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STATE OF HAWAII LAND USE COMMISSION

Meeting held on December 7, 2022 Commencing at 9:04 a.m. Held at

Homer A. Maxey Center Conference Room Foreign-Trade Zone No. 9 521 Ala Moana Boulevard Honolulu, Hawaii 96813

- I. CALL TO ORDER
- II. ADOPTION OF MINUTES

November 16, 2022

- III. TENTATIVE MEETING SCHEDULE
- IV. BRIEFING BY DEPUTY ATTORNEY GENERAL

Briefing and update on cases on appeal: (1) Spirit of Aloha Temple v. County of Maui, 49 F4th 1180 (9th Cir. 2022); and (2) Ho'omoana Foundation v. Land Use Commission, No. SCWC-17-0000181 (Haw.). During the scheduled meeting, the Commission may elect to consult with its legal counsel in executive session pursuant to HRS 92-5.

V. HEARING AND ACTION - A89-651 HASEKO (EWA), INC. (OAHU)

To consider petitioner Haseko (Ewa), Inc.'s Motion for Approval of Job Credits filed on September 20, 2022 as required by the Decision and Order Approving the Petition to Convert the Agricultural Land Use District Boundary into the Urban Land Use District for Approximately 403.008 acres at Honouliuli, Ewa, Oahu, Hawaii, Tax Map Key No.: 9-1-12:5(por.), 6(por.), and 23(por.).

VI. ADJOURNMENT

BEFORE:

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1
 2
   APPEARANCES (CONTINUED)
 3
   OFFICE OF PLANNING AND SUSTAINABLE DEVELOPMENT:
 5
   Alison Kato, Esq., Deputy Attorney General
   Lorene Maki, Planner
 6
 7
   Katia Balassiano, Land Use Administrator
 8
 9
   CITY AND COUNTY OF HONOLULU:
10
   John Dubiel, Esq., Corporation Counsel
11
      Dept. of Planning and Permitting
12
   Dina Wong, Chief Planner
13
      Dept. of Planning & Permitting
14
15
16
   PETITIONER'S COUNSEL:
17
   Curtis Tabata
18
19
   PETITIONER'S WITNESSES:
20 Daniel Lum
21 Lisa Enanoria
22
   Raymond Kanna
23
24
25
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1 CHAIR GIOVANNI: We're on the record.

Aloha mai kakou. Good morning. This is the December 7th, 2022, Land Use Commission meeting. It's also the day that we recognize Pearl Harbor from many years ago.

This is an in-person meeting which is being held at the Homer A. Maxey Center Conference Room, Foreign Trade Zone No. 9, at 521 Ala Moana Boulevard, and this meeting is open to the public.

Court reporting transcripts are being done from this Zoom recording. For all meeting participants, I would like to stress the importance of speaking slowly, clearly and directly into your microphone. Before speaking, please state your name and identify yourself for the record.

Even though this is an in-person meeting, please be aware that all meeting participants are being recorded on the digital record of this Zoom meeting, and this is being done for court reporting purposes. Your continued participation is your implied consent to be part of the public record of this event. If you do not wish to be part of the public record, you should exit the meeting now.

I will also share with all participants that we'll be taking breaks from time to time.

HI State LUC Meeting FINAL December 7, 2022 NDT Assgn # 62003 Typically, about every hour we'll take a break of 1 five to ten minutes, and depending on how long we go 3 today, we'll also take a lunch break. My name is Dan Giovanni, and I have the 4 5 pleasure to serve as the LUC chair. We currently have nine seated commissioners, and all nine are 7 seated in the room today for the first time ever, so I'm very happy about that. 8 9 So along with me to my immediate right is 10 Nancy Cabral. She's from the island of Hawai'i. Lee 11 Ohigashi is from the island of Maui. Dawn Chang, Gary Okuda, Kamakea-'Ohelo, George Atta are all here 12 13 from O'ahu. And Michael -- Commissioner Yamane is 14 here from the island of Kaua'i, which is where I'm 15 from. And also Commissioner Kahele is here. 16 Also in attendance are the LUC Executive 17 Director Daniel Orodenker, LUC Chief Planner Scott 18 Derrickson, LUC Staff Planner Riley Hakoda, LUC 19 Staff Planner Martina Segura, LUC Chief Clerk Ariana

Kwan, and with us today is LUC Attorney General Julie China.

Again, reporting transcripts are being done from this Zoom meeting.

Our first order of business is the 24 adoption of the November 16th, 2022, minutes.

20

21

22

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Ms. Kwan, has there been any written
 1
 2
   testimony submitted on the November 16th, 2022,
 3
   minutes?
 4
                        No, Mr. Chair.
             MS. KWAN:
 5
             CHAIR GIOVANNI: Thank you.
 6
             Believe it or not, she does not have a
 7
   microphone.
 8
             Are there any members of the public who
   have signed up to testify on the adoption of the
10
   November 16th minutes, Ms. Kwan?
11
             MS. KWAN:
                        No, Mr. Chair.
12
             CHAIR GIOVANNI: Love it.
13
             Commissioners, are there any corrections
   or comments on the minutes? If not, is there a
14
15
   motion to adopt the minutes for the November 16th,
16
   2022, meeting?
17
             Moved by Commissioner Ohigashi. Do I have
   a second? Commissioner Atta is the second. All in
18
19
   favor of adoption of the minutes, please say aye.
20
              (A chorus of ayes.)
21
             CHAIR GIOVANNI: Are there any opposed?
22
             COMMISSIONER CABRAL: I'd like to abstain,
23
   as I was not present.
24
             CHAIR GIOVANNI: Very well. Thank you.
25
   That was Commissioner Cabral. Just a friendly
```

1	reminder to state your name before you speak on the
2	
3	COMMISSIONER CABRAL: Yes.
4	CHAIR GIOVANNI: The next agenda item is
5	the tentative meeting schedule.
6	Mr. Orodenker, please share with us the
7	tentative meeting schedule.
8	MR. ORODENKER: Thank you, Mr. Chair.
9	Thank you, Mr. Chair.
10	We do not have any meetings scheduled for
11	the end of December or January currently; however,
12	we are anticipating some motions to be filed, so we
13	would request the commissioners keep the January
14	dates open for now.
15	In February we will be on Maui for the
16	Pulama Lana'i Miki Basin adoption of order, February
17	8th. On February 22nd, we will be in Kona for the Y-
18	O Partnership matter.
19	And once again, that is all we currently
20	have on the calendar for the next calendar year, but
21	we will request that the commissioners keep the
22	dates open, other dates open until we have confirmed
23	that we will not be holding hearings.
24	CHAIR GIOVANNI: Let me remind

commissioners that Ms. Kwan has contacted each of us

```
by email with some tentative dates, so please
 1
   respond to her, if you've not already done so, with
 3
   an indication of your availability for the dates. I
   think that's through March of 2023.
 4
 5
             Commissioners, do you have any further
 6
   questions on the schedule? Hearing none, we'll move
 7
   forward to our fourth order of business, and it's a
   briefing by our deputy attorney general. The
   briefing and update is on the following cases which
10
   are on appeal.
11
             First is the Spirit of Aloha Temple versus
   County of Maui 49th F 4th 1180 Ninth Circuit 2022.
12
13
   And the second is the Ho'omoana Foundation versus
   Land Use Commission No. SCWC-17-0000181.
14
15
             So, Ms. China, will you be leading the
16
   presentations?
17
             MS. CHINA: No. It will be led by Deputy
18
   Attorney General Robert Nakatsuji, who is on by
19
   Zoom.
20
             CHAIR GIOVANNI: Very well. So that's
21
   Robert Nakatsuji, and he's on by Zoom, and he will
22
   be making the presentation on both matters?
             MS. CHINA: Correct.
23
24
             CHAIR GIOVANNI:
                               Thank you.
25
             Has there been any public testimony on
```



this matter, Ms. Kwan? 1 No, Mr. Chair. 2 MS. KWAN: 3 CHAIR GIOVANNI: Thank you. 4 Are there any members of the public who wish to testify on this matter? Seeing none, since 5 6 this agenda item pertains to board powers, duties, 7 privileges, immunities and liabilities in regards to 8 litigation and appellant proceedings, I will entertain a motion to go into executive session to 10 consult with the attorney general concerning Spirit 11 of Aloha Temple versus County of Maui and the Ho'omoana Foundation versus Land Use. 12 13 Commissioners, what's your pleasure? Mr. Ohigashi? 14 15 COMMISSIONER OHIGASHI: Move to go into 16 executive session (audio disruption) with our legal 17 counsel in regard to (audio disruption). 18 CHAIR GIOVANNI: So I've had a motion to 19 go into executive session by Commissioner Ohigashi 20 (audio disruption) Are there any (audio 21 disruption)? 22 COMMISSIONER OKUDA: Chair? Gary Okuda. 23 Chair, would it make sense maybe to defer this 24 matter to the end of the calendar or agenda so that 25 maybe the Haseko matter can be taken up before that,

```
if everyone's schedule so allows?
 1
 2
             CHAIR GIOVANNI:
                              (Audio disruption) motion
 3
   on that? He's recommended a reordering (audio
 4
   disruption).
             Mr. Okuda, I understand that we have
 5
 6
   limited availability of Mr. Nakatsuji.
 7
             COMMISSIONER OKUDA: Okay, then. I
   withdraw my request, since his availability is
 8
   limited.
10
             CHAIR GIOVANNI: Yes. That's where I'm at.
   So we'll proceed as originally planned.
11
12
             COMMISSIONER OKUDA: Okay. I withdraw my
13
   request, then.
14
             CHAIR GIOVANNI: Okay. Is there any
15
   discussion on the motion to go into executive
16
   session?
17
             Hearing none, I need a vote on this or --
             So could I have an all in favor of going
18
19
   into executive session stipulate by saying aye?
20
              (A chorus of ayes.)
21
             CHAIR GIOVANNI: Any opposed?
22
             No. So we will go into executive session.
23
   We ask all of our visitors and participants except
24
   for the commission to adjourn from the room for the
25
   time being. I don't anticipate that this will be a
```

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very long executive session.
 1
 2
             And, Ms. China, who will be accompanying
 3
   us from your office?
 4
             MS. CHINA: I will be here, and Mr.
 5
   Nakatsuji will be here.
 6
             CHAIR GIOVANNI: He'll be on by Zoom, I
 7
   presume.
 8
             MS. CHINA:
                         Yes.
 9
             CHAIR GIOVANNI:
                               Thank you.
10
              (Recess taken from 9:25 - 10:30 a.m.)
11
             CHAIR GIOVANNI: Back on the record.
12
             Our fifth order of business is to consider
13
   the petitioner's Motion for Approval of Job Credits
14
   for A89-651 Haseko (Ewa) O'ahu. This was filed on
15
   September 20th, 2022, as required by the Decision &
16
   Order approving the petition to convert the
17
   agricultural land use district boundary into urban
   land use district for approximately 403.008 acres,
18
19
   Honouliuli, Ewa, O'ahu, Hawai'i Tax Map Key 9-1-
20
   12:5, 5 Portion, 6 Portion, and 23 Portion.
21
             Let me briefly explain our procedure as we
22
   go forward. First, I will ask if there are any
23
   disclosures from the commissioners. Then I will ask
24
   the parties to identify themselves, and I will
25
   update the record.
```

Next, I will give an opportunity for the petitioner to comment on the commission's policy governing reimbursement of hearing expenses.

Thirdly, I will recognize the written public testimony that has been submitted in this matter, identifying the person or organizations who have submitted that testimony.

Fourth, we'll call on members of the public who wish to testify on A89-651 Haseko (Ewa) 2022 Motion for Approval of Job Credits. Members of the public will have two minutes to provide their testimony and should stand by after their testimony to respond to any questions the parties or commissioners may have. When all questions have been completed, the chair will excuse the witness and call for the next witness to enter the witness box.

