

HAWAIIAN HOMES COMMISSION
Minutes of February 21-22, 2012
Meeting Held in Kapolei, O`ahu

Pursuant to proper call, the 624th Regular Meeting of the Hawaiian Homes Commission was held at the Department of Hawaiian Home Lands, 91-5420 Kapolei Parkway, Kapolei, Hawai`i, beginning at 9:50 a.m.

PRESENT Mr. Albert "Alapaki" Nahale-a, Chairman
Mr. Imaikalani Aiu, Commissioner, Kaua`i (arr 10:05 a.m.)
Mr. Perry O. Artates, Commissioner, Maui
Mr. J. Kama Hopkins, Commissioner, O`ahu
Mr. Michael P. Kahikina, Commissioner, O`ahu
Mr. Ian B. Lee Loy, Commissioner, East Hawai`i (arr 10:05 a.m.)
Mr. Henry K. Tancayo, Commissioner, Moloka`i
Mr. Renwick V.I. Tassill, Commissioner, O`ahu

EXCUSED Ms. Leimana DaMate, Commissioner, West Hawai`i

COUNSEL Deputy Attorney General Kalani Bush

STAFF Michelle Ka`uhane Deputy to the Chair
Wai`ale`ale Sarsona, Chief of Staff
Linda Chinn, Administrator, Land Management Division
Francis Apoliona, Compliance Officer
Darrell Yagodich, Administrator, Planning Office
Dean Oshiro, Acting Administrator, Homestead Services Division
Juan Garcia, Administrator, District Homestead Operations
Sandra Pfund, Administrator, Land Development Division
Kamana`o Mills, Special Assistant, Claims
Dre Kalili, Policy and Program Analyst
Kala Enos, Land Issues Officer
Carolyn Darr, Land Agent, Land Management Division
Kip Akana, Enforcement Officer
Paul Ah Yat, Hearings Officer Assistant
Julie Cachola, Planner, Planning Office
Kim Kai, Special Assistant, Office of the Chair
Todd Gray, Land Agent, Land Management Division
Kaleo Manuel, Planner, Planning Division
Gigi Cairel, Planner, Planning Division
Kalei Young, Supervising Land Agent, Land Management Division
Sharon Mendoza, Mortgage Loan Specialist, Homestead Services Division
Elaine Searle Secretary to the Commission

PULE & MELE Commissioner Kama Hopkins said Pule and sung "Hawai'i Pono'i"

AGENDA Commissioner Kama Hopkins moved, seconded by Commissioner Henry Tancayo, to approve the agenda. Motion carried unanimously.

MINUTES Commissioner Kama Hopkins moved, seconded by Commissioner Perry Artates, to approve the minutes of December 13-14 & 20, 2011, January 23-24, 2012 as circulated. Motion carried unanimously.

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

HAWAIIAN HOMES COMMISSION WORKSHOP/AGENDA
91-5420 Kapolei Parkway, Kapolei, O'ahu, Hawai'i
9:30 a.m., Monday, March 19, 2012 & 8:30 a.m., March 20, 2012

ORDER OF BUSINESS

Roll Call
Approval of Agenda
Approval of Minutes of February 21-22, 2012

A - WORKSHOP PRESENTATIONS

- A-1 Waimanalo Kupuna Hale Presented by Commission R. Tassill
- A-2 Update on the KIUC/HCDC PV Farm

B - PUBLIC TESTIMONY ON AGENDIZED ITEMS

C - OFFICE OF THE CHAIRMAN

- C-1 Strategic Goals and Objectives Progress Report
- C-2 Resolution No. 260 - Non Homesteading Leasing of Trust Lands
- C-3 OHA - DHHL Joint Resolution No. 261 on Ceded Lands
- C-4 HHC Ad Hoc Administrative Rules Committee Report

D - HOMESTEAD SERVICES DIVISION

- D-1 HSD Status Reports
 - Exhibits:
 - A - Homestead Lease and Application Totals and Monthly Activity Reports
 - B - Delinquency Report and Status of Contested Case Hearings
- D-2 ~~Deferred Sales Price Loans Program~~ (Deleted)
- D-3 Ratification of Loan Approval
- D-4 Approval of Consent to Mortgage
- D-5 Refinance of Loans
- D-6 Schedule of Loan Delinquency Contested Case Hearings
- D-7 Homestead Application Transfers / Cancellations
- D-8 Reinstatement of Deferred Applications
- D-9 Ratification of Designation of Successors to Leasehold Interest and Designation of Persons to Receive Net Proceeds

- D-10 Approval of Assignment of Leasehold Interest
- D-11 Approval of Amendment of Leasehold Interest
- D-12 Request to Schedule Contested Case Hearing - Lease Violations
- D-13 Cancellation of Lease - **Rebecca Niau and Jerry Kanahele**
- D-14 Request to Surrender Lease - **Roy Bumanglag (aka Roy Kalani Palama)**

F- LAND MANAGEMENT DIVISION

- F-1 Findings of No Significant Impact, Kekaha Community Enterprise Center, Kekaha, Kaua'i
- F-2 Preliminary Approval to Issue License, Aha Punānā Leo, Inc., Kalawahine, O'ahu
- F-3 Notices of Default and Revocations, Statewide
- F-4 Approval to the Issuance of a General Lease to Hawaiian Community Development Board and SolarCity, Kalaeloa, O'ahu

G - PLANNING OFFICE

- G-1 Approval of the Waimea Nui Regional Plan, March 2012
- G-2 Approval to Hire Independent Counsel to Assert Hawaiian Home Lands Water Rights

H - ADMINISTRATIVE SERVICES OFFICE

- H-1 Transfer of Hawaiian Home Receipts Money at the End of the Third Quarter, FY 2012

EXECUTIVE SESSION


The Commission anticipates convening in executive meeting Pursuant to Section 92-5(a)(4), HRS, to consult with its attorney on questions and issues pertaining to the Commission's powers, duties, privileges, immunities and liabilities on these matters.

1. Richard Nelson, III, Kaliko Chun et al. v HHC, Civil No. 09-1-161507
2. Kalima v SOH, DHHL, Civil No. 99-0-4771-12(EHH) (Class Action)
3. Petition for Certiorari to US Supreme Court, Corboy v Louie
4. Resolution of Property Tax Liability
5. Potential Conflicts of Interests of Commissioners Under HRS 84-14(a)
6. Defect of Title Claims
7. Regarding HRS 10-2-18, 10-2-19 & 10-2-20
8. Alternate Land Use for Pastoral & Agricultural Homestead Leases
9. Ceded Land Settlement Between SOH & OHA
10. Civil Union Law
11. Re: Hawaiian Homes Commission Act 208(5) - Conditions of Lease
12. Retaining of Private Counsel for HHC
13. Matter Relating to Puowaina Parcel, Papakolea, O'ahu

14. June Aina v Mark Development
15. Lono v Mark Development

ANNOUNCEMENTS AND ADJOURNMENT

1. Next Meeting – April 23-24, 2012, Kalama‘ula, Moloka‘i, Hawai‘i
2. Other Announcements
3. Adjournment


 Albert "Alapaki" Nahale-a, Chairman
Hawaiian Homes Commission

COMMISSION MEMBERS

Imaikalani P. Aiu, Kaua‘i
Perry O. Artates, Maui
Leimana DaMate, West Hawai‘i
J. "Kama" Hopkins, O‘ahu

Michael P. Kahikina, O‘ahu
Ian B. Lee Loy, East Hawai‘i
Henry K. Tancayo, Moloka‘i
Renwick V.I. Tassill, O‘ahu

The next community meeting will be held on Monday, April 23, 2012, 6:00 p.m., Lanikeha Community Center, Farrington Ave.(across Fire Station), Ho‘olehua, Moloka‘i.

Special Accommodations (such as Sign Language interpreter, large print, taped materials) can be provided, if requested at least five (5) working days before the scheduled meeting on the respective island by calling (808) 620-9590.

