Department of Hawaiian Home Lands

Land Management Division

Application & Review Process for New Revocable Permit Pilot Program

December 17-18, 2018

Revocable Permit Pilot Program

PURPOSE:

- Revocable Permit allows for presence on DHHL lands thereby reducing costs for land management activity functions (i.e. signage, landscaping, fencing, removing trash and derelict vehicles, and prevents trespassing on unencumbered lands) that DHHL would bear if the lands were to sit vacant
- Supplements DHHL's annual revenue from available lands
- Reduces the acreage of available lands utilized under revocable permits
- Revocable Permits are short-term (30-day month-to-month, annually renewable), which can be cancelled by DHHL at its sole discretion and for any reason whatsoever, at any time during the twelve month period, upon thirty (30) days advance notice in writing to tenant.

Application & Review Process Highlights

Application Renewal Review Award

Application

Clear Process, Open to All Beneficiaries

Parcel List

- 1. Identify non-homestead parcel(s) that are suitable for disposition on a month-to-month basis.
- 2. Establish proper method of determining appropriate rent(s)

Application

- 1. Implement a competitive process for disposition that is available to native Hawaiians and the public at large.
- 2. Provide parcel details as follows: TMK, Location, Land Area, Proposed permitted use, rent, terms, etc.

Scoring Criteria

- 1. Establish proof of the necessary experience and ability to be able to maintain proposed use.
- 2. Upset minimum Rent (\$) Proposal

Review

Methodology that Reflects Commission Priorities

Criteria

Criteria to score applications that reflect priorities

Scoring

Review each application and score on criteria

Selection

Select the application with the highest score

Review of Criteria/Scoring

Establish proof of the necessary experience and ability to be able to maintain proposed use: To meet criterion applicant must demonstrate each of the following: (50 Points Total)

- (20 Points) Proof of work in such capacity that will demonstrate knowledge and/or experience in the specific field/area of the use as proposed in the State of Hawaii for not less than two of the last five years.
- (10 points) Proof of current Certificate of Good Standing issued by the State of Hawaii, DCCA.
- (10 Points) Proof of history as excellent tenant on State an/or other private owned lands; no termination or enforcement action against applicant with the last 5 years.
- (10 Points) Proof of written understanding and acknowledgement that proposed use is exempt from preparing an Environmental Assessment under HRS Chapter 343, per DHHL's June 30, 2015 exemption list as approved by the Environmental Council which shall demonstrate knowledge and/or personal experience in dealing with federal, state, and county regulations and other agencies governing such use.

Upset Minimum Rent (\$) Proposal (50 Points Total)

- (15 Points) Proof of financial capability to pay rent consistently, and on-time based on proposed upset rent.
- (10 points) Proof of means to deposit with DHHL an amount equal to two (2) times the proposed monthly
 rental as a security deposit including the first month's rent payable on or before the first day of the month
 the permit is executed.
- (10 Points) Proof of procuring, and maintaining at its own cost and expense, and keeping in full force and
 effect through out the term of the permit a general liability insurance policy as required by DHHL.
- (15 Points) Proof of work experience that demonstrates in writing how proposal would benefit native Hawaiians, directly and indirectly.

Review

Methodology that Reflects Commission Priorities

| <u>Criteria</u> | <u>Scoring</u> | <u>Selection</u> |
|--|---|---|
| Necessary experience and ability to be able to maintain proposed use | 50 points total 20 points 10 points 10 points 10 points | Rewards qualified prospective tenants Supports applicants likely to succeed and pay rent |
| ➤Upset Minimum Rent (\$) Proposal | 50 points total 20 points 10 points 10 points | Demonstrates how native Hawaiians would benefit |

10 points

Award

Approved Process Ensures More Consistent Decisions

Notification

Notify awardees – and unsuccessful applicants

Execution

Finalize and execute
Revocable Permit

Commission

Advise HHC of awards to new tenants

Renewal

Re-application Keeps Tenants Accountable

Notification

Notify awardees – and unsuccessful renewals

Commission

Recommend selected renewals for HHC approval

Execution

Update and execute
Revocable Permit
extensions; update list
with renewal date



Department of Hawaiian Home Lands

Discussion...