for all accounts**

Attached:

1. Exhibit A: Selected portions of HB2275 HD1 SD2 CD1
2. Exhibit B: Selected portions of SB3320 SD1 HD1 CD1
3. Exhibit C: Selected portions of HB1800 HD1 SD1 CD1

Table 1.

					FY27 Operating appropriations transmitted to Governor			
					FTE			
No.	Bill	ProgID	Program	MOF	P	T	\$	Description
1	HB2275 HD1 SD2 CD1	BED170	ADC	A	-		4,762,987	Offset of operational costs
2	SB3320 SD1 HD1 CD1	BED170	ADC	A			2,800,000	For the operations of the food and product innovation network.
3	HB1800 HD1 SD1 CD1	BED170	ADC	A	(1.00)		(66,300)	Transfer-out 1.00 FTE Perm ADC Contract Manager (102628)
4	HB1800 HD1 SD1 CD1	BED170	ADC	A	(12.50)		(4,655,987)	Change MOF from A to W for Positions and Funds
5	HB1800 HD1 SD1 CD1	BED170	ADC	W	12.50		5,399,411	Change MOF from A to W for Positions and Funds
6	HB1800 HD1 SD1 CD1	BED170	ADC	B			10,886,000	Add Funds for Green Fee Climate and Hazard Resilience – Water Systems Safety and Preparedness, West Kauai
7	HB1800 HD1 SD1 CD1	BED170	ADC	B			7,073,311	Add Funds for Green Fee Sustainable Tourism – Food and Product Innovation Network
8	HB1800 HD1 SD1 CD1	BED170	ADC	B			750,000	Add Funds for Green Fee Environmental Stewardship – Water Systems Safety and Preparedness, Oahu
9	HB1800 HD1 SD1 CD1	BED170	ADC	A			3,985,791	Add Funds for Waiahole Debt Service
10	HB1800 HD1 SD1 CD1	BED170	ADC	B			250,000	Cattle Slaughterhouse
11	HB1800 HD1 SD1 CD1	BED170	ADC	B			1,200,000	Forage Drying Facility
12	HB1800 HD1 SD1 CD1	BED170	ADC	W	1.00		171,200	Add 1.00 FTE Perm Oahu Water Systems Manager and Funds
13	HB1800 HD1 SD1 CD1	BED170	ADC	A			10,000,000	Add Funds to be deposited into ADC Revolving Fund
14	HB1800 HD1 SD1 CD1	BED170	ADC	W			10,000,000	Increase Ceiling for Agriculture Development Revolving Fund for Land Acquisition

MOF

A	16,725,612	General Funds
B	20,159,311	Green Fee Climate Funds
W	15,570,611	Revolving Funds Spending Ceiling (no appropriation)

Table 2.

No.	Bill	ProgID	Program	MOF	FY27 CIP appropriations transmitted to Governor	Description	Comments
					\$		
1	HB1800 HD1 SD1 CD1	BED170	ADC	C	4,500,000	Commercial Land Purchase, Oahu	Appropriated by Act 250/SLH 25
2	HB1800 HD1 SD1 CD1	BED170	ADC	C	650,000	Food Processing Plant, Oahu	Appropriated by Act 250/SLH 25
3	HB1800 HD1 SD1 CD1	BED170	ADC	C	6,000,000	Processing Manufacturing Facility, Oahu	Appropriated by HB1800 for processing manufacturing facility

ADC Total	11,150,000
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Table 3.**Draft FY 2027 G-161 account**

ADC G-161		Revenue	Expense	Revenue Less Expense
	Legislative Appropriation * includes funds for project with CTAHR	\$ 4,762,987	\$ 2,058,118	\$ 2,704,869
	Legislative Appropriation * for FPIN	\$ 2,800,000	\$ 2,750,000	\$ 50,000
	Restriction	\$ 476,299	\$ -	\$ (476,299)
		\$ 7,086,688	\$ 4,808,118	\$ 2,278,570
Kauai	Kekaha	\$ -	\$ 25,000	\$ (25,000)
	East Kauai	\$ -	\$ 80,000	\$ (80,000)
	Kalepa	\$ -	\$ 80,000	\$ (80,000)
	Sub Total Kauai	\$ -	\$ 185,000	\$ (185,000)
Oahu	Galbraith	\$ -	\$ 750,000	\$ (750,000)
	Misc.	\$ -	\$ 70,000	\$ (70,000)
	Whitmore 24	\$ -	\$ 80,000	\$ (80,000)
	Whitmore 256	\$ -	\$ -	\$ -
	Dole	\$ -	\$ -	\$ -
	Paalaa Uka	\$ -	\$ 80,000	\$ (80,000)
	Kunia	\$ -	\$ 1,683	\$ (1,683)
	Kalaeloa	\$ -	\$ -	\$ -
	Sub Total Oahu	\$ -	\$ 981,683	\$ (981,683)
statewide	Personnel Services	\$ -	\$ 1,072,822	\$ (1,072,822)
	OCE	\$ -	\$ 117,844	\$ (117,844)
	Sub Total for Statewide	\$ -	\$ 1,190,666	\$ (1,190,666)
	ADC G-161 Totals	\$ 7,086,688	\$ 7,165,467	\$ (78,779)

Table 4.**Draft FY 2027 S312 account**

Estimated FY 2027 budget based on past actual costs and revenue

ADC S-312

		Revenue	Expense	Revenue Less Expense
Kauai	Kekaha	\$ 241,107	\$ 150,000	\$ 91,107
	Kekaha, NPDES related expense	\$ -	\$ 900,000	\$ (900,000)
	Navy * estimate of revenue/expense	\$ 495,000	\$ 450,000	\$ 45,000
	NPDES testing	\$ -	\$ 650,000	\$ (650,000)
	East Kauai	\$ 107,596	\$ 14,988	\$ 92,608
	OHA/DHHL	\$ -	\$ 336,856	\$ (336,856)
	Subtotal Kauai	\$ 843,703	\$ 2,501,844	\$ (1,658,141)
Oahu	Galbraith	\$ 533,076	\$ 150,000	\$ 383,076
	Misc.	\$ 70,894	\$ 70,000	\$ 894
	Dole	\$ 1,451	\$ 1,200	\$ 251
	Paalaa Uka	\$ 76,905	\$ 12,000	\$ 64,905
	Kunia	\$ -	\$ 1,683	\$ (1,683)
	Kalaeloa	\$ 27,840		\$ 27,840
	Subtotal Oahu	\$ 710,166	\$ 234,883	\$ 475,283
statewide	Cash Balance	\$ 1,400,000	\$ -	\$ 1,400,000
	PS	\$ -	\$ 327,229	\$ (327,229)
	OCE	\$ -	\$ 383,537	\$ (383,537)
	Subtotal for Statewide	\$ 1,400,000	\$ 710,766	\$ 689,234
		Total Revenue	Total Expense	Revenue less Expense
ADC S-312 Total		\$ 2,953,869	\$ 3,447,493	\$ (493,624)

Table 5.**Draft FY 2027 S-325 account**

Water System S-325		Revenue	Expense	Revenue Less Expense
Kauai	East Kauai Irrigation System	\$ -	\$ 70,000	\$ (70,000)
	Kekaha Irrigation System	\$ -	\$ 20,000	\$ (20,000)
	Subtotal Kauai	\$ -	\$ 90,000	\$ (90,000)
Oahu	Waiahole Water System	\$ 1,200,000	\$ 250,000	\$ 950,000
	Wahiawa Irrigation System *estimate of revenue/expense	\$ 1,000,000	\$ 855,000	\$ 145,000
	Subtotal Oahu	\$ 2,200,000	\$ 1,105,000	\$ 1,095,000
statewide	Cash Balance	\$ 1,750,000	\$ -	\$ 1,750,000
	Appropriation to pay debt service	\$ 3,985,791	\$ 3,985,791	\$ -
	Personnel Services	\$ -	\$ 624,792	\$ (624,792)
	OCE	\$ -	\$ 144,249	\$ (144,249)
	Subtotal for Statewide	\$ 5,735,791	\$ 4,754,832	\$ 980,959
	Total Revenue		Total Expense*	Revenue less Expense
Water System S-325 Total	\$ 7,935,791	\$ 5,949,832	\$ 1,985,959	

Table 6.

Draft FY 2027 CIP & Projects

ADC Projects

	<u>Appropriation</u>	<u>Expense</u>	<u>Appropriation less Expense</u>
Add Funds for Green Fee Climate and Hazard Resilience – Water Systems Safety and Preparedness, West Kauai	\$ 10,886,000	\$ 10,886,000	\$ -
Add Funds for Green Fee Sustainable Tourism – Food and Product Innovation Network	\$ 7,073,311	\$ 7,073,311	\$ -
Add Funds for Green Fee Environmental Stewardship – Water Systems Safety and Preparedness, Oahu	\$ 750,000	\$ 750,000	\$ -
Cattle Slaughterhouse	\$ 250,000	\$ 250,000	\$ -
Forage Drying Facility	\$ 1,200,000	\$ 1,200,000	\$ -
Add Funds to be deposited into ADC Revolving Fund	\$ 10,000,000	\$ 10,000,000	\$ -
Commercial Land Purchase, Oahu	\$ 4,500,000	\$ 4,500,000	\$ -
Food Processing Plant, Oahu	\$ 650,000	\$ 650,000	\$ -
Processing Manufacturing Facility, Oahu	\$ 6,000,000	\$ 6,000,000	\$ -
Project and CIP	\$ 41,309,311	\$ 41,309,311	\$ -

Table 7.