B - PUBLIC TESTIMONY ON AGENDIZED ITEMS

Re: Item No. C-1 - Resolution No. 261 in Support of the Ceded Lands Settlement - Testifier Kamaki Kanahele, Sovereign Council of Hawaiian Homes Assembly (SCHHA)

Kamaki Kanahele recommends delaying this resolution until consultation has been satisfied to meet with SCHHA representative, Robin Danner, OHA & DHHL administration to find solutions on how beneficiaries can play a role in this initiative. The SCHHA mounted a protest when former governor, Linda Lingle failed to provide community input regarding the settlement on the ceded lands. Today, SCHHA is working well with DHHL and OHA but finds there needs to be more deliberation on this issue. He is confident all three entities will come together as one.

Re: Item No. F-1 - Memorandum of Understanding (MOU) Between DHHL, Kamehameha Schools and Nanakuli Hawaiian Homestead Community Association - Testifier Kamaki Kanahele, (SCHHA)

According to SCHHA president, this project has been 15 years in the making. He recommends to the commission to approve this memorandum of understanding.

A - WORKSHOP PRESENTATIONS

Item No: A - 1

Subject: Native American Housing Assistance and Self-Determination Act (NAHASDA) and Native Hawaiian Housing Plan (NHH)P)

Deputy Michelle Ka'uhane presented a power-point slide of the NAHASDA Act which was:

1. Signed into law in 1996
2. Amended December 2000 to include Title VIII -
 - a) provide housing opportunities to Native Hawaiians to include Native Hawaiian Housing Block Grant Program (NHHBG),
 - b) Section 184A native Hawaiian Loan Guarantee Program - DHHL guarantees the loan under Section 184A
3. Summary of NAHASDA-
 - a) Streamline housing assistance to native Americans through HUD
 - b) Eliminated several programs and replaced with a block grant program;
 - c) Reform of Federal Government to meet trust responsibility to Native people
4. Strength of NAHASDA
Gives DHHL more responsibility to determine what types of services they offer, who they serve and how programs will be delivered
5. Native Hawaiian Housing Block Grant
 - a) Provides funding opportunities on Hawaiian home lands
 - b) Administered by HUD, Office of Native American Programs (ONAP)
 - c) DHHL is the sole recipient of these Block Grants
 - d) First funding year began in 2002

6. Breakdown of NHHBG funds received since 2002 at \$9.6 million to 2006 \$8.5 million have been expended. Remaining balances exist from 2007 to 2012. Total funding received to date is approximately \$120.5 million.

Note: (Commissioners I. Lee Loy and Imai Aiu are present).

7. Eligible uses of NHHBG Funds
 - a) available for housing activities for low income native Hawaiians (not exceeding 80% of the area of income) on Hawaiian home lands (income limits for each islands available for 2012)
 - b) Statues provide uses for rentals or home ownership
 - c) Community facilities serving income eligible native Hawaiians
8. NHHBG Requirements
 - a) Native Hawaiian Housing Plan - outlines use of funds
 - 1) Annual plan
 - 2) Five-year Plan beginning in July
 - b) Annual performance report is forwarded to HUD
9. DHHL Housing Plan - NHHP
 - a) Address current housing needs
 - b) Current activities
 - 1) site improvements for new subdivisions or construction
 - 2) financial assistance for acquisition of the new homes to the families in the form of a grant/loan and rehabilitation of existing homes
 - 3) homeownership counseling and technical assistance to beneficiaries
10. NAHASDA - Community Grants Program
 - a) Passed to sub-recipients through the grants program for housing related activities
 - b) community organizations, non-profit and for profit are eligible
 - c) grant proposal aligned with NHHP and \$1.5 - \$2 million is allocated for community grants program
11. Other Items to consider
 - a) Title VIII not re-authorized since 2005 - surviving on continuing resolution and Senator Inouye has made it possible to acquire funding
 - b) NAHASDA will need re-authorization in 2013 - Senator Inouye recommends working with tribes and to re-emphasize Title VIII to become inclusive
 - c) Congress is aware of unexpended funds. DHHL has 42 million in unexpended funds
12. Plan for unexpended NHHBG funds
 - a) Proposal to HUD to amend the Native Hawaiian Housing Plan to add two new activities
 - 1) acquisition of land and/or housing outside of the Trust
 - 2) capitalization of a revolving loan fund to address eligible beneficiary in achieving home ownership - to make loans more affordable and solution to ongoing contested cases
13. President Obama Proposed Budget FY 2013
 - a) proposes a 13 Million remain unchanged from FY 2012
 - b) proposes \$1 Million credit subsidy for Section 184A homes
 - 1) increase in 2012 budget due to carryover balance of \$386,000 from unused subsidies
 - 2) 1 Million credit subsidy represents approximately \$106 million in total mortgages

Q&A

1) Commissioner K. Hopkins asked if HUD notifies the lessee that the note has been paid off? No. The relationship is between the bank and the borrower; HUD is the third party, explained Deputy M. Ka`uhane. The department works with HUD and becomes the guarantor of the loan. Commissioner Hopkins learnt that lessees feel that once the note has been paid off, they are let off the hook and their responsibility ends. Deputy M. Ka`uhane clarified once the bank notifies the lessee of the situation, the lessee is then indebted to the department for the outstanding mortgage as the department cleared their debt with the bank.

2) Commissioner Hopkins raised a question on how the process works for NAHASDA's \$1.5 - 2 million dollar community grants. Deputy Ka`uhane said notices are posted on the website during a grant cycle. Applicants apply for grants requiring certain criteria. She listed some examples of where funding was dispersed: Nanakuli Housing; Self-Help Program - for maintenance of homes; Rehabilitation programs – to demolish and rebuild homes for families; HOAP - program to assist families with capital and programs to convert to solar water heaters.

3) Commissioner K. Hopkins asked whether the department considered matching funds to offer a bigger pool of grant funding for homesteaders to apply. The match is not a requirement of the NAHASDA legislation, said Deputy Ka`uhane, but those who have it can leverage NAHASDA monies. Community grants are also available which could provide adequate funding. Chairman Nahale-a iterated that NAHASDA funding is very strict. Unexpended NAHASDA funds are not because the department is not utilizing these funds, noted Deputy Ka`uhane, instead it is how monies are being processed. Using the money for infrastructure in the ground may create unavoidable hindrances such as "iwi" in the land or "birds". Construction has to stop to address various situations which may prolong NAHASDA monies from being expended.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Lee Loy to convene with Item No. F-1. Motion carried unanimously.

ITEM NO: F-1

SUBJECT: Memorandum of Understanding (MOU) Between the Department of Hawaiian Home Lands, Kamehameha Schools and Nanakuli Hawaiian Homestead Community Association, Nanakuli, O`ahu

MOTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Lee Loy.

DISCUSSION

According to Land Administrator Linda Chinn, License Agreement No. 281 was issued to Nanakuli Hawaiian Homestead Community Association for a community commercial project on a 11.98 parcel issued originally in February 2004. The License was reissued in January 2008 to

convert the 20 year licensing to a 65 year general lease to obtain financing. The project is divided into four units. Kamehameha Schools is being issued a general lease to develop the community center portion.

Kali Watson commented that this project has been out to bid and he would welcome any assistance from the department in moving this project along. He claims that funds were generated for the project through the efforts of Mike Kahikina and the legislature. He prefers having these funds reallocated to assist in building a pathway to the Cope Center.

ACTION

Motion approved unanimously.

NOTE: Due to flight delays from neighboring islands, Chairman Nahale-a is providing Ms. Blossom Feiteira an opportunity to address the commission in the public testimony forum.

PUBLIC TESTIMONY ON AGENDIZED ITEMS

Item No. C-3 - Policy Development for Amendments to HAR Title 10 - "One Chance"
Testifier: Blossom Feiteira, Association of Hawaiian Home Lands

Ms. Feiteira articulated she understands the department's responsibility to meet the needs of the beneficiary on the waitlist. However, to restrict an applicant "one opportunity" to be on the waitlist is poor and unacceptable. She feels the policy will penalize those on the waitlist. Ms. Feiteira shared an example of a lessee who accepted a lot and transferred it to a child. She questions why that individual is restricted from reapplying again. She is appealing the commission to defer this item.

ITEM NO: F-3

SUBJECT: Issuance of Request of Entry (ROE) Permit, USDA, Keaukaha, Hawai'i

MOTION/ACTION

Moved by Commissioner H. Tancayo, seconded by Commissioner K. Hopkins.

