1	LAND USE COMMISSION
2	STATE OF HAWAII
3	July 20, 2017
4	Maui Arts & Cultural Center
5	Morgado Meeting Room
6	One Cameron Way
7	Kahului, Maui, Hawai'i 96732-1137
8	
9	ACTION
10	A94-706 Ka'ono'ulu Ranch (Maui)
11	To consider acceptance of Pi'ilani Promenade North, LLC's and Pi'ilani Promenade South, LLC's Final
12	Environmental Impact Statement in support of their Motion for Order Amending the Findings of Fact,
13	Conclusions of Law, and Decision and Order Dated February 10, 1995, which reclassified approximately
14	88 acres at Ka'ono'ulu, Makawao-Wailuku, Maui, Hawai'i.
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22	BEFORE: Jean Marie McManus, CSR #156
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	McMANUS COURT REPORTERS 808-239-6148

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     APPEARANCES:
2
     EDMUND ACZON, Chair
      JONATHAN SCHEUER, Vice Chair
3
      ARNOLD WONG, Vice Chair
4
      COMMISSIONERS:
      GARY OKUDA
5
      LINDA ESTES
     NANCY CABRAL
6
      DAWN CHANG
     LEE OHIGASHI
7
8
      DIANE ERICKSON, ESQ.
      Deputy Attorney General
9
      STAFF:
10
      DANIEL ORODENKER, Executive Director
      RILEY K. HAKODA, Planner/Chief Clerk
11
     BERT K. SARUWATARI, Planner
12
     RANDAL SAKUMOTO, ESQ.
      LISA CATALDO, ESQ.
13
     Attorneys for Petitioner Ka'ono'ulu Ranch
14
      CURTIS TABATA, ESQ.
      BENJAMIN MATSUBARA, ESQ.
15
     Attorneys for Honua'ula Partners, LLC
16
      TOM PIERCE, ESQ.
     Attorney for Intervenors
17
     MICHAEL HOPPER, ESQ.
18
      Corporation Counsel County of Maui
      WILLIAM SPENCE, Director County of Maui
19
      ANN CUA, Planner
      Attorney for Maui County Department of Planning
20
      DAWN APUNA, ESQ.
21
      Deputy Attorney General, State of Hawai'i
     RODNEY FUNAKOSHI, Planner
22
     Attorney for State Office of Planning
23
24
25
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CHAIRPERSON ACZON: Good morning.

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This is the July 20th, 2017 portion of the Land Use Commission meeting A94-706 Ka'ono'ulu Ranch to consider the acceptance of the Final EIS.

Yesterday we had concluded the public testimony for this docket, and will now hear the parties' presentation of their cases.

The Chair to would like to remind the parties and the public that per HRS 11-200-23(d) that in the event that the agency fails to make a determination of acceptance or nonacceptance within 30 days of the Final EIS, then the statement shall be deemed accepted.

The Chair also would like to note for the parties and public that from time to time I'll be calling for a short break, at least an hour in between. Please use the microphones when you're speaking.

I understand that the parties agreed that we're going to switch around the presentation of cases. The Intervenor is going to go first, followed by the county, followed by OP, and lastly Petitioner.

Are we all in agreed?

MR. SAKUMOTO: Yes, Mr. Chairman.

MS. APUNA: Yes.

1	MR. HOPPER: No objection.
2	MR. PIERCE: Intervenors are in agreement.
3	CHAIRPERSON ACZON: Thank you.
4	I also want to ask the parties and
5	Commissioners that their questions should be limited
6	to the Petitioner's Final EIS, and should not go into
7	the merits Petitioner's Motion to Amend LUC's
8	Decision and Order in this docket. So to kind of get
9	the hearing going.
10	Mr. Pierce, please proceed to provide the
11	Commission with your comments on Petitioner's Final
12	EIS.
13	MR. PIERCE: What I propose to do today is
14	we'll be calling first Mark Hyde, and then Daniel
15	Kanahele, and then Dick Mayer, who is our expert, and
16	then Lucienne de Naie, and preserve some closing
17	comments for myself at end of the day.
18	CHAIRPERSON ACZON: Four witnesses?
19	MR. PIERCE: Calling Mark Hyde.
20	CHAIRPERSON ACZON: May I swear you in
21	first?
22	Do you swear that the testimony that you're
23	about to give is the truth?
24	THE WITNESS: I do.
25	CHAIRPERSON ACZON: Please state your name

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1 and address for the record.

THE WITNESS: My name is Mark Hyde, and I reside at 4320 East Waiola Loop in Kihei.

CHAIRPERSON ACZON: Please proceed.

## MARK HYDE

Was called as a witness by and on behalf of the

Intervenor, was sworn to tell the truth, was examined
and testified as follows:

## DIRECT EXAMINATION

## BY MR. PIERCE:

Q Good morning. If you could just tell the Commissioners a bit about your background.

A I have a political science degree, law degree. I've served as a law clerk to Santa Clara County Superior Courts. I've had a private practice of law in Silicon Valley for 16 years.

Thereafter, I became the CEO of a health maintenance organization in California. Served in that capacity for 11 years. Moved here 13 years ago. Put my boys in high school here, and have been engaged in many civic organizations and activities.

Q What is your capacity with the South Maui Citizens for Responsible Growth?

A I'm the President, Chairman of the Board and one of the founders of the organizations.

Q Why was that organization created?

A It was created specifically as a consequence of the proposed mega mall development back in 2012 where members of the community realized that there needed to be an organization that could bring litigation to address some of the concerns that were raised by that development.

At the time I believe I was on the board of KCA, Kihei Community Association, but it really is an organization that is designed to represent the entire community, and it really wasn't a suitable organization for commencing any kind of that activity.

Q How did South Maui Citizens for Responsible Growth become involved in the petition area?

A Well, the impotence -- I'm going to back up just a second to answer your question.

The impotence came from an article that appeared in the Maui News in January of 2012. It announced that the largest shopping center of Maui County was going to be built on Pi'ilani Highway, coupled by developer documents indicating that the intersection of Kaonoulu and Pi'ilani would have the highest traffic counts of any place in the county which is important for development purposes.

That was a shock to the community. I attended a Kihei Community Association meeting about two months later at which Mr. Spence and our councilmember were present, and they advised the standing-only room that the mega mall was fully entitled. There was nothing anybody could do about it. And we were chided for not having spoken up at the time we had an opportunity to speak to the project.

I was goded by a community member to dig deeper into this because it just didn't seem right, given that no one knew about it. I flew to Honolulu and I read the LUC file, reporter's transcript and the clerk's transcript. And what I found in that file was that they had presented -- the ranch had presented to this body --

Q And when you say the ranch, who are you speaking of?

A That was the prior Ka'olo'ulu Ranch represented to this body, and it was approved to develop a 123 lot light-industrial park on the property.

- O That was in 1995?
- A That's correct.

As a result of that, I brought back to Maui

this information. I presented it to the Planning

Director and the Director of Economic Development for

Maui County, and I recommended that they enforce the

Land Use Commission order, because under state law

that is the only obligation of the county. And they

refused to do it.

As a consequence, then we formed South Maui Citizens for Responsible Growth. We partnered with Maui Tomorrow and Daniel Kanahele. And we brought an intervention action here to challenge that project.

- Q What was the basis of the challenge? And that was called a Motion for Order to Show Cause?
  - A That's correct.

- Q What was the basis for that challenge?
- A The basis for the challenge was three-fold.

One, that the project that was being developed was not substantially in compliance with the representations made to the LUC in 1995.

Number two, that the developer's of that project had failed to file public progress reports that would inform the community of what it was that they were doing.

And third, that the order provided for the construction of a frontage road which was not part of the developer's plans.

1	Q And the Land Use Commission in 2012 and
2	2013 had hearings on this motion for an Order to Show
3	Cause?
4	A Yes, by a five to four vote the Commission
5	found that there was substantial likelihood that
6	there was noncompliance with the order, and set the
7	matter for a contested case hearing.
8	Q They found that as part of the contested
9	case hearing, right?
10	A That was subsequent. First you had to get
11	through the Order to Show Cause.
12	Q In other words, your point is that they
13	granted the Intervenor's Motion to Conduct an Order
14	to Show Cause Hearing?
15	A That's correct.
16	Q What were the results of the Order to Show
17	Cause Hearing?
18	A It was heard over three days in November.
19	Decided, I believe, in January, February, 2013. This
20	body found that the developers were in violation of
21	the 1995 order for failing to develop the property as
22	represented.
23	CHAIRPERSON ACZON: Does this have
24	something to do with acceptance of the EIS?

MR. PIERCE: Mr. Chair, I apologize, but I

felt, because all of the Land Use Commissioners here 1 were not here in 2012 and 2013 --2 3 CHAIRPERSON ACZON: I think the Commissioners read all the records. 4 5 MR. PIERCE: We are pretty much wrapped up 6 with that. 7 It also helps, Mr. Chair, for the purposes of Intervenor's explaining what their analysis is of 8 9 the current project. 10 Q So after that happened, at that point, Mr. 11 Hyde, the Pi'ilani asked for a stay of the contested case hearing, right? 12 13 Α Right. 14 And then they said that -- they asked for the stay if they filed a motion to amend, and also 15 16 they planned to file an EIS? 17 Α Correct. With respect to that, Pi'ilani has only a 18 portion of the property, right? 19 20 Α That's true. And then Honua'ula still is an owner of 21 22 another portion of the property as they were back 23 then, right? 24 Α That's correct.

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So for today's purposes we're only focused

on the Pi'ilani portion, although to the extent that 1 2 you think it's necessary to explain how that relates 3 to the Honua'ula side of the property, feel free to explain that to the Commission. 4 5 So based upon that, you've now explained South Maui Citizens' involvement, why they got 6 7 involved. Now, we have the EIS before us. And what I 8 9 want to get into is your analysis of the EIS. 10 Have you reviewed the EIS? 11 Α I've reviewed portions of it that were of 12 particular interest to our organization. 13 Did you make comments on the Draft EIS? 0 14 Yes, I did. Α 15 Did they respond to your comments? Q 16 Yes. Α 17 Did you feel that your comments were 18 appropriately responded to? 19 Α No. 20 Why don't you go ahead and tell us -- I 21 guess one of the things that also goes back to the 22 original project, would you describe to us what the

A Well, that's difficult, quite frankly.

It's one of the issues that came up earlier. Pardon

proposed action is in the EIS?

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24

me for going back.

One of the issues in the 1995 order was what did they really represent to the Commission.

And there was an effort to convince the Commission at the hearing in 2012 that a 123 lot light-industrial park is the same thing as a four lot mega mall.

And they represented that, well, they just said it was a concept really, even though it was very detailed.

So with that background, when I look at what they're presenting to you now, which is a bubble map, it's very unclear as to what it's going to be.

I don't think they even know what it's going to be quite frankly.

Take, for instance, the component of the project that is supposedly for light industrial.

It's light industrial/commercial. What does that mean?

I had a meeting with the developer prior to the preparation of the statement. They said we don't know that there is going to be any light industrial on the property. I said why don't you connect the light industrial with the property to the north? That's a light industrial area, would make a great transition between the two. Oh, we're not going to

1 do that.

Then you look at south side of the property and it's business/commercial, but I think it's really retail. But who knows what it's going to be?

Q So do you think the EIS adequately describes the proposed action?

A Absolutely not. When I think forward, say three years from now, maybe this thing gets approved -- let's say this gets approved. And they start building whatever they're building. How would you ever grab onto what's happened to say this is what you represented to the Commission, because it's just totally unclear.

- Q In your comments on the Draft EIS, did you discuss the Kihei-Makena Community Plan?
  - A That's been my key focus in this project.
- Q What was your concern with the community plan?

A My concern goes to how this county plans its lands, and how do you retain your promise to the people about how your community is going to be developed.

And this project legally and factually is completely at odds with the Kihei-Makena Community Plan. And the discussion of that is so sparse, and

I've raised the issues with them legally if got great detail. I've talked about the Gatri versus Blaine.

Talked about Leone vs. County of Maui. I've talked about the purpose of community plans. The wording of the community plan. The explicit way in which the community plan bakes in this particular light industrial project in a unique way, unlike any other piece of property in South Maui, because of the nature and the history of the community plan.

You see, the ranch came to you in 1995 and got approval to build a 123 lot light-industrial park. Then it went to the county and got baked into -- because it had to, you ordered that they get a community plan amendment; ordered that they get light-industrial zoning, which they did.

They went to the county and they presented the same 123 lot light-industrial park plan to the county, and got light industrial zoning.

MR. SAKUMOTO: Mr. Chairman, I think the ten-minute time limit has been exceeded.

CHAIRPERSON ACZON: We didn't put any time limit on the witnesses.

MR. SAKUMOTO: I'm sorry, I thought I understood that the Intervenor's witnesses were going to be given ten minutes as opposed to the three

1 minutes.

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2 CHAIRPERSON ACZON: I wasn't aware of that.

MR. SAKUMOTO: I'm sorry, I misheard the request that Mr. Pierce made then. I thought he was asking for additional time for his -- that would be ten minutes for each of his four witnesses.

CHAIRPERSON ACZON: If they decided to be public witness, they had to abide by the three minutes.

MR. SAKUMOTO: Okay.

VICE CHAIR SCHEUER: I would appreciate focusing on the EIS as much as possible. We do have a lot to go through today.

MR. PIERCE: Thank you, Commissioners, for your patience, and we are wrapping up.

Q So why is, on Page 270 of the Final EIS -- I'm going to read a quote.

