



SB2790 SD1
RELATING TO THE DEPARTMENT OF HAWAIIAN HOME LANDS
House Committee on Finance

March 28, 2012

10:00 a.m.

Room 308

The Office of Hawaiian Affairs (OHA) **SUPPORTS** SB2790 SD1, which extends the sunset date of 2010's Act 187 from 2012 to 2015.

This bill allows the Department of Hawaiian Homelands (DHHL) to begin construction on its projects without having full capital costs on hand. This puts DHHL on similar financial footing to other developers who are managing multiple projects. This would enable DHHL to provide enhanced service to its beneficiaries, who are also OHA's beneficiaries.

Therefore, OHA urges the committee to PASS SB2790 SD1. Mahalo for the opportunity to testify on this important measure.



STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

P. O. BOX 1879
HONOLULU, HAWAII 96805

TESTIMONY OF ALAPAKI NAHALE-A, CHAIRMAN
HAWAIIAN HOMES COMMISSION
BEFORE THE HOUSE COMMITTEE ON FINANCE
IN SUPPORT OF

SB 2790 SD 1, RELATING TO THE DEPARTMENT OF HAWAIIAN HOME LANDS

March 28, 2012

Chair Oshiro, Vice-Chair Lee and Members of the Committee:

The Department of Hawaiian Home Lands strongly supports SB 2790 SD 1, 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.

Act 187 (2010) amended §37-40, Hawaii Revised Statutes, to allow us to incur an expenditure from our trust funds in excess of the amount standing to the credit of our trust fund subject to certain conditions approved by the Director of Finance and the Governor. This is a tool that helps our department better manage our cash flow and resources so we can better meet our mission and return native Hawaiians to our trust lands through homestead awards.

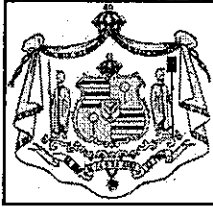
Since Act 187 was passed, the economic conditions in Hawaii and the timing of our projects have not provided an opportunity to implement the pilot program. When the legislation for the Act was introduced in 2009, our department had five projects lined up to which we could have applied this exception. These projects include 45 units

in Kona, 139 units in Kapolei, 52 units in Waimanalo, 36 units in Anahola, and the 19 units at our energy-efficient Kaupuni Village in Waianae. The previous administration encumbered contracts for these projects and started construction before the bill was passed and signed into law.

Looking forward, the department anticipates needing this pilot program immediately and over the next three years to manage a number of upcoming projects, including additional units in Kapolei and a potential rental project. 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.

There is no cost to the implement this program, as there is no cost to the State to extend the sunset. Again, this exception is a tool for greater efficiency, and the language in the original legislation provides for checks, balances, and other requirements.

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



Association of Hawaiian Civic Clubs

P. O. Box 1135

Honolulu, Hawai'i 96807

TESTIMONY OF PRESIDENT SOULEE STROUD

SB2790,SD1(HSCR1034-12) RELATING TO THE DEPARTMENT OF HAWAIIAN HOME LANDS

HOUSE COMMITTEE ON FINANCE

Wednesday, March 28, 2012; 10:00 am; Room 308

Aloha Chairman Oshiro and members of the House Committee on Finance. I am Soulee Stroud, president of the Association of Hawaiian Civic Clubs here to support SB2790,SD1 that would extend the repeal date of Act 187, SLH 2010.

This extension would allow the Department of Hawaiian Home Lands to continue the pilot project to begin housing and other projects without the full cost of the project on hand when the project starts.

We urge passage of this bill. Mahalo.

Contact: jalna.keala2@hawaiiantel.net

FINTestimony

From: mailinglist@capitol.hawaii.gov
Sent: Monday, March 26, 2012 8:55 AM
To: FINTestimony
Cc: apohi21@gmail.com
Subject: Testimony for SB2790 on 3/28/2012 10:00:00 AM

Testimony for FIN 3/28/2012 10:00:00 AM SB2790

Conference room: 308
Testifier position: Oppose
Testifier will be present: No
Submitted by: Bill Brown
Organization: Aupuni O Hawai'i
E-mail: apohi21@gmail.com
Submitted on: 3/26/2012

Comments:

Aloha,

We stand on our previous testimony, thank you for the opportunity to testify.

'Owau,

Bill Brown

Aupuni O Hawai'i

FINTestimony

From: mailinglist@capitol.hawaii.gov
Sent: Monday, March 26, 2012 9:03 AM
To: FINTestimony
Cc: apohi21@gmail.com
Subject: Testimony for SB2790 on 3/28/2012 10:00:00 AM

Testimony for FIN 3/28/2012 10:00:00 AM SB2790

Conference room: 308
Testifier position: Oppose
Testifier will be present: No
Submitted by: Samson Brown
Organization: Individual
E-mail: apohi21@gmail.com
Submitted on: 3/26/2012

Comments:

Aloha,

I stand on my previous testimony on this measure and once again oppose this bill for its merits of smoke and mirrors. Mahalo for the opportunity to share our mana'o.

'Owau,

Samson Brown

Aupuni O Hawai'i