DISCUSSION

This recommendation will allow the Department of Agriculture (DOA) to access the pond and observe and control wildlife that interfering with planes landing at Hilo International Airport, emphasized Land Management Administrator Linda Chinn. Terrence Noda, USDA biologist is present to address any questions. Commissioner I. Lee Loy inquired whether there would be the removal of any animals and by what method. A variety of methods will be incorporated to include shooting air guns, explained Mr. Noda. Commissioner I. Lee Loy suggested Mr. Noda

inform the Keaukaha Homestead community president on the date of these events. Ms. Chinn confirmed arrangements are in place to advise the Hilo District Office when these events will transpire.

ACTION

Motion carried unanimously.

ITEM NO: F-6

SUBJECT: Assignment of Partial Interest, License Agreement No. 372, Waimana Enterprises, Inc./ Eligible Telecommunications Carrier Designation, Ka Makani, LLC

CORRECTION TO RECOMMENDATION

Land Management Administrator Linda Chinn corrected Item No. 2, page 1 which should state "Designation of Pa Makani LLC dba Sandwich Isles Wireless as an Eligible Telecommunications Carrier (ETC) under the Telecommunications Act of 1996 and Section 214 of the ~~Hawaiian Homes Commission Act~~ **Telecommunications Act of 1996**.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Aiu to adjourn to Executive Session to consult with its attorney on this matter. Motion carried unanimously.

RECESS: 10:45 A.M.

RECONVENE: 11:00 A.M.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Aiu to reconvene in regular meeting. Motion carried unanimously.

ITEM NO. F-6 (cont)

SUBJECT: Assignment of Partial Interest, License Agreement No. 372, Waimana Ent. Eligible Telecommunications Carrier Designation, Ka Makani, LLC

AMENDED MOTION/ACTION

Moved by Commissioner M. Kahikina, seconded by Commissioner P. Artates to strike Item No. # 3 from this submittal.

DISCUSSION

Chair Nahale-a posed a question to Sandwich Isles owner Al Hee if SIC services any customers outside of Hawaiian Home Lands to which Mr. Hee answered "no". He further inquired if this should happen, would the department be in a position to renegotiate the license with SIC? Mr. Hee confirmed it with a "yes." Verifying these two simple things handles all the questions and concerns of the department, noted Chair Nahale-a. The current license is all about extension of structure. Going into the wireless deal is harder to track as to who is "on" or "off." With that understanding, the focus of this issue, pertaining to the infrastructure, is to assure that the needs of the Hawaiian homestead communities are met. Addressing these two items strengthens the submittal and allows the work to be completed, noted Chair Nahale-a.

ACTION

Motion carried unanimously.

DISCUSSION

Commissioner I. Aiu thanked Mr. Hee for his patience in allowing the department to go beyond the paperwork. Commissioner P. Artates acknowledged SIC employees who have responded promptly to service the areas in rural Kahikinui/Waiohuli Maui. Chair Nahale-a learned that lines going into the tower are of high standard allowing top-notch wireless to homesteaders. Mr. Hee thanked the commission for taking this action and for completing what needed to be done.

ACTION

Motion carried unanimously.

ITEM NO: F-2

SUBJECT: Issuance of License, Na Kupa`a O Kuhio, Kealakehe, Hawai`i

RECOMMENDATION

Approve issuance of a Non-Exclusive and benefit license to Na Kupa`a O Kuhio, a non-profit corporation, for the development of a water and wastewater project on Village 4 in Kona, subject to conditions as listed.

MOTION/ACTION

Moved by Commissioner H. Tancayo, seconded by Commissioner P. Artates. Motion carried unanimously.

ITEM NO: F-4

SUBJECT: Ratification of Consents and Approvals by Chairman, Hawaiian Homes Commission

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner K. Hopkins. Motion carried unanimously.

ITEM NO: F-5

SUBJECT: Notices of Default and Revocations, Statewide

MOTION/ACTION

None. There was not report submitted.

ITEM NO: F-7

SUBJECT: Approval for a Global Renewable Energy Request for Proposals (RFP), Statewide

RECOMMENDATION

Authorization to allow the following:

- 1) Advertise the request for proposals for Hawaiian Home Lands (HHL) throughout the State of Hawai'i with requirements that proposed projects shall produce alternative energy of any type and reduce the State's reliance on fossil fuels;
- 2) To expend budgeted funds for the purpose of conducting appraisal reports, if necessary, on the parcels of HHL that is designated for renewable energy development;
- 3) To retain outside legal counsel, if necessary, for the purpose of lease negotiations to establish the final terms and conditions of the lease agreement;
- 4) Chairman shall be authorized to implement a process for selecting potential developers interested in using all or part of HHL statewide;
- 5) Chairman shall be authorized to negotiate all the terms and conditions of the lease for potential developers, including, but not limited to the term of the general lease, the size of the leased premises, rental and commencement date, subject to a final ratification of the negotiated agreement by the HHC.

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner I. Lee Loy.

DISCUSSION

There are daily inquiries for RFP's statewide, for various projects and it is timely in offering lands suitable for alternative energy, stated Land Management Administrator Linda Chinn. By statute, the department is able to negotiate directly. Chair Nahale-a recommended initial conversations be addressed in executive session. Commissioner K. Hopkins recommends deferring this matter until reviewed by the Alternative Energy Ad Hoc committee. Chair Nahale-a agrees with a deferral. Commissioner I. Lee Loy supports deferral. The department is attempting to develop a comprehensive policy while people demonstrate their frustration with the lack of a clear policy. Commissioner R. Tassill favors deferral.

AMENDED MOTION/ACTION

Moved by Commissioner I. Lee Loy to defer discussion on this matter until after Item No. G-3, seconded by Commissioner K. Hopkins. Motion carried unanimously.

C - OFFICE OF THE CHAIRMAN

ITEM NO: C-1

SUBJECT: Resolution to Support OHA Ceded Land Settlement

MOTION

Moved by Commissioner I. Lee Loy, seconded by Commissioner K. Hopkins.

DISCUSSION

This resolution appeared in the agenda due to the possibility of it coming before the State Legislature. There was a need to provide something on record, stated Chair Nahale-a. In the meantime, the department will continue to collaborate with OHA (Office of Hawaiian Affairs) to address this issue. Both Chair Nahale-a and OHA Chair Trustee Colette Machado, are in support of a deferral. A March meeting is being scheduled to plan for revisions. A presentation was held with homestead leadership last week on O`ahu to update everyone. Commissioner I. Lee Loy praised the collaboration of these two entities moving forward together. Chair Machado stated we will continue to "build one pohaku at a time" to serve those beneficiaries with 50% native Hawaiian blood quantum and those less than 50% native Hawaiian blood quantum. Commissioner R. Tassill proposed adding Kamehameha Schools as a third entity due to its educational role in our Hawaiian community.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Lee Loy to defer. Motion carried unanimously.

ITEM NO: C-2

SUBJECT: Approval of Amendments to the Native Hawaiian Housing Plan

RECOMMENDATION

Approval to amendments to Native Hawaiian Housing Plan (NHHP) to include 1) Acquisition of land and/or housing to put into the trust. 2) Create a revolving loan fund in the amount of \$10 million dollars.

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner M. Kahikina. Motion carried unanimously.

DISCUSSION

Commission M. Kahikina requested confirmation that these loans apply only to those lessees that are 80% of area median income. Deputy Ka`uhane verified that all NAHASDA funds are utilized for income eligible families. Currently, the department has been utilizing these funds for down payment assistance or grants that buy down the amount so families can qualify for the sales price of the home. This allows the department to create a loan to fit the income of these families. Unfortunately, the turn-key homes are still out of reach for many families.

Commissioner M. Kahikina inquired if there is assistance for the working families? According to Deputy Ka`uhane, the NAHASDA funds specifically address those families that meet the income criteria. The Trust funds are limited and are currently being used for buy-back of loans.

The two proposals were deemed acceptable to HUD representative Roger Boyd when presented in Washington D.C. earlier this month, said Chief of Staff W. Sarsona. He was impressed with the creative methods DHHL applied to the revolving door fund. HUD suggested the department consider a native federal loan fund called CDFI (Community Development Financial Institute). HUD has offered to provide assistance to implement this plan. The updated report shows the NHHBG from 2007 is "zeroed out" and an additional \$15 million of unexpended funds in 2008 & 2009. These funds will need to be expended in a timely manner. Perhaps investing it in a CDFI funding would help.