It says: The County of Maui has interpreted the Pi'ilani Promenade project as complying with the KMCP, as the KMCP provides that the goals and objectives are guidelines to the ultimate implementation of the plan. End of quote.

Do you agree with that?

A Absolutely not. That's legally and factually incorrect, and I'll tell you why.

Legally this is a very unique situation because twice Hawai'i courts have ruled that the Kihei-Makena Community Plan specifically has the force and effect of law in Gotry and in Leone. And uniquely the County of Maui was a party to both of those decisions. They're bound by that finding and by that law.

So to make the statement in the EIS document that they're just suggestive is really incorrect and unsupportable.

Furthermore, factually this plan speaks specifically to this property, and it talks about all development being makai of the highway in four distinct areas on pages 17 and 18 of the plan.

And on page 18 it explicitly says that:

This piece of property is to be used for light industrial use with only minimal commercial intrusion, and only then to serve the interest of the light industrial users.

So factually it's very specific. Those words are not aspirational. Those words are very specific and enforceable.

Q Is it your understanding that the LUC Chapter 205 of the LUC law requires consistency with the community plan?

1 Absolutely. Α 2 Do you have anything further that you would 3 like to tell the Commissioners? 4 No. Thank you for your time and interest. CHAIRPERSON ACZON: Any questions for the 5 6 witness? 7 MR. SAKUMOTO: Just one question for you. CROSS-EXAMINATION 8 9 BY MR. SAKUMOTO: 10 So your testimony about the KMCP, if I'm 11 hearing you correctly, focuses on the apparent inconsistency between the zoning code and the KMCP; 12 is that correct? 13 14 There is no inconsistency between the zoning and the KMPC. The inconsistency lies in this 15 16 project, which does not abide by the explicit 17 language of the KMPC. 18 Q What parts of the project were you referring to? 19 20 The entire thing. If there was any 21 exception, it might be a small component of the light 22 industrial, if there is light industrial, but I think 23 that's vaque. 24 I'm sorry, was that your answer? 25 Yeah. Α

1 Are you saying then that the relationship 2 of the community plans in general, not talking about 3 the KMCP particularly, as it relates to the zoning code in general, apply islandwide? 4 5 I believe the holding in the Gatri case and 6 Leone case do apply more broadly to other community 7 plans, but I have not -- I've not read those plans 8 and those two cases were specific to our plan. 9 Thank you. Q 10 Α You're welcome. 11 MS. APUNA: No questions. 12 MR. HOPPER: No questions. CHAIRPERSON ACZON: Mr. Tabata. 13 14 MR. TABATA: Yes. Thank you, Mr. Chair. CROSS-EXAMINATION 15 16 BY MR. TABATA: 17 Mr. Hyde, are you aware of any other land 18 uses in the Kihei-Makena region that you believe is 19 inconsistent with the Kihei-Makena Community Plan? 20 I don't have any knowledge of that, no. I 2.1 haven't done that kind of a broad scan. 22 Q So, okay. 23 So this project is the only project that 24 you are aware of that you believe is inconsistent

with the community plan?

A Let me say this. I believe you represent Honua'ula.

Q Yes. I'm sorry, my name is Curtis Tabata.

A I think your project is also inconsistent with the plan.

Q Thank you.

This project is zoned M-1 light industrial, that's my understanding.

A That's correct.

Q Are there -- is there any inconsistency -- does this project have any inconsistency with that zoning designation?

A I believe it does. I think the county will tell you that it doesn't.

We've debated this, and this was raised in the discussion with the developer that if you read the county code, which says that light-industrial zoning is intended mostly to be common light industrial uses, warehousing, light assembly, that sort of thing, mostly defined in the dictionary as more than half.

The way the county interprets that is they completely ignore that, and I think they ignore logic, quite frankly, and they allow any kind of development basically in a light-industrial zone

except for heavy manufacturing. And therefore,

light-industrial zones become chaotic zones,

unpredictable. You can do B-1, B-2, B-3. You can do

apartments. You can do just about anything you want

to do, and of course, that's why they want it.

Yeah, I think that there is inconsistency there, and there's lack of enforcement by the county. I've discussed this with Mr. Spence.

Q So when you say that they allow B-1, B-2, B-3 and apartments, isn't it true that the zoning code specifically allows those uses in those other zoning districts?

A Yes.

Q B-1, B-2, B-3, apartments. So it's an expressed right?

A I think you have to read it in conjunction with the introduction, and with the concept of what does light industrial mean. If you ask somebody on the street what would you expect to find in a light-industrial zone, if the person was told clothing shops, and that's it, I think they would find that rather odd.

And that's why the introduction to the whole definition of light industry is to be mostly these common kinds of light-industrial uses.

- 1 Q Thank you, Mr. Hyde.
- 2 A You're welcome.

3 CHAIRPERSON ACZON: Thank you.

4 | Commissioners, any questions? Commissioner Okuda.

COMMISSIONER OKUDA: Mr. Hyde, you understand that, since you're a lawyer, that the issue here is sufficiency of the Environmental Impact Statement, not the merits of the project.

Do you agree with that?

THE WITNESS: Absolutely.

COMMISSIONER OKUDA: In fact, the Supreme Court in Kaleikini, K-A-L-E-I-K-I-N-I, versus Yoshioka, Y-O-S-H-I-O-K-A, 128 Hawai'i 53 at page 67, which is a 2012 case said that one of the issues here is whether or not the Environmental Impact Statement, and I quote:

Has been compiled in good faith and sets forth sufficient information to enable the decisionmaker to consider fully the environmental factors involved, and to make a reasoned decision after balancing the risks of harm to the environment against the benefits to be derived from the proposed action, as well as to make a reasoned choice between alternatives.

You agree that that's the law that applies

here?

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THE WITNESS: That sounds great, yeah.

without argument, because argument might come at a later stage about whether or not the project should be approved or not under the circumstances at that point in time, but can you give us a list, without argument, about what items of information are missing in this final or proposed Final EIS?

THE WITNESS: Yes, thank you.

What's missing is a robust discussion, a balanced discussion of the legalities with regard to this project compared to the Kihei-Makena Community Plan. There is no acknowledgement of Gatri. There's no acknowledgement of Leone. There's no discussion of those cases.

And furthermore, as a matter of law, those cases are res judicata vis-a-vis these Applicants.

This is not argument, I don't believe. They have a duty to define how their project fits within the policies and laws that govern the area. And the community plans is just that.

So you need a robust discussion about that.

And for them to not acknowledge that they are bound

by a Supreme Court decision, they are bound by a

Court of Appeals decision that finds that the plan that they dismiss as merely being suggestive, is unreasonable in the extreme.

COMMISSIONER OKUDA: I'm just looking for a list. So there is no discussion of these appellate cases. No discussion of the affect on the community plan.

Is there any other on information, and just a list, of what else you believe should have been in the EIS?

THE WITNESS: Yes.

I will expand on that just a bit, if I may.

Because there's no acknowledgment that the plan is binding, there is no real discussion of the impact this project will have on the future development of Kihei. Specifically, retail commercial development in the plan to address existing sprawl was limited to four distinct areas on pages 17 and 18 of the plan, which they don't really address, to control growth, to build a sense of place, and to reduce the automobile centricity of the community.

We heard yesterday, Jay Krigsman testified that if this project goes forward, which is like a range fire on the other side of the highway --

1	CHAIRPERSON ACZON: The Commissioner is
2	just asking for the list. Can you provide that list
3	so we can move on?
4	THE WITNESS: I think I would leave it
5	there.
6	COMMISSIONER OKUDA: Thank you very much.
7	I was just looking for a list, because arguments on
8	merits is a different time and place.
9	CHAIRPERSON ACZON: Commissioners,
10	questions?
11	Mr. Pierce, are you done with the witness?
12	MR. PIERCE: Just a short follow up.
13	REDIRECT EXAMINATION
14	BY MR. PIERCE:
15	Q So does the Kihei-Makena Community Plan
16	include specific language dealing with the Petition
17	area?
18	A Yes.
19	Q Was that information provided in the EIS?
20	A Not as to this piece of property.
21	Q Are you able to read that information into
22	the record, please? It's fairly short, isn't it?
23	A Yes.
24	Q And please let us know which page from the
25	KMCP you're reading from.

A Page 18, paragraph K:

Provide for limited expansion of light industrial services in the area South of Ohukai and mauka of Pi'ilani Highway, as well as limited marine-based industrial services in areas next to Ma'alaea Harbor. Provide for moderate expansion of light industrial use in the Central Maui Baseyard along Mokulele Highway. These areas should limit retail business or commercial activities to the extent that they are accessory or provide service to the predominant light industrial use. These actions will place industrial use near existing and proposed transportation arteries for the efficient movement of goods.

And I should point out that light industrial is defined in the plan as the following:

This is for warehousing, light assembly, service and craft-type industrial operations, page 55.

Q And, Mr. Hyde, in closing, why is the EIS inadequate with respect to its analysis of community planning and consistency with community planning, which is one of the requirements it has to address both under EIS law as well as under the Land Use Commission's rules?

1	A The EIS gives no serious consideration to
2	the things that I just read. It gives no
3	consideration to the law. And it's in violation of
4	the plan, straight forward.
5	Q Thank you. Thank you, Mr. Chair.
6	CHAIRPERSON ACZON: Thank you. Please
7	proceed with your presentation.
8	MR. PIERCE: Our next witness is Daniel
9	Kanahele.
10	CHAIRPERSON ACZON: May I swear you in
11	first?
12	Do you swear that the testimony that you're
13	about to give is the truth?
14	THE WITNESS: Yes.
15	CHAIRPERSON ACZON: Please state your name
16	and address for the record?
17	THE WITNESS: My name is Daniel Kaleoaloha
18	Kanahele. I'm a resident of South Maui. I live in
19	the moku of Honua'ula, in the ahupua'a of Pai'ahu
20	(phonetic).
21	CHAIRPERSON ACZON: Please proceed.
22	DANIEL KANAHELE
23	Was called as a witness by and on behalf of the
24	Intervenors, was sworn to tell the truth, was
25	examined and testified as follows:

## DIRECT EXAMINATION

2 BY MR. PIERCE:

Q Are you one of the Intervenors in the contested case?

A Yes, I am.

Q How did you end up being one of the Intervenors?

A It happened in my drive-through office at home. I was at a meeting with some people. We were discussing other issues in South Maui, and the topic, of what was called back in 2012, the mega mall, came up.

It had been in the media, been on social media. We got curious about it, and decided to look up some information on the internet. I brought out my old mini-laptop Toshiba, the only connection to the internet in my house, and we looked up the decision order, Findings of Facts, Conclusions of Law, which was on record for the state. And there were lots of red flags that suddenly popped up.

It seemed that what was being proposed was not consistent with the decision order that came from the LUC state in 1995, February 1995.

So that made us very curious, and so some of us began to do research and look through public

documents, like Mark said. And that's how I became involved.

My personal involvement was based on three The importance of transparency; the things: importance of following the law; and the importance of giving people voice in what happens in the area they live in terms of land use. And I felt that this project, in my view, had failed all three of these personal criteria for what is pono.

- Q Do you live in the Kihei area?
- 11 Α Yes, I do.

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- How long have you lived there? Q
- I lived there full-time since 2009. 14 Actually live in the house my parents built. I'm second generation in that house. And my father is 16 from Maui. His parents were from Maui. Their 17 parents were from Maui. I have lineal connection to 18 Maui going back hundreds of years.
  - Could you describe for the Commissioners a bit further about your relationship to the Petition area, and also your cultural practice, whether you conduct cultural practices?
  - Well, it's pretty simple. From a cultural perspective, I believe that all the residents of Maui, for example, which include myself, have a

kuleana, a duty, responsibility and moral obligation, if you will, to malama, to take care of, to protect the natural and cultural resources of the communities that they live in for the benefit of present and future generations.

And to add to that, the need to exercise one's rights and liberties as a citizen of that community.

So I'm very active in my community. I work there in South Maui. I go to church there. I work in youth programs. I'm a scout leader. I'm a member of my neighborhood board member. I'm a member of the community board. I'm also the liaison for Maui Cultural Lands, which is the grassroots Land Trust Organization founded here in Maui, which has as its mission to stabilize, protect and preserve Hawaiian cultural resources.

- Q Have you worked on identifying cultural sites before?
  - A Yes, I have.

- Q Can you describe to the Commissioners a little bit of your background?
  - A One of my practices is a kahuna o maka (phonetic), which is the art and practice of observation. And it comes natural for Native

Hawaiians, because a lot of what we know in terms of our cultural practice comes from observation, comes from observing patterns, and how things are interconnected and the web of life.

For me -- some people study the changing seasons or weather patterns or ocean patterns, I study cultural landscapes. And I've been doing this for many years. I have learned how to find and identify cultural historic properties by walking the land.

And just, for instance, how do you do that? For example, when you're looking for cultural sites, you go during the dry season. My particular focus is in South Maui leeward side, dry side. So I go during the dry season, go during different times of day because the light, the quality of light enables you to find cultural sites much better, certain times of day, certain times of the year. I'm just sharing my cultural practice.

I am a gulch walker, because many cultural sites are found in and around gulches. I look for prominences, high points that have excellent viewplanes, because the chances of finding cultural sites in those areas or features are very, very high.

So that just gives you a short explanation

of a kahuna o maka, using observation to find patterns and connections between things.

And the purpose of that is for us to become better stewards of the land, to know how to better manage our resources so that we don't deplete them, that we don't cause them to collapse. We protect them for future generations.

That's a very short summary of why this practice is important. And it's practiced by all cultural practitioners. All cultural practitioners have to use the powers of observation, sensory and nonsensory to understand the interconnectedness and relationship of things, and how everything works together towards harmony.

