MCCORRISTON MILLER MUKAI MACKINNON LLP

ATTORNEYS AT LAW

April 23, 2013

Via Electronic Mail and U.S. Mail

Mr. Daniel Orodenker Executive Officer Land Use Commission Department of Business, Economic Development and Tourism, State of Hawaii 235 South Beretania Street, Suite 406 Honolulu, Hawai'i 96813

> Re: In the Matter of the Petition of Kaonoulu Ranch Docket No. A-94-706

Dear Mr. Orodenker:

Enclosed herewith are an original and two extra copies of the following:

1. Eleventh Annual Report of Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC, Successor Petitioners to Kaonoulu Ranch;

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2. Twelth Annual Report of Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC, Successor Petitioners to Kaonoulu Ranch; and

3. Thirteenth Annual Report of Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC, Successor Petitioners to Kaonoulu Ranch; and

4. Three copies of the Tenth Annual Report of Kaonoulu Ranch, which was prepared in 2005 by R. Clay Sutherland, but which is apparently missing from the Land Use Commission's files.

These Annual Reports are submitted in response to the Commission's determination that these reports are missing from the Land Use Commission's files. Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC respectfully request that the Commission accept the enclosed as the Annual Reports for the missing years.

Mr. Daniel Orodenker Executive Officer Land Use Commission Department of Business, Economic Development and Tourism, State of Hawaii April 23, 2013 Page 2

In addition, we would appreciate it if you could please file-stamp the enclosed copies and return them to our office in the enclosed stamped, self-addressed envelope. Thank you for your assistance in this matter.

Very truly yours,

McCORRISTON MILLER MUKAI MacKINNON LLP Jonathan H. Steiner

JHS:ej

cc: Jesse Souki, State Office of Planning William Spence, Director of Planning, County of Maui Bryan Yee, Esq.

BEFORE THE LAND USE COMMISSION

OF THE STATE OF HAWAII

In the Matter of the Petition of	Docket No. A9
KAONOULU RANCH To Amend the Agricultural Land Use District Boundary into the Urban Land Use District for approximately 88 acres at Kaonoulu, Makawao-Wailuku, Maui, Hawaii; Tax Map Key Nos. 2-2-02:por. of 15 and 3-9-01:16	

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TENTH ANNUAL REPORT OF KAONOULU RANCH

TO THE HONORABLE LAND USE COMMISSION OF THE STATE OF HAWAII:

COMES NOW MAUI INDUSTRIAL PARTNERS, LLC, (the "Successor

Petitioner") successor in interest to KAONOULU RANCH, a Hawaii limited partnership, (the

"Original Petitioner") in regards to the real property which is the subject matter of Docket No.

A94-706, as referenced above, and pursuant to Condition No. 17 of the Findings of Fact,

Conclusions of Law, and Decision and Order issued on February 10, 1995 (the "D&O"), hereby

submits its Tenth annual report of compliance with the conditions established by said approval as

follows:

General Progress of the Project

The Original Petitioner obtained its Community Plan Amendment and Change in Zoning. Since then, it considered developing the real property either with or without a partner experienced in the development of a light industrial complex. On May 12, 2005, the Successor Petitioner completed its purchase of the fee simple interest in the property, together with all of

the interests contained with the subject land and its entitlements.

H:\Ninth Annual Report to LUC Kaonoulu Ranch 2004.doc

The Successor Petitioner has actively engaged a consulting team to implement the project as approved in the D&O. The Successor Petitioner has also engaged the County of Maui, as well as the State Department of Transportation in this effort, and plans on submitting subdivision plans to the County of Maui and the State of Hawaii in October, 2005. Report on Compliance with Conditions Imposed by Commission

The following states whether the conditions in the approval have been met:

1. The Petitioner shall obtain a Community Plan Amendment and Change in Zoning from the County of Maui.

The Community Plan Amendment was approved on March 20, 1998, and the Change in Zoning application was approved by the Maui County Council and became effective on May 25, 1999.

2. Petitioner shall cooperate with the State Department of Health and the County of Maui Department of Public Works and Waste Management to conform to the program goals and objectives of the Integrated Solid Waste Management Act, Chapter 342G, Hawaii Revised Statutes.

Successor Petitioner intends to cooperate with the State Department of Health and the Department of Public Works and Waste Management.

 Petitioner shall contribute its pro-rata share to fund and construct adequate wastewater treatment, transmission and disposal facilities, as determined by the State
Department of Health and the County of Maui Department of Public Works and Waste
Management.

Successor Petitioner understands its obligation to contribute its pro-rata share to fund and construct adequate wastewater treatment, transmission and disposal facilities.

4. Petitioner shall fund and construct adequate civil defense measures as determined by the State and County Civil Defense agencies.

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Successor Petitioner understands its obligation to fund and construct adequate civil defense measures.

5. Petitioner shall fund, design and construct necessary local and regional roadway improvements necessitated by the proposed development in designs and schedules accepted by the State Department of Transportation and the County of Maui. Petitioner shall provide traffic signals at the intersection of Piilani Highway and Kaonoulu Street, and shall submit a warrant study in coordination with the Department of Transportation. Petitioner shall also install a fence and appropriate screening, i.e. landscaping, etc., along the highway right-of-way in coordination with the State Department of Transportation. Petitioner shall provide for a frontage road parallel to Piilani Highway and other connector roads within the Petition area, in coordination with other developments in the area with the review and approval of the State Department of Transportation and the County of Maui.

Successor Petitioner understands its obligation to comply with this condition and in fact has initiated construction plans consistent with this condition.

6. Petitioner shall fund and construct adequate potable and non-potable water source, storage, and transmission facilities and improvements to accommodate the proposed project. Water transmission facilities and improvements shall be coordinated and approved by the appropriate State and County agencies.

Successor Petitioner understands its obligation to fund and construct adequate potable and non-potable water source, storage, and transmission facilities and improvements to accommodate the proposed project. It has been in contact with the Department of Water Supply to obtain further information on what specific water improvements will be required by the Department for the development of the property.

7. Petitioner shall participate in an air quality monitoring program as determined by the State Department of Health.

Successor Petitioner intends to participate in an air quality monitoring program if required by the Department of Health.

8. Petitioner shall fund the design and construction of its pro-rata share of drainage improvements required as a result of the development of the Property, including oil water separators and other filters as appropriate, and other best management practices as necessary to minimize non-point source pollution into Kulanihakoi Gulch, in coordination with appropriate state and county agencies, such as the following:

a. All cleaning, repairs and maintenance of equipment involving the use of industrial liquids, such as gasoline, diesel, solvent, motor oil, hydraulic oil, gear oil, brake fluid, acidic or caustic liquids, antifreeze, detergents, degreasers, etc., shall be conducted on a concrete floor, where roofed or unroofed. The concrete floor shall be constructed so as to be able to contain any drips or spills and to provide for the recovery of any spilled liquid. Water drainage from these concrete floors, if necessary, shall pass through a separator sump before being discharged.

The Successor Petitioner understands its obligation to comply with this condition.

b. All employees shall be instructed to immediately collect and contain any industrial liquid spills on the concrete floor and should be informed against discharging or spilling any industrial liquids. Employees shall be instructed to prevent any industrial liquid spills onto the bare ground.

Tenth Annual Report to LUC Maui Industrialc

- 4 -

The Successor Petitioner understands its obligation to comply with this condition.

c. Barrels for the temporary storage of used oil or other industrial liquids shall be kept on a concrete surface. The surface shall be bermed to prevent the loss of liquid in the event of spills or leaks. The barrels shall be sealed and kept under shelter from the rain. (The Department of Labor and Industrial Relations' Occupational Safety and Health regulations, sections titled, "Housekeeping Standards" and "Storage of Flammable or Combustible Liquids," shall be followed, along with the local fire code.)

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The Successor Petitioner understands its obligation to comply with this condition.

9. Should any human burials or any historic artifacts, charcoal deposits, or stone platforms, pavings or walls be founds, the Petitioner shall stop work in the immediate vicinity and contact the State Historic Preservation District. The significance of these finds shall then be determined and approved by the Division, and an acceptable mitigation plan shall be approved by the Division. The Division must verify that the fieldwork portion of the mitigation plan has been successfully executed prior to work proceeding in the immediate vicinity of the find. Burials must be treated under specific provisions of Chapter 6E, Hawaii Revised Statutes.

The Successor Petitioner understands its obligation to comply with this condition.

10. A long term preservation plan for the petroglyph stone (Site 50-10-3746) that was removed from the project area shall be reviewed and approved by the State Historic Preservation Division. Long term preservation measures shall be implemented within 60 days after final approval of the preservation plan.

As stated in the Fifth Annual Report, the Petitioner prepared a long term preservation plan which has been approved by the State Historic Preservation Division, Department of Land and Natural Resources, State of Hawaii, a copy of which was transmitted to

Tenth Annual Report to LUC Maui Industriale the Land Use Commission.

11. Petitioner shall contribute its pro-rata share to a nearshore water quality monitoring program as determined by the State Department of Health and the State Division of Aquatic Resources, Department of Land and Natural Resources.

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Successor Petitioner understands its obligation to contribute its pro-rata share to a nearshore water quality monitoring program as it is determined.

12. Petitioner shall implement effective soil erosion and dust control methods during construction in compliance with the rules and regulations of the State Department of Health and the County of Maui.

Successor Petitioner understands its obligation to implement effective soil erosion and dust control methods during construction.

13. Petitioner shall create a buffer zone between lands designated as SF (Single-Family) by the County's Kihei-Makena Community Plan and industrial uses on the Property to mitigate impacts between future residential activities and the proposed industrial development.

The Successor Petitioner understands its obligation to comply with this condition.

14. In the event Petitioner sells its interest in the Project, Petitioner shall subject the Property to deed restrictions to run with the land which shall require the successors and assigns to comply with the terms and conditions set forth in the Commission's Decision and Order.

15. Petitioner shall develop the Property in substantial compliance with the representations made to the Commission. Failure to so develop the Property may result in

reversion of the Property to its former classification, or change to a more appropriate classification.

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Successor Petitioner understands its obligation to comply with this condition.

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16. Petitioner shall give notice to the Commission of any intent to sell, lease, assign, place in trust, or otherwise voluntarily alter the ownership interests in the Property, prior to development of the Property.

17. Petitioner shall timely provide without any prior notice, annual reports to the Commission, the Office of Planning, and the County of Maui Planning Department in connection with the status of the subject Project and Petitioner's progress in complying with the conditions imposed herein. The annual report shall include written documentation from each State and County agency responsible, indicating that the terms of the condition(s) are progressing satisfactorily or have been completed to the satisfaction of the agency. The annual report shall be submitted in a form prescribed by the Executive Officer of the Commission.

Successor Petitioner understands its obligation to comply with this condition, and submits this annual report in compliance therewith.

Petitioner shall record the conditions imposed herein by the Commission
with the Bureau of Conveyances pursuant to Section 15-15-92 Hawaii Administrative Rules.

Petitioner has recorded a Notice of Imposition of Conditions with the Bureau of Conveyances of the State of Hawaii pursuant to Section 15-15-92 Hawaii Administrative Rules.

19. Within seven (7) days of the issuance of the Commission's Decision and Order for the subject reclassification, Petitioner shall (a) record with the Bureau of Conveyances a statement that the Property is subject to conditions imposed herein by the Land Use Commission in the reclassification of the Property; and (b) shall file a copy of such recorded statement with the Commission.

Petitioner has recorded a Document Listing Conditions to Reclassification of Land with the Bureau of Conveyances of the State of Hawaii and has filed a copy of the recorded document with the Commission.

20. The Commission may fully or partially release the conditions provided herein as to all or any portion of the Property upon timely motion and upon the provision of adequate assurance of satisfaction of these conditions by the Petitioner.

The Successor Petitioner understands that the Commission may fully or partially release the conditions provided herein.

Except as stated above, the responses in the Ninth annual report are still correct and remain unchanged.

Hugent 11, 2005 Dated: Kahului, Hawaii,__

R. Clay Sutherland Attorney for Maui Industrial Partners, LLC

CERTIFICATE OF SERVICE

I hereby certify that due service of a copy of the within document was made by

depositing the same with the U.S. mail, postage prepaid, or by hand delivery, on August 12,

2005, addressed to:

MARY LOU KOBAYASHI Planning Program Administrator Office of Planning State of Hawaii P. O. Box 2359 Honolulu, Hawaii 96804 BY MAIL

ABE MITSUDA Planning Program Administrator Office of Planning, Land Use Division State of Hawaii P. O. Box 2359 Honolulu, Hawaii 96804

MICHAEL W. FOLEY Director, Planning Department County of Maui 250 South High Street Wailuku, Maui, Hawaii 96793

BY MAIL

BY HAND DELIVERY

Dated: Wailuku, Hawaii, August 12, 2005.

R. Clay Sutherland Attorney for Petitioner Maui Industrial Partners, LLC

BEFORE THE LAND USE COMMISSION

OF THE STATE OF HAWAII

In the Matter of the Petition of

Docket No. A94-706

2013 APR

KAONOULU RANCH To Amend the Agricultural Land Use District Boundary into the Urban Land Use District for approximately 88 acres at Kaonoulu, Makawao-Wailuku, Maui, Hawaii; Tax Map Key Nos. 2-2-02:por. of 15 and 3-9-01:16

ELEVENTH ANNUAL REPORT OF PIILANI PROMENADE SOUTH, LLC, PIILANI PROMENADE NORTH, LLC, AND HONUAULA PARTNERS, LLC, SUCCESSOR PETITIONERS TO KAONOULU RANCH

TO THE HONORABLE LAND USE COMMISSION OF THE STATE OF HAWAII:

COME NOW Piilani Promenade South, LLC ("PPS"), Piilani Promenade North,

LLC ("PPN") and Honua'ula Partners, LLC ("Honua'ula") (hereinafter collectively the

"Successor Petitioners")¹, successors-in-interest to MAUI INDUSTRIAL PARTNERS, LLC

("MIP"), successor-in-interest to Original Petitioner KAONOULU RANCH, in regards to the

real property which is the subject matter of Docket No. A94-706, as referenced above (the

"Petition Area"), and pursuant to Condition No. 17 of the Findings of Fact, Conclusions of Law,

and Decision and Order issued on February 10, 1995 (the "D&O"), hereby submit the Eleventh

annual report of compliance with the conditions established by said approval as follows.