Draft FY 2027 ADC Total for all accounts, ADC Total Estimated FY 2027 end of year

	Total Revenue	Total Expense*	Revenue less Expense
ADC totals all funds	\$ 59,285,659	\$ 57,872,103	\$ 1,413,556

Exhibit A: Selected portions of HB2275 HD1 SD2 CD1

HOUSE OF REPRESENTATIVES
THIRTY-THIRD LEGISLATURE, 2026
STATE OF HAWAII

H.B. NO. 2275
H.D. 1
S.D. 2
C.D. 2

A BILL FOR AN ACT

RELATING TO FUNDING ADJUSTMENTS FOR STATE PROGRAMS.

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

1
2
3
4
5
6
7
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16
17

PART I

SECTION 1. The purpose of this part is to appropriate moneys to various entities to offset operational costs.

SECTION 2. There is appropriated out of the general revenues of the State of Hawaii the sum of \$4,762,987 or so much thereof as may be necessary for fiscal year 2026-2027 for operations of the agribusiness development corporation.

The sum appropriated shall be expended by the agribusiness development corporation for the purposes of this Act.

SECTION 3. There is appropriated out of the general revenues of the State of Hawaii the sum of \$2,592,854 or so much thereof as may be necessary for fiscal year 2026-2027 for operations of the Hawaii technology development corporation.

The sum appropriated shall be expended by the Hawaii technology development corporation for the purposes of this Act.

SECTION 4. There is appropriated out of the general revenues of the State of Hawaii the sum of \$984,450 or so much



H.B. NO. 2275
H.D. 1
S.D. 2
C.D. 2

Report Title:

Operations; Mass Transit Special Fund; Disaster Recovery and Relief; Major Disaster Fund; Appropriations

Description:

Appropriates moneys to certain programs for operations in FY26-27. Appropriates moneys into and out of the Major Disaster Fund to address disaster recovery and response costs. Allows the Governor to authorize the transfer to state agencies of up to \$100,000,000 in funds appropriated out of the Major Disaster Fund to address an imminent threat to public health, safety, or welfare arising from an emergency. (CD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

HB2275 CD2 LRB 26-1371-1.docx



Exhibit B: Selected portions of SB3320 SD1 HD1 CD1

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S.B. NO. 3320
S.D. 1
H.D. 1
C.D. 1

1 section no later than twenty days prior to the convening of each
2 regular session.

3 §163D-F Enterprise zones; expansion. The department of
4 business, economic development, and tourism shall evaluate
5 opportunities to expand or adapt enterprise zone incentives in
6 all counties to better support the food and product innovation
7 network."

8 SECTION 3. There is appropriated out of the general
9 revenues of the State of Hawaii the sum of \$2,800,000 or so much
10 thereof as may be necessary for fiscal year 2026-2027 for the
11 operations of the food and product innovation network.

12 The sum appropriated shall be expended by the agribusiness
13 development corporation for the purposes of this Act.

14 SECTION 4. In codifying the new sections added by
15 section 2 of this Act, the revisor of statutes shall substitute
16 appropriate section numbers for the letters used in designating
17 the new sections in this Act.

18 SECTION 5. New statutory material is underscored.

19 SECTION 6. This Act shall take effect on July 1, 2026.



Exhibit C: Selected portions of HB1800 HD1 SD1 CD1

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H.B. NO. 1800
H.D. 1
S.D. 1
C.D. 1

PROGRAM APPROPRIATIONS

ITEM NO.	PROG. ID	PROGRAM	EXPENDING AGENCY	APPROPRIATIONS			
				FISCAL YEAR 2025-2026	M O F	FISCAL YEAR 2026-2027	M O F
1				11.00*		11.00*	
2	OPERATING		AGR	1,109,694A		1,067,694A	
3						<u>1,046,403A</u>	
4			AGR	15,000B		15,000B	
5				0.75*		0.75*	
6			AGR	2,051,568N		2,051,568N	
7				1.25*		1.25*	
8			AGR	5,289,219P		5,289,219P	
9							
10	19.	AGR141 - AGRICULTURAL RESOURCE MANAGEMENT		26.50*		19.00*	
11							
12	OPERATING		AGR	4,221,136A		1,798,532A	
13						<u>1,762,478A</u>	
14				13.50*		13.50*	
15			AGR	2,851,320B		2,851,320B	
16						<u>5,351,320B</u>	
17				*		7.50*	
18			AGR	2,747,123W		1,375,787W	
19	INVESTMENT CAPITAL		AGR	5,000,000C		0C	
20						<u>75,950,000C</u>	
21			AGR	1,000N		N	
22							
23	20.	AGR192 - GENERAL ADMINISTRATION FOR AGRICULTURE		33.00*		32.00*	
24						33.00*	
25	OPERATING		AGR	5,580,886A		5,556,126A	
26						<u>5,576,965A</u>	
27			AGR		B	<u>4,676,140B</u>	
28			AGR		P	164,450P	
29						<u>0P</u>	
30	INVESTMENT CAPITAL		AGS	1,900,000C		2,200,000C	
31							
32	21.	BED170 - AGRIBUSINESS DEVELOPMENT AND RESEARCH		13.50*		13.50*	
33						<u>0.00*</u>	
34	OPERATING		BED	4,825,616A		4,823,166A	
35						<u>13,985,791A</u>	
36			BED		B	<u>20,159,311B</u>	
37				0.50*		0.50*	
38			BED	82,126U		82,126U	
39				2.00*		2.00*	
40						<u>15.50*</u>	
41							
42							

HB1800 CD1 FIN-2



H.B. NO. 1800
H.D. 1
S.D. 1
C.D. 1

PROGRAM APPROPRIATIONS

ITEM NO.	PROG. ID	PROGRAM	EXPENDING AGENCY	APPROPRIATIONS			
				FISCAL YEAR 2025-2026	M O F	FISCAL YEAR 2026-2027	M O F
				6.00#		6.00#	
			BED	16,259,661W		4,048,264W	
						19,618,875W	
		INVESTMENT CAPITAL	BED	111,201,000C		5,150,000C	
						11,150,000C	
22.	AGR153	AQUACULTURE DEVELOPMENT			7.00*	7.00*	
	OPERATING		AGR	978,519A		978,519A	
			AGR	125,000B		958,873A	
						125,000B	
23.	BED120	HAWAII STATE ENERGY OFFICE			1.00*	1.00*	
				25.00#		25.00#	
						28.00#	
	OPERATING		BED	2,571,816A		2,571,816A	
			BED	795,000B		2,767,634A	
						795,000B	
			BED	7,146,250T		6,795,000B	
						7,146,250T	
24.	BED143	HAWAII TECHNOLOGY DEVELOPMENT CORPORATION			8.00*	8.00*	
				4.00#		0.00*	
						4.00#	
						0.00#	
	OPERATING		BED	4,701,795A		2,701,795A	
			BED	1,604,258B		0A	
				*		1,604,258B	
				#		8.00*	
			BED	2,017,203W		2,017,203W	
						3.00#	
						5,250,277W	
				10.00#		10.00#	
			BED	994,214P		994,214P	
25.	BED146	NATURAL ENERGY LABORATORY OF HAWAII AUTHORITY			17.00#	17.00#	
	OPERATING		BED	7,929,310B		7,929,310B	
						8,055,558B	
		INVESTMENT CAPITAL	BED		C	2,000,000C	



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H.B. NO. 1800
H.D. 1
S.D. 1
C.D. 1

1 necessary for fiscal year 2026-2027 shall be deposited into the
2 clean energy and efficiency revolving loan fund pursuant to
3 section 196-65.5, Hawaii Revised Statutes."

4 5. By adding a new section to read:

5 "SECTION 11.5 Provided that of the general fund
6 appropriation for agribusiness development and research
7 (BED170), the sum of \$10,000,000 or so much thereof as may be
8 necessary for fiscal year 2026-2027 shall be deposited into the
9 Hawaii agricultural development revolving fund pursuant to
10 section 163D-17, Hawaii Revised Statutes."

11 SECTION 6. Part IV of Act 250, Session Laws of Hawaii 2025,
12 is amended as follows:

13 1. By adding a new section to read:

14 "SECTION 13.1 SUPPLEMENTAL APPROPRIATIONS. The legislature
15 finds that the grant recipients named in this part have applied
16 for a grant pursuant to section 42F-102, Hawaii Revised
17 Statutes, and qualify to receive a grant pursuant to section
18 42F-103, Hawaii Revised Statutes.

