Chairman’s Update
2018 DHHL Legislation Update

Protects Privacy of Applicant and Lessee Files (SB2782)

Sales of Leases (HB2464 & SB2984)
• DHHL and County processes
• Components
  – **Lessee**: good standing
  – **Lot**: size, infrastructure
  – **Use**: ‘ohana, rental
  – **Building**: size, attached/detached
  – **Enforcement**
Beneficiary Consultation for Administrative Rules

• Planning System and Water Systems complete summer 2017
• DCCRs, Rentals, and Kupuna Housing
• SDUs
  – Spring/Summer 2018
  – Meeting notice will be sent to your mailing address
Public Hearing for Administrative Rules

- **Date**: Saturday, April 7, 2018
- **Location**: Hale Ponoi
- **Informational briefing**: 10:30 – 11:00 a.m.
- **Public hearing**: 11:00 – 12:00 p.m.
DHHL’s “Sufficient Funds” & Executive Supplemental Budget FY 2019 – Purpose #4

<table>
<thead>
<tr>
<th></th>
<th>FY2019 DHHL</th>
<th>FY2019 GOV</th>
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<tbody>
<tr>
<td>A &amp; O Budget Request (A)</td>
<td>(260) $31,831,519</td>
<td>(200) $23,370,730</td>
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<tr>
<td>Operating R&amp;M for Existing Infrastructure (A)</td>
<td>$3,613,000</td>
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<tr>
<td>CIP R&amp;M for Existing Infrastructure (C)</td>
<td>$35,315,000</td>
<td>$10,000,000</td>
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<td>Total HHC A &amp; O Budget Request</td>
<td>$70,759,519</td>
<td>$33,370,730</td>
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DHHL’s “Sufficient Funds” & Executive Supplemental Budget FY 2019 – Purposes #1-3

<table>
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<tr>
<th>Purpose</th>
<th>FY2019 DHHL</th>
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<tr>
<td>Lot Development (C)</td>
<td>$147,125,000</td>
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<td>Loans (C)</td>
<td>$73,100,000</td>
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<tr>
<td>Rehab Projects (C)</td>
<td>*$29,050,000</td>
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<td>Rehab Projects (A)</td>
<td>^$13,109,100</td>
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<td>Total</td>
<td>$262,384,100</td>
<td>$15,000,000</td>
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*Total reflects projects requested by homestead leaders.
^ Includes $365,000 requested by homestead leaders.
Land Development Division Update
DHHL Kapolei Awards Update
On December 2, 2017 DHHL awarded 40 turnkey homes to EKIIB Undivided Interest Lessees.

Balance of awards:
- 60 turnkey homes
- 60 vacant lots

First phase of master planned community

When fully completed the community will be comprised of 1,000 single family house lots.
Homestead Community Update
Kapolei Homestead Organizations

- Kapolei Community Development Corporation
- Kānehili Community Association
- Kaupeʻa Homestead Association
- Maluʻōhai Residents Association
Open House
Community Organizations

- Sandwich Isles Communications
- Department of Commerce & Consumer Affairs
- Ke Ola Mamo - Native Hawaiian Healthcare System
- Helen Wai , LLC
October 2017, plaintiffs Richard Nelson, Kaliko Chun, James Akiona Sr., et al. filed a lawsuit against the State of Hawaii and the HHC claiming that the State violated its constitutional duty to sufficiently fund the Department of Hawaiian Home Lands.

February 2018, the Hawaii State Supreme Court ruled (4-1 majority) that the Hawaii State Legislature is only required to fund DHHL the amount that the delegates of the 1978 Hawaii State Constitutional Convention estimated it takes in administration and operating expenses, adjusted for inflation.

The majority said in its opinion that when the 1978 delegates approved a constitutional amendment requiring the Legislature to make sufficient sums available for the administration and operating budget of DHHL, they estimated the annual cost at the time was between $1.3 million and $1.6 million.

According to Governor David Ige and Speaker of the House Scott Saiki this ruling will not affect the budget request of $25.1 million presented to the 2018 Hawaii State Legislature.