



**HAWAIIAN HOME LANDS**

HAWAIIAN HOMES COMMISSION • DEPARTMENT OF HAWAIIAN HOME LANDS

# **Maui Beneficiary Informational Meeting Proposed Kahikinui Wind Energy Project**

**Paukukalo Community Center  
Wailuku, Maui**

**Monday, July 13, 2015 • 6:30 pm–8:30 pm**

# Purpose of Tonight's Meeting

1. **Tonight—Staff and NextEra Representatives will provide information on the Kahikinui Wind Energy Project**
  2. **July 29-30 HHC Public Hearings at Paukukalo Community Center to hear comments on the Kahikinui Wind Energy Project from beneficiaries and the general public**
  3. **August 17-18 HHC Regular Meeting at the Lahaina Civic Center for decision-making on a General Lease (up to 25 years) and a Right-of-Entry Permit (up to 5 years) for the Kahikinui Wind Energy Project**
- \* Notes are being taken, but decision-makers are not present to hear testimonies; this meeting is meant to provide information to help you prepare comments for the Public Hearings.**



# **Agenda**

## **1. Purpose of Tonight's Meeting**

## **2. Background Information on Kahikinui**

- **The Moku of Kahikinui—the land**
- **Ka 'Ohana o Kahikinui—the people**

## **3. Background Information on the Proposed Wind Energy Project**

- **Chronology of Events**
- **Description of the Project**

## **4. Questions and Answers**

# The Moku of Kahikinui

- Kahikinui, translated as “Great Tahiti” is thought to be where original Polynesians first came ashore in Hawai‘i
- Moku comprised of 8 ahupua‘a, 23,000 acres is 75% of Hawaiian Home Lands on Maui
- ‘Aina Malo‘o—dryland cultivation
- Untouched by plantation agriculture and urbanization, archaeological sites are largely intact.



# **Ka 'Ohana o Kahikinui**

- **Kuleana Lease Program—75 lessees; 22 have constructed homes**
- **Community Management Responsibilities**
- **Energy Independent—over 20 years**
- **Developed own homes, water systems and roads**

## **Why is DHHL supporting development of a wind energy project at Kahikinui?**

- ✓ **Excellent wind resource**
- ✓ **Provides a revenue stream for the Hawaiian Home Lands Trust**
- ✓ **Develops an alternative renewable energy resource for Maui County**
- ✓ **Provides a financial resource for the impacted community at Kahikinui**



# Chronology of Events—Wind Energy Project

<b>Jan 13, 2013</b>	<b>HHC authorizes direct negotiations with potential renewable energy developers on Island of Maui</b>
<b>Jan 18, 2013</b>	<b>Legal notice requesting letters of interest to develop renewable energy projects at Kahikinui, Pulehunui, and/or Honokowai</b>
<b>Jan 31-Feb 4, 2013</b>	<b>Meetings held with homestead leaders</b>
<b>Feb. 1, 2013</b>	<b>11 Letters of Interest to develop solar, wind, and biofuel projects submitted for Kahikinui; 4 were wind projects.</b>
<b>Mar 20-21, 2013</b>	<b>HHC holds 2 public hearings on the development of renewable energy projects at Kahikinui, Pulehunui, and/or Honokowai. Attendees did not support development at Pulehunui and Honokowai but were open to options at Kahikinui as long as it directly benefitted Kahikinui lessees.</b>



# Chronology of Events—Wind Energy Project

<b>July 12, 2013</b>	<b>Public Utilities Commission (PUC) issued orders delaying HECO's issuance of the RFP for and delaying selection of developers</b>
<b>Nov 12, 2014</b>	<b>Four (4) wind proposals were evaluated by staff and energy experts. Two (2) top proposals were selected for further negotiations.</b>
<b>Jan 16, 2015</b>	<b>NextEra selected as the finalist for direct negotiations on the wind project</b>
	<b>For confidentiality purposes, some financial information cannot be shared; otherwise, when HECO's RFP is issued, other bidders will have advantage knowing what NextEra offered DHHL.</b>



## **NextEra's Selection**

- **Best offer in terms of Lease Rent**
- **Best offer of Community Benefits**
- **Project is NOT dependent on the undersea cable.**
- **Project will produce up to 60MW which will be used to meet Maui Island demand.**
- **Company was responsive to community recommendations to move turbines out of their viewplane to the east side of the parcel**