Deputy M. Ka`uhane addressed Commissioner M. Kahikina's concerns of those families who are not NAHASDA eligible. By creating an in-house loan fund, only eligible NAHASDA families can be served. An investment into a CDFI would allow them to acquire capital from other foundations which may not have certain restrictions and further, it would allow the department to meet its obligation to expend funds.

Commissioner K. Hopkins inquired how much is being set aside for acquiring property. According to Deputy M. Ka`uhane, budgets are available from 2010 - 2011 for \$12.5 million and \$13 million in 2012 for development purposes. Once commission takes action on potential parcels, a dollar amount can be determined and placed into the plan. Chair Nahale-a added that part of the proposal is planning to rework the NAHASDA budget.

Commissioner K. Hopkins is comfortable with Chair and staff doing its due diligence, however he prefers the commission have informational discussions prior to acquiring the property. Chair Nahale-a would entertain a motion to amend the proposal to read **"to authorize the Chairman to negotiate such transactions for the approval by the commission"**

AMENDED MOTION

Moved by Commissioner M. Kahikina, seconded by Commissioner K. Hopkins. Motion carried unanimously.

DISCUSSION

Commissioner M. Kahikina inquired whether alternative energy could utilize these funds. Once the funds are created, the commission can determine what products it will cover, claimed Deputy M. Kahikina. At this point, the department is interested in capitalizing the fund. Once these funds are designated for a particular product, such as for revolving loan funds, they are considered expended. If the revolving loan fund is held in-house, those funds are not expended until the family's loan gets funded. Deputy M. Ka`uhane articulated the department needs to be aggressive on where those monies will be allocated. When applying for reauthorization, the department wants coffers to be empty to allow for further funding.

Deputy M. Ka`uhane re-emphasized that the funding in each of the NHHP plans has been allocated by budget year on what it can be spent on. It doesn't always get spent within that timeframe. Based on the current environment in Congress, it's impossible to request new funds if other funds haven't been exhausted.

ACTION

Motion carried unanimously.

COMMENT

Chairman expressed his mahalo to Deputy M. Ka`uhane and Chief of Staff W. Sarsona for the impact generated on this project and their commitment to meet with federal agencies in Washington D.C.

ITEM NO: C-3

**SUBJECT: Policy Development for Amendments to HAR Title 10 - Treatment of
Previous Lessees**

RECOMMENDATION

That the Hawaiian Homes Commission set a policy based on a recommendation from the Hawaiian homes Commission Ad Hoc committee on Administration Rules to:

- 1) Clarify how many times a native Hawaiian may submit an application for each type of homestead lease, and;
- 2) Clarify that the following applicants not be treated as a previous lessee: applicants who have succeeded to a deceased family member's application.

MOTION

Moved by Commissioner H. Tancayo, seconded by Commissioner K. Hopkins.

DISCUSSION

According to Commissioner I. Aiu both Items C-3 & C-4 were closely related in the Ad Hoc's discussions in the matter. Through discussions, it was determined that once a lessee has a lease, that is his/her award (one time) to then reach out to the broad population as possible. He can understand what Blossom Feiteira meant in punishing the Hawaiian who has the means to re-apply after handing over his lease to another qualified Hawaiian. Strategically, we want to serve the Hawaiian who doesn't have the means rather than serve the one who does have the means. That is what the Ad Hoc committee wants to accomplish.

AMENDED MOTION

Moved by Commissioner R. Tassill wants to clarify this is to be the recommendation in the report, seconded by Commissioner K. Hopkins

DISCUSSION

Commissioner R. Tassill claims that anything beyond two times indicates "you are in the wrong business" by selling the lease to make a profit. That's his reason for recommending "one chance." Chair Nahale-a clarified this issue came about because lessees are selling their leases.

CNHA President Robin Danner indicated there are those in the community that know this issue better than anyone else. She recommends having the community become part of this decision-making process. She recommends studying how native American Indians deal with successorships and how ranches and property are handed down from generation to generation. We, as a people, need to understand the land trust and how to secure the land for a permanent resolution. Ms. Danner offered to work with Dre Kalili in formulating a plan.

Blossom Feiteira echoed similar sentiments as Ms. Danner. She believes the way the department handles the leases is not conducive to family situations. A large majority of the problem is not about people selling their leases, it's about "a family member helping another family member." She doesn't believe the sale of leases happens enough to validate the policy change. Ms. Feiteira volunteered her services to address this matter.

President Homelani Schaedel, Malu`ohai Homestead Community gave an example of lessees profiting in her community. Two self-help homes were built in her area, both cost \$70,000 and one sold for over \$240,000. She believes the lessee who sold his lease should have reimbursed the department for infrastructure costs so the monies could be placed back into the trust to help others. Many of the undivided interest lessees have placed their lots up for sale. She believes there should be further conversation on this subject.

Commissioner I. Lee Loy says this particular item may be one for review with members and community leaders prior to approval. Chair Nahale-a stated there are some rules which have been approved without opposition, however, he feels there needs to be more dialog on this matter before finalizing this policy. Commissioner I. Aiu reiterated the issue was too complicated a matter to codify comprehensively into rules and the situations brought up by testimony don't match up with every situation. In light of other testimony, he supports the very clear policy that says "one time." Commissioner M. Kahikina supports deferral and testimony addressed today. Chair Nahale-a added if we start to provide real solutions to everybody, there is no need to do this kind of trickery of selling leases. He supports Commissioner's Aiu stand unless someone comes up with a better solution. Chair called for the amended motion to defer.

AMENDED MOTION

Moved by Commissioner R. Tassill, seconded by Commissioner I. Aiu to defer

ACTION

Motion carried unanimously.

COMMENT

Commissioner K. Hopkins extended a mahalo to Dre Kalili for the many hours spent in formulating and putting together this submittal.

ITEM NO: C-4

SUBJECT: Policy Development for Amendments to HAR Title 10 - "One Chance"

MOTION

Chair Nahale-a moved to defer this matter.

ITEM NO: C-5

SUBJECT: Hawaiian Homes Trust Grants Program

RECOMMENDATION

- 1) Authorize Chairman of HHL to negotiate and consummate the potential acquisition of Lots in the Ke Ola O Poka`i Bay Development, Waianae, O`ahu from Central Pacific Bank or its agent and other properties should they become available in other areas.
- 2) Authorize the department to amend its existing budget to include a line item for acquisition of property and performance of due diligence.
- 3) Authorize the use of trust dollars or Native Hawaiian Housing Block Grant (NHHBG) funds for the acquisition of the real properties.

MOTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Aiu.

AMENDED MOTION

Moved by Commissioner M. Kahikina, seconded by Commissioner I. Aiu to adjourn to Executive Session to discuss with its attorney on matters pertaining to this issue. Motion carried unanimously.

RECESS: 12:25 P.M.

RECONVENE: 12:45 P.M.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Aiu to reconvene to regular meeting and continue with Item C-5. Motion carried unanimously.

Item No. C-5 (cont)

SUBJECT: Hawaiian Homes Trust Grants Program

DISCUSSION

Commissioner K. Hopkins supports action to approve Item C-5 and requests that the Chairman be given the authority with regard to discussion and parameters in executive session. Chair Nahale-a re-clarified these same comments. This opportunity to acquire lots will be a significant savings on what we normally pay in structure especially in an area on O`ahu which

has the highest number on the residential waitlist. The proposal we are seeking addresses all of these, communicated Chair Nahale-a.

ACTION

Motion carried unanimously

ITEM NO: C-6

SUBJECT: Hawaiian Homes Trust Grants Program

MOTION/ACTION

None. For Information Only.

DISCUSSION

In January 24, 2012, the commission ended the Kulia I Ka Nu`u Program and established the Hawaiian Home Lands Trust Grants Program of which a grant application is attached, noted Chief of Staff, W. Sarsona. The first round of grants is due Monday, April 2, 2012. This particular grant funding provides a broader base and less restrictive. Those newer communities which have never applied or received funding from the department will be given a few extra points for being an applicant, subject to Chairman's approval. The department will ensure it falls in line with the Native Hawaiian Development Plan. Commissioner K. Hopkins inquired how many grants are still outstanding where monies have not been released. There are approximately 16 grants in a variety of levels, explained Chief of Staff W. Sarsona. Approximately 20 have been closed out and some community associations have satisfied their reporting requirements. The department is working on extension requests from DAGS. Commissioner K. Hopkins congratulated staff for the efforts being made.