After completion of the public testimony portion of the proceedings, I will give an opportunity for the parties to admit their additional exhibits and witness list into the record. Then the petitioner will provide its case in support of the petition and receive any questions and comments from the commission.

The chair will then call on the City & County of Honolulu Department of Planning to make

their case and receive questions and comments from 1 the commissioners. 2 3 The chair will then call on the Office of Planning and Sustainable Development to make their 5 case and receive questions and comments from the commissioners. 6 7 The petitioner will then be allowed to make any arguments in rebuttal. In conclusion --8 9 I think at that point I also have to give 10 a second opportunity for public testimony, which I 11 will call in at that point. At the conclusion of the parties' presentation and the commissioners' 12 13 questions, the public will again be granted the opportunity to provide public testimony in the same 14 15 manner as set forth previously. That's it. 16 Finally, when all parties have presented 17 their case, the commission will conduct formal deliberations and issue a decision on the motion. 18 19 The chair will also note for the parties 20 and the public that from time to time I will be 21 calling for short breaks as well as a longer one for 22

lunch as necessary. Is there any comments or objections to these procedures as I've described them?

Petitioner attorney?

23

24



1	MR. TABATA: None, chair. Thank you.
2	CHAIR GIOVANNI: Thank you, Mr. Tabata.
3	Let me just remind everybody, since
4	there's so many of us in the room today, just state
5	your name prior to whenever you speak.
6	Okay. Do any of the commissioners have any
7	disclosures to make on this matter at this time?
8	Seeing none, I'll now ask the parties to identify
9	themselves.
10	Petitioner?
11	MR. TABATA: Thank you, chair. Good
12	morning, chair, members of the commission. Curtis
13	Tabata for the petitioner, Haseko (Ewa) Inc. With me
14	today is Raymond Kanna, the executive vice president
15	of Haseko (Ewa) Inc.
16	CHAIR GIOVANNI: Thank you. OPSD?
17	MS. KATO: Good morning, chair. Oh, it's
18	not on? Alison Kato, deputy attorney general for the
19	Office of Planning and Sustainable Development. Also
20	here with me today is Katia Balassiano and Lorene
21	Maki from the Office of Planning and Sustainable
22	Development. Thank you.
23	CHAIR GIOVANNI: Thank you.
24	City & County of Honolulu?
25	MR. DUBIEL: Good morning, chair,



1	commissioners. John Dubiel for the City & County of
2	Honolulu Department of Planning and Permitting. And
3	with me today is Dina Wong, chief planner at DPP.
4	CHAIR GIOVANNI: Thank you.
5	Let me update the record. On September
6	20th, 2022, the commission received petitioner's
7	Motion for Approval of \$572.75 Job Credits. On
8	September 21st, 2022, the commission received the
9	petitioner's filing for Motion for Approval of Job
LO	Credits and Exhibits 1 through 7.
L1	On October 27th, 2022, the petitioner
L2	submitted an Amended Certificate of Service.
L3	And on November 18th, 2022, the commission
L 4	received the Office of Planning and Sustainable
L 5	Development's response to Haseko Job Credit Motion
L 6	and email from the City & County of Honolulu stating
L7	there are no comments regarding this petition.
L 8	Reimbursement policy. Good morning, Mr.
L 9	Tabata. Have you received HAR 15-15-45.1 regarding
20	the reimbursement of hearing expenses?
21	MR. TABATA: Curtis Tabata for petitioner.
22	Yes, chair. And we will comply.
23	CHAIR GIOVANNI: Thank you very much. So
24	noted.
25	Public testimony. I'll now recognize

```
written public testimony submitted in this matter,
 1
   identifying the person and organization submitting
 3
   the testimony.
             Ms. Kwan, has there been any written
 4
 5
   testimony submitted on this matter?
 6
             MS. KWAN:
                        No, Mr. Chair.
 7
             CHAIR GIOVANNI: Thank you, Ms. Kwan.
             Now I will call for any members of the
 8
   public to provide testimony on this agenda item. I
10
   see that we have three members of the public in
11
   attendance that wish to provide public testimony at
   this time. I will call you to come forward.
12
13
             Riley, could you raise your hand to show
   them where to come?
14
15
             Come to the chair next to the gentleman
16
   who just raised his hand. First, I'd like to call
17
   Mr. Mark Bowman to testify.
18
             Mr. Bowman, when you get there, please
19
   state your full name, address, affiliation, and then
20
   I'll swear you in.
21
                          Thank you, Mr. Chairman. My
             MR. BOWMAN:
22
   name is Mark Bowman. I live at 91-1120 Aeoia Street,
23
   Ewa Beach 96706.
24
             CHAIR GIOVANNI:
                              Mr. Bowman, do you swear
25
   the testimony you're about to give today will be the
```

truth? 1 2 MR. BOWMAN: Yes, sir. 3 CHAIR GIOVANNI: Please proceed. You have two minutes. 4 Okay. I just -- I come before 5 MR. BOWMAN: 6 this committee as both a homeowner in the Haseko 7 property, specifically Kuapapa, and also as a person 8 that has an organization that spends a lot of time helping middle school to high school kids 10 academically as well as athletically. 11 So as a homeowner, I do speak in favor of the -- in support of the plan that Haseko has for 12 13 our community, just based on what I know about what the plan is and the access for the general public. 14 15 As the assistant coach of the 76 South 16 Athletic Club, my wife, who is the president and couldn't be here today because of a prior 17 engagement, we spend about 2,000 hours annually 18 19 giving advice, giving coaching help to athletes in 20 the local area, mostly from Kapolei High School as

But we actually right now with our 20 to 30 athletes that we help out, they come from as far away as Kalani, Punahou, Mililani and other schools. And it basically just goes by word of mouth.

well as Campbell High School.

21

22

23

24

Our basic mission is dedicated to 1 2 maximizing the educational success rate of post-high 3 school students by providing technical, financial and personal support to exceptional high school 5 students motivated to continue their education. The only requirement that we have for them to meet the 7 category of exceptional is if they want to join our 8 group, there has to be two-way communication whether they're going to be there, they're not going to be 10 there, and they're focused on trying to make 11 themselves better tomorrow than they were today. 12 The common thread is athleticism, because 13 that's what my wife and I have done for most of our 14 lives, me as an athlete and then helping my wife, 15 who's coached at University of Florida, William and Mary, and University of Hawai'i, and has an 16 17 international reputation with the International Athletic Association Federation, which is the 18 19 governing body of Olympic track and field. 20 So we basically just provide the services. 21 Is that -- oh, I thought my time was up; sorry. 22 What we do is, like I say, the only price

What we do is, like I say, the only price that is charged is a commitment by the athlete. As long as we can provide services for them and help them out, come up with a plan, help them where they

23

24

want to go both academically as well as athletically, then we're partners.

Through the period with COVID, we've had a lot of problems finding places that we could meet and meet the requirements of whoever owned it, be it Campbell High School track or whatever. And somewhere during that time and now, Haseko has stepped forward specifically through Lisa Enanoria and providing us with space to work, staying under the umbrella of USA Track and Field requirements in recognition to all the things that have been going on specifically related to COVID.

And they've given us the resources that we need, all donated by them, just basically giving us a place to work as well as the resources like the Wai Kai Lagoon, to get things done that we feel that we need to do to meet the requirements of the folks that we're working with. So --

CHAIR GIOVANNI: So please summarize.

MR. BOWMAN: I'm sorry. Summarize? They're not just an organization that's looking to build a facility. They reach out to folks like us and make their resources available to help us help people in the community that are most in need of that help. So they're partners in what we do.

```
CHAIR GIOVANNI:
 1
                               Thank you.
 2
             Any questions for this witness by the
 3
   petitioner?
 4
             MR. TABATA: No questions.
 5
             CHAIR GIOVANNI: City & County of
   Honolulu?
 6
 7
             MR. DUBIEL: No questions.
 8
             CHAIR GIOVANNI: City -- I mean not City &
   County, but Office of Planning and Sustainable
10
   Development?
11
                        No questions. Thank you.
             MS. KATO:
12
             CHAIR GIOVANNI:
                               Thank you.
13
             Fellow commissioners, questions for this
14
   witness?
15
             Mr. Bowman, can you state how your
16
   testimony relates to the issue before us
17
   specifically, which is the job credits?
18
             MR. BOWMAN: Sure. I guess my
19
   summarization is a lot of what you folks are dealing
   with I realize is complex and way out of my lane to
21
   make any evaluation on the question at hand.
22
             What I'm here to do is to try and convey
   what I've seen in the time that I've owned property
24
   in Kuapapa, which is since 2016, that they are
   partners in the community, not just another
```

```
organization that's looking to build facilities,
 1
 2
   hotels, wave pools, that type of thing.
 3
             They're looking to meet the needs in
   partnership with what the community wants. And I
 5
   understand there's people that could argue both
   sides, but from what I've seen, it's been nothing
 7
   but positive.
 8
             CHAIR GIOVANNI: Very well. Thank you.
 9
             Commissioners?
10
             Thank you very much.
11
             MR. BOWMAN:
                          Thank you, Mr. Chair.
12
             CHAIR GIOVANNI:
                              Next, I want to call Mr.
13
   or Mrs. -- Ms. or Mr. Limani, Fid Limani? Ms.
14
   Limani, please come forward. When you get there to
15
   the magic chair, state your name and affiliation and
16
   address for the record, and then I'll swear you in.
17
             MS. LIMANI: Okay. Good morning,
18
   everybody. My name is Fid Limani, short for
19
   Fidmekta, so I'm having mercy on everybody, but very
20
   close. Sometimes you can't tell if I'm male or
21
   female just by the name. I am a homeowner in Ewa
22
   Beach, and my address is 91-1007 Kaiko Street in
23
   Ewa. I'm here -- oh, go ahead.
24
             CHAIR GIOVANNI:
                               Do you swear the
25
   testimony you're about to give will be the truth?
```

1 MS. LIMANI: Yes. I do.

CHAIR GIOVANNI: Please proceed. You have

3 two minutes.

4 MS. LIMANI: Okay. Thank you so much.

Before going into my career, I spend a lot of time in my community in Ewa Beach. I also sat on the Ewa Beach Neighborhood Board. I'm very active -- I was active when I did have more time with my community.

I was on the Pulse Committee.

And as a resident I was waiting a very long time for this marina to come in. I bought my home in 2011, so we were promised, okay, there'll be a marina. Then the plans changed. Then the plans changed again.

So once I saw that they broke ground and started getting -- going with the new plans, I was very excited. I was fortunate enough to make time to do the tour in person, and I was really, really impressed. I'm in full support of the plans. I'm in support of what it's going to bring to Ewa Beach. It's going to bring jobs.

