

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

HAWAIIAN HOMES COMMISSION AGENDA
East Hawai'i District Office, 160 Baker Avenue, Hilo, Hawai'i,
June 21, 2011, 9:00 a.m.

ORDER OF BUSINESS

Roll Call
Approval of Agenda
Approval of Minutes of May 26, 2011

A - OFFICE OF THE CHAIRMAN

- A-1 Resolution of Appreciation No. 254 - Malia Patrice Kamaka
- A-2 Resolution of Appreciation No. 255 - Donald S.M. Chang
- A-3 Resolution of Appreciation No. 256 - Trish K. Morikawa
- A-4 Resolution No. 257 - Budget Policy on General Lease Revenue
- A-5 2011 Native Hawaiian Housing Plan

B - HOMESTEAD SERVICES DIVISION

- B-1 HSD Status Reports
 - Exhibits:
 - A - Homestead Lease and Application Totals and Monthly Activity Reports
 - B - Delinquency Report and Status of Contested Case Hearings
 - C - DHHL Guarantees for USDA-RD Loans
 - D - DHHL Guarantees for the Council for Native Hawaiian Advancement Loans
 - E - Report on Amendments to Lease
 - F - Report on Exchange of Leases
- B-2 Notification of Various Lease Awards and Cancellation of Corresponding Applications
- B-3 Rescission of Homestead Lease Award and Reinstatement of Application - La'i'opua Villages 4 & 5, Undivided Interest
- B-4 To Stay the Hawaiian Homes Commission Action of the Rescission Request, and to Approve the Request to Surrender for - **Healani B.J. Rodrigues**
- B-5 Rescission of Homestead Lease Award and Reinstatement of Application - East Kapolei I, Undivided Interest
- B-6 DHHL Zero Percent (0%) Interest Loans Programs
- B-7 Ratification of Consent to Mortgage
- B-8 Refinance of Loans
- B-9 Schedule of Loan Delinquency Contested Case Hearings

- B-10 Homestead Application Transfers / Cancellations
- B-11 Adjustment to Waitlist - **Abraham Grace, Sr.**
- B-12 Ratification of Designations of Successors to Leasehold Interest and Designation of Persons to Receive the Appraised Value
- B-13 Ratification of Assignment of Leasehold Interest
- B-14 Commission Designation of Successor - **John C. Kekua, Jr.**
- B-15 Lease Cancellation
- B-16 Request for Contested Case Hearing - **Gwendolyn Vida**
Residential Lot Lease No. 7634, Waiohuli, Hawai'i
- B-17 Ratification of Loan Approvals

D – LAND MANAGEMENT DIVISION

- D-1 Findings of No Significance (FONSI), Maku`u Farmers Association, Maku`u Island of Hawai'i
- D-2 Reauthorization of the 2007 Wildland Fire Management Plan, Aina Mauna (Humu`ula/Pi`ihonua Mauka), Hawai'i
- D-3 Issuance of Right-of-Entry Permit, U.S. Army Corp. of Engineers, Lalamilo, Island of Hawai'i
- D-4 Preliminary Approval to Issue a License Agreement; Kako`o Ka Umeke Inc., Island of Hawai'i
- D-5 Issuance of License to New Cingular Wireless PCs, LLC, Kalaoa, Island of Hawai'i
- D-6 Ratification of Notices of Default and Revocation, Statewide

E - PLANNING OFFICE

- E-1 Nā Kupa`a Agreements for Kaka`ina Project
- E-2 Community Economic Development Grant Award for Maku`u

G - ADMINISTRATIVE SERVICES OFFICE

- G-1 Approval of FY 2012 Operating Budget for the Department of Hawaiian Home Lands
- G-2 Approval of FY 2012 Development Budget for the Department of Hawaiian Home Lands
- G-3 Approval of FY 2012 Loan Program Budget for the Department of Hawaiian Home Lands
- G-4 Transfer of Hawaiian Home Receipts Money at the End of Fourth Quarter, FY 2011

J - GENERAL AGENDA

- J-1 Request to Address Commission - Mele Spencer, Pana`ewa Keaukaha Farmers Association
- J-2 Request to Address Commission - Bo Kahui, La`i`o`pua 2020
- J-3 Request to Address Commission - Patrick Kahawai'ola'a, President Keaukaha Hawaiian Homestead Association

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.

1. Richard Nelson, III, Kaliko Chun et al. vs. HHC, Civil No. 09-1-161507
2. Leimomi Lum vs HHC, Civil No. 09-1-2332-10
3. Beth Ann Wong vs DHHL, Civil No. 10-1-2237-10
4. Honokaia `Ohana vs HHC & DHHL, Civil No. 09-00395
5. Hui Maka`ainana a Kalawahine vs. HHC, et.al
6. Issues Relating to Commission's Powers, Duties, Privileges, Immunities and Liabilities Under the HHCA of 1920 and HAR, Pursuant to §92-5(a)(4), HRS

ANNOUNCEMENTS AND ADJOURNMENT

1. Next Meeting – July 19, 2011, Paukukalo, Maui, 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
Donald S.M. Chang, O`ahu
Leimana DaMate, West Hawai`i

J. "Kama" Hopkins, O`ahu
Trish Morikawa, O`ahu
Ian B. Lee Loy, East Hawai`i
Henry Tancayo, Moloka`i

The next community meeting will be held on Monday, July 18, 2011 at Paukukalo Community Center, 657 Kaumuali`i, Wailuku, Hawai`i at 5:30 p.m.

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.

HAWAIIAN HOMES COMMISSION
Minutes of June 21, 2011
Meeting Held in Hilo, Hawai`i

Pursuant to proper call, the 616th Regular Meeting of the Hawaiian Homes Commission was held at the Department of Hawaiian Home Lands, East Hawai`i District Office, 160 Baker Ave, Hilo, Hawai`i, beginning at 9:10 a.m.

Members of the board and homestead community opened the meeting with the singing of a famous mele, Ika ia ika Nani O Keaukaha, written by Chairman Nahale-a's grandfather.

PRESENT Mr. Albert "Alapaki" Nahale-a, Chairman
Mr. Imaikalani Aiu, Commissioner, Kaua`i
Mr. Perry Artates, Commissioner, Maui
Mr. Donald S.M. Chang, Commissioner, O`ahu
Ms. Leimana DaMate, Commissioner, West Hawai`i
Mr. J. Kama Hopkins, Commissioner, O`ahu
Mr. Ian Lee Loy, Commissioner, East Hawai`i
Mr. Henry Tancayo, Commissioner, Moloka`i

EXCUSED Ms. Trish Morikawa, Commissioner, O`ahu

COUNSEL S. Kalani Bush, Deputy Attorney General

STAFF Rodney Lau, Administrative Services Officer
Daniel Keli`i, Administrator, Home Services Division
Linda Chinn, Administrator, Land Management Division
Sandy Pfund, Administrator, Land Development Division
Francis Apoliona, Compliance and Enforcement Officer
Bill Davis, Supervisor, East Hawai`i District Officer
Bob Freitas, Planner, Planning Division
Gigi Cairel, Planner, Planning Division
John Peiper, Enforcement Officer
Crystal Kua, Information & Community Relations Officer
Blaine Fergstrom, Information & Community Relations
Renee Kondo, Legal Assistant
Dre Kalili, Policy and Program Analyst
Jenna Yamaguchi, Administrative Assistant
Mike Robinson, Land Management Officer, Hawai`i Island
Ellery Batoon, Enforcement Officer, Hawai`i Island
Elaine Searle Secretary to the Commission

PULE Aunty Leafy Ha`o, East Hawai`i Homesteader

AGENDA Commissioner Perry Artates moved, seconded by Commissioner Ian Lee Loy, to approve the agenda. Motion carried unanimously.

MINUTES Commissioner Donald Chang moved, seconded by Commissioner Perry Artates, to approve the minutes of May 26, 2011 as circulated. Motion carried unanimously.

ITEM NO: A-1

SUBJECT: Resolution of Appreciation No. 254 – Malia Patrice Kamaka

MOTION/ACTION

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

DISCUSSION

Chairman A. Nahale-a read Resolution 254 honoring Malia Patrice Kamaka for her outstanding service to the Hawaiian Home Lands and for her devotion, dedication and sincerity for her outstanding service and aloha to the people of Hawai'i and in all she has accomplished.

ACTION

Motion carried unanimously.

ITEM NO: A-2

SUBJECT: Resolution of Appreciation No. 255 – Donald S.M. Chang

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner K. Hopkins.

DISCUSSION

Chairman A. Nahale-a read Resolution 255 honoring Donald S.M. Chang and expressed mahalo to Commissioner Chang for his dedication to improve the well being of Hawaiians, as an individual and as a group and for his commitment to the beneficiaries he represents with "aloha". Commissioner P. Artates extended well wishes and appreciation for his mana'o, both personally and professionally. Commissioners L. DaMate and K. Hopkins and I Lee Loy are truly grateful for the warmth, wisdom and knowledge and dignity expressed and making them feel welcomed. Commissioner H. Tancayo shared their similar experiences and background as fire chiefs. Commissioner Imai. Aiu felt welcome by receiving a customary Hawaiian aloha and sharing

family connections. Chairman Nahale-a expressed a symbolic face to face "aloha" noting how Commissioner Chang exhibited genuine greetings to mutual friends. He wished Commissioner Chang well in his future endeavors. Commissioner Chang articulated how it has been an honor and privilege to be given this opportunity to serve on the commission especially in the demonstrating of 'Ohana. He recognized the commission and staff for their efforts in placing native Hawaiians on the lands and is confident the new leadership will continue to move forward to improve conditions for all Hawaiians.

ACTION

Motion carried unanimously.

RECESS: 9:20 a.m.

Moved by Commissioner P. Artates, seconded by Commissioner H. Tancayo to allow presentation of lei and well wishes. Motion carried unanimously.

RECONVENE: 9:30 a.m.

ITEM NO: A-3

SUBJECT: Resolution of Appreciation No. 256 – Trish K. Morikawa

MOTION/ACTION

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

RESOLUTION

Chairman Nahale-a read Resolution No. 256 honoring Trish Morikawa who has served on the Hawaiian Homes Commission for two terms in the capacity of Vice-Chairperson. He stated that Ms. Morikawa has contributed greatly and selflessly in sharing her wisdom, knowledge and experiences with others in her expertise as a lawyer and who has served as a deputy attorney general and currently with the prosecutor's office. She has served well in the interest of the people of Hawai`i.

ACTION

Motion carried unanimously.

ITEM NO: A-4

SUBJECT: Resolution No. 257 – Budget Policy on General Lease Revenue

MOTION/ACTION

Moved by Commissioner L. DaMate, seconded by Commissioner P. Artates.

Chairman Nahale-a read Resolution No. 257 adopting a budget policy to set aside 15% of annual revenues from the general leases to be utilized in supplementing the Native Hawaiian Development Program (NHDP)

MOTION

Moved by Commissioner L. DaMate, seconded by Commissioner P. Artates.

DISCUSSION

Commissioner K. Hopkins queried whether a 20% increase would be feasible and what impact it would create financially as homesteaders share rough times and money issues. He would like to see assistance to those whose homes are in disrepair. According to Act 187, Session Laws 2010, the matter would require approval by the Attorney General's office for Congressional consent, noted Administrative Services Officer Rodney Lau. The department currently is unable to transfer general lease monies into NHRF (Native Hawaiian Rehabilitation Fund).

The purpose of the resolution is to provide the commission with some policy conversations and initiate a policy to continue funding. There is no policy that mandates funds to be set aside into NHRF. Monies in the NHRF fund are depleting and funding sources need to continue. The plan is scheduled for presentation to homestead communities in July where it can be determined what the monies can be utilized for; such as capacity building grants, scholarships, etc.

ACTION

Motion carried unanimously.

ITEM NO: A-5

SUBJECT: Approval of the 2011 Native Hawaiian Housing Plan (NHHP) and Budget for the Native Hawaiian Housing Block Grant (NHHBG) as Authorized Through the Native American Housing Assistance and Self-Determination Act (NAHASDA) FY 2011-2013

RECOMMENDATION

- 1) That Commission approve the one-year Native Hawaiian Housing Plan for FY 2011-2012 and;
- 2) That Commission approve FY 2011-2012 NAHASDA Program Budget for the Department of Hawaiian Home Lands (DHHL) and authorize the Chairman to shift funding of expenditures between cost elements and funds as warranted, but not to exceed the total NAHASDA budget.

MOTION

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

DISCUSSION

Commissioner I. Aiu expressed admiration for the articulation of data presented by Ms. Scottina Ruis, NAHASDA Planner and the back up of work being presented.

ITEM NO: B-1

SUBJECT: HSD Status Reports

MOTION/ACTION

None, for information only.

Homestead Services Administrator Dan Keli'i thanked Commissioner Donald Chang for the guidance provided to the Homestead Services Division and conveyed his best wishes to his family.

ITEM NO: B-2

SUBJECT: Notification of Various Lease Awards and Cancellation of Corresponding Applications

MOTION/ACTION

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

ITEM NO: B-3

SUBJECT: Rescission of Homestead Lease Award and Reimbursement of Application – La'ì opua Villages 4 & 5, Undivided Interest

MOTION/ACTION

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

ITEM NO: B-4

SUBJECT: To Stay the Hawaiian Homes Commission Action of the Rescission Request and to Approve the Request to Surrender for – Healani B.J. Rodrigues

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner L. DaMate. Motion carried unanimously.

ITEM NO: B-5

SUBJECT: Rescission of Homestead Lease Award and Reinstatement of Application – East Kapolei I, Undivided Interest

MOTION/ACTION

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

ITEM NO: B-6

SUBJECT: DHHL Zero Percent (0%) Interest Loans Program

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner L. DaMate.

DISCUSSION

Commissioner K. Hopkins recused himself from voting, due to a conflict as ex-officio board member of the Habitat for Humanity.

DISCUSSION

Habitat services low income families with private sources and will partner with Department of Hawaiian Home Lands to package a loan program for beneficiaries. If this pilot program proves successful, more opportunities for expansion may be warranted in the future, noted Chairman Nahale-a.

NAHASDA Planner, Scottina Ruis noted the submittal provides avenues for funding in its entirety. The intent in this pilot program is to allow families working with Habitat to become direct recipients of the loan; bypassing the need to have the loan go through Habitat first. Habitat will be required to package the product as the department lacks staff to finalize the process. Depending on the wording of the contract, funding can be utilized for rehabilitation purposes, as long as the beneficiary meets NAHASDA criteria.

ACTION

Motion carried unanimously.

ITEM NO: B-7
SUBJECT: Ratification of Consent to Mortgage

MOTION/ACTION

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

ITEM NO: B-8
SUBJECT: Refinance of Loans

MOTION/ACTION

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

ITEM NO: B-9
SUBJECT: Schedule of Loan Delinquency Contested Case Hearings

MOTION/ACTION

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

ITEM NO: B-10
SUBJECT: Homestead Application Transfers/Cancellations

MOTION/ACTION

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

ITEM NO: B-11

SUBJECT: Adjustment to Waitlist – Abraham Grace, Sr.

MOTION/ACTION

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

ITEM NO: B-12

SUBJECT: Ratification of Designations of Successors to Leasehold Interest and Designation of Persons to Receive the Appraised Value

MOTION/ACTION

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

ITEM NO: B-13

SUBJECT: Ratification of Assignment of Leasehold Interest

MOTION/ACTION

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

ITEM NO: B-14

SUBJECT: Commission Designation of Successor – John C. Kekua, Jr.

MOTION/ACTION

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

ITEM NO: B-15

SUBJECT: Lease Cancellation

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner L. DaMate. Motion carried unanimously.

ITEM NO: B-16

SUBJECT: Request for Contested Case Hearing – Gwendolyn Vida, Residential Lot Lease No. 7634, Waiohuli, Hawai`i

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commission K. Hopkins.

MOVED TO EXECUTIVE SESSION

Moved by Commissioner I. Lee Loy, seconded by Commissioner P. Artates to address this matter in Executive Session.

Pursuant to Section 92-5(a)(4), HRS, the Commission may consult with its attorney on questions and issues pertaining to the Commission's powers, duties and privileges, immunities and liabilities pertaining to the above-stated request.

ITEM NO: B-17

SUBJECT: Ratification of Loan Approvals

MOTION/ACTION

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

ITEM NO: D-1

SUBJECT: Finding of No Significance (FONSI), Maku`u Farmers Association, Maku`u, Island of Hawai`i

MOTION

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

DISCUSSION

Maku`u Farmer's Association President, Shirley Pedro and Pauline Kekahuna appeared along with private consultant Brian Nishimoto in support of the final Environmental Assessment (EA) for the proposed Maku`u Farmers Market and community center development project. A letter

of concerns was received from the Department of Transportation (DOT) three weeks after the response cut-off date. The department will address questions raised by the DOT with its private consultant, Brian Nishimoto. Because this project is pending, Land Management Administrator Linda Chinn has requested that commission grant the FONSI (Finding of No Significant Impact) for the EA and be allowed to address DOT's concerns. A copy of the response to DOT will be submitted as part of the record.

Some of the issues being raised by the DOT are:

- 1) Complete improvements at the intersection that services the farmers' market
- 2) Secondary access road made available to property through Kaluahine Street connecting to the market place
- 3) Assurance that DHHL shall grant additional lands for the widening of Keaau-Pahoa Road in the vicinity of the market place.

According to planning consultant Brian Nishimoto, those issues can be worked out with DOT. Maku`u Farmers' Market agrees that improvements are necessary and funding resources need to be updated. Work can be accomplished if initiated in increments. The priority now is to establish an office and storage area on the property. Chairman Nahale-a noted how Maku`u Farmers' Association has modeled a use that benefits a greater homestead community, and its commitment to new development and economic opportunities. It's a feeling of "heart-felt" joy when visiting this community. Had DOT responded within the appropriate timeframe, it would have created a much better situation, noted Commissioner I. Lee Loy.

ACTION

Motion carried unanimously.

ITEM NO: D-2

SUBJECT: Reauthorization of the 2007 Wildland Fire Management Plan, Aina Mauna (Humu`ula/Pi`ihonua Mauka), Hawai'i

MOTION

Moved by Commissioner L. DaMate, seconded by Commissioner P. Artates.

DISCUSSION

Land Management Agent Mike Robinson was very thorough in his workshop presentation on what has transpired in the last five years with the fire management plan noted Land Management Administrator Linda Chinn. Mr. Kekuewa, a Hilo native, disagreed with the Aina Mauna plan and suggested that the department should not be designated only for making money. He asked that the Hawaiians be taken into consideration on how this land will impact them.

Commissioner L. DaMate recommended adding the Hawaiian land zoning to this plan. The Aina Mauna plan is a working plan in progress and all the mana'o is valid and the commission will continue on how to best manage it , noted Chairman Nahale-a. Panaewa-Keaukaha Farmers Association president, Mele Spencer noted with concern how firefighters were summoned to extinguish a fire there. A plan has been established with the fire department and the Hawai'i County to address a chain of controlled burns. This Wildland Fire Management Plan located in Humu`ula - Pi`ihonua is not to be confused with the Aina Mauna Legacy Plan. There are two (2) members managing 56,000 acres in this remote plan. We need to continue to facilitate the management of these lands to protect it from gorse and other invasive plants. Every land holder in the state and county has comitted to work and partner in cost sharing to manage a fire plan, articulated Ms. Chinn.

ACTION

Motion carried unanimously.

ITEM NO: D-3

SUBJECT: Issuance of Right-of-Entry Permit, U.S. Army Corp. of Engineers, Lalamilo, Island of Hawai'i

MOTION/ACTION

Moved by Commissioner K. Hopkins, seconded by Commissioner L. DaMate. Motion carried unanimously.

ITEM NO: D-4

SUBJECT: Preliminary Approval to Issue a License Agreement; Kako`o Ka Umeke Inc., Island of Hawai'i

Chairman Nahale-a recused from voting, due to close association with staff. Commissioner P. Artates was called upon to facilitate this portion of the agenda.

MOTION

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

DISCUSSION

Kako`o Ka Umeke, Inc. (KKUI) Director, Olana Lily, addressed the commission requesting approval to relocate its school facility due to the expansion if its charter school in Keaukaha, Hawai'i. Monies have been set aside to hire a facility planner and the school has been gearing up a capital building campaign. With financial assistance from Kamehameha Schools, this could all be accomplished.

The site near the Keaukaha shoreline will offer a cultural component, utilizing nearby fishponds. Promoting these types of associations with our ancestral culture will attract interest and support from community, noted Commissioner L. DaMate. She added that kupuna should be consulted as they have knowledge of the `aina.

The charter school is preparing a site study to formulate historical value and is hopeful that community interest will generate resources for this venture. No funding will be utilized from its charter school program. There was an opportunity to accept land from Kamehameha Schools, however, working with DHHL on prior initiatives involving other charter schools has proven successful, and Ms. Lily would prefer to continue that bond.

Land Management Administrator Linda Chinn emphasized this is only a preliminary approval. Once the study is evaluated and completed, terms and conditions will be presented before the commission for approval. Commissioner I. Lee Loy supports the educational and social opportunities the charter school offers, however, he suggested caution be used in the feasibility of its budget of lands that may not be suitable for use. Commissioner I. Aiu suggested an environmental assessment of the liabilities in shoreline areas and its environmental function relative to the ponds and shrines be evaluated.

ACTION

Motion carried unanimously.

ITEM NO: D-5

SUBJECT: Issuance of License to New Cingular Wireless PCs, LLC, Kalaoa, Island of Hawai'i

MOTION/ACTION

This item was withdrawn.

ITEM NO: D-6

SUBJECT: Ratification of Notices of Default and Revocation, Statewide

MOTION

Moved by Commissioner K. Hopkins, seconded by Commissioner L. DaMate.

COMMENT

With regard to defaults, if leases are not in compliance with its lease commitments, the matter may be referred to the commission for cancellation, noted LMD Administrator Chinn.

ACTION

Motion carried unanimously.

ITEM NO: E-1

SUBJECT: Nā Kupa`a Agreements for Kaka`ina Project

MOTION/ACTION

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

ITEM NO: E-2

SUBJECT: Community Economic Development Grant Award for Maku`u

MOTION/ACTION

Moved by Commissioner I. Lee Loy, seconded by Commissioner H. Tancayo. Motion carried unanimously.

COMMENT

Chairman articulated that funds are released in segments, as certain benchmarks are met.

ITEM NO: G-1

SUBJECT: Approval of Fiscal Year 2012 Operating Budget for the Department of Hawaiian Home Lands

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner K. Hopkins.

DISCUSSION

How funds are transferred and utilized in a workshop presentation proved helpful to commission members. Chairman Nahale-a clarified that recommendation No. 1 authorizes the Chairman to shift funding of expenditures between cost elements and funds as warranted, and it would apply only to this year's operating budget, not successive years. Administrative Services Officer Rodney Lau stated that the department is audited annually and financial transactions appear on

the DHHL website as public information. Commissioner I. Aiu added that staff and department have demonstrated good faith in discretionary practices in handling the situation, and he supports the motion. A comment was raised as to whether the department is insured for problematic situations should monies be mishandled between departments. Chairman Nahale-a expressed a mahalo for concerns regarding this prospect.

ACTION

Motion carried unanimously.

ITEM NO: G-2

SUBJECT: Approval of Fiscal Year 2012 Development Budget for the Department of Hawaiian Home Lands

MOTION

Moved by Commissioner P. Artates, seconded by Commissioner K. Hopkins.

DISCUSSION

It is evident that many hours were expended in reflecting the priority projects in this report. Commissioner K. Hopkins thanked Administrative Services Officer Rodney Lau for the detailed information Mr. Lau provided in this report.

ACTION

Motion carried unanimously.

ITEM NO: G-3

SUBJECT: Approval of Fiscal Year 2012 Loan Program Budget for the Department of Hawaiian Home Lands

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commission D. Chang. Motion carried unanimously.

ITEM NO: G-4

SUBJECT: Transfer of Hawaiian Home Receipts Money at the End of Fourth Quarter, FY 2011

MOTION/ACTION

Moved by Commissioner P. Artates, seconded by Commissioner D. Chang. Motion carried unanimously.

RECESS 10:50 A.M.

Commission recessed for 10 minutes.

RECONVENE 11:00 A.M.

Commission reconvened to regular meeting.

ITEM NO: J-1

SUBJECT: Request to Address the Commission – Mele Spencer, Pana`ewa Keaukaha Farmers Association

MOTION/ACTION

None, for information only.

Pana`ewa - Keaukaha Farmers Association (PKFA) president, Mele Spencer appeared before the commission and read her testimony verbatim which will be made a part of these minutes as Exhibit "A". Ms. Spencer thanked the commission for attending the community meeting the previous evening and for sharing its mana'o with the community. In her letter she welcomes the commission to embrace each homestead community with a visit, to broaden their knowledge to effect action taken in the future. PKFA welcomed the support and cooperation from Land Management Administrator Linda Chinn and East Hawaii Acting District Manager Bill Davis and the technical training and grants from the Planning Division in establishing a farmer's market in preparation for the development of commercial and industrial lands.

ITEM NO: J-2

SUBJECT: Request to Address the Commission – Bo Kahui, La`i`opua 2020

MOTION/ACTION

None, for information only.

La`i`opua 2020 CEO, Bo Kahui updated the commission on its progress to develop commercial lands provided by the Department of Hawaiian Home Lands to become self-sufficient in its quest to bring medical, educational, commercial and cultural development to its homestead community

in the Villages of La'i`opua, Kealakehe, Hawai'i. He submitted material to be made a part of these minutes, Exhibits A-G. He is requesting a list of current lessees in La'i`opua to consolidate all the Villages under one DCCR (Declaration of Covenants, Consents and Restrictions) umbrella, to establish communication with all lessees on all matter pertaining to La'i`opua 2020. Today, he discovered the long-awaited Kulia ika Nu`u grant funds will be dispersed shortly. Now they can proceed with the RFP (Request for Proposal) development portion. La'i`opua 2020 has received several other grants totaling over \$4,000,000 and from that, the department has provided only 16% thus far. They will continue to move forward and meet their obligations, albeit in small steps. They will continually seek additional funding as cash flow problems is cause for concern. A campaign to seek additional funding for its various programs continues. Mr. Kahui said that the governor approved the planning for a regional park in Kealakehe.

Commissioner I. Aiu requested a workshop be scheduled on Kulia ika Nu`u programs to become informed. Chairman Nahale-a is in agreement that workshops will need to be agendized to provide commissioners background to keep the commission abreast on projects involving the department.

RECESS 11:50 a.m.

EXECUTIVE SESSION

Moved by Commissioner L. DaMate, seconded by Commissioner P. Artates to convene to executive meeting to reconsider Item B-16 regarding Gwendolyn Vida's request.

REQUEST TO APPEAR

Mr. Patrick Kahawai`ola`a, Keaukaha Homestead Association interrupted the proceedings to request an appearance before the commission. He apologized for his lateness in making his request known as he was detained from a previous commitment.

ITEM NO: J-3

SUBJECT: Request to Address the Commission – Patrick Kahawai`ola`a

MOTION/ACTION

Moved by Commission I. Lee Loy, seconded by Commissioner L. DaMate to grant a request by Patrick Kahawai`ola`a. Motion carried unanimously.

DISCUSSION

Chairman Nahale-a cautioned the commission on any interaction as there are other issues yet to be addressed. Keaukaha Homestead Association President, Patrick Kahawai`ola`a, introduced a

Conceptual plan introduced 60 years ago. In 1954 a halau was built and fell into disrepair (40) years later. The foundation still exists and services parties, pa'ina, memorial service, etc. To reestablish this community based concept will bring community support. They are readying a grant proposal for a learning center where kupuna can teach culture and language and renew experiences that have since been lost. Mr. Kahawai'ola'a will present a rendering of plans for approval. The hope is to generate income to leverage funds for the Keaukaha community.

RECESS 11:55 a.m.

EXECUTIVE SESSION

The Commission reconvened 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 and privileges, immunities and liabilities to address Item B-16 - Ms. Gwendolyn Vida's request.

RECONVENE 12:20 p.m.

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

CONTINUATION ITEM B-16

SUBJECT: Request for Contested Case Hearing – Gwendolyn Vida, Residential Lot Lease
7634, Waiohuli, Hawai'i

MOTION/ACTION

A motion was previously made in Item B-16. There being no further discussions, Chairman called for the question to grant Ms. Gwendolyn Vida a contested case hearing. Motion carried unanimously.

RECESS 12:20 p.m.

EXECUTIVE SESSION

Moved by Commissioner H. Tancayo, seconded by Commissioner K. Hopkins to reconvene to Executive Session.

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

1. Richard Nelson III, Kaliko Chun, et al. vs HHC, and SOH
Civil No. 07-163-08 BIA
2. Hui Maka`ainana a Kalawahine vs. HHC, et al.
3. Leimomi Lum vs HHC, Civil No. 09-1-2332-10
4. Beth Ann Wong vs DHHL, Civil No. 10-1-2237-10
5. Issues Relating to Commission's Powers, Duties, Privileges, Immunities and
Liabilities Under the HHCA of 1920 and HAR, Pursuant to §92-5(a)(4), HRS

RECONVENE 1:00 p.m.

MOTION/ACTION

Moved by Commissioner I. Lee Loy, seconded by Commissioner I. Aiu to adjourn to regular agenda to vote on Item #4 – Beth Ann Wong vs DHHL, Civil No. 10-1-2237-10

MOTION/ACTION

The commission agreed to allow the transfer of grandmother's (Yap) lease award to Beth Ann Wong, to include remuneration of \$9820.60 in fees. Motion carried unanimously. Aye votes: I. Aiu, P. Artates, D. Chang, I. Lee Loy, H. Tancayo. Recused from voting A. Nahale-a, L. DaMate and K. Hopkins. Aye votes: I Aiu, P. Artates, D. Chang, I. Lee Loy and, H. Tancayo. Excused absence: T. Morikawa.

RECESS: 1:00 p.m.

EXECUTIVE SESSION

Moved by Commissioner I. Lee Loy, seconded by Commissioner I. Aiu to reconvene in Executive Session. Motion carried unanimously.

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

ADJOURNMENT 1:25 p.m.

Moved by Commissioner K. Hopkins, seconded by Commissioner L. DaMate to adjourn to regular meeting. Motion carried unanimously

ADJOURNMENT: 1:25 p.m.

