



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

DAVID Y. IGE  
GOVERNOR

LUIS P. SALAVERIA  
DIRECTOR

MARY ALICE EVANS  
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](http://www.hawaii.gov/dbedt)

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

Statement of  
**LUIS P. SALAVERIA**  
Director  
Department of Business, Economic Development and Tourism  
before the

**SENATE COMMITTEE ON WAYS AND MEANS**

March 30, 2015 at 9:00 a.m.  
State Capitol, Room 211

In consideration of  
**S.C.R. 8, S.D. 1 APPROVING THE SALE OF THE LEASED FEE INTEREST IN  
41-665 INOAOLE STREET, WAIMANALO, HAWAII;**  
**S.C.R. 9 APPROVING THE SALE OF THE LEASED FEE INTEREST IN 41-575  
INOAOLE STREET, WAIMANALO, HAWAII;**  
**S.C.R. 10 APPROVING THE SALE OF THE LEASED FEE INTEREST IN 41-543  
INOA STREET, WAIMANALO, HAWAII;**  
**S.C.R. 11, S.D. 1 APPROVING THE SALE OF THE LEASED FEE INTEREST IN  
94-944 MEHEULA PARKWAY, NO. 153, MILILANI, HAWAII; and**  
**S.C.R. 12 APPROVING THE SALE OF THE LEASED FEE INTEREST IN 95-015  
KUAHELANI AVENUE, NO. 319, MILILANI, HAWAII.**

Chair Tokuda and Members of the Senate Committee on Ways and Means.

DBEDT supports S.C.R. 8, S.D. 1, S.C.R. 9, S.C.R. 10, S.C.R. 11, S.D. 1, and S.C.R. 12, all part of the Administration's legislative package. HHFDC is seeking legislative approval to sell the leased fee interest in these homes to their respective leasehold owners. HHFDC has met all statutory prerequisites to request approval of the sale of these parcels.

Accordingly, DBEDT respectfully requests that the Committee pass these concurrent resolutions. Thank you for the opportunity to provide written comments in support of these concurrent resolutions.



## SCR12

### APPROVING THE SALE OF THE LEASED FEE INTEREST IN 95-015 KUAHELANI AVENUE, NO. 319, MILILANI, HAWAII.

Senate Committee on Ways and Means

March 30, 2015

9:00 a.m.

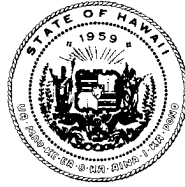
Room 211

The Office of Hawaiian Affairs (OHA) offers the following **COMMENTS** on SCR12, which approves the sale of the leased fee interest in an apartment in the Nahoia Apartments affordable housing condominium. **This parcel does not appear to be “ceded” land and OHA does not oppose the sale of this parcel.**

SCR12 was offered for consideration by the Legislature in accordance with Act 176, Session Laws of Hawai‘i (SLH) 2009, and Act 169, SLH 2011, as amended. Act 176 requires a two-thirds majority approval by both houses of the Legislature before any specific lands controlled by the state can be sold. In addition, state departments must prepare and submit legislative resolutions containing detailed information regarding their anticipated land transactions, and share these resolutions with OHA at least three months prior to the opening of the legislative session. See HRS §§ 171-64.7(c). This three months detailed notice provides OHA with sufficient time to determine whether the land being sold constitutes “ceded” Hawaiian Kingdom crown or government lands. This process also provides OHA, legislators, as well as members of the public sufficient time to ensure that the contemplated sale is fair, equitable, and in the best interests of the state.

The language of SCR12 was provided to OHA in compliance with the three month notice requirement for proposed dispositions of public lands. This allowed OHA to independently confirm that the subject parcel is not comprised of “ceded” lands. Accordingly, OHA does not oppose this sale.

Mahalo for the opportunity to testify on this measure.



**STATE OF HAWAII**

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT AND TOURISM  
HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION  
677 QUEEN STREET, SUITE 300  
Honolulu, Hawaii 96813  
FAX: (808) 587-0600

IN REPLY REFER TO:

Statement of  
**Craig K. Hirai**  
Hawaii Housing Finance and Development Corporation  
Before the

**SENATE COMMITTEE ON WAYS AND MEANS**

March 30, 2015 at 9:00 a.m.  
State Capitol, Room 211

In consideration of  
**S.C.R. 12 APPROVING THE SALE OF THE LEASED FEE INTEREST IN 95-015  
KUAHELANI AVENUE, NO. 319, MILILANI, HAWAII.**

The HHFDC supports S.C.R. 12. HHFDC is seeking legislative approval to sell the leased fee interest in this apartment unit to its leasehold owner. This apartment unit was built in 1974 as part of the Nahoia Apartments affordable for-sale development. Only 21 units out of the entire 231-unit development remain in leasehold.

The fair market value of the leased fee interest in this property as of June 1, 2014 was \$39,600.

A title search conducted by Title Guaranty of Hawaii on August 1, 2014, showed that the parcel upon which Nahoia Apartments is located was not classified as Government land previous to August 15, 1895.

HHFDC conducted a public meeting on the proposed sale on August 19, 2014, at Mililani High School, Mililani, Hawaii, following publication of notice in the Honolulu Star-Advertiser newspaper on August 14 and 18, 2014. There were no objections to the proposed sale raised at that time.

HHFDC has also worked with the Office of Hawaiian Affairs during the interim to keep them informed of these findings and intent to sell the leased fee interest in this unit. A copy of the draft resolution was provided to OHA on September 30, 2014.

We respectfully request your favorable consideration of this concurrent resolution. Thank you for the opportunity to provide written comments in support of this concurrent resolution.