Q Mr. Kanahele, have archaeologists confirmed your cultural identification of sites?

A I worked on the Honua'ula project, also known as the Wailea 670 project, for many years, and I was able to personally identify many cultural features and cultural sites which are now included in their Archaeological Inventory Survey for that project. I worked many years up there doing kahuna o maka stuff.

Q Have you been on the Petition area that is involved with this EIS?

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A Yes.

Q What are your concerns with -- I would like
for you to talk about how you were involved in the
EIS process, leading up to the Cultural Impact

A Well, I'm like many of those that shared their testimony yesterday in terms of cultural practice. I engaged early on, and going back to 2012, when I heard about the proposed project, aka, the mega mall. That was the nickname it had back then.

Assessment and the cultural evaluation in the EIS?

In 2012 I pulled the 1994 Archaeological
Inventory Survey that was done for the Ka'ono'ulu
Light Industrial Park, and read it. I read that
document in 2012. And then I read subsequently, the
CIA, Cultural Impact Statement that was done in 2004.
Very short document. Just a very few pages. There
weren't any interviews at all. Had very, very really
substantive information in that. So I tried to
educate myself by reading those documents.

I also have done cultural accesses to the land, because I believe it's impossible to know a place without actually walking it; without actually touching, feeling, seeing, hearing what's there, without actually feeling it. That's how you get to

know a place. That's how you begin to make connection. That's how you begin to realize that we as kanaka are part of that family album, those cultural landscapes. Cultural landscapes are a combination of manmade and nature made things.

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Q Did you seek out to be interviewed during the Cultural Impact Analysis?

A I was. I was asked to be interviewed, because they saw that I was participating. I had submitted comments on behalf of Maui Cultural Land for the Environmental Pin Notice. I submitted comments on the Draft EIS. I attended the first consultation, cultural consultation meeting held on February 2014, with the developers and their cultural consultant, or their consultant Eric Fredrickson, who is here today, and present were many of the lineal descendants, cultural practitioners and others who had knowledge of this area. So I participated.

To answer your question, yes. I was invited by Hana Pono to participate in an interview in the Cultural Environmental Impact and was one of those interviewed.

Q Did you reach a conclusion -- based upon your experiences and knowledge, did you reach a conclusion as to whether the project that's being

proposed now that's in the EIS, whether it was going to impact -- have a cultural impact?

A Absolutely. I submitted several pages in my comments to the Draft EIS of the cultural impacts the project would have.

Q And what was -- what does the Cultural

Impact Statement, impact analysis say with respect to
whether or not there's a cultural impact?

A Well, I read the CIA that was included in the Final EIS. And there is a statement that's a summary, their summary. And bottom line their summary, it's the last sentence of the summary says:

Whatever cultural practices or resources were practiced there in ancient time have long been abandoned and paved over in the construction of modern day Kihei.

So you disagree with that statement. It's not true. Cultural practices continue in the project area. They have not been abandoned. Cultural resources that provide for cultural practices exist there too. They have not been paved over, at least not yet.

Q So, Mr. Kanahele, as a cultural practitioner, do you believe the developers have fulfilled their obligations with respect to the EIS

law to properly document and analyze the cultural activities associated with the Petition area?

A No, I think they have some more homework to do. I think there are other people that need to be interviewed for the Cultural Impact Assessment.

I think not all the sites have been documented. Eric is a wonderful archaeologist. And in our February 2014 consultation meeting, we asked for a site visit. He was very excited about that. He was very excited to hear what we, lineal descendants and cultural practitioners, had to say about the sites that they had discovered.

Unfortunately, that site visit didn't occur until two weeks after the Archaeological Impact
Statement was accepted by State Historic Preservation
Division. They said we could have a site visit, but it occurred several years later after the AIS had already been accepted, which kind of befuddles me, because wouldn't you want to also hear from these lineal descendants and cultural practitioners before you the fact is accepted?

But unfortunately it was accepted. It is what it is. But we are here to say that there is more information. There's much more that needs to be -- you know, the purpose of the historic review

process, among others, is to increase our 1 2 understanding and knowledge of the history of this 3 area. That process is not complete. 4 I have more to share, and I know there are many others who testified yesterday who have more to 5 6 share. So there is more work to be done. 7 Q Thank you. CHAIRPERSON ACZON: Any questions for the 8 9 witness? 10 MS. CATALDO: I have some, Your Honor, 11 Chair. 12 CHAIRPERSON ACZON: You have only have one 13 minute now. (Laughter.) 14 CROSS-EXAMINATION 15 BY MS. CATALDO: 16 Mr. Kanahele, good morning. 17 I understood you to say that you 18 participated in several cultural consultation 19 meetings with the developer's representatives; is 20 that correct? 21 Well, one main meeting, and a site visit 22 that come to mind. 23 Was Mr. Oshiro, who testified yesterday, 24 was Basil Oshiro at that meeting? 25 A Yes, he was.

Q And you referred to lineal descendants. Do you mean Hewahewa?

A I don't know if they're of that particular line. I know Brian Naeole (phonetic), who was -- I don't know if he testified or not -- he's a lineal descendant. And then Auntie Lani Florence, also a lineal descendant, and so, you know, Brian was there.

Q Of Hewahewa, lineal descendants of Hewahewa?

A I don't know if they're lineal descendants of Hewahewa.

Q Prior to your involvement, or your awareness of the project in 2012, from the time you moved back home in '09 to '12, did you have any involvement with the project site?

A Adjacent. I'm a gulch walker, lack of a better word. I love walking gulches. I've walked Kulanihakoi Gulch. I've walked Ka'ono'ulu Gulch. That little gulch on their property that they say, 'a'ole, that doesn't have a name. I call Ka'ono'ulu Gulch. I've walked that gulch, and Wahiawa Gulch (phonetic) just because they're an oasis for native plants and animals. And as Uncle Les has often said, they're the heart of Maui. Gulches are the heart of Maui for many reasons.

39 1 And there are all the sites. I never go up 2 a gulch where I didn't find several sites ever in 3 South Maui. So I walk those. One is on the property, 4 5 that little gulch, I call it Ka'ono'ulu Gulch, but 6 the EIS doesn't give it a name. Brian Naeole 7 (phonetic) calls it Ka'ono'ulu Gulch. And I know on our site visit in 2016 Eric 8 9 Frederickson called it Ka'ono'ulu Gulch. 10 Q Kulanihakoi Gulch is off the property. 11 It's to the south of the property, yeah.

Have you looked at USGS maps and identified a Ka'ono'ulu Stream, but off of the property?

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A I have looked at some of the GS maps, and you know, there are some debate about where exactly that stream is, that gulch is. But I just go by what I've heard those who have been there for many years, like Brian Naeole. He was a paniolo on the ranch, and they called it Ka'ono'ulu Gulch, that very same gulch, back in the day. That's just the name that I've heard others call it.

- Did you have an opportunity to review 1994 AIS?
  - A Yes, I read it. It's very small document. Read it in less than an hour.

1 Were you familiar with Mr. Fredrickson's 2 conclusion that the gully that you've been calling 3 Ka'ono'ulu Gulch was likely post contact ranch era possibly related to erosion control? 4 I've heard that. 5 Α 6 The first time you walked that gulch was 7 when? I think prior to 2012. I can't remember 8 9 when. 10 Q How many times? Several. And there are features in that 11 Α 12 gulch. On the property, there are features in there. 13 You are aware that the property has had a 14 history with cattle ranching in the last 100 years? 15 Α Yes. 16 Are you familiar with fires in that area 17 that have resulted in heavy equipment being brought on for creation of fire breaks? 18 19 Well, you know, there has been some impact 20 to the land, whether it's caused by heavy equipment 21 being brought on for fire control, or by ranching 22 activities, what have you. There's obvious 23 disturbance on that land. 24 Military activities that may have involved Q

firing ranges, mechanized equipment being used?

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- 1 I've heard that that may have happened 2 there. 3 And are you familiar with the late 1970s installation of a 36-inch pipe diagonal across the 4 5 property? Yes. And I've seen maps where it's located 6 on the property, the transmission line. 7 You would agree that was a significant 8 9 construction project? 10 Α Yes. It's long, but narrow. You know, if 11 you look at the 88 acres, it's a very small 12 percentage of the property that was impacted by the 13 pipe. 14 How do those types -- the nature and the scope of those types of disturbances impact 15 16 observations of the property from a cultural 17 perspective? Well, you take that into account. Manmade 18 impacts have occurred since the first person set foot 19 20 on this land, and it of course changed the landscape.
  - impacts have occurred since the first person set foot on this land, and it of course changed the landscape. So you take that into account. But fortunately a lot still remains despite manmade disturbances or animal made disturbances. There's still a lot left, especially on undeveloped land like this is.

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Q You identified, or you indicated that

cultural practices were occurring on the property.

A Yes.

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3 Q What specifically are those practices?

A You know, some of the testifiers yesterday
referred to objects that are connected to things,
patterns that occur in the sky. And so I have seen
people practice -- I'm not a papakea (phonetic) hoku.

8 I'm not one that knows a lot about star practices.

But I have seen that practice that they're using specific sites in order to reference things that occur, like solstices and equinoxes, setting and rising of the sun different times of year, and its connection to other things, other islands, for

Q When was the first time you saw those practices taking place on the property?

example. The connectedness of things.

A 2012, 2013, somewhere in that range. Maybe 2013.

- Q You were interviewed for the CIA?
- 20 A I was.
- Q Did you indicate those practices in your testimony?
- 23 A I indicated my practice.
  - Q Which is walking the land?
- 25 A It's walking the land. I look at the land

as a place -- I look at it as a library, and the cultural sites are like books. I'm a library rat. I wait outside the library in Kihei until it opens at 10:00 and then I go in.

It's sort of like this place. This place had been closed for a long, long time, but now the library is open. Now kanaka like me have an opportunity to go in and read those books, the mo'olelo that comes in through those sites. And that's a practice.

The thing about cultural practices is that they bring wai ha, bring life -- they awake the land and bring life back to the land in a very real way.

And that's happening, because kanaka -- I have an opportunity to do cultural practices beginning to connect, and this is happening on that project area.

Q Is your understanding of the cultural practices of objects connected to patterns in the sky, those are objects on the ground?

A Yes, connected to the aka shadow, they call it.

Q Would that practice be affected by the significant ground disturbance that has occurred on the property for, say, the last 100 years?

A Well, would disturb a lot of reference

points that on the ground. And that's pretty common in a lot of cultural landscapes. You have references on the ground that connect to things that happen above.

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Sometimes what the aka shadow, or the celestial objects above actually determine what's built on the ground. The Hawaiians did that as a cultural practice.

Did you, when you were interviewed for the CIA, did you provide any names to the CIA preparer? Names of people that might be aware of cultural practices?

I don't know if I did that in the CIA, but I definitely did in the Draft EIS. I recommended that all those who were at the consultation meeting, all those lineal descendants, be contacted and interviewed. And I believe I -- yeah.

Q And they came to the cultural consultation meeting?

They were at the cultural consultation meeting, and it was recommended in the comments I submitted to Draft EIS that those people be contacted and put -- possibly interviewed for the cultural impact, the updated, or whatever they call it. Because there was one done in 2004, but there weren't

any interviews whatsoever.

And there was another one done for the Draft EIS and it had two interviews. But the people that were interviewed, were interviewed for another project. I believe it was for the hospital, not related to the project area.

One was Paula Kalanikau (phonetic), who I know. And I spoke to her, I asked her, "Were you ever interviewed for this?" And she said, "I don't ever remember being interviewed for the -- " maybe they cut and pasted her interview, and put it in the DEIS CIA.

And then the new one that came out, which is much more robust, has about 300-plus pages, more interviews in it. But the thing is, that CIA, that robust CIA, the public never had an opportunity to review that, because that came out in the Final EIS. Which, you know, the public review is closed.

So that it is kind of unfortunate that this information came out, and there was no opportunity for the public. Maybe you would have gotten more people coming out of the woodwork as the word spreads, right? People find out through word of mouth.

Q So you have had the opportunity to look at

the supplemental CIA? 1 2 Α Yes. 3 And did you see the page in there where it indicated who was contacted to participate? There 4 were about 20 folks named. 5 6 A I don't recall specifically. Be happy to 7 look at those if you have those, if you have them on 8 you right now. 9 Q Do you recall, at least, that you had the 10 recollection when you reviewed the supplemental CIA, 11 that the names that you provided had been contacted? 12 I know that Basil was one, Basil Oshiro. I 13 know that Brian Naeole was one, so they did contact 14 some of those people, yes. 15 Thank you, no further questions. 16 You're welcome. Α 17 CHAIRPERSON ACZON: Ms. Apuna, any 18 questions? 19 MS. APUNA: No questions. 20 MR. HOPPER: No questions. 21 CHAIRPERSON ACZON: Mr. Tabata? 22 MR. TABATA: No questions. 23 COMMISSIONER OHIGASHI: This has -- I'm not 24 too sure if it has anything to do with your 25 testimony, but I think one of the responses, one of

your concerns was an unpermitted segmentation of the development took place and there was need for more.

THE WITNESS: Segmentation?

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COMMISSIONER OHIGASHI: Segmentation.

THE WITNESS: I think that was one of the comments in the Draft EIS that I made.

COMMISSIONER OHIGASHI: I was wondering, could you expand on that? What do you mean by that; and how does it relate to the EIS?

THE WITNESS: Well, what's on the table here is 88 acres, right? And it seems that the EIS is mostly about the Pi'ilani Promenade development, and the other 13 acres belongs to Honua'ula project, it's connected to that, where affordable housing is supposed to be built.

So the question I was raising was, has that project undergone an environmental review like the rest of the 75 acres. And so I was -- and I don't know where -- I know that the EIS for the Honua'ula project didn't really cover a lot of information about their off-site project, and so I was hoping that there would be more comments with regards to the possible segmentation of a project that was connected to the 88 acres, but didn't seem like it was fully reviewed in the Draft EIS.

COMMISSIONER OHIGASHI: How would that affect your estimation of whether or not the EIS is complete or not?

THE WITNESS: Well, I think -- well, as I said earlier, when I got involved in this process, one of the things I was most concerned as a citizen of the community, resident, that there be this following of the law, the rule of law. And that all parties would be subject to that, including the 13 acres should have an environmental review too. And I didn't feel that had.

For the public, right, so the public would know. The public would have an opportunity to comment on any impacts that that project would have in terms of whatever, drainage, cultural, traffic and so on, so forth. So that was a concern I have.

COMMISSIONER OHIGASHI: Do you believe that the Cultural Impact Assessment adequately covered the 88 acres, or 75 acres, or 13 acres? Multiple choice there.

THE WITNESS: No, I would say none. It hasn't adequately covered.

COMMISSIONER OHIGASHI: I'm not talking about substance, just talking about addressing the concerns.

1 THE WITNESS: No. 2 COMMISSIONER OHIGASHI: Can you expand on 3 that or not? THE WITNESS: I think I have in my comments 4 5 thus far, that the conclusion of the EIS is that 6 there are no cultural practices, they have been 7 abandoned. And that the cultural sites have been 8 paved over. And that's not true. 9 There should be a more robust -- actually, 10 I think there should be a new draft AIS done, which 11 includes the entire project. Instead of sort of 12 these -- sort of the AIS -- I mean, Eric is a great 13 archaeologist, but it's sort of a patchwork of 14 things. Should be a 21st Century AIS should be done 15 for that project. 16 COMMISSIONER OHIGASHI: Thank you. 17 THE WITNESS: That's what I think. 18 CHAIRPERSON ACZON: Commissioners? 19 Commissioner Chang. 20 COMMISSIONER CHANG: Aloha, Mr. Kanahele. 2.1 Just a couple of questions. 22 You said that you practice your kahuna o 23 maka. Does that from your family where other members 24 of your family also have that practice? 25 THE WITNESS: I don't know. You know, a

lot of what we do is based on DNA and moku auau, and I didn't know all my grandparents. I was raised in a very Western framework, and really -- I didn't really come to a sense of who I was as kanaka until much later in life when I started studying native plants, native medicine. When I started studying cultural landscapes.

This all resonated with me. It touched me to the core. So part of being this practice of kahuna o maka has a lot to do with your moku auau, and your genealogy. And sometimes there is a -- I call it ho'omana, where does the power, where does the mana come from in a place.

And there's three P's, place, presence and practice. Three P's. For example, this place has a presence, there is mana there. And why is there mana there? That's ho'omana. Where does the mana come from? Some of that mana may come from my genealogy, moku auau. May come from this particular site of ceremonial, or there may be iwi nearby or water on the ground. Something that makes this place have this mana.

Then there is practice. Place, presence and practice. Practice brings life back to the land. It awakens the land -- it also awakens the kanaka.

You saw a lot of awakened kanaka yesterday, young 1 2 people making that connection to the land. 3 So some of it comes from us naturally because, yes, of our genetics. So a lot of what I do 4 5 I'm sure has to do with who I'm connected to, who my 6 ancestors were, and the things -- it's in me. It's 7 in my DNA. COMMISSIONER CHANG: Mahalo for that. 8 9 And your family has lived generations in 10 this area? 11 THE WITNESS: Well, my family is in Hana, 12 Kaupo, all over this island. 13 COMMISSIONER CHANG: And let me ask you, 14 how were you contacted for the Cultural Impact 15 Assessment? 16 THE WITNESS: Well, I was contacted by Kimo Keokapalehua (phonetic). He's a friend of mine. And 17 18 he was at the consultation meeting, he was there. He was on the site visit. And so it was -- I think it 19 20 was after the site visit, shortly after the site 21 visit he asked if I would do an interview. 22 COMMISSIONER CHANG: And you shared with 23 him some of your own practices?

THE WITNESS: Yeah. I call it walking the

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land.

1 COMMISSIONER CHANG: And you've actually 2 walked this land as well? 3 THE WITNESS: Many times. COMMISSIONER CHANG: And you've walked 4 5 other lands as well? THE WITNESS: The whole island. I did a 6 7 kahupuni (phonetic), I did the 2009 March around the 8 island, and then did it in 2014. I learned a great 9 deal by walking. More people should get out of their 10 cars and walk the land, they'd learn a lot. 11 COMMISSIONER CHANG: In your experience, 12 and not necessarily just on this land, but your 13 experience as a -- I'll call you a cultural 14 practitioner because you seem to have been doing this 15 for awhile, and it's within your own DNA, but has it 16 been your experience that at times Native Hawaiians 17 practice, their continued practice, has been impacted 18 by their ability to access a particular area? 19 THE WITNESS: Well, let me put it this way. 20 I was a competitive swimmer in high school, so if I 21 go to the district park in Kihei, aquatic park, it's 22 closed, I can't get in there, I can't swim.

But once it's open, the resource is there for me to swim. I jump in and I start swimming because I love swimming.

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The same thing here. You have to have access to cultural resources in order to have practice. That's why cultural resources -- there is no practice without cultural resource.

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COMMISSIONER CHANG: With respect to the conclusion that they have been abandoned, has it been your experience that in areas where now access is open, cultural practitioners have come back to exercise their practice?

THE WITNESS: Yes. I see it all the time.

and again, even beyond just this property -- have you found cultural resources that have been beneath agricultural lands where people have what they have planted below where there has been previous development? Have you found subsurface historic properties, even though the surface of the area has been developed or used?

THE WITNESS: Most of my cultural practices occurred on the leeward side on developed lands, and a lot of times on lava flows, and so those tend to not be used for ag purposes, maybe cattle ranching, cattle ranching has more impact. This is the dry side of the island, not much water to grow much. So I see -- you're asking me are there things under the

ground? I am sure there are things. Look at Moku'ula, it's under the ground. It was buried, still there. Going to be dug up some day.

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COMMISSIONER CHANG: One of the conclusions was that there has been activity above the area, the ranching, military use, but has it been your experience that, notwithstanding those modern day post contact activities, that there could be subsurface features, historic properties below them?

THE WITNESS: Could be. Depends how much soil you have. It's area -- I don't know how much subsurface, how deep the soil goes down there, could be. There's a lot of midden there I know that. And there may be midden under the ground. The fact that there is a lot of midden scatter is significant because this traditionally was known as a barren zone where not much cultural activity was thought to happen.

But nowadays, that view, that archaeological view has changed. Midden is a significant indicator of activity, and there are many midden scatters there in that place.

COMMISSIONER CHANG: It appears that there is a gulch that goes through. We've heard a lot of testimony yesterday about the flooding.

Do you know whether there were practices up mauka or historic sites that may be up mauka that may also flow down these gulches? You know a lot about gulches.

THE WITNESS: When you say, sites that have been --

COMMISSIONER CHANG: Historic properties, have you seen anything that has come down from mauka area through the gulches?

THE WITNESS: I know there are sites that exist in the mauka area because I've walked up mauka on these gulches. There's always sites. It's just like incredible. If you want to find cultural sites, you walk the gulches.

You go up above on the sides, you'll find them there. Maybe not in the bottom because a lot of the water comes down there, so why would you put an actual cultural feature in that area? But along the sides, the slopes of the gulch.

COMMISSIONER CHANG: What kinds of resources are you aware of that exist on this property?

THE WITNESS: Well, you know, of the things

I relate to, studies maybe the stars, studies of

celestial events that occur, that's not my kuleana,

not my area of expertise. Others are experts in that area. So I'm aware of that. Some of these young people obviously are aware of that that testified to you yesterday.

COMMISSIONER CHANG: With this project in your mind, if it is developed, impact the ability to continue using or to protect these resources? And if this is not your kuleana, that's okay too.

THE WITNESS: The short answer is yes.

When I first read the 1994 AIS, nothing was planned to be preserved, all destroyed except for the petroglyph that was removed from the site, which is significant that there was a petroglyph there. That kind of shocked me that nothing was going to be preserved.

But in a way doesn't surprise me, because so little of our history has been preserved in what has now been developed in Kihei. So that makes what is left so much more important.

So if what's left is going to help continue the cultural practice of people who know about the stars and celestial events, I think it should be protected. I think it should be included within whatever is developed there and not destroyed.

So there should be talks about preserving

1 these special areas.

COMMISSIONER CHANG: So some of the -- in the Cultural Impact Assessment as well as Archaeological Inventory Survey they identified pohaku, some stone features, and attributed those to be related to military use.

Do you have any opinion about that?

THE WITNESS: I don't know, I'm not an expert on that. But it'd be good to bring someone out there who could determine whether that's something that's been constructed by post contact tact, perhaps by the military.

Depending how it's constructed, because ancient construction, there was a definite way they built things. So someone who built walls had an opportunity to look at that they, could say, yes, this was a traditional way of building; or no, this is not a traditional way and you could be more conclusive as to whether something is military, or not, rather than just saying, yeah, it's military.

COMMISSIONER CHANG: Are you aware of any -- we heard testimony that there is a Land Commission Award Royal Patent Grant with this property.

Do you know the family that's related to

1 | that property?

THE WITNESS: I know one of them, I know

Elden Liu, and he's someone that the developers have

COMMISSIONER CHANG: Do you -- I'm sorry.

THE WITNESS: I know -- I'm surprised he

7 | wasn't here.

COMMISSIONER CHANG: Do you know whether he was contacted for the Cultural Impact Assessment?

THE WITNESS: I don't know. I would be surprised if he wasn't, because his name has come up many times.

COMMISSIONER CHANG: Has it been your experience that Hawaiians sometimes are reluctant to come forward?

THE WITNESS: Absolutely, very reluctant.

They have been burnt, taken advantage of. They share their knowledge, and people and take and use their knowledge in ways that are inappropriate. So sometimes they're very reluctant to share cultural practices where they practice.

They're very reluctant to share their moku auau, how they're connected to lands because they have this history of distrust with the powers that be. I call that being burnt.

1 COMMISSIONER CHANG: Mahalo for that 2 definition. 3 Let me -- in your opinion, the Cultural Impact Assessment concluded, and I know -- concluded 4 5 that there are no traditional customary practices 6 being exercised. They've been abandoned, and 7 therefore there would be no impacts. What is your opinion of that conclusion? 8 9 THE WITNESS: I made myself available from 10 2012. I've submitted comments. I've been at 11 cultural consultation meetings. I've been at site visits. I did the CIA, where I stated that a 12 13 cultural -- I mean, what do you have to do to get in 14 the EIS that there is cultural practice there? How much more clear does one have to be? 15 16 think I've been very clear, and yet after all of 17 this, despite all of my efforts, it's still the 18 bottom line is all cultural practices have been 19 abandoned, and it's not true. It's not true. 20 COMMISSIONER CHANG: I appreciate that. 21 Thank you so much for your testimony. 22 CHAIRPERSON ACZON: Commissioners, any more 23 questions? Mr. Pierce, are you done? 24 MR. PIERCE: I'm done. 25 MS. CATALDO: May ask a couple follow-up

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1 questions?

CHAIRPERSON ACZON: Please be quick because we are going to break.

## RECROSS-EXAMINATION

BY MS. CATALDO:

Q Did you participate in the discussion about the preservation of certain sites identified in the AIS as well as two unmarked sites?

A Yeah, some of them. I was one of those that was on the site visit. And the purpose of the site visit, after the acceptance of the AIS, which doesn't make sense, was to identify sites and to share your mana'o about sites. So all of us at the site had opportunity to share thoughts.

Q I wanted to make sure you were aware -- I'm not sure you are from your testimony -- but in the Final EIS on pages 92 and 93, there is a commitment to preserve nine sites, seven that are -- that you, and I believe Ms. De Naie identified, as well as two additional unmarked sites that weren't identified in the AIS. The developer had agreed to preserve those sites. Are you aware of that?

A I am somewhat aware of it. I would love to see it on the map.

Let's put it this way. Let's put it on the

map, you're going to preserve these sites. Where are the sites in relationship to your project? That speaks volumes.

We are going to preserve sites. Put it on the map, draw X's, and this is where the project is going to be, to work with that.

Q Understood. Understood that in this project that will be the subject of further discussion. But the commitment to preserve has been made.

A That's great.

Q And do you understand that as a result of your walking the site with Mr. Fredrickson, despite the fact that SHPD had already accepted the 2015 AIS, that sites were submitted for data recovery?

A Well, if that was included in the AIS -- was it included in the AIS?

Q Correct.

A And that was published in the Final EIS?

O Correct.

A And that did not give the public an opportunity to comment on that, because then we skipped a step there, didn't we?

Q I'm not sure I understand.

A I'm saying the opportunity -- the public

missed an opportunity to comment on a study that was done as part of the EIS and should have been part of that, opportunity for the public.

You say put in the Final EIS, and the public doesn't have -- maybe we have an opportunity at this meeting, but it's a huge document, 4,000 pages. Public didn't have adequate time to review the additions to the AIS that came after the fact that the draft was done, and now we are in the pre Final EIS.

