Molokaʻi Community Meeting
Monday, April 17, 2017
Kūlana ʻŌiwi Hālau Kalamaʻula, Molokaʻi
Chair’s Update
• 2007 – Beneficiaries filed suit against State for failure to “sufficiently fund” DHHL operations
  – DHHL *only* state agency with constitutional mandate requiring the legislature provide “sufficient” funds
    • Hawaii State Constitution, Article XII, Section 1
    • 4 Purposes

• 2012 – Hawaii Supreme Court rules Courts can determine what is sufficient for operating and administrative expenses

• 2015 – First Circuit Court rules $28M+ sufficient for FY15-16
  – 3/26/16 Court order amended to state legislature must comply with constitution and sufficiently fund DHHL’s operating and administrative expenses this fiscal year.
Budget & Legislation Update
2017 DHHL Legislation Update

Lower Blood Quantum to 1/32 for Successors (HB451)
# DHHL’s “Sufficient Funds” & Executive Biennium Budget FY 2018 – Purpose #4

<table>
<thead>
<tr>
<th></th>
<th>FY2018 DHHL</th>
<th>FY2018 GOV</th>
<th>FY2018 HB100 HD1</th>
<th>FY2018 HB100 SD1</th>
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</thead>
<tbody>
<tr>
<td><strong>A &amp; O Budget Request (A)</strong></td>
<td>(260)</td>
<td>(200)</td>
<td>(200)</td>
<td>(200)</td>
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<tr>
<td></td>
<td>$31,317,280</td>
<td>*$25,120,730</td>
<td>*$25,120,730</td>
<td>*$25,120,730</td>
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<tr>
<td><strong>Operating R&amp;M for Existing Infrastructure (A)</strong></td>
<td>$3,613,000</td>
<td></td>
<td></td>
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<tr>
<td><strong>CIP R&amp;M for Existing Infrastructure (C)</strong></td>
<td>$24,115,000</td>
<td>$5,000,000</td>
<td>$7,700,000</td>
<td>$6,500,000</td>
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<tr>
<td><strong>Total HHC A &amp; O Budget Request</strong></td>
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<td>$30,120,730</td>
<td>$32,820,730</td>
<td>$31,620,730</td>
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*Includes $6,865,887 in both FY 18 and FY 19 to reflect the fringe benefit cost*
DHHL’s “Sufficient Funds” & Executive Biennium Budget FY 2019 – Purpose #4

<table>
<thead>
<tr>
<th>Budget Item</th>
<th>FY2019 DHHL</th>
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<td>$3,613,000</td>
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<tr>
<td>CIP R&amp;M for Existing Infrastructure (C)</td>
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<td>$3,500,000</td>
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<td>Total HHC A &amp; O Budget Request</td>
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<td>$30,120,730</td>
<td>$25,120,730</td>
<td>$28,620,730</td>
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*Includes $6,865,887 in both FY 18 and FY 19 to reflect the fringe benefit cost
## DHHL’s “Sufficient Funds” & Executive Biennium Budget FY 2018 – Purposes #1-3

<table>
<thead>
<tr>
<th>Purpose</th>
<th>FY2018 DHHL</th>
<th>FY2018 GOV</th>
<th>FY2018 HB100 HD1</th>
<th>FY2018 HB100 SD1</th>
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<tbody>
<tr>
<td>Lot Development (C)</td>
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<tr>
<td>Loans (C)</td>
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<tr>
<td>Rehab Projects (C)</td>
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<td>Rehab Projects (A)</td>
<td>^$15,509,100</td>
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<tr>
<td>Total</td>
<td>$196,055,100</td>
<td>$20,000,000</td>
<td>$8,600,000</td>
<td>$26,900,000</td>
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</tbody>
</table>

*Total in both FY 18 and FY 19 reflects projects requested by homestead leaders.

^Includes $2,765,000 in FY 18 and $365,000 in FY 19 requested by homestead leaders.
### DHHL’s “Sufficient Funds” & Executive Biennium Budget FY 2019 – Purposes #1-3

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<th>FY2019 HB100 SD1</th>
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<tbody>
<tr>
<td>Lot Development (C)</td>
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<tr>
<td>Loans (C)</td>
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<td>Rehab Projects (C)</td>
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<td>Rehab Projects (A)</td>
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<td>Total</td>
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<td>$20,000,000</td>
<td>$28,900,000</td>
<td>$-</td>
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*Total in both FY 18 and FY 19 reflects projects requested by homestead leaders.