D - HOMESTEAD SERVICES DIVISION

ITEM NO: D-1

SUBJECT: HSD Status Reports

MOTION/ACTION

None, for information only.

- A - Homestead lease and Application Totals and Monthly Activity Reports
- B - Delinquency Report and Status of Contested Case Hearings
- C - DHHL Guarantees for USDA - Rural Development Mortgage Loans
- D - DHHL Guarantees for FHA Construction Loans

ITEM NO: D-2

SUBJECT: Approval of Consent to Mortgage

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner P. Artates. Motion carried unanimously.

ITEM NO: D-3

SUBJECT: Refinance of Loans

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner H. Tancayo. Motion carried unanimously.

ITEM NO: D-4

SUBJECT: Schedule of Loan Delinquency Contested Case Hearings

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner H. Tancayo. Motion carried unanimously.

ITEM NO: D-5

SUBJECT: Homestead Application Transfers / Cancellations

MOTION/ACTION

Moved by Commissioner H. Tancayo, seconded by Commissioner K. Hopkins. Motion carried unanimously.

ITEM NO: D-6

SUBJECT: Reinstatement of Deferred Applications

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner K. Hopkins. Motion carried unanimously.

ITEM NO: D-7

SUBJECT: Commission Designation of Successor to Application Rights - Public Notice 2012

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner I. Lee Loy. Motion carried unanimously.

ITEM NO: D-8

SUBJECT: Ratification of Designation of Successors to Leasehold Interest and Designation of Persons to Receive Net Proceeds

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner M. Kahikina. Motion carried unanimously.

ITEM NO: D-9

SUBJECT: Approval of Assignment of Leasehold Interest

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner M. Kahikina. Motion carried unanimously.

ITEM NO: D-10

SUBJECT: Approval of Amendment of Leasehold Interest

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner H. Tancayo. Motion carried unanimously.

ITEM NO: D-11

SUBJECT: Request to Schedule Contested Hearing - Lease Violations

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner H. Tancayo. Motion carried unanimously.

ITEM NO: D-12

SUBJECT: Commission Designation of Successor - James Akoni, Jr. and John K. Akoni

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner M. Kahikina. Motion carried unanimously.

ITEM NO: G-1

SUBJECT: Land Use Amendment to Anahola Town Center Plan, Anahola, Kaua`i

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner, I Aiu.

DISCUSSION

A beneficiary consultation was held with the community and no comments addressed the location of the Anahola Town Center, noted Planning Administrator Darrell Yagodich. One of the changes made to the previous plan was the assisted-living project and commercial area. Chair Nahale-a stated the energy project was initially further back off the roadway, but now it's up front near the road. Commissioner I. Aiu claims most people in the community favored the idea but were concerned about its execution with the parties involved. Chair Nahale-a pointed out a similar situation happened with the Kamoleau project in Panaewa where the plan that was drafted couldn't get funded. How long does one wait before it materializes? All in all, it's tough work. Commissioner I. Lee Loy suggested visiting Kamoleau and see where the commission can assist in moving it forward. Commissioner I. Aiu brought up a point on how closely does one need to follow a plan and its execution as no planner has an absolute answer. He supports the decision to move forward. At one point in the process, the department could have had one area zoned industrial and another agriculture which could have generated a higher rate of return, claimed Chair Nahale-a. He recommends not down zoning parcels for the best return.

ACTION

Motion carried unanimously.

ITEM NO: G-2

SUBJECT: Land Use Amendment to Maui Island Plan, Pulehunui (Pu`unene), Maui

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner M. Kahikina. Motion carried unanimously

DISCUSSION

The department has engaged in conversation with DLNR and Public Safety regarding the Maui Jail being planned in Pu`unene, Maui. With outside investors, it will alleviate the burden of infrastructure costs for the department in the development of its parcel. This development plays a large strategic interest for the department and improves the value of our parcel. Not to shy away from it, but many of our native Hawaiians are incarcerated in prisons away from home. This would provide a place for them near home. Commissioner R. Tassill concurs we need to bring our native Hawaiians back to our culture and a place of pu`uhonua (place of refuge). The community is very interested in the agriculture portion to include a smaller portion for commercial use, added D. Yagodich.

ACTION

Motion carried unanimously.

ITEM NO: G-3

SUBJECT: Designating the Chairman as "Declarant", Homestead Associations with (DCCR) Declaration of Covenants, Conditions and Restrictions

RECOMMENDATION

Authorize the Chairman to act and serve as "Declarant" as defined in the recorded Declaration of Covenants, Conditions and Restrictions (DCCR's) on Kānāwai attached to certain lands that were developed for homestead residential communities.

MOTION

Moved by Commissioner P. Artates, seconded by H. Tancayo.

ACTION

Motion carried unanimously

J - GENERAL AGENDA

ITEM NO: J-2

SUBJECT: Request to Address the Commission – Kilauea Wilson

MOTION/ACTION

None, for information only.

DISCUSSION

Mr. Kilauea Wilson appeared before the commission to appeal its decision to cancel his in-law's lease due to a delinquency he was unaware of. The lease has been in the family for a number of years and he would like to clear the delinquency for them. He realizes time is of the essence and is unfamiliar with department procedures. Chair Nahale-a expressed empathy for the unfortunate situation and recommends he speak to a commissioner in his area. Chair Nahale-a explained to Mr. Wilson the commission is limited to formulating an opinion or decision in this format.

ITEM NO: J-3

SUBJECT: Request to Address the Commission – William Kaholoaa

MOTION/ACTION

None. For Information Only.

Mr. Kaholoaa failed to appear before the commission due to transportation problems. Chair Nahale-a encouraged that Mr. Kaholoaa work with Halealoha Ayau at the Moloka'i District office.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Lee Loy to adjourn to Executive Session to consult with its attorney on the issue of powers and liabilities pertaining to Item No. F-7. Motion carried unanimously.

RECESS: 1:25 P.M.

RECONVENE 1:50 P.M.

MOTION/ACTION

Moved by Commissioner R Tassill, seconded by Commissioner K. Hopkins to reconvene to regular meeting. Motion carried unanimously.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Aiu to defer Item No. F-7. Motion carried unanimously.

ITEM NO. J-1

SUBJECT: Request to Address Commission - Stacy Crivello, Kalamaula Homestead Assn

COMMENT

Chair Nahale-a explained to Ms. Crivello that due to the Sunshine Law, the commission can listen to her presentation but is unable to render a decision on the "J" agenda items.

MOTION

None. For Information Only.

DISCUSSION

Homesteader Stacy Crivello, Kiowea Park Ad Hoc Committee Chair for Kalama`ula Homestead Community Association addressed the commission regarding Kioweo Park on Moloka`i. In addition to Ms. Crivello, Mr. Luigi Manera, Architecture and Richard Nigrillo, committee member accompanied her from Moloka`i. Ms. Crivello provided an update of their efforts to manage Kiowea Park. They received the lease in 2011. Ms. Crivello provided a packet of information about Kiowea Park, also called "Coconut Grove." The intent is to replace the current pavilion with a new one while continuing to utilize the current pavilion. This is a community based project with financial support from OHA and support from DHHL's Planning Division. It's been a vision for 12 years and the community is excited in pursuing the permitting process.

Chair Nahale-a asked Deputy A.G. Kalani Bush to provide to the commission rules governing the restriction to dialogue with presenters.

RECESS 2:00 P.M.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I. Aiu to adjourn in Executive Session. Motion carried unanimously.

EXECUTIVE SESSION

The Commission convened in Executive Session Pursuant to Section 92-5 (a), HRS, to consult with its attorney on questions and issues pertaining to the Commission's powers, duties, privileges, immunities and liabilities.

1. Petition of Certiorari to US Supreme Court, Corboy v Louie
2. Proposed Resolution of Property Tax Liability
3. Defect of Title Claims
4. June Aina v Mark Development
5. Alternate Land Use for Pastoral and Agricultural Homestead Leases
6. Hiring Private Council for HHC and Trust
7. General Leasing Policy
8. Contested Case Hearings Using Video Conference Technology

RECESS 3:30 P.M.