## BY MR. SAKUMOTO:

- Q Mr. Kanahele, you understand that the EIS process is very structures, correct, for the --
- A I'm not an expert on the EIS, but looking at it seems very structured.
  - Q The comment -- the ability to comment on the EIS documents arises when you have a chance to look at the Draft EIS, as you did, correct?
- A Yes.
  - Q And so you did comment on that?
- 21 A I did.
  - Q And in response to comments that the developer receives, the developer is then -- or the let's say the Petitioner is then obliged to respond to those comments; is that correct?

1 The Petitioner, okay, yes. Α 2 And sometimes responding to those comments 3 requires the Petitioner to request further 4 investigation to provide an intelligent response? 5 Α Okay. 6 And so in that case -- I'm asking a 7 question, not trying to put words in your mouth --8 but you seem very familiar with the EIS process 9 having participated in this. 10 A few, yeah. Not been a lifelong thing, but I have read a few. 11 So would you, I guess, acknowledge that in 12 13 response to comments received to the documents 14 attached to the Draft EIS, the developer then had to 15 have further investigation done to provide something 16 to the Final EIS? 17 Α Okay. 18 And there is, in the process of the Final 19 EIS, no further public comment period except for 20 opportunity such as this. 21 Right. Α 22 Thank you. Q 23 CHAIRPERSON ACZON: Thank you, Mr.

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We will take five-minute break.

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Kanahele.

1	(Recess taken.)
2	CHAIRPERSON ACZON: Back on the record.
3	Mr. Pierce, please call your next witness.
4	MR. PIERCE: Dick Mayer.
5	CHAIRPERSON ACZON: May I swear you in
6	first?
7	Do you swear that the testimony that you're
8	about to give is the truth?
9	THE WITNESS: Yes.
10	CHAIRPERSON ACZON: Please state your name
11	and address for the record.
12	THE WITNESS: Richard, also know me as Dick
13	Mayer. My address is 1111 Lower Kimo Drive, Kula.
14	CHAIRPERSON ACZON: Please proceed.
15	RICHARD MAYER
16	Was called as a witness by and on behalf of the
17	Intervenor, was sworn to tell the truth, was examined
18	and testified as follows:
19	DIRECT EXAMINATION
20	BY MR. PIERCE:
21	Q Good morning, Mr. Mayer.
22	A Good morning.
23	Q Have you previously testified in this
24	contested case?
25	A Yes, I have.

1 Were you testifying as an expert witness? Q 2 Yes. Α 3 You gave your testimony that was before the 4 Commission found violations of the conditions of the 5 Ka'ono'ulu Ranch Decision and Order? 6 Α Yes. 7 Can you just -- I think most of the Commissioners know you, but could you please just 8 9 describe your background and experience, knowledge? 10 Several things. One I was former Planning Α 11 Commissioner for Maui County. I also was the Vice Chair of Maui Island General Plan Advisory Committee, 12 13 which drew up the Urban growth boundaries, Rural 14 growth boundaries. 15 Presently work as a coordinator for all the 16 community associations on Maui. And I taught at the 17 college here next door for 34 years, and now retired. 18 I taught economics and geography. 19 Have you been qualified before as an 20 expert? Yes, I have. 21 Α 22 In other administrative hearings? Q In several both before LUC and other 23 Α 24 bodies. 25 Have you had a chance to review the Final

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EIS?

2 A Large portions of it, but not all of it.

Q What's your general evaluation of whether the developer has met the EIS requirements?

A I don't believe they have met them, and I can give I can examples later on ways that they did not.

Q Okay.

Let's start with the community planning side. And first if you could explain what your experience is with community planning here on Maui.

A I was also -- I didn't mention -- I was also the Vice Chair of the Community Plan Advisory Community for my own area Upcountry, Maui, Makawao-Kula-Pukalani.

As I said, I was on the G path, which meant -- and also prior to even the Maui Island Plan being developed, the County of Maui hired me to evaluate the experts who were putting together the sections of the Maui Island Plan to look at their material and see what things were in there and not in there, and give recommendation, so that they could give feedback to the experts over the years. This was back at the very beginning of that process.

Q Would you describe yourself as having a lot

of experience on Maui with the community planning process?

A Yes. As I said, I was on the Planning

Commission back in the '70s, and have been on several

of the county boards and commissions.

Q I'm going to ask you -- I'm going to read something from the EIS, page 270 of the FEIS. This is a discussion of whether or not the project is consistent with the community plans and zoning.

And the statement is made:

The County of Maui has interpreted the Pi'ilani Promenade project as complying with the KMPC -- the KMPC is the Kihei-Makena Community Plan -- and I'll start over just to make sure you've got that straight.

To County of Maui has interpreted the Pi'ilani Promenade project as complying with the KMCP, as the KMCP provides that the goals and objectives are guidelines to the ultimate implementation of the plan.

Do you agree with this assessment made in the FEIS?

A I don't believe they're just guidelines.

The community plans are actually, I think, law.

They're adopted by the county council that put into

1 an ordinance. They're both, in some cases 2 guidelines, but in some cases they're actual law. 3 And as I have been told and understand it, there's sometimes when words like, things are 4 encouraged, protect the coral refers or whatever. 5 6 Those are guidelines. 7 When it says something "shall" be done or something is "prohibited", that means it's law. 8 9 And I think that's been borne out in the 10 county council chambers when a project has come up 11 and something was prohibited, community plans were declared law, not just guidelines. 12 13 Also, if you could tie this in. 14 What do you understand -- do you think that the EIS has sufficiently described the proposed 15 16 action? 17 And, of course, "the proposed action" is a term of art in the EIS law. 18 19 Are you familiar with that? 20 Yes. Α

Q Okay.

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What is the -- what is the -- do you think that the EIS is sufficiently described in the proposed action here?

A Not well. I think what you have is a

bubble map that's very conceptual, as opposed to something that's detailed in giving information. And there are many elements that are missing in that bubble that I think are critical to understanding what this project is going to be.

Let me give some examples of that. We don't know the acreage of each of those bubbles. We don't know the heights of proposed buildings.

I think particularly important thing that's missing are the roads that will be within that project. We know one central road that will be an extension off of the highway. But beyond that, we have no idea what the roads will be, and consequently, we have no idea what the intersections are going to be.

This is extremely important. And I would like to just mention an example to help illustrate that.

If a developer came to the LUC and said we want to put up a 30-acre shopping center, this is what we are going to do. And we will have two exits, or one exit, or three exits from that, and this is how it's going to interact with the highway just outside.

You would then look for a TIAR for those

various intersections of how the shopping center will interact.

Well, none of that is provided in this document that you have before you. And not only do you not have the intersections there, but across the street from that big shopping mall there is a new housing project being proposed, and another mall being proposed across the street, plus potentially another housing project.

we have to know what the interactions were whether it would be safe for residents in those housing projects. There are going to be two housing projects. One with 226 units and one with 250 units. 476 housing unit across the street from this very large mall.

What is going to be the ability of people to go back and forth across the street to get to the mall? Will there be intersections? Will it be signalized? Those are all the details that would be in the TIAR that's totally missing in a conceptual bubble diagram of these things.

Those are just some of the things. We don't know the building heights that will be there. We don't know how the two housing projects -- this

housing project that is being proposed on this particular 75-acre site is going to interact with the with the other housing project on the 13-acre site next door.

Will there be connections? Will there not be connections? Will there be roads between the two. None of that is provided.

So there's a total lack of any detail in -the requirements of the EIS law is a detailed project
description, including maps, technical data,
economic, cultural, et cetera. And I would expect
traffic and all the other things would be needed in
order to understand what exactly is going on within
the project.

TIA studies that were done, were external to this project, and are important -- and even there there's some information that we'll maybe be able to get into.

Q Thank you.

Question for you, follow-up question. You talked about the community plan. Have you -- the EIS says that the proposed action, which is not fully defined, according to your testimony, it says:

The proposed action is consistent with the zoning for the property.

Can you talk to the Commissioners about your opinion as to whether the EIS adequately addresses that?

A It avoids the subject. It says that will be a decision the LUC will have to make at a later date. Let me give the background why I think it does not comport with the county zoning.

The county zoning law 19.24, the light industrial zoning which would describe this project, and it now has the ability to have that's called pyramid zonings. So not only will the light industrial be allowed, but you could have some other businesses and commercial establishments, and also even apartment complex could be put in there.

But it has a very keyword that the developer, in this case, the EIS document, totally tries to avoid mentioning, and that is it has to be mostly -- and I emphasize the word "mostly" -- mostly light industrial.

This bubble diagram doesn't give a lot of details what is going to be in those bubbles, but the diagram shows that the whole right-hand side is going to be business/commercial, no light industrial. The left-hand side shows a housing project, another business/commercial, which is most of that site, and

also a light industrial section in the corner, which is not just light industrial, but it's light industrial, business/commercial.

So possibly the entire left side, the north side of that project, would be business commercial retail and housing. No light industrial at all.

So the word "mostly" is being violated -- would be violated in the zoning law.

## Q Thank you.

I want to talk next about an area that you have experience in, according to your testimony, which is economics.

Do you think that the direct and indirect economic impacts of the development were adequately assessed and appropriately assessed in the EIS?

## A I do not.

The study that was done, that is being relied on now in this new EIS is a 2013 study, which takes a look at the business climate, looked at back then. It has not been updated.

And since then, as has been pointed out by some other witnesses, the number of stores on Maui have closed, retail stores, Kmart, Borders, Sports Authority, Savers and others.

Down in Kihei, some of the areas now have

high -- not occupancy, the opposite of occupancy, vacancy rates. So the result is that this project will be coming in with a large shopping center and could doom many other areas.

The developer of the new Kihei Downtown area, which has gone through all its approvals, done all the right things, has gotten the community plan, the zoning, SMA, everything is ready -- they're ready to build now. That project might be doomed if this project were to go in, and yet the EIS does not examine the interaction of the proposed big commercial project with these other areas, and the fact that they're large vacancy rates already in a number of places.

Q On an unrelated be subject in terms of what is planned for Kihei, can you tell the Commissioners when the last community plan process happened in Kihei?

A The last process was back in 1997-8, that period of time, approximately. It was adopted as one of the regular community plan updates. Maui Island has six community plans, the South Maui area was done around '98.

The new process is now about to begin.

Maui Island Plan, which I was the vice chair of the

General Plan Advisory Committee, set the framework for all the community plans on Maui. It was an attempt to look at the whole island, so different areas could relate to each other. And we set up Urban growth boundaries.

And beginning late this year, the first of those community plans will be established for West Maui. The Planning Department is well along in setting that up. The Advisory Committee will be set up this year.

That will be immediately followed by the South Maui one. So the South Maui Community Plan will be set up. And Advisory Committee of the whole community will be established.

And what is very important, and it was not mentioned in the EIS at all, that this will be a real effort by whole South Maui community, and then the council, which will have to adopt the community plan. They will look at all the various things that have happened since 1998, and will be able to say we need more commercial. We need more industrial. We need this. We need that. What the traffic pattern should be. Where we shut put limits on growth.

The Urban Growth Boundary was established by the Maui Island Plan to be an outer limit. And

the idea was that if we have no outer limits on communities, infrastructure may have to go to some very extensive areas. Everything from electric lines, sewer lines, to waterlines, to school bus routes, et cetera.

So the growth boundaries were meant to be a constraining element, but it did not mean that the Urban Growth Boundary was to be filled in with development. It was meant to be -- so the outer limit where a developer, a landowner may come in and get approvals.

This particular site of the proposed project is within the Urban Growth Boundary. It's designated light industrial at present, and it will be up to the community in the next year or two. As they go through the community plan process, they will look at this and say, we still want to keep it light industrial. We think, no, it should be half commercial, half this. It should be a housing project. They will be able even to say, we will take the light industrial away. That has happened at times when community are done, that certain projects that maybe ten, 20 years ago, thought of as being viable or desirable, can be removed.

So it's even theoretically possible that

the community and the county council will say, no, we no longer think this is an appropriate area for a development. I think that's unlikely. I think it's likely that it will probably remain as a light industrial area, but that's my opinion, and it will be up to the community and the County council to decide what's in that new community plan.

Q So with respect to the information you're providing, Mr. Mayer, can you link that now to whether or not the EIS provides adequate information for decisionmakers with respect to what the planning is for Kihei-Makena area?

A I don't think they've looked beyond their own project as to what's desirable or not desirable. They're trying to take a piece of land that was designated in the community plan and the zoning as light industrial, and now want to convert it over largely to business/commercial -- it was light industrial designated -- to business/commercial and the segment over for housing.

And the housing area, people keep talking about it's an affordable housing project. Actually the county requirement would be that only 56 units of affordable housing would be built on that land. The other 160, 170, approximately, would be market-priced

housing. So it's not really an affordable housing project.

The community plan could come along and say that this area should be an affordable housing area. Could do a number of things, which is speculative on my part as to what they may say.

Q Another part of the EIS deals with jobs.

Can you discuss the adequacy of the EIS's evaluation of the jobs created or lost from the proposed action?

A I think it's very weak in this area. They describe a lot of dollar amounts that will be expended for various things, construction. But I think the Commission, if they're saying what we really would like to see is a stimulus to get more jobs done, my thinking is that if you were to build the present community plan designation of light industrial, 123 units, which was proposed for this property, you probably would have more construction jobs than building a number of big box stores as a retail thing.

Q Why is that?

A Well, I think it's a simple of construction to put one big warehouse type building, like say a Home depot or Walmart, what have you. Those kind

of -- that would be multiple light industrial projects with a lot of internal plumbing and fixtures, electrical systems, and all those -- I think it would probably provide more jobs construction-wise to put up that kind of a center than -- maybe that's why you had very few construction workers here yesterday testifying because I think they may have realized that this is not necessarily going to be providing them with more jobs.

