
HOUSE CONCURRENT RESOLUTION

REQUESTING THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY, IN
COLLABORATION WITH THE DEPARTMENT OF LAND AND NATURAL
RESOURCES, THE DEPARTMENT OF BUDGET AND FINANCE, AND THE
DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT, AND TOURISM,
TO DEVELOP A VIABLE FINANCIAL PLAN TO ASSIST HONOLULU
MARINE WITH THE CONSTRUCTION OF ITS FACILITIES AT SAND
ISLAND.

1 WHEREAS, the transformation of Kakaako Makai from its old
2 and unkempt industrial setting to a neat and pleasant mix of
3 shopping, dining, and open space for public recreation required
4 the relocation of countless business operations, including the
5 impending move of Honolulu Marine to Sand Island; and
6

7 WHEREAS, many of these businesses, particularly those with
8 several years remaining on their state leases at Kakaako, have
9 been appropriately assisted with relocation and other costs; and
10

11 WHEREAS, Honolulu Marine, situated at Kewalo Basin midway
12 between Fisherman's Wharf and John Dominis Restaurant, without a
13 mortgage on its shipyard facilities and 15 years remaining on
14 its lease is well equipped and set up to conduct ship building
15 and repair operations; and
16

17 WHEREAS, the Legislature, by concurrent resolution in 2005,
18 authorized the lease of fast and submerged lands at Sand Island
19 to Honolulu Marine; and
20

21 WHEREAS, Honolulu Marine, in preparation for its move to
22 Sand Island, is constructing floating dry docks at the Kewalo
23 facilities, investing well over \$1,000,000 in material costs
24 alone; and



1 WHEREAS, the latest cost estimates for its required
2 facilities at Sand Island have ranged between \$4,000,000 to
3 \$6,000,000 and will create a severe hardship for Honolulu Marine
4 to effect a timely move; now, therefore,
5

6 BE IT RESOLVED by the House of Representatives of the
7 Twenty-third Legislature of the State of Hawaii, Regular Session
8 of 2006, the Senate concurring, that the Hawaii Community
9 Development Authority (HCDA), in collaboration with the
10 Department of Land and Natural Resources, Department of Budget
11 and Finance, and Department of Business, Economic Development,
12 and Tourism, is requested to provide assistance to Honolulu
13 Marine in this state-initiated move by helping to determine the
14 most cost-effective financing option for Honolulu Marine,
15 including but not limited to:
16

- 17 (1) Special purpose revenue bonds;
18
19 (2) The issuance of reimbursable bonds with debt service
20 paid for by Honolulu Marine through an appropriate
21 lease/fee arrangement; and
22
23 (3) Any other financing arrangement;
24

25 and
26

27 BE IT FURTHER RESOLVED that HCDA is further requested to
28 develop plans to address environmental and clean-up concerns
29 relating to the move; and
30

31 BE IT FURTHER RESOLVED that HCDA is further requested to
32 report its findings and recommendations, including any proposed
33 legislation, to the Legislature not later than 20 days prior to
34 the convening of the Regular Session of 2007; and
35

36 BE IT FURTHER RESOLVED that certified copies of this
37 Concurrent Resolution be transmitted to the Executive Director
38 and Chairperson of the Hawaii Community Development Authority,
39 Chairperson of the Board of Land and Natural Resources, Director
40 of Finance, and Director of Business, Economic Development, and
41 Tourism.