And I have a young kid raring to go by next year. Get these kids out and get working. I'm so excited that something like this is so close to home, and jobs will be available for the kids and



```
MS. KATO: No questions. Thank you.
 1
             CHAIR GIOVANNI:
 2
                               Thank you.
 3
             Commissioners, any questions for this
   witness?
 4
 5
             Thank you very much, Ms. Limani.
 6
             The next person is Ms. Mary Freeman. Ms.
 7
   Freeman, when you get to the chair, please state
 8
   your name, affiliation, and address, and then I'll
   swear you in.
10
             MS. FREEMAN: My name is Mary Freeman. I
   live at 91-6580 Kapolei Parkway, Ewa Beach, Hawai'i
11
   96706. I am the president of my HOA, Ke Aina Kai
12
13
   Townhomes, in Ewa Beach.
14
             CHAIR GIOVANNI: Great. Do you swear that
15
   the testimony you're about to give is the truth?
16
             MS. FREEMAN:
                           It is.
17
             CHAIR GIOVANNI: You have two minutes.
18
   Please proceed.
19
             MS. FREEMAN:
                            Thank you for having me. I'm
   a resident of Ke Aina Kai Townhomes. I moved in in
21
   2013. I am very happy with the way Haseko has
22
   treated us. I've gone to their various coffee hours
23
   where they explained what was coming.
24
             I have also testified in front of the city
25
   county as to the pleasures of having this marina. It
```

```
is going to not only bring jobs, but there are small
 1
   businesses that will be opening that are local
 3
   businesses. It gives the local residents a place to
   go. We don't have to go to Waikiki or Ko'olina for
 5
   fine dining when you have family coming from the
 6
   mainland.
 7
             Again, it's well maintained. It's
 8
   convenient. And I do not understand any opposition
   to it. I think it will be a definite plus for Ewa
10
   Beach. That's my testimony.
11
             CHAIR GIOVANNI: Thank you very much.
             Petitioner, any questions?
12
13
             MR. TABATA: No questions?
14
             CHAIR GIOVANNI: City & County?
15
             MR. DUBIEL: No questions.
16
             CHAIR GIOVANNI: OPSD?
17
             MS. KATO: No questions. Thank you.
18
             CHAIR GIOVANNI:
                              Thank you.
19
             Fellow commissioners, any questions?
20
             COMMISSIONER CHANG: Yes, Mr. Chair. I
21
   just have one.
22
             CHAIR GIOVANNI: Commissioner Chang?
23
             COMMISSIONER CHANG: I'm sorry. This is
24
   Commissioner Chang.
25
             Thank you, Ms. Freeman, for being here
```



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this morning. I should have asked the other
 1
   testifiers as well. What is your opinion -- as a
 3
   result of these credits, Haseko will be able to
   proceed forward on their hotel. In your opinion --
 5
   and you seem to be very active in the community --
   does the community support the construction and the
 7
   building of the hotel?
             MS. FREEMAN: The little non-support that
 8
   I've heard are from people that seem to have another
10
   agenda. They never clearly state -- I'm a graduate
11
   of the University of Hawai'i. I studied Hawaiian
   history before it was chic and trendy, so I hear
12
1.3
   things thrown out that, number one, no, that's not
14
   what happened; number two, you're defying the laws
15
   of chemistry. And I'm dead serious.
16
             I am retired. The arguments that I've seen
17
   against it, they are not sound.
             COMMISSIONER CHANG: Okay. But you support
18
19
   -- you support --
20
             MS. FREEMAN: Very much. I am looking
21
   forward -- and this is just personal -- to a place I
22
   can actually walk to, have a Blue Hawai'i, and walk
23
   home so I'm not driving.
24
             COMMISSIONER CHANG: Okay. Very good.
```

Thank you so much for your answer.

MS. FREEMAN: 1 Thank you for your time. 2 CHAIR GIOVANNI: Commissioner Cabral? 3 COMMISSIONER CABRAL: Yes. I also want to thank you and the other testifiers. It is incredibly 5 important to us as commissioners, because we don't live in your community. We live all over the state. 7 So making any kind of decision to have people that 8 are willing to take off from work or from -- and drive here from Ewa -- it's not a short drive. My 10 stepson and family live in Kapolei, so I made that drive a few times. 11 12 So anyway, thank you, all of you, all 13 three of you, for making that effort, because it's 14 very important for us to know what people in the 15 community are thinking. So thank you. 16 MS. FREEMAN: Thank you. And it's 17 important to us that you know how we feel. Thank 18 you. 19 CHAIR GIOVANNI: Thank you, Ms. Freeman. 20 Are there any other members of the public 21 here today who wish to testify? Raise your hand. 22 Seeing none, we'll proceed with the admission of 23 exhibits. 24 Mr. Tabata, please describe any exhibits 25 you wish to have admitted to the record.

MR. TABATA: Thank you, chair. Petitioner 1 2 moves to admit to evidence our Exhibits 1 through 7, 3 which is attached to our motion, along with our motion, our amended certificate of service, the 5 responses filed by OPSD and DPP, and the LUC staff 6 report. We ask that those documents be admitted into 7 evidence, please. 8 CHAIR GIOVANNI: Any objection by the parties? City & County of Honolulu? 10 MR. DUBIEL: No objection from the City & 11 County. 12 CHAIR GIOVANNI: OPSD? 13 MS. KATO: No objection. Thank you. 14 **CHAIR GIOVANNI:** Fellow commissioners? 15 We will agree. I will agree to admit those 16 exhibits. 17 MR. TABATA: Thank you, chair. CHAIR GIOVANNI: City & County, do you 18 have any exhibits you wish to admit to the record at 19 20 this time? 21 MR. DUBIEL: Chair, just for clarity's 22 sake, we submitted testimony on November 30th, which 23 was received. You noted the email, but I just want 24 to make sure that the commission got a copy of our 25 testimony from November 3th.

```
All right. Thank you. That's it. That
 1
 2
   sounds like it's already been approved. Thank you.
 3
             CHAIR GIOVANNI: Mr. Orodenker, could you
   confirm out loud?
 4
 5
             MR. ORODENKER: Yes, Mr. Chair. The
 6
   county's testimony is not only noted to the
 7
   commissioners, but is also available on our website
 8
   for the public.
 9
             MR. DUBIEL: Nothing else. Thank you,
10
   chair.
11
             CHAIR GIOVANNI:
                               Thank you.
12
             Hearing none, we'll proceed to OPSD. Do
13
   you have any additional evidence you'd like to put
14
   on the record?
15
             MS. KATO: OPSD does not have anything
   additional. Thank you.
16
17
             CHAIR GIOVANNI: Okay. Thank you.
18
             So we'll now proceed with the
19
   presentations.
20
             Mr. Tabata, for planning purposes, can you
21
   describe in general how you will be presenting your
22
   case today and approximately how long it will take
23
   you?
24
             MR. TABATA:
                           Thank you, chair. I have some
25
   opening remarks, which will take maybe a minute or
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two. And then we have two witnesses. We have Daniel
 1
 2
   Lum and Lisa Enanoria. I expect that our
   presentation should take no more than half an hour
 3
   to an hour.
 4
 5
             CHAIR GIOVANNI: Thank you. Please
 6
   proceed.
 7
             MR. TABATA:
                           Thank you.
 8
             Petitioner is here today to ask for
   approval of job credits to allow petitioner to build
   one hotel unit for each approved job credit. The
10
11
   organization -- I'm sorry, the origination of this
12
   job credit requirement is found in Condition No. 1
13
   in petitioner's 1990 LUC D&O.
14
             The purpose of this condition was to
15
   create non- tourism jobs. In order to achieve this
16
   goal, Condition 1 created three categories in which
   job credits can be earned. We call these three
17
   categories construction job credits, facilities job
18
19
   credits, and training job credits.
20
             The construction job credits are
21
   calculated based on construction person hours.
22
   Facilities job credits are calculated on the square
23
   footage of facilities built. And training job
   credits are calculated based on contributions made
24
25
   for job training.
```

misspoken your name. First, it's Lum, L-u-m?

Oh, yes.

MR. LUM:

24

CHAIR GIOVANNI: Do you swear the 1 2 testimony you're about to give is the truth? 3 MR. LUM: Yes. 4 CHAIR GIOVANNI: Please proceed. 5 MR. LUM: Okay. So Hoakalei Ocean Pointe 6 is an 1100-acre project located on O'ahu in Ewa 7 Beach. It's situated between Fort Weaver and Kalaeloa. Our project is a master plan community 8 consisting of 4,800 residential homes, light 10 industrial, commercial resort, and a planned outdoor 11 recreational facility. Since construction in 1998, we have 12 13 completed roughly about 4,000 homes. We're about 80 percent complete with our project. 14 15 And for job credits, we have three methods 16 in our 1990 D&O to complete the job credits. There's 17 Condition 1a, which is what Curtis has mentioned, is 18 the facility -- I mean construction credit. This is 19 based on the number of hours our project can create 20 to help with -- for every job we have man-hours, 21 there are 25 man-years to equal one job credit. 22 And then our second option to satisfy this 23 credit is to provide jobs from building facilities 24 where jobs are created. And this job credit is

determined from the floorspace multiplied by a

1 multiplier factor.

As for our training job credit, this is based on either investment or contribution to job-creating startup programs or nonprofits to help encourage job training. And this is based on either 50,000 to 25,000 in contribution to equal one job credit.

MR. TABATA: Thank you, Daniel. And how many job credits are we requesting?

MR. LUM: In total, we are requesting for 572.75 under Condition 1a. We have since 1990 provided 378.45 -- reported 378.45 job credits.

However, because of Condition 1a, there is a limitation that only 25 percent of the job credit can be counted towards this condition. Therefore, in total we are requesting for 236.13 job credits under Condition 1a for construction job credit.

As for Condition 1b, facility job credits, we are requesting for 229.06 job credits, which consists of facilities that we provided that contributes to jobs, including Seagull Schools, Ewa Point Marketplace, Hoakalei Country Club, and the golf course.

As for Condition 1c, we are requesting for 136.76 job credits. This is for the job training. We

```
have a minimum of 10 percent of our job credits to
   be satisfied under this condition.
 2
 3
             CHAIR GIOVANNI: So do you have the total
 4
   of those three components?
 5
             MR. LUM: In total it is 572.75.
 6
             CHAIR GIOVANNI: Let me -- let me just
 7
   take a second to correct the record. In my opening
   remarks, I actually said $572. It's actually 572.75
 8
   credits.
10
             MR. LUM:
                      Yes.
11
             CHAIR GIOVANNI: But just a correction of
12
   the record on my part.
13
             Mr. Tabata, you may proceed.
14
             MR. TABATA: Thank you, Daniel.
15
             Mr. Lum is available for questioning.
16
             CHAIR GIOVANNI: City & County, do you
17
   have any questions for this witness?
18
             MR. DUBIEL: We have no questions for this
19
   witness.
20
             CHAIR GIOVANNI: OPSD, any questions for
21
   this witness?
22
             MS. KATO: No questions. Thank you.
23
             CHAIR GIOVANNI: Commissioners?
24
             Commissioner Cabral?
25
             COMMISSIONER CABRAL: Thank you for the
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```
information. In review of this and to housing,
 1
   you're somewhere about -- you said 4,850 houses are
 3
   going to be built, of which 4,000 have been built
 4
   already.
 5
             MR. LUM: Correct, commissioner.
 6
             COMMISSIONER CABRAL: Okay. So another
 7
   850, and that's why you're saying about 82 percent
 8
   or so are completed.
 9
             Of those homes, are those homes
10
   freestanding homes on lots, or are those
11
   condominiums and high-rises, or are those homes
   potentially transient for vacation rentals? Are they
12
13
   potentially rentals in general? I mean, what is the
14
   status of those homes? What type of homes are those,
15
   if you can tell me?
16
                       The 4,000 homes that are
             MR. LUM:
17
   completed are comprised of single-family detached
18
   and attached multi- family homes.
19
             COMMISSIONER CABRAL: Okay.
             MR. LUM: Two stories.
20
21
             COMMISSIONER CABRAL: Long-term residents
22
   are residing in those homes.
23
             MR. LUM:
                      Yes.
24
             COMMISSIONER CABRAL: Okay. Well, I thank
25
   you for that, because clearly the community needs
```