But the second part of that is, once -- if you're going to make a choice between the two operations, which will have more employment and better employment after, let's say, the two scenarios were to take place. One, the light industrial complex, the other largely business/commercial project. My guess is that the light industrial would have better paying jobs, more skilled people, full-time workers; whereas if it was a retail shopping center, you will have lower paid jobs, and you probably will have lot of part-time people, students after school will get some employment, but those will be much less employment.

And so the income generated by the employees will probably be less in a retail complex

than it would be under the existing community plan designation. The EIS talks nothing about those kind of ratios.

Q Thank you.

So that is the problem with how the EIS fails to present that?

A The EIS totally ignores those kinds of considerations.

Q The EIS does talk about pedestrian access, which was an issue that was raised back in the initial hearings.

Can you discuss whether the EIS adequately discusses how pedestrian access will be provided, and whether or not it will be safe?

A There are two areas here. One is internally within the project; second, externally from the project to the rest of the community.

Internally, as I said, there is no indication of what roads, what the intersections will look like. There is some schematic diagrams of the road, main road going true the project, and whatever, but nothing about where the crosswalks will be, whether they'll be signalized, to what degree it will be safe.

Externally, it's mentioned there will be a

connection along Pi'ilani Highway. And immediately adjacent to the project is the new high school that's going to be built, and there's a bridge right now that goes over the gulch between those two projects. There's almost no walkway between the two things, and so the state or the highways department, put in -- It's in Appendix M-1.

Appendix A of M-1. This is quoting:

Pi'ilani Promenade shall provide

satisfactory pedestrian connections between the project and Kihei High School.

The Final EIS provides no details of what that access would be, how it would be constructed, rather it makes a statement, we'll work with the state. We'll help them design it. That would leave it up to the state then to pay for it. None of that is clarified.

The state, I think, is looking that the developer would put that access in between the high school and shopping center. I could well imagine that many high school students after going to classes, they would want to work at that shopping center, or shop at the shopping center, as teenagers very often want to do, and they will have at present a very, very unsafe transit between the two.

There's also a new housing development being built across the street from the shopping center, 86 unit affordable housing project that's been already adopted, and it's fully entitled. And the transit between that housing complex and the shopping center I think is not adequately covered in the EIS as to how they'll will be able to go.

Q Thank you.

On the subject of housing, does the EIS adequately assess the impacts of the proposed housing for the Pi'ilani project?

And here, I guess, I would also ask you to include a discussion of whether or not it adequately addresses the housing that's proposed on the other portion of the Petition area, still part of the Petition area which is owned by Honua'ula?

A I don't believe it does. What we will have is total of 476 units if both projects are built out as being proposed, but we don't know, particularly on this piece, how big those buildings will be.

Is it going to be two or three large apartment complexes. Are there going to be a multiple 10, 12 units? So we don't know what kind of traffic pattern. We don't know anything about the parking.

One place in the document it says this will be non-vehicle, no vehicle. I'm not even sure what that means in this case. Obviously, if you've got all these people, many of whom will have to commute to work, there should be some access from those houses for people getting to work, driving to work, driving to school.

We have no idea where the school buses will be. Will there be adequate parking areas for these -- for 476 units? And that means everything from elementary schools, middle schools and the high school, et cetera.

So we have some real unknowns about these two housing projects next to each other, and the impacts that will be coming from those, and the impacts to those housing projects.

In your opinion, has the EIS adequately addressed the housing, the impacts from the housing, both the positive and the negative impacts?

I don't believe it has discussed any impacts.

Going onto -- one of the issues that you talk about with the housing was traffic. And have you reviewed the TIAR, that's one of the appendices?

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Yes, I have. Α

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Q What's your evaluation of the analysis in the TIAR, with respect to the proposed action?

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Once again, I would ask for you to, in light of the fact that the proposed action is ambiguous, identify how that might affect the TIAR.

A I think the TIAR makes an effort. They've got pages and pages, hundreds and hundreds of pages of diagrams and whatever.

I'm not sure how they derived the number of vehicles that will be coming into or out of the shopping center, since there's no knowledge about how big with the retail -- other than the square footage of the retail establishments.

We don't know whether these are big box stores, whether these are boutique type establishments. We don't know anything. So there's going to be a real range of traffic depending on the type of commercial operations that go on there.

Similarly for the housing. It talks about the housing as some one bedroom, some two bedroom, some three bedrooms. The difference between a one-bedroom house and a three-bedroom house means that you might have two or three times as many people in a three-bedroom house. So the number of vehicles coming in and out of the housing area would be

unknown. That's just within the project.

We don't know the draw that this project will have to bring people into the community. Will there be visitors who may come from a shuttle bus from a hotel? Are there going to be cars?

So they went ahead and created this very elaborate TIAR. But what they did was they self-defined the region that they would look at as being sort of half a mile -- three-quarters a mile north, and three-quarters a mile south of their project.

But the R&D park, for example, they say that's beyond our area. We're not going to put that into our detailed analysis.

And the big A&B project which is now under construction, 600 houses just to the north of the project, also was left out in terms of their detailed analysis.

"background" thing, and then mentioned several other projects in South Maui, the Makena project, the Wailea Resort project, the Wailea 670 project, as well as the R&D park. So that's all going to be part of a background type of thing, and then they try to make an assessment on that.

Those are really not just background. The Makena project has just been approved by the county council. And we know the exact number of units, the maximum number of units that will be going into that project. Wailea, it's very clear how many acres they have.

Wailea 670, we know exactly the number of units, 1150 units on the project. So all of these projects are very clearly defined.

And I think the critical thing to look at when you look at this traffic -- this highway,

Pi'ilani Highway is a cul-de-sac. It's a long 11,

12, 13-mile long cul-de-sac from North Kihei all the way down to Makena, but it stops.

So everything that goes down has to come back up. Everybody who lives on that road, will have to use the same road to get their food, their supplies, their gas, everything else will all pass by the shopping complex that's being proposed.

 $\hbox{And the TIAR took a look at the traffic on} \\ \label{eq:that thing, and then they concluded that it would be}$   $\hbox{F traffic.}$ 

O What does that mean?

A This is level of service. They concluded that the -- not just one F, but several F's along

different intersections, but the one, let's say, right in front of their complex, which they feel that they will have to upgrade, even after they do the upgrades in 2032, when fully built out -- let me try to read the sentence here if I can find it here.

Despite -- I don't have the exact wording.

They say that it will be F level of service for that particular intersection after it's done.

The implication -- to answer your question.

They rate intersections A, B, C, D, E, F with A to D considered by the state HDOT to be acceptable, in other words, it's not necessarily desirable level D, but it's acceptable. E and F are not acceptable.

In this case, the F rating obviously means that it's very unacceptable to have that kind of delay.

The problem is we got emergency vehicles.

As I said, this is a cul-de-sac. Emergency vehicles, that's police, fire, ambulance services needing to go along passing several of these intersections which will have very bad level of service ratings.

It will potentially cause some serious health concerns or other emergency concerns, depending what it was, ambulance or fire, all along this highway. They try to get around that by saying

that the vehicles will have the ability to regulate the lights, and have preference on the lights going through, but still if there's a backup of traffic, it's going to cause delays even for those vehicles to maneuver around through an intersection where traffic is blocked up.

Q Does the EIS adequately address the mitigation steps that they're proposing to deal with the level of service of F?

A They are indicating that they're going to be putting in some left-turn lanes, right-turn lanes, double lanes. They're indicating that they're going to be putting in signalization, and things of that sort.

But despite all the mitigations that they're claiming that they will be putting in, it still will be level F, like in frank.

Q Thank you.

A One other thing.

Even the formulas that they used in the document, they have some fancy formulas with the letter X and the letter T, but they do not explain in the EIS how they derived their formula.

- Q Why is that an issue for decisionmakers?
- A It's an issue because it's unclear to the

public, and probably to LUC members, unless they're 1 2 traffic experts, they would not understand how those 3 various numbers were derived, and what how the calculations were made. That's on page 40, Table 13 4 5 of Appendix M-1. 6 Did you comment on the EIS? 7 Α Yes. Did they respond? 8 9 I got 40p-plus pages of response letters. Α 10 I started reading it, and I noted a number of places 11 where it was deceptive to me. It was something's --12 Let me start with this. 13 What do you understand the EIS law requires 14 or drafter to do in comment responses? 15 They should give clear responses that --16 and they should reflect good answers to the issues that I raised, and explain those things. Not sure 17 18 what else you'd want --19 Q Okay. 20 But in this instance, did the responses 21 meet the requirements, in your opinion, of what is 22 necessary for a transparent -- EIS to be used by 23 decisionmakers?

A No. And I'll just give one example.

When they talk about the area, the area on

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the lower left of the bubble diagram, so-called light 1 2 industrial/business/commercial, in the response to me 3 they just refer to that as a light industrial area. Assuming that there would be -- they don't mention 4 5 business/commercial, and that was something that was 6 also -- many of the people who wrote sections in the 7 appendices all refer to that area as light industrial as if they were told, oh, that's going to be a 8 9 light -- they never mentioned that that area --10 there's no requirement that it would be light 11 industrial, because they put half light industrial, half business/commercial in that area. It could be 12 13 all business/commercial. 14 So that happened in several places in the 15 responses to me. 16 So the responses are only as good as long 17 as light industrial is built there? 18 Yes, only as good as the light industrial 19 being built there. 20 And they did not respond at all to the fact 21 that they were also proposing commercial for the 22 area? 23 They did not mention that in the response Α 24 to me.

There was testimony yesterday about

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flooding in the area. Did you have testimony that you wanted to provide Commissioners about the adequacy of the EIS with respect to flooding?

A It's not an area I have any expertise in.

I mention it as an issue. And I think other people

are much better qualified than I am to respond to

that part if the EIS.

Q Okay.

And then also did you have any concerns with the way OEQC published the Final EIS?

A Yes. It's something actually in their document. When they ask the developer to provide comments, to provide their EIS to be published in the document, they have a statement in there that I think is -- should be, and I would urge the LUC to contact the OEQC office on this where it says:

That's the wording that they put into their official posting of this document.

Comments are not taken on this action.

O This was in the Environmental Bulletin?

A In the Environmental Notice, and that's misleading to the public. Someone reading that Environmental Notice may say, well, no sense coming to a meeting like this and giving testimony, because they're not going to take any comments.

1 I would urge that that sentence be changed 2 somehow or other to give the public the impression 3 that if they wish to comment at a hearing on the EIS, 4 they can make the comments as many people did 5 yesterday. But there may have been many others, pro 6 and con, who may not have done anything feeling that 7 that directive is clear that nobody can comment. 8 Thank you, Mr. Mayer. 9 CHAIRPERSON ACZON: Any questions, for Mr. 10 Mayer, Petitioner? 11 MR. SAKUMOTO: No questions. 12 MS. APUNA: Nope. 13 MR. HOPPER: No. 14 MR. TABATA: We will be quick. 15 CROSS-EXAMINATION 16 BY MR. TABATA: 17 I think I missed this. What is the area of 18 your expertise that you're testifying to? I've reviewed -- 20 years I reviewed --19 20 MR. PIERCE: If I may, I will just add. 2.1 looked back at the transcript, Mr. Chair, last night, 22 and when I went through the process of submitting the 23 qualifications for Mr. Mayer, there seemed to be a 24 consensus where they did not want to go through the

qualification process, so I just want to have that on

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the record that that was from the transcript before. 1 2 It was based obviously upon Mr. Mayer's overall 3 arching qualifications. We did not narrow that down at that point. I just want to have that for the 4 5 record. And I have no problem with the questions. 6 CHAIRPERSON ACZON: So noted. 7 (By Mr. Tabata): Are you an expert in the Q 8 area of Environmental Impact Statement and reviews? 9 For over 20 years I was asked by the 10 Environmental Center at UH-Manoa to review 11 Environmental Impact Statements here on Maui. I had 12 a lot of experience. They kept trusting me. They 13 kept sending over documents on highway, schools, all 14 kinds of projects to be reviewed, and I did that professionally for about 20 years. 15 16 Thank you. Q 17 So approximately how many EIS's under 18 Chapter 343 have you reviewed? Dozens of them, many dozens of them. 19 20 I would get and they would send to me, and I would 21 just send it back. I see nothing in here. 22 Relatively trivial response, it looks very good. 23 In others I actually wrote very long

on an environmental -- where I analyze things pro and

details. Points such as testimony I've given today

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Q Approximately how many times have you testified like you're testifying today regarding the acceptance of an EIS under Chapter 343 HRS?

A Wasn't my job to accept or not accept. I would describe the strengths and weaknesses in the document. Areas that I think had been left out.

Things that should have been included. And try to raise for the Environmental Center -- their job at that time -- the Environmental Center that was merged at Manoa with one of the other departments.

Q I'm sorry, Mr. Mayer. I wasn't specifically referring to that job that you held.

Talking about in the last recent past, maybe the last five years, have you testified like you're testifying today regarding the acceptance of an EIS?

A Just a few months ago before the same body the Waikapu Town meeting EIS came up before the body. And I was one of the testifiers, and I basically said this is a very good EIS document.

I then qualified that and said but there are some areas that could be strengthened with regard to traffic. I would urge that a condition be added to the acceptance on that, but overall I said that it was a very good EIS.