19 There is appropriated out of the general revenues of the
20 State of Hawaii the sum of \$20,000,000 or so much there-of as
21 may be necessary for fiscal year 2026-2027 to the office of

HB1800 CD1 FIN-2



67

H.B. NO. 1800
H.D. 1
S.D. 1
C.D. 1

CAPITAL IMPROVEMENT PROJECTS

ITEM NO.	CAPITAL PROJECT NO.	TITLE	EXPENDING AGENCY	APPROPRIATIONS (IN 000'S)			
				FISCAL YEAR 2025-2026	M O F	FISCAL YEAR 2026-2027	M O F
1		AGR192 - GENERAL ADMINISTRATION FOR AGRICULTURE					
2							
3	5.	MISCELLANEOUS HEALTH, SAFETY, CODE,					
4		AND OTHER REQUIREMENTS, STATEWIDE					
5							
6		DESIGN AND CONSTRUCTION FOR					
7		IMPROVEMENTS TO ADDRESS HEALTH, SAFETY,					
8		CODE, AND OTHER REQUIREMENTS, STATEWIDE.					
9		TOTAL FUNDING.	AGS	1,900 C		2,200 C	
10							
11		BED170 - AGRIBUSINESS DEVELOPMENT AND RESEARCH					
12							
13	6.	ACQUISITION OF AGRICULTURAL LANDS,					
14		KAPAIA, KAUAI					
15							
16		LAND ACQUISITION FROM GROVE FARM ON					
17		KAUAI.					
18		TOTAL FUNDING	BED	39,000 C			C
19							
20	7.	ACQUISITION OF AGRICULTURAL LANDS,					
21		WAIMEA, KAUAI					
22							
23		LAND ACQUISITION FOR AGRICULTURAL					
24		LANDS ON KAUAI, TMKS: 1-6-001-045, 1-6-					
25		001-030, AND 1-6-001-028.					
26		TOTAL FUNDING	BED	1,300 C			C
27							
28	8.	AGRICULTURAL INFRASTRUCTURE					
29		IMPROVEMENTS, OAHU					
30							
31		PLANS, DESIGN, CONSTRUCTION, AND					
32		EQUIPMENT FOR IMPROVEMENTS TO					
33		AGRICULTURAL INFRASTRUCTURE IN WAHIAWA					
34		AND WAIALUA, OAHU.					
35		TOTAL FUNDING	BED	9,200 C			C
36							
37							



H.B. NO. 1800
H.D. 1
S.D. 1
C.D. 1

CAPITAL IMPROVEMENT PROJECTS

ITEM NO.	CAPITAL PROJECT NO.	TITLE	EXPENDING AGENCY	APPROPRIATIONS (IN 000'S)			
				FISCAL YEAR 2025-2026	M O F	FISCAL YEAR 2026-2027	M O F
1	9.	ANIMAL PROCESSING AND STORAGE FACILITY, OAHU					
2							
3							
4		PLANS, DESIGN, CONSTRUCTION,					
5		EQUIPMENT, AND FURNISHINGS FOR A					
6		DEDICATED SMALL ANIMAL PROCESSING AND					
7		STORAGE FACILITY ON OAHU TO SUPPORT POST-					
8		SLAUGHTER HANDLING. THIS FACILITY WILL					
9		INCLUDE AREAS FOR CARCASS BREAKDOWN, MEAT					
10		CUTTING, PACKAGING, CHILLING, AND COLD					
11		STORAGE TO EXPAND LOCAL CAPACITY FOR					
12		SAFE, HIGH-QUALITY MEAT PROCESSING. THE					
13		PROJECT WILL SERVE SMALL- AND MID-SIZED					
14		PRODUCERS, IMPROVE LOCAL FOOD SYSTEM					
15		INFRASTRUCTURE, AND ENHANCE THE					
16		AVAILABILITY OF HAWAII-GROWN MEAT FOR					
17		CONSUMERS.					
18		TOTAL FUNDING	BED	17,000 C			C
19							
20	10.	COMMERCIAL LAND PURCHASE, OAHU					
21							
22		LAND ACQUISITION OF COMMERCIAL LAND					
23		ON OAHU, TMK 7-1-006-001.					
24		TOTAL FUNDING	BED	500 C		4,500 C	
25							
26	11.	CONSTRUCTION FOR A STATE POSTHARVEST					
27		FACILITY, OAHU					
28							
29		PLANS, DESIGN, CONSTRUCTION, AND					
30		EQUIPMENT FOR A POSTHARVEST FACILITY ON					
31		OAHU, TMKS 7-1-002:004 (POR.); 009					
32		(POR.); 023 (POR.).					
33		TOTAL FUNDING	BED	22,076 C			C
34							
35							



H.B. NO. 1800
H.D. 1
S.D. 1
C.D. 1

CAPITAL IMPROVEMENT PROJECTS

ITEM NO.	CAPITAL PROJECT NO.	TITLE	EXPENDING AGENCY	APPROPRIATIONS (IN 000'S)			
				FISCAL YEAR 2025-2026	M O F	FISCAL YEAR 2026-2027	M O F
1	12.	FOOD AND PRODUCT INNOVATION NETWORK					
2		(FPIN), STATEWIDE					
3							
4		PLANS, DESIGN, CONSTRUCTION,					
5		EQUIPMENT, LAND ACQUISITION, AND					
6		FURNISHINGS FOR A FOOD AND PRODUCT					
7		INNOVATION NETWORK, STATEWIDE.					
8		TOTAL FUNDING	BED	350	C		C
9							
10	13.	FOOD PROCESSING PLANT, OAHU					
11							
12		LAND ACQUISITION, PLANS, DESIGN,					
13		EQUIPMENT, AND FURNISHING FOR A FOOD					
14		PROCESSING PLANT, OAHU, TMKS 7-4-005-032					
15		AND 7-4-005-018.					
16		TOTAL FUNDING	BED	6,275	C	650	C
17							
18	14.	IRRIGATION SYSTEM, OAHU					
19							
20		PLANS, DESIGN, LAND ACQUISITION,					
21		REHABILITATION, AND EXPANSION COSTS FOR					
22		AN AGRICULTURAL IRRIGATION SYSTEM,					
23		WAHIAWA, OAHU.					
24		TOTAL FUNDING	BED	2,000	C		C
25							
26	14.1	PROCESSING MANUFACTURING FACILITY,					
27		OAHU					
28							
29		PLANS, DESIGN, EQUIPMENT,					
30		CONSTRUCTION AND APPURTENANCES FOR					
31		ENTREPRENEUR PROCESSING MANUFACTURING					
32		FACILITY, TMK 7-1-002:009 AND 7-1-002:004					
33		(POR).					
34		TOTAL FUNDING	BED		C	6,000	C
35							
36							



H.B. NO. 1800
H.D. 1
S.D. 1
C.D. 1

CAPITAL IMPROVEMENT PROJECTS

ITEM NO.	CAPITAL PROJECT NO.	TITLE	EXPENDING AGENCY	APPROPRIATIONS (IN 000'S)			
				FISCAL YEAR 2025-2026	M O F	FISCAL YEAR 2026-2027	M O F
1	15.	PURCHASE OF LAND LOCKED BETWEEN					
2		STATE-OWNED LAND, OAHU					
3							
4		LAND ACQUISITION FOR AGRICULTURAL					
5		LANDS ON OAHU, TMK 6-5-002-027.					
6		TOTAL FUNDING	BED	3,000	C		C
7							
8	16.	SMALL ANIMAL SLAUGHTERHOUSE, OAHU					
9							
10		LAND ACQUISITION, PLANS, DESIGN,					
11		CONSTRUCTION, AND FURNISHING EQUIPMENT					
12		FOR A SMALL ANIMAL SLAUGHTERHOUSE.					
13		GROUND AND SITE IMPROVEMENTS, EQUIPMENT,					
14		AND APPURTENANCES, OAHU.					
15		TOTAL FUNDING	BED	4,000	C		C
16							
17	17.	WAIAHOLE WATER SYSTEM IMPROVEMENTS,					
18		OAHU					
19							
20		PLANS, DESIGN, CONSTRUCTION AND					
21		EQUIPMENT FOR IMPROVEMENTS TO THE					
22		WAIAHOLE WATER SYSTEM AND APPURTENANT					
23		WORKS.					
24		TOTAL FUNDING	BED	2,500	C		C
25							
26	18.	WASTEWATER RECLAIMED WATER IRRIGATION					
27		SYSTEM, OAHU					
28							
29		PLANS, DESIGN, CONSTRUCTION, AND					
30		EQUIPMENT FOR A WASTEWATER RECLAIMED					
31		WATER IRRIGATION SYSTEM AND INTAKE PUMP					
32		STATION, WAHIAWA, OAHU.					
33		TOTAL FUNDING	BED	4,000	C		C
34							
35							



FY 2028 & FY 2029

ADC Draft Budget Requests for Discussion

See Included:

1. Operational Budget requests FY28-FY29
2. Operational Budget requests and WORKSHEETS FY28-FY29
3. Professional Travel and Training Justification
4. Capital Budget requests FY28-FY29
5. Capital Budget requests and WORKSHEETS FY28-FY29