Successor Petitioners have learned that the files of the Land Use Commission do not contain a

¹ PPS and PPN are Hawaii limited liability companies and the current owners of six of the seven parcels encumbered by the D&O. The parcels owned by Piilani are comprised of the following tax map key parcels: (2) 3-9-001:016 and 170-174, and are referred to collectively hereinafter as the "<u>Piilani Parcels</u>." Honua`ula is also a Hawaii limited liability company, which owns the seventh parcel encumbered by the D&O. Honua`ula owns tax map key parcel (2) 3-9-001:169, referred to hereinafter as the "<u>Honua`ula Parcel</u>." At the time period covered by this Eleventh Annual Report, MIP was the owner of the entire Petition Area.

copy of any Eleventh Annual Report filed by MIP, which was the owner of the Petition Area during the year 2006, the year covered by the Eleventh Annual Report. Successor Petitioners thus submit this Eleventh Annual Report at this time. Successor Petitioners represent that the information contained herein has been verified by Charles Jencks, who was the owner's representative of MIP during the period covered by this Eleventh Annual Report:

General Progress of the Project

Kaonoulu Ranch (the "<u>Original Petitioner</u>") obtained a Community Plan Amendment and Change in Zoning for the Petition Area. On May 12, 2005, MIP purchased the fee simple interest in the Petition Area from the Original Petitioner, together with all of the interests in the Petition Area and its entitlements.

MIP actively engaged a consulting team to plan the development of the project consistent with the D&O. MIP also involved the County of Maui and the State of Hawaii Department of Transportation ("<u>SDOT</u>") in this effort. Subdivision of the Petition Area was applied for in September 2003, and civil construction plans for the Petition Area submitted to the County of Maui in May 2005 addressing all requirements for preliminary subdivision approval.

This <u>Eleventh</u> Annual Report addresses compliance with the conditions of approval in the D&O for the Piilani Parcels.

Report on Compliance with Conditions Imposed by Commission

The following states the status of compliance with the conditions in the D&O as of February 10, 2006:

1. The Petitioner shall obtain a Community Plan Amendment and Change in Zoning from the County of Maui.

The Community Plan Amendment was approved on March 20, 1998, and the Change in Zoning application was approved by the Maui County Council and became effective on May 25, 1999.

2. Petitioner shall cooperate with the State Department of Health and the County of Maui Department of Public Works and Waste Management to conform to the program goals and objectives of the Integrated Solid Waste Management Act, Chapter 342G, Hawaii Revised Statutes.

Successor Petitioners intend to cooperate when applicable with the State

Department of Health and the Department of Public Works and Environmental Management,

formerly a part of the Department of Public Works and Waste Management.

3. Petitioner shall contribute its pro-rata share to fund and construct adequate wastewater treatment, transmission and disposal facilities, as determined by the State Department of Health and the County of Maui Department of Public Works and Waste Management.

Successor Petitioners intend to contribute their pro-rata share to fund and

construct adequate wastewater treatment, transmission and disposal facilities and in fact have

included those plans within the civil construction plans approved by the County of Maui.

4. Petitioner shall fund and construct adequate civil defense measures as determined by the State and County Civil Defense agencies.

Successor Petitioners intend to fund and construct adequate civil defense

measures.

5. Petitioner shall fund, design and construct necessary local and regional roadway improvements necessitated by the proposed development in designs and schedules accepted by the State Department of Transportation and the County of Maui. Petitioner shall provide traffic signals at the intersection of Piilani Highway and Kaonoulu Street, and shall submit a warrant study in coordination with the Department of Transportation. Petitioner shall also install a fence and appropriate screening, i.e. landscaping, etc., along the highway right-of-way in coordination with the State Department of Transportation. Petitioner shall provide for a frontage road parallel to Piilani Highway and other connector roads within the Petition Area, in coordination with other developments in the area with the review and approval of the State Department of Transportation and the County of Maui.

Civil engineering, electrical engineering, soils engineer, traffic signal design and

traffic impact assessment consultants were engaged by MIP to initiate civil engineering design

work to address conditions of approval. Plans were submitted for review to Department of Public Works, Department of Water Supply, SDOT, Waste Water Reclamation Department, Department of Planning, and NRCS for review and comment.

6. Petitioner shall fund and construct adequate potable and non-potable water source, storage, and transmission facilities and improvements to accommodate the proposed project. Water transmission facilities and improvements shall be coordinated and approved by the appropriate State and County agencies.

Successor Petitioners intend to fund and construct adequate potable and non-

potable water source, storage, and transmission facilities and improvements to accommodate the

proposed project. As part of the subdivision application process, direction was provided by

Department of Water Supply to design and construct 1 million gallon offsite water tank in

satisfaction of this condition. A civil engineer was engaged to design these improvements.

7. Petitioner shall participate in an air quality monitoring program as determined by the State Department of Health.

Successor Petitioners intend to participate in an air quality monitoring program if

required by the Department of Health.

8. Petitioner shall fund the design and construction of its pro-rata share of drainage improvements required as a result of the development of the Property, including oil water separators and other filters as appropriate, and other best management practices as necessary to minimize non-point source pollution into Kulanihakoi Gulch, in coordination with appropriate state and county agencies, such as the following: a. All cleaning, repairs and maintenance of equipment involving

the use of industrial liquids, such as gasoline, diesel, solvent, motor oil, hydraulic oil, gear oil, brake fluid, acidic or caustic liquids, antifreeze, detergents, degreasers, etc., shall be conducted on a concrete floor, where roofed or unroofed. The concrete floor shall be constructed so as to be able to contain any drips or spills and to provide for the recovery of any spilled liquid. Water drainage from these concrete floors, if necessary, shall pass through a separator sump before being discharged.

The Successor Petitioners intend to comply with this condition. A civil engineer

was engaged by MIP to develop drainage improvements per State and County standards, and

plans were submitted to the Department of Public Works and the State Department of

Transportation for review and comment.

b. All employees shall be instructed to immediately collect and contain any industrial liquid spills on the concrete floor and should be informed against discharging or spilling any industrial liquids. Employees shall be instructed to prevent any industrial liquid spills onto the bare ground.

The Successor Petitioners intend to comply with this condition. See Section 8.a.,

supra.

c. Barrels for the temporary storage of used oil or other industrial liquids shall be kept on a concrete surface. The surface shall be bermed to prevent the loss of liquid in the event of spills or leaks. The barrels shall be sealed and kept under shelter from the rain. (The Department of Labor and Industrial Relations' Occupational Safety and Health regulations, sections titled, "Housekeeping Standards" and "Storage of Flammable or Combustible Liquids," shall be followed, along with the local fire code.)

