

STATE OF HAWAII LAND USE COMMISSION

June 10, 2025

State of Hawai'i Land Use Commission Department of Business and Economic Development and Tourism P.O. Box 2359 Honolulu, Hawai'i 96804-2359

Attention: Daniel E. Orodenker, Executive Officer

By electronic mail: daniel.e.orodenker@hawaii.gov and dbedt.luc.web@hawaii.gov

Re: 2024 Annual Report to the Land Use Commission (Condition 22)

Docket No. A21-810 (Pūlama Lāna'i Hōkūao 201H Housing Project on Lāna'i)

To Chairperson and Members of the Land Use Commission:

As required by Condition No. 22 of the Finding of Fact, Conclusion of Law, and Decision and Order, dated November 24, 2021 ("D&O"), in the above described docket Lāna'i Resorts, LLC (dba Pūlama Lāna'i), hereby submits this annual report (Exhibit A) to the Land Use Commission ("Commission").

The project is near completion and expected to be completed by the end of 2025.

Should you have any questions, please contact me at kdancil@pulamalanai.com or 808-237-2216.

Very truly yours,

Senior Vice President

Keiki-Pua S. Dancil, Ph.D.

cc: Ms. Mary Alice Evans, Director, Office of Planning and Sustainable Development, State of Hawai'i, Ms. Kate Blystone, Director, County of Maui Planning Department

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EXHIBIT A: ANNUAL STATUS REPORT

Number	Condition	Status		
County Con	County Conditions			
1	No condominium property regimes are allowed within the Hōkūao project site. No further subdivision of land for additional dwellings is allowed within the Hōkūao project site.	Petitioner acknowledges the condition. There are no condominium property regimes within the Hōkūao project site and no further subdivision of land for additional dwellings.		
2	Petitioner must establish a policy to affirmatively protect any Pūlama Lāna'i employee residing within the Project to express themselves freely, even in opposition to Pulama Lana' i or its affiliates, without fear of retaliation from the company, or loss of home or employment.	This condition is completed. Pūlama Lāna'i has had an "antibullying" policy, long before the condition was imposed.		
3	The Project's proposed one-acre park and community center must be completed prior to construction of the last market rate unit.	The building permits (B2024-00226 and LPAP2024-00005) for the community center were submitted on February 23, 2024 and March 14, 2024, respectively and approved on March 12, 2025 and March 11, 2025, respectively. Construction is estimated to be completed by the end of 2025.		
4	Petitioner must reserve 10 residential workforce housing units for teachers in grades Pre- K through 12 residing on Lāna'i. Teachers will be required to complete the same application and verification process as any other applicant. Should there be fewer than 10 teachers who apply or qualify for units, the remaining reserved units may be offered to other qualified applicants. Developer must coordinate with the Department of Housing and Human Concerns to establish the specific procedures for implementing the selection priority for teachers.	Petitioner acknowledges the condition. As of the date of this report, there are six (6) teachers residing at Hōkūao and we have not received any additional applications.		
5	Petitioner must act in good faith and with best efforts to develop internal roads, side- walks, and pathways that promote safety and accessibility, multimodal transportation, and "Vision Zero Maui" and "Complete Streets" principles.	This condition is completed. The internal roads and sidewalks have been completed, and these promote safety and accessibility.		

Number	Condition	Status
6	Petitioner must develop a stub out for water and a stub out for wastewater in coordination	This condition is completed.
	with, and for the use of, the County's Lana'i	A stub out for water and wastewater
	Affordable Housing Project on the parcel	has been established adjacent to the
	adjacent to the Hōkūao Housing Project.	County's Lāna'i Affordable Housing
		Project.
7	Petitioner must develop all residential	Petitioner acknowledges the
	workforce housing units, including related	condition. As of the date of this
	roads and infrastructure, before or	report, all the homes (150) have been
	concurrently, and at the same ratio with the	constructed and 149 (76 affordable
	market rate units.	and 73 market) are rented to the
		workforce on Lāna'i.
		One (1) market unit is being used as a
		model unit and will not be rented until
		the community center is completed,
		per Condition 3.
8	Petitioner must complete construction of all	This condition is completed.
	residential workforce housing units, with	
	related roads and infrastructure, within 10	All residential workforce housing units
	years of receiving the first building permit,	(150), related roads, and
	except that an extension may be granted by	infrastructure have been completed.
	Maui County Council approval by County	
_	Resolution.	
9	The County Resolution and Exemptions will	This condition is completed.
	lapse and become void if construction of the	
	units has not started within two years of	All residential workforce housing units
	receiving approved building permits for the	(150), related roads, and
10	residential workforce housing unit.	infrastructure have been completed.
10	The County Resolution and Exemptions will	This condition is completed.
	lapse and become void if the required District	The DRA was grated as Nevember 24
	Boundary Amendment (DBA) is not granted	The DBA was grated on November 24,
	within two years of the effective date of the	2021, within two months of the
	County Resolution.	County Resolution and Exemptions (CR 21-136).
11	Short-term rental homes and other transient	Petitioner acknowledges the
	accommodations are prohibited within the	condition. There are no short-term
	Project.	rental homes and other transient
		accommodations at Hōkūao.
12	Rental of residential workforce housing units at	Petitioner acknowledges the
	market rate is prohibited, even in the	condition.
	temporary absence of income-qualified	
	applicants.	