**Operational Requests
Additional Positions**

Priority	Description	MOF	FY28			FY29			Justification
			P	T	\$	P	T	\$	
1	Program Specialist	A		1.00	139,542		1.00	142,631	<p>ADC requests the establishment of a Program Specialist (Procurement & Technical Specifications). The position will provide dedicated expertise supporting ADC staff in the development of technical specifications, scopes of work, solicitation documents, and procurement packages necessary to advance the agency's growing portfolio of agricultural infrastructure, irrigation, land management, and food systems development projects. The position will support all ADC staff to deliver projects</p> <p>Establishing this position would accelerate project delivery by reducing procurement preparation delays; Improve consistency and quality of procurement documents; Reduce reliance on outside consultants; Strengthen compliance with state procurement requirements and federal grant conditions; Increase ADC's competitiveness for infrastructure and agricultural funding opportunities; Allow project managers and operational staff to focus on implementation and asset management; and Improve ADC's ability to deliver critical agricultural infrastructure projects statewide.</p> <p>Indeed annual average - \$84,437 Annual fringe FY27, 64% - \$54,040 Annual total - \$138,477</p>

Additional Positions (continued)

Priority	Description	MOF	FY28			FY29			Justification
			P	T	\$	P	T	\$	
2	Senior Project Manager	A		1.00	202,316		1.00	206,795	<p>ADC recommends funding a Senior Project Manager position at a salary range of \$110,000 to \$140,000 annually. The position is critical to managing the ADC's expanding infrastructure and capital improvement portfolio and will provide the leadership, technical expertise, and project oversight necessary to successfully deliver projects that support agricultural production, food security, water resiliency, economic diversification, and statewide infrastructure development. Given the increasing complexity of ADC's responsibilities—including irrigation systems, dam-related infrastructure, food manufacturing facilities, and large-scale land development initiatives—the Senior Project Manager position represents a prudent investment in project delivery capacity and long-term organizational effectiveness.</p> <p>Indeed annual average - \$122,422 Annual fringe FY27, 64% - \$78,350 Annual total - \$200,772</p>

Additional Positions (continued)

Priority	Description	MOF	FY28			FY29			Justification
			P	T	\$	P	T	\$	
3	Water System Administrative Services Manager	A		1.00	148,735		1.00	152,028	<p>The Agribusiness Development Corporation (ADC) recommends establishing a Water Systems Administrative Services Manager position to provide centralized administrative, safety, procurement, and operational support for ADC's growing portfolio of critical irrigation infrastructure. As ADC assumes responsibility for additional water systems and expands statewide operations, the complexity of regulatory compliance, safety management, budgeting, procurement, fleet oversight, personnel administration, and emergency response coordination has increased significantly.</p> <p>This position will serve as the administrative hub for ADC's water operations, ensuring compliance with federal and state regulations, supporting field personnel, managing operational records and reporting requirements, coordinating procurement and contracts, and improving organizational efficiency across multiple islands and water systems. By allowing technical and operational staff to focus on water delivery, infrastructure maintenance, and system reliability, the position will improve operational effectiveness, reduce compliance risks, and strengthen accountability.</p> <p>Indeed annual average - \$90,000 Annual fringe FY27, 64% - \$57,600 Annual total - \$147,600</p>
Additional Position Total			0.00	3.00	490,594	0.00	3.00	501,454	

Training, Travel

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
1	ADC Staff, training and travel	A			200,400			210,420	<p>The Legislature and Administration have entrusted ADC with significant new investments to expand agricultural infrastructure, acquire and manage additional agricultural lands, modernize irrigation systems, develop food manufacturing capacity, improve wildfire resilience, and accelerate the productive use of State agricultural assets. These initiatives directly support statewide priorities related to food security, economic diversification, climate resilience, water resource management, and local food production.</p> <p>The Legislature and Administration have entrusted ADC with significant new investments to expand agricultural infrastructure, acquire and manage additional agricultural lands, modernize irrigation systems, develop food manufacturing capacity, improve wildfire resilience, and accelerate the productive use of State agricultural assets. These initiatives directly support statewide priorities related to food security, economic diversification, climate resilience, water resource management, and local food production.</p> <p>Travel request includes staff travel to manage land and projects, inter-state, intra-state and international travel.</p>

Training, Travel (continued)

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
2	Board Of Directors, training and travel	A			200,900			210,945	<p>ADC requests travel funding for Board members to fulfill their governance, fiduciary, and oversight responsibilities across the corporation's expanding statewide portfolio of agricultural lands, irrigation systems, infrastructure projects, and food security initiatives.</p> <p>Over the past two years, ADC has received significant capital improvement investments and assumed responsibility for new agricultural and water infrastructure assets throughout the State. The Board is responsible for approving major land transactions, capital projects, budgets, policies, procurements, and strategic initiatives involving millions of dollars in public assets.</p> <p>Travel funding enables Board members to attend meetings, conduct site visits, engage with stakeholders and communities, and evaluate projects firsthand. Many Board decisions involve complex operational, engineering, environmental, and agricultural issues that require direct observation to ensure informed decision-making and responsible stewardship of public resources.</p> <p>As ADC's statewide responsibilities continue to grow, Board travel is essential to provide effective oversight, maintain accountability, support timely project implementation, and advance the State's goals for food security, agricultural production, water infrastructure, and economic development. Without adequate travel funding, the Board's ability to effectively govern ADC's expanding operations would be significantly constrained.</p>

Training, Travel (continued)

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
3	ADC Executive Director, training and travel	A			114,500			120,225	<p>Over the past two years, ADC has assumed significant new responsibilities and received substantial capital investments to acquire and manage agricultural assets, expand irrigation infrastructure, support food manufacturing, and advance statewide agricultural production goals. Effective implementation of these initiatives requires regular in-person engagement with tenants, community stakeholders, government agencies, legislators, contractors, funding partners, and agricultural producers across multiple islands.</p> <p>The Executive Director serves as ADC's chief executive officer and is responsible for project oversight, stakeholder coordination, interagency collaboration, community engagement, legislative affairs, emergency response, and ensuring timely delivery of strategic initiatives. Many of these responsibilities require on-site presence to evaluate infrastructure conditions, resolve operational issues, advance land and water system transitions, oversee major capital projects, and represent ADC in critical statewide discussions.</p> <p>Travel funding is essential to ensure effective leadership, accountability, and execution of ADC's mission. Without adequate travel resources, ADC's ability to oversee its growing statewide operations, implement legislative priorities, and advance Hawaii's food security and agricultural development objectives would be significantly constrained.</p>
Training and Travel Total			-	0.00	515,800	-	0.00	541,590	

Legal & Audit Compliance

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
1	Attorney to manage the ADC's NPDES permitting in Kekaha	A			240,000			252,000	ADC requests funding for specialized legal services associated with compliance, permitting, enforcement defense, and regulatory proceedings related to the West Kaua'i NPDES Permit. The permit imposes extensive federal and state compliance obligations, monitoring requirements, and potential liabilities, including penalties of up to \$60,000 per day per violation. Given the complexity of the Clean Water Act, environmental permitting requirements, and ongoing regulatory and legal matters, ADC requires specialized environmental counsel to protect the State's interests, ensure compliance, reduce financial and operational risks, and support the continued operation of critical agricultural drainage and irrigation infrastructure serving West Kaua'i agriculture and public safety. Funding request may change pending the outcome of the current permit discussion.
2	Contract with an accounting consultant	A			50,000			52,500	The ADC request for an accounting consultant to review ADC projects and programs.

Legal & Audit Compliance (continued)

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
3	IT Support for ADC's remote locations	A			60,000			63,000	ADC requests funding for an IT consultant to implement audit recommendations, strengthen cybersecurity and internal controls, improve regulatory compliance, and enhance public-facing transparency. As ADC's operations and responsibilities continue to expand, specialized IT support is needed to improve system reliability, data management, reporting capabilities, and public access to information. This investment will reduce organizational risk, strengthen accountability, support compliance requirements, and improve transparency while ensuring ADC's technology infrastructure effectively supports its statewide mission.
Legal & Audit Compliance Total			-	0.00	350,000	-	0.00	367,500	

Safety: Public and Staff

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
1	Waiahole Water System base yard improvements, Waiahole Valley, Oahu	W			150,000			-	ADC requests funding to replace the Waiahole Water System maintenance shed. The structure is in poor condition and houses critical equipment, tools, and materials necessary for the operation and maintenance of ADC's irrigation infrastructure. The lack of a secure and functional storage facility also accelerates deterioration of equipment and may result in increased repair and replacement costs.

