STAND. COM. REP. NO. 3687

Honolulu, Hawaii APR 20 2006

RE: H.C.R. No. 30

H.D. 1 S.D. 1

Honorable Robert Bunda President of the Senate Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committee on Water, Land, and Agriculture, to which was referred H.C.R. No. 30, H.D. 1, entitled:

"HOUSE CONCURRENT RESOLUTION URGING THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY TO IMMEDIATELY RESCIND BOTH ITS REQUEST FOR PROPOSALS AND ANY CONTRACT OR AGREEMENT AWARDED, OR COMMITMENT MADE, TO ALEXANDER & BALDWIN PROPERTIES, INC., FOR THE DEVELOPMENT OF KAKAAKO MAKAI,"

begs leave to report as follows:

The purpose of this measure is to urge the Hawaii Community Development Authority to immediately rescind both its request for proposals and any commitment made to Alexander & Baldwin Properties, Inc. for the development of Kakaako Makai.

Testimony in support of this measure was submitted by a City and County of Honolulu council member, Friends of Kewalo Basin Park Association, the Hawaii State Bodysurfing Association, and the Integrated Agriculture Network, Save Our Kaka`ako Coalition, and thirty-one individuals. Testimony in opposition to this measure was submitted by two individuals. Comments were also submitted by the Hawaii Community Development Authority, Alexander & Baldwin Properties, Inc., and one individual.

The State must demonstrate its commitment to withhold its valuable lands from development for short-term gains in exchange for the long-term good of its residents and the future of generations to come. Accordingly, your Committee finds that the

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Hawaii Community Development Authority is urged to reevaluate the current proposed project in the Kakaako Makai area.

Your Committee has amended this measure by:

- (1) Requesting the Hawaii Community Development Authority to immediately convene a working group to engage interested stakeholders, particularly the groups and individuals that have surfaced in this controversy, to meaningfully participate in the development, acceptance, and implementation of any future plans for the development of Kakaako Makai; and
- (2) Making technical, nonsubstantive changes for clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Water, Land, and Agriculture that is attached to this report, your Committee concurs with the intent and purpose of H.C.R. No. 30, H.D. 1, as amended herein, and recommends its adoption in the form attached hereto as H.C.R. No. 30, H.D. 1, S.D. 1.

Respectfully submitted on behalf of the members of the Committee on Water, Land, and Agriculture,

RUSSELL S. KOKUBUN, Chair

mells.

The Senate Twenty-Third Legislature State of Hawaii

Record of Votes of the Committee on Water, Land and Agriculture (Bills and Resolutions)

Measure:* Committee Referral: Date: 4/1/06				
The committee is reconsidering its previous decision on this measure.				
If so, then the previous decision was to:				
The Recommendation is to:				
Pass, unamended Pass, with amendments Hold Recommit (2312) (2311) (2310) (2313)				
Members	Ayes	Ayes(WR)	Nays	Excused
KOKUBUN, Russell S. (C)				
HOOSER, Gary L. (VC)				
ENGLISH, J. Kalani				~
FUKUNAGA, Carol				
HEMMINGS, Fred				
	9			
TOTAL	5			2
Recommendation: Adopted Not Adopted				
Chair's or Designee's Signature:				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

^{*}Do <u>not</u> list more than one measure per Record of Votes.

HOUSE CONCURRENT RESOLUTION

URGING THE HAWAII COMMUNITY DEVELOPMENT AUTHORITY TO IMMEDIATELY RESCIND BOTH ITS REQUEST FOR PROPOSALS AND ANY CONTRACT OR AGREEMENT AWARDED, OR COMMITMENT MADE, TO ALEXANDER & BALDWIN PROPERTIES, INC. FOR THE DEVELOPMENT OF KAKAAKO MAKAI.

WHEREAS, the area mauka of Ala Moana Boulevard within the Kakaako Community Design District (Kakaako Mauka) is studded with some of the State's highest high-rise residential buildings, with some structures approaching 400 feet; and

WHEREAS, in October 2002, the Hawaii Community Development Authority (HCDA) adopted the "Waterfront Business Plan" covering the use and development of the area makai of Ala Moana Boulevard, between Kewalo Basin and the University of Hawaii, John A. Burns School of Medicine (Kakaako Makai); and

WHEREAS, in January 2005, HCDA issued a Request for Proposals for Kakaako Makai to which there were 15 respondents; and

WHEREAS, in September 2005, HCDA selected Alexander and Baldwin Properties, Inc. (A&B Properties), over five other plans, because HCDA found that at the time, it best met desired criteria, including open space for public use; and

WHEREAS, public reaction to the A&B Properties' project prompted A&B Properties to resubmit a "scaled down" version of the project in December 2005, which continues to receive strong public opposition; and

WHEREAS, Kakaako Makai is such an opportunity for a large open space park with learning centers that cannot be trumped by the short-term need to finance the State's participation in the development of the Kakaako Community Design District (District); and

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WHEREAS, the State must demonstrate its commitment to withhold its valuable lands from development for short-term gains in exchange for the long-term good of its residents and the future generations to come; and

WHEREAS, in establishing the HCDA, the Legislature, as expressed in section 206E-1, Hawaii Revised Statutes (HRS), believed that the "authority will result in communities which serve the highest needs and aspirations of Hawaii's people"; and

WHEREAS, the mixed use mandate of the District where people can live, work, visit, and play must be implemented in a complementary manner that recognizes the "live and work" land uses of Kakaako Mauka and the "learn and play" land uses of Kakaako Makai; and

WHEREAS, the density of the urban core of Honolulu mandates that every opportunity to create open space should be availed for the public health and welfare; and

WHEREAS, HCDA has led the Legislature to believe that HCDA and A&B Properties are currently in the stage of negotiations in which only a non-binding award of the master development rights contract has been awarded to A&B Properties, and no binding letter of intent or development agreement has been entered into; and

WHEREAS, judging from the volume of public opposition to A&B Properties' "scaled down" version of its project, the Legislature finds that A&B Properties' projects regarding Kakaako Makai does not serve the highest needs and aspirations of all segments of Hawaii's community; now, therefore,

BE IT RESOLVED by the House of Representatives of the Twenty-third Legislature of the State of Hawaii, Regular Session of 2006, the Senate concurring, that HCDA is urged to immediately rescind both its Request for Proposals and any contract or agreement awarded to, or commitment it may have with A&B Properties, Inc., to develop Kakaako Makai; and

BE IT FURTHER RESOLVED that the Hawaii Community Development Authority immediately convene a working group of interested stakeholders, particularly the groups and individuals that have surfaced in this controversy, to meaningfully

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participate in the development, acceptance, and implementation
of any future plans for the development of Kakaako Makai; and

BE IT FURTHER RESOLVED that a certified copy of this
Concurrent Resolution be transmitted to the Hawaii Community
Development Authority.