```
homes. Thank you. Okay.
 1
 2
             COMMISSIONER KAHELE: Chair, I got a
 3
   question.
             CHAIR GIOVANNI: Commissioner Kahele?
 4
 5
             COMMISSIONER KAHELE: You know, I'm kind
 6
   of new at this, so --
 7
             CHAIR GIOVANNI: Use the microphone,
 8
   please.
             COMMISSIONER KAHELE: Yeah, it's on. It's
10
   not working, maybe. Is it on?
11
             CHAIR GIOVANNI: You just need to put it
12
   close.
13
             COMMISSIONER KAHELE: How do you make a
   determination as far as one construction job credit
14
15
   is awarded for every 25 years of labor?
16
             Is it on? Yeah, I'm on. Okay.
17
             CHAIR GIOVANNI: Did you hear the
   question? Did you hear the question?
18
19
             COMMISSIONER KAHELE: Did you hear the
   question?
21
             MR. LUM: Sorry. Could you please repeat
22
   the question again?
23
             COMMISSIONER KAHELE: Yeah. I'm kind of
24
   new at this, so how do you come with a determination
25
   and decide whether -- or one job credit is based on
```

25 man-years of labor? 1 2 MR. LUM: So on an annual basis, we'll 3 review our accounting reports, spending reports, to determine, you know, which vendors we're paying out, 5 and we'll sum up the total cost per hour of these vendors, including architects, laborers, attorneys, 7 engineers. 8 And we'll sum up into a massive exhibit that's submitted annually to LUC where we determine 10 how many man-hours that we expended per year. And 11 that's how we report it. 12 MR. TABATA: Excuse me, commissioner, if I 13 may clear this up for the petitioner. If I understand your question, the 25 years equaling one 14 15 job credit is provided in Condition No. 1. COMMISSIONER KAHELE: Yes. 16 17 MR. TABATA: So the commission has 18 established that as the standard for determining one 19 job credit. And the 25 years is calculated by the 1,900 man-hours equals one year. So they tally up

all the construction hours. They divide it by 1,920, and that gives us our total man years, construction years.

21

22

23

24

COMMISSIONER KAHELE: So it's not based on 25 just one job. It's based on amount of work that's



provided that totals up to 1,920 hours a year. 1 2 MR. TABATA: That's correct. There's 3 various -- it's construction projects built by Haseko on the petition area or outside, all the 5 different projects. So we tally up all the hours, 6 construction hours, and all those hours are added up 7 together, and when divided by 1,920, it gives us a 8 total man-years. 9 And it takes 25 man-years to make one job credit. And the 1,920 and the 25 are -- it's a 10 standard established by the Land Use Commission. 11 12 COMMISSIONER KAHELE: You know, and what -- like I said earlier, I'm kind of new at this. So 13 1,920 hours times 25 years. Is that what you're 14 15 saying equals one credit? 16 MR. TABATA: No. It's total man-hours 17 divided by 1,290. And that gives us a total number 18 of man-years. That gives the man-years total based 19 upon the hours worked. But -- not but -- and it 20 takes 25 years to make one job credit. 21 **COMMISSIONER KAHELE:** Okay. 22 MR. TABATA: So we have to divide the 23 total man-years by 25 to give us the number of job 24 credits that we have earned. 25 COMMISSIONER KAHELE: Okay. I wasn't sure.

```
1
   Thank you.
 2
             MR. TABATA:
                          Thank you, commissioner.
 3
             COMMISSIONER CHANG: Mr. Chair?
 4
             CHAIR GIOVANNI: Commissioner Chang?
 5
             COMMISSIONER CHANG: Thank you. This is
 6
   Commissioner Chang.
 7
             So, Mr. Tabata, I would tell you it feels
 8
   like it flew right over my head. My understanding is
   that this methodology was established in the
   Decision & Order, the methodology to calculate the
10
11
   credits; is that correct?
12
             MR. TABATA: That is my understanding.
13
   Yes.
14
             COMMISSIONER CHANG: Yes. Because I, too,
15
   I was -- like, you can be old, you can be new; I was
16
   still confused. But it wasn't a formula that you,
17
   that Haseko, created. It was pre-established in the
   Order how you would calculate to determine the
18
19
   credits; is that correct?
20
             MR. TABATA: Yes, commissioner. That's
21
   correct.
22
             COMMISSIONER CHANG: Okay. And all you're
23
   doing now is applying the numbers based upon the
24
   formula previously established.
25
             MR. TABATA:
                          Yes.
```

TABATA: Nineteen thousand or --?

25

MR.

```
that you plan to build, so you are not -- I'm going
   to assume one job credit is equivalent to one unit?
 3
   Is that correct?
 4
             MR. TABATA: Yes. It's equal to one hotel
 5
   unit.
 6
             COMMISSIONER OHIGASHI: So absent these
 7
   job credits, you would have to put up $25,000 per
 8
   unit in order to be built.
 9
             MR. TABATA: That is correct.
10
             COMMISSIONER OHIGASHI: And then, as it's
11
   being built or as you prove job credits were
12
   applying, you could -- you would get it reimbursed
13
   by OSB. That's why I look at the --
14
             MR. TABATA: That is what is provided in
15
   Condition No. 1, yes.
16
             COMMISSIONER OHIGASHI: And so rather than
17
   that, you waited till now to build a hotel so you
18
   had the job credits to satisfy that; is that
19
   correct?
20
             MR. TABATA: Yes. Believe so.
21
             COMMISSIONER OHIGASHI: I just was trying
22
   to understand this whole motion. Now that I
23
   understand it --
24
             MR. TABATA: That is correct. That's how
25
   it has worked out so, yes, we -- at this point we're
```

marina/lagoon at this point.

25

Is this still owned by Haseko or --

25

1	MR. TABATA: No. I believe in 2019, we
2	have sold the golf course to Hoakalei Country Club
3	Godo Kaisha.
4	COMMISSIONER KAHELE: Is that new company
5	required to comply with whatever they need to be
6	required to meet to receive any of these credits?
7	I'm sorry. Providing jobs, the job credit?
8	MR. TABATA: Do they have any?
9	COMMISSIONER KAHELE: Are they still under
10	the conditions that we provided Haseko as far as
11	being able to receive any of the credits by hiring
12	jobs that they're required to hire under these 1920
13	hours per year?
14	MR. TABATA: If I may, commissioner?
15	COMMISSIONER KAHELE: Yeah. I'm not sure.
16	MR. TABATA: Right. Haseko (Ewa) Inc. is
17	seeking these job credits in order to build hotel
18	units. The golf course's relationship to this motion
19	is that we've earned job credits based on the actual
20	jobs created at the golf course. So we're asking for
21	30 job credits, facility job credits, based on the
22	golf course, plus there's job credits associated
23	with the clubhouse at the golf course.
24	So we are claiming credits based on the
25	golf course but the golf course entity that owns

```
the golf course is not -- they're not the ones
 2
   earning the credits to build hotels. We're the hotel
 3
   builder.
 4
             COMMISSIONER KAHELE: All right. Thank
 5
   you.
 6
             CHAIR GIOVANNI: Commissioner Okuda?
 7
             COMMISSIONER OKUDA: Thank you, Mr. Chair.
 8
   This is Gary Okuda.
 9
             Mr. Tabata, anyone can answer this
10
   question, including you. Let me frame my question.
11
   My question is to determine whether or not the
   burden of proof and burden of moving forward has
12
13
   been met by -- and whether or not the evidence being
14
   presented is sufficient to meet that burden; okay?
15
             Your request or motion has asked for
16
   approval of certain -- or a number of job credits;
17
   correct?
18
             MR. TABATA:
                          Yes.
19
             COMMISSIONER OKUDA: And the job credits
   being requested are basically being totaled from
21
   other documents that have been presented as part of
22
   your motion; correct?
23
             MR. TABATA: Correct.
24
             COMMISSIONER OKUDA: And, for example, the
25
   documents -- and it's in our website identified as
```

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various exhibits; I think it was part of Exhibit 4,
 1
   and it's broken down on the website because of the
 3
   length of Exhibit 4, different parts of Exhibit 4;
   correct?
 5
             MR. TABATA:
                          Yes.
 6
             COMMISSIONER OKUDA: And some of these
 7
   exhibits include the annual reports, which include,
 8
   like, spreadsheets; correct?
             MR. TABATA: Yes.
 9
10
             COMMISSIONER OKUDA: Okay. And these
   spreadsheets would have a list of where the job
11
   credits are being attributed to and the number of
12
13
   job credits; correct?
14
             MR. TABATA: Yes.
15
             COMMISSIONER OKUDA: Okay. Let me ask you
16
   this. Who prepared these summary spreadsheets which
17
   were attached to the annual reports?
18
             MR. TABATA: It was the employees of
19
   Haseko.
20
             COMMISSIONER OKUDA: Can these -- can you
21
   identify who the specific employees were who
22
   prepared these summaries?
23
             MR. TABATA: That would be a question for
24
   our witness.
25
             MR. KANNA:
                          The summaries have been
```

prepared by Derby Linden, who is a former Haseko employee. She has recently retired in 2020. And since then, I have taken over her position in compiling these reports.

COMMISSIONER OKUDA: Okay. My question is designed to obtain evidence or determine whether or not these summaries were prepared, you know, in the normal course of business. Can you explain to us what was the process of procedure which was normally done to prepare, for example, the summaries that attribute certain number of job credits to, for example, like the attorneys Faun Meagle (phonetic) and things like that?

I mean, as an example, what would be the process that would be used to prepare this chart?

MR. LUM: Okay. Commissioner, so on an annual basis, we'll request from our accounting a vendor report. This vendor report then breaks apart all of our payments to the various vendors, and it will sort the payment by vendor.

From the vendor report, we would manually go through, determining which vendors qualify for this job credit. Such vendors would include attorneys, engineers, architects, construction laborers. And then we would then look at -- we'll

pull those invoices and determine, you know, how many hours are attributable per invoice.

So for the attorneys, you know, we can see clearly how much hours are spent, and that's how it's inputted in. And then depending on if it's a laborer, contractor, we will use the -- like, a market hourly rate to determine how much of this invoice is their labor hours, and we'll deduct maybe a portion of the invoice, assuming it's supplies or materials. So that way, we can kind of deduct roughly how much hours of this invoice is attributable to actual labor.

COMMISSIONER OKUDA: Okay. And maybe Mr. Tabata can answer this question, if he would like.

Do you believe that because these credits trigger, you know, an important result, which is the ability to build a hotel or these additional developments, that the Land Use Commission, before it makes a decision, should have that basic evidence in front of us so we can form a conclusion that the summaries that are being presented here are accurate or not accurate? Is that something that we are duty bound to inquire into to make sure that these summaries are accurate?

MR. TABATA: Yes. That is part of your



duties.

1.3

determine whether or not these summaries are accurate if the underlying documents aren't presented? And maybe it's unreasonable to say that we should have, you know, tens of thousands of pages presented to us, but is there anything in the record that even shows an example of how any of these entries would be prepared?

In other words, examples of what the underlying invoices look like, the worksheets that were used by Haseko to prepare these summaries. In other words, something that we could make a finding that the summaries accurately reflect the underlying facts.

Is there anything in the record that you can point to which can give us that type of evidence that the summary is accurate?

MR. TABATA: Yes. What was provided to the commission is the parts of the annual reports that we've been submitting over the past 30 years. And there are included in those annual reports receipts or checks that were made for contributions. There were descriptions of the facilities that were built, and there were reports of hours worked for various

projects.

Now, we didn't submit all of the contract documents for every single project and for every single invoice that was submitted by a contractor or a consultant. That was not done. But we did provide — I believe on their own — information throughout the 30 years, you know, annual reports detailing the number of hours that we were reporting and worksheets identifying the hours and the persons and the projects; okay?

We didn't -- we did not submit all, every single invoice that we received. That would have been -- my belief is that would have been too burdensome on the commission to submit to the commission tens of thousands of pages of documents along with our annual report.

I believe it was reasonable for us to submit a tabulation identifying the people and the companies and the hours worked on which projects. Those were all identified, and that was our good faith effort to provide proof to this commission of the hours that we worked and the source of those hours. So that's what we did.

COMMISSIONER OKUDA: Yeah. Well, for example, I look at Exhibit A to your October 3rd,

2007, annual report. Is it your testimony that the information contained in Exhibit A, which is just a summary of credits being requested, that in fact that annual report contained the type of information that you just described?

1.3

MR. TABATA: Whether or not that particular page contains that information I cannot say right now, but I do know that there were summaries, there were tabulations showing who, the name of the person working, the project they worked on, and the number of hours they worked. And it was those hours that were then accumulated to determine and calculate our job credit request for construction job credits.

These were all made in the normal course of business throughout the years, throughout the decades, to provide the commission with what we hope to be adequate proof of those hours and job credits being requested.

statement made in any of these annual reports that the reports were prepared based on normal business practices or that the summaries actually reflect underlying documentation in the matter that you've described?

1	MR. TABATA: I believe all of our
2	representations to the commissions are made under
3	oath, commissioner. Every one of them. I mean, we
4	have an obligation to make representations to this
5	commission, and we're held by condition to live up
6	to those representations. So, yes, to the best of
7	our ability, we are providing accurate information.
8	COMMISSIONER OKUDA: On page 69 of the D&O
9	this is in subparagraph d there's a
10	requirement which says, and I quote, Petitioner
11	shall provide OSP with information concerning the
12	manner in which petitioner's claim for job credits
13	is calculated as well as written certification by
14	the developer that all information provided is
15	correct.
16	Was such written certification provided by
17	the developer that all information provided is
18	correct? Was that provided each time when the
19	required documents or reports were submitted to the
20	Office of Planning?
21	MR. TABATA: Yes. For every annual report
22	we file, they contain our representations, and our
23	representations are all like I said, they are
24	under oath. We are bound by our representations, and
25	we take them very seriously.

1	COMMISSIONER CABRAL: Yeah, thank you. I
2	have several questions.
3	So it's my understanding that you annually
4	make reports. I know you have to make annual reports
5	to the Land Use Commission. Do those annual reports
6	also go to the Office of Planning, which is now the
7	Office of Planning and Sustainability?
8	MR. TABATA: Yes.
9	COMMISSIONER CABRAL: Okay. So I'm going
10	to ask, if I can. Can I ask a question of our Land
11	Use Commission staff?
12	Okay. When you get these annual reports,
13	you have the ability to review them, question them,
14	and if you were to feel that there was something
15	inappropriate, you could ask for more information or
16	more details. Is that within your rights as a Land
17	Use Commission staff?
18	MR. ORODENKER: Yes, it is, commissioner.
19	COMMISSIONER CABRAL: Okay. Okay. Well,
20	because I'm in private business, and I have to deal
21	with state regulations a lot, and I find it you
22	know, if for 30 years you've been sending the
23	information out and everybody said okay, okay, okay,
24	I'm just going to stand here and I'm going to accept
25	that two different state agencies have accepted

1	MR. TABATA: No. No objection.
2	COMMISSIONER CHANG: Okay.
3	Commissioner Yamane?
4	COMMISSIONER YAMANE: Thank you, Mr.
5	Chair.
6	I just have a question regarding the 25
7	percent requirement of the petitioner's total job
8	generation requirement. I think this relates to the
9	construction credit requirement that was reduced to
LO	a maximum of 237, which you presented 236.
L1	And I was looking at Exhibit 4. It was 25
L2	percent of 950. I think that was the number. Where
L3	did the 950 come from?
L 4	MR. TABATA: The 950 is our maximum number
L 5	of hotel units that we are allowed to build. And
L 6	that was established by the city in its unilateral
L7	agreement.
L 8	COMMISSIONER YAMANE: Okay. Thank you.
L 9	Thanks for the clarification.
20	MR. TABATA: Thank you.
21	COMMISSIONER YAMANE: No further
22	questions. Thank you, Mr. Chair.
23	CHAIR GIOVANNI: Thank you.
24	Commissioners?
25	Mr. Tabata, do you want to continue?



1	MR. TABATA: Thank you, chair.
2	Our next witness is Lisa Enanoria.
3	CHAIR GIOVANNI: When you arrive, please
4	state your name and job affiliation, and then I'll
5	swear you in.
6	MS. ENANORIA: Hi. My name is Lisa
7	Enanoria. I'm a senior project manager for Haseko.
8	CHAIR GIOVANNI: Ms. Enanoria, do you
9	swear that the testimony you're about to give will
10	be the truth?
11	MS. ENANORIA: Yes. I do.
12	CHAIR GIOVANNI: Mr. Tabata, you and your
13	witness may proceed.
14	MR. TABATA: Thank you, chair.
15	Lisa, could you please state your position
16	at Haseko?
17	MS. ENANORIA: So I'm a senior project
18	manager with Haseko.
19	MR. TABATA: And what are your job duties?
20	MS. ENANORIA: Okay. So I actually do a
21	few different things. I do the community outreach
22	for the company along with public relations,
23	government relations. I also represent the company
24	at a lot of the various neighborhood boards, also on
25	some of the few nonprofit organization boards for

the company. I'm on Hoakalei Cultural Foundation's board also, which is an organization that we helped form for our two kupuna in the area. I think that's it.

MR. TABATA: And could you describe for us your -- well, describe for us the community outreach that Haseko has done for this project.

MS. ENANORIA: So we have actually done extensive community outreach. We've always believed that we are part of the community. I live in Ewa, so we've always tried to be a good neighbor also.

We sit on some of the school SCC boards,
Boys & Girls clubhouse board, the Weed and Seed
steering committee. We also have held many community
meetings, as some of the other homeowners have
stated.

We've done regular coffee hours. That has actually slowed down because of COVID, not a good together, so our last coffee hour was a virtual one, which was in 2020.

But I do attend the neighborhood boards regularly, and anytime there is a question, they know where I'm sitting. And I've always told them when I have new information is when I'll actually give a report. So whenever we have some exciting

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information, I stand up to let them know.
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             MR. TABATA: Thank you, Lisa.
 3
             Ms. Enanoria is available for questions.
             CHAIR GIOVANNI: Thank you.
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             City & County, any questions?
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             MR. DUBIEL: No questions.
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             CHAIR GIOVANNI: OPSD, any questions?
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             MS. KATO: No questions. Thank you.
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             CHAIR GIOVANNI:
                              Thank you.
             Commissioners, questions for this witness?
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             Commissioner Cabral?
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12
             COMMISSIONER CABRAL: I'm really hot
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   today. Yes. In your visits throughout the community,
   can you let us know now what's coming up? You've
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   done housing. You've done the golf course. You've
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   done a lot of commercial properties. You've done a
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   lot of things. So now this is the first time you're
   entering into building a hotel on any of this
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19
   initial thousand-plus acres.
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             MS. ENANORIA: Yes. So the last area of
21
   the project is everything that's around the lagoon;
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   right?
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             COMMISSIONER CABRAL: Okay.
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             MS. ENANORIA: Because now we're moving
25
   more towards the west side. So we have the
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have misinformation, and that's the whole point of our community outreach, is try to get to them and get that information corrected and try to sit down with them. So I've always been available to anybody

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out there. If they have any questions, I'll sit down, take them out to coffee and go over a lot of their issues or concerns.

But, of course, there are always a handful of people that I can't make happy no matter what.

But I want to say the majority of the area is in support.

COMMISSIONER CABRAL: Okay. And in terms of -- back to job creation is -- the reference was people are looking forward to the construction jobs which, of course, will be so long and then they'll end.

Are people also looking forward to visitor-supported industry jobs such as waitress and hotel, you know, staff and groundskeepers and all of that? I mean, is it -- because again, I think the reference was you can go to work right there in Ewa instead of driving into Waikiki for an hour to go to the same job. Is that what the community's feeling?

MS. ENANORIA: Correct. So I know in a recent meeting with one of our area lawmakers, he had some of the older Ewa Beach neighbors, residents who have been there for a while, and they explained to me why they supported the project. And one of the reasons that they supported the resort was because

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there's a lot of people that live in Ewa and Ewa
 1
   Beach that actually commute on the bus or drive. As
 3
   you know, from even Kapolei it is a very far drive.
             COMMISSIONER CABRAL: Yes.
 4
 5
             MS. ENANORIA: So having the resort jobs
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   here, where they don't have to commute, is actually
   a benefit to the residents.
 7
 8
             COMMISSIONER CABRAL: Okay. Great. Thank
   you very much for the information.
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             CHAIR GIOVANNI: Commissioners?
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             Mr. Tabata?
             MR. TABATA: Thank you, chair. That's it
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13
   for our witnesses, so we're done.
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             CHAIR GIOVANNI: I just had one question.
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   Can you -- or any of your witnesses can answer --
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   but regarding the infrastructure support of the
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   overall project and of the expansion into the resort
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   areas, can you give this commission a sense of how
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   much of that is completed and how much is yet to do?
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             MR. TABATA: I think Raymond Kanna can
21
   answer that question.
22
             MR. KANNA: Hi. Again, Ray Kanna from
23
   Haseko (Ewa).
24
             First of all, you have to understand this
25
   is something that has occurred over a period of 31
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years. I started with this project in 1991. One of 1 the first things we tackled was the Ewa Plains Water 3 Development Corporation, which allowed the full buildout of wells and water facilities for the 5 entire buildout of the project. That is fully 6 complete; okay? 7 We, jointly with other developers, 8 invested over \$30 million into that thing to make sure it was fully completed. 10 Secondly, we went ahead and since the City 11 & County had problems with the wastewater system, 12 Haseko stepped up, and we enhanced the existing 13 wastewater treatment plant adjacent to our property. 14 CHAIR GIOVANNI: One second. We have a 15 little interference here. Okay. Back up half a step and continue. 16 17 Again we went ahead and we MR. KANNA: 18 enhanced and basically rebuilt the sewage treatment 19 plant adjacent to us to basically accommodate again 20 the full buildout of the project. 21 Our master transportation plan basically 22 accommodated the full buildout of both the retail, 23 the resort, the housing, and all of our streets and 24 roadways are sized based on the full buildout; okay?

So water, sewer, transportation.

25

Electrical we work hand-in-hand with

Hawaiian Electric to make sure that we have

sufficient power to accommodate the full buildout of
the project.

And finally, we have a master drainage plan that fully accommodates not only our project, but the entire Ewa plains, because we are the terminus of the drainage system that goes from the mountains to the ocean. We work closely with the City & County, and we have designed every facility, and they are all fully developed, okay, to accommodate the full 100-year storm of the entire Ewa plains.

The only thing we are waiting for is that we are still in a contested case issue to resolve that drainage, and until then, certain berms are still in place to prevent the full drainage that goes from the mauka to the makai to the ocean.

So the answer to your question is we are 100 percent complete with all of our infrastructure requirements; okay? Matter of fact, that's one of the things we really, really focused on.

The only thing that has to be done at this point, okay, obviously, are additional traffic lights, okay, which can only be done after it meets

you're going to build a hotel with 572 units?

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MR. TABATA: That we don't -- we haven't gotten that far yet. We don't know. I mean, there's 950 total units that we can build. And, you know, if we get approval for this motion, there may be a future request for job credits.

MR. KANNA: Again responding to that one,



the number of hotels and how we allocate the 950
rooms is wholly subject to the marketplace; okay?