Safety: Public and Staff (continued)

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
2	Waiahole Valley Lot 48 & 49 assessment, remediation, plans and design	A			-			120,000	<p>Funding is requested to assess, remediate, and renovate the existing structures on Waiahole Valley Lots 48 and 49 for use as operational storage, security facilities, and employee housing supporting the Waiahole Irrigation System. These improvements are urgently needed to address longstanding facility deficiencies, improve employee safety, and support the reliable operation of one of the State's most critical agricultural water systems.</p> <p>The Waiahole Irrigation System operates 24 hours per day, 365 days per year and serves as essential infrastructure for agricultural production throughout Central and Windward O'ahu. ADC personnel are responsible for responding to emergencies, conducting system inspections, and maintaining infrastructure in a remote location where immediate access is often required. The lack of adequate operational facilities and on-site staff accommodations limits ADC's ability to respond quickly to system failures, storm events, public safety concerns, and other emergencies.</p> <p>Renovation of these structures will provide secure storage for equipment and materials, improve site security, reduce operational risks, and establish housing necessary to recruit and retain qualified personnel in a challenging and high-cost labor market. Delaying these improvements will increase deterioration of the facilities, raise future rehabilitation costs, and continue to hinder ADC's ability to safely and effectively operate and maintain critical water infrastructure that supports agricultural production, food security, and economic activity throughout the region.</p>
Safety: Public and Staff Total			•	-	-	150,000	-	-	120,000

Protecting Critical Infrastructure and Preventing Equipment Failure

Priority	Description	MOF	FY28		FY29		Justification
				\$		\$	
1	Security Services	A		1,494,000		1,244,000	<p>Critical funding is needed to protect agricultural lands, infrastructure, and operations that support State food security mandates, institutional purchasing goals, and ADC's statutory mission. Funds will be used to develop and implement a comprehensive security master plan, install and improve fencing in critical areas, and provide security personnel to patrol and safeguard agricultural lands, facilities, equipment, irrigation infrastructure, and other State assets. These investments are necessary to deter trespassing, theft, vandalism, illegal dumping, unauthorized access, and other activities that threaten agricultural production and public investments. Strengthening site security will help maintain lands in active production, protect critical infrastructure, reduce operational disruptions, and support ADC's ability to meet statewide agricultural and food production objectives.</p> <p>While the State's Department of Law Enforcement continues to expand staffing and operational capacity, these measures provide an immediate and necessary interim solution to address current security risks and protect State assets. The proposed security enhancements will help bridge existing enforcement gaps, maintain operational continuity, and safeguard critical agricultural infrastructure until additional state law enforcement resources become available.</p>

Protecting Critical Infrastructure and Preventing Equipment Failure (continued)

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
2	Equipment for Waiahole Water System maintenance	A			450,000				Funding is requested for the purchase of critical heavy equipment, including an excavator, skid steer, and mower, to support the safe operation and maintenance of the Waiahole and Wahiawa Irrigation Systems. These systems provide essential water infrastructure serving agricultural producers and communities and require continuous maintenance to ensure safe and reliable operation. Much of the existing equipment is aging, inefficient, or inadequate for current operational demands, increasing the risk of workplace injuries, delayed emergency response, and infrastructure failures. New equipment will improve worker safety, enhance ADC's ability to respond to storm events, erosion, vegetation overgrowth, blocked waterways, and other conditions that can threaten public safety and water delivery operations. This investment will strengthen preventative maintenance capabilities, reduce operational risks, improve emergency response readiness, and help protect critical irrigation infrastructure that supports agricultural production, water management, and public safety throughout Central O'ahu and Windward O'ahu.
3	Water System monitoring and metering	A			80,000			80,000	Consultant to design water system monitoring and metering.
4	SCADA repairs for Waiahole Water System (WWS)	W			50,000				Wai is a sacred resource, and this funding is needed to adequately insure delivery and preservation for food production. SCADA water monitoring system is not operating, the system has been damaged in the field and needs hardware support in the Halawa office. The system helps the Waiahole Water System monitor and manage water flow to the farmlands.
Protecting Critical Infrastructure Total			0.00	0.00	2,074,000	0.00	0.00	1,324,000	

Other Operating Costs

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
1	NPDES Compliance with HDOH fines	A			660,000			660,000	<p>Funding is required to meet court-ordered and regulatory compliance requirements associated with the NPDES permit and to avoid potential noncompliance penalties of up to \$60,000 per day. Compliance is essential to maintaining the operation of critical agricultural drainage and irrigation infrastructure that supports approximately 12,000 acres of active agricultural production.</p> <p>Failure to fund these requirements could result in significant financial penalties, operational restrictions, and disruptions to agricultural activities, placing agricultural production, jobs, food security objectives, and related economic benefits at risk. This funding is necessary to ensure continued compliance, protect the State's agricultural investments, and maintain reliable infrastructure needed to keep 12,000 acres in productive agricultural use.</p>
2	Agricultural Event Sponsorships	A			250,000			250,000	<p>The funds will be used to support agriculture industry stakeholder organizations to promote Hawaii agriculture to Hawaii consumers and export markets. Sponsoring will support the agriculture industry and ADC's work to support increasing local food production.</p>
3	One (1) Replacement vehicle for Waiahole Water System (WWS) and One (1) vehicle for Wahiawa Irrigation System Manager	A			180,000				<p>Planned vehicle purchase for replacement of old and unserviceable vehicle.</p>

Other Operating Costs (continued)

Priority	Description	MOF	FY28			FY29			Justification
					\$			\$	
4	One (1) New vehicle for ADC main office use	A						70,000	New vehicle purchase, ADC staff frequently goes to site and field visits and must use personal vehicles for these purposes. The vehicle will also be used by visiting ADC staff from other islands opposed to renting a vehicle.
5	Property management software consulting				36,873			36,979	Funding is required in order to manage over \$50M of state assets, including ceded lands that generate revenue for OHA and DHHL. The funds will be used to pay for the cost to support the ADC's Yardi property management system.
6	Update to ADC's strategic plan, due July 1, 2028				175,000				The funds will be used to comply with HRS163D-5(d). The ADC is required to update the corporations strategic plan every five years. Funding is critical for ADC to strategically plan financially for the future increasing food production and blending capital from public, private and philanthropic organizations to grow the state's ag economy.
Other Operating Costs Total					1,301,873	-	-	1,016,979	

Additional Positions

ADC Program Specialist													estimated \$/hour	
FY 2028 ADC Program Specialist													Total Hours	67
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun		
Hours per month	176	176	176	168	176	184	168	168	184	160	184	176	2,096	139,542
FY 28 Monthly salary	11,717	11,717	11,717	11,185	11,717	12,250	11,185	11,185	12,250	10,652	12,250	11,717		
FY 2029 ADC Program Specialist													Total Hours	69
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun		
Hours per month	168	184	168	176	176	168	184	160	176	168	184	168	2,080	142,631
FY 29 Monthly salary	11,520	12,617	11,520	12,069	12,069	11,520	12,617	10,972	12,069	11,520	12,617	11,520		

	Annual Salary	
	FY 2028	FY 2029
ADC Program Specialist	\$ 139,542	\$ 142,631

Senior Project Manager													estimated \$/hour	
FY 2028 ADC Senior Project Manager													Total Hours	97
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun		
Hours per month	176	176	176	168	176	184	168	168	184	160	184	176	2,096	202,316
FY 28 Monthly salary	16,988	16,988	16,988	16,216	16,988	17,761	16,216	16,216	17,761	15,444	17,761	16,988		
FY 2029 ADC Senior Project Manager													Total Hours	99
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun		
Hours per month	168	184	168	176	176	168	184	160	176	168	184	168	2,080	206,795
FY 29 Monthly salary	16,703	18,293	16,703	17,498	17,498	16,703	18,293	15,907	17,498	16,703	18,293	16,703		

	Annual Salary	
	FY 2028	FY 2029
Senior Project Manager	\$ 202,316	\$ 206,795

Water System Administrative Services Manager													estimated \$/hour	
FY 2028 ADC Water System Administrative Services Manager													Total Hours	71
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun		
Hours per month	176	176	176	168	176	184	168	168	184	160	184	176	2,096	148,735
FY 28 Monthly salary	12,489	12,489	12,489	11,922	12,489	13,057	11,922	11,922	13,057	11,354	13,057	12,489		
FY 2029 ADC Water System Administrative Services Manager													Total Hours	73
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun		
Hours per month	168	184	168	176	176	168	184	160	176	168	184	168	2,080	152,028
FY 29 Monthly salary	12,279	13,449	12,279	12,864	12,864	12,279	13,449	11,694	12,864	12,279	13,449	12,279		

	Annual Salary	
	FY 2028	FY 2029
Water System Administrative Services Manager	\$ 148,735	\$ 152,028

Monthly expense: FY 2028 Additional Positions	41,195	41,195	41,195	39,322	41,195	43,067	39,322	39,322	43,067	37,450	43,067	41,195		
Monthly expense: FY 2029 Additional Positions	40,502	44,359	40,502	42,431	42,431	40,502	44,359	38,573	42,431	40,502	44,359	40,502		

	490,594	FY 2028 Annual salary for the proposed
	501,454	FY 2028 Annual salary for the proposed

Travel and Training

Staff Travel and Training	Number of Travelers												Total Inter-Island Trips	Total Intra-State Trips	Total International	est. inter-state	est intra-state	international	est. training fees
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun				400	4,000	9,000	1,500
1. Board meetings		3	3	3	3								12	-	-	4,800	-	-	-
2. Property management	1			1			1			1			4	-	-	1,600	-	-	-
3. Water system management	2	1	1	2	1	1	2	1	1	2	1	1	16	-	-	6,400	-	-	-
4. Project management	2	2	2	2	2	2	2	2	2	2	2	2	24	-	-	9,600	-	-	-
5. Inter-island training and meetings				4				6					10	-	-	4,000	-	-	15,000
6. Out of state travel training or conferences	1	1	1			3							-	6	-	-	24,000	-	9,000
7. International travel		2		2		2		2		2		2	-	-	12	-	-	108,000	18,000
													66	6	12	26,400	24,000	108,000	42,000
(ADC Staff) Monthly expense	7,500	28,900	15,500	24,200	2,400	38,700	2,000	33,600	1,200	23,000	1,200	22,200							
Proposed annual expense ADC Staff Travel and Training																FY 2028	FY 2029		
																\$ 200,400	\$ 210,420		