The Successor Petitioners intend to comply with this condition. See Section 8.a.,

<u>supra.</u>

9. Should any human burials or any historic artifacts, charcoal deposits, or stone platforms, pavings or walls be founds, the Petitioner shall stop work in the immediate vicinity and contact the State Historic Preservation District. The significance of these finds shall then be determined and approved by the Division, and an acceptable mitigation plan shall be approved by the Division. The Division must verify that the fieldwork portion of the mitigation plan has been successfully executed prior to work proceeding in the immediate vicinity of the find. Burials must be treated under specific provisions of Chapter 6E, Hawaii Revised Statutes.

The Successor Petitioners intend to comply with this condition.

10. A long term preservation plan for the petroglyph stone (Site 50-10-3746) that was removed from the project area shall be reviewed and approved by the State Historic Preservation Division. Long term preservation measures shall be implemented within 60 days after final approval of the preservation plan.

As stated in the Fifth Annual Report, the Petitioner prepared a long term

preservation plan which has been approved by the State Historic Preservation Division,

Department of Land and Natural Resources, State of Hawaii, a copy of which was transmitted to

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the Land Use Commission.

11. Petitioner shall contribute its pro-rata share to a nearshore water quality monitoring program as determined by the State Department of Health and the State Division of Aquatic Resources, Department of Land and Natural Resources.

Successor Petitioners intend to contribute its pro-rata share to a nearshore water

quality monitoring program as it is determined.

12. Petitioner shall implement effective soil erosion and dust control methods during construction in compliance with the rules and regulations of the State Department of Health and the County of Maui.

Successor Petitioners intend to implement effective soil erosion and dust control

methods during construction.

13. Petitioner shall create a buffer zone between lands designated as SF (Single-Family) by the County's Kihei-Makena Community Plan and industrial uses on the Property to mitigate impacts between future residential activities and the proposed industrial development.

As shown on the 1985 Kihei/Makena Community Plan ("KMCP"), the 1985

KMCP provided for Single Family and Light Industrial uses for the area immediately adjacent to the northern boundary of the Petition Area. The current 1998 KMCP designates both the area north of the boundary and the Petition Area as Light Industrial (LI). The Successor Petitioners understand their obligations to comply with this condition, but because both the Petition Area and the adjacent parcels are designated Light Industrial, the condition appears to no longer be applicable.

14. In the event Petitioner sells its interest in the Project, Petitioner shall subject the Property to deed restrictions to run with the land which shall require the successors and assigns to comply with the terms and conditions set forth in the Commission's Decision and Order.

Successor Petitioners intend to comply with the terms and conditions if the Commission's Decision and Order, and understands its obligation to comply with this condition. 15. Petitioner shall develop the Property in substantial compliance with the representations made to the Commission. Failure to so develop the Property may result in reversion of the Property to its former classification, or change to a more appropriate classification.

Successor Petitioners intend to comply with this condition.

16. Petitioner shall give notice to the Commission of any intent to sell, lease, assign, place in trust, or otherwise voluntarily alter the ownership interests in the Property, prior to development of the Property.

Successor Petitioners intend to comply with this condition.

17. Petitioner shall timely provide without any prior notice, annual reports to the Commission, the Office of Planning, and the County of Maui Planning Department in connection with the status of the subject Project and Petitioner's progress in complying with the conditions imposed herein. The annual report shall include written documentation from each State and County agency responsible, indicating that the terms of the condition(s) are progressing satisfactorily or have been completed to the satisfaction of the agency. The annual report shall be submitted in a form prescribed by the Executive Officer of the Commission.

Successor Petitioners intend to comply with this condition, and submits this

annual report in compliance therewith.

18. Petitioner shall record the conditions imposed herein by the Commission with the Bureau of Conveyances pursuant to Section 15-15-92 Hawaii Administrative Rules.

Petitioner has recorded a Notice of Imposition of Conditions with the Bureau of

Conveyances of the State of Hawaii pursuant to Section 15-15-92 Hawaii Administrative Rules.

19. Within seven (7) days of the issuance of the Commission's Decision and Order for the subject reclassification, Petitioner shall (a) record with the Bureau of Conveyances a statement that the Property is subject to conditions imposed herein by the Land Use Commission in the reclassification of the Property; and (b) shall file a copy of such recorded statement with the Commission.

Petitioner has recorded a Document Listing Conditions to Reclassification of

Land with the Bureau of Conveyances of the State of Hawaii and has filed a copy of the recorded

document with the Commission.

20. The Commission may fully or partially release the conditions provided herein as to all or any portion of the Property upon timely motion and upon the provision of adequate assurance of satisfaction of these conditions by the Petitioner.

The Successor Petitioner acknowledges that the Commission may fully or

partially release the conditions provided herein.

Except as stated above, the responses in the Tenth annual report are still correct

and remain unchanged.

Dated: Honolulu, Hawaii, April 23, 2013.

di⁄ifford J. Miller Jøel D. Kam Jonathan H. Steiner

Attorneys for Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC

CERTIFICATE OF SERVICE

THE UNDERSIGNED HEREBY CERTIFIES that on this date a true and correct copy of

the foregoing document was duly served upon the following parties at their last known address

via U.S. Mail and electronic mail:

Daniel Orodenker <u>Daniel.E.Orodenker@dbedt.hawaii.gov</u> Director Office of Planning, Land Use Commission 235 South Beretania Street, Room 406 Honolulu, Hawai'i 96813

Bryan C. Yee <u>Bryan.C. Yee@hawaii.gov</u> Deputy Attorney General Department of the Attorney General Commerce & Economic Development Division 425 Queen Street Honolulu, Hawai'i 96813

Jesse K. Souki, Director <u>Jesse.K.Souki@dbedt.hawaii.gov</u> Planning Program Administrator Office of Planning, Land Use Division Leiopapa a Kamehameha, Room 600 235 South Beretania Street Honolulu, Hawai'i 96813

William Spence, Director <u>William.Spence@co.maui.hi.us</u> Director, Planning Department County of Maui 250 S. High Street Kalana Pakui Building, Suite 200 Wailuku, Hawai'i 96793

DATED: Honolulu, Hawai'i, April 23, 2013.

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CLIIFORD J. MILLER JOEL D. KAM JONATHAN H. STEINER

Attorneys for Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC

BEFORE THE LAND USE COMMISSION

OF THE STATE OF HAWAII

In the Matter of the Petition of

Docket No. A94-706

KAONOULU RANCH To Amend the Agricultural Land Use District Boundary into the Urban Land Use District for approximately 88 acres at Kaonoulu, Makawao-Wailuku, Maui, Hawaii; Tax Map Key Nos. 2-2-02:por. of 15 and 3-9-01:16

TWELFTH ANNUAL REPORT OF PIILANI PROMENADE SOUTH LLC, PIILANI PROMENADE NORTH, LLC, AND HONUA'ULA PARTNERS, LLC, SUCCESSOR PETITIONERS TO KAONOULU RANCH

TO THE HONORABLE LAND USE COMMISSION OF THE STATE OF HAWAII:

COME NOW Piilani Promenade South, LLC ("PPS"), Piilani Promenade North,

LLC ("PPN") and Honua'ula Partners, LLC ("Honua'ula") (hereinafter collectively the

"Successor Petitioners")¹, successors-in-interest to MAUI INDUSTRIAL PARTNERS, LLC

("MIP"), successor-in-interest to Original Petitioner KAONOULU RANCH, in regards to the

real property which is the subject matter of Docket No. A94-706, as referenced above (the

"Petition Area"), and pursuant to Condition No. 17 of the Findings of Fact, Conclusions of Law,

and Decision and Order issued on February 10, 1995 (the "D&O"), hereby submit the Twelfth

annual report of compliance with the conditions established by said approval as follows.