^ Includes $2,765,000 in FY 18 and $365,000 in FY 19 requested by homestead leaders.
Introducing DHHL’s 2017 Legislation Page

Posted on January 30, 2017

Introducing the Department of Hawaiian Home Lands 2017 Legislation Page. Visit dhhl.hawaii.gov/legislation to find resources on navigating the Hawaii State Legislature this 2017 legislative session. If you would like updates sent directly to your inbox, enter your email address in the Subscriptions section of the webpage to subscribe to any webpage updates. We’ve broken it down into […]

Read More
Native Hawaiian Housing Block Grant Home Assistance Loan Program
## Program Results

<table>
<thead>
<tr>
<th>Location</th>
<th>Eligible Lessees</th>
<th>Looking for Contractor</th>
<th>Opening Escrow</th>
<th>In Construction</th>
<th>Completed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Hawaii</td>
<td>15</td>
<td>3</td>
<td>0</td>
<td>5</td>
<td>7</td>
</tr>
<tr>
<td>Oahu</td>
<td>25</td>
<td>13</td>
<td>5</td>
<td>4</td>
<td>3</td>
</tr>
<tr>
<td>Molokai</td>
<td>6</td>
<td>4</td>
<td>2</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Total:</td>
<td>46</td>
<td>20</td>
<td>7</td>
<td>9</td>
<td>10</td>
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</tbody>
</table>
Before and After Photos

Kitchen Before

Kitchen After
Package Home Loan Financing Program Update
PURPOSE:

The Native Hawaiian Housing Block Grant (NHHBG) Package Home Loan Financing Program was established by the Department of Hawaiian Home Lands (DHHL) to make low-interest construction loans available to DHHL lessees in Kalamaula and Ho`olehua residential lots to construct a package home on their vacant lot.

PROGRAM FUNDING:

U.S. Department of Housing and Urban Development (HUD) Native American Housing Assistance and Self Determination Act (NAHASDA)
### Program Overview and Results

#### Program Results

<table>
<thead>
<tr>
<th>Location</th>
<th>Eligible Lessees</th>
<th>Pending Eligibility</th>
<th>Working with Contractor</th>
<th>Final Approval</th>
<th>In Construction</th>
<th>Completed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Kalamaula</td>
<td>71</td>
<td>4</td>
<td>0</td>
<td>5</td>
<td>2</td>
<td>5</td>
</tr>
<tr>
<td>Hoolehua</td>
<td>22</td>
<td>1</td>
<td>0</td>
<td>0</td>
<td>1</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>91</strong></td>
<td><strong>5</strong></td>
<td><strong>0</strong></td>
<td><strong>5</strong></td>
<td><strong>3</strong></td>
<td><strong>5</strong></td>
</tr>
</tbody>
</table>

**Completed:**
- Three - 2 bedrooms / 2 bath
- Two - 3 bedrooms / 2 bath

**Construction:**
- Three - 2 bedrooms / 2 bath

**Approval:**
- Two - 2 bedrooms / 2 bath
- Three - 3 bedrooms / 2 bath
Planning Office Update
Molokaʻi 'Āina Hoʻopulapula
25,893 acres

13,472 acres Ho'olehua
1,474 acres Kalaupapa, Palā'au
5,318 acres Kalama'ula, Palā'au
5,218 acres Kapa'akea, Makakupai'a, Kamiloloa
412 acres 'Ualapu'e
### Molokaʻi Beneficiaries

<table>
<thead>
<tr>
<th>Type</th>
<th>Lessees</th>
<th>Applications</th>
</tr>
</thead>
<tbody>
<tr>
<td>Residential</td>
<td>395</td>
<td>768</td>
</tr>
<tr>
<td>Agricultural</td>
<td>421</td>
<td>1,022</td>
</tr>
<tr>
<td>Pastoral</td>
<td>27</td>
<td>195</td>
</tr>
<tr>
<td>Totals</td>
<td>843</td>
<td>1,985</td>
</tr>
</tbody>
</table>

As of March 31, 2017
1. Alternative Energy Initiative (ongoing)
2. Conduct Beneficiary Consultation on Large Scale Renewable Energy Development (completed)
3. Conduct Water Pressure Testing in Kalamaʻula (completed)
4. Modify Septic Tank at Kiowea Park (completed)
5. Support Molokaʻi Sustainment Farming Project, Hoʻolehua Homestead Agriculture Association and Kūkui Helepō (contingent on resumption of Revocable Permit Program)
Informational Meetings & Public Hearings -- 2016

- DHHL Capacity Building & Ag Peer-to-Peer Grants -- Orientation Meeting on October 6
- Malama Park – Informational Meeting on November 11
- Grants Follow-up meetings with Associations on November 22
- DHHL Admin Rules -- Molokai Public Hearing on December 6
- Legislative “Talk Story” – Informational Meeting on December 29
Informational Meetings & Public Hearings -- 2017

• ‘Ohi‘apilo Wetland Management Plan – Informational Meeting on February 23
• Legislative Update, Hoʻolehua Water System Improvements Update & Leadership Development Training -- Informational Meeting on March 6
Recent Key Events Regarding Water Cases on Molokai