Moved by Commissioner I. Aiu, seconded by Commissioner I. Aiu, seconded by Commissioner K. Hopkins to reconvene in Executive Session tomorrow, February 22, 2012 at 8:30 A.M.
Motion carried unanimously.

DEPARTMENT OF HAWAIIAN HOME LANDS
Minutes of February 22, 2012
Meeting Held in Kapolei, O`ahu

RECONVENE: 8:30 a.m.

MOTION/ACTION

Moved by Commissioner R. Tassill, seconded by Commissioner K. Hopkins to continue in Executive Session. Motion carried unanimously.

MOTION/ACTION

Moved by Commissioner H. Tancayo, seconded by Commissioner K. Hopkins to reconvene in regular meeting. Motion carried unanimously.

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner I Aiu to adjourn the regular meeting. Motion carried unanimously.

ADJOURNMENT 9:38 A.M.

ANNOUNCEMENTS AND ADJOURNMENT

NEXT MEETING

March 19, 2012, Kapolei, O`ahu


ANNOUNCEMENTS

The next community meeting will be held March 19, 2012, at
Kapolei High School, 91-5007 Kapolei Parkway, Kapolei, O`ahu

ADJOURNMENT

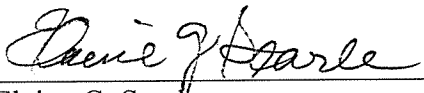
9:38 A.M.

Respectfully submitted:



Albert P. Nahale-a, Chairman
Hawaiian Homes Commission

Prepared by:



Elaine G. Searle
Secretary to the Commission

APPROVED BY:
The Hawaiian Homes Commission
At Its Regular Monthly Meeting Of
March 19, 2012



Albert "Alapaki" Nahale-a, Chairman
Hawaiian Homes Commission

HAWAIIAN HOMES COMMISSION

SIGN IN SHEET

TESTIMONY

Date & Time: FEB 21 2012

Re: _____

Location: Kapolei - DHHL

FULL NAME (PLEASE SIGN)	ADDRESS (STREET, CITY, ZIP)	Reference ITEM NO.	TELEPHONE
1. Terrence Noda Zia	PO Box 442503 Keanu HI 96749	F-3	- - -
2. Kamaki Kamehoha		# - 1, C-1	
3.			
4. Piusson Feiteira	AHHL	W2 - C-3 + C-4	446-5512
5.			
6.			
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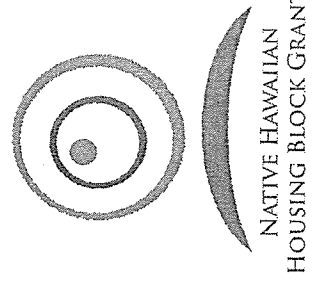
NAHASDA

Native American Housing Assistance &
Self Determination Act

Hawaiian Homes Commission

February 21, 2012

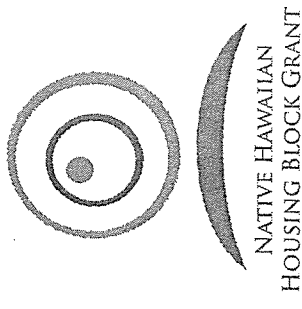
HHC Item No. A-1
Exhibit A
Date 2-21-12



Wkshp A-1

History of NAHASDA

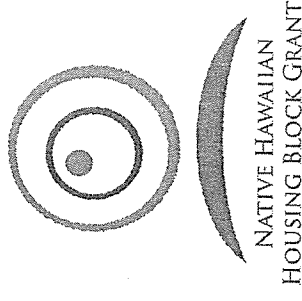
- The Native American Housing Assistance and Self Determination Act (NAHASDA) was signed into law on October 1996
- December 2000 NAHASDA was amended to include Title VIII “Housing Assistance for Native Hawaiians”



What is Title VIII?

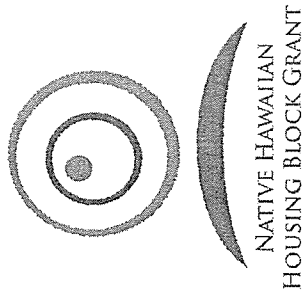
The American Homeownership and Economic Opportunity Act of 2000 (PL 106-569) amended NAHASDA and authorized :

- Title VIII - Housing Assistance for Native Hawaiians
- Native Hawaiian Housing Block Grant Program (NHHBG)
- Section 184A Native Hawaiian Loan Guarantee Program



NAHASDA Summary

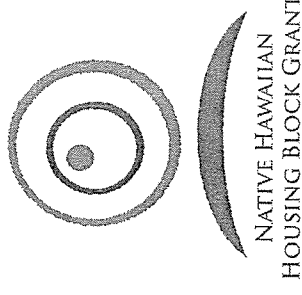
- Legislation streamlined housing assistance to Native Americans through HUD
- Eliminated several separate programs and replaced with a block grant program
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Strength of NAHASDA

- Gives tribes, housing entities, DHHL, and its sub recipients more responsibility and flexibility to determine
 - Who they serve
 - What types of products and services they offer
 - How they will deliver programs and projects

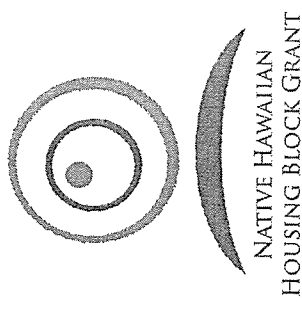
“Self Determination” Act

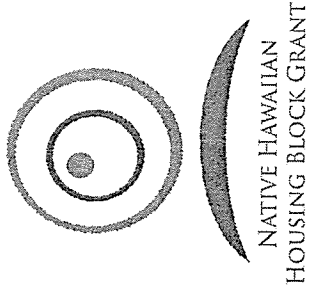


Native Hawaiian Housing Block Grant

NHHBG

- Provides funding for affordable housing opportunities on Hawaiian Home Lands
- Administered by HUD – Office of Native American Programs (ONAP)
- DHHL is the sole recipient of NHHBG Funds
- First Funding Year 2002



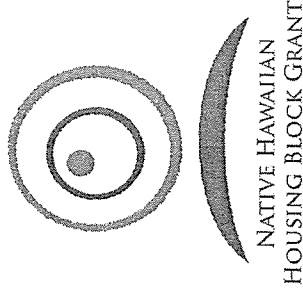


NHHBG Funds Received

	<u>NHHP</u>	<u>Amount Received</u>
• Program Year 1	2002	\$ 9,600,000 Closed
• Program Year 2	2003	\$ 9,537,600 Closed
• Program Year 3	2004	\$ 9,443,950 Closed
• Program Year 4	2005	\$ 8,423,000 Closed
• Program Year 5	2006	\$ 8,377,770 Closed
• Program Year 6	2007	\$ 8,377,770
• Program Year 7	2008	\$ 8,700,000
• Program Year 7	<i>2008 amendment</i>	\$ 10,200,000 ARRA
• Program Year 8	2009	\$ 9,700,789
• Program Year 9	2010	\$ 12,700,000
• Program Year 10	2011	\$ 12,700,000
• Program Year 10	2012	\$ 12,700,000
TOTAL FUNDING		\$120,460,879

Eligible Uses of NHHBG Funds

- Affordable Housing Activities for low income Native Hawaiians (not exceeding 80% of median income) on Hawaiian Home Lands
 - Construction, rehabilitation, acquisition, infrastructure, and support services
 - See attached income limits
- Housing can be rental or homeownership
- Community Facilities



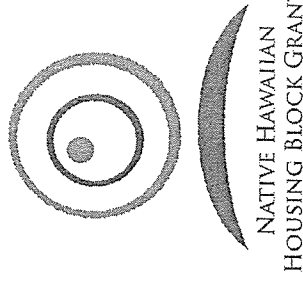
NHHBG Requirements

- Native Hawaiian Housing Plan – outlines use of NHHBG Funds
 - Annual Plan
 - Five Year Plan (due this year)
- Annual Performance Report