ADC Board of Director Travel and Training													Number of Travelers							est. inter-state	est intra-state	international	est. training fees					
													Total Inter-Island Trips	Total Intra-State Trips	Total International	400	4,000	9,000	1,500									
													Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun				
1. Board meetings	4	9	10	10	10	4	4	4	4	4	4	4	71	-	-	28,400	-	-	-									
2. Inter-island training and meetings			2			3	4	4	4	1	1	1	20	-	-	8,000	-	-	30,000									
3. Out of state travel training or conferences	1	1	2	1	2		1	1	2			2	-	13	-	-	52,000	-	19,500									
4. International travel		1		1		1		1		1		1	-	-	6	-	-	54,000	9,000									
													91	13	6	36,400	52,000	54,000	58,500									
(ADC BOD) Monthly expense													Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun				
													7,100	19,600	18,800	20,000	15,000	17,800	14,700	25,200	20,200	14,000	3,500	25,000				
													Proposed annual expense ADC Board of Director Travel and Training				FY 2028	FY 2029										
																	\$ 200,900	\$ 210,945										

Executive Director Travel and Training													Number of Travelers							est. inter-state	est intra-state	international	est. training fees					
													Total Inter-Island Trips	Total Intra-State Trips	Total International	400	4,000	9,000	1,500									
													Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun				
1. Board meetings		1	1	1									3	-	-	1,200	-	-	-									
2. Inter-island training and meetings	1	1	1	1	1	1	1	1	1	1	1	1	12	-	-	4,800	-	-	18,000									
3. Out of state travel training or conferences	1	1	1	1	1								-	5	-	-	20,000	-	7,500									
4. International travel		1		1		1		1		1		1	-	-	6	-	-	54,000	9,000									
													15	5	6	6,000	20,000	54,000	34,500									
(ED) Monthly expense													Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun				
													7,400	18,300	7,800	18,300	7,400	12,400	1,900	12,400	1,900	12,400	1,900	12,400				
													Proposed annual expense Executive Director Travel and Training				FY 2028	FY 2029										
																	\$ 114,500	\$ 120,225										

Monthly expense: Travel and Training	22,000	66,800	42,100	62,500	24,800	68,900	18,600	71,200	23,300	49,400	6,600	59,600
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Annual expense all proposed ADC Travel and Training	\$ 515,800	\$ 541,590
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Legal & Audit Compliance

Attorney to manage the ADC's NPDES permitting in Kekaha estimated number of hours per month													estimated \$/hour	
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total Hours	2,000
Legal charges	10	10	10	10	10	10	10	10	10	10	10	10	120	240,000
(Legal Fees) Monthly expense	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000		

Accounting Consultant estimated hours per month													estimated \$/hour	
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total Hours	400
Accounting Consultant	32	32	9	4	4	-	-	4	4	12	12	12	125	50,000
(Accounting Consultant) Monthly expense	12,800	12,800	3,600	1,600	1,600	-	-	1,600	1,600	4,800	4,800	4,800		

IT Support estimated hours per month													estimated \$/hour	
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total Hours	250
IT Support	20	20	20	20	20	20	20	20	20	20	20	20	240	60,000
(IT Support) Monthly expense	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000		

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Monthly expense: Legal & Audit Compliance	37,800	37,800	28,600	26,600	26,600	25,000	25,000	26,600	26,600	29,800	29,800	29,800

Safety: Public and Staff

Waiahole Water System base yard improvements, Waiahole Valley, Oahu													
Waiahole Water System base yard improvements, Waiahole Valley, Oahu													
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Design and engineering							15,000						15,000
Permitting							1,500						1,500
Demolition								50,000					50,000
Site work								30,000	25,000				55,000
Site trailers										3,500			3,500
Power and data connections										5,000	5,000		10,000
Equipment												15,000	15,000
Estimated monthly expense	-	-	-	-	-	-	16,500	80,000	25,000	8,500	5,000	15,000	150,000

Waiahole Valley Lot 48 & 49 assessment, remediation, and renovation													
Waiahole Valley Lot 48 & 49 assessment, remediation, and renovation													
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Design and engineering													95,000
Site assessment													25,000
Estimated monthly expense	-	-	-	-	-	-	-	-	-	-	-	-	120,000

Protecting Critical Infrastructure and Preventing Equipment Failure

FY 2028 Security Services	Security Services												Annual total
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	
Development and management of security master plan				125,000	125,000								250,000
Installation of perimeter fencing and gates.								100,000	100,000	100,000	100,000	100,000	500,000
Electronic surveillance and monitoring system	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	144,000
Security guard services	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	600,000
FY 28 Monthly expense	62,000	62,000	62,000	187,000	187,000	62,000	62,000	162,000	162,000	162,000	162,000	162,000	1,494,000
FY 2029 Security Services	Security Services												Annual total
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	
Development and management of security master plan				-	-								-
Installation of perimeter fencing and gates.								100,000	100,000	100,000	100,000	100,000	500,000
Electronic surveillance and monitoring system	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	144,000
Security guard services	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	600,000
FY 29 Monthly expense	62,000	62,000	62,000	62,000	62,000	62,000	62,000	162,000	162,000	162,000	162,000	162,000	1,244,000

Equipment for Waiahole Water System maintenance		Equipment for Waiahole Water System maintenance												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Mini-excavator and trailer														190,000
cutter grinder attachment														40,000
smooth bucket														5,000
bucket with thumb														20,000
Skid steer														120,000
bucket , cutter grinder														55,000
trailer to tow														20,000
FY 28 Monthly expense		-	-	-	-	-	-	-	-	-	-	-	-	450,000

Water System monitoring and metering		Water System monitoring and metering												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Consultant to design water system monitoring and metering														80,000

SCADA repairs for Waiahole Water System (WWS)		SCADA repairs for Waiahole Water System (WWS)												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Design and engineering														50,000

Other Operating Costs

FY 2028 NPDES Compliance per NPDES permit		NPDES Compliance with HDOH fines												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Monthly monitoring and testing per NPDES permit		55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	660,000
Monthly expense		55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	
FY 2029 NPDES Compliance per NPDES permit		NPDES Compliance with HDOH fines												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Monthly monitoring and testing per NPDES permit		55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	660,000
Monthly expense		55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	

FY 2028 Agricultural Event Sponsorships													
Agricultural Event Sponsorships													
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Agricultural conferences - open to support various agricultural events	10,000												10,000
FPIN-day								10,000	10,000				20,000
Ag-day								10,000	10,000				20,000
Agricultural events development, Ag fair, Rodeo, FPIN fair		50,000			50,000							50,000	150,000
Hawaii Water Systems day										50,000			50,000
Monthly expense	10,000	50,000	-	-	50,000	-	-	20,000	20,000	50,000	-	50,000	250,000

FY 2029 Agricultural Event Sponsorships													
Agricultural Event Sponsorships													
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Agricultural conferences - open to support various agricultural events	10,000												10,000
FPIN-day								10,000	10,000				20,000
Ag-day								10,000	10,000				20,000
Agricultural events development, Ag fair, Rodeo, FPIN fair		50,000			50,000							50,000	150,000
Hawaii Water Systems day										50,000			50,000
Monthly expense	10,000	50,000	-	-	50,000	-	-	20,000	20,000	50,000	-	50,000	250,000

FY 2028 Vehicles													
One (1) Replacement vehicle for Waiahole Water System (WWS) and One (1) vehicle for Wahiawa Irrigation System Manager													
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Replacement (1) Waiahole					90,000								90,000
New (1) Wahiawa					90,000								90,000
Monthly expense	-	-	-	-	180,000	-	-	-	-	-	-	-	180,000

FY 2029 Vehicles													
One (1) New vehicle for ADC main office use													
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
New (1) ADC pool vehicle					70,000								70,000
Monthly expense	-	-	-	-	70,000	-	-	-	-	-	-	-	70,000

FY 2028 Property management software consulting		Property management software consulting												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
YARDI licensing							36,873							36,873
Monthly expense		-	-	-	-	-	36,873	-	-	-	-	-	-	36,873
FY 2029 Property management software consulting		Property management software consulting												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
YARDI licensing							36,979							36,979
Monthly expense		-	-	-	-	-	36,979	-	-	-	-	-	-	36,979

Update to ADC's strategic plan, due July 1, 2028		Update to ADC's strategic plan, due July 1, 2028												
		Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Annual total
Design and engineering		25,000	25,000	25,000	50,000	50,000								175,000
Monthly expense		25,000	25,000	25,000	50,000	50,000	-	-	-	-	-	-	-	175,000

Professional Training Justification

ADC's expanding responsibilities for irrigation systems, dams, reservoirs, agricultural infrastructure, food security initiatives, and value-added food production require specialized training to ensure staff remain current on industry best practices, regulatory requirements, emerging technologies, and innovative operational strategies. These conferences provide opportunities to identify new technologies and management approaches that can improve efficiency, reduce waste, lower operating costs, optimize resource utilization, and enhance the long-term sustainability of ADC's operations and infrastructure investments.