- April 19, 2016 – Commission on Water Resource Management (CWRM) Meeting
  - DHHL, OHA, & Others argued for dismissal of *Kukui*
- February 17, 2017
  - CWRM dismissed the *Kukui* case
- March 17, 2017
  - Molokai Public Utilities (Molokai Ranch) appealed dismissal directly to Hawai`i State Supreme Court
DHHL Water-Related Info & Activities

- **Mon. April 17 - HHC Meeting**
  - Item C-2, Workshop on Water System and Planning System Admin Rules
  - Item G-5, For Information Only – Update on Molokai Water Projects and Issues

- **Tues. April 18 - HHC Meeting**
  - Item C-3, Approval to Proceed to Beneficiary Consultation for Water System and Planning System Rules
Upcoming Planning Office Activities

- Beneficiary Consultation on Malama Park Land Use Designation – Thurs. May 18, 2017, 6:00 p.m. to 8:00 p.m.

- Kapuaiwa Grove Community Meeting – June 2017 (tent.)

- Two Day Climate Adaptation Workshop for Molokai Coastal Homesteads – Late Summer 2017
Community Development Grants

Agriculture Peer-to-Peer Grants
• Makakukoha Cooperative
• Sons of Hoʻolehua Cooperative

Capacity Building Grants
• Item G-1 recommends grant awards to Ahupuaʻa o Molokaʻi (plus 6 member associations); Molokaʻi Homestead Farmers Alliance; Molokaʻi Kūpuna Advisory Committee
Hoʻolehua Water System Update
Water & Environmental Programs

- Provides funding for rural communities to improve drinking water & waste systems and to promote economic development
- Can be utilized for Potable Water Systems ONLY
  - Cannot be utilized for MIS system
- Priority given to small, rural and low-income communities
- Funding Opportunities for DHHL
  - Grant maximum of 45% of total project cost
  - DHHL responsible for balance of 55%
  - Planning Grant $30,000 – awarded
## Funding

<table>
<thead>
<tr>
<th></th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>USDA</td>
<td>$10,041,750</td>
</tr>
<tr>
<td>DHHL</td>
<td>$12,273,250</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$22,345,000</strong></td>
</tr>
</tbody>
</table>
Key Milestones

April 10, 2010
DHHL Moloka‘i Regional Plan

Sept 2011
DHHL Community Meeting

Project scope expanded
Key Milestones

Mar 2016
USDA SEARCH Grant $30,000 Awarded to DHHL

June 2016
DHHL Submits Application to USDA

Aug 2016
USDA Awards $10,011,750 to DHHL
Environmental Requirements

Hawai‘i 343 EA
- Early consultation process
- Conduct site inventories
- Draft EA
- Public Comment Period
- Final EA
- **Completed: June 2016**

USDA
- Section 106 begins
- Preliminary Engineering Report
- Complete USDA ER
- Complete USDA funding application
- Public Comment Period
- **Completed June 2016**

HUD
- Section 106 concludes
- Complete HUD ERR
- Publication of FONSI for public comment
- **Est. completion: June 2017**
Next Steps: What to Expect

Dec 2016
DHHL addresses
USDA Letter of Conditions

2017 - 2018
Design Work
Subject to change

2018 - 2020
Construction
Subject to change

Note: USDA funds must be expended within 5 years, no later than August 2021
Proposed Potable Water Improvements

Multiple Improvement Projects Proposed In Seven Areas
Objectives

– Improve reliability and functionality of water delivery
– Address Water Pressure issues
– Address Fire Protection Deficiencies
– Improve Water System Safety and Security
– Reduce Energy Cost
Interested in a FUN, interactive, dynamic training with a focus on community building?

Confirmed Dates

Orientation – August 5, 2017
Class Session 1 – August 26 – 27, 2017
Class Session 2 – September 23 – 24, 2017
Class Session 3 – October 28 – 29, 2017
Class Session 4 – December 2 – 3, 2017
Ford Family Foundation: Leadership Institute

Themes:

• Leadership
• Community
• Collaboration
• Sustainability

Sponsored and funded by DHHL & USDA
Program Benefits

• Gain skills to use in your community volunteer work, your job, your personal life
• Network with a diverse group of people in your community, making connections, possibly for future collaborations
• Opportunity to make a difference and give back to the community
Land Development Division Update
DHHL Application to USDA

- Hoʻolehua water system improvements have been approved
- Total cost estimate: $22M
- Currently under design
- Construction to start by the end of 2018
Kanakaloloa Cemetery Improvements

- Includes paved roadways, perimeter wall, and open hale for ceremonial use
- Project went out for bid twice
- Both times the bids came in over budgeted amount
- Project and bids are under DHHL evaluation
Kapaʻakea Flood Mitigation
Kaunakakai, Molokaʻi

- Design flood mitigation to protect five homes
- DHHL applying for Flood Mitigation funding from the Federal Emergency Management Agency (FEMA)
Homestead Community Update