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

NEIL ABERCROMBIE
GOVERNOR
STATE OF HAWAII



ALBERT "ALAPAKI" NAHALE-A
CHAIRMAN
HAWAIIAN HOMES COMMISSION
ROBERT J. HALL
DEPUTY TO THE CHAIRMAN

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS
P.O. BOX 1879
HONOLULU, HAWAII 96805

June 17, 2011

MEMO TO: Interested Persons
FROM: Scottina Malia Ruis, Resource Management Specialist
SUBJECT: Draft 2011 Native Hawaiian Housing Plan (NHHP)

Aloha! Congress appropriated \$12,675,000.00 to the Department of Hawaiian Home Lands (DHHL) through the Native American Housing Assistance and Self-Determination Act (NAHASDA) for affordable housing activities on Hawaiian home lands for Fiscal Year 2011 - 2012.

Comments from community leaders on Hawaiian home lands were taken into consideration when drafting the 2011 Native Hawaiian Housing Plan (NHHP). Please review the attached 2011 NHHP and provide your comments or input to trisha.c.paul@hawaii.gov prior to June 28, 2011.

If you have any questions, feel free to contact me directly at (808) 620-9513.

Mahalo!

Attachment

HHC Item No. A-5
Exhibit A
Date 6-21-11

**U.S. Department of Housing
and Urban Development**
Office of Public and Indian Housing
Office of Native American Programs

**NATIVE HAWAIIAN HOUSING PLAN
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This form is for use by the DHHL to identify the location of the required elements of the Native Hawaiian Housing Plan (NHHP)

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FILE COPY

1-YEAR NATIVE HAWAIIAN HOUSING PLAN

The 1-Year Plan section of the Native Hawaiian Housing Plan must contain information relating to the fiscal year for which assistance is to be made available, including the following:

1. GOALS AND OBJECTIVES - A statement of the goals and objectives to be accomplished during the period.

Goal No. 1: Increase the affordable housing inventory on Hawaiian home lands to meet the increasing or unmet demand for housing by eligible native Hawaiian households¹.

Objective 1A: Increase the supply of affordable housing units through on-site and off-site development, to include but not limited to infrastructure, streets, utilities, and engineering, for single-family housing.

Tasks and Activities: Provide funding for on-site or off-site development improvements for at least one single-family residential subdivision on the island of O'ahu to serve at least 20 eligible native Hawaiian households and one on an outer island to serve at least 10 eligible native Hawaiian households.

Objective 1B: Increase the supply of affordable housing units through self-help (sweat equity) projects.

Tasks and Activities: Provide funding for technical assistance for at least one affordable housing project that utilizes the self-help construction method to assist at least 20 eligible native Hawaiian households achieve homeownership.

Objective 1C: Reduce the price of housing by providing direct assistance to eligible native Hawaiian homebuyers through downpayment assistance and/or principal reduction subsidies, low/no interest rate loans, matching funds for Individual Development Accounts (IDAs), or other means/methods that become available.

Tasks and Activities:

- a. Provide funding for subsidies, such as downpayment assistance/principal reduction or matching funds for Individual Development Accounts (IDA), which may be recaptured during the useful life period, for at least 20 eligible native Hawaiian households.
- b. Provide low-interest or no-interest loans to at least 30 eligible native Hawaiian households.

Objective 1D: Increase the supply of affordable housing units by providing funding for house construction for single-family housing which may include solar water heating, photovoltaic panels, and/or other energy efficient features.

¹ An "eligible native Hawaiian household" is 1) a household that is eligible to reside on Hawaiian home lands and 2) has household income (all working adults) at or below 80% of Area Median Income. All activities in this plan must serve "eligible native Hawaiian households".

Tasks and Activities: Provide funding for at least one single-family residential subdivision on the island of O'ahu to serve at 20 eligible families and one single family residential subdivision on the neighbor islands to serve 10 families.

Goal No. 2: Reduce the number of homes, occupied by eligible native Hawaiian families, that are in need of repair or replacement, or in need of renovation to relieve overcrowding, substandard housing issues, or provide energy efficient renovations.

Objective: Increase the number of programs and/or partnerships that provide assistance to eligible native Hawaiian households in the repair or replacement of their homes or to renovate their homes as a means to relieve over crowding.

Tasks and Activities:

- a. Provide low-interest or no-interest loans and/or grants to at least 10 eligible native Hawaiian households to repair/rehabilitate existing housing units to address substandard living conditions, to renovate existing housing units to address over crowding, or to provide energy efficient renovations.
- b. Initiate new partnerships and/or encourage the development of programs that target areas or needs that are not currently being served by existing City and County, or other, partnerships/programs.

Goal No. 3: Increase alternative energy resources and/or programs that will benefit eligible native Hawaiian households.

Objective 3A: Provide funding to eligible entities to implement alternative energy resource programs for eligible native Hawaiian households as a means to reduce housing costs and in alignment with the DHHL energy policy.

Tasks and Activities:

- a. Provide funds, and/or implement a program, to install energy efficient devices to include, solar water heating, photovoltaic panels, and/or other energy efficient features for eligible native Hawaiian households.

Goal No. 4: Increase community access to NHHBG resources to address public safety needs, organizational needs, community policing needs, or eligible "model" activity needs.

Objective: Support communities on Hawaiian Home Lands to assess the viability of developing and implementing eligible NHHBG programs and activities that will benefit their communities such as, but not limited to, safety enhancements, organizational support, community policing, or eligible "model" activities.

Tasks and Activities:

- a. Provide resources for homestead communities to determine the number/percentage of their residents that are NHHBG eligible (at or below 80% AMI).

- b. Assist homestead communities in addressing community safety needs, as warranted by the particular community, and in alignment with allowable activities for the NHHBG.
- c. Assist homestead communities with community policing activities, as warranted by the particular community, and in alignment with allowable activities for the NHHBG.
- d. Promote partnerships with existing providers and the police departments within each county to address public safety needs.

Goal No. 5: Increase access to educational or training programs that assist native Hawaiian families.

Objective: Develop, maintain, or improve educational and/or training programs to address financial, home repair, home maintenance, or other needs for eligible native Hawaiian households.

Tasks and Activities:

- a. Continue to work with and/or fund eligible entities, including DHHL's Home Ownership Assistance Program (HOAP), to provide financial literacy education and counseling, home buyer education, and foreclosure prevention to eligible native Hawaiian households.
- b. Continue to work with and/or fund eligible entities to provide home maintenance and/or self-help home repair training programs to eligible native Hawaiian households.
- c. Provide support or funding for other eligible educational or training programs to eligible native Hawaiian households.

Goal No. 6: Increase administrative capacity of DHHL to implement and monitor NHHBG programs.

Objective 6A: Comply with both state and federal requirements in the administration of the NHHBG and ensure adequate organizational capabilities to manage the various NHHBG programs, properties, and assets on Hawaiian home lands.

Tasks and Activities:

- a. Ensure that NHHBG programs are adequately staffed.
- b. Work with ONAP staff to ensure appropriate training for DHHL staff and sub-recipients for the administration of NHHBG programs.

Objective 6B: Establish collaborative partnerships to address affordable housing needs.

Tasks and Activities:

- a. Conduct community outreach and education, as needed, to address community interest in NAHASDA, the NHHP, and the DHHL's NAHASDA Community Grant Program.
- b. Engage local lenders to utilize the 184A guaranteed loan as another lending product.

2. STATEMENT OF NEEDS - A statement of the housing needs of the low-income Native Hawaiian families served by the DHHL, and the means by which such needs will be addressed during the period covered by the plan, including a description of:

- a. The estimated housing needs and the need for assistance for the low-income Native Hawaiian families to be served by the DHHL, including a description of the manner in which the geographical distribution of assistance is consistent with the geographical needs of those families, and the need for various categories of housing assistance.**

The Hawaiian Homes Commission Act of 1920, as amended, a Federal act, established the Hawaiian home lands trust and defined the population eligible to reside on Hawaiian home lands as those native Hawaiians with at least 50% Hawaiian blood and their successors or assignees of less than 50% Hawaiian blood. For the purposes of this plan, this population is referred to as native Hawaiians (native spelt with a small n instead of capital N). Estimates of the native Hawaiian population, a subset of the Native Hawaiian population, range from approximately 45,000 to 70,000, although this number remains difficult to measure.

In 2003 and 2008, DHHL contracted with SMS Research & Marketing Services, Inc. (SMS) to update the Beneficiary Needs Survey conducted in 1995. This survey addresses both DHHL beneficiaries and applicants. In addition, in 2006 the DHHL participated with state and county housing agencies to update the Housing Policy Study conducted by SMS (SMS 2006 study), which also included data on native Hawaiian households.

For purposes of this plan, data from the 2008 and 2006 SMS surveys is used and is supplemented with data from the 1995 HUD study, as applicable. The native Hawaiian subset (50% Hawaiian blood or such lower percentage as may be established in Sections 207, 208 and 209 of the Hawaiian Homes Commission Act of 1920, as amended) for the purpose of this plan is determined as follows:

7,315	Lessees residing on the DHHL lands — as of December 31, 2009 ²
25,925	Applicants — Unduplicated wait list as of December 31, 2010 ³
32,460	Estimated Potential Applicants based on SMS 2006 respondents ⁴
65,019	Total native Hawaiian individuals/households

By applying the SMS 2008 Beneficiary/Applicant Study and the SMS 2006 Housing Policy Study percentage estimates, we anticipate the following NAHASDA eligible native Hawaiian households as follows:

² Includes lessees residing on residential, agricultural and pastoral lots, one lessee per lease, one house per lease/lot, as applicable.

³ Applicant Type Distribution B report on 5/23/2011, unduplicated count of all lease types (residential, agricultural, and pastoral) as of 12/31/2010.

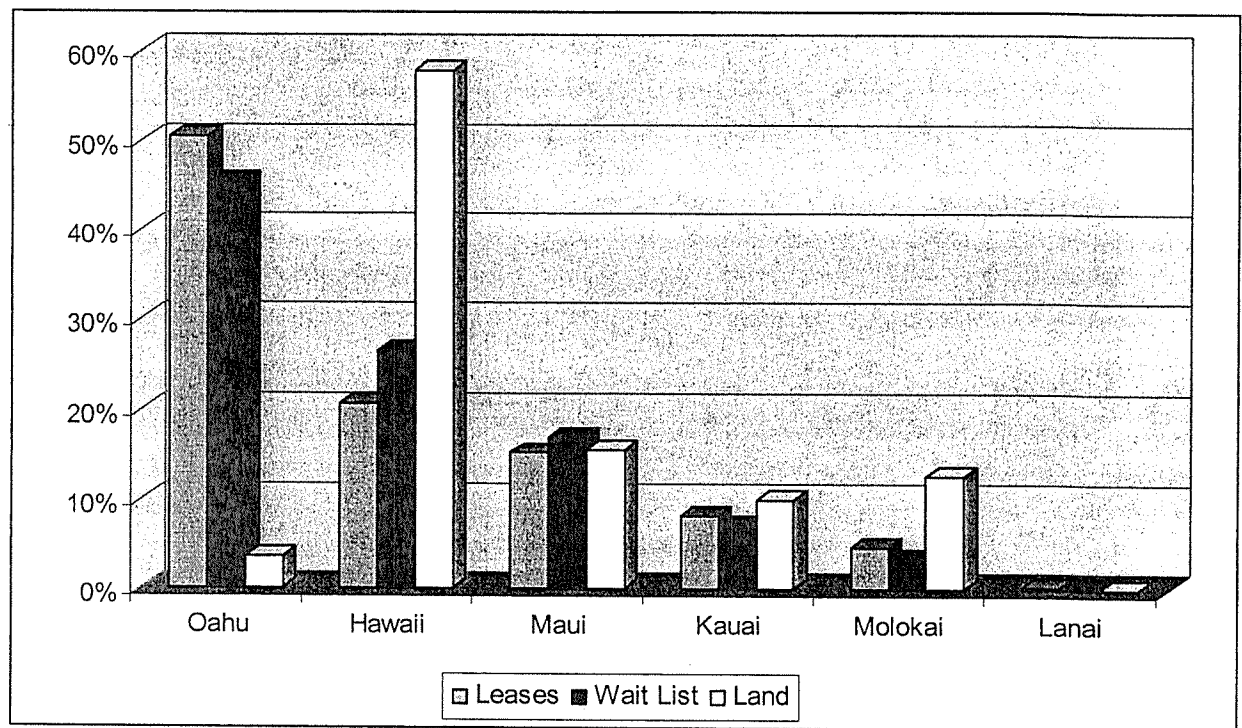
⁴ The SMS 2006 Housing Policy Study included a category for native Hawaiians with at least 50% blood quantum and are not DHHL lessees or applicants.

5,062	Lessees residing on the DHHL lands – 7,315 x 50.9%
11,133	Applicants – 25,244 x 46.4%
17,366	Potential Applicants – 32,460 x 53.5%
33,561	Total native Hawaiian households eligible for NAHASDA

In Calendar Year 2010 the statewide application waiting list grew by 681 applicants from 25,244 to 25,925⁵. As of December 31, 2010, the number of homestead leases was 9,919 (8,411 residential, 1,101 agricultural and 407 pastoral)⁶.

Geographical Distribution

According to the 2000 Census, 73% of the state’s population resides on the island of O’ahu. Likewise, approximately 63% of all Native Hawaiians⁷, 62% of all DHHL applicants, 64% of all DHHL potential applicants⁸ in the state reside on the island of O’ahu. Since the bulk of the home lands are found in rural areas such as the outer islands of Hawai’i, Maui, Moloka’i, Kaua’i and Lana’i, the land distribution of Hawaiian home lands does not support the geographical distribution of native Hawaiian households and their demands for residential leases. The lessee, wait list and actual acreage distribution are as follows:



5 Taken from Applicant Type Distribution B as of 12/31/10

6 Taken from Lease Report for the month ending 12/31/10, it should be noted that not all residential leases/lots currently have homes on them.

7 Taken from Aloha Counts by County, Alu Like 2003

8 Taken from SMS 2006 Study

Island	Residential Leases as of 12/31/2010		Residential Wait List as of 12/31/2010		Home Land Acreage as of 2008 Annual Report	
	Number	Percent	Number	Percent	Number	Percent
Oahu	4,254	50.58%	9,539	45.42%	7,495	3.69%
Hawaii	1,739	20.68%	5,572	26.53%	117,550	57.84%
Maui	1,288	15.31%	3,570	17.00%	31,796	15.65%
Kauai	705	8.38%	1,524	7.26%	20,565	10.12%
Molokai	396	4.71%	730	3.48%	25,769	12.68%
Lanai	29	0.34%	65	0.31%	50	0.02%
Total	8,411	100.00%	21,000	100.00%	203,225	100.00%

Although the DHHL has prioritized development and awards of new residential leases based on applicant preferences, it has not been able to keep up with the demand for residential parcels on the island of O'ahu since the distribution of home lands does not follow the population and applicant distribution patterns. This issue has created additional challenges as needed resources are expended to acquire lands on O'ahu to meet the stated demand. On the outer islands, where land is more remote and more costly to develop, additional costs are incurred in order to prepare the lands for residential use.

Low Income Housing Needs

For low-income native Hawaiian households (those making less than 80% of area median income), housing needs are severe with 68% of these households experiencing some kind of housing problem such as affordability, overcrowding, structural quality, availability or some combination of these problems. For very low-income households (those making less than 50% of area median income) the needs are even more severe with nearly 75% of the households in this category facing some kind of housing problem. While housing needs are serious for the native Hawaiian population as a whole, the situation is even more critical for the low- and very low-income native Hawaiian households. The percentage of low-income native Hawaiian households that experience housing problems is more than double the percentage of native Hawaiian households as a whole with housing problems — 68% versus 27%. For very low-income native Hawaiian households, this percentage is almost triple — 75% versus 27%.

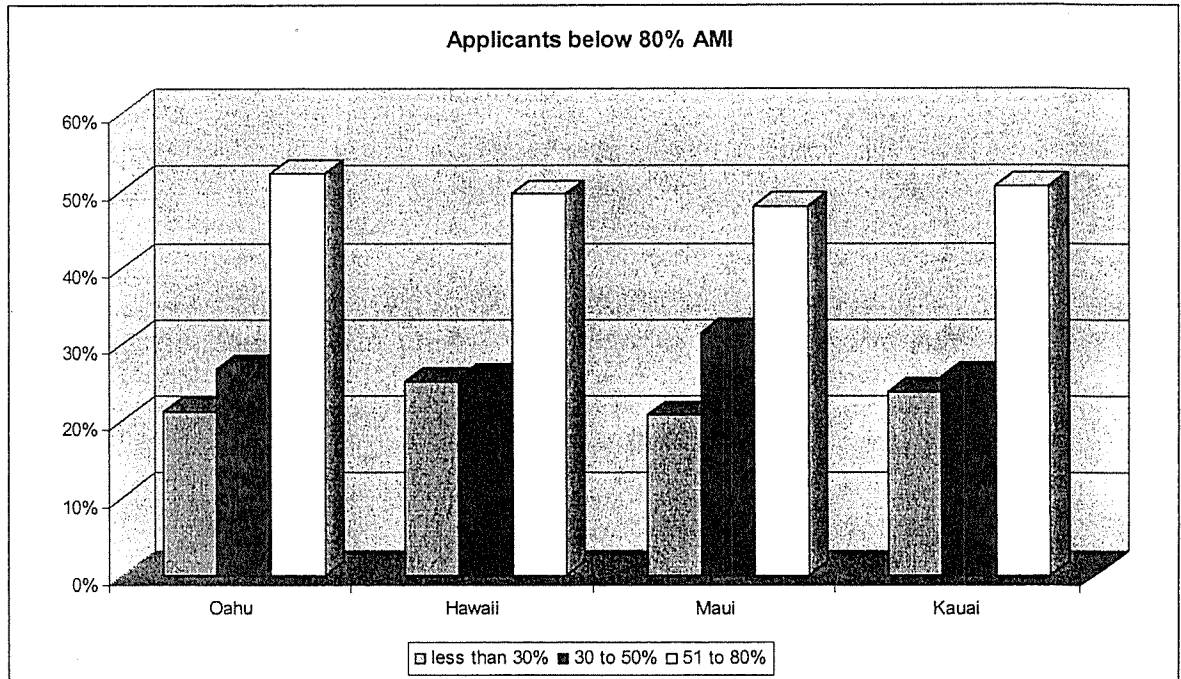
Addressing the Needs

Given these housing needs, the DHHL will focus the use of the NHHBG funds on increasing the supply of affordable housing units or to rehabilitate existing units to relieve some of the overcrowding pressures and substandard living environments experienced in many low-income native Hawaiian households. In addition, the DHHL will support healthy and safe communities, empower resident organizations and promote self-sufficiency for native Hawaiian families. Likewise, the DHHL will focus on developing the capacity of resident organizations and partnering entities (i.e. non-profit entities) in order for them to successfully apply for and administer NHHBG funds.

Based on SMS 2008 Applicant Study, at least half (50.8%) of all applicants that are at or below 80% AMI, fall in the 51% - 80% range, just under 30% fall in the 30% - 50% AMI range, and approximately 22% fall in the less than 30% AMI range.

Applicant Data

Income	Oahu	Hawaii	Maui	Kauai	Total
less than 30%	21.2%	25.0%	20.7%	23.7%	22.0%
30 to 50%	26.7%	25.6%	31.5%	25.8%	27.3%
51 to 80%	52.1%	49.5%	47.8%	50.5%	50.8%
Total 80% and below	100.0%	100.0%	100.0%	100.0%	100.0%



Recognizing the need to assist beneficiaries to prepare for homeownership, the DHHL created a program to prepare native Hawaiians on the waiting list for homeownership and to assist those already residing on Hawaiian home lands that are in financial crisis in October 2004. The Home Ownership Assistance Program (HOAP) became operative in early 2005. HOAP offers pre-homeownership and foreclosure prevention services (financial literacy), employment services, and drug counseling services. Pre-homeownership services include classes on the Hawaiian Homes Commission Act, Hawaiian genealogy, mortgages, budgeting and saving, and debt management. Case management is provided for those individuals that require additional follow up and/or ongoing counseling services. For families that are in financial crisis, HOAP provides foreclosure prevention services that include individual case management, budget review and counseling, and credit counseling/debt consolidation assistance, as warranted. HOAP also provides employment and drug counseling services. Employment services include job placement assistance and ongoing supportive counseling for a 12 month period. All individuals currently enrolled in employment services have since been employed. To date, no families have accessed the HOAP drug counseling services.

As of May 27, 2011, HOAP had 3,947 participants of which 2,966 are enrolled in pre-homeownership courses, 233 are enrolled in employment services and 748 are enrolled in foreclosure prevention services.

Approximately 77% of HOAP participants with income and household data⁹ are estimated to be at or below 80% AMI. The following table reflects the percentage of HOAP participants, inception to date, from each island and the percent of HOAP participants from each island that are at or below 80% AMI:

<u>Island</u>	<u>Percent of HOAP Participants from Island</u>	<u>Percent of HOAP Participants from Island at or below 80% AMI</u>
HAWAII	18.93%	72.64%
KAUAI	5.37%	78.36%
MAUI	12.03%	66.58%
OAHU	59.56%	81.08%
MAINLAND	1.79%	50.88%
MOLOKAI	2.30%	90.54%
	100.00%	

Note: All comparisons to AMI were based on residence address. Households with mainland addresses were compared with Honolulu Area Median Income Levels. Household income based on most recent tax returns, as filed with IRS, and may not accurately reflect total household members.

Another method for preparing beneficiaries for homeownership is the DHHL’s “Undivided Interest” program called Ho’opaepae. Applicants on the waiting list are offered an undivided interest in a large undeveloped lot. Leases are issued and these “lessees” are offered homeownership education through HOAP. Over the next one to three years, DHHL will improve and subdivide the large lot, usually in phases, and may contract with a developer to construct homes. This method provides lessees time to prepare their finances for homeownership — sometimes requiring relocation and/or job changes. When the lot improvements are completed, lessees who are financially ready will purchase homes and move in.

There are currently 6 undivided interest programs statewide with a total of 1,424 initial awards, 16 rescinded¹⁰, 1 surrendered, 6 relocated, 159 purchased homes, and 1,242 lessees are preparing for homeownership in the following areas:

1. Waiohuli - Kula, Maui - 320 leases awarded June 2005, construction pending completion of ERR.
2. La’i ‘Ōpua Villages 4 & 5 - Kealakehe, Hawai’i - 300 leases awarded October 2005, 45 homes are under construction but families have not moved in as of 12/31/2010 (first homes to be occupied in June 2010).

⁹ Income and Household data is available for 3,837 HOAP participants.

¹⁰ Families that rescind resume their original rank on the wait list.

3. Pi'ilani Mai Ke Kai - Anahola, Kauai - 160 leases awarded April 2006, homes are under construction.
4. Kumuhau & Kaka'ina Streets - Waimānalo, O'ahu - 100 leases awarded July 2006 – 45 homes are under construction but families have not moved in as of 12/31/10 (first homes to be occupied in June 2010).
5. Kānehili (East Kapolei I) - Kapolei, O'ahu - 349 leases awarded October 2006, as of 12/31/10, 254 homes were constructed and are currently occupied, however, due to financial situation of the families, 132 homes were awarded to wait list applicants instead of undivided interest applicants. The balance of 219 families are either preparing for homeownership or reconsidering their ability to be financially ready and may opt to rescind.
6. East Kapolei II – Kapolei, O'ahu – 196 leases awarded January 2009, infrastructure construction is still in progress and families continue to prepare for homeownership.

Undivided Interest as of 12/31/2010

	<u>Awarded</u>	<u>Rescinded</u>	<u>Surrendered</u>	<u>Relocated</u>	<u>Purchased Home</u>	<u>Preparing for Homeownership</u>
Waiohuli	320	2	0	0	0	318
Piilani Mai Ke Kai	160	1	0	6	37	116
Lai Opuā	300	4	1	0	0	295
Kanehili	349	8	0	0	122	219
East Kapolei II	196	0	0	0	0	196
Waimanalo	99	1	0	0	0	98
	1,424	16	1	6	159	1,242

Additionally, the DHHL has become aware of undivided interest lessees that hold Section 8 vouchers. Likewise, efforts have begun to initiate communication between the DHHL, the City and County of Honolulu, and the State's Section 8 voucher programs as beneficiaries who hold Section 8 vouchers are identified.

b. The estimated housing needs for all Native Hawaiian families to be served by the DHHL.

In 1995, HUD conducted a study of the housing needs for the native Hawaiian population. This study, entitled Housing Problems and Needs of Native Hawaiians, represents the most comprehensive information on the topic of housing needs for native Hawaiians. The

following information is pulled from this source unless noted otherwise. The SMS surveys done in 2003, 2006 and 2008 will be used to update the HUD study where data is available.

Population

Although Hawaiian home lands are found only in the State of Hawai'i, Native Hawaiians are found throughout the United States. In 2000, the population of Native Hawaiians, as reported by the U.S. Census, totaled more than 400,000. Approximately 239,655 Native Hawaiians, or almost 60%, reside in the State of Hawai'i.

As stated earlier, for the purposes of this plan, a population of 65,017 is used to represent the native Hawaiian population. This number reflects the number of existing lessee households residing on the DHHL lands as of December 31, 2010, applicants on the DHHL waitlist as of December 31, 2010, and potential applicants based on the SMS 2006 survey data (individuals who indicated that they were 50% or more native Hawaiian and were NOT a DHHL applicant or lessee).

Age, Education, Size of Households

According to the 2000 Census, formal education levels are lower for native Hawaiians with only 15% of native Hawaiians on home lands graduating from any level of college compared to 34.3% of the general population in the State. Likewise, nearly 20% of native Hawaiians on home lands do not have high school diplomas as opposed to 15% of the general population of the state.

According to the 2008 SMS Applicant Study, 16.6% of applicants that are below 80% AMI do not have high school diplomas and 47.8% have only a high school diploma. That is, more than half (64.4%) of DHHL applicants that are at or below 80% AMI have a high school diploma or lower. About one fourth (24.6%) of applicants at or below 80% AMI have some college experience and a mere 11% have a bachelors degree or higher (9% with BA, 1% with some post-grad education, and 1% with a Masters or PhD)

The 2000 Census also indicates that native Hawaiians residing on home lands are slightly younger and their families are slightly larger than the larger population in the State. The median age for native Hawaiians is 32 years as opposed to the larger population with a median age of 36 years. Also, about 64% of all lessee households had one or more children present according to the SMS 2006 survey data — 22% of these households had 2 to 3 children and 13% had 4 or more children. In contrast, only 25% of non-native households had children in the home. Based on special tabulations compiled by Alu Like, Inc. in 2003 (using 2000 Census data), the average DHHL native Hawaiian household size was 4.15 as compared to an average household size of 3 for the larger population in the State of Hawai'i¹¹. More recent studies by SMS (Applicant/Beneficiary Study 2008) suggest an average DHHL lessee household size of 4.26 and applicant household size of 4.04¹².

¹¹ Alu Like Inc., "Profiles of Homestead Communities within the Hawaiian Home Lands", compiled in 2003

¹² These more recent household size averages were used for the purpose of this plan.

In addition, native Hawaiian households tend to include more than one family, often multigenerational. The SMS 2006 survey documents that this is particularly true on the home lands where 26.6% of the households include more than one family compared to 6.3% of non-native Hawaiian households in the State. In general, about 20% of all native Hawaiian households include multigenerational family members (19.5% for native Hawaiian households below 80% median income and 18.6% for native Hawaiian households over 80% median income) compared to about 7% for non-native households (6.3% and 7.2% respectively for similar income levels). Lessee households were also more likely to have 8 or more family members (14%) as opposed to applicant households (9%) or non-Hawaiian households (1%).

Furthermore, approximately 22.2% of native Hawaiian households at or below 80% of area median income levels are living in *crowded* conditions¹³ vs. 8% of the non-native Hawaiian households at the same income levels. Likewise, 7.6% of native Hawaiian households at or below 80% of area median income levels are living in *severely crowded* conditions¹⁴ vs. 4.4% of the non-native Hawaiian households at the same income levels.

Tenure and Housing Stock

While homeownership rates in Hawai'i are typically lower than the U.S. as a whole, homeownership rates for native Hawaiians residing in urban Hawai'i are particularly low. Only 38% of native Hawaiians own their home in urban Honolulu, compared to 48% for non-native Hawaiians. This disparity continues in other urban areas of the State where 51% of native Hawaiians own their homes compared to 60% for non-natives.

The tenure rates are dramatically different on Hawaiian home lands where nearly 100% of the units are owner-occupied. However, according to the SMS 2006 study, approximately 44% of all native Hawaiian households in the state were renters as compared to approximately 37% of non-native Hawaiian households. However, of all **applicant** households at or below 80% area median income, approximately 63% were renters. Likewise, of all **potential applicant** households at or below 80% area median income, approximately 57% were renters. This is quite different from those households that were non-native Hawaiian at or below 80% area median income in which approximately half (49%) were renters. In any case, native Hawaiian households, and specifically low-income native Hawaiian households, are more likely to be renters and less likely to own their own homes.

Additionally, native Hawaiians are more likely to reside in older housing units. Approximately 30% of native Hawaiians reside in units built before 1960 compared to 26% of the non-native Hawaiian population in the State. For native Hawaiians residing in urban Honolulu, the difference is even more severe with 45% of native Hawaiians residing in units built before 1960 compared to 29% for non-natives. According to the SMS 2006 survey and with specific regard to the DHHL lessees, approximately 24.4% of native Hawaiian households at or below 80% of area median income levels are residing in homes built prior to 1960 (approximately 510 homes).

13 more than 1.01 persons per room

14 more than 1.59 persons per room

In addition, native Hawaiian homeowners are more likely to live in single-family dwellings, 90% of native Hawaiian owners compared to 79% for non-native owners. This preference for single family homes is also true for native Hawaiian renters who tend to live in single-family dwellings at higher rates than non-natives.

Income

Native Hawaiian households are more likely to be very low-income than non-native Hawaiian households. Owner households on Hawaiian home lands are among the poorest of native Hawaiian households with approximately 25% having income at or below 50% of the area median. Applicant households fair no better with approximately 22% of all applicant households having income at or below 50% of the area median¹⁵.