1 Thank you. Q 2 CHAIRPERSON ACZON: Commissioners, 3 questions? 4 COMMISSIONER OKUDA: Mr. Mayer, are you 5 being compensated for your time and work in this 6 matter? 7 THE WITNESS: Absolutely not. Thank you. No further 8 COMMISSIONER OKUDA: 9 questions. 10 CHAIRPERSON ACZON: Commissioner Cabral. 11 COMMISSIONER CABRAL: Thank you. 12 Other people might be able to answer this, 13 but you seem to have variety of experiences. 14 There's been numerous references to the 15 community plan, and the fact that the community plan 16 developed, and then it's adopted by the council, and 17 then the community plan would become more so law, not 18 a suggestion, but actual law. 19 In the preparation for that community plan, 20 am I correct to assume that everybody in the 21 community is notified that there's going to be 22 meetings held to develop that plan? I mean, so it's 23 really -- I mean, it's not just the county offices 24 developing that. Is it a community effort to have

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that plan developed?

THE WITNESS: Let me briefly say. It goes through several stages. I'll try to be very brief.

The Planning Department will take a look at the existing community plan, and will do some analysis, try to get updates on population, on jobs, on transportation, various areas.

They will then put together a draft, an update of the community plan. The county council and the mayor will then select an advisory committee from the community, nine members selected by the council, four by the mayor, to review this.

They will then hold public meetings, and those meetings will go on in the evening, not daytime meetings, in the evenings for the public to come in.

And my experience as having been vice chair of one of those community plans, we have very extensive public testimony from the community. It's in the newspaper when the meetings are held. The meetings are reported back to the community.

A lot of input from members. In fact, one of the problems is, we get so much public testimony, that very often we don't have time to discuss all the details.

COMMISSIONER CABRAL: I understood that.

THE WITNESS: Make a long story short, they

make recommendations, update the draft that was given by the council -- by the planning department, that goes to the Planning Commission. Planning Commission then has six months to get whole review, make their recommendations.

The three versions, the original draft by the department, the recommendations of the citizens advisory committee, and the recommendations of planning all go to the county council, where it's further reviewed, hearings are held, mostly by the council during the day time, unfortunately, but they do hold meetings in the community as well, and they will eventually then adopt the community plan.

these various meetings both at the community level as well as when the county offices themselves put it together and they're having their hearings, how are people notified of that? Is that just through the local publication? Through websites? Is there any effort to actually notify the landowners of a specific area through tax -- you know how to send them a tax bill. Is there any effort to send them any other kind of notification?

THE WITNESS: Things have changed -- the last series of community plans were done in the

1990's, so we did not have the social media. We didn't have lots of different things. So letters would go out to people. The Maui News is the newspaper record on the island. It has been very good over the years in publishing that the community plan is going to be reviewed. There's going to be meetings coming up.

After some meetings have been held, they will usually write a long article, as you may have seen, for example, in today's paper, a long article in Maui News about your meeting yesterday here, followed -- but in that article they also indicated that there would be continuation of that meeting this morning?

So the paper has been very good about alerting the public. And that goes out to most homes on Maui. In addition now with social media it's much to get the word out.

So if I was a large landowner in the area of concern or the consideration is being given, I would be able to know when a community meeting was going to happen if I wanted to participate in discussing the plans of the future? And then -- so

it's available from what you've said.

And then the second thing, once a decision is made and it becomes adopted, anybody in the community can get hold of that information through county records, it's all available to everyone in the public?

THE WITNESS: It's on the county website.

It's available through any other means -- you can go

up to the Planning Department and read the document

paper if you don't have web access.

It's widely available. And any landowner who would want to know how his or her property is on the plan, and -- but I think the point was made yesterday by the County Councilwoman Kelly King, it's not just the map, it's the text that's very, very important.

And so a landowner would not only want to look at the map that shows where his or her parcel is, but would also want to read the text to see what recommendations, what recommendations are law, and what are guidelines that would affect their property.

COMMISSIONER CABRAL: Thank you very much.

COMMISSIONER CHANG: Chairman, I have no questions.

CHAIRPERSON ACZON: Vice Chair Scheuer.

-McMANUS COURT REPORTERS 808-239-6148 -

1 VICE CHAIR SCHEUER: Are you sure, 2 Commissioner Chang? 3 THE WITNESS: I have no culture. VICE CHAIR SCHEUER: Mr. Mayer, I'm trying 4 5 to sort out in my mind the relationship between the 6 requirements in an EIS for discussion of compliance 7 between a proposed project and the community plan with a separate set of requirements for the Land Use 8 9 Commission at the time of decision-making on the 10 merits of a project we are to consider the 11 relationship of a project to a community plan. So my 12 set of questions are going in that direction. 13 I understand your testimony to say, be 14 focused on arguing that the EIS does not adequately discuss the relationship of this project to the 15 16 community plan. Is that correct? 17 THE WITNESS: That's correct. 18 VICE CHAIR SCHEUER: Now, there are 19 apparently differences of opinion about whether or not this proposed project complies with the community 20 21 plan, is that also correct? 22 THE WITNESS: Yes. 23 VICE CHAIR SCHEUER: And I understand the 24 Maui County Department suggests that it is compliant

with the community plan, but you and other testifiers

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believe it is not?

THE WITNESS: That's correct.

VICE CHAIR SCHEUER: What kind of discussion in the EIS do you believe would be sufficient, given the differing opinions, to address the relationship of this project to the community plan? This was to be an EIS you reviewed that says, yeah, okay.

THE WITNESS: I think it's so far -- this project that's being proposed with the EIS is so different from what the community plan is designating for this area, that they almost can't talk about it.

The community plan says specifically that retail areas should be makai of the highway, and they designate very clearly four areas.

The community plan says, for example, that in a light industrial area, commercial establishments and businesses are allowed, but only to support the light industrial area. Let me give an example of that.

VICE CHAIR SCHEUER: Let me, if I may.

So if the EIS had had the discussion that said, the proposed project does not comply with the community plan, or there are people who believe the proposed plan is not in compliance with the community

plan for these reasons. Then you would feel that the EIS was adequate in discussing those issues?

THE WITNESS: Got some negatives in there.

VICE CHAIR SCHEUER: This is why I wanted to ask some questions.

So let me step back.

We could propose building a new harbor on this island by detonating a nuclear bomb, and it's technically possible to do a legally correct EIS for it, right? It will create a lot of jobs. It might also have some health affects.

But it's technically possible to do an acceptable EIS for this project as proposed, presumably.

How would the discussion of its relationship to the community plan be discussed in an adequate EIS?

THE WITNESS: I can't imagine how this proposal could comply with the community plan. And they would have a great difficulty saying that it does, because the community plan very simply says this should be light industrial.

The area -- the definition of light industrial is given in the community plan as warehousing and assembly, so they could try to say

1 something, that somehow a shopping small is a form of 2 industry. Yeah, it's the retail industry if you want 3 to look at it that way. But that's usually not what we think of as light industrial which is warehousing 4 5 and small time manufacturing. 6 VICE CHAIR SCHEUER: For LUC purposes, when 7 we will later, if for a moment you assume we accepted 8 an EIS for this project, and later then we have to 9 consider the relationship of the proposed project to 10 the community plan. 11 It would be possible to have that kind of discussion in an EIS that would inform our 12 13 discussions later on about the relationship of the proposed project to the community plan. 14 THE WITNESS: I don't see how you could 15 16 accept the EIS without looking at that issue. 17 would be just again -- I'm not sure I follow. 18 VICE CHAIR SCHEUER: Yeah, I'm not sure I'm

being effective in my question.

THE WITNESS: And in addition to that are the same issues with zoning.

CHAIRPERSON ACZON: Anybody else,

Commissioners?

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Mr. Pierce, are you done with the witness? MR. PIERCE: Followup, please, Mr. Chair.

## REDIRECT EXAMINATION

2 BY MR. PIERCE:

Q Stay on this topic of the community plan.

On page 28 -- and you'll probably recall this once I describe it -- on page 28 of the EIS there's a section called "unresolved issues".

And this says: The table below provides the list of unresolved issues associated with the project.

And a number of these are identified. One of them, number two, is: Compliance with the Kihei-Makena Community Plan. There are a few others that I may actually want to hit on, but let's focus on number two for now.

And this goes back to Commissioner Cabral's questions, based on your understanding of the community plan process. One of the things that an owner can do is, if they have inconsistency with the community plan, is they can seek a community plan amendment; is that right?

A That's correct.

Q Just very briefly explain to the Commissioners very briefly how that happens?

A The landowner can go to the county and make an application for community plan amendment. It

doesn't have to wait for the regular reviews, the decennial reviews of the community plan. They would then have to go to the Planning Commission. would hold hearings. The Planning Commission would then make a recommendation to the county council that this community plan should be changed or modified, and any applicant -- any landowner can do that for their particular parcel. 

Q In this instance, we had Ka'ono'ulu Ranch, the original owner of the Petition area that said they wanted to do a light industrial project, and one of the conditions that the LUC place on it, they said you need to go get a community plan amendment.

A Yes.

Q And they went out and got it. In fact, they got a very specific requirement that Ka'ono'ulu Ranch wanted, identifying their specific project for light industrial; is that right?

A Correct.

Q So then the property subsequently sold to both the Pi'ilani owners as well as Honua'ula. They are now obviously talking about something --

MR. SAKUMOTO: Is there a question, or is he testifying for Mr. Mayer?

CHAIRPERSON ACZON: Redirect your question.

Q (By Mr. Pierce): So before I was interrupted, the question is:

In this instance, we have two landowners.

They are proposing light industrial, but they also are proposing other things that you've identified as commercial.

If they feel that there is an inconsistency issue, one of the options they have is like the Ka'ono'ulu Ranch, is go seek a community plan amendment; is that right?

A Correct.

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Q So when the EIS talks about an unresolved issue, and saying -- in fact, do you recall anywhere in the EIS where one of the pieces of information provided to decisionmakers was the possibility that the owner could seek a community plan amendment.

Did they ever mention that in here?

A Not that I know of.

Q Instead, they refer to it as an unresolved issue; is that right?

A That's right.

Q And what is the problem for decisionmakers with respect to the adequacy of EIS by identifying something in an EIS document, that's supposed to be done at the earliest practicable time, and for the

purpose of informing decisionmakers, what is the problem, based upon your experience and knowledge, with identifying it as and unresolved issue?

A It needs resolution. It should have been done earlier on. I would think they should have done that initially, have gotten a community plan determination that would be consistent with the project that they are proposing.

Q And I'll identify another unresolved issue that's identified. Number three on page 25 of the EIS is preservation of archaeological sites.

What is the problem with not identifying the location now, or how it's going to be preserved?

Why is there a problem in the EIS for calling that an unresolved issue?

A The archaeological sites is an area beyond my expertise. I don't know what the rules would be with regard to the State Historical Office, et cetera. I don't know the sequence in which that happens.

Q What about number five, which is on page 26 of the EIS. Pedestrian connectivity to Kihei High School. What is the problem with identifying that as an unresolved issue in the EIS?

A The cost of putting that in is something

that should have been resolved so that the 1 2 Commissioners approving the EIS would be able to say 3 we know that the state has the money to put in a new bridge, widen the highway, put something else in, or 4 5 they're going to leave it up to the developer of this 6 project to do that, and they have made no commitment 7 to fund that project. We don't know the cost of the 8 project. And they have made no effort to say that 9 whatever the cost is, we will provide that bridge, 10 widening of the bridge, whatever would be decided 11 would be needed.

So it's unresolved in the sense we don't know how the pedestrian are going to be taken care of.

Q Thank you.

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CHAIRPERSON ACZON: Thank you. Are you done with the witness? Thank you, Mr. Mayer.

VICE CHAIR WONG: Mr. Chair, I would like to move to go into executive session to consult with the board's attorney on questions and issues pertaining to the board's duties, powers, privileges and liabilities regarding these issues.

COMMISSIONER OKUDA: Second the motion.

CHAIRPERSON ACZON: It's been moved and seconded to go into executive session. Those in

1	favor say "aye". Opposed? Motion carries.
2	(Executive Session.)
3	CHAIRPERSON ACZON: Back on record.
4	Mr. Pierce, please call your next witness.
5	I understand this is the last witness?
6	MR. PIERCE: That's correct.
7	CHAIRPERSON ACZON: How long will it be?
8	MR. PIERCE: Our goal is to get through
9	very quickly.
10	CHAIRPERSON ACZON: May I swear you in,
11	please?
12	Do you swear that the testimony that you're
13	about to give is the truth?
14	THE WITNESS: I do.
15	CHAIRPERSON ACZON: Please state your name
16	and address for the record.
17	THE WITNESS: Lucienne de Naie. I live at
18	320 Dora Faith Road in Haiku.
19	CHAIRPERSON ACZON: Please proceed.
20	LUCIENNE DE NAIE
21	Was called as a witness by and on behalf of the
22	Intervenor, was sworn to tell the truth, was examined
23	and testified as follows:
24	DIRECT EXAMINATION
25	BY MR. PIERCE:

1 Q Good morning.

Could you describe -- your here on behalf and you're testifying on behalf of Maui Tomorrow?

- A I am.
- Q Maui Tomorrow is one of the Intervenors?
- A It is.

- Q What is your position with Maui Tomorrow?
- 8 A I'm the President of the Board of 9 Directors.
  - Q Could you describe -- the reason you're testifying is to talk about the adequacy whether or not the EIS is for the Pi'ilani project is adequate.

And the question I would like for you to first answer for the Commissioners is your background and experience to give that type of testimony.

A Well, I'm just an ordinary citizen, but for many, many years, over 40 years, I've been reading environmental impact reports in California where I was a Regional Planning Commissioner, and Environmental Impact Statements here in Hawai'i for the 30-some years that I've lived here in Hawai'i.