Successor Petitioners have learned that the files of the Land Use Commission do not contain a

¹ PPS and PPN are Hawaii limited liability companies and the current owners of six of the seven parcels encumbered by the D&O. The parcels owned by Piilani are comprised of the following tax map key parcels: (2) 3-9-001:016 and 170-174, and are referred to collectively hereinafter as the "<u>Piilani Parcels</u>." Honua`ula is also a Hawaii limited liability company, which owns the seventh parcel encumbered by the D&O. Honua`ula owns tax map key parcel (2) 3-9-001:169, referred to hereinafter as the "<u>Honua`ula Parcel</u>." At the time period covered by this Twelfth Annual Report, MIP was the owner of the entire Petition Area.

copy of any Twelfth Annual Report filed by MIP, which was the owner of the Petition Area during the year 2007, the year covered by the Twelfth Annual Report. Successor Petitioners thus submit this Twelfth Annual Report at this time. Successor Petitioners represent that the information contained herein has been verified by Charles Jencks, who was the owner's representative of MIP during the period covered by this Twelfth Annual Report:

General Progress of the Project

Kaonoulu Ranch (the "<u>Original Petitioner</u>") obtained a Community Plan Amendment and Change in Zoning for the Petition Area. On May 12, 2005, MIP purchased the fee simple interest in the Petition Area from the Original Petitioner, together with all of the interests in the Petition Area and its entitlements.

MIP actively engaged a consulting team to plan the development of the project consistent with the D&O. MIP also involved the County of Maui and the State of Hawaii Department of Transportation ("<u>SDOT</u>") in this effort. Subdivision of the Petition Area was applied for in September 2003, and civil construction plans for the Petition Area submitted to the County of Maui in May 2005 addressing all requirements for preliminary subdivision approval.

This <u>Twelfth</u> Annual Report addresses compliance with the conditions of approval in the D&O for the Piilani Parcels.

Report on Compliance with Conditions Imposed by Commission

The following states the status of compliance with the conditions in the D&O as of February 10, 2007:

1. The Petitioner shall obtain a Community Plan Amendment and Change in Zoning from the County of Maui.

The Community Plan Amendment was approved on March 20, 1998, and the Change in Zoning application was approved by the Maui County Council and became effective

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on May 25, 1999.

2. Petitioner shall cooperate with the State Department of Health and the County of Maui Department of Public Works and Waste Management to conform to the program goals and objectives of the Integrated Solid Waste Management Act, Chapter 342G, Hawaii Revised Statutes.

Successor Petitioners intend to cooperate when applicable with the State

Department of Health and the Department of Public Works and Environmental Management,

formerly a part of the Department of Public Works and Waste Management.

3. Petitioner shall contribute its pro-rata share to fund and construct adequate wastewater treatment, transmission and disposal facilities, as determined by the State Department of Health and the County of Maui Department of Public Works and Waste Management.

Successor Petitioners intend to contribute their pro-rata share to fund and

construct adequate wastewater treatment, transmission and disposal facilities and in fact have

included those plans within the civil construction plans approved by the County of Maui.

4. Petitioner shall fund and construct adequate civil defense measures as determined by the State and County Civil Defense agencies.

Successor Petitioners intend to fund and construct adequate civil defense

measures.

5. Petitioner shall fund, design and construct necessary local and regional roadway improvements necessitated by the proposed development in designs and schedules accepted by the State Department of Transportation and the County of Maui. Petitioner shall provide traffic signals at the intersection of Piilani Highway and Kaonoulu Street, and shall submit a warrant study in coordination with the Department of Transportation. Petitioner shall also install a fence and appropriate screening, i.e. landscaping, etc., along the highway right-of-way in coordination with the State Department of Transportation. Petitioner shall provide for a frontage road parallel to Piilani Highway and other connector roads within the Petition Area, in coordination with other developments in the area with the review and approval of the State Department of Transportation and the County of Maui.

Additional and updated civil engineering plans were submitted to the State

Department of Transportation for agency review and approval, comments were received and

plans were resubmitted for further review.

6. Petitioner shall fund and construct adequate potable and non-potable water source, storage, and transmission facilities and improvements to accommodate the proposed project. Water transmission facilities and improvements shall be coordinated and approved by the appropriate State and County agencies.

Successor Petitioners intend to fund and construct adequate potable and non-

potable water source, storage, and transmission facilities and improvements to accommodate the

proposed project. As part of the subdivision application process, direction was provided by

Department of Water Supply to design and construct 1 million gallon offsite water tank in

satisfaction of this condition. A civil engineer was engaged to design these improvements, and

civil engineering plans were submitted to the Department of Water Supply for review and

approval.

7. Petitioner shall participate in an air quality monitoring program as determined by the State Department of Health.

Successor Petitioners intend to participate in an air quality monitoring program if

required by the Department of Health.

8. Petitioner shall fund the design and construction of its pro-rata share of drainage improvements required as a result of the development of the Property, including oil water separators and other filters as appropriate, and other best management practices as necessary to minimize non-point source pollution into Kulanihakoi Gulch, in coordination with appropriate state and county agencies, such as the following: a. All cleaning, repairs and maintenance of equipment involving

the use of industrial liquids, such as gasoline, diesel, solvent, motor oil, hydraulic oil, gear oil, brake fluid, acidic or caustic liquids, antifreeze, detergents, degreasers, etc., shall be conducted on a concrete floor, where roofed or unroofed. The concrete floor shall be constructed so as to be able to contain any drips or spills and to provide for the recovery of any spilled liquid. Water drainage from these concrete floors, if necessary, shall pass through a separator sump before being discharged.

The Successor Petitioners intend to comply with this condition. A civil engineer

was engaged by MIP to develop drainage improvements per State and County standards, and

plans were submitted to the Department of Public Works and the State Department of

Transportation for review and comment. Comments were received and plans were adjusted and

resubmitted for further review.

b. All employees shall be instructed to immediately collect and contain any industrial liquid spills on the concrete floor and should be informed against discharging or spilling any industrial liquids. Employees shall be instructed to prevent any industrial liquid spills onto the bare ground.

The Successor Petitioners intend to comply with this condition. See Section 8.a.,

<u>supra.</u>

c. Barrels for the temporary storage of used oil or other industrial liquids shall be kept on a concrete surface. The surface shall be bermed to prevent the loss of liquid in the event of spills or leaks. The barrels shall be sealed and kept under shelter from the rain. (The Department of Labor and Industrial Relations' Occupational Safety and Health regulations, sections titled, "Housekeeping Standards" and "Storage of Flammable or Combustible Liquids," shall be followed, along with the local fire code.)