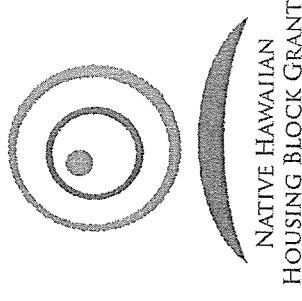
DHHL's Housing Plan - NHHP

- Assortment of affordable housing activities to address housing needs
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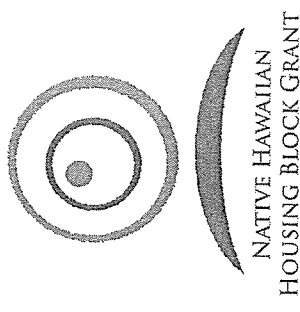
NAHASDA Community Grants Program

- NAHASDA funds are passed to sub-recipients through a Grants Program for housing related activities
 - community orgs., non-profit and for profit
- Grant proposals must be aligned with NHHP
- \$1.5 - \$2 million allocated for Community Grants Program each year



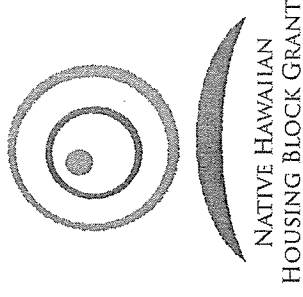
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- Title VIII has not been Reauthorized since 2005
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 - Current economic environment has all eyes on unexpended NAHASDA funds
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Plan for Unexpended NHHBG Funds

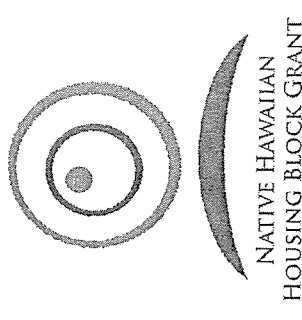
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President's Proposed Budget

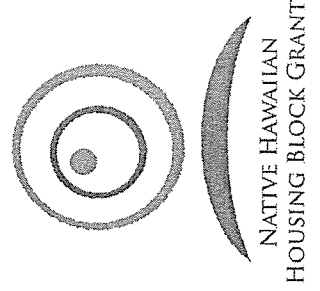
FY 2013

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 - Unchanged from FY 2012
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 - Represents approx. \$106 Million in total mortgages



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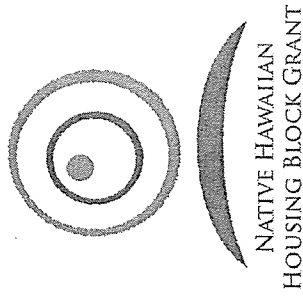
Hawaiian Homes Commission
February 21, 2012



HHC Item No. A-1
Exhibit "A"
Date 2-21-12

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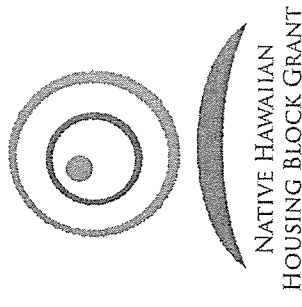
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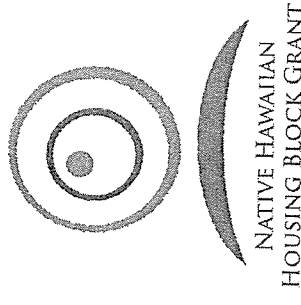
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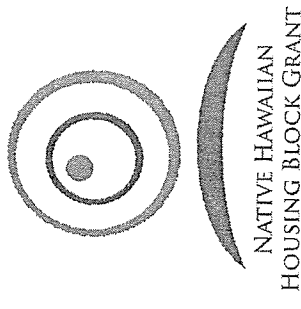
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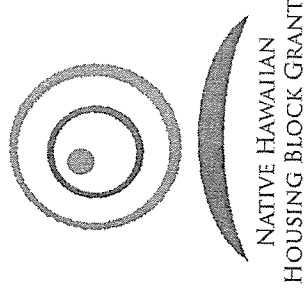
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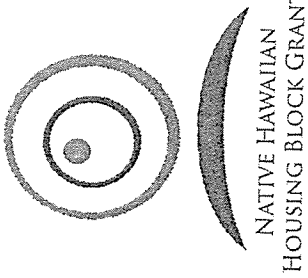


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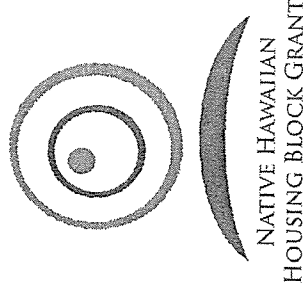


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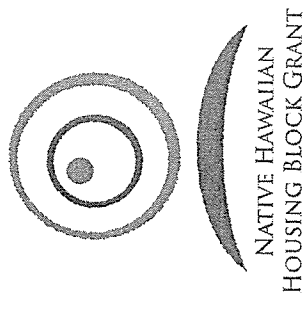
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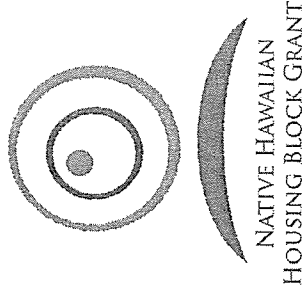
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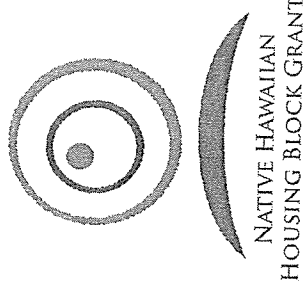
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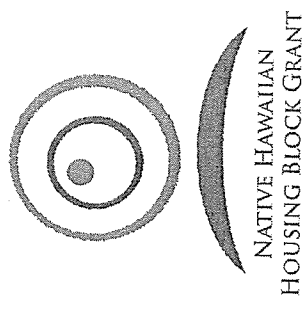
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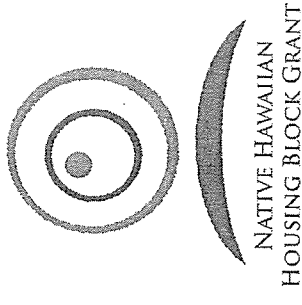
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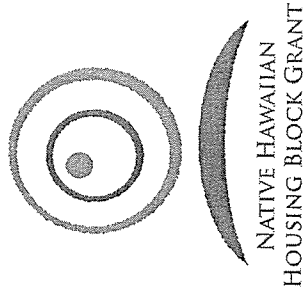
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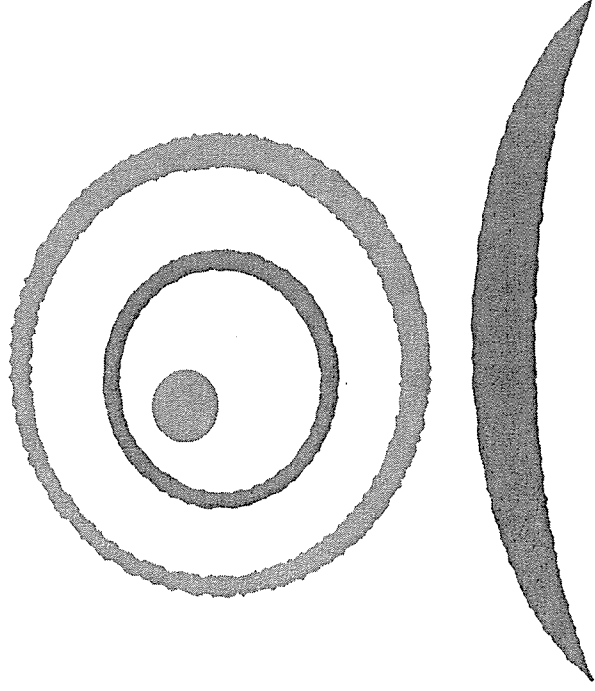
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 - Increase from \$386,000 from FY 2012
 - Represents approx. \$106 Million in total mortgages

