

STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES
Land Division
Honolulu, Hawaii 96813

March 9, 2012

Board of Land and Natural Resources
State of Hawaii
Honolulu, Hawaii

MAUI & OAHU

Request to Write-Off Uncollectible Accounts on Maui and Oahu

BACKGROUND:

Pursuant to Section 4-82, Hawaii Revised Statutes, the directors, boards, or executive heads of executive departments may from time to time prepare and submit for review of the Attorney General a list of all uncollectible accounts in their departments. Such accounts as the Attorney General finds to be uncollectible shall be entered in a special record and be deleted from the accounts receivable records of the departments, which shall thereupon be relieved from any further accountability for their collection.

The following balances have been deemed uncollectible:

GL 4521 William F. Butzine

 Hana, Maui

Amount owing: \$12,100.00

This was a general lease for diversified agriculture purposes that commenced on September 1, 1976 and terminated on August 31, 2001. Annual rent was \$810.00. On July 17, 2001, the Maui District Land Agent sent a letter to the lessee reminding him that GL 4521 will be expiring on August 31, 2001, and to make arrangements for a site inspection of the subject land. This letter was returned with "Not at this address - unable to forward". The Maui Land District Office made arrangements to clean-up the subject land in the amount of \$12,100.00, which Land Division has not been able to collect.

The delinquency was turned over to Medcah, Inc. on August 4, 2003. In February 2011, Medcah, notified the Department they have exhausted all efforts to collect and are unable to do so.

04md185 Paulette Tau-a

Makawao, Maui

Amount owing: \$138.81

Pursuant to Paulette Tau-a's request for a revocable permit, Land Board approval was given on August 13, 2004, under agenda item D-9. This was a revocable permit for pasture purposes that commenced on October 11, 2003 and terminated on August 30, 2005. The monthly rent was \$13.00.

Tau-a failed to provide required tax clearances and insurance verification and the permit documents were never executed. Meanwhile the permittee continued to occupy the subject land. The Land Board at its meeting on August 26, 2005, agenda item D-8 rescinded its approval for a revocable permit.

The delinquency was turned over to Medcah, Inc. on April 6, 2009. On February 2011, Medcah notified the Department they have exhausted all efforts to collect and are unable to do so.

RP 7303 Quality Precast Products, Inc.

Ewa, Oahu

Amount owing: \$11,901.53

This is a revocable permit for storage yard and parking purposes that commenced on December 21, 2001 and terminated on June 13, 2003. The monthly rent was \$4,800.00.

The Land Board at its meeting of June 13, 2003, under agenda item D-16, terminated Revocable Permit No. S-7303 for failure to keep lease rental payments current.

The delinquency was turned over to Medcah, Inc. on January 27, 2004. In February 2011, Medcah notified the Department they have exhausted all efforts to collect and are unable to do so.

RECOMMENDATION:

That the Board approve of and recommend to the Attorney General that the above listed uncollectible accounts be deleted from the Department of Land and Natural Resources accounts receivable and placed in a special record and that, should any

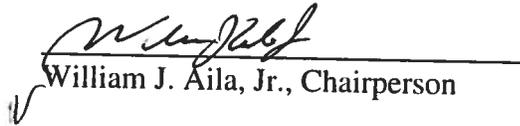
account so listed become collectible, that such account be transferred back to the current accounts receivable.

Respectfully Submitted,



Lydia M. Morikawa
Special Projects and Development Specialist

APPROVED FOR SUBMITTAL:



William J. Aila, Jr., Chairperson