	<u>Household Income</u>	<u>Honolulu</u>	<u>Hawaii</u>	<u>Kauai</u>	<u>Maui</u>	<u>State</u>
<u>Lessees</u>	less than 30%	12.2%	9.9%	9.1%	11.5%	10.9%
	30 - 50%	17.6%	18.4%	9.6%	14.2%	15.7%
	51 - 80%	23.7%	23.1%	25.1%	29.2%	24.3%
	Total Below 80% AMI	53.5%	51.4%	43.8%	54.9%	50.9%
	<u>Household Income</u>	<u>Honolulu</u>	<u>Hawaii</u>	<u>Kauai</u>	<u>Maui</u>	<u>State</u>
<u>Applicants</u>	less than 30%	9.8%	10.8%	10.6%	11.2%	10.2%
	30 - 50%	12.4%	11.0%	16.1%	12.1%	12.6%
	51 - 80%	24.1%	21.4%	24.5%	23.8%	23.6%
	Total Below 80% AMI	46.3%	43.2%	51.2%	47.1%	46.4%

Data compiled from the 2008 Beneficiary/Applicant Study¹⁶ indicates that at least half (50.9%) of the households on Hawaiian home lands and just under half (46.4%) of applicant households were at or below 80% Area Median Income (AMI) levels, and data from the 2006 Housing Policy Study indicated that just over half (53.5%) of potential DHHL applicant households (respondents of 50% or more Hawaiian ancestry who were not applicants or lessees at the time of the survey) were at or below 80% of AMI levels.

For the DHHL lessee, this is a decrease from the 2006 Housing Policy Study that indicated approximately 69% of lessee households were at or below 80% of AMI in 2006. This could be a result of the increase in new homes that are being built on Hawaiian Home Lands of which only an estimated 20% are occupied by NAHASDA eligible families. For the DHHL applicant, the 46.4% is comparable to the 44.1% reported previously suggesting minimal change in income levels for the applicant population.

As noted in the table above, approximately one fourth or 25% of all Lessee and Applicant households have total household income that is between 51% and 80% AMI and at least 10% of all Lessee and Applicant households have total household income that is below

15 Applicant Data does not distinguish between owner vs. renter households.

16 SMS Special Tabulations run 5/31/2011, Income Data by County and by Status. Percentages consider non-respondent data in calculation method.

30% AMI. This corresponds with American Community Survey¹⁷ data that indicates at least 9.4% of the households on HHL are living below the poverty level. The following table reflects the poverty guidelines and HUD income guidelines for Hawaii in 2009:

<u>2009 Poverty Guidelines</u>		<u>2009 HUD Income Guidelines</u>	
<u>Persons in family</u>	<u>Poverty guideline</u>	<u>30% of AMI</u>	<u>50% of AMI</u>
1	\$ 12,460.00	\$ 15,950.00	\$ 26,600.00
2	\$ 16,760.00	\$ 18,250.00	\$ 30,400.00
3	\$ 21,060.00	\$ 20,500.00	\$ 34,200.00
4	\$ 25,360.00	\$ 22,800.00	\$ 38,000.00
5	\$ 29,660.00	\$ 24,600.00	\$ 41,050.00
6	\$ 33,960.00	\$ 26,450.00	\$ 44,100.00
7	\$ 38,260.00	\$ 28,250.00	\$ 47,100.00
8	\$ 42,560.00	\$ 30,100.00	\$ 50,150.00

According to the SMS 2006 study, approximately 31% of all native Hawaiian households have incomes less than 50% of the area median compared to 24% of non-native Hawaiian households. For those native Hawaiian households that occupy their homes without payment, approximately 89% have incomes less than 80% of the area median compared to 41% of non-native households. Of the households with seniors (62 years of age or older), 75.8% of DHHL lessees, 36.3 % of DHHL applicants, and 48.9% of potential applicants were at or below 80% AMI.

Additionally, according to the State Department of Health's, Hawai'i Health Survey 2005, native Hawaiian households are more likely to be "poor" (below poverty levels) or "near poor" (100% to 199% of poverty levels) than non-native households. That is, approximately 9% of native Hawaiian households reside below poverty levels and approximately 19% reside at the near poor levels as compared to approximately 7% and 13% respectively for non-native households.

Likewise, shelter-to-income ratios are much higher for the native Hawaiian household in that approximately 45.5% of all native Hawaiian households at or below 80% of area median income levels pay over 40% of their monthly income toward their shelter costs. As would be expected, this percentage is significantly lower for the DHHL lessee (same income levels) at 12.3% due to the affordable homeownership options available to them. Nonetheless, 43.1% and 48.9% of the DHHL applicant households and potential applicant households pay over 40% of their monthly income toward shelter costs. In contrast, only approximately 36.3% of non-native households at or below the 80% income threshold pay over 40% of their monthly income toward shelter costs.

3. FINANCIAL RESOURCES- An operating budget for the DHHL, including:

An identification and a description of the financial resources reasonably available to DHHL to carry out the purposes of the Hawaiian Homelands Homeownership Act of 2000 (HHHA), including an explanation of the manner in which amounts made available will be used to leverage additional resources; and DHHL trust funds will be used to augment all programs for beneficiaries who are not eligible for NAHASDA.

Operating Budget for NHHBG Programs:

NHHBG Block Grant (Title VIII) Program	\$12,675,000.00
Program Income (Projected to 6/30/12)	\$208,000.00
Total Available	\$12,883,000.00
Development/Infrastructure	\$6,544,700.00
Loan Programs	\$2,000,000.00
Grants/Subsidies	\$2,000,000.00
Housing Services	\$1,000,000.00
Crime Prevention & Safety	\$25,000.00
Model Activities	\$25,000.00
Administration & Planning	\$1,288,300.00
Total Available	\$12,883,000.00
184A Loan Guarantee Program	\$1,042,000.00 ¹⁸

The following programs are utilized on Hawaiian home lands: private sector lending for interim construction and permanent mortgage financing, FHA Section 247 insured loans, Section 184A, Veterans Affairs direct loans, Rural Development (U.S. Department of Agriculture) programs, Community Development Block Grant funding, Federal Home Loan Bank of Seattle grants, Habitat for Humanity, and other State, local and non-profit resources. DHHL continues to actively seek opportunities to leverage NAHASDA funding with other Federal, State, County and private resources either through expanding programs that currently operate on Hawaiian home lands or by seeking new opportunities with different funding partners.

There are currently three approved lenders for the Section 184A loan program, Home Street Bank, Bank of Hawai'i and Hawai'i Community Lending. The first Section 184A loan was closed in December 2007 and a total of 202 have been guaranteed from December 2007 thru May 31, 2011. The total loan amount of 184A loans guaranteed for this same period is \$50,680,198 .00

The uses to which such resources will be committed, including eligible and required affordable housing activities, and administrative expenses.

¹⁸ \$1,042,000 would leverage about \$41,000,000 in mortgage loan guarantee authority.

NHHBG Block Grant (Title VIII) Program:

		<u>Goal Number</u>
Development/Infrastructure	\$6,544,700.00	Goal Number 1
Loan Programs	\$2,000,000.00	Goal Number 1, 2 & 3
Grants/Subsidies	\$2,000,000.00	Goal Number 1, 2, & 3
Housing Services	\$1,000,000.00	Goal Number 3, 4 & 5
Crime Prevention & Safety	\$25,000.00	Goal Number 4
Model Activities	\$25,000.00	Goal Number 4
Administration and Planning	\$1,288,300.00	Goal Number 6
Total Available	\$12,883,000.00	

4. AFFORDABLE HOUSING RESOURCES - A statement of the affordable housing resources currently available at the time of the submittal of the plan and to be made available during the period covered by the plan, including a description of:

- a. **The Significant Characteristics of the Housing Market in the State of Hawai'i, including the availability of housing from other public sources and private market housing; and the manner in which the characteristics influence the decision of the DHHL to use grant amounts to be provided under this Act for rental assistance, the production of new units, the acquisition of existing units, or the rehabilitation of units;**

Economy

Despite the traumatic earthquake and tsunami in Japan in March 2010, local economists at the State of Hawai'i, Department of Business, Economic Development and Tourism (DBEDT) are projecting positive growth for the rest of 2011 based on their second quarter report. Likewise, the Hawaii Tourism Authority reports total expenditures by visitors who came to Hawaii in between January and April 2011 rose 17.8% compared to the same period last year. In addition, visitor days increased 10.9% and arrivals grew 8.9%. Increases were due in part to other major market areas that were able to offset the decreased numbers from Japan.

According to the DBEDT, the State of Hawai'i began to feel the effects of economic recovery during the first quarter of 2010 and subsequent reports by the Hawaii Tourism Authority suggest 12 straight months of economic upturn. However, the first quarter 2011 economic indicators were mixed. Although visitor arrivals and expenditures were up, private building permits and government contracts awarded decreased as did State general fund tax revenues. In construction, the value of permits and government awards decreased, construction jobs also decreased.

According to the United States Department of Labor, Bureau of Labor Statistics, the seasonally adjusted unemployment rate for the State of Hawai'i continues to hover around the 6% mark (6.1% as of April 2011), comparable to the same time last year (6.7%). The State of Hawai'i has not seen unemployment rates this high since February 1978 when the seasonally adjusted unemployment rate was 7.1%, the historic high for Hawai'i's

unemployment rate was in January 1976 at 9.9% and the historic low was in December 2006 at 2.3%. Based on preliminary data, Hawai'i has the 9th lowest unemployment rate in the nation (along with Virginia at the same rate) as of April 2011. North Dakota continues to have the lowest unemployment rate at 3.3%, a reduction from 3.8% last year, Nevada has the highest unemployment rate at 12.5% and the national unemployment rate is 9.0%, also a reduction from 9.9% last year, for the same period.

The US Bureau of Labor also reports on alternative measures of labor underutilization in addition to the unemployment rate. These additional five measures provide a more narrow (U-1 and U-2) or broad (U-4 through U-6¹⁹) concept of unemployment based on the definitions below:

- U-1, persons unemployed 15 weeks or longer, as a percent of the civilian labor force;
- U-2, job losers and persons who completed temporary jobs, as a percent of the civilian labor force;
- U-3, total unemployed, as a percent of the civilian labor force (**this is the definition used for the official unemployment rate**);
- U-4, total unemployed plus discouraged workers, as a percent of the civilian labor force plus discouraged workers;
- U-5, total unemployed, plus discouraged workers, plus all other marginally attached workers, as a percent of the civilian labor force plus all marginally attached workers; and
- U-6, total unemployed, plus all marginally attached workers, plus total employed part time for economic reasons, as a percent of the civilian labor force plus all marginally attached workers.

Hawaii's percentage rate, vs. the National percentage rates, for each of the categories above for the second quarter of 2010 through the first quarter of 2011 are as follows:

	U-1	U-2	U-3	U-4	U-5	U-6
Hawaii	3.9	3.8	7	7.9	8.9	16.9
National	5.7	6	9.6	10.3	11.1	16.7

Again, the category U-3 utilizes the standard definition for the official unemployment rate. In general, the percentage rates for each of the categories increases from U-1 to U-6 and differences between the categories have certain implications. For example, the difference between U-3 and U-4 reflect degrees of would-be-job-seeker discouragement, the higher the difference, the greater the amount of discouragement. The difference between U-5 and U-6 reflect degrees of "underemployment", again, the higher the number the higher the incidence of "underemployment".

¹⁹ U-3 is the official definition used for unemployment statistics.

Despite Hawaii’s relatively low unemployment rate as compared to the national rate, Hawaii ranks 46th out of the 50 states and the District of Columbia in job seeker discouragement with a difference between U-3 and U-4 of +.9 indicating a high incidence of job seeker discouragement. Hawaii also ranks 50th out of the 50 states and the District of Columbia in “underemployment” with a difference of +8 indicating a high degree of “underemployment”, almost the highest in the nation, next to California with a difference of +8.1. The national difference is +.7 and +5.6 for job seeker discouragement and “underemployment” respectively²⁰.

High Cost of Housing

The following tables reflect the annual median sales price for single family homes and condominiums from 2003 thru 2010 and include a glimpse of the sales trends for the first quarter of 2011.

Historical annual median sales prices for **single family homes** in Hawai’i are as follows²¹:

Single Family Median Sales Prices

<u>Year</u>	<u>O’ahu</u>	<u>Percent Change</u>	<u>Maui</u>	<u>Percent Change</u>	<u>Hawai’i</u>	<u>Percent Change</u>	<u>Kaua’i</u>	<u>Percent Change</u>	<u>Moloka’i</u>	<u>Percent Change</u>	<u>Lana’i</u>	<u>Percent Change</u>
2003	\$380,000	NA	\$440,000	NA	\$235,000	NA	\$366,375	NA	\$979,950	NA	\$182,500	NA
2004	\$460,000	17%	\$550,000	20%	\$290,000	19%	\$499,000	27%	\$285,000	-244%	\$400,000	54%
2005	\$590,000	28%	\$679,000	23%	\$385,000	25%	\$639,000	22%	\$737,500	61%	\$382,500	-5%
2006	\$630,000	6%	\$693,000	2%	\$421,000	9%	\$675,000	5%	\$477,500	-35%	\$405,000	6%
2007	\$643,500	2%	\$630,069	-9%	\$395,000	-6%	\$650,000	-4%	\$415,000	-13%	\$425,000	5%
2008	\$624,000	-3%	\$577,867	-8%	\$345,000	-13%	\$615,000	-5%	\$430,000	4%	\$443,500	4%
2009	\$575,000	-8%	\$498,106	-14%	\$278,000	-19%	\$470,000	-24%	\$285,000	-34%	\$291,850	-34%
2010	\$592,750	3%	\$460,000	-8%	\$255,000	-8%	\$475,000	1%	\$450,000	58%	\$268,000	-9%
2011	\$548,500	-8%	\$450,000	-2%	\$240,000	-6%	\$455,000	-4%	\$412,500	-8%	\$270,000	1%

The above data reflects a general increase from 2003 to 2006. Items in **bold** reflect the “peak” for that island. Lanai and Molokai data do not necessarily follow the trend in 2003 and 2004, however, this is likely due to the limited number of sales data collected at that time by this data source. It is also important to note that median sales prices continue to decrease for Maui, Hawaii, and Lanai but have increased for Oahu, Kauai, and Molokai for 2010. For Maui and Hawaii, this downward trend continues into the first quarter of 2011.

20 Additional information on Alternative Measures of Labor Underutilization can be found at <http://data.bls.gov/cgi-bin/print.pl/lau/stalt.htm>

21 Data for both Single Family and Condominiums are from Honolulu Board of Realtors web site historical data (O’ahu), Maui Board of Realtors web site (Maui), Hawai’i Information Services (Kaua’i & Hawai’i). 2011 figures are for the first quarter. Maui data includes Moloka’i, Lana’i. and all of Maui County.

Historical annual median sales prices for **condominiums** in Hawai'i are as follows:

Condo Median Sales Prices												
<u>Year</u>	<u>O'ahu</u>	<u>Percent Change</u>	<u>Maui</u>	<u>Percent Change</u>	<u>Hawai'i</u>	<u>Percent Change</u>	<u>Kaua'i</u>	<u>Percent Change</u>	<u>Moloka'i</u>	<u>Percent Change</u>	<u>Lana'i</u>	<u>Percent Change</u>
2003	\$175,000	NA	\$240,622	NA	\$185,000	NA	\$287,000	NA	NA	NA	\$922,500	NA
2004	\$208,500	16%	\$310,000	22%	\$275,000	33%	\$375,000	23%	\$177,500	NA	\$1,557,500	41%
2005	\$269,000	22%	\$390,000	21%	\$369,500	26%	\$435,000	14%	\$243,000	27%	\$1,474,500	6%
2006	\$310,000	13%	\$505,000	23%	\$425,867	13%	\$405,000	-7%	\$340,000	29%	\$2,384,800	38%
2007	\$325,000	5%	\$550,000	8%	\$394,950	-7%	\$565,000	28%	\$307,000	-10%	\$2,279,663	-4%
2008	\$325,000	0%	\$549,500	0%	\$370,000	-6%	\$545,000	-4%	\$155,000	-50%	\$1,975,000	-13%
2009	\$302,000	-7%	\$465,000	-15%	\$276,500	-25%	\$330,000	-39%	\$215,000	39%	\$1,875,000	-5%
2010	\$305,000	1%	\$450,000	-3%	\$270,000	-2%	\$344,500	4%	\$134,950	-37%	\$1,155,000	-38%
2011	\$315,000	3%	\$377,500	-16%	\$238,500	-12%	\$270,000	-22%	\$130,000	-4%	\$1,022,700	-11%

Like the single family data provided previously, condominium data for the same time period also reflects a general increase in median sales prices from 2003 to 2006 and a subsequent decrease from 2006 (or peak year as identified in **bold**) to 2010). Also similar to the single family data, we see an increase in median sales price from 2009 to 2010 for the islands of Oahu and Kauai (but not Molokai), and a decrease for Maui, Hawaii, Molokai and Lanai. For all islands but Oahu, this downward trend in median sales price for condominiums continue for the first quarter of 2011.

In general, although median sales prices continue to decrease from each island's respective peak year for both single family homes and condominiums, we see that median sales prices for 2010 are still higher than they were in 2003. The following table reflects the percentage change between each islands median sales price during their respective peak year and comparable data for 2010, and the percentage change between 2003 and 2010, respectively.

Percentage Change between "peak" year and 2010

	O'ahu	Maui	Hawai'i	Kaua'i	Moloka'i	Lana'i
Single Family	-8%	-34%	-39%	-30%	-39%	-37%
Condominium	-6%	-18%	-37%	-39%	-60%	-52%

Percentage Change between 2003 and 2010

	O'ahu	Maui	Hawai'i	Kaua'i	Moloka'i	Lana'i
Single Family	36%	4%	8%	23%	-118%	32%
Condominium	43%	47%	31%	17%	-32%	20%

Although Oahu median sales data for 2010 suggest a possible turn around in the states economy, this is not yet a trend we are seeing across the board with all islands.

Wages remain relatively low in Hawai'i making housing affordability a major issue for residents of the state. Because wages remain low, families living in Hawai'i often work more than one job to make ends meet. The SMS Study of 2006 indicated that 44% of all

households in the state were at or below 80% of median income. According to the same report, even families with household incomes between 120% and 140% of median income in Hawai'i require affordable housing units given the high costs of housing.

Almost one fourth (22.7%) of all Hawai'i residents pay over 40% of their monthly household income toward their shelter costs and approximately one third (34%) pay over 30% of their monthly household income toward their shelter costs. However, when examined closer it is clear that those households with income levels below 80% of the area median income are more likely to be paying over 30% of their household income toward shelter costs. More specifically, for all households in the state that are at or below 80% of area median income levels, about half (52.22%) pay over 30% of their monthly income toward shelter costs and approximately 38.33% pay over 40% of their monthly income toward shelter costs. As stated previously, shelter to income ratios are higher for native Hawaiian households in that 45.5% pay over 40% of their monthly household income toward their shelter costs whereas only 36.6% of non-native households pay over 40% of their monthly household income toward shelter costs.

The National Low Income Housing Coalition, in it's "Out of Reach 2007 – 2008" report, named Hawai'i as the most expensive state as ranked by the "two-bedroom housing wage rate", the wage required (**\$29.02**) in order for a two-bedroom unit to be affordable (30% or less of income). Additionally, it would require several wage earners at either the \$7.25 (state minimum wage) or the \$12.42 (average wage of a renter) in order to keep rental costs "affordable" (30% of income). Hawaii's state minimum wage has not increased since 2007.

Minimum Wage

<u>Date</u>	<u>State</u>	<u>Federal</u>
9/1/1997		\$5.15
1/1/2002	\$5.75	
1/1/2003	\$6.25	
1/1/2006	\$6.75	
1/1/2007	\$7.25	
7/24/2007		\$5.85
7/24/2008		\$6.55
7/24/2009		\$7.25

The following table is based on the Fair Market Rent for a two bedroom apartment and the wage required to maintain that level of rent and utilities without paying more that 30% of income on housing in Hawai'i. It should be noted that the number of hours required at both the "minimum wage" and the "average wage" assumes that earners work a 40 hour work week for 52 weeks per year.

	Fair Market	Wages Required for Affordability			Minimum Wage		Average Wage	
	2 bed room	Annual	Monthly	Hourly	# of Hours	# of Earners	# of Hours	# of Earners
State	\$1,509.00	\$60,355.00	\$5,029.58	\$29.02	160	4	93	2.3
Hawai'i	\$998.00	\$39,920.00	\$3,326.67	\$19.19	106	2.6	71	1.8
Maui	\$1,316.00	\$52,640.00	\$4,386.67	\$25.31	140	3.5	80	2
O'ahu	\$1,630.00	\$65,200.00	\$5,433.33	\$31.35	173	4.3	98	2.5
Kauai'i	\$1,183.00	\$47,320.00	\$3,943.33	\$22.75	126	3.1	83	2.1

According to Universal Living Wage²², the 2010 fair market rent for a 2 bedroom for Honolulu has increased as noted below, and as compared to the 2008 data provided above.

METROPOLITAN FMR AREAS	LIVING WAGE (\$/hour)		FAIR MARKET RENT (\$/month)				
	0 BR	1 BR	0 BR	1 BR	2 BR	3 BR	4 BR
Honolulu, HI MSA	\$22.90	\$26.87	\$1,191.00	\$1,397.00	\$1,704.00	\$2,473.00	\$2,767.00

NONMETROPOLITAN COUNTIES	LIVING WAGE (\$/hour)		FAIR MARKET RENT (\$/month)				
	0 BR	1 BR	0 BR	1 BR	2 BR	3 BR	4 BR
Hawaii County, HI	\$15.73	\$18.88	\$ 818.00	\$ 982.00	\$1,102.00	\$1,554.00	\$1,703.00
Kalawao County, HI	\$18.88	\$21.77	\$ 982.00	\$1,132.00	\$1,330.00	\$1,681.00	\$1,914.00
Kauai County, HI	\$18.13	\$20.42	\$ 943.00	\$1,062.00	\$1,399.00	\$1,756.00	\$1,911.00
Maui County, HI	\$23.21	\$25.71	\$1,207.00	\$1,337.00	\$1,555.00	\$2,081.00	\$2,228.00

Influence of Housing Market Characteristics

The DHHL anticipates no changes to house construction costs for the next fiscal year. The following reflects a comparison between the anticipated cost/price of a single family turn key home on HHL to market products:

Area	DHHL Range	Market Single Family ²³	Market Condominium
O'ahu	\$197,500 - \$360,000	\$548,500	\$310,000
Maui	\$250,000 - \$350,000	\$450,000	\$450,000
Molokai'i	\$120,000 - \$250,000	\$412,500	\$144,000
Lana'i	\$140,000 - \$310,000	\$270,000	\$460,000
Hawai'i	\$145,000 - \$325,000	\$240,000	\$270,000
Kauai'i	\$150,000 - \$270,000	\$455,000	\$287,500

To offset the relatively high cost of housing (purchase or rental) in Hawai'i, the DHHL strives to provide housing at affordable prices. Homes offered to applicants on the DHHL wait list are well under the median sales price of a single family home for the state during the same time period. Based on projected house costs for 2011 (again, no change from 2010), eligible native Hawaiian families have the opportunity of owning a home at about 43% of the cost for single family homes in the private sector. This allows DHHL beneficiaries to purchase a home for a monthly mortgage payment of \$660 to \$1,900 per

22 www.universallivingwage.org

23 Single Family and Condominium market values listed are based on the first quarter of 2011.

month (at 6% annual interest), this is often less than the cost of similar sized rental units in the current market²⁴. As noted in the table above, the current market median sales price of single family homes and condominiums are currently below the anticipated house cost/price on HHL. This situation, and the economic challenges that are facing DHHL Hawaii island beneficiaries, has caused DHHL to put additional effort into alternative house construction methods (Habitat, Modified-Self Help, etc.) to help reduce the housing costs to beneficiaries.

<u>Area</u>	<u>DHHL Min</u>	<u>DHHL Max</u>	<u>DHHL Average</u>	<u>Market²⁵</u>	<u>Percent Less</u>
O'ahu	\$197,500	\$360,000	\$278,750	\$592,750	53%
Maui	\$250,000	\$350,000	\$300,000	\$460,000	35%
Moloka'i	\$120,000	\$250,000	\$185,000	\$450,000	59%
Lana'i	\$140,000	\$310,000	\$225,000	\$268,000	16%
Hawai'i	\$145,000	\$325,000	\$235,000	\$255,000	8%
Kaua'i	\$150,000	\$270,000	\$210,000	\$475,000	56%
Statewide ²⁶	\$167,083	\$310,833	\$238,958	\$416,792	43%

The DHHL will continue to focus the use of NHHBG funds on the development of additional affordable units to provide homeownership opportunities for eligible native Hawaiian families, to rehabilitate existing housing units for eligible native Hawaiian families, and to relieve overcrowding in eligible native Hawaiian households. In many cases, families that purchasing a home on Hawaiian home lands will be paying less in monthly mortgage payments than they currently pay for rent. In addition, by providing affordable housing units on Hawaiian home lands for eligible native Hawaiian families, other public sector housing units currently housing these families will be freed up for non-native families.

The DHHL estimates that an eligible NHHBG applicant would qualify for the following approximate loan amounts and subsequent estimated monthly payments²⁷.

<u>County</u>	<u>80% AMI</u>	<u>Estimated Max Loan</u>	<u>Estimated Monthly Payments</u>
Honolulu County	\$76,100	\$283,181	\$1,699
Hawai'i County	\$60,800	\$221,556	\$1,329
Kaua'i County	\$61,450	\$224,174	\$1,345
Maui County	\$68,300	\$251,764	\$1,511
<u>County</u>	<u>50% AMI</u>		
Honolulu County	\$47,550	\$168,188	\$1,009
Hawai'i County	\$33,750	\$112,604	\$676
Kaua'i County	\$38,400	\$131,333	\$788
Maui County	\$42,700	\$148,653	\$892

24 According to the National Low Income Housing Coalition, the 2008 Fair Market Rent for two, three and four bedroom units in Hawai'i is \$1,509, \$2,168 and \$2,514 respectively.

25 Market rates reflected for 2010

26 Statewide estimates are based on average amounts per each column

27 Figures are based on 6% annual interest and 2009 maximum income thresholds for a family of four and assumes limited to no debt and good credit.

<u>County</u>	<u>30% AMI</u>		
Honolulu County	\$28,550	\$91,660	\$550
Hawai'i County	\$20,250	\$58,229	\$349
Kaua'i County	\$23,050	\$69,507	\$417
Maui County	\$25,600	\$79,778	\$479

Currently, DHHL is still able to offer a more affordable homeownership option to potential DHHL applicants (for most areas) than what the current market offers. However, as home prices drop (resale of existing single family homes in the private sector/fee simple market) and the cost of building new homes increases for DHHL, the challenge for DHHL will be to continue to find affordable alternatives for our most needy families (30% - 50% below AMI). Current homeownership opportunities are available as owner-builder (vacant lot), turn key (developer built), or self-help units. Generally speaking, families between 50% AMI and 80% AMI, with good credit and steady income/repayment ability, will typically qualify for DHHL turn key products and families between 30% AMI and 50% AMI will typically qualify for DHHL self help products. The DHHL will continue to offer NHHBG down payment assistance to eligible households in order to assist families with their home purchase.

- b. **The Structure, Coordination, and Means of Cooperation between the DHHL and any other governmental entities in the development, submission, or implementation of the housing plan, including a description of the involvement of private, public, and nonprofit organizations and institutions; the use of loan guarantees under section 184A of the Housing and Community Development Act of 1992; and other housing assistance provided by the United States, including loans, grants, and mortgage insurance;**

DHHL staff, homestead associations, community groups, government officials, private sector developers, private non-profit and for-profit organizations play a major role in the development of programs and services depicted in the Native Hawaiian Housing Plan.

On May 17, 2011, an informational survey was mailed to the members of the leadership groups that represent the Hawaiian home communities and to the leadership group of Hui Kāko'o 'Āina Ho'opulapula, which represents the applicants on the DHHL waiting lists. Due to time constraints and the lack of a gathering of all of the applicable organizations, the only distribution of surveys and solicitation for input was done through the mail (email or snail mail), and only for those individuals that have current email and street addresses on file with DHHL as of May 17, 2011. Response via email or hard copy was acceptable. Fifty Seven (57) surveys were distributed via email or snail mail five (5) surveys/responses, or approximately 9%, were completed and returned, representing the following communities:

<u>Island</u>	<u>Organization</u>	<u>Response Received</u>
Hawai'i-East	Kaumana Hawaiian Home Lands Assoc	
	Keaukaha Community Association	
	Keaukaha-Pana'ewa Farmers Association	
	Maku'u Farmers Association	

	Pana'ewa Hawaiian Home Lands Community Association	
	Pi'ihonua Homestead Community Association	
Hawai'i-West	Kailapa Community Association	
	Kaniohale at the Villages of La'i 'Opua	
	Kawaihae Puaka'ilima Community Association	
	La'i 'Opua 2020	X
	Lalamilo Community Association	
	Waimea Hawaiian Homestead Association Inc.	
Kauai	Anahola Hawaiian Homes Association	
	Anahola Hawaiian Land Farm Lots Association	
	Ke Aloha O Ko Kakou Aina	
	Kekaha Hawaiian Homestead Association	
	Pi'ilani Mai Ke Kai	
Lana'i	Lana'i Community Association	
Maui	Ka 'Ohana O Kahikinui	
	Keokea Homestead Farm Lots Association	
	Paukukalo Hawaiian Homestead Community Association	X
	Villages of Leiali'i Association	
	Waiehu Kou Community Homestead Association	
	Waiehu Kou Phase 3 Association, Inc.	
	Waiehu Kou Phase IV	
	Waiehu Kou Residence Lots, Phase 2 Assn.	
Waiohuli Hawaiian Homesteaders, Inc.		
Molokai	Ahupua'a O Moloka'i	
	Ho'olehua Homestead Agriculture Association	
	Hoolehua Homestead Association	
	Kalama'ula Hawaiian Homestead Association	
	Kalama'ula Mauka Homestead Association	
	Kamiloloa-One Ali'i Homestead Association	
	Kapaakea Homesteaders Association	
	Molokai Homestead Farmers Alliance	
Molokai Livestock Association		
Oahu	East Kapolei 2	
	Kaka'ina	
	Kalawahine Streamside Association	
	Kanehili homestead	
	Kapolei Community Development Corporation	X
	Kaupe'a Homestead Association	
	Kaupuni	
	Kewalo Hawaiian Homestead Community Assn.	
	Kumuhau	
	Malu'ohai Residents Association	
	Nanakuli Hawaiian Homestead Community Assoc	
	Papakolea Community Association	X

	Papakolea Community Development Corporation	
	Princess Kahanu Estates Hawaiian Homes Assoc.	
	Wai'anae Kai Homestead Association	
	Wai'anae Valley Homestead Association	
	Waimanalo Hawaiian Homes Association	X
Statewide	Association of Hawaiians for Homestead Lands	
	Homestead Community Development Corporation	
	Hui Kako'o 'Aina Ho'opulapula	
	Sovereign Councils of Hawaiian Homelands Assembly	

The survey asked participants to identify their community's level of familiarity with and interest in NAHASDA related activities. These responses were taken into consideration when developing this NHHP and will be considered during program development and implementation.

