KULA NEI PARTNERS LLC 2697 Waiomao Road Honolulu, HI 96816 73-4529 Kohanaiki Road #8 Kailua-Kona, HI 96740

LAND USE COMMISSIUS STATE OF HAWAII

2019 FEB 11 A 9:06

SUBJECT:

ANNUAL REPORT 2018 (Present)

THE SHOPOFF GROUP DBA KULA NEI PARTNERS LLC

DOCKET NO. A06-770

DEVELOPMENT STATUS OF THE PETITIONED AREA

KNP initiated communication with the Commission via letters dated December 4 and 8, 2017, respectively, which informed the Commission that KNP did not have the financial capability and did not intend to go forward with the project as represented to the Commission, and therefore requested that the petitioned area be reverted back to it's initial designation.

The Commission agendized KNP's request at their meeting of January 24, 2018 but prior to the meeting, KNP requested a continuance to address requests for more information and justifications from both the Hawaii County Planning Department and State Office of Planning.

KNP also met with Mayor Kim and members of his administration in February to brief the Mayor on the new direction for the project and ask for his support.

In the meantime, revisions to the County PUD application have been initiated.

COMPLIANCE WITH CONDITIONS

KNP has made efforts to initiate compliance with condition 1 (Order to Show Cause).

Sincerely,

Robert E. Lee

Co-Manager, Kula Nei Partners LLC

Cc: Kula Nei Partners LLC (Honolulu