Proposed Agenda for Water Carriers Working Group Subcommittee Meeting on Rates
Friday, February 12, 2021
8:30 – 10:00 a.m.
Virtual meeting via Teams

1. **Approve Agenda**

2. **Review Minutes from 01/29/2020 Subgroup Meeting** – 5 minutes (8:35)
   - Any corrections, additions, or deletions to prior meeting’s minutes

3. **Review Desired Futures, Supporting Forces, and Restraining Forces (Steve Hunt)** – 10 minutes (8:45)
   - Overarching guidance for subgroup decision-making on rates
   - Other suggestions to make sure Rates subgroup produces meaningful suggestions

4. **Presentation by YB (Chris Edwards, et al.)** – 30 minutes (9:15)
   - Rate history including PUC rate hikes not approved
   - Capital investment by YB
   - Operating losses sustained by YB
   - Other intra-state water carrier pricing (Matson, Pasha)

5. **Questions and Answers on YB Presentation** – 15 minutes (9:30)

6. **Decisions for Rate Setting** - 30 minutes (10:00)
   - Possibility to reinstate AFRA (or similar interim adjustment program) as a short-term solution that could be implemented now (low-hanging fruit)
   - LCL to remain regulated or deregulate and re-price at market
   - Price individual routes separately or price on the sustainability/profitability of an entire operation (i.e. standalone or subsidized model)
   - Maintain current weekly routes (Maui 3x, Kaua’i 2x, Kawaihae 2x, Hilo 2x, Moloka’i 2x, and Lāna’i 1x) or allow alternative route scheduling
   - Suggestions on Agricultural and Livestock pricing beyond the current 30% discount (subsidies, tax credits, higher prices for other cargo, etc.)

7. **Set Date and Time for Next Subgroup Meeting**