The Successor Petitioners intend to comply with this condition. See Section 8.a.,

<u>supra.</u>

9. Should any human burials or any historic artifacts, charcoal deposits, or stone platforms, pavings or walls be founds, the Petitioner shall stop work in the immediate vicinity and contact the State Historic Preservation District. The significance of these finds shall then be determined and approved by the Division, and an acceptable mitigation plan shall be approved by the Division. The Division must verify that the fieldwork portion of the mitigation plan has been successfully executed prior to work proceeding in the immediate vicinity of the find. Burials must be treated under specific provisions of Chapter 6E, Hawaii Revised Statutes.

The Successor Petitioners intend to comply with this condition.

10. A long term preservation plan for the petroglyph stone (Site 50-10-3746) that was removed from the project area shall be reviewed and approved by the State Historic Preservation Division. Long term preservation measures shall be implemented within 60 days after final approval of the preservation plan.

As stated in the Fifth Annual Report, the Petitioner prepared a long term

preservation plan which has been approved by the State Historic Preservation Division,

Department of Land and Natural Resources, State of Hawaii, a copy of which was transmitted to

the Land Use Commission.

11. Petitioner shall contribute its pro-rata share to a nearshore water quality monitoring program as determined by the State Department of Health and the State Division of Aquatic Resources, Department of Land and Natural Resources.

Successor Petitioners intend to contribute its pro-rata share to a nearshore water

quality monitoring program as it is determined.

12. Petitioner shall implement effective soil erosion and dust control methods during construction in compliance with the rules and regulations of the State Department of Health and the County of Maui.

Successor Petitioners intend to implement effective soil erosion and dust control

methods during construction.

13. Petitioner shall create a buffer zone between lands designated as SF (Single-Family) by the County's Kihei-Makena Community Plan and industrial uses on the Property to mitigate impacts between future residential activities and the proposed industrial development.

As shown on the 1985 Kihei/Makena Community Plan ("KMCP"), the 1985

KMCP provided for Single Family and Light Industrial uses for the area immediately adjacent to the northern boundary of the Petition Area. The current 1998 KMCP designates both the area north of the boundary and the Petition Area as Light Industrial (LI). The Successor Petitioners understand their obligations to comply with this condition, but because both the Petition Area and the adjacent parcels are designated Light Industrial, the condition appears to no longer be applicable.

14. In the event Petitioner sells its interest in the Project, Petitioner shall subject the Property to deed restrictions to run with the land which shall require the successors and assigns to comply with the terms and conditions set forth in the Commission's Decision and Order.

Successor Petitioners intend to comply with the terms and conditions if the

Commission's Decision and Order, and understands its obligation to comply with this condition.

15. Petitioner shall develop the Property in substantial compliance with the representations made to the Commission. Failure to so develop the Property may result in reversion of the Property to its former classification, or change to a more appropriate classification.

Successor Petitioners intend to comply with this condition.

16. Petitioner shall give notice to the Commission of any intent to sell, lease, assign, place in trust, or otherwise voluntarily alter the ownership interests in the Property, prior to development of the Property.

Successor Petitioners intend to comply with this condition.

17. Petitioner shall timely provide without any prior notice, annual reports to the Commission, the Office of Planning, and the County of Maui Planning Department in connection with the status of the subject Project and Petitioner's progress in complying with the conditions imposed herein. The annual report shall include written documentation from each State and County agency responsible, indicating that the terms of the condition(s) are progressing satisfactorily or have been completed to the satisfaction of the agency. The annual report shall be submitted in a form prescribed by the Executive Officer of the Commission.

Successor Petitioners intend to comply with this condition, and submits this

annual report in compliance therewith.

18. Petitioner shall record the conditions imposed herein by the Commission with the Bureau of Conveyances pursuant to Section 15-15-92 Hawaii Administrative Rules.

Petitioner has recorded a Notice of Imposition of Conditions with the Bureau of

Conveyances of the State of Hawaii pursuant to Section 15-15-92 Hawaii Administrative Rules.

19. Within seven (7) days of the issuance of the Commission's Decision and Order for the subject reclassification, Petitioner shall (a) record with the Bureau of Conveyances a statement that the Property is subject to conditions imposed herein by the Land Use Commission in the reclassification of the Property; and (b) shall file a copy of such recorded statement with the Commission.

Petitioner has recorded a Document Listing Conditions to Reclassification of

Land with the Bureau of Conveyances of the State of Hawaii and has filed a copy of the recorded

document with the Commission.

20. The Commission may fully or partially release the conditions provided herein as to all or any portion of the Property upon timely motion and upon the provision of adequate assurance of satisfaction of these conditions by the Petitioner.

The Successor Petitioner acknowledges that the Commission may fully or

partially release the conditions provided herein.

Except as stated above, the responses in the Eleventh annual report are still

correct and remain unchanged.

Dated: Honolulu, Hawaii, April 23, 2013.

CLIFFORD J. MILLER JOEL D. KAM JONATHAN H. STEINER

Attorneys for Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC

CERTIFICATE OF SERVICE

THE UNDERSIGNED HEREBY CERTIFIES that on this date a true and correct copy of

the foregoing document was duly served upon the following parties at their last known address

via U.S. Mail and electronic mail:

Daniel Orodenker <u>Daniel.E.Orodenker@dbedt.hawaii.gov</u> Director Office of Planning, Land Use Commission 235 South Beretania Street, Room 406 Honolulu, Hawai'i 96813

Bryan C. Yee <u>Bryan.C.Yee@hawaii.gov</u> Deputy Attorney General Department of the Attorney General Commerce & Economic Development Division 425 Queen Street Honolulu, Hawai'i 96813

Jesse K. Souki, Director <u>Jesse.K.Souki@dbedt.hawaii.gov</u> Planning Program Administrator Office of Planning, Land Use Division Leiopapa a Kamehameha, Room 600 235 South Beretania Street Honolulu, Hawai'i 96813

William Spence, Director <u>William.Spence@co.maui.hi.us</u> Director, Planning Department County of Maui 250 S. High Street Kalana Pakui Building, Suite 200 Wailuku, Hawai'i 96793

DATED: Honolulu, Hawai'i, April 23, 2013.

