NEILABERCROMBIE GOVERNOR STATE OF HAWAFI



LATE TESTIMONY

ALBERT "ALAPAKI" NAHALE-A CHARMAN HAWAHAN HOMES COMMISSION

MICHELLE K. KAUHANE DEPUTY TO THE CHAIRMAN

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STATE OF HAWAI'I DEPARTMENT OF HAWAIIAN HOME LANDS

P.O. BOX 1879 HONOLULU, HAWAII 96805

TESTIMONY OF ALAPAKI NAHALE-A, CHAIRMAN

HAWAIIAN HOMES COMMISSION

BEFORE THE HOUSE COMMITTEES ON WATER, LAND & OCEANS RESOURCES AND HOUSING

IN SUPPORT OF

HB 2528, RELATING TO THE DEPARTMENT OF HAWAIIAN HOME LANDS

February 15, 2012

Chair Chang, Chair Cabanilla and Members of the Committees:

The Department of Hawaiian Home Lands strongly supports HB 2528, which extends the sunset date of the peak-draw provision of Act 187 (2010) from June 30, 2012, to June 30, 2015. This bill is part of the Governor's administrative package by request of our department.

In 2010, the legislature passed this provision because it found existing procurement requirements unnecessarily delayed the delivery of affordable homes to Hawaiian Home Lands applicants. The law enables the department to act more like a private developer/contractor by allowing our staff to encumber construction contracts with the peak value of the proposed development, instead of having full capitalization funding on hand.

In the time since the passage of Act 187, the economic conditions in Hawaii, and the timing of our projects, did not provide the department an opportunity to implement the pilot program. However, the department anticipates needing this pilot program immediately and over the next three years to manage a number of upcoming projects.

The three-year sunset extension allows this administration to take full advantage of the peak-draw provision to create and deliver homestead opportunities to as many of our 42,000 applicants as possible.

Mahalo for the opportunity to testify in strong support of this important measure.

LATE TESTIMONY

From:

mailinglist@capitol.hawaii.gov

Sent:

Tuesday, February 14, 2012 11:10 PM

To: Cc: WLOtestimony info@schha.com

Subject:

Testimony for HB2528 on 2/15/2012 9:00:00 AM

Testimony for WLO/HSG 2/15/2012 9:00:00 AM HB2528

Conference room: 325

Testifier position: Support Testifier will be present: No

Submitted by: Kimo Kelii, Vice President

Organization: Nanakuli Hawaiian Homestead Community Assn., SCHHA

E-mail: <u>info@schha.com</u> Submitted on: 2/14/2012

Comments: