May 22, 2018

Mr. Daniel E. Orodenerker, Executive Officer
Land Use Commission, State of Hawaiʻi
235 South Beretania Street
Suite 406 Leiopapa A Kamehameha Bldg.
Honolulu, Hawaiʻi 96813

Re: LUC Docket No. A00-730/Lanihau Properties, LLC
TMK: (3) 7-4-008: 013 (por.) & 030
Honokohau 1st & 2nd, North Kona, Hawaiʻi

Re: Status Report on West Hawaii Business Park
Conditions 1a to 1g – Wastewater Treatment

This status report is provided to the Land Use Commission, as per its request at its meeting of January 24, 2018, held in Kailua-Kona, Hawaii.

West Hawaii Business Park is the original owner of the lands that fall under the LUC Docket No. A00-730. Since the issuance of the Decision and Order in 2004, three parcels have been sold (Kaiser Permanente – parcel 30, Blueroce Properties LLC – parcel 74 and Jas. W. Glover, Ltd. – parcel 84). West Hawaii Business Park owns all of the remaining lands covered by the Decision and Order. West Hawaii Business Park is a wholly owned subsidiary of Lanihau Properties, LLC. I am the President/Chief Executive Officer of Lanihau Properties, LLC.

The following information supplements our Annual Report that was filed with the Land Use Commission on January 16, 2018.

a. **Condition 1a:** Requires the installation of dry sewer lines for future connection to the County Kealakehe Wastewater Treatment Plant.

b. **Condition 1b:** Requires connection to the County’s Plant, when available.
c. **Condition 1c:** Identifies the treatment requirements for Individual Wastewater Systems, that are permitted and approved by the State Department of Health. These treatment requirements have been incorporated into the Association’s CCR’s, as well as the Wastewater Treatment System Program Manual. I collect and maintain the records provided by each of the IWS owners/operators. It is my responsibility to ensure compliance with the Wastewater Treatment System Program Manual.

d. **Condition 1d:** Permits forty (40) Individual Wastewater Systems (IWS) within the Petition Area, prior to the connection to the County’s Kealakehe Wastewater Treatment Plant. To date, two parcels have installed IWS systems. They are Kaiser Permanente (tmk (3) 7-4-8: 30) and Bluero Properties LLC (tmk (3) 7-4-8: 74).

e. **Condition 1e:** Requires the owner of the IWS to certify with the State Department of Health, that all IWS units shall be operated and maintained in accordance with all the provisions of the Operations and Maintenance Manual.

f. **Condition 1f:** Requires participation by the owner of each IWS within the Petition Area, with the requirements of the Wastewater Treatment System Agreement, that is administered by West Hawaii Business Park. I am currently working with each owner/operator to assess and ensure compliance with the Wastewater Treatment System Program Manual.

Should you have any questions, please contact me.

Very truly yours,

[Signature]

Riley W. Smith, P.E.
President/Chief Executive Officer

Cc: Bill Thompson, National Park Service
    Mel Macy, Bluero Properties, LLC
    Terry Muldoon, Kaiser Permanente