Number	Condition	Status
13	Petitioner must satisfy the conditions of Chapter 14.12, Maui County Code, Water Availability.	This condition is completed. Water Service is provided by Lāna'i Water Company and they have certified that there is water available for the full development of Hōkūao.
14	Petitioner must develop and manage the Project in substantial compliance with all representations made to the County Council and its Affordable Housing Committee to obtain approval of the County Resolution. The County has the right to deny the issuance of permits if, and as long as, the Developer is in breach of any of these Modifications	Petitioner acknowledges the condition.
Commissio	n Conditions	
15	Affordable housing. Petitioner shall provide affordable housing opportunities in accordance with the certification of the Project as an HRS § 201H-38 Project.	Petitioner acknowledges the condition.
16	Previously Unidentified Burials and Archeological/Historic Sites. In the event that historic resources, including human skeletal remains, are identified during construction activities, all work shall cease in the immediate vicinity of the find, the find shall be protected from additional disturbance, and SHPD shall be contacted immediately. Petitioner shall comply with all interim and/or permanent mitigation and preservation measures recommended and approved by the State Department of Land and Natural Resources, State Historic Preservation Division ("SHPD") SHPD and that the SHPD shall be notified in writing at the initiation of the Project.	Petitioner acknowledges the condition. On December 22, 2021, SHPD was notified that archaeological monitoring would commence. As of the date of this report, no human skeletal remains have been identified during construction activities.
17	BMPs. Petitioner shall implement all appropriate BMPs to minimize infiltration and run- off from construction and vehicle operations, reduce or eliminate soil erosion and ground water pollution, and formulate dust control measures to be implemented during and after the development process in accordance with DOH guidelines and County ordinances and rules.	Petitioner acknowledges the condition. As of the date of this report, there have been no issues regarding infiltration and run- off from construction and vehicle operations, soil erosion, and ground water pollution.

Number	Condition	Status
18	Compliance with Representations to the	Petitioner acknowledges the
	<u>Commission.</u> Petitioner shall develop the	condition.
	Petition Area in substantial compliance with	
	the representations made to the Commission.	
	Failure to so develop the Petition Area may	
	result in reversion of the Petition Area to its	
	former classification, or change to a more	
	appropriate classification.	
19	<u>Infrastructure Deadline.</u> Petitioner shall	This condition is completed.
	complete construction of the proposed	
	backbone infrastructure, which consists of the	
	primary roadways, internal roadways, water	
	supply, sewer, drainage and electrical	
	infrastructure within ten years from the date of	
	the Decision and Order approving the	
	reclassification of the Petition Area.	
20	Order to Show Cause. If Petitioner fails to	This condition is completed.
	complete the proposed backbone	
	infrastructure within ten years from the date of	
	the Decision and Order approving	
	reclassification of the subject Increment, the	
	Commission may issue and serve upon	
	Petitioner an Order to Show Cause and	
	Petitioner shall appear before the Commission	
	to explain why the Petition Area should not	
	revert to its previous State Land Use	
	Agricultural District classification, or be	
	changed to a more appropriate classification.	
21	Notice of Change of Ownership. Petitioner shall	Petitioner acknowledges the
	give notice to the Commission of any intent to	condition.
	sell, lease, assign, place in trust, or otherwise	
	voluntarily alter the ownership interests in the	
	Petition Area, at any time prior to completion	
	of development of the Petition Area.	