1. **Association of State Dam Safety Officials (ASDSO) Annual Conference** – Provides critical training on dam safety, reservoir operations, risk management, emergency action planning, regulatory compliance, and emerging technologies for monitoring and maintaining critical water infrastructure.
2. **United States Society on Dams (USSD) Annual Conference** – Focuses on dam engineering, reservoir management, infrastructure resilience, rehabilitation strategies, public safety, and innovative approaches to extending asset life while reducing maintenance costs.
3. **Irrigation Association Conference & Trade Show** – Provides practical training on irrigation system operations, water delivery efficiency, asset management, automation, leak detection, maintenance practices, and technologies that reduce water loss, labor requirements, and operating expenses.
4. **WateReuse Symposium** – Supports ADC's recycled water and alternative water supply initiatives by providing training on water reuse technologies, permitting, regulations, and strategies to maximize water resources while reducing dependence on traditional supplies.
5. **National Farm to Cafeteria Conference** – Provides training on institutional food procurement, farm-to-school programs, local food purchasing strategies, aggregation models, and supply chain innovations that reduce food waste and improve market access for local producers.
6. **School Nutrition Association National Conference** – Connects ADC with school food service leaders and provides training on procurement strategies, food distribution systems, menu planning, and operational practices that increase local food utilization while improving efficiency and reducing costs.
7. **Specialty Food Association Summer Fancy Food Show** – Supports ADC's value-added food production initiatives through exposure to emerging food manufacturing technologies, packaging innovations, product development trends, waste reduction strategies, and market opportunities that can increase profitability and product value.

Participation in these Tier 1 conferences directly supports ADC's mission to strengthen agricultural infrastructure, increase local food production, expand market opportunities for farmers, improve water system management, reduce operational costs, minimize waste, and advance the State's food security and economic development objectives through the adoption of proven technologies and best practices.

Capital Improvement Project Requests

Improvements to existing projects property, deferred maintenance

Priority	Description	MOF	FY28	FY29	Justification
			\$	\$	
1	Reservoir 155 Lining Funding Gap, Kunia, Oahu	C	7,000,000	5,000,000	Public Safety & Legal: Failure to fund this item could result in significant fines and penalties associated with non-compliance under a legal settlement agreement and may place human lives at risk. Funding is needed for long overdue repairs to the Reservoir 155 lining required to bring the facility into compliance, as well as spillway upgrade design work requested by Dam Safety following impacts and risk concerns identified during the Kona storm event. The reservoir system is critical for public safety, wildfire response, and irrigation water delivery necessary to sustain and increase local food production.
2	Wahiawa Irrigation System Repairs, Oahu	C	8,000,000	11,000,000	Public Safety & Legal: Implementation of #2 Recommendations for Significant Immediate Repairs and in FY23 and Repairs for Active Components of the System in FY29
3	East Kauai Irrigation System Repairs	C	5,000,000	5,000,000	Repairs recommended in HDOA study
4	Monitoring equipment for all reservoirs	C	2,000,000	80,000	One each: Wahiawa (3), EKIS (2), Grove (2) @ \$40k/each
5	Improve Hanamaulu Ditch earthen tunnels, Lihue Kauai	C	350,000	-	The funding is needed to fulfill state mandates and ADC statute. Funding The funds will be used to address deferred repair and maintenance of the Hanamaulu earthen tunnels that supply irrigation water to the Lihue area agricultural operations. The tunnels have collapsed several times and are in need of improvements. The funds will be used to hire a consultant to plan, design, and construct a solution to protect the ditch from soil collapsing into and blocking the ditch. The likely solution will be to insert a large pipe to protect the water flow.

Improvements to existing projects property, deferred maintenance (continued)

Priority	Description	MOF	FY28	FY29	Justification
			\$	\$	
6	AAHOAKA Dam Improvements, Kalepa, Kauai	C	100,000	-	The dam improvements fulfill the ADC Statute of supporting the economic, environmental and social benefit for the people of Hawaii. Necessary to address dam safety violations in order to reclassify dam from jurisdictional to non-jurisdictional. Improvements required for Aahoaka Dam (clearing perimeter, staff gauge w/ real-time remote monitoring, and dam stability/hydrology analysis)
7	Deferred Maintenance Waiahole Gates	C	-	150,000	Repair gates for public safety
8	Demolition of four covered warehouses, Whitmore, Oahu	C	-	500,000	Demolition is required to store locally grown food to meet state mandates and institutional purchasing while abiding by food safety laws. Demolition of the buildings creates the space for cold storage rental units for increasing local food production for local people and grow local purchasing by institutional Prior projects involving these buildings revealed the presence of lead and asbestos in the paint. Additionally, loose roofing panels on the structures are a hazard to the local community. The demolition of four covered warehouses, one Quonset hut, and two derelict structures in Whitmore Village (WW-F, WW-G, WW-H, WW-I, WW-J, WW-K, WW-U) will remove the hazard from the state owned property and nearby community. The area will be used for agricultural product and business development which supports the state's goal to diversify the economy and increase local food production.
9	Install highway-grade railing at Maalo Rd overpass	C	100,000	-	The funding is necessary for public safety and fulfilling the ADC Statute of economic, environmental and social benefit of Hawaii's people. Current fencing is flimsy and rusting. Boulders along the edge could tumble down and damage vehicles passing along Maalo Rd
Total			22,550,000	21,730,000	

Improvements to existing projects

			FY28	FY29	
Priority	Description	MOF	\$	\$	Justification
1	Provide electrical power and data connection to Bot Well, pump and well facility. Galbraith, Oahu	C	125,000		The funding will directly affect local food production prices- lowering the cost to pump water lowers the costs passed onto local customers. The action enables ADC to fulfill it's mission of more local food for local people- creating cost savings for our local communities. The Bot Well pump facility provides water to the farm operations on 2,000+ acres of active farmland. The electrical power will enable the ADC to discontinue the use of diesel fuel to deliver water and will provide power and data for the security container installed on the site. The power and data connection will improve the safety and security conditions of the farmers, and ADC staff and contractors. The data connection will enable the ADC to improve the monitoring and operation of the water system equipment.
2	East Kauai Irrigation System (EKIS) Ditch Improvements	C	500,000		<p>Urgent Tunnel Vegetation Removal to Prevent Infrastructure Failure</p> <p>Immediate funding is required to remove vegetation and invasive root systems that are threatening the structural integrity of a critical irrigation tunnel. Failure to address these conditions could result in tunnel collapse, interruption of water service, significant repair costs, and risks to worker and public safety.</p> <p>This project is necessary to protect essential irrigation infrastructure, maintain reliable water delivery, and prevent the loss of agricultural production dependent on the system. Proactive removal of vegetation will reduce the risk of catastrophic failure, avoid emergency response costs, and ensure the continued operation of infrastructure that supports agricultural lands, food production, and the State's broader food security objectives.</p>
		Total	625,000	-	

New projects

Priority	Description	MOF	FY28	FY29	Justification
			\$	\$	
1	Design for new office space Oahu			\$250,000	Funding is requested to design office space that better supports employee recruitment, retention, productivity, and the operational needs of ADC's growing organization. The current office configuration no longer adequately accommodates staff, lacks sufficient meeting and collaboration space, and limits opportunities for employee engagement and efficient workflow.
2	Plans and designs for new warehouses in the Central Oahu Agricultural Center, Whitmore, Oahu	C	2,000,000	20,000,000	Funding is requested for the design of a cold storage warehouse in Central O'ahu to support local agricultural production, strengthen Hawai'i's food supply chain, and create a sustainable revenue-generating asset for ADC. The facility will address a critical shortage of cold storage capacity for farmers, food producers, distributors, and institutional purchasers while reducing post-harvest losses and improving market access for locally grown products.
3	Installation of Wildfire Monitoring & Detection system in Kekaha and Kalepa, Kauai	C	1,500,000	1,500,000	Funding is requested to install wildfire monitoring and detection systems in Kekaha and Kalepa to provide early identification of fire threats, improve emergency response times, and protect agricultural lands, irrigation infrastructure, natural resources, neighboring communities, and public safety. These areas have experienced elevated wildfire risk due to dry conditions, high winds, and large expanses of agricultural land.
4	Install pipeline from Upper Kapahi Reservoir to Hauiki Road, Lihue, Kauai	C	300,000		Funding is requested to install a pipeline from Upper Kapahi Reservoir to Hauiki Road in Lihue, Kaua'i, to improve water delivery reliability and expand access to irrigation water for agricultural lands. The project will enhance operational efficiency, reduce water losses, and support the continued development and productivity of agricultural operations in the area.
5	Design firm for the specifications, RFP, and analysis for hydroelectric power generation on ADC owned water systems, Central Oahu	C	1,500,000		Following a successful outcome from the National Laboratory of the Rockies, it is recommended that Cohort members procure a design firm for designing, executing & submitting an RFP.