The majority of the respondents (80%) indicated that they had a lot of familiarity with NAHASDA that their community had little familiarity (60%) with NAHASDA or that the respondent was not sure about the level of familiarity. 100% of respondents indicated interest in learning more about NAHASDA and having a community presentation in this regard. 100% of respondents also expressed some level of interest in assistance with determining NAHASDA eligibility of residents, support for their organization, community policing activities (to include personnel and equipment), and credit counseling or debt management services for their community. 100% of respondents expressed strong interest in home maintenance and repair and community safety enhancements.

In addition to those items noted above, 75% of respondents indicated additional interest in assistance with home maintenance and repairs to include 1) safety fencing, 2) substandard housing, 3) hurricane retrofit maintenance and 4) assistance with finding contractors that can provide necessary repairs pursuant to the county NHHBG repair program. An additional request was made to provide funding for social infrastructure to include social, educational, cultural, recreational, medical services as model activities in the NHHP. And finally, a request was made to develop homestead "maintenance teams" that could assist homeowners with repairs such as exterior painting and other services and commended DHHL's HOAP program and asked that this type of support continue to be made available to homesteaders who may encounter difficulties as a result of the economic down turn.

Each year the DHHL considers community responses in the development of the NHHP, however, it should be noted that since the community organizations are grassroots based and operated strictly on a volunteer basis, very few community organizations have submitted grant applications to date. Nevertheless, the DHHL will continue to communicate, encourage, and assist the community organizations, to the extent practicable given the staff shortage, in an effort to empower communities and increase community involvement in the development of the NHHP and implementation of NHHBG programs and/or look at other creative way to incorporate their suggestions into the NHHP.

Because the State of Hawai'i and County housing agencies have homeless programs, DHHL does not plan to duplicate these programs on Hawaiian home lands at this time. Instead, DHHL will concentrate on keeping homes affordable for ownership and utilizing the NHHBG to provide homeownership education, counseling, down payment assistance grants, rehabilitation and/or replacement homes, low-interest/no-interest loans, and IDAs, to provide opportunities for eligible native Hawaiian families to have affordable monthly mortgage payments.

A draft of the 2011 NHHP was sent to the Housing Directors in the State, listed below:

- Hawai'i's local HUD office
- United States, Department of Agriculture, Rural Development (RD)
- Hawai'i Housing Finance and Development Corporation of Hawai'i (HHFDC)
- Counties of Hawai'i, Kaua'i, Maui and City and County of Honolulu
- Office of Hawaiian Affairs (OHA)

A draft of the 2011 NHHP was sent to the Hawaiian Service Institutions and Agencies (HSIA). Members of the organization are:

- Queen Lili'uokalani Children's Center – A private, non-profit social service organization for Hawaiian orphan and destitute children;
- Lunalilo Home – A trust that strives to respect each resident's dignity, while providing them a high quality of elderly care services in a loving, family home environment;
- Queen Emma Foundation – A non-profit organization whose mission is to support and advance health care in Hawai'i, primarily through The Queen's Medical Center;
- ALU LIKE, Inc. – A private, non-profit, community-based multi-service organization serving Native Hawaiians in their efforts to achieve social and economic self-sufficiency;
- Kamehameha Schools – A trust that exists to carry out in perpetuity the wishes of Princess Bernice Pauahi Bishop to educate children and youth of Hawaiian ancestry;
- Office of Hawaiian Affairs (OHA) – A trust whose mission it is to protect Hawai'i's people and environmental resources and OHA's assets, toward ensuring the perpetuation of the culture, the enhancement of lifestyle and the protection of entitlements of Native Hawaiians, while enabling the building of a strong and healthy Hawaiian people and nation, recognized nationally and internationally;
- Bernice Pauahi Bishop Museum – The State Museum on Natural and Cultural History; its mission is to record, preserve and tell the stories of Hawai'i and the Pacific, inspiring its guests to embrace and experience Hawai'i's natural and cultural world; and
- Papa Ola Lōkahi—A non-profit organization formed to address the health care needs of the Native Hawaiian people.

Additionally, the 2011 NHHP was provided to DHHL Administrators for review and input as well as posted on the DHHL website for the public to view and comment. Responses were received from ...

Section 184A Loan Guarantee Program

The Section 184A Loan Guarantee Program, which is similar to the Section 184 Loan Guarantee Program giving Native Americans access to private mortgage financing by providing loan guarantees to lenders, was implemented in 2007. Currently, Home Street Bank, Hawai'i Community Lending, and Bank of Hawai'i are approved lenders for the Section 184 A loan program.

Other Federal Housing Assistance

DHHL has been utilizing the FHA 247 loan program since 1987. Almost \$390 million in mortgage loans are outstanding through the FHA 247 loan program to lessees on Hawaiian home lands. Also available is the FHA 203K program for rehabilitation of homes. The Veterans Affairs direct loan, Rural Development (U.S. Department of Agriculture) loan programs, Federal Home Loan Bank (Seattle) Affordable Housing Program grants and low-income housing tax credits are other financing options and tools utilized on Hawaiian home lands.

In addition to these federal loan products, the DHHL has entered into agreements with Hawai'i banks for conventional loan products on Hawaiian Home Lands. Currently \$87.7 million in loans are in these banks' portfolios.

The DHHL continues efforts to work with State and County agencies with regard to utilizing Section 8 vouchers in homestead projects. As stated previously, the DHHL has become aware of undivided interest lessees that hold Section 8 vouchers and have begun efforts to initiate communication between the DHHL, the City and County of Honolulu, and the State's Section 8 voucher programs. Should a beneficiary who is holding a Section 8 voucher have the opportunity to purchase a home on Hawaiian Home Lands, DHHL will actively work with the appropriate agency to assist the family.

c. **The Manner in Which Plan Meets Needs section in paragraph 2 above.**

Based on information gathered at community meetings or from surveys, commissioners and representatives of wait list applicants, the DHHL established goals and objectives in the NHHP to address the needs and priorities of native Hawaiians. The proposed activities include new construction to increase the supply of affordable housing; housing rehabilitation, repair, or renovation to alleviate substandard conditions, overcrowding and/or address energy efficient technology; homeownership counseling and education programs that accommodate a wide spectrum of income levels, credit worthiness, mortgage readiness, and home repair and maintenance needs; grant and loan programs to ensure that mortgage closing costs are manageable, that down payment needs and requirements are met, and that principal reduction for new construction or replacement homes result in affordable monthly payments to participating families.

d. **Any Existing and Anticipated Homeownership Programs and rental programs to be carried out during the period, and the requirements and assistance available under such programs.**

Existing and Anticipated Housing Assistance

DHHL's mission is to manage the Hawaiian Home Lands trust effectively and to develop and deliver lands to native Hawaiians. This is accomplished through the construction of off-site and on-site improvements to enable the development of residential, agricultural and pastoral lots for homesteading. The existing and anticipated housing assistance includes, but is not limited to:

- Self-help construction of homes, usually in partnership with Habitat for Humanity and their affiliates. This method requires the participating family to partner with the Habitat affiliate and make a commitment of up to 700 hours, depending on the affiliate, of sweat-equity. The majority of the labor is provided by volunteers. This method allows families that are between 30% and 50% of the AMI, with good credit, to qualify for a new home. The average house price is approximately \$100,000.
- Turn key homes that are subsidized with down payment grants in partnership with USDA Rural Development. This method allows families that are earning between 50% and 80% of the Area Median Income level, with good credit, to qualify for a new developer built home. The average house price is approximately \$250,000.
- Grants to private non-profit and for-profit entities for the development of community based programs (IDA's, financial literacy/counseling, self help home repair, etc.) that are designed to assist low income native Hawaiian households achieve and maintain homeownership.
- Programs to assist existing lessees with early intervention and/or preventative measures such as budgeting, counseling, or temporary mortgage assistance to avoid foreclosure and to keep eligible beneficiaries in their homes.

Additionally, the DHHL will continue to pursue housing that is consistent with the native Hawaiian preference for single-family dwellings and continue to enter into development agreements with developers to build large subdivisions. Based on the percentage of NHHBG funds utilized in the cost of the projects, a corresponding percentage of lots will be reserved for low-income families. In addition, funds may be set aside for down payment assistance, subsidies and/or low-interest or no-interest loans to assist families in achieving their goal of homeownership.

To ensure that families receiving this assistance do not experience windfalls as a result of this assistance, lease amendments are required to document the affordability (retention) period. In the event the lessee terminates the lease, transfers the lease or refinances the loan for an amount greater than the original loan amount for reasons other than capital improvement to the property, a portion of the grant must be repaid if the new lessee is not income eligible at the time of the transaction. However, in the event the original lessee dies, the affordability period may terminate.

Existing Rental Projects

There are two existing rental projects in DHHL's inventory. One is an elderly rental project called Kūlanakauhale Maluhia O Nā Kūpuna in Waimānalo, O'ahu, consisting of 84 one-bedroom, one-bath units. The project utilized low-income housing tax credits was developed by Pacific Housing Assistance Corporation and is managed by Prudential

Locations. Rent is set at the HUD guideline of 30% of household income and the DHHL provides additional subsidies, and priority, for elderly native Hawaiians that are homeless or at-risk of homelessness. This project is designed for independent living. No NHHBG funds were used in this project.

The other rental project is a 70 unit Rent-to-Own project called Ho'olimalima in Kapolei, O'ahu. The project was developed in 2001 using Low Income Housing Tax Credits and is managed by Mark Development, Inc. This project targets families with total household income at or below 60% of Area Median Income (AMI). Twenty Eight (28) units were set aside for families below 60% AMI and 42 units were set aside for families below 50% AMI. It is a single-family housing project in which families only pay 30% of their household income in rent for 15 years. At the end of the 15th year, existing tenants have the opportunity to purchase the home at a reduced price (estimated at approximately \$70,000). The project is in it's 10th rental year and homes are expected to be conveyed to eligible participants in 2016. No NHHBG funds were used in this project.

During the writing of the 2009 NHHP, the DHHL received several requests from community members and service providers to explore the possibility of providing rental housing and/or rental housing assistance with NHHBG funds. The DHHL is currently in the process of working with the various state and county housing directors to conduct a housing survey of which a portion will be dedicated to assessing the rental housing needs of DHHL waitlist applicants. This will help DHHL to assess the existing level of supply and demand for such housing and to better assess DHHL's role in providing rental housing for eligible native Hawaiian households, if any.

- e. **Any Existing and Anticipated Housing Rehabilitation Programs necessary to ensure the long-term viability of the housing to be carried out during the period covered by the plan, and the requirements and assistance available under such programs.**

Existing and Anticipated Housing Rehabilitation Programs

Currently, DHHL provides direct loans for rehabilitation of homes. These loans have a maximum threshold of \$50,000 and are fixed at 6% per annum. Although direct DHHL repair loans are available, these loans are usually utilized on re-awards that are in need of repairs and DHHL is seen as a "lender or last resort" in that applicants must be denied outside lending opportunities in order to be eligible.

The DHHL also has rehabilitation programs with the County of Hawai'i and the City and County of Honolulu. Although DHHL has been in discussions with the county of Kauai to develop a similar program, no program is in place to date. The NHHBG county repair program was originally established as a loan program with a loan threshold of \$50,000 and interest rates between zero percent (0%) and three percent (3%). Lessees that were elderly (62+) and at or below 50% AMI were provided zero percent (0%) no payment loans that were forgiven at the end of the retention period (comparable to a grant). Repayment was required for all other program participants. Since many of the homes were in such disrepair, and due to the increased costs resulting from Davis Bacon requirements, \$50,000 was often insufficient.

In July 2010, the DHHL Commission approved the conversion of this loan program to a grant program that is administered by each respective county. The county's inspectors assist the families in determining necessary repairs and whether lead-based paint assessment/abatement is necessary²⁸. The family selects their own contractor and the construction contracts are reviewed for reasonableness of cost and scope by the county.

The program allows an eligible lessee to receive a \$50,000 repair grant, within the parameters of each county's existing repair program, for necessary repairs or to reduce overcrowding. To be eligible for the maximum \$50,000, the total liens against the home, including the repair grant, can not exceed 100% of the real property tax value as determined by the county or a cost based appraisal value, which ever is higher. In addition, lead based paint costs may be covered in addition to the \$50,000 but not in excess of the value of the home.

Additionally, two subrecipients have developed rehabilitation programs in the homestead communities. The Nānākuli Housing Corporation developed a mobile self-help rehabilitation program in which classes are conducted in plumbing, electrical, painting, window repairs and other small repair projects. Families are also taught in the classroom, then take their learning to their homes to make these repairs themselves. Volunteers assist the families in making the needed repairs. In the event the rehabilitation is substantial and exceeds the nature of a self help repair, the families are referred to the county rehabilitation loan program or other existing programs based on the level of needed repairs. On the island of Moloka'i, the Moloka'i Community Services Council (MCSC) has developed a rehabilitation program that will target ten (10) elderly households and provide home repairs via a \$50,000 grant, comparable to the county repair programs.

More recently, the Habitat for Humanity affiliates have begun to initiate rehabilitation work into their existing new construction models. This is an exciting model because the bulk of the labor is provided by volunteers and are exempt from Davis Bacon requirements thereby allowing the repairs to be done very affordably for our low income native Hawaiian families. In addition, NHHBG funds have been set aside in some instances for 0% interest loans, comparable to the existing Habitat model, which will allow the Habitat affiliates to reach more families on Hawaiian Home Lands.

The DHHL anticipates the continuation of these programs and the creation of new programs to address the repair and replacement needs of homes, especially homes in the older Hawaiian home land communities.

- f. **All Other Existing or Anticipated Housing Assistance provided by the DHHL during the period, including transitional housing, homeless housing, college housing, and supportive housing services; and the requirements and assistance available under such programs.**

The DHHL provides supportive housing services through its Native Hawaiian Development (NHD) Program, which is funded by the DHHL Native Hawaiian

28 Per SMS 2006 Study, 24.4% of all DHHL homes were built before 1960

Rehabilitation Fund (NHRF). These grants are available to assist homestead communities develop community-based projects that result in education, job preparation and training, recreational activities, health services, farming assistance or legal assistance. Program services are designed to help beneficiary organizations achieve community driven goals and to build organizational capacity at the community level. Additionally, opportunities are provided for individuals to obtain the knowledge and skills necessary to help their organization become self-sufficient.

- g. **Any Housing to be Demolished or Disposed of; a timetable for such demolition or disposition; and any other information required by the Secretary with respect to such demolition or disposition.**

There are no 1937 Act housing on Hawaiian home lands. Other than the two rental projects identified above, all homes are owned by the occupants. The DHHL does not anticipate demolishing any units funded by the NHHBG.

- h. **Coordination with Welfare Agencies in the State of Hawai'i to ensure that residents of the affordable housing will be provided with access to resources to assist in obtaining employment and achieving self-sufficiency.**

The State of Hawai'i Department of Human Services (DHS) administers individual and family financial assistance programs that provide cash payments to help individuals and families meet their basic needs. The programs include Temporary Assistance to Needy Families (TANF), Temporary Assistance to Other Needy Families (TAONF), General Assistance (GA), Aid to the Aged, Blind and Disabled (AABD) and the Food Stamps program. Medical assistance is provided through the Hawai'i QUEST and Medicaid fee-for-services programs. Vocational rehabilitation services are provided to persons with disabilities. Whenever the DHHL staff is made aware of a lessee in need, the families are referred to DHS or to an appropriate non-profit service provider.

- i. **The requirements established by the DHHL to promote the Safety of Residents of the affordable housing; facilitate the undertaking of crime prevention measures; allow resident input and involvement, including the establishment of resident organizations; and allow for the coordination of crime prevention activities between the DHHL and local law enforcement officials.**

The DHHL continues to coordinate efforts with the Police Narcotics Division, the Sheriff's Office and the Attorney General's Office—Investigative Division to do surveillance and to evict the offending occupants whenever there is evidence of drug problems or other crimes in the homestead areas. If investigation results in a conviction, the lessee is taken to a contested case hearing for lease cancellation.

Community meetings are held monthly across the state and in coordination with the Hawaiian Homes Commission meetings. This provides the members of the community to be informed and to provide to voice their mana'o (concerns) to the Commission.

- j. **The entities that will carry out the activities under the plan, including the**

Organizational Capacity and key personnel of the entities.

The DHHL was created by the State Legislature in 1960 to administer the Hawaiian home lands program and manage the Hawaiian home lands trust. The DHHL is one of eighteen principal agencies of the Executive Branch of the State of Hawai'i.

The DHHL serves native Hawaiians or individuals of at least 50% Hawaiian blood, as defined by the Hawaiian Homes Commission Act of 1920, as amended, and their successors and assigns. These native Hawaiians are the beneficiaries of the Hawaiian home lands trust consisting of a land trust of over 200,000 acres, settlement monies from the State for the mismanagement of trust lands, funds received from the State general fund for a portion of its operating costs, and revenues and earnings from the land leasing program.

The DHHL is governed by a nine-member board of commissioners headed by the Chairman, who also serves as the executive officer of the DHHL. The Governor of the State of Hawai'i appoints each commissioner and Chairman to a four-year term. The terms of the commissioners are staggered.

Currently, there are 135 full time employees in DHHL with six offices statewide. DHHL's main administrative office is located in Kapolei, O'ahu and the five (5) district offices are located on neighbor islands. There are two (2) district offices on the Big Island, one in Hilo (East Hawai'i) and one in Waimea (West Hawai'i), Hawai'i; one (1) district office in Līhu'e, Kaua'i; one (1) district office in Wailuku, Maui; and one (1) district office in Kalama'ula, Moloka'i. DHHL is organized into five offices and three divisions under the Hawaiian Homes Commission and Office of the Chairman. The various offices and divisions are described as follows:

Office of the Chairman (OCH) — 15 staff members

The Office of the Chairman consists of the Chairman of the Hawaiian Homes Commission, who is also the Director of Department of Hawaiian Home Lands, the NAHASDA Administrator (vacant), the NAHASDA Resource Management Specialist, the NAHASDA Clerk and other administrative and support staff. The Enforcement and Compliance Office and HOAP also fall within the OCH.

Administrative Services Office (ASO) – 7 staff members

The Administrative Services Office provides DHHL staff support in the areas of personnel, budgeting, program evaluation, information and communication systems, risk management, facilities management, clerical services and other administrative services. This office also provides support services in preparation of legislative proposals and testimonies, coordinates the preparation of reports to the legislature and facilitates the rule-making process.

Fiscal Office (FO) – 14 staff members

The Fiscal Office provides accounting support for DHHL. One accountant is dedicated to the NHHBG.

Planning Office (PO) - 6 staff members

The Planning Office conducts research and planning studies required in the development of policies, programs, and projects to benefit native Hawaiians. The PO coordinates and develops the Regional Plans, administers the Native Hawaiian Development Program, provides capacity building training for homestead organizations, and provides community based grants for the implementation of Regional priority projects, community based economic development, and membership development.

Information and Community Relations Office (ICRO) – 3 staff members

The Information and Community Relations Office disseminates information to the public on Department issues, oversees community relations with the various homestead communities and coordinates DHHL's ceremonies. They also publish DHHL's Ka Nūhou newsletters and annual reports to the State Legislature.

Homestead Services Division (HSD) – 53 staff members

HSD is composed of three branches: 1) Homestead Applications, 2) District Operations, 3) Loan Services—one staff person is dedicated to loan applicants that are NHHBG eligible, and 4) Housing Project—awards leases. HSD is the largest division in DHHL, has staff on all islands, and services more than 20,000 applicants and 7,000 lessees on five islands.

Land Management Division (LMD) – 16 staff members

LMD is responsible for managing Hawaiian home lands that are not used for homestead purposes. Unencumbered lands are managed and disposed of for long and short term uses in order to generate revenues and keep the lands productive while minimizing the occurrence of vegetative overgrowth, squatting or illegal dumping. LMD is responsible for properly managing the lands in DHHL's inventory.

Land Development Division (LDD) – 21 staff members

LDD is charged with the responsibility of developing trust lands for homesteading and income-producing purposes. This is accomplished through the development of properties for residential, agricultural, pastoral, and economic development uses. LDD has two operating branches: 1) Design and Construction – concentrating on the design and construction of off-site and on-site improvements for the various subdivisions; and 2) Master-Planned Community – expediting the construction of housing options through partnerships with private sector and exploring other housing opportunities.

The following is a listing of the key personnel responsible for the implementation of DHHL and NAHASDA assisted programs:

Hawaiian Homes Commission (HHC)

Albert "Alapaki" Nahale-a, Chairman
 Vacant, West Hawai'i Commissioner
 Ian B. Lee Loy, East Hawai'i Commissioner
 Perry O. Artates, Maui Commissioner
 Henry Tancayo, Moloka'i Commissioner
 J. "Kama" Hopkins, O'ahu Commissioner

Michael P. Kahikina, O'ahu Commissioner
Renwick Tassill, O'ahu Commissioner
Imaikalani P. Aiu, Kaua'i Commissioner

Department of Hawaiian Home Lands

Albert "Alapaki" Nahale-a, HHC Chairman HHC
Vacant, Deputy to the HHC Chairman
M. Wai'ale'ale Sarsona, HHL Executive Assistant
William (Kamana'o) Mills, Special Assistant, Hawaiian Home Land (HHL) Claims
Rodney Lau, Administrative Services Officer
James Pao, Fiscal Management Officer
Warren Kasashima, HHL Accountant III (NAHASDA)
Darrell Yagodich, Planning Program Manager
Francis Apoliona, HHL Compliance and Community Relations Officer
Scottina Malia Ruis, Resource Management Specialist (NAHASDA)
Trisha Paul, HHL Clerk Typist III (NAHASDA)
Crystal L. Kua, Information and Community Relations Officer
Dan F. Keli'i, Homestead Services Administrator
Mona Kapaku, Homestead District Operations Manager
Juan Garcia, Homestead Services District Supervisor III
William (Bill) Davis, East Hawai'i Homestead District Supervisor
James Du Pont, West Hawai'i Homestead District Supervisor II
George Maioho, Moloka'i Homestead District Supervisor II
Isaac Takahashi, Homestead Housing Specialist VI
Dean Oshiro, Homestead Loans Services Manager
Sharon Mendoza, HHL Mortgage Loan Specialist (NAHASDA)
Linda Chinn, Land Management Division Administrator
Sandra S. Pfund, Land Development Division Administrator

**TABLE 1
STATEMENT OF NEEDS**

PART I: PROFILE FOR NATIVE HAWAIIAN AREA

DEPARTMENT OF HAWAIIAN HOMELANDS (DHHL)

Grant Number _____
 Federal Fiscal Year 2011
 DHHL Program Year July 1, 2011 to June 30, 2012
 Housing Area Hawaiian Home Lands

PART I: PROFILE FOR NATIVE HAWAIIAN HOUSING AREA

column a	On Hawaiian Home Lands		Applicants		Potential Applicants	
	All Income Levels	Low-Income	All Income Levels	Low-Income	All Income Levels	Low-Income
column a	column b	column c	column d	column e	column f	column g
1. Total Native Hawaiian Population (nH x 4.15 –average household size)	30,357	21,007	104,763	46,200	134,709	72,069
2. Number of native Hawaiian Families	7,315	5,062	25,244	11,133	32,460	17,366
3. Number of Elderly native Hawaiian Families	2,227	1,541	11,042	4,869	10,459	5,595
4. Number of Near-Elderly native Hawaiian Families	NA	NA	NA	NA	NA	NA
5. Number of native Hawaiian Families Living in Substandard Housing (2%)	146	101	505	223	649	347
6. Number of native Hawaiian Families Living in Over-Crowded Conditions	2,897	2,222	5,579	3,640	3,895	2,900

NOTE: This table counts all household members as the Native Hawaiian population by multiplying average household size of 4.15 by the nH population which consists only of individuals with 50% blood quantum. Based on SMS survey data: 69.2% (7,315 x .692 = 5,062) of total lessees, 44.1% (25,244 x .441 = 11,133) of applicants, and 53.5% (32,460 x .535 = 17,366) of potential applicants are estimated to be at or below 80% AMI; 30.44% (7,315 x .3044 = 2,227) of lessees, 43.74% (25,244 x .4374 = 11,042) of applicants, and 32.22% (32,460 x .3222 = 10,459) of potential applicants are estimated to be "elderly"; 43.9% of lessees (5,061 x .439 = 2,222), 32.7% of applicants (11,133 x .327 = 3,640), and 16.7% of potential applicants (17,366 x .167 = 2,900) that are below 80% are estimated to be living in over crowded conditions; and 39.6% of all lessees (7,315 x .396 = 2,897), 22.1% of applicants (25,244 x .221 = 5,579) and 12% of potential applicants (32,460 x .12 = 3,895) are estimated to be living in over crowded conditions.

PART II: CURRENT STATUS AND FUTURE NEEDS

Type of Housing		Existing Housing	Unmet Needs for All native Hawaiian Families	Unmet Needs for Low-Income native Hawaiian Families
column a		column b	column c	column d
7. Rental Housing	a. Number of Units	155	2,272	1002
	b. Number of Units Needing Rehabilitation	0	1	1
8. Homeowner Housing	a. Number of Units	7,315	22,720	10,019
	b. Number of Units Needing Rehabilitation	1,569	1,569	1,235
9. Supportive Service Housing (# of units)		0	NA	NA
10. College Housing (# of units)		0	NA	NA
11. Transitional Housing (# of units)		0	NA	NA
12. Homeless Housing (# of beds)		0	NA	NA

Data Source:

7a.(column b) Waimānalo Kupuna Project (85 units) + Malu'ohai Rent to Own (70)

7a.(column c) DHHL waiting list has 25,244 individuals as of 12/31/09; subtracting 10% for married couples who both have applications, DHHL estimates that 10% may require rental housing $[(25,244 - 2,524) \times 10\%] = 2,272$

7a.(column d) SMS 2006 Survey – 44.1% of native Hawaiian applicant households are at 80% or below median $(2,272 \times 44.1\% = 1,002)$

8a. (column b) 7,315 households on DHHL lands as of 12/31/09. Does not include rental units.

8a. (column c) Unduplicated DHHL waiting list as of 12/31/09 less 10% for married couples who both have applications.

8a. (column d) SMS 2006 Survey – 44.1% of native Hawaiians applicants are at 80% or below median $(22,720 \times 44.1\% = 10,019)$.

8b. (column b) It is estimated that all housing units built prior to 1960 are in need of repair. SMS 2006 Survey estimates that 24.4% of all lessees below 80% median income have homes that were built prior to 1960 $(5,062 \times 24.4\% = 1,235)$ and that 14.8% of all lessee above 80% median income have homes that were built prior to 1960 $(2,253 \times 14.8\% = 333)$. Total homes in need of repair are $1,235 + 333 = 1,568$ (difference noted is due to rounding).

8b. (column c) Assumes estimated need based on existing homes on DHHL lands. This estimate does not include applicant or potential applicant needs in this regard.

8b. (column d) SMS 2006 Survey estimates that 24.4% of all lessees below 80% median income have homes that were built prior to 1960 $(5,061 \times 24.4\% = 1,235)$.

**TABLE 2
FINANCIAL RESOURCES**

DEPARTMENT OF HAWAIIAN HOMELANDS

Grant Number _____
 Federal Fiscal Year 2011
 DHHL Program Year July 1, 2011 to June 30, 2012
 Original Submission X Amended Submission _____

PART I: SOURCES OF FUNDS FOR NATIVE HAWAIIAN BLOCK GRANT (NHHBG) ACTIVITIES	
Sources of Funds	Planned Amount
column a	column b
1. HUD Resources	
a. Native Hawaiian Block Grant	\$12,675,000.00
b. NHHBG Program Income	\$208,000.00
c. Other HUD Programs	
2. Other Federal Resources	
a.	
b.	
c.	
3. State Resources	
a.	
b.	
c.	
4. Private Resources	
a.	
b.	
c.	
5. Total Resources	\$12,883,000.00

PART II: ALLOCATION OF FUNDS FOR NHHBG ACTIVITIES					
Activity		Planned			
		Budgeted NHHBG Amount	Budgeted Other Amounts	Number of Units	Number of Families
column a		column b	column c	column d	column e
1. Development					
a. Rental	1. Construction of new units				
	2. Acquisition				
	3. Rehabilitation				
b. Homeownership	1. Construction of new units (infrastructure, site development)	\$6,544,700		30	30
	2. Loan Programs	\$2,000,000		30	30
	3. Grants/Subsidies	\$2,000,000		20	20
2. Housing Services		\$1,000,000			20
3. Housing Management Services		0			
4. Crime Prevention and Safety		\$25,000			
5. Model Activities (specify below)					
a. Yet to be determined		\$25,000			
6. Planning and Administration		\$1,288,300			
7. Total		\$12,883,000		100	120

OTHER SUBMISSION ITEMS

1. Useful Life

Section 813(a)(2) requires that housing remain affordable. The DHHL will determine the "useful life" period for its units. The useful life of each assisted housing unit in each development must be described. This information may be described here or in the affordable housing resources section of the 1-year plan.

DHHL has established the following affordability periods to describe the term during which DHHL will keep the unit affordable:

<u>NHHBG Funds Invested</u>	<u>Affordability Period</u>
Up to \$15,000	5 years
\$15,001 to \$30,000	10 years
\$30,001 to \$45,000	15 years
Over \$45,000	20 years

The affordability period is based on the total amount of NHHBG funds invested in the development and/or rehabilitation of a housing unit. Resale and recapture provisions will be included as a condition of the Hawaiian homestead lease to enforce the affordability restriction for each assisted housing unit.

2. Model Housing Activities

The DHHL is required to submit proposals to operate model housing activities. If a model housing activity is to be undertaken during the 1-year plan period, proposals may be included here, in the affordable housing resources section of the 1-year plan, or as a separate submission. All proposals must be approved by the Secretary prior to beginning any model housing activity.