# **The Proposed Offer**

## **WHO:**

**Boulevard Associates, a Delaware LLC, an affiliate of NextEra Energy, Inc., a Florida corporation**

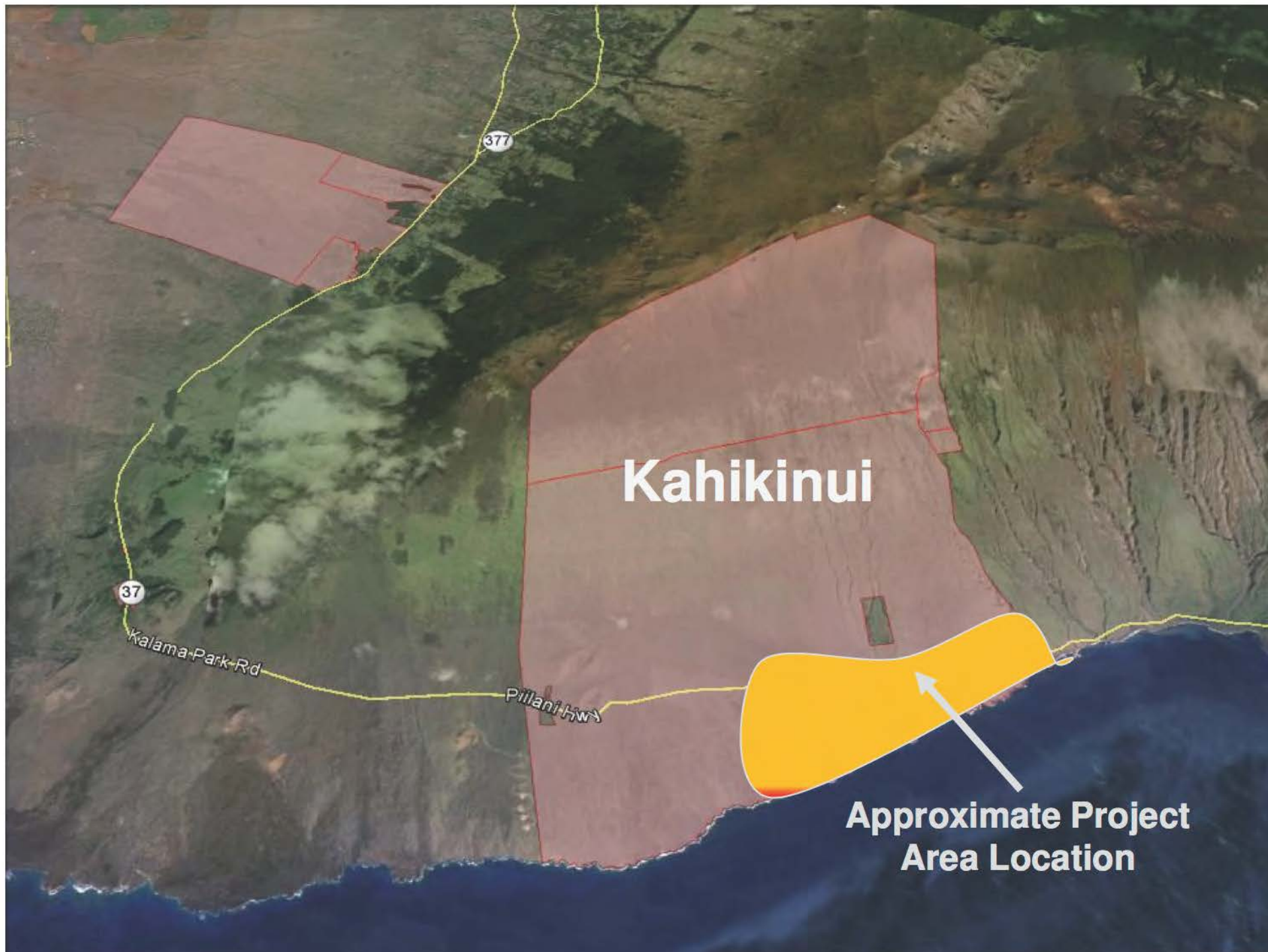
## **WHAT:**

- **Up to 60 MW wind energy project**
- **20 wind turbines that generate 3MW of energy**

## **WHERE:**

- **Southeastern portion of DHHL's land at Kahikinui (Manawainui ahupua'a)**
- **500 acres to be used during construction and as buffer area**
- **Only 30-acres will ultimately be used for roads and wind turbine pads**





**Kahikinui**

**Approximate Project  
Area Location**

# **The Proposed Offer (Cont'd)**

- **The exact location will be determined following due diligence work, including:**
  - ✓ **Wind analysis, from on-site monitoring equipment**
  - ✓ **Environmental studies**
  - ✓ **Engineering assessment, including drilling to evaluate soil and bedrock**
  - ✓ **Cultural/Archaeological studies to identify sensitive areas and sites to avoid**



## **The Proposed Offer (Cont'd)**

- **Community benefits package of minimum \$300,000/year will be finalized after PPA with electric company is executed**
- **Lease rent and community benefits depend on the price of energy that electric company buys from the wind project**
- **Price of energy and ultimate size of the project are unknown until the utility selects NextEra's wind project in a competitive process, and the PPA is finalized**

## **LAND DISPOSITION:**

- **Right-of-Entry (ROE)** at \$175,000 per year for 3 years to conduct due diligence work. Option to extend for two one-year periods at \$200,000 per year.
- **General Lease (GL)** for 20-years, to begin when the wind project can deliver power to the power grid. Option to extend for 5 years at the same lease rent. Lease rent figures will be finalized after a Power Purchase Agreement (PPA) is executed with electric company



## NEXT STEPS

<b>Tonight</b>	<b>Beneficiary Informational Meeting</b>
<b>July 14 - July 28</b>	<b>Prepare Testimony</b>
<b>July 29 or July 30</b>	<b>Testify at a Public Hearing at Paukukalo Community Center</b> July 29: 6:30 pm to 8:30 pm OR July 30: 10:00 am to Noon
<b>Aug 6</b>	<b>Deadline for Comments</b>
<b>Aug 17 – Aug 18</b>	<b>Decision-Making at the Hawaiian Homes Commission Meeting in Lahaina</b>



**Questions?**