Number	Condition	Status
22	Annual Reports. Petitioner shall timely	Petitioner acknowledges the
	provide without any prior notice, annual	condition. Exhibit A herein is the
	reports to the Commission, OPSD, and the	annual report.
	County of Maui Planning Department, and their	
	respective successors, in connection with the	
	status of the development of the Petition Area	
	and Petitioner's progress in complying with	
	conditions imposed herein. The annual report	
	shall be submitted in a form prescribed by the	
	Executive Officer of the Commission. The	
	annual report shall be due on or before the	
	anniversary date of the Decision and Order for	
	the reclassification of the Petition Area.	
23	Release of Conditions. The Commission may	Petitioner acknowledges the
	fully or partially release the conditions	condition.
	provided herein as to all or any portion of the	
	Petition Area upon timely motion and upon the	
	provision of adequate assurance of satisfaction	
	of these conditions by Petitioner or its	
	successors and assigns.	
24	Preserving Water Resources. The Petitioner	Petitioner acknowledges the
	shall install water efficient fixtures and	condition. As of the date of this
	implement water efficient practices throughout	report, homes that have been
	the development to reduce the increased	constructed include water efficient
	demand on the area's freshwater resources.	fixtures and the landscaping includes
	Alternative water sources shall be used	conservation best management
	wherever practicable. The Petitioner shall	practices. The Community Center
	adopt landscape irrigation conservation best	includes water efficient fixtures and
	management practices (BMPs) endorsed by	the landscaping at the Community
	the Landscape Industry Council of Hawai'i.	Center and Park includes conservation
	,	best management practices.
25	Stormwater Management. The Petitioner	Petitioner acknowledges the
23	shall implement BMPs for stormwater	condition. As of the date of this
	management to minimize the impact of the	report, the area where homes have
	project to the existing area's hydrology while	been constructed include drainage
	maintaining on-site filtration and preventing	basins. There are no impacts to
	polluted runoff from storm events. The	Kaumālapa'u Right-of-Way, State
	Petitioner shall also contain, manage, and	drainage culverts, ditches and
	mitigate all stormwater run-off generated by	channels.
	the project onsite so as not to impact the	
	Kaumālapa'u Highway Right-of-Way, including	
	existing State drainage culverts, ditches, and	
	channels.	

Number	Condition	Status
26	FAA Notice of Construction. Prior to	Petitioner acknowledges the
	construction, the Petitioner shall submit FAA	condition.
	Form 7460-1 Notice of Construction or	
	alteration pursuant to the Code of Federal	
	Regulations, Title 14, Part 77.9. Construction	
	equipment and staging area heights, including	
	heights of temporary construction cranes, shall	
	be included in the submittal.	
27	Notification of Proximity to Lāna'i Airport.	Petitioner acknowledges the
	The Petitioner shall notify and disclose to all	condition. Language that addresses
	prospective lessees within the Project, as	this condition has been included in the
	part of any conveyance document (lease,	tenant leases.
	rental agreement, etc.) required for the	
	transfer of real property or any interest in	
	real property, of the potential adverse	
	impacts of aircraft activity at and from the	
	Lāna'i Airport such as noise, right of flight,	
	emissions, vibrations, and other incidences of	
	aircraft operations.	
28	Hazards to Aircraft Operations. The	Petitioner acknowledges the
	Petitioner shall work with DOT to minimize	condition.
	hazards to aircraft operations from Lāna'i	
	Airport, including but not limited to impacts	
	from wildlife attractants, maturity heights of	
	trees, PV systems glint and glare, and radio	
	frequency interference. Stormwater	
	retention basins shall be designed,	
	engineered, constructed, and maintained to	
	prevent standing water from accumulating	
	for periods longer than 48 hours after a	
	storm event. The Petitioner shall mitigate	
	any hazardous conditions to aircraft	
	operations from the Airport upon	
	notification by the Hawaii Department of	
	Transportation, Airports Division and/or the	
	FAA.	

Number	Condition	Status
29	Endangered Hawaiian Hoary Bat. Because of the potential for the State listed Hawaiian Hoary Bat to occur in the vicinity of the project area, the Petitioner shall avoid removing any trees during the bat birthing and pup rearing season (June 1 through September 15). If this cannot be avoided, woody plants greater than 15 feet tall shall not be disturbed, removed, or trimmed without consulting the State DLNR-DOFAW	This condition is completed.
30	Impacts to Seabirds. For night time lighting that might be required, Petitioner shall install fully shielded lights to minimize adverse impacts to passing seabirds. Petitioner shall also avoid nighttime work that requires outdoor lighting during the seabird fledging season from September 15 through December 15.	Petitioner acknowledges the condition.
31	Invasive Species. The Petitioner shall minimize the movement of plant or soil material between worksites, such as in fill, so as to prevent the spread of invasive fungal pathogens, and minimize importing soil or other plant material from off-island. Imported plants used in landscaping shall first be quarantined in an enclosed location away from the project site, and all imported plants shall be inspected to ensure that they are free from invasive species that could arrive inadvertently.	Petitioner acknowledges the condition.
32	Cook Pines. Petitioner shall preserve or relocate the mature Cook pines from the row mauka of the Community Gardens as identified in the Cultural Impact Assessment within the project area if practicable.	This condition is completed.