DHHL will submit proposals for model housing activities prior to implementation.

3. Planning and Administration

In accordance with the Interim Rule, state the percentage of annual grant funds that will be used for planning and administrative purposes.

Although DHHL has historically used 5% of the NHHBG funds for planning and administration purposes, the increase in NHHBG lots over time has increased compliance requirements. In October 2008, DHHL received approval from HUD to increase administrative costs from 5% to 20% to address the administrative and monitoring needs associated with the program as it grew and to be in alignment with other NAHASDA programs. At this time, DHHL anticipates a need to allocate 10% of the NHHBG funds for planning and administration purposes.

NATIVE HAWAIIAN HOUSING BLOCK GRANT

STANDARD CERTIFICATION OF COMPLIANCE

This certification is for use with the Native Hawaiian Housing Plan. In accordance with the applicable statutes, the Department of Hawaiian Home Lands certifies that:

(A) it will comply with title VI of the Civil Rights Act of 1964 (42 U.S.C. 2000d et seq.) or with title VIII of the Act popularly known as the 'Civil Rights Act of 1968' (42 U.S.C. 3601 et seq.) in carrying out this Act, to the extent that such title is applicable, and other applicable Federal statutes;

The following certifications will only apply where applicable based on program activities:

X (B) it will require adequate insurance coverage for housing units that are owned and operated or assisted with grant amounts provided under the Hawaiian Homelands Homeownership Act of 2000, in compliance with such requirements as may be established by the Secretary;

X (C) policies are in effect and are available for review by the Secretary and the public governing the eligibility, admission, and occupancy of families for housing assisted with grant amounts provided under this Act;

X (D) policies are in effect and are available for review by the Secretary and the public governing rents charged, including the methods by which such rents or homebuyer payments are determined, for housing assisted with grant amounts provided under this Act; and

X (E) policies are in effect and are available for review by the Secretary and the public governing the management and maintenance of housing assisted with grant amounts provided under this Act.

Signature of Authorized Official
Albert "Alapaki" Nahale-a, Chairman
Hawaiian Homes Commission

Date

HAWAIIAN HOMES COMMISSION MEETING

TESTIMONY OF MELE U. SPENCER

June 21, 2011, 9:00 a.m. - DHHL Conference Room, Hilo, HI

Aloha Chairman Nahale-a, Commissioners, and DHHL staff. For the record, I am Mele Spencer, and I am President of the Keaukaha Panaewa Farmers Association, or as we refer to ourselves, KPFA.

I hope you all enjoyed you community meeting. It was our pleasure to host you.

It is not often that the Commission comes to Hawaii Island, and when possible I like to address you, if for no other reason, to familiarize you with our Panaewa homestead. The commission makes a great many decisions that affect individual homesteaders as well as Hawaiian communities and for that reason alone, I, and other homesteaders strongly feel that commissioners should visit all the homesteads under their jurisdiction. That visit will provide you with a broader depth of knowledge for the actions you will take in the future. I do not think this will cost much. I am sure associations would welcome your visit and be willing to assist in the transport. I hope this new commission will consider this in the future. KPFA for one will welcome such visits.

KPFA has been diligently working with the department for the last two and a half years, and I must say, that overall, it has been has been a collaborative, supportive, and fruitful relationship. Linda Chinn from Land Management has been most cooperative and professional in working with us on the farmers market and for the HHC preliminary approval of 5 acres in the 140 acres that the department will be developing for commercial/industrial. Bill Davis, our East Hawaii District Manager, and his staff, have been extremely supportive of our progress. He keeps us up to date on what is going on, he has a world of expertise which has been helpful in working with state and county agencies, and he attends all our general meetings. The last but most important thing is that he compliment our homesteaders for their organization and endeavors and always offers a helping hand. His involvement speaks volumes for the department.

In times past, we appreciated the technical support and professionalism of the planning department, especially relating to training, community empowerment, and grant applications. However, in recent months, we have not been able to get our grants or disbursements processed. One example is our capacity-building grant which was approved in June, 2010. We have not even received the grant agreement, as yet. I do not blame staff for this because there is no staff, and I would hope that this administration will work immediately to remedy this situation.

In the case of Kulia I Ka Nuu, KPFA is classified as a level 1 association. We are at level 3 and the staff is unable to complete this analysis and present it to the commission. At the present level, we are not qualified for any community development funds. The case has been sitting in the department for longer than two months. How long will it take to implement?

I attended the USDA workshop in Honolulu in January, 2011 and to date, I am still waiting for my \$232.00 reimbursement for plane fare. I and I am sure many other homesteaders are waiting.

Yesterday, was the first time that I attended a HHC Workshop. It is where agenda discussions occur and I wanted to see the inner actions of the commission. I was here at 10:30 a.m. and I was asked to leave because of the executive sessions. I returned at 11:45 a.m. and was asked to return at 1:00 p.m. at which time the workshop began. I was not the only one, I am sure, that was annoyed for

wasting 3 hours and gas. Surely, these workshops can be organized to better accommodate the public and homesteaders that take an interest.

And lastly, relating to the \$200,000 contract between DHHL/CTAHR, the service from CTAHR has been less than favorable. I believe I express the sentiments of both the Makuu Farmers Association and the Waimea Community Association. We have worked very hard to utilize those services, but are hampered by CTAHR staffers that are using Their time and DHHL funds for other CTAHR projects, not DHHL project. We have been keeping Bob Freitas informed, but for the last year, we can well document breaches of the contract. A different direction and active involvement from the agricultural/pastoral homestead associations should be initiated before another contract is issued.

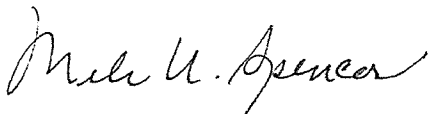
I know all of you in the new administration should be afforded a time of adjustment, but things like what I have presented are being experienced by not only our association but associations across the state and should be quickly remedied. DHHL is a very important entity for many Hawaiians, and the operations and success of this agency will impact the benefits to homesteaders, associations, and applicants alike. That being said, know that we support you and we hope for better days soon.

The second issue I would like to raise is the group of Hawaiian homes leaders who call themselves "Hui Mana." All of us attended a national NeighborWorks America Community Leadership Institute in Milwaukee, Wisconsin in October, 2009. From that we received grant funds from NeighborWorks America, DHHL, OHA to establish statewide projects. The first phase was a DVD – that we called Hui Mana. It is a glimpse of the homesteads across the state and was designed to encourage homesteaders to work with their associations and other associations for the benefit of their ohana and communities.

Today, it gives me great pleasure to present to Chairman Nahale-a with copy of the DVD – "Hui Mana, Building Bridges Together," with our Mahalo letter. We hope the Chairman will share this with the commission, his staff, and upload it to the Hawaiian Homes website. Please watch it. I think you will be inspired by our homesteaders.

Mahalo nui loa and I wish all of you success in your endeavors to better the Department of Hawaiian Home Lands.

Any questions?



Mele U. Spencer
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Hilo, HI 96720
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Email: kpfa@hawaii.rr.com or muspencer@hawaii.rr.com

La'i'opua 2020

a 501C-3 non-profit corporation
74-5599 Luhia Street #E5
Kailua Kona, 96740

Phone.....808-327-1221
Fax808-327-1223
email.....hokahu@yahoo.com

June 6, 2011

Alapaki Nahale a, Chairman
Department of Hawaiian Homes Land
P.O. Box 1879
Honolulu, HI 96850

Subject: Request to Speak before DHHL Commissioners

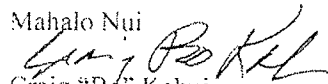
Aloha Chairman Nahale a,

On behalf of La'i'opua 2020 and Kaniohale Community Association, I would respectfully request to speak before the Department of Hawaiian Homes Land Commission to report concerns and update the Commissioners on the progress of our community development projects as follows:

1. **KCA Declaration Covenants, Condition and Restrictions**
 - a. Status of consolidation of the Village of La'i'opua 14 villages
 - b. Complete the consolidation of the 14 Villages under one DCCR- Villages of La'i'opua.
 - c. Submit current addresses of current lessees to KCA
2. **NHEA-DOE Technology Center development**
 - a. L2020 received \$1 M for computer science tech center
 - b. Construction underway at KHS/ completion date July 22nd
 - c. Curriculum development & programs under construction
3. **Kulia I Ka Nu'u Program**
 - a. Executed Lease & grant Agreement
 - b. Expended funds following the execution of grant agreement.
 - c. Date of expected release of funding
 - d. RFP pending/ Proposals for development pending grant release
4. **Community Center Development Plan**
 - a. L2020 received \$1.526M grant
 - b. Group 70 & Sandwich Isle Development design Community Center & Medical Clinic
 - c. Pre Development entitlements complete pending Soils Survey Report (4 weeks)
 - d. NPDES permit allow for Grubbing & Grading.
5. **Regional Park Development**
 - a. Governor executes EO 3445 establishing Regional Park below Village 9, 10 & 11.
 - b. L2020 seeks COH bond of \$750K for planning & design.

Therefore, on behalf of La'i'opua 2020 and Kaniohale Community Association, I respectfully request to address the DHHL Commissioners at its regular schedule meeting on June 21, 2011.
Please contact me if you need further information.

Mahalo Nui


Craig "Bo" Kahui
Executive Director

Cc: Elaine Searle, Secretary- DHHL Commissioners
KCA Board, L2020 Board
Linda Chinn, Director, DHHL LMD, Sandra Pfund, Director, DHHL LDD
Darrell Yagodich, Director Planning, Gigi Cairel, DHHL Planning
Dre Kalili, Planning

HHC Item No. J-2
Exhibit A
Date 6-21-11

Pa'i'Opua Community Center

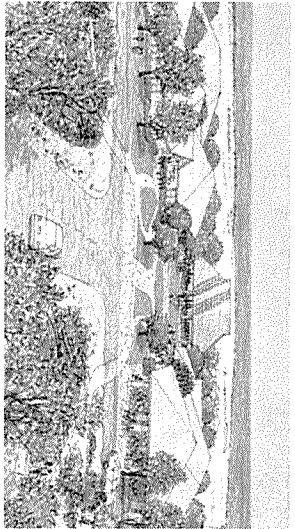


HHC Item No. J-2
Exhibit B
Date 6-21-11

J-2 c

September 2010





La'i'opua 2020

a 501(c)-3 non-profit corporation
74-5399 Lulaha Street
Kailua Kona, 96740

Phone..... 808-327-1221
Fax..... 808-327-1223
email..... holohola@laihona.com

Aloha Kakou,

La'i'Opua 2020 was founded by the homesteaders of the Kanihohale Community Association (KCA), a Native Hawaiian homeowners association in the Villages of La'i'Opua, to ensure the existence of adequate health care, social service and recreational infrastructure to complement and support the Native Hawaiian homesteaders and surrounding communities residing in the greater Kealahou community.

Designed as a *pui'ihonua* (area of safety and peace), the La'i'opua Community Center in North Kona is distinctive—meeting the vital needs of Kona Coast residents while redefining how they live, work, play and learn. For many of those who reside here, La'i'opua is more than the construction of a new building and center, it's building a quality of life—a new way of life.

La'i'Opua Community Center will be on a 26.5-acre parcel immediately south and adjacent to Kealahou High School, and serve as a primary regional resource for the Hawaiian people living both in the Villages of La'i'Opua and throughout North Kona region, offering an array of programs and services to meet most every health, social, educational and recreational needs of our people and surrounding communities.

Serving as a model for emerging communities statewide, La'i'opua 2020 and the surrounding communities will enjoy a pre-school, a community center facility, medical clinic, social service center, inter-generation daycare facility, abuse shelter, community gymnasium, and a aquatic center, and an amphited theater.

La'i'opua 2020 shall "*holomua*" (move forward), as we are compelled to phase our community development plan and develop phase one to include the pre-school, community center facility and medical clinic. Our current construction start-up for phase one will begin in July 2011. The other social & recreational components shall follow upon availability of funding.

E Komo Mai, Come
Nana I Ke Kumu, Look to the Source
A me Kulia I Ka Nui'u, Strive for Excellence

Mahalo,
Craig "Bo" Kahui
Executive Director

Lai'Opua Community Center in Context

The Lai'Opua Community Center is in the piko of the growing urban community of Kealahou, Hawaii.

(A) Kanihale, Village 3 Completed. This Hawaiian Homes community provides 225 residential units.

(B) West Hawaii Civic Center Under construction. Expect completion Dec. 2010. The \$50 million West Hawaii Civic Center offers services from 15 County agencies, a Hawaii County Council Chamber, and Office of the County Clerk. The seven-acre parcel is located at the intersection of Ane Keohokalole and Kealahou Parkway.

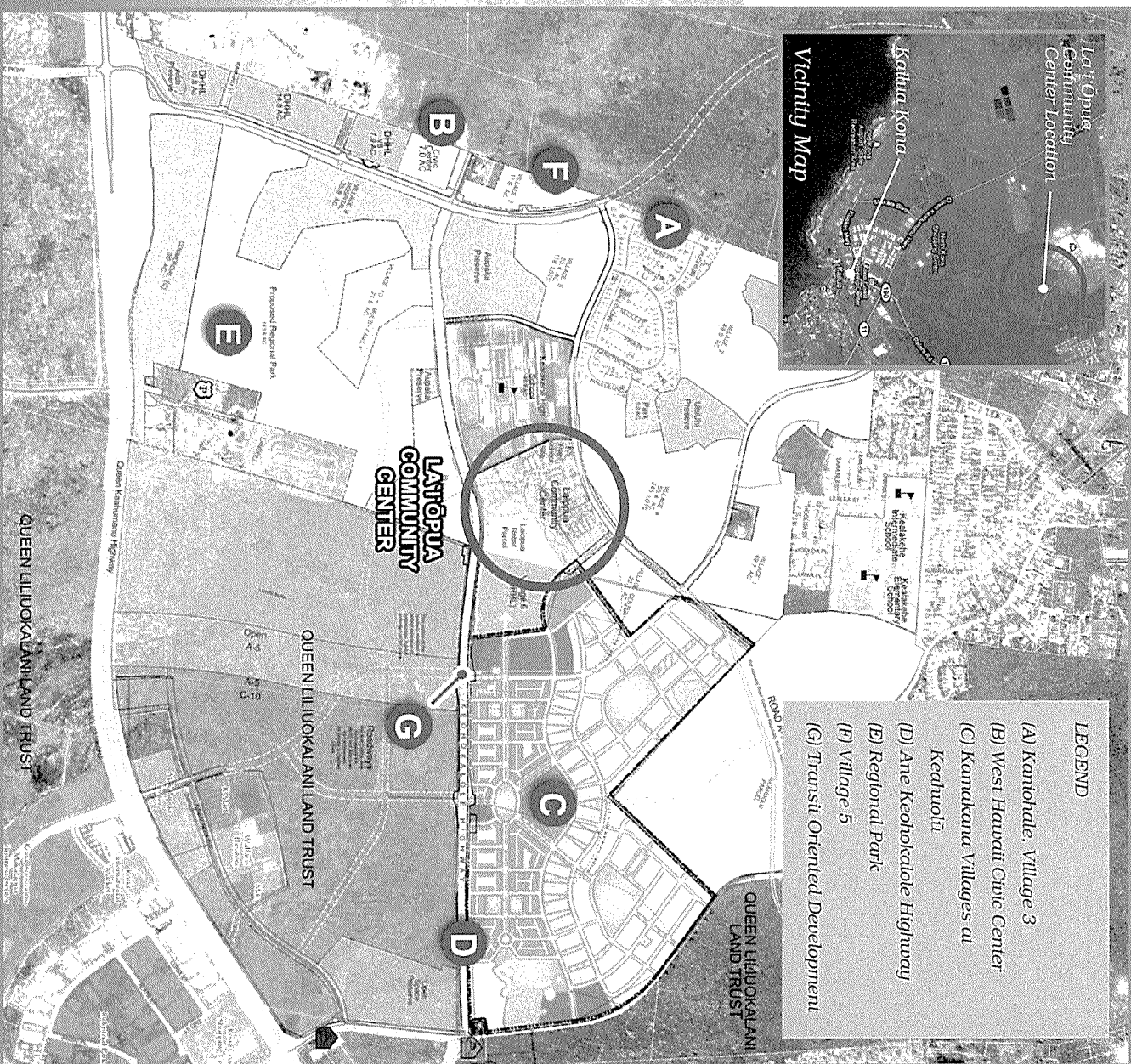
(C) Kamakana Villages at Keoluolu
Proposed. Keoluolu is a State affordable housing project. HHFDC granted development rights to Forest City, Inc. whose plans include 2,400 high and low density residential units, an elementary school, commercial and park space.

(D) Ane Keohokalole Highway Under construction. Expected completion Jan. 2012. This 3 mile, \$35 million thoroughfare to Palani Road broke ground in March 2010. Federal stimulus dollars have been appropriated for the construction of this Mid Level Road from Henry and Palani to Kealahou Parkway.

(E) Regional Park Proposed. Hawaii County Department of Parks and Recreation has requested an amendment of an Executive Order to designate a Regional Park.

(F) Village 5 Under construction. The village consists of 118 residential units.

(G) Transit Oriented Development Proposed. The county has designated the Intersection of Ane Keohokalole Highway and Manawale'a Street as a TOD providing public and commercial services to this area.



Through charrettes held in November and December of 2007, and August of 2010, the partners have articulated a vision of a community center that is built on the cultural and spiritual values inherent in the land and people of Hawai'i which serves as a pu'uhonua for those in need.

1. Spiritual & Cultural Values

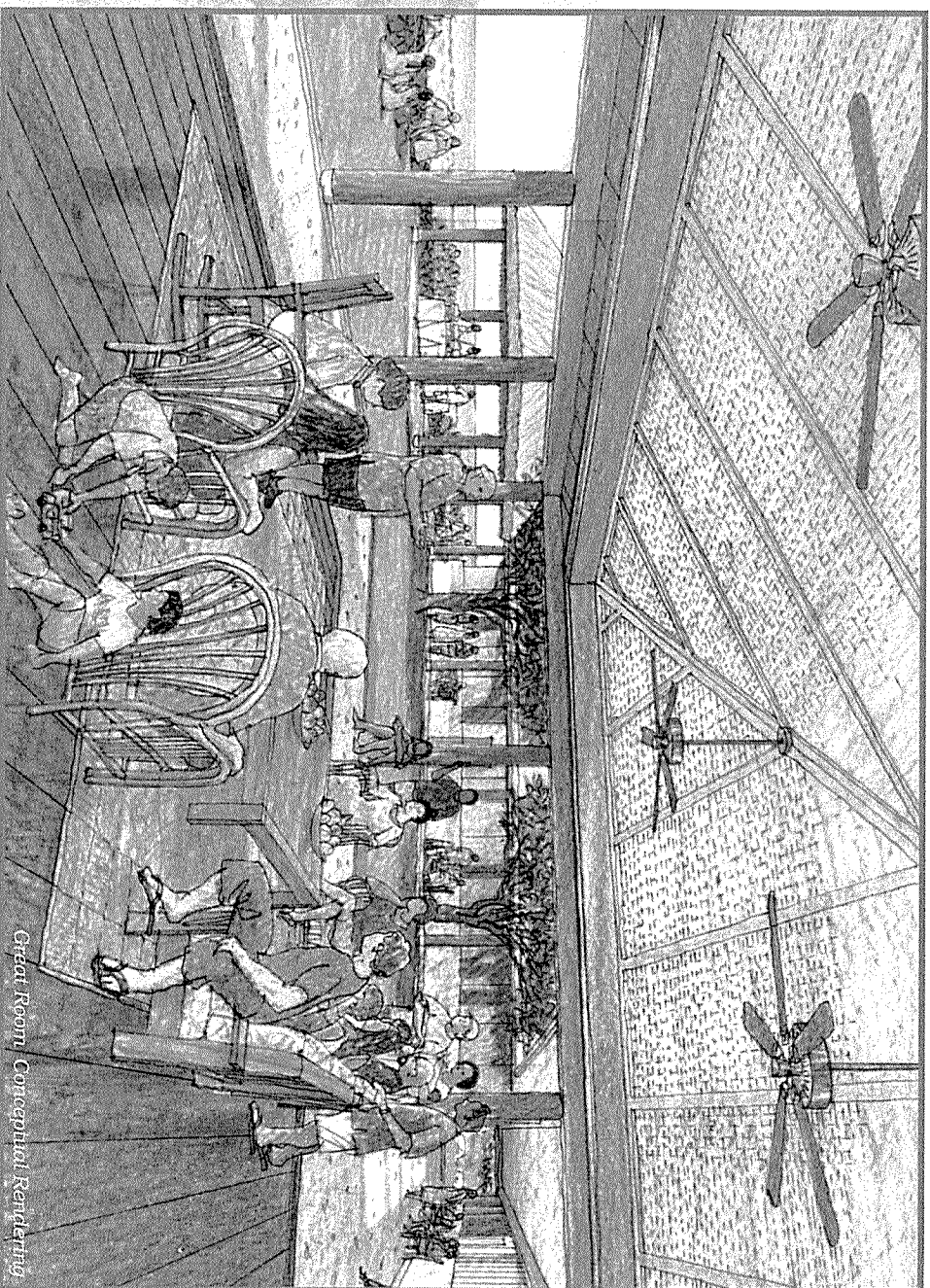
Values of aloha, mālama 'āina, pono, and lōkahi serve as the guiding principles in the vision for the La'i'Opua Community Center. Taking care of the land, water, air, and each other in spiritual harmony and creating opportunities for healthy lifestyles, both mentally and physically, are integral for the Community Center. Design integrated with the landscape, offering views of the ocean and connection to the wind and the sun are vital to the complex.

2. Pu'uhonua

Traditionally, a pu'uhonua is a place of cultural agreement, allowing one to make right what was previously in discord. The Community Center is envisioned as a pu'uhonua, where one is safe, welcome to reflect, receive help, and reconnect again with family and community. Programs will offer health and wellness services in western practice and traditional means for transformation. Walking paths integrated with the natural landscape will allow for outdoor connection, reflection, and healing. During natural disasters, the Community Center can serve as a safe place of refuge and shelter.

3. Interconnectedness & Village Setting

Being respectful, interconnected, restored, useful, and caring within the community are core cultural values. Located at the heart of La'i'Opua, the Community Center is a place for residents to gather, celebrate, and enjoy the company of the community members. Pedestrian connections from the Community Center to the surrounding residential areas and to the Kealahou High School facilities will broaden existing services to the community. Garden spaces will create scale and promote activities for healthy lifestyles. Multigenerational activities are key and program spaces will allow and foster interactions.



Great Room: Conceptual Rendering

La'i Opua Community Center Conceptual Plan



- LEGEND**
- (A) Pre-School
 - (B) Community Center Complex
 - (C) Neighborhood Place of Kona
 - (D) Medical Center
 - (E) Open Hale for Gathering
 - (F) Gymnasium & Aquatic Center
 - (G) Recreation Center Complex
 - (H) Amphitheater
 - (I) Garden Pathways
 - (J) Family Day Care
 - (K) Child & Family Services
 - (L) Friends of Children's Justice Center of West Hawaii

The Conceptual Plan recommends developing a Community Center at La'i Opua on the vacant parcel marked of Keanalehu Drive and adjacent to Kealahou High School belonging to the Department of Hawaiian Home Lands to be leased and managed by the La'i Opua 2020 organization. The plan calls for new construction of approximately 80,000 square feet over an area of approximately 16 acres with future expansion potential.

(A) Preschool

The Kanehameha Schools has committed to providing a preschool near the entrance of the Laloipua Community Center.

(B) Community Center Complex

As the primary anchor of the La'i'Opua Community Center, the 26,000 square foot community center complex will be the home of the La'i'Opua 2020 board. This facility will support office spaces, conference rooms, classrooms, a dance and audio visual center, computer lab and library, a teleconference room, a multi-purpose game room, space for afterschool A+ programs and a café.

(C) Neighborhood Place of Kona

The Neighborhood Place of Kona offers their welcoming spirit to La'i'Opua. Known for their ability to create a pu'uhonua, a place of refuge and safety, their facility will support a living room reception, cubicles and enclosed offices, meeting rooms for families and large groups and work rooms at the entrance of the La'i'Opua Community Center.

(D) Medical Center

The West Hawaii Community Health Center (WHCHC) is committed to bringing medical, dental, behavior health, family planning, health education to La'i'Opua. As the other anchor, the 25,000 square foot medical center will have the ability to stabilize patients and call ambulatory transportation assistance. WHCHC is committed to developing a health academy in partnership with Kealahou High School.

(E) Open Hale for Gathering

Working, eating and playing together at the Open Hale keeps the community interconnected and maintains community health. The open hale, with views of the ocean and the mountain, includes a kitchenette with flexible walls, where the community can openly gather for celebration and sharing.

(F) Gymnasium & Aquatic Center

A new gymnasium and an aquatic center containing a 50-meter pool for competition, aquatic recreation and safety instruction will expand athletic programs opportunities to Kealahou High School. These facilities will support indoor volleyball, basketball and a family oriented pool.

(G) Recreation Center Complex

La'i'Opua 2020 and Kealahou High School have partnered to turn existing high school playgrounds into regional recreational resources. New road access to the baseball fields and tennis courts along with lighting and parking are proposed to support the use of these fields by the community.

(H) Amphitheatre

Below the Hale lay an open amphitheatre for hula and other performance events.

(I) Garden Pathways

A pedestrian pathway of garden plants which promote healthy diets such as herb gardens and plants for hula and flower lei making will weave around to interconnect social service facilities.

(J) Family Day Care Center

The Family Support Services of Hawaii (FSSH) is committed to provide infant and toddler day care programs and educational support to existing family infant care providers at La'i'Opua. In a cluster of small cottages, the Kona Adult Day Care will also be providing support for respite and education for families and other caregivers.

(K) Child & Family Services

Child and Family Services are committed to bringing programs for Alternative to Violence, Sex Abuse Treatment and Therapeutic Foster Homes through group counseling, video conferencing, and employee assistance to Laloipua. The facility will be served by a cluster of small cottages.

(L) The Friends of the Children's Justice Center of West Hawaii

The Friends of the Children's Justice Center of West Hawaii partners with the State Judiciary sex assault services program for children and families and are committed to bringing these services to La'i'Opua.

Lai'Opua Community Center Cost & Phasing

Cost

The total cost of development is estimated in January 2008 dollars. Estimate is based on current cost for construction on the Big Island. Funding for development is expected to be shared with service providers and other partners. Approximately, an additional 15% of construction cost is expected for fees associated with architectural design, civil, surveys, permitting preparations and project management.

Phasing

The Lai'Opua Community Center will be developed in three phases. The first phase involves construction of the Preschool, Community Center, Medical Center and associated road and parking areas. The second phase construction includes the Gymnasium, aquatic facilities, Hale, parking and linkages to Kealahou High School athletic fields. The third phase will be the cottages of social service facilities and amphitheater.

Lai'Opua Facility	Total Cost**
Phase 1 - (2011-2013)	
Kamehameha Schools (KS) Preschool	Donated by KS
Community Center Complex	\$4,824,000
Site Work	\$5,000,000
Sub-Total	\$9,824,000

Phase 2 - (2012-2013)	
Medical Center	\$12,963,000
Sub-Total	\$12,963,000

Phase 3 - (2013-2014)	
Gymnasium & Aquatic Center	\$13,400,028
Lighting, Road Access	\$886,395
Hale	\$640,000
Site Work	\$15,000,000
Sub-Total	\$29,926,423

Phase 4 - (2014-2015)	
Family Day Care Center	\$4,044,000
Child & Family Center	\$2,696,000
The Friends of the Children's Justice Center	\$808,800
Site Work	\$18,000,000
Sub-Total	\$25,548,000

Cost estimates are based on costs for construction on the Island of Hawaii. *All costs 2008; **+ 15% for design related fees; Escalation rate for the next 5 years: 2008-2009 = 8.9%; 2009-2010 = 7.8%; 2010-2012 = 7%; 2011-2012 = 6%; 2012-2013 = 5%

Financing

Funding for development of site work, infrastructure, and the La'i'Opua Community Center is expected to be shared amongst public and private partnerships. Letters of commitments from public agencies, non-profit organizations, private foundations and companies are attached. Highlights include:

- Kamehameha Schools – committed to build and operate a preschool
- West Hawaii Community Health Center – committed to seeking public and private funds to develop a medical center
- DHHL – land and funding
- OHA – funding
- County Parks and Recreation – Staff for gym and athletic facilities
- TREE – educational programs
- Kona Community Hospital – urgent/emergency services facility

La'i'Opua 2020 has raised \$2.5 million through public and private partnerships:

Federal Funds (HUD, NHEA)	\$1,401,190
State Funds (State Grant-IN-Aid, DHHL, and OHA)	\$1,093,241
Private Foundation (Kona Kai Ola Foundation)	\$48,300

Over \$2.5 Million dollars of funding requests are pending.

