May 27, 2009

Ms. Bobby Jean Leithead-Todd, Director
Planning Department
County of Hawaii
Aupuni Center
101 Pauahi Street, Suite 3
Hilo, Hawaii 96720

Dear Ms. Leithead-Todd:

Subject: LUC Docket No. A94-705
County of Hawaii Planning Department
Queen Lili‘uokalani Trust (QLT)
TMK # (3) 7-4-008:080, 063, & 066

Please find enclosed a report as to the current status of the subject property for the County of Hawaii Planning Department’s annual progress report to the State Land Use Commission (LUC) related to Docket No. A94-705 and Condition No. 13 of the LUC’s Decision and Order, effective June 22, 1998.

We offer the following update on the various properties:

TMK (3) 7-4-008:001 Por. (23.3 acres)

In January 2001, QLT successfully rezoned this portion of TMK 7-4-008:001 from the County’s Agriculture zoning district (A-5a) to the Residential-Commercial Mixed Use zoning district (RCX-2, Hawaii County Ordinance No. 01-6, effective January 25, 2001).

On May 10, 2006, QLT submitted an application to subdivide Lot 2-B of TMK 7-4-008:001 into two lots. Final approval of this request was granted on August 23, 2007 (No. SUB-06-000419) and the parcel is currently identified as TMK 7-4-008:080.

QLT continues to seek potential development interest for this parcel.
TMK (3) 7-4-008:063 (11.9 acres)

In August of 1999, QLT successfully rezoned TMK 7-4-008:063 from the County’s agriculture zoning district (A-1a and A-5a) to the General Commercial zoning district (CG-10, Hawaii County Ordinance No. 99-96, effective August 19, 1999).

QLT continues to work with a developer to construct a mixed-use project on the parcel. The project timing will depend on market conditions. Additionally, a portion of this parcel along Palani Road may be included in the County’s roadway improvements related to Ane Keohokalole Highway (Mid-Level Roadway).

TMK (3) 7-4-008:066 (1.6 acres)

This parcel was subdivided by QLT in December 1998 and subsequently sold to HELCO for its use as a substation site. The substation is currently in operation and serves existing and future development in the surrounding area.

If you have any questions or comments, please feel free to contact me at (808) 203-6150.

Sincerely,

[Signature]

Michele Otake
Manager