NEIL ABERCROMBIE GOVERNOR STATE OF HAWAII



JOBIE M. K. MASAGATANI CHAIRMAN HAWAIIAN HOMES COMMISSION

DARRELL T. YOUNG DEPUTY TO THE CHAIRMAN

## STATE OF HAWAII DEPARTMENT OF HAWAIIAN HOME LANDS

P. O. BOX 1879 HONOLULU, HAWAII 96805

TESTIMONY OF JOBIE M. K. MASAGATANI, CHAIRMAN HAWAIIAN HOMES COMMISSION BEFORE THE SENATE COMMITTEE ON WAYS AND MEANS IN SUPPORT OF

HB 2288 HD 1, RELATING TO THE DEPARTMENT OF HAWAIIAN HOME LANDS

March 28, 2014

Aloha Chair Ige, Vice-Chair Kidani, and Members of the Committee:

The Department of Hawaiian Home Lands (DHHL) is in strong support of this bill which enables the department to dispose of improvements that it owns or controls, or space within these improvements, on Hawaiian home lands through direct negotiations. This bill is part of the Governor's administrative package by request of our department.

The department currently owns buildings and warehouses on our lands and as certain general leases expire the department will become the owner of even more of these improvements. The department has the authority to dispose of these improvements pursuant Chapter 102, Hawaii Revised Statutes, but it is currently not feasible to lease space for just a short term. The ability to dispose of these improvements, or space therein, through direct negotiations for a term less than five year would allow the department greater flexibility to generate revenue on its lands.

Thank you for your consideration of our testimony.