Status

Below is significant La'i'Opua 2020 pre-development tasks & benchmarks completed:

- County of Hawaii(COH) re-zoned Village VI to CV7.5
- COH approved sub-division
- Preliminary Engineering Report Completed by RM Towil
- Sewer, water & electrical entitlements approved
- NEPA Environmental EIS & EA completed
- Archeological Survey completed and approved by SHPD
- Phase one Sewer construction & installation scheduled for October
- Architect contract executed & schematic design underway

*All costs 2008: ** + 15% for design related fees; Escalation rate for the next 5 years: 2008-2009 = 8.9%; 2009-2010 = 7.8%; 2010-2012 = 7%; 2011-2012 = 6%; 2012-2013 = 5%

La'i'Opua 2020 - Schedule of Grants Received

Federal		
US Department of Education - NHEA		\$926,109.00
US Department of Housing & Urban Development - EDI 2010		\$475,000.00
State		
DHHL - Priority Grant		\$243,716.00
DHHL - 2009-2010 Implementation Grant		\$40,000.00
DHHL - Kulua Ika Nui		\$250,000.00
DHHL - RPP		\$32,000.00
GIA Grant		\$250,000.00
DHHL - Capacity Grant		\$2,525.49
2007 GIA Grant		\$125,000.00
OHA - Grant		\$150,000.00
Private		
Kona Kai Ola Foundation I & II		\$48,300.00
Sub Total		2,542,650.49

La'i'Opua 2020 - Grants Pending & Proposed Applications

Grants Pending		
Legislature GIA Grant 2010 - Pending Government Release		\$1,526,000
Bank of Hawaii		\$100,000
Aherton Foundation		\$30,000
OHA - Trustee Initiative		\$300,000
Proposed Applications		
2011 ANA Grant		\$300,000
2011 USDA RCDI		\$300,000
2011 County Hawaii CDBG		\$300,000
Sub Total		2,856,000

La'i Opua 2020 Executive & Board of Directors

Craig "Bo" Kahui, Executive Director	Board of Directors, Kanihale Community Homestead Association
Robert Lindsey, President	Trustee, Office of Hawaiian Affairs
Jason Ikaika Hauanio, Treasurer	Vice President, Senior Financial Advisor, Merrill Lynch
Dora Aio-Leamons, Secretary	President, Kanihale Community Homestead Association
Harvey Garval, Director	Executive Director, Child and Family Services
Michael Matsukawa, Esq., Director	Board of Directors, West Hawaii'i Community Health Center
Byron Kumulani Moku, Director	Vice President, Hoku'i'a Cultural Resources Management
Mahealani Pai, Director	Board of Directors, West Hawaii'i Community Health Center
Sam Walker, Sr., Director	Engineer/Safety Compliance Officer, EM Rivera & Sons

Letters of Support

Hawaii'i Island Caucus	Senate and House of Representatives, State of Hawaii'i
Robert A. Fitzgerald	Director, County of Hawaii'i, Department of Parks and Recreation
JoAnn Bishop Freed	Executive Director, Family Support Services of West Hawaii'i
Denise Hill	President of the Board of Directors, Friends of the Children's Justice Center of West Hawaii'i
Ken Ito	House of Representatives, State of Hawaii'i
Micah A. Kane	Chairman, Hawaiian Homes Commission
Harry Kim	Mayor, County of Hawaii'i
Wally Lau	Executive Director, Neighborhood Place of Kona; Chairperson, Hui Laulima Council
Donald Lewis	West Hawaii Regional Chief Executive Officer, Kona Community Hospital
Robert Lindsey	Trustee, Office of Hawaiian Affairs
Dee Jay Mailer	Chief Executive Officer, Kanehameha Schools
Wilfred Murakami	Principal, Kealaheke High School
Robert H. Ozaki	President and Chief Executive Officer, Queen Lili'uokalani Trust
Christopher J. Pating	Vice President, Strategic Planning & Implementation, Kanehameha Schools
Christy Schuman	Executive Director, Tropical Reforestation & Ecosystems Education Center
Maile Shimabukuro	House of Representatives, State of Hawaii'i
Arthur Souza	Area Superintendent, West Hawaii'i District Complex, State Department of Education
Richard J. Taffe	Executive Director, West Hawaii'i Community Health Center, Inc.
Rouena L. Tiqui	Executive Director, Kona Adult Day Center



HAWAII STATE LEGISLATURE
HONOLULU, HAWAII 96813
September 3, 2010

Governor Linda Lingle
State of Hawaii
State Capitol
Honolulu, HI 96813

Dear Governor Lingle:

The Hawaii Island Legislative team respectfully requests that you sign the authorization that will release the Grant-in-Aid (GIA) Capital Improvement Project (CIP) funds for the planning and design of the La'i'opua Community Center.

As legislators we are constantly being reminded that in today's economy, we must take advantage of public-private partnerships to grow and manage our state. The legislatively authorized funds for the La'i'opua Community Center is one of these partnerships, a small amount of state funds that will be leveraged by a non-profit private sector organization. In addition to creating construction jobs and permanent employment, the La'i'opua Community Center will provide core government service facilities in a key location of the Kailua-Kona community.

As indicated on the requesting documents submitted to the Budget and Finance Department, the Department of Hawaiian Home Lands has issued a funds grant to La'i'opua for \$250,000 for sewer infrastructure. This is in addition to providing the long-term low-cost sewer. A Federal Housing and Urban Development (HUD) Economic Development Initiative (EDI) grant for \$775,000 has been utilized to complete some of the initial site archaeological and engineering tasks.

If you have any questions, concerns and/or need any additional information to make a favorable decision, please contact Representative Denny Coffman as soon as possible at 386-9605. This project is in his district and accordingly he takes responsibility for coordinating any needed follow-up action.

Respectfully,

Senator Josh Green

Representative Emily Evans

Senator Russell Kaula

Representative Faye Hanazono

Senator Dwayne Takamiko

Representative Bob Herkes

Representative Jerry Chang

Representative Mark Nakadima

Representative Denny Coffman

Representative Cliff Tsuji

William P. Kenoi
Mayor



County of Hawaii
DEPARTMENT OF PARKS AND RECREATION
101 Peanah Street, Suite 6 • Hilo, Hawaii 96720
(808) 961-8311 • Fax (808) 961-8411

Robert A. Fitzgerald
Director
Clayton S. Honma
Deputy Director

July 12, 2010

Mr. Craig "Bo" Kahui
Kaihanale Community Association
74-6100 Halelopono Street
Kailua-Kona, HI 96740

Re: Support in Concept for Planning and Construction of Community Center as part of Development of 16.75 Acre Park Site with Recreational Facilities at the Villages of La'i'opua

Dear Bo:

The Hawaii County Department of Parks and Recreation is in support of communities and groups planning to build recreational facilities for the use of the public as well as their community members. We look forward to continuing discussions about our ability to supply staff for the gym and athletic facilities which will further recreational facilities for the people of West Hawaii as well as those in the Villages of La'i'opua. We welcome a partnership between the Hawaii County Department of Parks and Recreation and the Villages of La'i'opua for the positive development of our Keiki and Kupuna.

Please contact me for further discussions involving your plans for the recreational facilities planned for the Villages of La'i'opua.

Sincerely,

Robert A. Fitzgerald
Director

County of Hawaii is an Equal Opportunity Provider and Employer.

Hawaii Island Caucus
Senate and House of Representatives, State of Hawaii

Robert A. Fitzgerald
Director, County of Hawaii, Department of Parks and Recreation

Appendices - Betters of Support



Family Support Services of West Hawaii
75-127 Lunapule Rd., #11
Kailua-Kona, HI 96740
Phone: (808) 326-7778 Fax: (808) 326-4063
Email: kids@fsswh.org

January 2, 2007

Mr. Graig "Bo" Kahui, President
KCAL/2020
74-5100 Haleolono Street
Kailua-Kona, Hawaii 96740

Dear Mr. Kahui,

Thank you for sharing the plans of the Kealahou/La'opua Community Center with us and inviting us to participate in this visionary partnership. Family Support Services of West Hawaii gratefully accepts the KCAL/La'opua 2020 Board's invitation to be a potential partner in your proposed community center concept.

Family Support Services of West Hawaii is one of the oldest grass-roots, community-based non-profit organizations in West Hawaii. It was formed by caring members of the communities it serves, employs those who live and work in those communities and is managed by those very same community members as well. Family Support Services of West Hawaii's mission is "to provide support for families and communities in providing love and care for our children." We understand the relationship between adverse childhood experiences and the later challenges it causes including substance abuse, learning disabilities and poverty. Our programs are designed to alleviate those adverse conditions and create support for all members of the family from before birth through adolescence in partnership with the medical, mental health, education and other social service organizations.

The FSSWH Board of Directors is interested in further discussions on relocation and evaluating the feasibility of being a part of the center/Kahale that KCAL/2020 is planning. The Board believes in fostering the spirit of partnership and maximizing the tangible, intellectual, and cultural resources and expertise of the various providers with whom KCAL/2020 is discussing co-location with, all in the name of furthering our respective missions to build healthy families and communities.

We look forward to the prospect of building a collaborative partnership.

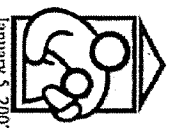
Sincerely,

JoAnn Bishop Freed
JoAnn Bishop Freed
Executive Director

Cc Board of Directors



JoAnn Bishop Freed
Executive Director, Family Support Services of West Hawaii



January 5, 2007

FRIENDS of the
Children's Justice Center
of West Hawaii
77-6403 Nahaui St. • Kailua-Kona, Hawaii 96740
(808) 331-2425 • FAX (808) 331-2425
e-mail: fccjcw@lava.net

Mr. Craig "Bo" Kahui, President
KCAL/2020
74-5100 Haleolono Street
Kailua-Kona, HI 96740

Dear Mr. Kahui:

The Board of Directors of the Children's Justice Center of West Hawaii (FCCJ-CWH) is grateful for the opportunity to join with the Kamohale Community Association/La'opua 2020 in developing the vision and plans for a Kamohale/La'opua Community Center.

The FRIENDS of the Children's Justice Center of West Hawaii is a non-profit 501 (c) 3 corporation established in 1989 to help children who have been traumatized by sexual assault, physical abuse or neglect or who are witnesses to violent crime. The FCCJ-CWH's goal is "To help a victim become a child again."

The FCCJ-CWH's mission is:

- to provide assistance to children who have been traumatized by sexual assault, physical abuse or neglect or who are witnesses to violent crime;
- to promote prevention of child abuse;
- to support the Children's Justice Center of West Hawaii.

The FCCJ-CWH, via our "enhancement and basic needs program", provide assistance for the children from the time the abuse is documented until age 18 (or 21, if they are in post-high school education). Requests for assistance come from professionals working directly with the children. The requests are targeted to build the child's self-esteem.

The FCCJ-CWH Board of Directors is interested in further discussions regarding the feasibility of being a part of the center/Kahale that KCAL/2020 is planning and the possibility of relocation here. Our participation is subject to our final approval of the organizational structure. The opportunity to foster cooperation among agencies and to improve public access to services and life-enhancing activities at a community center north of Kailua town is very appealing.

We look forward to further discussions and the opportunity to work together.

Sincerely yours,

Denise Hill

Denise Hill
President, Board of Directors
FRIENDS of the Children's Justice Center of West Hawaii

Denise Hill
President of the Board of Directors, Friends of the Children's Justice Center of West Hawaii



HOUSE OF REPRESENTATIVES

STATE OF HAWAII
STATE CAPITOL
HONOLULU, HAWAII 96813

Representative Michael Mageau
415 South Beretania Street Rm. #432
Honolulu, HI 96813

To the Honorable Representative Mageau-
M.L.

I support the construction of the La'i'opua Community Center that will serve Native Hawaiians and the people of the Hawaiian Homes community of Kaneohe.

A community center that promotes education, provides child-care, serves as a safe-haven for youth and elderly alike, is essential to the creation and endurance of a vibrant community. For the 226 homes and 1243 individuals living in the Kaneohe community, these goals are inherent within the construction of the La'i'opua Community Center. Furthermore, the benefits the center will have for the children in promoting their education by providing an environment conducive to learning, is a reward that cannot be quantified.

The current center of La'i'opua is in a state of disrepair, small, and inadequate in serving the needs of the people in the community. Our community centers and community facilities are a representation of the state's care and investment in the people they serve. We have a responsibility to the people of Hawaii in ensuring that our communities thrive and the betterment of the Native Hawaiian people remains a point of practice.

Thank you for your consideration on this matter.

Sincerely,

Ken Ito
State Representative
48th District - Kaneohe

Ken Ito
House of Representatives, State of Hawaii

INDIA LINGLE
STATE OF HAWAII
DEPT. OF LANDS



STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOMELANDS

P.O. BOX 1879
HONOLULU, HAWAII 96805

January 3, 2007

Mr. Craig "Bo" Kahui
Kanihohale Community Association
74-5100 Haleopono Street
Kailua-Kona, Hawaii 96740

Dear Bo:

We are excited about your plans to build a new multi-service community center. This letter is to express our commitment to designate 16.5 acres in Village 6 of the Villages of La'i'opua for a community center complex. This type of multi-service facility is seriously needed in the growing region of North Kona where there are no large public parks and the nearest facility is inadequate to provide the type of enrichment programs and social services that the community desperately needs.

The Department of Hawaiian Home Lands (DHHL) is in the process of completing the conveyance of land title for Village Six from the Department of Land and Natural Resources (DLNR). The development rights have already been conveyed to DHHL by the former Housing and Community Development Corporation of Hawaii (HCDCH).

DHHL has received letters of intent to participate in this important endeavor from Queen Lili'uokalani Children's Center and the Kamehameha Schools. It is our intent to enter into license agreements with each participating agency and to work closely with La'i'opua 2020 on this very important project. We look forward to working with you.

Aloha and mahalo,

Micah A. Kane, Chairman
Hawaiian Homes Commission

cc: KS, QLP

Micah A. Kane
Chairman, Hawaiian Homes Commission

Harry Kim
Mayor



Dyke Kaetua
Managing Director
Barbara J. Kossow
and Managing Director

County of Hawaii

25 Anapali Street, Room 215 • Hilo, Hawaii 96720-4233 • (808) 961-4211 • Fax: (808) 961-5553
KONA: 74-5005 Kauhali Highway, Suite 103 • Kailua-Kona, Hawaii 96740
(808) 325-9226 • Fax: (808) 326-9603

March 5, 2007

The Honorable Michael Magaoy
State House of Representatives
State Capitol
Honolulu, HI 96813

Dear Representative Magaoy:

Re: Grant-In-Aid Request From La'i'opua 2020

I recently had an opportunity to meet with Bo Kahui, president of the Kanihohale Community Association and La'i'opua 2020. Included in the meeting were representatives of four of the most important non-profit agencies in West Hawaii, the Neighborhood Place of Kona, Family Support Services, Children's Justice Center of West Hawaii, and the West Hawaii Community Health Center.

Bo and his colleagues educated my staff and me as to the vision they have for Kealahou, the ahupua'a in which La'i'opua is situated. It is a grand vision indeed, and I could not help but be impressed by how hard these people have worked, and how much thought they have put into what it will take to make their neighborhood into a community.

I have urged Bo and his committee to avoid getting too specific at this point. It is my opinion that they need to involve the entire community in deciding what programs are of most importance. Then they will need to design their buildings to fit the programs. I believe that La'i'opua 2020 is in agreement with that concept.

La'i'opua 2020's request for a state Grant-In-Aid in the sum of \$3.2 million would begin the process of hiring a consultant who can work with the community and start the planning. I support the vision, and hope that the State Legislature can help this dream become a reality.

Aloha,
Harry Kim
Harry Kim
MAYOR

Harry Kim
Mayor, County of Hawaii

12 La'i'opua Community Center



Hui Lailima Council

Resolution

WHERE AS, Hui Lailima Council, a consortium of West Hawaii's major health and human service providers, faith-based groups, community associations, business, government and concerned individuals and,

WHERE AS, the Hui Lailima Council was formed in September 1999 to encourage collaboration particularly:

WHERE AS, over fifty Hui Lailima Council, through its committees a

WHERE AS, the goal of share information, and to the youths and families;

WHERE AS, Hui Lailima services its appropriate a

WHERE AS, KCMALALO appropriate space within planning and design pla

WHEREFORE BE IT RI KCMALALO 2020 Has community center all in communities.

DONE at the Hui Lailima

Wally Lau
Wally Lau
Chairperson

NEIGHBORHOOD PLACE OF KONA

74-5665 Hobas Street, Suite 111
Kailua-Kona, Hawaii 96740
Phone: 808-331-8777 Fax: 808-331-8774

January 3, 2007

Grig "Bo" Kahui, President
KCMAL2020
74-5100 Haleloano Street
Kailua-Kona, Hawaii 96740

Aloha Bo,

Thank you for sharing the vision and plans of the Kealahou/Ahupua Community Center with us.

This correspondence is to accept KCMALALO 2020 Board invitation for the Neighborhood Place of Kona (NPK) to be a potential partner in your proposed community center.

As we discussed, the NPK is a community based non-profit 501(c) 3 organization that focuses on the well-being of children and families and the prevention of child abuse and neglect. NPK is a pu'uhoua (place of safety and peace) where participation is voluntary and services are free, non-judgmental, and culturally sensitive.

The Board of Directors is interested in further discussions on relocation and evaluating the feasibility of being a part of the center/kahele that KCMAL2020 is planning. The Board believes in fostering the spirit of Lailima and maximizing the tangible, intellectual, and cultural resources and expertise of the various providers with whom KCMAL2020 is discussing co-location with, all in the name of furthering our respective missions to build healthy families and communities.

We look forward to the prospect of building a collaborative partnership.

Meliana Poma,
Wally Lau
Wally Lau
Executive Director
Ce Board of Directors

Caring For Life
A 501 (c) 3 non-profit organization that provides commitments of peace & safety thru hand-revised children's songs, dances and caring communities.

Darlene Manu
Dawn
Byron Akau
Dawn
Wally Lau
Executive Director

BOARD OF DIRECTORS

Greg Chua

Wally Lau

Wally Lau

Wally Lau

Wally Lau

Wally Lau

Wally Lau

Wally Lau

Wally Lau

Wally Lau
Executive Director, Neighborhood Place of Kona,
Chairperson, Hui Lailima Council



KONA
COMMUNITY HOSPITAL
Care You Can Count On

January 24, 2008

Craig "Bo" Kahui, President
74-5100 Haleloano St.
Kailua-Kona, HI 96740

Dear Bo:

It was a pleasure attending the La'i Opua Community Center Development Plan presentation and further discussing with you the medical center aspect of the plan. I am interested in exploring with you, in conjunction with West Hawaii Community Health Center, the creation of an urgent/emergent services facility for the community.

Sincerely,

Donald Lewis
West Hawaii Regional CEO

KONA COMMUNITY HOSPITAL
HAWAII HEALTH SYSTEMS CORPORATION
79-1019 Haukapila Street
Kailua-Kona, HI 96750
(808) 322-9311

Donald Lewis
West Hawaii Regional Chief Executive Officer
Kona Community Hospital



OFFICE OF HAWAIIAN AFFAIRS

April 22, 2007

The Honorable Michael Magnoay
State House of Representatives
State Capitol
Honolulu, Hawaii 96813

Dear Representative Magnoay:

On Friday morning, April 20th, I had the opportunity to meet with Mr. Craig "Bo" Kahui, who presently serves as President of the Kahoohale Community Association and La'i Opua 2050. Bo has a wonderful vision for the Kahoohale Ahupua'a within which the Villages of La'i Opua are located, a vision which calls for Building a Community, not just a residential community, but a community which has all of the services and requirements for its residents from health care to recreation to early education.

There are several individuals and organizations who are advocating for this effort from Mayor Harry Kim, Mr. Micah Kane at DEHL, Kamehameha Schools and the Queen Liliuokalani Children's Center, to name a few. I would like to add my support to the planning and design State Grant-In-Aid request of \$3.2 million for the Kahoohale Community Center at La'i Opua. I trust you will look favorably upon the request.

Mahalo nui,

RKL:Rrmw twa

711 Kapiolani Blvd., Ste. 500, Honolulu, HI 96813-5210
Phone: (808) 594-1828 • Fax: (808) 594-1825 • www.OHA.org

Robert Lindsey
Trustee, Office of Hawaiian Affairs



STATE OF HAWAII
DEPARTMENT OF EDUCATION
KEALAKEHE HIGH SCHOOL
74,800 PUNAHUHU STREET
KAILUA-KONA, HAWAII 96740
PHONE: (808) 327-4303 • FAX: (808) 327-4307

January 23, 2008
Bo Kahui, President
Lai'opua 2020
74-5100 Haleolono Street
Kailua-Kona, Hawaii 96740

Mr. Kahui,

Over the last several months, we had met on more than one occasion to discuss the proposed multi purpose community center complex for development adjacent and south of Kealakaha High School.

We had the opportunity to review your current vision to provide the broader west Hawaii region direct social, cultural, educational, recreational, medical and dental services and programs.

Specifically, your commitment to offer Kealakaha High school use of you community resources, such as the aquatic center and other components truly reflect the foundation for collaboration between our school and the community. In addition, your commitment to "upgrade" our athletic fields to provide lights and parking would offer access and a greater opportunity both for the school and the community.

We are excited over the prospects of a new beginning merging our school resources with the community resources to better maximize and utilize current and proposed facilities.

Therefore, I'm please to support your initiative for the development of a multi purpose community center and commit to be a full and participating partner in your endeavor.

Sincerely,

Wilfred Muiarkami
Principal, Kealakaha High School

Wilfred Muiarkami
Principal, Kealakaha High School

14 *Lai'Opua Community Center*

QUEEN LII'UOKALANI TRUST

Alaska Corporate Tower
1100 Alaska Street, Suite 1100
Honolulu, Hawaii 96813
Telephone: (808) 203-6150 Faxline: (808) 203-6151

August 21, 2006

Mr. Micah) Kane
Chairman
Hawaiian Homes Commission
Department of Hawaiian Home Lands
P.O. Box 1879
Honolulu, HI 96805

Micah, Aloha:

Thank you for sharing your vision for Kealakaha/ Laiopua with us.

This is to express our intent to build a Queen Lii' uokalani Children's Center facility in your proposed community center. As discussed, we will need to relocate our Kona unit sometime in the near term depending on the timing of other projects.

Our trustees and Queen Lii' uokalani Children's Center management believe our relocating to your proposed center will enhance our ability to provide services to our beneficiaries. We support your vision to cluster agencies to better serve the needs of the Hawaiian community.

If this is acceptable to you, we would like to huddle to start the process, establish preliminary timeables, etc. as timing is significant for us. Leean Crabe and Michele Orian will coordinate/facilitate planning from our end.

Please call me at 203-6150 if you have any questions. Looking forward to working with you.

Aloha,

Robert H. Ozaki
President and Chief Executive Officer

cc: Trustees
Claire Asam, Ph.D.

Robert H. Ozaki
President and Chief Executive Officer, Queen Lii' uokalani Trust



KAMEHAMEHA SCHOOLS

January 28, 2009

Craig "Bo" Kahui
Executive Director
La'i 'Opua 2020
74-5100 Haleloano Street
Kailua-Kona, Hawaii 96740

Dear Bo,

Mahalo for your continued support of Kamehameha Schools' efforts to provide and facilitate educational programs for the La'i 'Opua community. We sincerely appreciate your consideration in allowing us to participate with your Board in the planning process to ensure that the needs and interests of the community are well served.

Please accept this letter as our intent to participate in this important endeavor. Based upon final approval by our CEO and Trustees, it is our intent to provide resources to build and support the operation of educational programs in the La'i 'Opua Community Center within the homestead at La'i 'Opua.

Although specific programming and use of the space has not yet been determined, we estimate a need of approximately 1,500 to 2,000 sf, together with shared use of common meeting rooms, restrooms, and parking. We are in receipt of the consultant's design worksheet and will forward appropriate program information as soon as possible.

The specifics of our collaboration will be outlined via a memorandum of agreement (MOA). I look forward to beginning our MOA discussions in the near future.

Sincerely,

Christopher J. Pating
Vice President, Strategic Planning & Implementation
cc: Dee Jay Mailer, CEO of Kamehameha Schools

Group 70 International, Inc

Dee Jay Mailer, Chief Executive Officer, Kamehameha Schools
Christopher J. Pating, Vice President, Strategic Planning &
Implementation, Kamehameha Schools



Tropical Reforestation & Ecosystems Education Center Hawai'i

Ola ka 'Eina, Ola no Kanaka
Healthy land, Healthy people

April 18, 2007

From the Office of the Executive Director

Representative Michael Y. Magoon
State Capitol, Room 432
Honolulu, Hawaii 96813

Dear Representative Magoon,

This correspondence is in support of Laloana 2020 Multi Purpose Community Center Development Plan, Grant in Aid in the amount of \$3.2 million dollar. With Kealahou ahupua'a destined to see a significant growth of family residence, it is imperative that these families have access to recreational, social, health, educational and cultural services within their neighborhood. The community center will serve as a hub for families to access these services instead of traveling throughout West Hawaii.

TREE Center Hawai'i has delivered programs in West Hawaii for over a decade. Our programs are valued and respected in the community by parents, teachers, administrators, counselors. Demand for program based activities that provide young people with healthy, safe, educational and fun ways to spend their out of school time are in demand. TREE Center Hawai'i programs connect young people and adults to the land to Hawai'i, and to island culture. Our programs present a "pathway" for environmental education, conservation, and leadership, through experiential learning and mentoring programs.

West Hawaii families and youth deserve and need a "gathering place". Program based organizations like TREE need a "center" that will enable us to expand our connection with youth and families. The community can count on TREE to provide our invaluable programs. Mahalo for helping our West Hawaii community by providing funding to build and create a safe gathering place. Through my letter I hope you will hear the voice of thousands of youth and you will hear their Mahalo. Your support of this Grant in Aid Request will help to enhance our coordinated services to families.

Your consideration is appreciated. If you would like to arrange a meeting to discuss with me you may reach me at 808-333-0330 or by email christy@treehawaii.org.

Mahalo,

Christy A. Schumann
Executive Director

TREE Center Hawai'i is dedicated to the promotion of healthy Ecosystems and healthy People.
Our mission is to bring connections between people and forests with ongoing restoration and education programs.

Christy Schumann
Executive Director, Tropical Reforestation & Ecosystems
Education Center



HOUSE OF REPRESENTATIVES

STATE OF HAWAII
STATE CAPITOL
HONOLULU, HAWAII 96813

February 16, 2007

Subject: La'i Opua Community Center Complex

To Whom It May Concern:

This letter is in support of the proposed La'i Opua Community Center Complex within the Villages of La'i Opua, a planned community by the Department of Hawaiian Home Lands in Kealahou, North Kona, Hawaii. The Department of Hawaiian Home Lands has recognized the need to ensure that planned projects are consistent with their Regional Plans and Initiatives.

The proposed La'i Opua Community Center will provide much needed educational, cultural, recreational, and other health and social service programs and support for people who reside in Kealahou and other rapidly growing neighboring communities on the Island of Hawaii.

Your consideration and support for this program is appreciated.

Maitte Shimabuluro
Aloj
Representative Maitte S.L. Shimabuluro
State Representative for District 45
Chair, Committee on Human Services & Housing

Representative Maitte S.L. Shimabuluro, District 45
(Via state - Mahala - Aiea)
Chair, Committee on Human Services & Housing
Member, Committees on Education, Higher Education, Health & International Affairs
Hawaii State Capitol, Room 406, Honolulu, Hawaii 96813
Phone: (808) 586-9460 / Fax: (808) 586-9464 / E-mail: mshimabuluro@capitol.hawaii.gov

Maitte Shimabuluro
House of Representatives, State of Hawaii

LINDA LINGLE
Governor



STATE OF HAWAII
Department of Education
Office of The Complex Area Superintendent
West Hawaii Complex Area
75-140 Hualalai Road
Kailua-Kona, Hawaii 95740

December 3, 2007

TO WHOM IT MAY CONCERN:

It is with enthusiastic support that I write to endorse the Kanihale Community Association Board's proposal for funding.

The Board is hard at work on the La'i Opua 20/20 Plan which is a proposal to create a Community Center Complex in North Kona. The vision of the Complex which would include educational, recreational, cultural and medical facilities is to create a unique opportunity for "Community Wellness". Much of the Kanihale Community Association's vision is guided by its belief in creating community partnerships to create collaborative planning and implementation.

To this end, the Department of Education, West Hawaii District Office, is pleased to be a full and participating partner in this initiative.

We look forward to continued work with the community association as the process moves forward.

Sincerely,
Arthur F. Souza
Arthur F. Souza
Complex Area Superintendent
West Hawaii District

PATRICIA HANAMOTO
Superintendent
Arthur Souza
Complex Area Superintendent

Arthur Souza
Area Superintendent, West Hawaii District Complex
State Department of Education



75-5751 Kaula Highway, Suite 101A • Kailua-Kona HI 96740 • phone: (808)326-5629

OIA Ke Oia Mauna O Hawaii Kona/IMA

January 10, 2007

Mr. Craig "Bo" Kahui, President
 Kanihales Community Association/Lai' o'pua 2020
 74-5100 Halekono Street
 Kailua-Kona, Hawaii 96740

Aloha Mr. Kahui,

Thank you for sharing the vision and plans of the Kealahake/Laiopua Community Center with us.

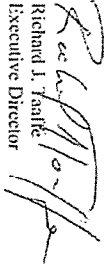
This correspondence is to accept KCA/Laiopua 2020 Board invitation to the West Hawaii Community Health Center (WHCHC) to be a potential partner in your proposed community center.

As you may know, WHCHC is a community based non-profit 501(c)(3) organization offering health care services to all residents of West Hawaii without regard to income. Our mission, as adopted by the Board of Directors, is: *"To make quality, comprehensive, and integrated health services accessible to all who pass through our doors regardless of their ability to pay. These services will be culturally sensitive and will promote community well-being through the practice of 'mālama pono.'"* To fulfill this mission, WHCHC slides its service fees for those individuals who have no health insurance and we base those fees on income and family size.

The WHCHC Board of Directors is interested in discussing and evaluating further the feasibility of being a part of the center/kaahake that KCA/L2020 is planning. We believe in fostering the spirit of mālama and maximizing our limited resources and expertise in order to achieve the greatest benefit for our community. Your proposed invitation is a major step in that direction and we are excited to be a potential partner in your vision for our community.

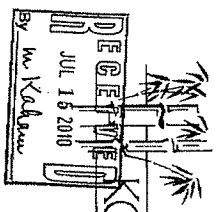
We look forward to the prospect of building a collaborative partnership.

Melama Pono,


 Richard J. Taffe
 Executive Director

Cc Board of Directors

Richard J. Taffe
 Executive Director, West Hawaii Community Health Center, Inc.



KONA ADULT DAY CENTER

July 14, 2010

P.O. BOX 1360
 KAILUA-KONA, HI 96740
 (808) 326-7977

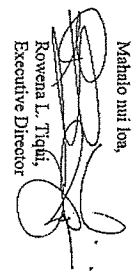
Bo Kahui
 Laiopua 2020
 74-5599 Lulia Street #E5
 Kailua-Kona HI 96740

Dear Bo,

Please accept this letter of support for the Laiopua 2020 Project and also for the capital campaign. This multi-purpose community center complex will include a medical clinic, pre-school, inter-generational day care facility, aquatic center & gym, and an abuse treatment center. The shortage of healthcare providers (medical, dental, behavioral health and family support services) is most critical. Physicians are closing their practices at an alarming rate in areas which has limited access, or in some cases, virtually no access to health care. As a rural area and an island, the only way to get services not available locally to the Big Island is to fly to Honolulu. The cost of round trip flights range from \$170.00 to \$250.00. Often medical trips require an overnight stay which is an additional cost of at least \$200.00 for room, meals and transportation.