~ M

CLIFFORD J. MILLER JOEL D. KAM JONATHAN H. STEINER

Attorneys for Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC

BEFORE THE LAND USE COMMISSION

OF THE STATE OF HAWAII

In the Matter of the Petition of

Docket No. A94-706

KAONOULU RANCH To Amend the Agricultural Land Use District Boundary into the Urban Land Use District for approximately 88 acres at Kaonoulu, Makawao-Wailuku, Maui, Hawaii; Tax Map Key Nos. 2-2-02:por. of 15 and 3-9-01:16 2013 APR 24 P 2:5

<u>THIRTEENTH ANNUAL REPORT OF PIILANI PROMENADE</u> <u>SOUTH, LLC, PIILANI PROMENADE NORTH, LLC, AND</u> <u>HONUA'ULA PARTNERS, LLC, SUCCESSOR PETITIONERS TO</u> <u>KAONOULU RANCH</u>

TO THE HONORABLE LAND USE COMMISSION OF THE STATE OF HAWAII:

COME NOW Piilani Promenade South, LLC ("PPS"), Piilani Promenade North,

LLC ("PPN") and Honua'ula Partners, LLC ("Honua'ula") (hereinafter collectively the

"Successor Petitioners")¹, successors-in-interest to MAUI INDUSTRIAL PARTNERS, LLC

("MIP"), successor-in-interest to Original Petitioner KAONOULU RANCH, in regards to the

real property which is the subject matter of Docket No. A94-706, as referenced above (the

"Petition Area"), and pursuant to Condition No. 17 of the Findings of Fact, Conclusions of Law,

and Decision and Order issued on February 10, 1995 (the "D&O"), hereby submit the Thirteenth

annual report of compliance with the conditions established by said approval as follows.

Successor Petitioners have learned that the files of the Land Use Commission do not contain a

¹ PPS and PPN are Hawaii limited liability companies and the current owners of six of the seven parcels encumbered by the D&O. The parcels owned by Piilani are comprised of the following tax map key parcels: (2) 3-9-001:016 and 170-174, and are referred to collectively hereinafter as the "<u>Piilani Parcels</u>." Honua`ula is also a Hawaii limited liability company, which owns the seventh parcel encumbered by the D&O. Honua`ula owns tax map key parcel (2) 3-9-001:169, referred to hereinafter as the "<u>Honua`ula Parcel</u>." At the time period covered by this Thirteenth Annual Report, MIP was the owner of the entire Petition Area.

copy of any Thirteenth Annual Report filed by MIP, which was the owner of the Petition Area during the year 2007, the year covered by the Thirteenth Annual Report. Successor Petitioners thus submit this Thirteenth Annual Report at this time. Successor Petitioners represent that the information contained herein has been verified by Charles Jencks, who was the owner's representative of MIP during the period covered by this Thirteenth Annual Report:

General Progress of the Project

Kaonoulu Ranch (the "<u>Original Petitioner</u>") obtained a Community Plan Amendment and Change in Zoning for the Petition Area. On May 12, 2005, MIP purchased the fee simple interest in the Petition Area from the Original Petitioner, together with all of the interests in the Petition Area and its entitlements.

MIP actively engaged a consulting team to plan the development of the project consistent with the D&O. MIP also involved the County of Maui and the State of Hawaii Department of Transportation ("<u>SDOT</u>") in this effort. Subdivision of the Petition Area was applied for in September 2003, and civil construction plans for the Petition Area submitted to the County of Maui in May 2005 addressing all requirements for preliminary subdivision approval.

This <u>Thirteenth</u> Annual Report addresses compliance with the conditions of approval in the D&O for the Piilani Parcels.

Report on Compliance with Conditions Imposed by Commission

The following states the status of compliance with the conditions in the D&O as of February 10, 2008:

1. The Petitioner shall obtain a Community Plan Amendment and Change in Zoning from the County of Maui.

The Community Plan Amendment was approved on March 20, 1998, and the Change in Zoning application was approved by the Maui County Council and became effective

286243.1

on May 25, 1999.

2. Petitioner shall cooperate with the State Department of Health and the County of Maui Department of Public Works and Waste Management to conform to the program goals and objectives of the Integrated Solid Waste Management Act, Chapter 342G, Hawaii Revised Statutes.

Successor Petitioners intend to cooperate when applicable with the State

Department of Health and the Department of Public Works and Environmental Management,

formerly a part of the Department of Public Works and Waste Management.

3. Petitioner shall contribute its pro-rata share to fund and construct adequate wastewater treatment, transmission and disposal facilities, as determined by the State Department of Health and the County of Maui Department of Public Works and Waste Management.

Successor Petitioners intend to contribute their pro-rata share to fund and

construct adequate wastewater treatment, transmission and disposal facilities and in fact have

included those plans within the civil construction plans approved by the County of Maui.

4. Petitioner shall fund and construct adequate civil defense measures as determined by the State and County Civil Defense agencies.

Successor Petitioners intend to fund and construct adequate civil defense

measures.

5. Petitioner shall fund, design and construct necessary local and regional roadway improvements necessitated by the proposed development in designs and schedules accepted by the State Department of Transportation and the County of Maui. Petitioner shall provide traffic signals at the intersection of Piilani Highway and Kaonoulu Street, and shall submit a warrant study in coordination with the Department of Transportation. Petitioner shall also install a fence and appropriate screening, i.e. landscaping, etc., along the highway right-of-way in coordination with the State Department of Transportation. Petitioner shall provide for a frontage road parallel to Piilani Highway and other connector roads within the Petition Area, in coordination with other developments in the area with the review and approval of the State Department of Transportation and the County of Maui.

Comments on civil engineering plans were received and implemented and further

lans were re-submitted to the State Department of Transportation for agency review and

approval. Included within this submittal was the Intersection Relocation Request submitted to the State Department of Transportation formally recognizing the new location for the intersection of the Kihei/Upcountry and Piilani Highway.

6. Petitioner shall fund and construct adequate potable and non-potable water source, storage, and transmission facilities and improvements to accommodate the proposed project. Water transmission facilities and improvements shall be coordinated and approved by the appropriate State and County agencies.

Successor Petitioners intend to fund and construct adequate potable and nonpotable water source, storage, and transmission facilities and improvements to accommodate the proposed project. As part of the subdivision application process, direction was provided by Department of Water Supply to design and construct 1 million gallon offsite water tank in satisfaction of this condition. A civil engineer was engaged to design these improvements, and civil engineering plans were submitted to the Department of Water Supply for review and approval. The civil engineering plans had to be re-submitted to the Department of Water Supply on March 12, 2007, as MIP was informed that the Department of Water Supply had misplaced the drawings from the previous submittal.

7. Petitioner shall participate in an air quality monitoring program as determined by the State Department of Health.

Successor Petitioners intend to participate in an air quality monitoring program if

required by the Department of Health.

8. Petitioner shall fund the design and construction of its pro-rata share of drainage improvements required as a result of the development of the Property, including oil water separators and other filters as appropriate, and other best management practices as necessary to minimize non-point source pollution into Kulanihakoi Gulch, in coordination with appropriate state and county agencies, such as the following:

a. All cleaning, repairs and maintenance of equipment involving the use of industrial liquids, such as gasoline, diesel, solvent, motor oil, hydraulic oil, gear oil, brake fluid, acidic or caustic liquids, antifreeze, detergents, degreasers, etc., shall be conducted on a concrete floor, where roofed or unroofed. The concrete floor shall be constructed so as to be able to contain any drips or spills and to provide for the recovery of any spilled liquid. Water drainage from these concrete floors, if necessary, shall pass through a separator sump before being discharged.

The Successor Petitioners intend to comply with this condition. A civil engineer

was engaged by MIP to develop drainage improvements per State and County standards, and

plans were submitted to the Department of Public Works and the State Department of

Transportation for review and comment. Further comments continued to be received and plans

were adjusted and resubmitted for further review and approval.

b. All employees shall be instructed to immediately collect and contain any industrial liquid spills on the concrete floor and should be informed against discharging or spilling any industrial liquids. Employees shall be instructed to prevent any industrial liquid spills onto the bare ground.