Obviously, the hospitality business has been
transforming over the past years; okay? Before,
everything was a big luxury five-star hotel. Then it
shifted over to more the self-service, you know, the
high places and the -
So the industry is changing now; okay? We

have a bevy of hotel developers that have come to look at our project and have tried to implement it into their vision of what they want; okay? So we cannot predict today as to what it is, but I'm encouraged by things like our golf course just hosted the LOTTE tournament. So it's given us international exposure; okay?

We're moving forward on this wave structure and lagoon, which also will give us some national and possibly international exposure. So it will bring other hotel developers into play, and they will impose their vision on what they would like to do.

And Haseko does not profess to be a hotel developer; okay? We are simply preparing the ground for all this to occur. But the one thing we are focused on is, you know, we're not as focused on the

resort because, I mean in the sense it's going to be a third party that actually does the resort.

But we are focused on creating the retail backbone, okay, which will give, as Lisa mentioned, the opportunity for local entrepreneurs to be able to insert themselves and to create -- to make money off of the resort; okay?

Obviously, most of the local people can't afford to buy or build a resort. That's not the point. But it becomes a symbiotic relationship, because once the resort is there, who's going to provide, you know, the surf lessons or provide the supplies and materials or --? There are going to be a lot of, you know, opportunities for local entrepreneurs to be able to provide services, okay, to these places; okay?

And, you know, our focus is the lagoon, okay, and the ocean, which is nearby. All these things, you know, and the nature of the resort business is it's focused on trying to fit into the local environment. So that's the nature of where tourism is going to go. It isn't going to be the Waikikis like we've seen before. It has to be tourists who are interested in assimilating into the local environment and enjoying the things as locals

do.

So we need to focus as much as possible, trying to create a tourism model that focuses on the local industry and our culture. And that's what we're trying to focus on right now, okay, is to making sure that whoever does come in, okay, works with our cultural foundation, works with our kupunas to create something that is sensitive to the current environment that we have.

Now, one of the things very clear to me is that Hawai'i is uncomfortable with the, you know, the glitz of just regular tourism. We have to come up with a different model that works. And we're small enough where we can do that, because we're only 950 hotel rooms. We're not, like, thousands of rooms like Waikiki.

We can go into that niche market and give them the opportunity to do something very creative; okay? And I'm the first to admit one of the things that Ewa has a problem with is Ewa has never really had a connection to tourism; okay? It's been a local community. So we need as much as possible to try to fit into that local community. We can't be Waikiki. We have to be something else. Thank you.

CHAIR GIOVANNI: So can you predict or



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speculate for the benefit of our witnesses and
 1
   others who live in Ewa and have been waiting many
 3
   years for this aspect of your project to come to
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   fruition, when the hotel might be open?
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             MR. KANNA: Obviously, I can't predict
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   what the marketplace is going to say, but it is our
 7
   goal -- our best wishes is that we can have a hotel
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   in place in maybe five to six years.
 9
             And that's just my personal speculation,
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   because if you look at the timeframe, okay, I'm
11
   figuring they're going to be going out to market to
   talk to a lot of hotel developers soon; okay? It's
12
13
   going to be a year and a half to two years to
   design.
14
15
             CHAIR GIOVANNI: Five or six years is all
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   I was looking for. Thank you.
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             MR. KANNA:
                          Okay.
             CHAIR GIOVANNI: Okay. Commissioners, any
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19
   additional questions?
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             Commissioner Kamakea-'Ohelo?
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             COMMISSIONER KAMAKEA-'OHELO: You go
22
   first.
23
             COMMISSIONER CHANG: Okay. Thank you.
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             CHAIR GIOVANNI:
                               Take your time.
25
             COMMISSIONER CHANG:
                                   Thank you. This is
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Commissioner Chang.

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Mr. Kanna, I greatly appreciate your comments. I think you -- a lot of the things you said I think reflects sort of this changing environment of visitor industry, and I appreciated the sensitivity in particular to the Ewa community. Rather than trying to put something outside, how do we enhance what's already there?

And I appreciated also your comment about the foundation, because you have a very active community out in Ewa -- Uncle Shad, a lot of -- who bring great wealth. So I am hoping that your vision and the words that you've spoken and representations you've made to us today are reflected in the ultimate product of the hotel.

And not too often -- I mean, I've sat on the commission. I think this would be -- this is my seventh closing out to eight years --. We usually have developers who come in and try to do the revenue. It's like the hotel is first. And then we come back, and we have to worry about infrastructure.

So it is very reassuring to see that you have fully built out the infrastructure first, and you responded to the community needs there. So mine

is more of a comment than it is any kind of a 1 question, but I am curious. 2 3 Right now your credit is for 572, but you

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have capacity up to 950. Will you be looking at -is that gap of 400 -- will you wait for additional credits, or will you look at designing something up to your maximum and potentially paying cash for the balance?

MR. KANNA: At this point we're entering into my personal, okay, opinion and has little to do with Haseko. I would prefer we not build 950 rooms, because I think the mass is inappropriate for our community. I would rather see multiple properties instead that allow it to be less mass and more focused on a boutique environment. That is my personal preference.

Now, obviously, it's all about money; okay? And if the money justifies paying the 25,000 for the remaining credits, that will happen; okay? Or if our retail facility gets built, we can generate possibly a great deal of those credits by that physical structure.

But it's a question of what comes first. 24 And, you know, I've worked in this business now for 25 over 40 years, and I've seen the problem that mass

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can create; okay? It's just -- it really is
 1
   difficult for Hawai'i to absorb that, because it's
 3
   just --
             You know, a good example is you look at
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 5
   Waikoloa. I mean, that huge monster -- and I know, I
   was part of the team -- I never could figure out how
 7
   that really fits in with what we were trying to
   create, because it now becomes a Disneyland; okay?
 8
   And I don't think Disneyland fits in Ewa; okay?
10
             COMMISSIONER CHANG:
                                  Right.
11
             MR. KANNA: But I hope that the people who
12
   follow me will have the same sensitivity and try to
13
   focus on trying to create the right size for all
   this stuff.
14
15
             COMMISSIONER CHANG: Right. I hope so,
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   too, because I don't think it's all about money. I
17
   don't think the community will tolerate just to be
18
   about money. It is about enhancing the qualities of
19
   Ewa. I hope you bring back ogo. I think a lot of us
   miss the limu gathering that Ewa was well-known for.
21
             And just climate change. I mean, at the
22
   time that this approval was made, climate change was
   not an issue. Building too close to the ocean may
23
24
   not be the best thing.
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So I am certain your team is taking into

HI State LUC Meeting FINAL December 7, 2022 NDT Assgn # 62003 consideration the changing both economic 1 2 environment, ecological environment and cultural 3 environment as you plan forward. But I like your vision. I appreciate your candor with us. So I hope 5 you are passing that on. Thank you. 6 MR. KANNA: One thing I do want to point 7 out to you is one of the big steps we made is, okay, if you look at from the edge of the makai edge of 8 our lagoon to the ocean, okay, we took that out 10 completely and made it into preservation, so that it 11 was an open area with a small strip of business on it to make sure that the access to the ocean was 12 13 open. 14 Previously, it was supposed to be parking 15 lots, and we axed that because it was inappropriate;

Page 74

Previously, it was supposed to be parking lots, and we axed that because it was inappropriate; okay? So we created an opportunity where, you know, it's more now paths, jogging paths, okay, bicycle paths; okay?

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But we face challenges of that one, too, because by leaving it open like that, you know, how do we maintain it and keep it clean; okay?

We're in the process right now with the

Department of Land and Natural Resources to restrict

vehicular access along the beach, which is not

allowed. But we want to put in walls or something to

prevent people from desecrating that area. 1 2 I'd like to point out to you is that when 3 we cleaned that area up, okay, I forget --4 Lisa, how many tons of garbage did we 5 remove along that area? 6 MS. ENANORIA: It was a lot of tons. 7 MR. KANNA: It was, like, 30 tons of 8 garbage, you know. I'm appalled by the fact that we actually don't, you know, treat our aina properly. 10 And if we have to do it in a way to prevent people 11 from doing it, we'll do so. But, you know, like I said, I've been 12 13 working with the Department of Land and Natural Resources for five years to get that permitted. So, 14 15 you know, it's an uphill battle sometimes, because 16 they're concerned about any structures on the beach. 17 So, you know, there are many, many 18 problems that we face when we -- we try to do this, 19 but it is difficult. It's not that easy; okay? And you're right. One of the biggest problems I face is 21 I got to deal with a board of directors that says 22 you got to get a return on your money. 23 Well, I'm less concerned about the money, 24 because I'm from here. I'm here to try to do a good 25 job; okay? But I also have to satisfy our board,

which means they're going to watch how we spend the 1 money and how would you try and generate it. But you 3 can tweak it to try to make it as positive as we possibly can. And I think that's what we're trying. 5 And that's what I've been passing on to my 6 next generation of managers to be -- they have to be 7 smart, okay, but at the same time sensitive. Because, you know, it comes back to bite you. I've 8 worked for bad developers, as I said, and I know it comes back to bite you because it affects, you know, 10 11 the reputation. It affects how the community will accept you in the long term; okay. 12 13 Lisa and her predecessor have done a great job of connecting with the community; okay? And I 14 15 think we need to continue to do that, because if you 16 have community support, you can overcome anything. 17 Because, you know, a lot of times the activists come 18 from the outside, who don't understand the community; okay? And there's nothing quite like 19 20 having your local kupuna support you, okay, to have 21 your local people support you. 22 CHAIR GIOVANNI: Okay. Let's --23 Commissioner Kamakea-'Ohelo? 24 COMMISSIONER KAMAKEA-'OHELO: Yes. Mahalo,

chair, for the opportunity to question Mr. Kanna --

or anybody, for that fact. I really just have an infrastructure question, you know, with your statement being sensitive to the current environment we have.

What is the daily sustainable draw from your wells and what is the daily usage with the inclusion of the 4,000 homes, the new buildout of the water pool and lagoon, and possibly in the next five to six years this resort?

MR. KANNA: I can't answer that question for you right now, but when we originally designed the wells, the mauka wells that we -- a series or bank of wells that the Ewa Plains Water Development Corporation built, part of it we presented a report to the Board of Water Supply on the full buildout of each of our projects.

So we built based on that one, plus we also gave the board a surplus reserve for other projects who were not part of the group that was basically doing that. So I can go back and find that for you, but the bottom line comes down to is it was designed based on our full draw.

Now, in discussions with the Board of Water Supply, one of the things is we based our water demand based on, you know, a higher number,

actually, than what is currently in place. This was 1 -- we're talking about this thing was built back in, 3 you know, we started designing this in 1986; okay? Since that time, okay, what's happened is 4 5 the board has mandated using water saving type of devices, which actually has reduced the demand for 7 each individual household. My last discussion with the board is that they're willing to -- right now for a single-family home, the reserve is 500 gallons 10 per day. Now they're willing to consider 450 or 400 11 simply because the actual data has proven that the use of water has come down due to the fact of these 12 13 various facilities. So in a sense, we have -- we should have 14 15 far more surplus water availability based on that. 16 But bear in mind this was done by five major 17 developers. Other people -- homesteaders, whoever --18 they draw from that system also. But they basically 19 piggyback on the fact that we built surplus, you 20 know, capacity for them, so. 21 COMMISSIONER KAMAKEA-'OHELO: Okay. Mahalo 22 for your answer. And I have a following question --23 follow-up question. 24 So you said that this plan was being 25 created in 1986; correct?

MR. KANNA: Roughly around there.

around 1986, so that's about 35, 36 years ago?

Currently, you know, we are charged with looking at projects with sea level rise and climate change in mind. So I guess my next question to you, Mr. Kanna, is at what elevation about the sea level, yeah, are these wells when you describe mauka wells?