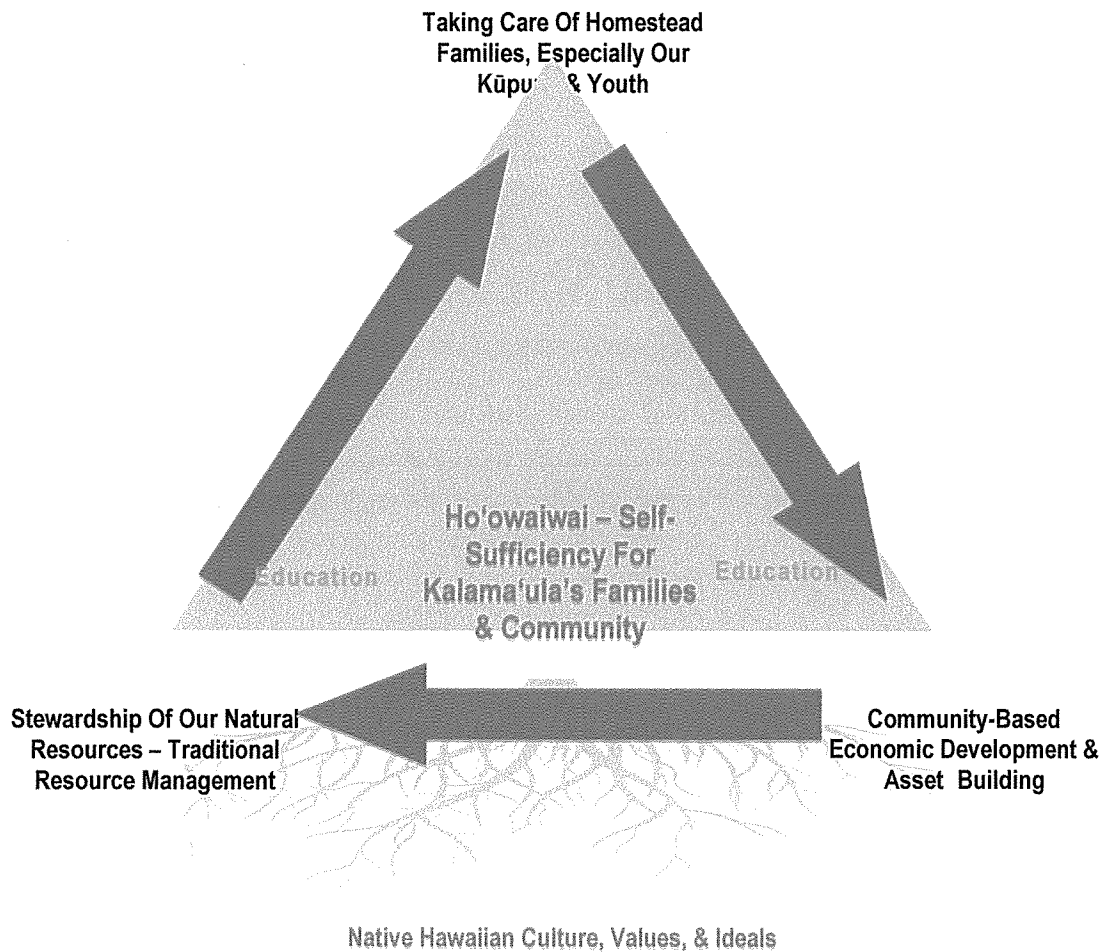


Questions?



NATIVE HAWAIIAN
HOUSING BLOCK GRANT

KHA Strategy Framework



Strategy Framework

KHA envisions its framework for its community development ventures (i.e., programs, projects, and activities) as being comprised of three components – support to individuals and families; community-based economic development and asset building; and stewardship of natural resources – driven by educational strategies and rooted in Native Hawaiian culture, values, and ideals.

This vision targets a stewardship approach to living in Hawai'i's oldest homestead community – stewardship of our people, especially kupuna and youth; stewardship of our 'āina; and stewardship of our economy and genuine wealth.

HHC Item No. J-1
Exhibit A
Date 2-21-12

Kalama'ula Homesteaders Association ~ KHA

The Kalama'ula Homesteaders Association was established to . . .

. . . challenge and inspire youth who live on homestead land to achieve their full potential by providing support and opportunities for advancement in education;

. . . promote better health for our Kalama'ula community and homesteaders outside of Kalama'ula through education; and

. . . preserve and protect Hawai'i's natural environment, including Kiowea Park in Kalama'ula in particular, through the stewardship of our lands consistent with Hawaiian culture and values and traditional methods of resource management.

Kalama'ula was the first Hawaiian homestead community developed in the 1920's as a demonstration community alongside the authoring of the Hawaiian Homes Act. The community's long established association was reenergized in the early 1990s and received its federal tax-exempt 501 (c)(3) designation in 2009. Some of the types of initiatives that KHA has helped to advance over the years include the following:

- *Kalaniana'ole Hall* – part of a range of partners that helped to restore and renovate the historic building and currently oversees and manages the Hall.
- *Kiowea Park* – made improvements to the park and continues to manage and maintain the Park.
- *Fire Break Project* – worked to develop and expand a firebreak to ensure fire safety for the community.
- *Community Pasture Project* – played a pivotal role in development of the island-wide *Community Pasture Project* that established livestock ventures for the island.
- *Community Beautification* – conducts regular community cleanup and beautification projects in partnership with community residents and resource partners.
- *Advocacy* – plays a critical advocacy role for the Kalama'ula Community on issues related to housing, water, and other concerns of homestead residents.

Programmatic Capacity

Volunteer Recruitment & Management

- Over the years, KHA has been able to effectively recruit, organize, and manage community volunteers to successfully implement a range of community projects including the repair, improvement, and management of Kalaniana'ole Hall and Kiowea Park, community beautification activities, and other community development efforts.

Advocacy Leadership

- In the past, KHA has played a strong leadership role in identifying and advocating for issues of importance to homestead residents, including housing and water infrastructure concerns.

Governance & Management Capacity

Project Planning & Coordination

The board, along with resident volunteers, has demonstrated its ability to effectively plan, implement, and complete a number of significant community development projects.

- Did renovations and developed a management plan for the park, which now serves as a template for developing other projects in the future.

Governance & Management

Board Structure

- The board doesn't have committees – we have ad hoc committees like the one for the park.
- The board acts as an executive committee and takes care of things as needs come up.



Ahupua`a o Moloka`i
P.O. Box 159
Ho`olehua, HI 96729
Phone: 808-658-0444

February 7, 2012

Chairman Alapaki Nahale-a
State of Hawai`i, Dept. Hawaiian Home Lands
91-5420 Kapolei Parkway
Kapolei, HI 96707

Re: Renovation of Kiowea Park

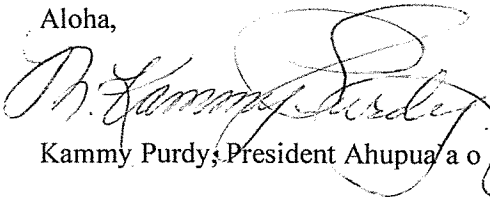
Aloha Chair Nahale-a:

The Ahupua`a o Moloka`i and its homestead association members support Kalamaula Homestead Association (KHA) in their effort to renovate Kiowea Park's pavilion and facilities. Kiowea Park is in dire need for a complete renovation. We are pleased that KHA proposed to take the lead to manage this project and we commit to work together; to kokua with our in-kind service.

Kiowea Park is used by all homesteaders throughout Moloka`i. It is an ideal area for our homestead families to gather and the ocean fronting the park is a favorite for those that crab and fish. The Kiowea Park renovation project is imperative, once fulfills all Moloka`i homesteaders will be able to enjoy a superior and safe site.

Mahalo to you and our Hawaiian Homes Commissioners for allowing Kalamaula Homestead Association the opportunity to renovate Kiowea Park as the DHHL Moloka`i Regional Plan necessitate.

Aloha,



Kammy Purdy, President Ahupua`a o Moloka`i

Cc: Ochie Bush, President of Ho`olehua Homestead Assn.
Vivian Ainoa, President of One Ali`i/Kamiloloa Homestead Assn.
Leilani Wallace, President of Kapa`akea Homestead Assn.
Sybil Lopez, President of Kalamaula Mauka Homestead Assn.
Renee Montizor, President of Molokai Homestead Livestock Assn.
Harry Purdy, President of Ho`olehua Homestead Agriculture Assn.
Lynn DeCoite, President of Moloka`i Homestead Farmers Alliance
Kamake Kanahele, President of SCHHA