We are the only Adult Day Care facility in West Hawaii, which is about 25 miles south of Laiopua. Having an Adult Day Center closer to the hub of town will increase the availability of our services to the North Kona community. Our aging community needs this facility and all it offers. The Kona Adult Day Center, Inc. is a community 501 C-3 non-profit organization. This development of social structure will set the course for this growing Kona community over the next decade.

Our community is in dire need of this Laiopua 2020 Project and I totally support it and all that it will bring to us. Feel free to contact me with any questions at (808) 322-7977.

Mahalo nui loa,

 Rowena L. Tiqui,
 Executive Director

"We extend the quality of life for your family"
 www.konaaduldaycenter.com

Rowena L. Tiqui
 Executive Director, Kona Adult Day Center

Olelo O La'i'opua

A local proverb characterizes our project philosophy for LOKM: 'O Kona kai 'ōpua i ka la'i, 'ōpua hīnano kau i ka mālie — "Kona with its cloud billows and sea in the calm, puffy clouds white like hīnano blossoms resting in the quiet." The Hawaiian proverb above beautifully describes the peaceful and tranquil surroundings of Kona. The billowy clouds on the ocean peacefully move inland bringing needed moisture to the dry lands of Kona. In a similar manner, our La'i'Opua, Kau I ka Malie (LOKM) project seeks to nourish and develop a thriving Native Hawaiian community, from infant keiki to aging kupuna. Together, the intergenerational Native Hawaiian community here in La'i'Opua will truly become a place of peace and refuge.

MAHALO

Special Mahalo to Greg Jackson-
University of Utah, Doctorate
Candidate-Lono Ikuwa, Ilima Rapoza,
Kealakehe High School Principal-
Wilfred Murakami, Office of Hawaiian
Affairs—Peter Hanohano, Aupaka Pres-
ervation Specialist-Keeki & Yvonne
Carter, Kaniohale Community
Association President- Dora Aio and the
La'i'opua 2020 Board & Staff.

LA'I'OPUA 2020

74-5599 Luhia Street #E5
Kailua-Kona, HI 96740

Phone: (808) 327-1221

Fax: (808) 327-1223

KANIOHALE COMMUNITY ASSOCIATION

74-5100 Haleolono Street
Kailua-Kona, HI 96740

Phone: (808) 355-8689

Fax: (808) 355-8687

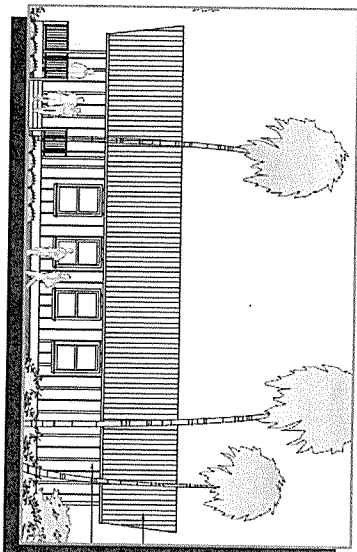
CALL US TO VOLUNTEER
OR HELP WITH THE
CONSTRUCTION OF THE
NATIVE HAWAIIAN
TECHNOLOGY CENTER.
MAKE A DIFFERENCE!
MAKE THE CALL TODAY!
327-1221

LA'I'OPUA 2020 &

KANIOHALE COMMUNITY
ASSOCIATION IN
PARTNERSHIP WITH
KEALAKEHE HIGH SCHOOL

HHC Item No. 1-2
Exhibit 2
Date 6-21-11

KAU I KA MALIE HAWAIIAN CULTURALLY- BASED TECHNOLOGY LEARNING CENTER



SUMMER 2011

HHC Item No. J-2
Exhibit C

Date 6-21-11

5-2

La'i'opua receives nearly \$1 Million for Native Hawaiian Education Grant

La'i'opua 2020 Executive Director Bo Kahui is pleased to announce that US Department of Education, Native Hawaiian Education Act (NHEP) awarded La'i'opua 2020 \$926,190 for the purpose of establishing a "model multi-media technology-culturally based learning initiative".

The main goal and objective of La'i'Opua 2020 and its project partners and stakeholders with this NHEP project is to model and implement a dynamic, integrated, "total community" program approach and set of educational interventions aligned to synergize the best practices of Hawaiian culture and place-based education with digital-age, technology-assisted, interactive supporting or supplemental learning acceleration tools.

Another important aspect of this project is the integration of our community of students, teachers, parents, and kūpuna (elders) with intergenerational opportunities to serve... to all become "kumu" (teachers/mentors) to each other. This is the traditional Hawaiian way! We are convinced that this methodology is capable of propelling our Kealakehe community forward in these challenging times.

Major Project Educational Interventions and Components

The La'i' Ōpua, "Kau I ka Male" (LOKM) project design proposes a highly innovative, proactive, and integrated set of educational interventions. Our approach will be based upon the establishment of an engaged learning, technology-assisted, K-16 intergenerational community support model. *Our major goal is to significantly accelerate Native Hawaiian K-12 student academic achievement and self-efficacy.*

The project has been clearly designed to be both scalable and capable of replication.

It further involves the following major components, to be implemented via a Native Hawaiian cultural and place-based project initiative over a 3-year timeline.

The LOKM project implantation will be accomplished under the umbrella of four distinct learning components as follows:

'Aupaka ke kilohana (Native Hawaiian Community Garden and Preserve).

An indigenous dry land community garden and preserve combining both traditional Hawaiian knowledge and practices with progressive academic vigor in subjects such as science, history, language arts, technology, and mathematics, supported by digital media tools and cultural place-based learning. LOKM will work in collaboration with the 'Aupaka Plant Mitigation and Preserve Restoration Project to: (1) Transform highly disturbed areas at La'i'Ōpua into a landscape of both common and rare native plants that can promote *cultural uses and education* and (2) Provide a site to see, care for, and allow for the *educational and traditional use of native plants*, as consistent with Hawai'i's environmental conservation goals.

Ka Ha'awina 'Ikena Hawai'i.

A bilingual language and Hawaiian knowledge multimedia curriculum development (K-6) project incorporating Hawaiian CBE best practices with state-of-the-art digital multimedia tools to enhance student academic achievement, self-efficacy, and overall competency for future employment and global knowledge economy.

Digital Literacy and STEM Engaged Learning.

An active STEM empowerment program for 7th-12th grade student participants delivered in a Native Hawaiian CBE context, as well as for parents and all other Native Hawaiian community members who desire to participate. In conjunction with Kealekehe High School, Computerized Learning programs for 7th-12th grade students.

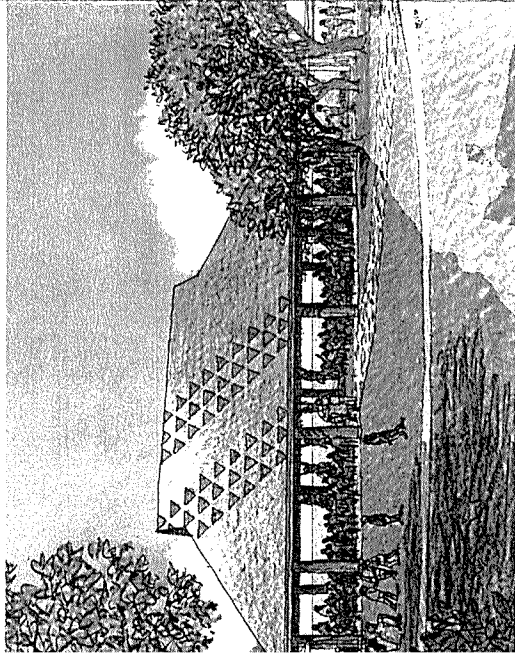
La'i'Ōpua 2020 Media Classroom Expansion. Each of components listed above will be dynamically facilitated and supported through the acquisition of a new digital media portable classroom facility placed on the Kealakehe High School campus in North Kailua-Kona, HI. Interactive synchronous and asynchronous IP video equipment will be installed to facilitate active learning exchanges, workshops, virtual field trips, seminars, training, and courses enhanced by local school volunteer support and linkages, as well with other local partners and participation with parents, kumu and kūpuna.

Construction to be starting soon.

La'i'opua 2020 will be constructing a portable classroom unit. While La'i'opua 2020 is the recipient of this US DOE-NHEA award, it's the community of Kealakehe, stakeholders, and surrounding communities that have an opportunity to participate in this multi technological culturally based learning initiative.

La'i'opua 2020 will be searching for contractors, builders, and carpenter volunteers to assist with the construction of this significant education facility. **Contact La'i'opua 2020 at 327-1221 to Kokua.**

It is where neighbors meet to have a conversation, friends and family celebrate special times, and children learn about their culture and how to care for the land. It is a place that prides itself on being inclusive—welcoming everyone, and where a diverse community can come together as one.



Designed as a *pu'uhonua* (area of safety and peace), the La'io'pua Community Center in North Kona is distinctive—meeting the vital needs of Kona Coast residents while redefining how they live, work, play and learn. For any of those who reside here, La'io'pua is more than the construction of a new building and center, it's building quality of life.

A new way of life.

POWER OF PARTNERSHIPS

Once completed, the La'io'pua Community Center will serve as a model for future projects by fostering collaboration among service providers, and improving public access to services and programs, and life-enhancing activities on the island.

Some of the center's features include:

- A state-of-the-art preschool in partnership with Kamehameha Schools on the center's grounds.
- An open *hale* and amphitheatre for large celebrations, gatherings and performances.
- A complex facility to host entertaining, educational and safe alternatives for young people, such as a dance and audio/visual center, computer lab, library, multi-purpose game room and space for afterschool A+ programs.
- Access to vital social service programs that are ingrained in the local community, such as Neighborhood Place of Kona, Child and Family Services and The Friends of the Children's Justice Center of West Hawaii'i.
- Family support systems that provide infant and toddler day care programs, as well as respite and adult day care services for West Hawaii'i seniors by Kona Adult Day Care Service.
- Comprehensive, community level health care services through The West Hawaii'i Community Health Center, and wellness and prevention programs.
- A partnership with Kealahou High School that includes community use of regional recreational playfields, a gymnasium and aquatic center.

Please Kokuia

LA'I'OPUA 2020

74-5599 Luhia Street #E5 Kailua Kona, Hawaii'i 96740
Tel: 808-327-1221 • Fax: 808-327-1223 • www.laiopua.org

Exhibit
No. 5-2
6-21-11

NOHO KALILIKI

On Common Ground



LA'I'OPUA 2020



EVITALIZING OUR BONDS

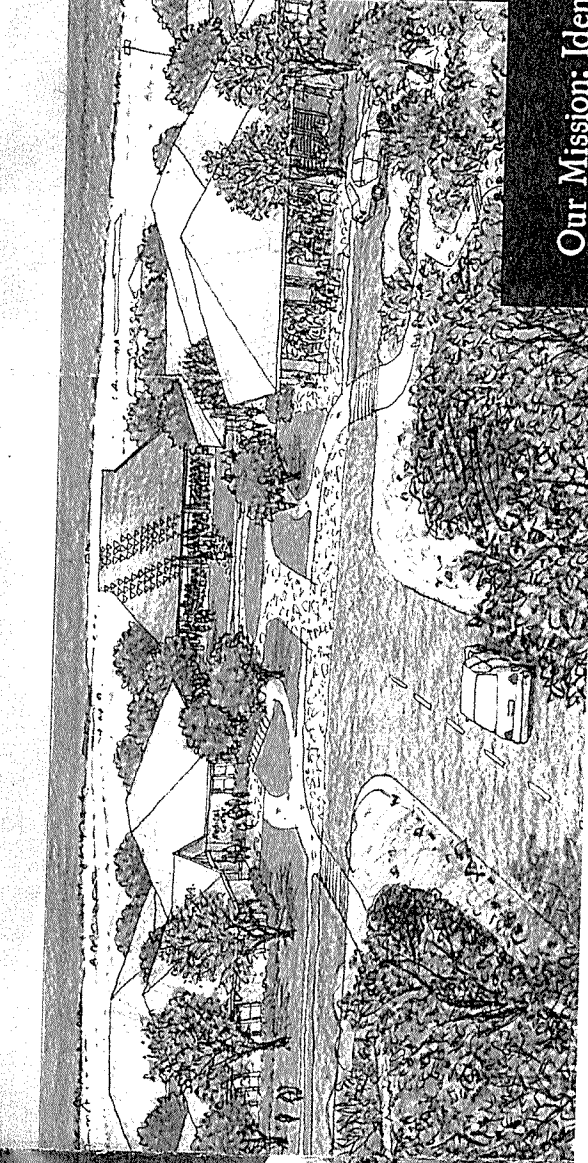
located in the Villages of La'io'pua, and within the Kealakehe Community Center, north of Kailua-Kona, the La'io'pua Community Center will feature breathtaking panoramic views from Pu'uhaka (mountain) to Makai (ocean).

As the Hawaiian land division, *ahupua'a*, incorporated over 200 years ago, the new comprehensive multi-service community center will serve as a highly anticipated gathering place to connect, heal and connect with one another.

STRONG SENSE OF VALUES

The vision for La'io'pua is formed from the cultural and traditional values inherent in the land and people of Hawai'i.

Partners and service providers will work together in a manner that is reflective of the Hawaiian values of nurturing, respect and harmony. Designs that highlight the island's natural beauty, view of the ocean, stroke of the wind and access to natural sunlight will serve to support the distinguishing features of the complex.



Our Mission: Identify community needs, foster the creation of community facilities, and coordinate planning with service providers and partners for a variety of programs for residents of the Villages of La'io'pua and the broader Kealakehe area.

Caring for one another is at the foundation of every healthy, thriving community. Therefore, the center will encourage residents up and down the Kona Coast to come together to form common bonds.

Connections will be developed with the neighboring Kamana Villages, the Native Hawaiian community and Kealakehe High School facilities and programs, which will benefit the entire Kona Coast. Garden spaces will promote healthy diets and lifestyles, and intergenerational activities will provide opportunities for youth and elders to interact.

La'io'pua will also be a place of safety and healing. All will be invited to reflect, receive help and reconnect to serve family and neighbors in this *Pu'uhonua*, sanctuary. Programs will offer health and wellness services through both western and traditional means.



A DEEPER SENSE OF COMMUNITY

Forming strong community bonds is at the core of La'io'pua Community Center. Where there was once no central place for residents to learn, grow, nurture and heal—now there will be.

By supporting La'io'pua Community Center's capital campaign, you can help secure better access to vital programs and services for our families living along the Kona Coast. Together, we can provide a deeper sense of community in a place where everyone deserves a promising future.

DHHL Commission
June 21, 2011
La'i'opua 2020 Executive Summary

On behalf of La'i'opua 2020, we appreciate the opportunity to address the DHHL Commission for several reasons,

First, La'i'opua 2020 expresses its appreciation and gratitude for the last eight years under the administration of Chairman Micah Kane and recently, Chairman Kaulana Park. This Commission under the Kane and Park administration demonstrated innovative approaches to address the needs of our La'i'opua homestead community and homesteaders statewide. We look forward to working with the incoming administration and we hope to continue the support we have received over the last several years regarding the La'i'opua 2020 Community Center development and the Kulia I ka Nu'u-Economic Development Initiative.

Secondly, La'i'opua 2020 would like to provide a summary update of our regional community development plan. The following is a glance of the five major L2020 projects to include the Community center development plan, Kulia Economic Development Initiative, Native Hawaiian Education Act- Technology Center, Regional Park Initiative, Ane Keahokalole Highway.

L2020 Community Center Development Plan comprised of three components;

#1. Component- Community Center Facility is a phased 20,000 sq ft facility

- All pre-development and entitlements are completed. Design & Construction documents are pending
- L2020 & KCA continues to partner with future tenants; L2020 has commitments from Kamehameha Schools, OHA, Legal Aid, KCA Association, Na Leo O Hawaii
- Group 70 International contracted to complete the "schematic design". The "vertical design" (building) will commence in January 2011.
- Design & Construction documents required for financing is scheduled late April 2011. Financing will begin following the execution of the lease agreements with the tenants.
- La'i'opua 2020 & Kaniohale Community Association will share 1200 to 1600 sq ft office space, *See schematic plan attached.*
- KCA will need to budget and plan for move in December 2013

The second component is the Medical Clinic: 26,000 sq ft

- West Hawaii Community Health Center (WHCHC) partnered with L2020 to develop the clinic and both has sought funding of \$12M from HRSA. HRSA funding was denied
- Sept 2009, L2020 paid \$25K for the clinic space plan
- La'i'opua 2020 Board selected Sandwich Isles Development to conduct the design.

The third component-Kamehameha Preschool: 2 acres serving 109- three and four year old Keikis

- KS needs to commit and sign general license w/ DHHL
- KS & L2020 will cost share construction and coordinating on & off site construction schedules in summer 2011. We're continuing to work together.
- KS & L2020 coordination is crucial for cost savings.

In summary, the L2020 Community center development is poised to break ground in August 2011 based upon the current planning, design, and construction timelines.

HHC Item No. J-2
Exhibit E
Date 6-21-11

Second major project is the Commercial Center Development and Kulia I Ka Nu'u Initiative (re-stated 12/2010)

- KCA Board passes Resolution 11072009 to support L2020 to develop the commercial parcel for the benefit of the homestead community.
- July 2010, DHHL Commission approves preliminary General Lease to L2020
- DHHL Planning department recommend commission approval to L2020 General Lease subject to conditions. L2020 completed conditions as follows:
 - Certified 6 of 8 board members certify as native or part Hawaiian (75%)
 - Procurement policy submitted
 - HACBED strategic plan completed
 - Hired Project Compliance Manager
 - PBR Hawaii RFQ/RFP Contract Executed
 - PBR RFQ/RFP Schedule to reach development agreement slated for July 2011.

In summary, L2020 has met or exceeded the requirement. However, Kulia the grant agreement is pending. Lack of DHHL staffing and lack of Attorney General Service may add to further delays. L2020 is prepared to address any concern and hope to execute the agreement for the Kulia \$250K asap.

The Third major project is the Native Hawaiian Education Act Culturally-based Technology center . L2020 received nearly \$1 million to plan design, construct, equip, operate a 2000 sq ft technology center in La'i'opua. The following is a summary of the NHEA tech-center development

- Reihm Architect to design center with LEED elements considered.
- L2020 & DOE/ Kealakehe High School reach's a compact to install facility at the high school for use by the school and surrounding communities. MOU & ROE approved
- Computer Curriculum and programs were initiated for use by high school community
- Adult education component a is priority
- La'i'opua 2020 receives Building permit. Constructed started June 13, 2011
- July 27, 2011 Tech Center opens

Fourth major project is the Regional Park: State of Hawaii DLNR approves the cancellation of Executive Order 3665- and establishes the 194 acres for a "recreational regional park. L2020 established the Kealakehe Regional Park Advisory Committee to create a regional park

- DLNR approved & includes Regional Park as a public purpose and use
- DLNR to execute new Executive Order with the new administration,
- Governor Abercrombie signs E.O. 3445 to establish Regional Park
-

The fifth major project is the Ane Keahokalole Highway; L2020 has played a vital role in seeking the funding support for the Ane Keahokalole Hwy. More important, the highway triggers the L2020 commercial center development. The following summary indentifies the highway status;

- Nan Inc. contracted to construct 1.7 mile highway. Construction began in March 2010
- Highway construction 2 months ahead of schedule. Completion date March 2012
- L2020 electrical and sewer easements Ok'd
- L2020 has significant infrastructure share cost for the utility installation which may exceed \$500K.

Finally, L2020 Grants & Funding Program is ongoing and will hire a fund developer/ coordinator as funding becomes available. L2020 shall continue to seek funding sources to fund the L2020/KCA community center plan. In summary,

- L2020 applied for a \$994.151 3 year OHA Trustee grant proposal for capacity & construction of the community space programs. Grant Denied
- L2020 was approved \$1.526M for CIP and design funding by the legislature. DHHL released this funding
- USDA RCDI \$300K Grant-Denied
- Bank of Hawaii, Atherton Foundation & County of Hawaii CDBG denied grants totaling \$1.43K
- *Grants program schedule attached*

In closing, L2020 is concerned regarding the Council for Native Hawaiian (CNHA) DHHL re-organization proposal. While L2020 support the need for efficiency, CNHA's recommended cutbacks reducing staff positions in the planning and grants division could be detrimental to the success of its grants division and the community initiatives spurred by the grants program. As DHHL Administration address this issue of efficiency, La'i'opua 2020 encourages the department to increase its capacity in this department as L2020, Kapolei Association, and other homestead association are experiencing delays in receiving their approved grant agreements and funding.

La'i'opua 2020 Attachments:

La'i'opua 2020 Cash Flow Statement

Grants Scheduled

L2020 Community Center Plan

Executive Order 3445

225 lessee's

X 66%

1485 ballots needed

To: Bo Kahui

6/20/2011

Yes = 91

No = 6

97 ballots recorded

149

- 97

52 ballots needed

Too much ballots very ballpie to fax all. Wonneta made copies of ballots.

Dna Au

LAIOPUA2020

SCHEDULE OF GRANTS - INCEPTION THRU 05/31/2011

GRANTS	FUNDS FIRST RECEIVED	Grant Status	Award Amount	Draw Downs To Date	Remaining Funds Balance @05/31/2011	Limitations		
ACTIVE - Unrestricted								
DHHL - 2009 2010 Implementation Grant	1/2010	active	40,000.00	30,000.00	10,000.00	Unrestricted	RECEIVED & DEPOSITED IN JUNE 2011	
DHHL - RPP	6/6/2011	active	32,000.00	22,000.00	10,000.00	Unrestricted		
ACTIVE - Restricted								
DHHL - GIA GRANT - Sewer	10/2010	active	250,000.00	189,389.00	60,611.00	Restricted	Sewer Planning, Design & Construction	
HUD - EDI 2010	6/2010	active	475,000.00	261,752.52	213,247.48	Restricted	Pre-Construction Design /Engineering	
US DOE Native Hawaiian Education Grant	11/2010	active	541,414.00	108,132.62	433,281.38	Restricted	Curriculum Development & Construction	
LEGISLATURE GIA GRANT 2010	Awarded	active	1,526,000.00	-	1,526,000.00	Restricted	Planning & Design, Comm Ctr/Medical Ctr	
TOTAL ACTIVE GRANTS AWARDED								
			2,792,414.00	611,274.14	2,253,139.86			
AWARDED - PENDING RELEASE								
DHHL - KULIA IKA NUU	Awarded	active	250,000.00	-	250,000.00	Unrestricted	Commercial Ctr Economic Development	
CLOSED GRANTS (Funded)								
DHHL Capacity Grant	5/2007	closed	2,525.49	2,525.49	-	Unrestricted		
DHHL - 2007 GIA Grant	9/2008	closed	125,000.00	125,000.00	-	Unrestricted		
DHHL - Priority Grant	9/2008	closed	243,716.00	243,716.00	-	Unrestricted		
OHA Grant	7/2008	closed	150,000.00	150,000.00	-	Unrestricted		
KONA KAI OLA FOUNDATION I	6/2008	closed	11,300.00	11,300.00	-	Unrestricted		
KONA KAI OLA FOUNDATION II	7/2009	closed	37,000.00	37,000.00	-	Unrestricted		
TOTAL GRANTS AWARDED								
			3,683,955.49	569,541.49	2,503,139.86			
GRANTS PENDING								
2 YR OHA - NHEA 2012	7/2011	2012	375,000.00	Restricted		Funded Grant Distribution Comparison		
ANA 2011			778,000.00	Restricted		DHHL Post		
2011 USDA RCDI	11/2010	7/2011	300,000.00	Restricted		Other		
TOTAL GRANTS PENDING								
			1,453,000.00					
GRANT APPLICATIONS DENIED								
3YR OHA - Trustee Initiative	11/2010	Denied	994,151.00	Limitations CIP / Capacity		2,525.00	1,526,000	
BANK OF HAWAII	2010	Denied	100,000.00	Unrestricted		250,000.00	150,000	
ATHERTON FOUNDATION	2010	Denied	30,000.00	Unrestricted		11,300	37,000	
2011 COUNTY HAWAII CDBG	2010	Denied	300,000.00	Unrestricted		568,241	3,372,300	16% (+/-)
TOTAL GRANTS DENIED								
			1,424,151.00					

Note: DHHL direct department contribution is estimated at 16%.

Laipua2020

Cash Flow - Seven Months June 2011 thru Dec 2011

Restricted Income	Purpose	Grant Balance	TOTAL	Grant											
				June	July	Aug	Sept	Oct	Nov	Dec					
Federal HUD EDI	Pre-construct	213,247	228,000.00		53,000.00	80,000.00	90,000.00	25,000.00	21,281.00	5,000.00					
Fed NHEA Grant	Learning Ctr	433,281	433,281.00	150,000.00	202,000.00	35,000.00	36,000.00	48,500.00	74,500.00	2,500.00	2,500.00	4,000.00	32,000.00		
DHHL Legis Design	Architectural Design	1,500,000	273,000.00	31,000.00	51,000.00	36,000.00	2,500.00	2,500.00	2,500.00	4,000.00	4,000.00	4,000.00	2,500.00		
DHHL-Kulia	Commercial Ctr	250,000	26,500.00	14,000.00	2,500.00	3,500.00	2,500.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	2,500.00		
DHHL RPP	Commercial Ctr	32,000	20,500.00	2,500.00	2,500.00	3,500.00	2,500.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	2,500.00		
DHHL-Sewer Line	Sewerline	250,000	-										4,000.00		
		2,678,528.04	981,281.00	250,500.00	338,000.00	167,000.00	80,000.00	107,281.00	38,500.00						
Project Pre Construction/Architectural/Management Expenditures															
Community Center															
Architectural-Community Center	DHHL Legis	154,500.00	154,500.00	20,000.00	40,000.00	25,000.00	20,000.00	46,000.00	3,500.00						
Archaeological	Federal HUD	8,000.00	8,000.00	8,000.00	5,000.00	5,000.00	5,000.00	5,000.00							
Preliminary Engineering	Federal HUD	15,000.00	15,000.00	5,000.00	20,000.00	40,000.00	45,000.00	4,000.00							
Civil Engineering-Geotech Ground Boring	Federal HUD	105,000.00	105,000.00	20,000.00	40,000.00	40,000.00	40,000.00	4,000.00							
Grading Design	Federal HUD	100,000.00	100,000.00	20,000.00	40,000.00	40,000.00	40,000.00	4,000.00							
DOE NHEA Learning Center															
Learning Center and Curriculum	Fed NHEA Grant	433,281.00	433,281.00	150,000.00	202,000.00	35,000.00	25,000.00	21,281.00							
Commercial Center															
Architectural-Commercial Center	DHHL Legis	118,500.00	118,500.00	11,000.00	11,000.00	11,000.00	11,000.00	28,500.00	28,500.00	4,000.00	4,000.00	4,000.00	2,500.00		
Planning & Project Management	DHHL-Kulia	20,500.00	20,500.00	2,500.00	2,500.00	3,500.00	2,500.00	4,000.00	4,000.00	2,500.00	2,500.00	2,500.00	2,500.00		
RFP Commercial Center	DHHL RPP	26,500.00	26,500.00	14,000.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00		
Sewer Line Project															
Sewer line Design and Installation	no activity	-	-	-	-	-	-	-	-	-	-	-	-		
		981,281.00	981,281.00	250,500.00	338,000.00	167,000.00	80,000.00	107,281.00	38,500.00						
Unrestricted / Capacity Income															
		carryforward >>>>	3,750.00	1,490.00	8,930.00	9,370.00	7,310.00	6,000.00	4,690.00						
Federal HUD EDI	Contract admin	20,000	7,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00		
Fed NHEA Grant	Payroll reimb	26,000	22,250.00	6,000.00	5,500.00	6,000.00	2,500.00	750.00	750.00	750.00	750.00	750.00	750.00		
Fed NHEA Grant	Travel Reimb	5,250	5,250.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00		
DHHL - Kulia	Comm'l Center Admin	127,000	58,000.00	-	9,000.00	9,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00		
DHHL Legis Design	Contract Admin	26,000	7,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00		
DHHL-Implementation	Contract Grant Admin	10,000	10,000.00	5,000.00	5,000.00										
FHB Bridge Loan	Unrestricted cash flow	45,000	-												
FHB Bridge Loan	Repayment Funds	45,000	45,000.00												
	Total Unrestricted Income	259,250.00	154,700.00	12,750.00	22,450.00	17,950.00	60,450.00	13,700.00	13,700.00	13,700.00	13,700.00	13,700.00	13,700.00		
Administration Expenses															
Personnel Staff			84,000.00	12,000.00	12,000.00	12,000.00	12,000.00	12,000.00	12,000.00	12,000.00	12,000.00	12,000.00	12,000.00		
Grant Admin			5,000.00			2,500.00	2,500.00								
Rent	\$1,360/mo		9,520.00	1,360.00	1,360.00	1,360.00	1,360.00	1,360.00	1,360.00	1,360.00	1,360.00	1,360.00	1,360.00		
Electricity/Telephone	Elec\$350/Tele\$300		4,550.00	650.00	650.00	650.00	650.00	650.00	650.00	650.00	650.00	650.00	650.00		
Travel (Interisland)	3 trips @ \$250		5,250.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00	750.00		
Office Supplies			1,750.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00		
FHB Bridge Loan	Repayment		45,000.00												
	Total Unrestricted Expenditures		155,070.00	15,010.00	15,010.00	17,510.00	62,510.00	15,010.00	15,010.00	15,010.00	15,010.00	15,010.00	15,010.00		
	UNRESTRICTED CASH BALANCE - MONTH END		1,490.00	8,930.00	9,370.00	7,310.00	6,000.00	4,690.00	3,380.00						

Na Leo O La'i'opua

Volume 8, Issue 2

Kaniohale Community Association

June 2011

KCA Board Members

Dora-Aio Leamons
President
doraiokola@aol.com

Kapua Baker.....
Vice President/Treasurer

Mark Aiona
Secretary

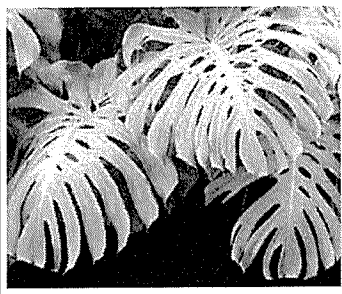
Rudy Ai
DCCR Committee

Keala Ching
Cultural Committee

Craig "Bo" Kahui...
*Hawaiian Affairs
Park Committee
Publishing Committee*
bokahui@yahoo.com

KCA Office
Clerks Support
Wannetta Wilson

Office Hours
M thru F 1-4 PM
355-8689 Ofc
355-8687 Fax



KCA & La'i'opua 2020 Technology Learning Center Start Construction - KCA/ L2020 Needs You!!