MR. KANNA: I cannot tell you off the top of my head, but they're at the minimum level. Most of the water tanks are at the 450 to the 680 level, so they're way in the mountains. It's above the freeway; okay? So probably the more important question is as sea level rise, how is it going to infiltrate into the transmission lines that come further makai?

commissioner kamakea-'ohelo: That was
going to be my next question.

MR. KANNA: Okay. And that's something I can't do anything about, okay, because, you know, most of the transmission lines are located in major roadways, which are to my knowledge at this point located at least at 20+ above sea level. So they should be okay; okay? And I think, you know, I'm sure a lot of smarter people than me will figure out

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a way to solve that problem. Yeah.
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             COMMISSIONER KAMAKEA-'OHELO: That's all
 3
   the questioning I have right now. Mahalo, chair.
             CHAIR GIOVANNI: Thank you.
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             Commissioners?
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 6
             Mr. Tabata, anything further?
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             MR. TABATA: No, chair. I think we're
 8
   done. Thank you.
             CHAIR GIOVANNI: Thank you.
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10
             We're going to power through, assuming
11
   that --
             City & County, do you -- about how much
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13
   time do you need?
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             MR. DUBIEL: About a minute or two, chair.
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             CHAIR GIOVANNI: OPSD, how much time do
16
   you need?
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             MS. KATO: Short, few minutes.
             CHAIR GIOVANNI: We're going to power
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19
   through.
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             So, City & County, would you like to
21
   present?
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             MR. DUBIEL: Just real quick. We just want
23
   to reiterate what we said in our November 29, 2022,
24
   submission, that we support the approval of 572.75
25
   job credits for the reports based upon 1991 through
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2020.

ensure, and that's more to ensure that there's not a question later, is that this is -- in whatever order comes out of this, that this is the limit for that time period. So they can't revise and say we want an extra 20, we looked a little further, we found an extra 30 here. Just to resolve any ambiguity so there's not a potential that we're back here again in a year for another 10 credits or whatever for that time period.

And if that's not, you know, if there's a strong objection to that, the city's not going to fight this point too hard, but that we do want noted in the order that revisions make habit. Mainly just want to make sure that whatever order comes out of this is not ambiguous, that it's clear, and there's no questions about it later. That's all we have. Thank you.

CHAIR GIOVANNI: Thank you.

Commissioners?

COMMISSIONER KAHELE: I've got a question,

23 chair.

CHAIR GIOVANNI: Commissioner Kahele?

COMMISSIONER KAHELE: Thank you. You know,



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if you convert the amount of credits based on the
 1
   amount of units, are we looking at maybe $14-15
 3
   million?
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             MR. DUBIEL: Are you -- $14-15 million for
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   what?
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             COMMISSIONER KAHELE: For $25,000 per
 7
   credit.
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             MR. DUBIEL: Yes.
 9
             COMMISSIONER KAHELE: We're looking at,
10
   what, 500+ credits?
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             MR. DUBIEL: Yes. You're saying 572 times
12
   25,000?
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             COMMISSIONER KAHELE: Yes. Yes. Yes.
14
             MR. DUBIEL: I mean, I could calculate
15
   that if you'd like.
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             COMMISSIONER KAHELE: No, no. You know,
   it's kind of like --
             MR. DUBIEL: Well, yeah, it's about 13
18
19
   million we're looking at.
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             COMMISSIONER KAHELE: Okay.
21
             MR. DUBIEL: Yeah. It would be a $13
22
   million deposit instead, instead of these credits.
23
             CHAIR GIOVANNI: In the alternative.
24
             MR. DUBIEL: In the alternative.
25
             COMMISSIONER KAHELE: It's about there.
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Okay. Very good. Thank you.
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             CHAIR GIOVANNI: I just have a question on
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   your clarification that you're looking for. Are you
   saying that for the credits that they have on the
 5
   record now, you want to basically freeze it at that
 6
   number?
 7
             MR. DUBIEL:
                           I would like --
 8
             CHAIR GIOVANNI:
                               That doesn't foreclose
   their ability to do more work and generate more
10
   credits.
11
             MR. DUBIEL: Of course not. Of course not.
   No. And even if they submit reports for 2021, which
12
13
   has already happened, and they seek approval, that
   would be additional credits. I'm saying this time
14
15
   period, from 1991 to 2020, which is the credits
   they're seeking approval, we're freezing that.
16
17
             CHAIR GIOVANNI: Understood. Thank you.
18
             Commissioners, any further questions for
19
   the City & County?
20
             Okay. We'll move to OPSD.
21
             Oh, George. I'm sorry, I didn't see you.
22
             COMMISSIONER ATTA: I haven't said much
23
   during this thing because -- you know, I've been --
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since I was a kid, I used to go One'ula Beach Park

and just kind of hang around there. And on the mauka

24

much there, and it was a local place. And it seems this Ewa Beach area grows slowly, but isn't a very fast growth. Just everything has been slowly, but the same.

You know, I think that Haseko has come in and has been a good developer, because they fit -they have an idea, and when they fit, like, the lagoon and stuff like that, they change from some lagoon to a park and to a lagoon -- and anyway, they change fit from harbor to a lagoon, stuff like that.

And so I notice that Haseko has shifted, too, with the resort, and I think you folks would do a good job from here on, and I just watched it grow, and you have done what the community wants in the long run. So I think it's a good idea, and so I will trust that you folks will continue to do that out there. I just wanted to say that before -- okay.

CHAIR GIOVANNI: Okay. Thank you. OPSD?

MS. KATO: Alison Kato, attorney for OPSD. OPSD supports approval of the petitioner's motion for proof of job credits. We find that petitioner's calculations are conservative, well documented, and comply with all the requirements and restrictions in the commission's D&O.

Does the state

COMMISSIONER OHIGASHI:

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agree with the City & County's proposition that we
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   freeze -- if we do decide to give these credits, we
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   freeze the amount for that period of time and that
   no additional credits for this period of time would
 5
   be sought or approved?
             MS. KATO: Yes. The state agrees.
 6
 7
             CHAIR GIOVANNI: Anything further?
             Commissioner Kamakea-'Ohelo?
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 9
             Oh, I'm sorry. I thought you were waving
10
   your hand.
11
             COMMISSIONER OKUDA: Yeah. Gary Okuda.
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   Thank you, Mr. Chair.
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             Questions for the Office of State Planning
   and Sustainable Development. Was in fact a written
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15
   certification provided by the applicant or
16
   petitioner with each of their annual reports, as
17
   such written certification is spelled out in plain
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   language in the D&O, which I quoted earlier? Was
19
   that provided?
20
             MS. KATO: I'm not sure that anything
21
   exactly specifically saying that formally, like we
22
   certify these things. That maybe is what you're
23
   searching for. But we accept petitioner's reasoning
24
   that what they submitted and their representations,
25
   that is accurate. We would accept that as
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certification.

COMMISSIONER OKUDA: What evidence does the Office of State Planning have that the summaries that were submitted to the Office of State Planning in fact accurately summarize the underlying facts for which the summary purports to summarize?

MS. KATO: I believe we're relying on the petitioner's representations that they've made to the LUC Commission. I understand that if you want all of the underlying documents and things, that would be too unwieldy and difficult for us to really go through.

COMMISSIONER OKUDA: Well, my only question is what, if anything, has the State Office of Planning done to verify that the representations were correct or accurate?

MS. KATO: The Office of Planning was relying on the various documents and things that the petitioner has submitted with their annual reports. So it's not just a summary; it's also copies of checks and other documents that they've submitted.

COMMISSIONER OKUDA: But, for example, the summary that I pointed out just has summaries of credits attributable to certain vendors such as lawyers, things like that. What, if anything, or can

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you point to anything in the record which indicates
 1
   the Office of Planning has done anything to verify
 3
   that what's stated in the summary is accurate?
   Specifically, the example I was giving. If there's
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   nothing, then there's nothing.
 6
             MS. KATO:
                        I'm not sure exactly. I haven't
 7
   looked at that example that you pointed out, but I
   believe the -- I'm not sure what has been done in
   the past, what the Office of State Planning has
10
   done, but I believe they're relying on what the
11
   petitioner has provided rather than going outside of
12
   that.
13
             COMMISSIONER OKUDA: Okay. Thank you. No
   further questions.
14
15
             CHAIR GIOVANNI: Thank you, Commissioner
16
   Okuda.
17
             Anything further?
             Commissioner Yamane?
18
19
             COMMISSIONER YAMANE: Thanks. Just a
   question for the state, and maybe the county. How
21
   many man-hours was spent just checking the data and
22
   the map and the totals that were correct?
23
             MS. KATO: My client has said lots, but we
24
   don't keep track of that.
25
             COMMISSIONER YAMANE: I'm just curious.
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Like, was it one hour, one person, or was it, like, 1 a couple of weeks for a couple of people? Just 3 curious how much time and effort was spent just looking at the data. There's a lot of data after --5 you heard other commissioners to go through and 6 submitted by the petitioner, so I'm just curious. 7 MS. KATO: Are you talking -- just to 8 clarify, are you talking about the current motion and documents? 10 COMMISSIONER YAMANE: Yes. 11 MS. KATO: Or are you talking about --12 okay, sorry. I thought you were referring to all the 13 annual reports in the past. 14 COMMISSIONER YAMANE: No, no. Just the 15 current documents, and to verify the credits, I'd 16 like just --17 MS. KATO: Well, there were various 18 meetings with the petitioner, and my client did 19 spend a lot of time reviewing all of the documents, 20 but she's not sure how to estimate that. 21 **COMMISSIONER YAMANE:** Okay. 22 MR. DUBIEL: I'll take that. So Ms. Wong, 23 who is here with me, reviewed all the exhibits, and 24 she spent a few hours working on that. We also have 25 Mr. Franz Kraintz, who's here with us as well. He

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spent a few hours personally going through
 1
   everything well. And then I also spent a few hours
 3
   looking through, adding things up again, and making
   sure that it's just -- it made sense to me.
 4
 5
             COMMISSIONER YAMANE: Okay.
 6
             MR. DUBIEL: I used to do this kind of
 7
   work for, like, other kind of cases where you're
 8
   just adding hours up, but I've done it a lot in the
   past, and I did it again.
10
             COMMISSIONER YAMANE: Okay. Thank you.
11
             MR. DUBIEL:
                           Yup.
12
             COMMISSIONER YAMANE: No further
13
   questions, Mr. Chair.
14
             CHAIR GIOVANNI:
                              Thank you, commissioner.
15
             Anything further?
             Thank you, OPSD. Appreciate it.
16
17
             Petitioner, you have an opportunity for
18
   rebuttal.
19
             MR. TABATA: Thank you, chair.
20
             Real quick, just to reply to the request
21
   made by the county, Condition 1 was to -- oh, it
22
   requires us, sorry, to report job credits within two
23
   years after they accrue. So given where we were at
24
   and for year 2022, we may be asking or seeking or
25
   reporting job credits earned in 2019. So, you know,
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creating a 2020 cutoff date could be problematic for us.

What we do accept, however, is that it's our burden to prove, If we come forward in the future to ask for more job credits to be approved, we will have the burden to show that we are not being duplicative and that it's separate and apart from any prior requests that we've made so that we can avoid any confusion.

CHAIR GIOVANNI: Can I ask you to read for the record an excerpt from that condition that you just referred to from the D&O? I think that will help clarify what the limitation is.

MR. DUBIEL: Thank you. It's the beginning of Condition 1d, which states in part, Credits for jobs generated under subparagraphs a through c above shall not be eligible for satisfaction of this condition unless within two years after they accrue, they are reported to the LUC in petitioner's annual report.

CHAIR GIOVANNI: Thank you.

So, City & County, does that -- would that condition, which I think is attempted to be addressed in the original D&O, would that satisfy your --?

1	MR. DUBIEL: That sounds, as far as the
2	city. And again, I'm not trying to preclude
3	petitioner from requesting whatever they want. I'm
4	just trying to make sure that whatever order comes
5	out of this is clear, that there's not a question
6	later of what they can request. So if they want to
7	if we just reiterate this within two years in
8	whatever order, the city's happy with that.
9	CHAIR GIOVANNI: Well, my sense is the D&O
10	already is on record and is controlling in this
11	effect.
12	MR. DUBIEL: Okay.
13	CHAIR GIOVANNI: And at least in my mind,
14	it might be sufficient. But it does address your
15	concern.
16	MR. DUBIEL: Yes.
17	CHAIR GIOVANNI: And looks like it was
18	addressed 30 years ago, so whatever that date was.
19	MR. TABATA: Thank you, chair. We have
20	nothing more.
21	CHAIR GIOVANNI: Nothing more on it.
22	So, commissioners, any questions for the
23	petitioner on his rebuttal?
24	COMMISSIONER OHIGASHI: I just have a
25	CHAIR GIOVANNI: Commissioner Ohigashi?

1	COMMISSIONER OHIGASHI: Just to make it
2	all clear, then, the information you provided in
3	this motion as well as the various reports filed
4	with the state, with the LUC office and OSP, you
5	would certify that that information is true and
6	correct; is that right?
7	MR. TABATA: Yes.
8	COMMISSIONER OHIGASHI: Would the vice
9	president enter into the record to make sure that
10	that certification is on the record?
11	MR. TABATA: I'll ask him.
12	COMMISSIONER OHIGASHI: Okay.
13	MR. KANNA: Well, I personally didn't
14	compile it myself but, yes, I do believe that it was
15	done in an appropriate manner.
16	COMMISSIONER OHIGASHI: Okay. And you've
17	assured that OSP will have the duty of receiving
18	that or accepting these reports under the D&O, that
19	these reports were true and correct; is that right?
20	MR. KANNA: Correct.
21	COMMISSIONER OHIGASHI: Okay. I have no
22	further questions.
23	CHAIR GIOVANNI: Commissioner Cabral?
24	COMMISSIONER CABRAL: Okay. I have a
25	question on the timeline So you have submitted with

for that facility. So we're -- that's the only

question mark in my mind as to whether it fits into

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1
   that two-year timeframe.
 2
             COMMISSIONER CABRAL: Okay.
 3
             MR. KANNA: I just asked Mr. Lum, and he
   says he believes it was completed in 2020. I don't
 5
   know what month, so that's going to be the big
   question.
 6
 7
             COMMISSIONER CABRAL: Well, I think you're
 8
   talking two years, so we talk years. So right now
   you would have the right to go back and report
10
   things in 2020 and in 2021 because we're now --
11
   otherwise, you got 23 days to get that report in;
12
   right?
13
             MR. KANNA: The specificity is which
14
   month.
15
             COMMISSIONER CABRAL: Okay. Oh, I see. So
16
   it's actually by the month. Okay. Okay. So if this
17
   job credit report goes up to January 1, 2020, we
18
   really don't have a problem here.
19
             MR. DUBIEL: We don't.
             COMMISSIONER CABRAL: Okay. Thank you.
20
21
   Just wanted to keep my numbers straight. Okay. Based
22
   on that, I'd like to --
23
             COMMISSIONER OKUDA: Wait a minute, I'm
24
   sorry, one question.
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             CHAIR GIOVANNI: Commissioner Okuda?
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1	COMMISSIONER OKUDA: Thank you. Gary
2	Okuda. No, chair, I was just going to say that if
3	when it's appropriate, I'd like to make a motion.
4	CHAIR GIOVANNI: I've already had a
5	request to make a motion as well from Commissioner
6	Cabral. Would you mind deferring to her?
7	COMMISSIONER OKUDA: You can refer to her
8	first.
9	CHAIR GIOVANNI: And then you can second
10	or offer a friendly amendment, if you don't like
11	what she does.
12	COMMISSIONER CABRAL: Of course.
13	CHAIR GIOVANNI: Commissioner Cabral?
14	COMMISSIONER CABRAL: Yes.
15	CHAIR GIOVANNI: Wait a minute. We're not
16	there yet.
17	COMMISSIONER CABRAL: Okay. All right.
18	CHAIR GIOVANNI: Public testimony, last
19	call. Once again, are there any members of the
20	public at this point in time who would like to come
21	forward and provide public testimony? Seeing none,
22	we'll proceed further into deliberations.
23	Commissioner, the chair will entertain a
24	motion regarding how the commission should proceed
25	in this matter. Any commissioner like to make a

motion? 1 2 Commissioner Cabral? 3 COMMISSIONER CABRAL: I would like to make a motion that would be based on the submission by 5 the petitioner and the receipt and acceptance by the Land Use Commission and by the State Office of 7 Planning and Sustainability of the earned job credits that were submitted in accordance with Condition 1 of the 1994 Decision & Order. I would 10 like to move to grant the petitioner's motion to approve job credits, noting that the motion may not 11 12 affect any rights, remedies, or privileges of the 13 petitioner under the existing laws. 14 And I would like to authorize the Land Use 15 Commission staff to make non-substantive changes to the conditions as appropriate regarding formatting, 16 17 style, or other modification to ensure consistency and authorize the chair of the Land Use Commission 18 to sign the order in this matter on behalf of the 19 20 commission. Thank you. 21 CHAIR GIOVANNI: Thank you. 22 Do I have a second? 23 COMMISSIONER OKUDA: Chair, this is Gary 24 Okuda. I second the motion.



COMMISSIONER CABRAL: Without a change?

COMMISSIONER OKUDA: This is Gary Okuda. 1 2 Without a change. 3 COMMISSIONER CABRAL: Thank you. 4 CHAIR GIOVANNI: Okay. Commissioner, would 5 you like to speak in support of your motion? 6 **COMMISSIONER CABRAL:** Yes. I appreciate 7 what we've been through and I really appreciate over my years that so many times we never come to a 8 resolution. We just seem to kick the can down, and 10 so many of the projects that we discussed over the 11 years have projects that got permission in the 1990s and are still not built and still don't have any 12 13 houses for the public and the citizens or any kind of services or buildings or anything to accommodate 14 15 people. 16 They have instead just gone from one owner 17 to bankruptcy to another owner to bankruptcy to 18 something else, and I appreciate the fact that you 19 as the petitioner, the developers, and the 20 representatives, all of you present, have continued 21 to work forward to try and do something. 22 And I particularly appreciate that it appears that you have done this in respect of the 23 24 community that you live in and around your 25 development. So thank you very much for your efforts

to provide for our public. 1 2 CHAIR GIOVANNI: Thank you. 3 Commissioner Okuda? 4 COMMISSIONER OKUDA: This is Gary Okuda. 5 Thank you, Mr. Chair. 6 Let me preface my support by saying I 7 asked these questions so that a couple of things, you know, would be clear. Number one, that as much as I trust the representations of Curtis Tabata, who 10 I think has an outstanding, excellent reputation in 11 this town as a practicing attorney, I don't want any indication that he receives any special favors or 12 1.3 anything like that from the commission, that he's treated the same way as everyone else. 14 15 And with respect to that, the reason why I 16 asked these questions about the conditions are not 17 necessarily with Mr. Tabata's presentations, because 18 he usually makes sure that conditions and 19 representations that have been made will be followed 20 later on. But unfortunately, that's not what happens 21 with many people who appear in front of the 22 commission. So it's necessary for us to carry out our 23 24 duties to be sure that the law is enforced equally 25 without fear or favoritism of anyone. I'm satisfied

1	with the testimony of Mr. Lum, who I find credible,
2	that the summaries were prepared in the normal
3	course of business. It was prepared by him or
4	someone else under his supervision, who had personal
5	knowledge of the underlying documents, so even
6	though the rules of evidence don't strictly apply in
7	these type of administrative proceedings, the
8	testimony they give indicates essentially strict
9	compliance or compliance with the rules of evidence
LO	if in fact applied.
L1	I'm satisfied with the testimony and the
L2	responses to the questions, including those of
L3	Commissioner Ohigashi, that there is a certification
L4	of the accuracy of the information. And so for those
L 5	reasons and other good reasons on the record, I ask
L 6	that the motion be granted and voted in favor of.
L7	Thank you.
L 8	CHAIR GIOVANNI: Thank you, Commissioner
L 9	Okuda.
20	Let me just clarify that the motion is to
21	approve the motion made by the that's what we're
22	discussing now.
23	COMMISSIONER CABRAL: Yes.
24	CHAIR GIOVANNI: The motion is to approve

the motion put forth by the petitioner.

Commissioners, any further discussion? 1 2 **COMMISSIONER YAMANE: Mr. Chair?** 3 **CHAIR GIOVANNI:** Where are we? Mr. Yamane? 4 COMMISSIONER YAMANE: I will be supporting 5 this motion also. I just wanted to acknowledge the petitioner's submission of all the data and the 7 state and the county, and especially our LUC staff, 8 for going through the data. That's, like, kind of entrusting. 10 If you guys spent more than hour, you 11 spent more than I spent looking at the data, because there was a lot of data to go through and verifying 12 13 percentages. I really appreciate the staff's work, 14 and that's for sure the LUC staff. So I'll be 15 supporting this motion. 16 Thank you, Mr. Chair. 17 CHAIR GIOVANNI: Thank you, Commissioner 18 Yamane. 19 Anybody else? 20 So the chair is also going to support this 21 motion. And I tend to agree with Commissioner Cabral 22 in that we sit here with -- as the current 23 commission, and a lot of what we have to do deal 24 with decisions and orders that were made 10, 15, 20, 25 25, 30 years ago, and too often we see that things

never went as planned.

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And as far as I can tell, this project has proceeded pretty close to how it was envisioned at the outset many years ago. And that's a credit to Haseko and the organization.

I also want to acknowledge that the only community personnel that I heard from were very supportive of not only this specific petition, but the role that you play in their community and what you've brought forth in their community. And that speaks volumes to us.

I do very much appreciate that you did the infrastructure first. You'd be amazed how often we see that it's just not the case, and it becomes quite problematic.

I also want to acknowledge both the City & County of Honolulu and the state for their role in this process and for them coming forth with succinct and supportive positions.

And finally, I want to compliment Mr. Tabata for his case. And I always compliment him because more than any other attorney, he answers yes or no questions with a yes or a no.

So thank you, Mr. Tabata. I really 25 appreciate that, because it helps us get to lunch on



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MR. ORODENKER: Commissioner Ohigashi?
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 2
              COMMISSIONER OHIGASHI: Yes.
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             MR. ORODENKER: Commissioner Yamane?
 4
             COMMISSIONER YAMANE:
 5
             MR. ORODENKER: Chair Giovanni?
 6
             CHAIR GIOVANNI: Aye.
 7
             MR. ORODENKER: Thank you, Mr. Chair. The
 8
   motion passes with nine votes unanimously.
 9
             CHAIR GIOVANNI:
                               Thank you.
10
             And thanks to all the parties who
11
   participated today and to the public. Thank you to
12
   my fellow commissioners.
13
             If there's no further business today. This
14
   meeting is adjourned.
15
              (WHEREUPON, the meeting concluded at 12:26
16
   p.m.)
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CERTIFICATE I, Davilyn Payne, do hereby certify that the proceeding named herein was professionally transcribed on the date set forth in the certificate herein; that I transcribed all testimony adduced and other oral proceedings had in the foregoing matter; and that the foregoing transcript pages constitute a full, true, and correct record of such testimony adduced and oral proceeding had and of the whole thereof. IN WITNESS HEREOF, I have hereunto set my hand this 22nd day of December, 2022. Davilyn Payne Davilyn Payne