



**DEPARTMENT OF BUSINESS,
ECONOMIC DEVELOPMENT & TOURISM**

LINDA LINGLE
Governor
THEODORE E. LIU
Director
MARK K. ANDERSON
Acting Deputy Director

No. 1 Capitol District Building, 250 South Hotel Street, 5th Floor, Honolulu, Hawaii 96813
Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804
Web site: www.hawaii.gov/dbedt

Telephone: (808) 586-2355
Fax: (808) 586-2377

Statement of
Sandra Pfund
Chief Executive Officer
Aloha Tower Development Corporation
before the Committee on
Tourism and Government Operations
Tuesday, April 15, 2008
1:00 p.m.
State Capitol, Conference Room 229

in consideration of
HCR 245, HD1, PROPOSED SD1
REQUESTING THE AUDITOR TO CONDUCT AN AUDIT OF THE
ALOHA TOWER DEVELOPMENT CORPORATION,
PARTICULARLY WITH REGARD TO ITS LAWSUITS RELATING
TO ITS DEVELOPMENT CONTRACTS, PROJECTS, AND
PROCUREMENT PRACTICES, THE JUSTIFICATION FOR
ITS EXISTENCE, AND ITS MISSION

Chair Nishihara, Vice-Chair Kim and members of the committee on Tourism and
Government Operations.

The Aloha Tower Development Corporation (ATDC) Board of Directors has not had the
opportunity to review and provide its position on HCR 245, HD1, PROPOSED SD1. However,
the proposed SD1 is substantively in the form of SCR 54, and the ATDC Board voted
unanimously to take the following position regarding SCR54 at its Board meeting on April 2,
2008:

The ATDC Board does not oppose an audit under SCR54 subject to the following concerns:

1. objection to the overall negative and argumentative tone of the resolution;
2. the audit should not apply to any pending litigation, nor does the Board waive any attorney/client privilege in any past, present or future matters; and
3. there are inaccuracies in the statement of facts.

The ATDC Board of Directors will be provided a copy of the proposed SD1 and may vote on its position regarding this latest draft at its next regularly scheduled meeting on April 30, 2008.

Thank you for the opportunity to provide testimony on this measure.