The Successor Petitioners intend to comply with this condition. See Section 8.a.,

<u>supra.</u>

c. Barrels for the temporary storage of used oil or other industrial liquids shall be kept on a concrete surface. The surface shall be bermed to prevent the loss of liquid in the event of spills or leaks. The barrels shall be sealed and kept under shelter from the rain. (The Department of Labor and Industrial Relations' Occupational Safety and Health regulations, sections titled, "Housekeeping Standards" and "Storage of Flammable or Combustible Liquids," shall be followed, along with the local fire code.)

The Successor Petitioners intend to comply with this condition. See Section 8.a.,

<u>supra.</u>

9. Should any human burials or any historic artifacts, charcoal deposits, or stone platforms, pavings or walls be founds, the Petitioner shall stop work in the immediate vicinity and contact the State Historic Preservation District. The significance of these finds shall then be determined and approved by the Division, and an acceptable mitigation plan shall be approved by the Division. The Division must verify that the fieldwork portion of the mitigation plan has been successfully executed prior to work proceeding in the immediate vicinity of the find. Burials must be treated under specific provisions of Chapter 6E, Hawaii Revised Statutes.

The Successor Petitioners intend to comply with this condition.

10. A long term preservation plan for the petroglyph stone (Site 50-10-3746) that was removed from the project area shall be reviewed and approved by the State Historic Preservation Division. Long term preservation measures shall be implemented within 60 days after final approval of the preservation plan.

As stated in the Fifth Annual Report, the Petitioner prepared a long term

preservation plan which has been approved by the State Historic Preservation Division,

Department of Land and Natural Resources, State of Hawaii, a copy of which was transmitted to

the Land Use Commission.

11. Petitioner shall contribute its pro-rata share to a nearshore water quality monitoring program as determined by the State Department of Health and the State Division of Aquatic Resources, Department of Land and Natural Resources.

Successor Petitioners intend to contribute its pro-rata share to a nearshore water

quality monitoring program as it is determined.

12. Petitioner shall implement effective soil erosion and dust control methods during construction in compliance with the rules and regulations of the State Department of Health and the County of Maui.

Successor Petitioners intend to implement effective soil erosion and dust control

methods during construction.

13. Petitioner shall create a buffer zone between lands designated as SF (Single-Family) by the County's Kihei-Makena Community Plan and industrial uses on the Property to mitigate impacts between future residential activities and the proposed industrial development.

As shown on the 1985 Kihei/Makena Community Plan ("KMCP"), the 1985

KMCP provided for Single Family and Light Industrial uses for the area immediately adjacent to

the northern boundary of the Petition Area. The current 1998 KMCP designates both the area

north of the boundary and the Petition Area as Light Industrial (LI). The Successor Petitioners

understand their obligations to comply with this condition, but because both the Petition Area

and the adjacent parcels are designated Light Industrial, the condition appears to no longer be

applicable.

14. In the event Petitioner sells its interest in the Project, Petitioner shall subject the Property to deed restrictions to run with the land which shall require the successors and assigns to comply with the terms and conditions set forth in the Commission's Decision and Order.

Successor Petitioners intend to comply with the terms and conditions if the

Commission's Decision and Order, and understands its obligation to comply with this condition.

15. Petitioner shall develop the Property in substantial compliance with the representations made to the Commission. Failure to so develop the Property may result in reversion of the Property to its former classification, or change to a more appropriate classification.

Successor Petitioners intend to comply with this condition.

16. Petitioner shall give notice to the Commission of any intent to sell, lease, assign, place in trust, or otherwise voluntarily alter the ownership interests in the Property, prior to development of the Property.

Successor Petitioners intend to comply with this condition.

17. Petitioner shall timely provide without any prior notice, annual reports to the Commission, the Office of Planning, and the County of Maui Planning Department in connection with the status of the subject Project and Petitioner's progress in complying with the conditions imposed herein. The annual report shall include written documentation from each State and County agency responsible, indicating that the terms of the condition(s) are progressing satisfactorily or have been completed to the satisfaction of the agency. The annual report shall be submitted in a form prescribed by the Executive Officer of the Commission.

Successor Petitioners intend to comply with this condition, and submits this

annual report in compliance therewith.

18. Petitioner shall record the conditions imposed herein by the Commission with the Bureau of Conveyances pursuant to Section 15-15-92 Hawaii Administrative Rules.

Petitioner has recorded a Notice of Imposition of Conditions with the Bureau of

Conveyances of the State of Hawaii pursuant to Section 15-15-92 Hawaii Administrative Rules.

19. Within seven (7) days of the issuance of the Commission's Decision and Order for the subject reclassification, Petitioner shall (a) record with the Bureau of Conveyances a statement that the Property is subject to conditions imposed herein by the Land Use Commission in the reclassification of the Property; and (b) shall file a copy of such recorded statement with the Commission.

Petitioner has recorded a Document Listing Conditions to Reclassification of

Land with the Bureau of Conveyances of the State of Hawaii and has filed a copy of the recorded

document with the Commission.

20. The Commission may fully or partially release the conditions provided herein as to all or any portion of the Property upon timely motion and upon the provision of adequate assurance of satisfaction of these conditions by the Petitioner.

The Successor Petitioner acknowledges that the Commission may fully or

partially release the conditions provided herein.

Except as stated above, the responses in the Twelfth annual report are still correct

and remain unchanged.

Dated: Honolulu, Hawaii, April 23, 2013.

CLIFFORD J. MILLER JOEL D. KAM JONATHAN H. STEINER

Attorneys for Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC

CERTIFICATE OF SERVICE

THE UNDERSIGNED HEREBY CERTIFIES that on this date a true and correct copy of

the foregoing document was duly served upon the following parties at their last known address

via U.S. Mail and electronic mail:

Daniel Orodenker <u>Daniel.E.Orodenker@dbedt.hawaii.gov</u> Director Office of Planning, Land Use Commission 235 South Beretania Street, Room 406 Honolulu, Hawai'i 96813

Bryan C. Yee <u>Bryan.C.Yee@hawaii.gov</u> Deputy Attorney General Department of the Attorney General Commerce & Economic Development Division 425 Queen Street Honolulu, Hawai'i 96813

Jesse K. Souki, Director <u>Jesse.K.Souki@dbedt.hawaii.gov</u> Planning Program Administrator Office of Planning, Land Use Division Leiopapa a Kamehameha, Room 600 235 South Beretania Street Honolulu, Hawai'i 96813

William Spence, Director <u>William.Spence@co.maui.hi.us</u> Director, Planning Department County of Maui 250 S. High Street Kalana Pakui Building, Suite 200 Wailuku, Hawai'i 96793

DATED: Honolulu, Hawai'i, April 23, 2013.

CLIFFORD J. MILLER JOEL D. KAM JONATHAN H. STEINER

Attorneys for Piilani Promenade South, LLC, Piilani Promenade North, LLC, and Honua'ula Partners, LLC