New projects (continued)

Priority	Description	MOF	FY28	FY29	Justification
			\$	\$	
6	Plans, design, and construction drawings of Kalepa office and storage structure, Kalepa, Kauai	C		750,000	As ADC's responsibilities, staffing levels, and statewide initiatives continue to expand, investment in a workplace that supports organizational growth and effectively represents the agency to external stakeholders is essential to maintaining operational efficiency and achieving the corporation's mission.
7	Oahu-Build out of the FPIN/EPMF Concept, Central Oahu		60,000,000		Funding the Entrepreneurial Food Manufacturing Facility (EPMF) is critical in providing shelf stable food that insures food stability during natural disasters, displaces imported food, grow more local food to meet state mandates, but most importantly provides 6 months to 2 years of food security for Hawaii's people . The funds will be used for plans, designs, construction, and equipment to build the Food & Product Innovation Network / Entrepreneurial Product Innovation Center. As part of Hawaii's need to diversify the economy, the FPIN/EPIC project area will provide the infrastructure for Hawaii based businesses to create new products from agricultural products grown in Hawaii. Hawaii once was a major producer of agricultural products and exported products.
8	Concept Development & Design for FPIN/EPMF Hawaii Island		5,000,000	50,000,000	FY 28 Planning and Design FY 29 Construction of EPMF
9	FPIN/EPMF Maui		5,000,000	5,000,000	Land Acquisition; Design
10	Install HDPE pipe to reduce Kekaha Irrigation System water loss, Kekaha, Kauai		2,000,000		Eliminating this line item, eliminates the opportunity to meet state mandates for food security, and fueling the local economy through the 600 jobs of workers on Kauai who rely on the water to grow local food- meeting state mandates. The funds will be used to install HDPE state owned pipe to reduce or prevent system water loss caused by percolation and evaporation of irrigation water.

New projects (continued)

Priority	Description	MOF	FY28	FY29	Justification
			\$	\$	
11	Improve and Install HPDE lining on 14 existing small reservoirs, Kekaha, Kauai		630,000		Each of these reservoirs have been used over the past two years to fight devastating area wildfires. The reservoirs keep ag land in production, lowering fuel loads and increasing public safety. The lands in production meet state mandates and fulfill the ADC statute. The funds will be used to plan, design, construct and install equipment and materials to line small reservoirs in Kekaha, Kauai. The lining will greatly reduce the system loss of irrigation water. The liner will also allow for better management of the water resource.
12	Purchase of Dole Land			58,204,000	Acquisition of the Dole property would preserve 3,000 + acres of prime agriculture land in central Oahu.
Total			74,430,000	113,954,000	

Improvements to existing projects property, deferred maintenance

1

Reservoir 155 Lining Funding Gap, Kunia, Oahu				
	FY 2028	FY 2029	FY 2030	Totals
Land	-	-		-
Plans	500,000	-		500,000
Design	500,000	500,000		1,000,000
Construction	6,000,000	4,500,000		10,500,000
Equipment	-	-		-
				Project Total
Annual Expense	7,000,000	5,000,000	-	12,000,000

2

Wahiawa Irrigation System Repairs, Oahu				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	20,000	25,000		45,000
Design	60,000	75,000		135,000
Construction	7,800,000	10,750,000		18,550,000
Equipment	120,000	150,000		270,000
				Project Total
Annual Expense	8,000,000	11,000,000	-	19,000,000

3

East Kauai Irrigation System Repairs				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	100,000	100,000		200,000
Design	400,000	400,000		800,000
Construction	4,450,000	4,450,000		8,900,000
Equipment	50,000	50,000		100,000
				Project Total
Annual Expense	5,000,000	5,000,000	-	10,000,000

4

Monitoring equipment for all reservoirs				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans				-
Design				-
Construction	250,000	10,000		260,000
Equipment	1,750,000	70,000		1,820,000
				Project Total
Annual Expense	2,000,000	80,000	-	2,080,000

5

Improve Hanamaulu Ditch earthen tunnels, Lihue Kauai				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	10,000	-		10,000
Design	25,000	-		25,000
Construction	300,000	-		300,000
Equipment	15,000	-		15,000
				Project Total
Annual Expense	350,000	-	-	350,000

6

AAHOAKA Dam Improvements, Kalepa, Kauai				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans				-
Design	10,000			10,000
Construction	90,000			90,000
Equipment				-
				Project Total
Annual Expense	100,000	-	-	100,000

7

Deferred Maintenance Waiahole Gates				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans				-
Design		15,000		15,000
Construction		135,000		135,000
Equipment				-
				Project Total
Annual Expense	-	150,000	-	150,000

8

Demolition of four covered warehouses, Whitmore, Oahu				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans		50,000		50,000
Design				-
Construction		450,000		450,000
Equipment				-
				Project Total
Annual Expense	-	500,000	-	500,000

9

Install highway-grade railing at Maalo Rd overpass				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	5,000			5,000
Design	5,000			5,000
Construction	90,000			90,000
Equipment				-
				Project Total
Annual Expense	100,000	-	-	100,000

Improvements to existing projects

1

Provide electrical power and data connection to Bot Well, pump and well facility. Galbraith, Oahu				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	2,500			2,500
Design	12,500			12,500
Construction	110,000			110,000
Equipment				-
				Project Total
Annual Expense	125,000	-	-	125,000

2

East Kauai Irrigation System (EKIS) Ditch Improvements				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	15,000			15,000
Design	35,000			35,000
Construction	450,000			450,000
Equipment				-
				Project Total
Annual Expense	500,000	-	-	500,000

New projects

1

Design for new office space Oahu				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans		5,000		5,000
Design		10,000		10,000
Construction		35,000		35,000
Equipment		200,000		200,000
				Project Total
Annual Expense	-	250,000	-	250,000

2

Plans and designs for new warehouses in the Central Oahu Agricultural Center, Whitmore, Oahu				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	500,000			500,000
Design	1,500,000			1,500,000
Construction		15,000,000		15,000,000
Equipment		5,000,000		5,000,000
				Project Total
Annual Expense	2,000,000	20,000,000	-	22,000,000

3

Installation of Wildfire Monitoring & Detection system in Kekaha and Kalepa, Kauai				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	50,000	50,000		100,000
Design	75,000	75,000		150,000
Construction	1,000,000	1,000,000		2,000,000
Equipment	375,000	375,000		750,000
				Project Total
Annual Expense	1,500,000	1,500,000	-	3,000,000

4

Install pipeline from Upper Kapahi Reservoir to Hauiki Road, Lihue, Kauai				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	10,000	-		10,000
Design	20,000	-		20,000
Construction	250,000	-		250,000
Equipment	20,000	-		20,000
				Project Total
Annual Expense	300,000	-	-	300,000

5

Design firm for the specifications, RFP, and analysis for hydroelectric power generation on ADC owned water systems, Central Oahu

	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	400,000			400,000
Design	1,100,000			1,100,000
Construction				-
Equipment				-
				Project Total
Annual Expense	1,500,000	-	-	1,500,000

6

Plans, design, and construction drawings of Kalepa office and storage structure, Kalepa, Kauai

	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans		25,000		25,000
Design		125,000		125,000
Construction		100,000		100,000
Equipment		500,000		500,000
				Project Total
Annual Expense	-	750,000	-	750,000

7

Oahu-Build out of the FPIN/EPMF Concept, Central Oahu

	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans				-
Design				-
Construction	50,000,000			50,000,000
Equipment	10,000,000			10,000,000
				Project Total
Annual Expense	60,000,000	-	-	60,000,000

8

Concept Development & Design for FPIN/EPMF Hawaii Island				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	500,000			500,000
Design	4,500,000			4,500,000
Construction		45,000,000		45,000,000
Equipment		5,000,000		5,000,000
				Project Total
Annual Expense	5,000,000	50,000,000	-	55,000,000

9

FPIN/EPMF Maui				
	FY 2028	FY 2029	FY 2030	Totals
Land	5,000,000			5,000,000
Plans		100,000		100,000
Design		400,000		400,000
Construction		4,000,000		4,000,000
Equipment		500,000		500,000
				Project Total
Annual Expense	5,000,000	5,000,000	-	10,000,000

10

Install HDPE pipe to reduce Kekaha Irrigation System water loss, Kekaha, Kauai				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	20,000			20,000
Design				-
Construction	1,900,000			1,900,000
Equipment	80,000			80,000
				Project Total
Annual Expense	2,000,000	-	-	2,000,000

11

Improve and Install HPDE lining on 14 existing small reservoirs, Kekaha, Kauai				
	FY 2028	FY 2029	FY 2030	Totals
Land				-
Plans	30,000			30,000
Design	100,000			100,000
Construction	450,000			450,000
Equipment	50,000			50,000
				Project Total
Annual Expense	630,000	-	-	630,000

12

Purchase of Dole Land				
	FY 2028	FY 2029	FY 2030	Totals
Land		58,204,000		58,204,000
Plans				-
Design				-
Construction				-
Equipment				-
				Project Total
Annual Expense	-	58,204,000	-	58,204,000