Kaniohale Community Association Board and La'i'opua 2020 (L2020) is preparing to start the construction of it's "Kau I Ka Malie" (KIKM) Native Hawaiian Culturally Based Technology Center and 21st Century Learning facility.

La'i'opua 2020 began the initial process with the submission of the building permit for approval of the building and construction, The County's new permitting process allow for the expedited processing of the building permits. L2020 anticipate the building permit approval no later than May 21st.

L2020 and Kealakehe High School (KHS) executed a Memorandum of Agreement (MOU) to allow KIKM tech-center built on the high school campus. State DOE and KHS established numerous condition to which L2020 will meet or exceed to comply.

Construction to be starting soon.

La'i'opua 2020 will be constructing a portable classroom unit in several weeks. While La'i'opua 2020 is the recipient of this US DOE- NHEA award, it's the community of Kealakehe, stakeholders, and surrounding communities that have an opportunity To participate in this multi technological culturally based learning initiative.

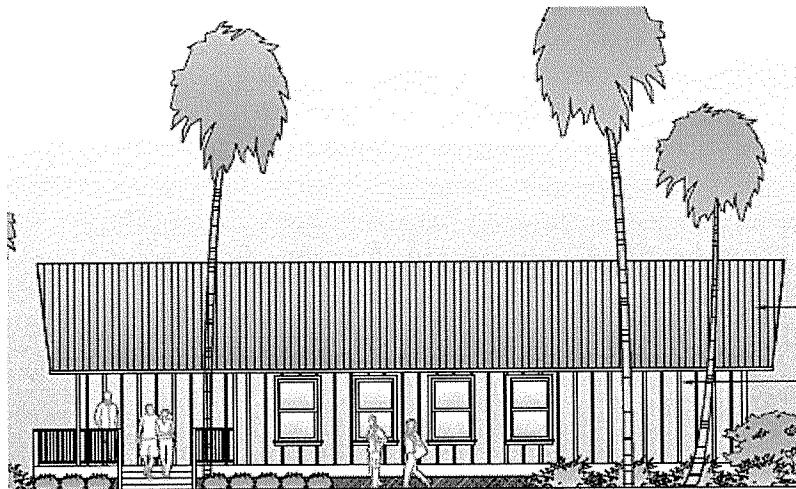
L2020 seek the support of the Kaniohale Community Association to volunteer and deliver this project to our membership and surrounding communities.

L2020 are seeking carpenters, painters, laborers, Kupuna, Makau, & Opio.

To volunteer

Call L2020 at 327-1221

Mahalo Nui!



:Kau I ka Malie" Native Hawaiian Culturally Based Technology Center and, 21st Century Learning Facility

HHC Item No. J-2
Exhibit F
Date 6-21-11

Message From The President

Aloha Kakou Neighbors,

I hope this note finds everyone in Kaniohale in the best of health for yourself and your family. The new village is moving on with its building and hopefully they will be moving in soon. So nice to know that some of our brothers and sisters will be moving in to their new homes. There are other concerning items in our Subdivision, concerning cars, boats, heavy trucks parked on the sidewalks fronting our homes. Those are all violations according to our DCCR's. In the near future we will be accessing these violations and hoping to get it up to par. We will be working along with DHHL to best take care of these violations. All 225 lessees got their notices from Mr. James Dupont and that's a heads up for all to be concerned about. In the mean time let's take care of ourselves and each other. Aloha Ke Akua

Ano'ai Meke Aloha Pumehana,
Dora Aio-Leamons, KCA/President



La'i'opua 2020 Executes General Lease Agreement for Commercial/ Retail Center

The State Attorney General & Department of Hawaiian Homes Land- Land Management Division executed the General Lease #289 agreement allowing La'i'opua 2020 to pursue its Kulia I Ka Nu'u- "Strive for Excellence" program. The 65 year general lease agreement provide 26+ acres for the development of a commercial/ retail center adjacent to the 26 acre community center development plan.

The general lease agreement no. 289 essentially offers L2020 and the KCA membership the opportunity to develop a commercial center to generate revenue to assist with the community center development plan and infuse 20% of its net revenue to the Kaniohale Community Association for future programs and services for its membership. Also, L2020 will be required to pay DHHL 20% of its net revenue to assist DHHL to build more homes for Hawaiians, according to Bo Kahui, L2020 Executive Director

Nearly two years ago the La'i'opua 2020 applied for the Kulia I Ka Nu'u grant of \$250,000 to plan and implement the commercial/ retail center development. The Kulia grant provisions required La'i'opua 2020 to conduct strategic planning, attend DHHL trainings, and qualify for the Kulia grant.

The Kulia I Ka Nu'u grant was approved by the DHHL Commission in June 2010. Last month April 2011, L2020 received its Kulia grant agreement after completing and complying with the provisions of the grant. The Kulia grant funding helps to support the capacity of L2020 to ensure L2020 meet its goals and objective to include sub leasing General Lease to a potential developer to further the goals of La'i'opua 2020 and community.

La'i'opua 2020 Encumbers 26.5 acres for Commercial Development

On August 17, 2010, the Department of Hawaiian Lands Commission approved a General Lease the conveyance of 26.5 acres to La'i'opua 2020 for the purpose of developing a commercial/ retail center. The parcel is located adjacent to and south of the community center development plan.

La'i'opua 2020 has been participating in the DHHL Kulia I Ka Nu'u program which helps homestead association and beneficiary organizations across the State to prepare and equip these homestead association and organizations to access land for the purpose of generating revenue to assist homestead association with their "priority projects".

While we are fortunate to lead the association across the State as the leader and model for homesteads association, the work has just begun, according to L2020 Executive Director– Bo Kahui. This General Lease was possible as a result of the survey we took several years ago wherein we asked the Kaniohale Community Association if a commercial center was appropriate for the future of Village VI.

The survey results were evaluated and provided the impetus for this initiative. The survey culminated with a estimated 25% return. The first question on the survey asked the association members if they would support the commercial center development. Overwhelming 78% of the respondents approve and supported the commercial center development. In addition, the survey asked the respondents if they approve the commercial center development, what would you (respondents) like to include in the commercial center and rank the suggestion. The second question survey results concluded that the highest 2 ranking suggestion were food/ grocery store and a pharmacy. There were many other recommendation to include McDonalds, Jack & the Box, post office, gas station, medical facilities (already in the community center), etc.....

As La'i'opua 2020 moves forward on this initiative, community meetings have been executed to seek community support for ideas and help develop a benefit package to which L2020 and the KCA Association may derived from negotiations with a developer to bring the commercial & retail center to fruition.

According to Bo Kahui, "we have been given this opportunity to develop our lands to provide additional direct services for our community. We need to seek out a partners who is cognizant of our Hawaiian values and concerns. More important, we need to ensure that we arrive at the best option and return for our investments as we look to the future of our community economic sustainability and viability, according to Kahui.

Ane Keohokalole Highway Development Up-date

The construction continues for the new four lane highway which will undoubtedly help to ease traffic. Grading for Phase I of the Ane Keohokalole Highway will be completed in a month. Phase I begins at Palani & Henry intersection and follows North to Kealakehe Parkway. Phase I-A begins from Kealakehe Parkway and continues North to Hinalani Street. Phase I-A is graded to include some utility infrastructure. Nan Inc. is currently working on underground utilities.

According to Mr. Command, Nan Inc. is holding off on paving Phase I while they propose the use of a subcontractor to provide value added engineering. The current contract does not allow for this, but a sub contractor might be able to provide a better product at no additional cost.

HELCO is still putting in utility poles along Palani Road. Hawaiian Telcom has yet to start on its work along Palani Road.

The Ane Keohokalole Highway is funded by the Federal American Recovery Act funds.

Bobby Command-COH Executive Assistant

3rd Annual Prince Jonah Kuhio

HO'OLAULE'A

*Kaniohale Community Association, La'i'Opua 2020, And Kealakehe High School,
expresses our*

MAHALO NUI LOA!

Entertainers

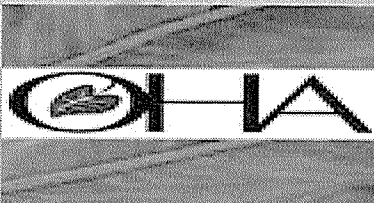
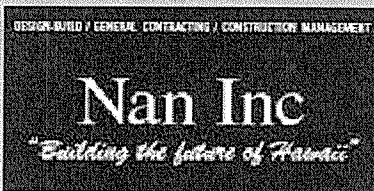
Cyril Pahinui - Sudden Rush
Robi Kahakalau & Jeff Rasmussen
Island Braddahs- Kimi'e Miner
Kealakehe High School Polynesian
Club and Dance Squad-

Vendors, Arts & Crafts

West Hawaii Community Health Center-
Hui Malama- HELCO-
Legal Aid- Humane Society- Energy Fu-
ture Hawaii- Punana Leo O Kona - Ka-
loko National Historic Parks -
Neighborhood Place of Kona -
Council for Native Hawaiian Advancement
-101 Financial- Kona Adult Day Care- Lo-
kahi Apartments- Hui La'au Kama'aina-
Friends of the Children's Justice Center-
Hawaii Community College- Kamehameha
Pre-School- Kona Community Hospital-
Hawaii County Police Dept.- Supercuts-
Ohe Kapala(George Place)- NiuWeaving
(Kunewa)- Tweet's- Fun to Jump- Aloha
Photographics- No Ka Oi Pearls- Avon-
Halau Kala'Akeakauika Weiku



Prince Jonah Kuhio



Cultural Sponsors

Royal Order
Pualani Muraki
Malani De Aguiar
Hulali Alapai
Halau A'ali'i -Ku'e Ke Anuenue

Corporate Sponsors

Tante's Restaurant
Outback Steakhouse
Big Island Television
Keauhou Beach Resort
Pepsi Co. - Audio AFX
Pat's Pies - Hawaiian Airlines
Kona Brewing Co. - PATH
Shivalik Indian Restaurant
Harley Davidson of Kona
Kona Lua - Home Depot
Humpy's Island Alehouse
Sunrise Nursery - NAPA
Pancho and Lefty's-
KWXX- KAPA - HPM

Ali'i Sponsors

Office of Hawaiian Affairs
Forest City Hawaii
NAN Inc.

Mahalo to Our Volunteer Friends & Supporters:

Wally Lau- Wade Dowsett - Jennifer Graves - Ben and Mapuana Kahanu - Mele Kekai - Julia Bailado-Rose and Leroy Alip
- Stephanie Place - Nainoa & Lyons Place -John Caires - Steve Donnelly - DHHL Bobby Hall -
KHS Principle Will Murakami - Alan Vogt- Bernard Akaka - Spooks and Phyllis Frando-Bob Lindsey-
Isaac Sylva- Dora Aio-Leamons- Wanetta Wilson- Larry Ursua- Dru & Rudy Ai- KHS Security -
Pilau Motorcycle Club - Wayne & Debbie Wills- Malakaua Ohana- Kuailani Ohana-
Sam & Remy Walker, and Bo, Melissa, and Kekoa Kahui

"Celebrating a Legacy & the Modern Day Ohana"

To Support & Build a Better Community Call La'i'opua 2020 at 327-1221



National Park Service
U.S. Department of the Interior
(808) 328-2326 phone

Pu'uhonua o Hōnaunau
National Historical Park
(808) 328-9485 fax

P.O. Box 129
Hōnaunau, Hawai'i
96726

Pu'uhonua o Honaunau National Historical Park

www.nps.gov/puho



Pu'uhonua o Hōnaunau National Historical Park will present a year of celebration to mark its 50th anniversary as a unit of the National Park Service. The celebration begins on June 24, 2011 with a 3 day cultural festival with additional park events extending to December 2011.

The Cultural Festival takes visitors back to old Hawai'i in the 1800's. Practitioners in traditional dress will provide visitors with a uniquely Hawaiian experience, honoring the culture and traditions of the Hawaiian people and cultural experts, and providing local residents and the community a time and place to gather, learn and share. There will be a ho'okupu (offering) opening and closing ceremony, hula performances, canoe rides, food tasting, weaving, hukilau (traditional fishing), musical implements, lei making, medicinal plants, archaeological hikes and much more.

When: June 24, 25, 26, 2011 – 9 am to 3 pm, Fee free days

Where: Pu'uhonua o Hōnaunau National Historical Park – south on Highway 11 to mile marker 104, turn right on to Hwy. 160,

o Ke-
miles.



Ke Ala
awe Road, for three
Parking is limited.

'O ka Pu'uhonua – E a'o ana mai nā kūpuna mai no ke au hou e hiki mai ana.
Pu'uhonua – Learning from the kūpuna and guiding us into a new beginning.

Sponsors: Hawai'i Natural History Association, Nā Hoa Aloha o ka Pu'uhonua o Hōnaunau,

Hawaiians Helping Hawaiians

VOLUNTEERS NEEDED TO BUILD HOMES IN KAWAIHAE HAWAIIAN HOMESLAND

Habitat for Humanity West Hawaii will begin construction on several new homes on Hawaiian Home Lands in Kawaihae in the next few months. Habitat West Hawaii are in need of volunteers, skilled or unskilled, that can help us make dreams of owning a home come true for our partner families.

Build days are on Saturdays from 8:00A-3:00P and lunch is provided. Great fellowship and the result is priceless!

If you want to help, you can download the volunteer form from the website www.habitatwesthawaii.org or contact the Habitat office at 331-8010.

Appreciate your support of Habitat.

Mahalo,

Patrick Haeling



Native owned Civil Engineering firm EM Rivera & Sons' crew pictured above helping La'i'opua 2020 to install its sewer system for Phase one of the community center development plan.

“MEET YOUR BUILDER EVENTS”

On Saturday, April 09, 2011, beneficiaries of Village 5, Margaret Kuroda Masunaga Deputy Director- County of Hawaii Planning Department, James Kometani Inc. Realtors, Armstrong Builders, and Chairman of Department of Hawaiian Homelands- Alapaki Nahale’a met with the beneficiaries for a briefing and a tour of their lots and homes of Village 5 at the Villages of Kaniohale in Kailua-Kona, HI.

The various organization leaders noted the progression of Village 5 and when they will be able to move into their newly built homes. Chairman, Alapaki Nahale’a of DHHL spoke to the beneficiaries welcoming them to their new future home in the Villages of Kaniohale. They were delighted and anxious to see the progress of soon to be their new home of the Village 5 development.

La’i’opua 2020 Board of Director, Sam Walker and La’i’opua 2020 staff, Mapuana Kahanu were on hand to give a presentation of the on-going progress of the design phase for the Technology Learning Center, Commercial Property, Community Center and the Regional Park in the surrounding community of Kealakehe. Sam Walker streamlined his presentation and “painted the picture” of all the villages coming together to be “unified as a one community” under the umbrella of the newly formed “Villages of La’i’opua Assoc.”
Mapuana Kahanu – staff – Laiopua 2020

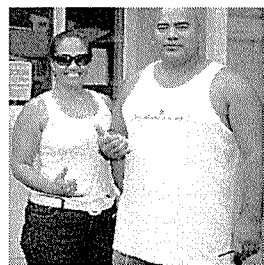
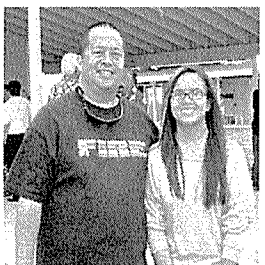


Lto R, Lessee Sam Walker, Mapuana Kahanu , & DHHL Chairman Alapaki Nahale a,



COH Planning Director Margret Matsunaga & Former DHHL Commissioner Henry Kalua

Few Faces of New Homeowners in Village Five



LAIOPUA 2020 - WEBSITE

ATTENTION ALL HOMESTEADERS OF THE VILLAGES OF KANIOHALE. THE LAIOPUA 2020 WEBSITE IS UP AND RUNNING THANKS TO:

Wade Dowsett who volunteered his time and technical experience to design, construct, organize the La’i’opua 2020 website.

“NOHO KAULIKE” On Common Ground is our capital campaign brand as you log onto the website at: laiopua.org

Check it out as you will find information about us, news & events, our partners, how you can donate, and how to contact us.

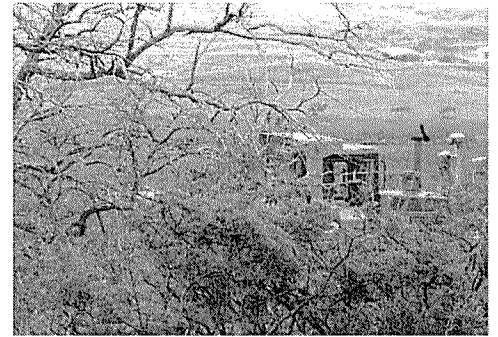
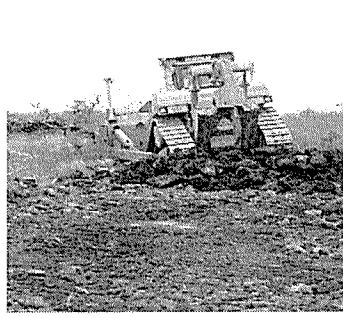
MAHALO to Wade Dowsett for his generosity volunteering his time to establish the La’i’opua 2020 website.



Geolabs Inc conducts Soils Survey

La'i'opua 2020 contracted Geolabs Inc. to conduct the soils survey to complete the pre-development entitlement to prepare the 26 acre community center plan "shovel ready" for phase one of the continued development to include the Kamehameha Preschool, 26,000 sq.ft. Community Center, and West Hawaii Community health center facility'

The geo-technical report determines if the proposed design of the complexes for the facility is suited to be placed on the site. Drilling and bore samples are taken to measure compaction. More importantly, the soils survey helps to determine if lava tubes are present which affects the design and placement of the buildings..



Alliance for a Sustainable Ahupua'a

"To Live, Work, Play, & Learn Mauka to Makai"

Aloha Kakou!

You are invited to the fifth annual informational workshop sponsored by the Kaniohale Community Association, La'i'Opua 2020, Forest City Hawaii in partnership with the Alliance for a Sustainable Ahupua'a on **Tuesday July 26, 2011 from 10:00 am till 2:00 pm**. The meeting will be at County of Hawaii Civic Center, Building G

The purpose of gathering together is to share information between government private sector, community leaders, stakeholders, and cultural practitioners to lay the foundation for a sustainable future for the ahupua'a of Kealakehe and Keahuolu.

Discussion topics include the following development updates:

County Projects: Ane Keahokalole Hwy; Regional Park; Makaeo Park, Sewer & Water Projects

State Projects: HHFDC/ Forest City- Kamakana Villages
DHHL Villages of La'i'opua development

La'i'opua 2020 Community & Commercial Center Projects/ Judiciary

We look forward to working collectively together to better serve one another for a sustainable future.

Please RSVP by July 15th to Mapuana Kahanu. She can be reached at 808-327-1221 or via email: mapuanakahanu@yahoo.com.

Mahalo,
Bo Kahui
Executive Director, L2020

Kealakehe & Keahuolu Alliance Partner

lauhoe

to paddle with several persons together in unison with great strength and resolution, simultaneously in several canoes

“A Story of Interest in the Neighborhood”

By Dora Aio-Leamons

Recently our former Mail lady Pauline Silva transferred to another area. I wondered why we had not seen her since she had served our community delivery mail for a long while. I ran in to her recently and she told me why, she had moved on.

On her many days of delivering, of mail she had obstacles and issues and concerns of the unattended children in the neighborhood. I myself have witness this and it is an on going concern. Minor children and toddlers left to wander the roads of Kaniohale, unattended is a violation of the rules of the association and it could lead to other applications of the Law. Our mailperson has a job to do, lets help them.

One day a toddler was in the back of her truck and he was following her around the block and she didn't notice it right away, it took her breath away. Another time, a child was faced head first into a drain-ditch on Haleolono Street and Kaniohale Loop as she turned the corner and stopped to see what it was, and it was a six or seven year old child wandering around with no supervision.

Another time she got in to a discussion with a parent on Nuole Place who had children playing in the roads and the parent was asked to help get her children of the streets and she had a real bad attitude back to the mailperson. This is not acceptable and will not be tolerated in the future. We all need to be accountable and I ask you all for your Kokua on this matter. If we see things happening in our block or Streets please call the incident to the Police department. It is better to be safe than sorry. Our children are important to our future growth and we need to keep them from harms-way.

Mahalo Ea Oe E Hoa launa,
Dora Aio-Leamons

Governor signs Executive Order to establish Kealakehe Regional Park

Since May 2009, La'i'opua 2020, Kaniohale Community Association, athletic stakeholders, and community leaders sought the Governor and the State of Hawaii Department of Land & Natural Resources (DLNR) to approve, create, and allow for the use of public lands as a “regional park” under the jurisdiction of the County of Hawaii located at the corner Kealakehe Parkway and Queen Ka'ahumanu Highway.

Following the May 2009 Kailua Kona (Old Airport) park re-development, a petition drive was initiated which resulted in over 1000 signatures in support of creating the regional park in Kealakehe ahupua'a. “The Kailua Kona/ Makaeo Park could not support the expansion of recreational facilities without compromising our shoreline open space. According to L2020 Executive Director– Bo Kahui, we need to keep the only shoreline access in Kailua Kona open to the residents of West Hawaii preserving the open space and access to the beach.”

Under Governor Lingle's administration, DLNR Director Laura Theiland and the Board of Land & Natural Resources approved the measure to establish the regional park, but the process took too long to seek the Governor Lingle's signature. Following the 2010 elections, Governor Abercrombie briefed on the measure, approved the Executive Order 3445 which establishes the regional park as a public purpose in Kealakehe.



KCA Membership Notices

KOKUA KORNER

Street Lights Out?

If your street light is out, you can report it to County Traffic and they will repair it. What you need to do is find the pole # located on the pole itself, then, call 961-8341 and let County Traffic Safety know the # of the pole and they will come and fix that light.

Traffic Median Work to Begin

The KCA Board, DHHL & County agreed re-stripe Keanulehu Drive from the corner of Pu'uohuluhuli Street south to the "rock median" as you drive up Manawalea. Our opio are having difficulty crossing Keanulehu to get to school and Board members recently observed the dangers of crossing Keanulehu. Re-striping will make it safer for everyone. COH Traffic Director Theil predicted work to begin in July 2011, this summer.

Reservation of Community Center

Please call 355-8689 regarding the use of the facility. Office Hours are: Tues, Wed, and Thur 1pm-4pm. Sunday Rentals are 12:30pm-6pm. Current rental hours for classes or meetings are 8am-8pm. Current rental hours for parties are 8am-6pm Saturdays.

DCCR Rules & Improvements

Just a reminder to all Lessee of Kaniohale Community of La'iohua. We as members of this community had just received a letter from the Department (DHHL), reminding us of the many improvements that was made by the home owners in this Community.

The Lessees in the community need to update all improvements with the proper papers. If the Lessees do not have their papers/applications for approval, they need to contact the Community Center Office Representative, Wanetta Wilson, or a Board of Director Member to get them. It is the Lessee's Kuliaana to make sure all of their improvements are properly done.

In the coming weeks all the Community Lots will be inspected for improvements and the Lessee's file will be checked for their proper papers/applications that shows approval. Again, to all Lessee's please update your improvements to date. Mahalo for that. Notice to Lessees, during previous Board of Directors Meeting, the topic of Article VIII, Section 8.03, and Article X, Section 10.1 of the DCCR were discussed. the Topic of these Sections pertain to "Individual Special Assessments" and "Imposition of Fines".

Failure to receive this Newsletter or this information herein shall not invalidate the schedule fines or any fines imposed in accordance with this provision.

The BOD has not enforced this Article to date. However, where violations are ignored and some issues are not acknowledged and a remedy come to terms, than this might happen. These Articles will accompany all notices.

The Design and DCCR Committee.....

Side Walk Obstruction

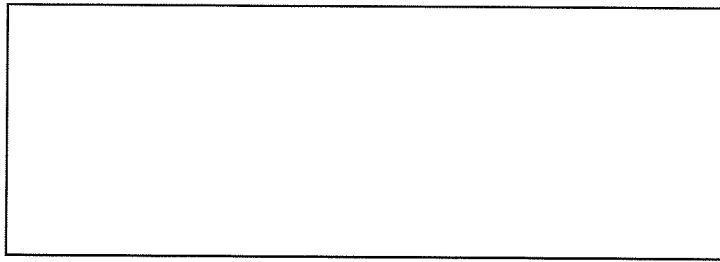
Aloha, The area between the side walk and road is commonly referred to as the common area and it should be free of debris, trash, personal objects and personal property. In addition, many members through-out the KCA community has planted shrubs, trees, pine trees, and palm trees.

The KCA Board would like to remind all members that the common area fronting your home between the street and the side-walk is your responsibility. You are held liable for any injury caused by your negligence.

If you planted any large trees or palms, you will be held liable for damages to the under-ground utilities which generally follows the sidewalk. The KCA Board encourages all members to use good judgment and discretion when planting you side-walk common area. The KCA Board ask for your Kokua.



“NALEO O LA'I'OPUA”
The Voice of La'i'opua



Return Service Requested

PERMIT STANDARD
U.S. POSTAGE PAID
KAILUA-KONA, HI
Permit no 235

Kaniohale Community Association
74-5100 Haleolono Street,
Kailua Kona, HI 96740

**KCA Association & La'i'opua 2020 Seeking
Volunteers to Help With the Construction of
“Kau I Ka Malie” Native Hawaiian
Culturally Based Technology Learning Center
& 21st Century Learning Facility**

E Komo Mai, Help construct the largest community project that offers our membership and neighboring communities Hawaiian Language and educational opportunities for our Ohana. Join-us with community, friends & Ohana to build our
“E Ke Kula Noeau”
To Volunteer Call 327-1221

WHEREAS, by that certain unrecorded Governor's Executive Order No. 4061 dated August 17, 2004, certain abutter's rights of vehicle access were withdrawn from Governor's Executive Order No. 3665 dated July 18, 1995; and

WHEREAS, the Board of Land and Natural Resources at its meeting held on November 22, 2010, approved the cancellation of Governor's Executive Order No. 3665 dated July 18, 1995.

NOW, THEREFORE, I, NEIL ABERCROMBIE, Governor of the State of Hawaii, by virtue of the authority vested in me under Section 171-11, Hawaii Revised Statutes, as amended, do hereby order that Governor's Executive Order No. 3665 dated July 18, 1995, be and the same is hereby cancelled and declared of no force and effect.

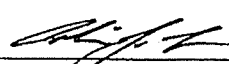
SUBJECT to disapproval by the Legislature by two-thirds vote of either the Senate or the House of Representatives or by majority vote of both, in any regular or special session next following the date of this Executive Order.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the Great Seal of the State of Hawaii to be affixed. Done at the Capitol at Honolulu this 28th day of July, 2011.

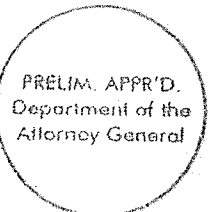


NEIL ABERCROMBIE
Governor of the State of Hawaii

APPROVED AS TO FORM:


COLIN E. LAU
Deputy Attorney General

Dated: 1/10/11



**Kealakehe Regional Park Advisory Committee
Resolution 05172011**

**Requesting the Honorable Mayor Billy Kenoi to support and fund the initial
planning, design, and construction for the Kealakehe Regional Park on TMK: (3)
7- 4- 020: 007,**

Whereas, La'i'opua 2020 a 501C-3 nonprofit corporation whose mission included the establishment of recreational facilities has lead the initiative to establish a regional park in the Kealakehe ahupua'a, and

Whereas, the Makaeo/ Old A – Kailua Park development charett participants of May 2009 agreed not to “encroach on the open space and beach park area” and petitioned the Governor & DLNR to establish a regional park in Kealakehe on TMK: (3) 7- 4- 020: 007, and

Whereas, the Kealakehe Regional Park Advisory Committee (KRPAC) was established and is comprised of recreational regional stakeholders committed to creating, planning, designing a regional park for the future of our Ohana and communities of West Hawaii, and

Whereas, on April 2011, the Honorable Governor Neil Abercrombie executed the Executive Order 4355 establishing the regional park as a “public use” on TMK: 3-7-4 020:007, and

Whereas, KRPAC members has convened on May 17, 2011 to discuss establishing a federally designated 501C-3 non-profit for the purpose of seeking funding for the design, planning, and construction of the Kealakehe regional park, and

Whereas, the County had established an account for the purpose of setting aside funds for the regional park planning & design, and

Therefore, be it resolved, the KRPAC committee request \$750,000 be place in the County account for the purpose on initiating the planning and design of the regional park, and

HHC Item No. J-2
Exhibit G
Date 6-21-11

Be it further resolved, that we the undersigned support the establishment of a regional park and request the Honorable Mayor Billy Kenoi fund the initial planning, design and construction of the Kealakehe Regional Park for the residents of West Hawaii and through-out the Big Island.

Craig Bo Kahui, Executive Director
La'i'opua 2020

Sue Aronson,
Environmental Volunteerr

Charlie Nahale-a
Pop Warner Football

Debbie Hecht
Kona Tennis Association

Elaine Watai,
Kealakehe Association

Dora Aio-Leamons, President
Kaniohale Community Association

Walter Kunitake
Coffee Farmer

Wannetta Wilson
Hawaiian Homesteader

Roy Lambrecht
Soccer

Gerry Soloman
Soccer Commissioner

Kim Evans
Soccer Parent

Bob Ward
PATH

Kelly Drysdale,
Kona Tennis Association

Chris Hill,
Soccer

Andy Smith
Basketball

Baseball

Police HIPAL

Hawaiian Home Lands, June 21, 2011
Hilo, Hawai'i

ANNOUNCEMENTS AND ADJOURNMENT

NEXT MEETING July 19, 2011, Wailuku, Maui, Hawai'i

ANNOUNCEMENTS Community meeting scheduled on July 18, 2011 at Paukūkalo
Community Center, 657 Kaumuali'i St., Wailuku, Hawai'i

ADJOURNMENT 12:35 p.m.

Respectfully submitted,




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

Prepared by:



Elaine Searle, Secretary
Hawaiian Homes Commission

APPROVED BY:
The Hawaiian Homes Commission
At Its Regular Monthly Meeting Of
July 19, 2011



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