I have done this because I've been a volunteer with various citizen groups. That's how I got elected to be Regional Planning Commissioner in San Diego in California. I was President of the town

council. And, of course, it was my kuleana to have to read some of these documents and write comments on them. So I am a self-trained analyst. I was an English major in school, University of California. So that goes to show what public education can do, you can actually read the reports after you take some training in the university system.

Q So roughly how many EIS's would you say you've reviewed and commented on?

A Oh, my gosh, scores, scores and scores, and many, many, many here in Maui.

I've been on the board of Maui Tomorrow on and off since 1995, and I was one of the four or five people that often was given the task of reading and reviewing, sometimes as a team effort, these different documents.

I've also served on many boards and commissions here where you had to read these kinds of documents. I served on the General Plan Advisory Committee. I've served on advisory group on the relocation of the Honoapi'ilani Highway, reviewing their EIS preparation notice.

So I've done this. I actually served on the Land Use Commission Advisory Panel for Reform a few years ago. So I read a lot of these documents.

And you mentioned that sometimes you're reviewing in a team. Are you sometimes collaborating or working on a team with professional experts such as engineers or surveyors? Yes, I do. I turn to folks who have engineering degrees. I've worked with hydrologists. I've worked with folks --VICE CHAIR SCHEUER: We're not qualifying 

VICE CHAIR SCHEUER: We're not qualifying people as experts, right?

MR. PIERCE: That's correct, however, I do think, Mr. Chair and Commissioners, that the weight of the testimony of any of our witnesses is going to be based upon their background.

I don't want to belabor, but I did want to make sure the Commissioners were aware of the background.

VICE CHAIR SCHEUER: And I very much appreciate. I'm just also cognizant of the time that we have for making a decision today.

MR. PIERCE: Understood. I'll speed up.

Q The other thing I do want to ask though very quickly, if could you briefly just say, because you are going to be testifying regarding cultural issues in the EIS, what's your background, and why are you competent to talk about cultural issues.

A Well, I have been taken in to a number of different organizations that are involved with cultural activities. Like I am a member of the Aha Moku Council for my area. I am invited to other 'Ahu Moku meetings, like the one from Kula Kai.

I was taken by several cultural practitioners who have now passed on, Renee Silva, Uncle Ed Lindsey. They kind of trained me how to look for cultural sites. How to recognize things. I don't know why, but I'm very grateful because it's something I'm deeply interested in, and have done a lot of research on. I've read many AIS's.

- Q Have you been on the Petition area?
- A Yes, I have.
- Q Have you been there with cultural practitioners?
- 17 A I have.

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- Q The Commissioners already heard a lot of testimony from cultural practitioners. If you could describe in summary what your understanding of the cultural importance of the site is?
- A Well, what I've heard from cultural practitioners is, unlike as described in the EIS, this is a vacant area with no particular use, that's a quote from the engineering report.

This is an area that is held in high
esteem. It was claimed by a very high chief,

Hewahewa. It connects with the fishpond that is on
the National Historic Register, the Ko'ie'ie

Fishpond. The ahupua'a of Honua'ula is small, but it
has a tremendous number of drainages in the upper
area, probably more than any other place in South

And so it was a place -- this particular parcel had two gulches bordering it. And the Kulanihakoi Gulch, which is quite deep now, was not that deep in ancient times. It was not even that deep 40 years ago, according to practitioners. It has been scoured out by the flooding and so forth of recent years.

Maui.

So this is like a delta, and this is why so many cultural sites were found here in relationship to other areas right above the Pi'ilani Highway, and it's why probably the petroglyph stone was here. It probably was a marker of a trail or some sort of way.

Petroglyphs are all along Kulanihakoi

Gulch. That indicates that people traveled in that area, and traveled mauka-makai.

Q And you've read the cultural impacts that

are identified in the Cultural Impact Assessment that's in the EIS?

A Yes, I have.

Q Do you agree with the conclusions that were reached in the CIA?

A I am very sad to see the conclusions that were reached. I attended every one of the meetings with cultural practitioners. In fact, I helped Mr. Jencks organize the first one. I invited families that I thought would be involved. It was my hope, and I very strongly feel that Mr. Fredrickson is a great archaeologist and wants to do a good job here.

But to hear from people that they have cultural practice; to hear from people that these sites are important to them; and then to come up with -- I will quote.

It is the finding of the current analysis that there are no specific valued cultural, historical or natural resources within the project area, nor are there any traditional and customary Native Hawaiian rights being exercised within the project area.

That is just not true. And the folks who prepared this document were provided with information that could have been used to draw different

conclusion, and for whatever reason, they chose not to.

So to me the EIS has failed the test of providing the information that was provided to the preparers to the Applicants and their representatives.

Q And the CIA and the EIS in general has identified some mitigation that the developers are willing to do.

Can you describe whether that appears to be adequate, based upon what you understand was the input from the cultural practitioners?

A Well, it appears, on Volume 1, page 89 states:

Applicants heard from community members on the site visit that certain sites are valued and important.

Now, why they then issued a statement in their Cultural Impact Statement that was released long after this site visit that there was nothing there, I don't know. And they're willing to go consult with myself and Daniel Kanahele.

I think because we both wrote a letter to State Historic Preservation saying that the AIS needed a lot more work.

I don't know if this body is aware, but in
the draft AIS, the Draft Archaeological Survey, that
was in the Draft EIS, it just said nine of the 19

4 sites were destroyed. That they weren't there any

5 more. That was not true.

That's why Daniel and I, immediately after that came out, wrote this letter to State Historic. And we knew that the sites were not being seen because the area was overgrown. We knew the archaeologist did not mean to imply that they were destroyed. But they needed to go back down when the grass was lower. And they did, and they found the remains of the sites. Two had impacts, and several others had some impacts, but they were all still there in some form, and that was corrected in the Final EIS.

But if you were a member of the public, and you read the Draft EIS, you'd say, well, nothing here. There were 19 sites, 9 are now destroyed, and they're going to do data recovery on a lot of them. Sounds good, they're no impacts. Well, that is just not the case.

So to me, the FEIS didn't really adequately explain any of that. And it's not -- the idea that these sites would be protected in someway, there is

not a single design in the EIS, in their design alternatives, that shows any allowance for protecting of cultural sites. There's no map that identifies where these cultural sites are.

And it's my understanding from the brief discussions I've had with the Applicant's reps, that the idea is to kind of move the sites where they might be more convenient, and that would be the compromise.

Because the tremendous amount of grading, the entire natural landscape of these parcels is going to be completely altered, from what I understand.

Q The agencies that will be decisionmakers using this EIS will have to apply the Ka Pa'akai analysis. Can you describe or explain to the Commission whether or not you feel that the EIS sufficiently provides sufficient analysis for an agency to actually be able to apply the Ka Pa'akai analysis?

A I do not. Ka Pa'akai is pretty simple. It says: Are there valued or natural cultural sites?

And people informed them that there are valued natural and cultural sites. The little gulch,

Ka'ono'ulu Gulch being one of the sites that's

natural but is very valued culturally.

Is there any practice associated with these sites? Well, there is practice associated with these sites. I've witnessed it. Other people have testified to it. It is there. It is real.

The second thing is: Will the project impact this? And I would have to conclude it would if there's not one design alternative that shows any cultural sites being preserved. All we have is like two or three sentences in the EIS, and that's what we're going to rely on.

And there is no acknowledgment in Cultural Impact Assessments spanning from 2013 to 2017 that there's going to be, you know, valued cultural sites there and cultural practice. I don't think it meets the Ka Pa'akai test.

The third thing you're supposed to do is say how you can mitigate. Well, I guess those two sentences saying they will consult and discuss with Daniel and I, who it shouldn't be with Daniel and I. They should follow the whole process of the 6E process and actually redo the AIS. Give Mr. Fredrickson, who is an excellent archaeologist, a chance to update his excellent earlier work.

It's just -- it doesn't meet the standard,

in my humble opinion.

Q You heard Mr. Kanahele's testimony. He talked about how much the CIA changed between the Draft EIS and the Final EIS?

A Oh, yeah.

Q If you could just very briefly just identify, based upon your experience and knowledge, working with EIS's, why you feel that doesn't meet the procedural requirements of Chapter 343.

A Well, when you read an EIS, you're expecting that the majority of information -- it says at the earliest practicable time you'll present this information. So, of course, you would expect that minor things would be added later, maybe even sections. I'm proud that many EIS's have added many things that I've submitted as testimony, but it's not like a complete shift to go from a nine-page Cultural Impact Assessment that interviews two people who weren't even interviewed for the project, and that's what people see, and an EIS that says nine sites have been destroyed, which wasn't the truth, and that's all people have seen.

And then four years later you come out with a Final EIS, that has an AIS that says, oh, yeah, actually all those sites have been relocated, and

actually another site is being recorded, and actually we have a couple of memos, that maybe there's some other testing we will do on some other sites that citizens have pointed out.

All of this has happened in between. It didn't happen in 2017. It happened in 2014, 2015. They knew a lot of this stuff before the Draft EIS was even published. It could have been in the Draft EIS.

I just see that as sort of a sneaky kind of thing to make sure that people didn't really know what is going on. And then you put it in the Final EIS and say it's here now, and great.

Q One other thing Mr. Kanahele talked about was the cultural consultation process.

Based upon your experience working with the State Historic rules, and also with EIS rules, do you think the consultation process was adequate in the EIS?

A Well, you know, the rules of Chapter 6E, you know, Chapter 13-276, whatever it is, are about consulting with knowledgeable and interested people.

So the archaeologist and the folks from Hana Pono who did the CIA, it was brought to their attention that there were interested and

knowledgeable people before the EIS was issued. And they could have -- and before SHPD signed off on any final revised AIS.

Now, the AIS was revised to include more area that hadn't been surveyed before. This area turned out didn't really have any other sites, but as part of that new process, a review of the previously recorded sites was included. And that's where the nine sites were kind of like found again basically.

So the process has not really been followed. The consultation should have been folded into that AIS process, and it should have been folded into the CIA process before the EIS. They have just held off -- in fact they did hold off on the EIS for a few months. They should have held off more.

Gotten all that in. Gotten all that to State Historic. Had it reviewed. And then issued an EIS that actually told about the real cultural use and the cultural sites there.

Since they didn't, I just can't conclude that the EIS process has been followed. In fact, it's even more confusing. There were like three separate iterations of the Cultural Impact Assessment in the Final EIS. The middle one done by Hana Pono, after Daniel Kanahele was interviewed, concluded that

some sites should be preserved. In fact, in spite of the fact that a lot of damage had been done to the land, some sites should be preserved, and the developer should work with people.

But the final updated one that was done by Cathleen Dagher and Michael Dega (phonetic), so a new firm got involved. They interviewed several more people, they concluded -- like not the mayor -- I mean it's so confusing to the general public.

CHAIRPERSON ACZON: Can you answer the question? You want to move on?

Q (By Mr. Pierce): The final thing is, with respect to the gulches that are either on or adjacent to the property, can you talk about the flooding, in your opinion, as to whether the hydrological studies, and the analysis of impacts from the development are adequately addressed in the EIS?

A They are not.

The Applicant always reminds people that the Kulanihakoi Gulch is not on the property. That is true, but it's a major feature of that property.

The engineering report clearly acknowledges that at the present time, all the drainage flow from the property, flows directly into the Kulanihakoi Gulch.

I've also heard the reps of the project say 1 2 that they're doing everything that the county 3 requires. But to prepare for a one-hour 50-year storm isn't going to cut it in this area, especially 4 under our current weather conditions. 5 6 So more analysis should have been provided 7 based on the fact that this is an extremely flood-prone area downslope. Other projects that have 8 9 developed in this area, actually mauka of the 10 highway, have had to do off-site drainage 11 improvements in order to be okay with the Army Corps 12 of Engineers. 13 The county doesn't always ask for a lot. 14 They have to follow their own laws. But this project should do more than what the county requires. Other 15 16 projects are starting to do that. It should have 17 been discussed in the EIS, and it just wasn't. 18 MR. PIERCE: Thank you, Mr. Chair. 19 CHAIRPERSON ACZON: Any questions, 20 Petitioner? 2.1 MS. CATALDO: Yes, Mr. Chair, thank you. 22 CROSS-EXAMINATION 23 BY MS. CATALDO: 24 Ms. de Naie, I want to make sure I 25 understand your framework of reference.

You were introduced as someone talking about cultural issues, but you were talking about also the AIS, the Archaeological Impact Statement.

You mentioned that with the cultural issues, cultural practitioners had taken you under their wing. Has any archaeologists likewise taken you under their wing, or do you have formal training in archaeology?

A I do not have formal training. I did take an anthropologist class in college. And I have been taken under the wind of several archaeologists. Boyd Dixon used to call Ed Lindsey and I all the time to go and look at sites. He was the archaeologist for the SHPD here back in the '90s.

And I've worked fairly closely with Theresa Dunham on some projects. We co-authored -- well, I was hired to author a book, and she was hired to do the archaeological review part of the book.

I've worked with Allison Chin. I've worked with several archaeologists over the years, just, you know, going out, walking around, holoholo, checking stuff out.

Q When was the first time you walked the project site?

A Oh, many years ago. I would say maybe 2009

- 1 or something like that, yeah.
- 2 Q For what purpose?
- 3 A Because of the gulches. I'm like Daniel.
- 4 I'm often Daniel's companion on these gulch walking
- 5 | tours, and very interested in what's in the gulches.
- 6 I've walked most of the gulches of South Maui.
- 8 A Yes, Kulanihakoi Gulch.

- Q Which is off the property.
- 10 A Yes, but you can go right up the banks and
  11 you can be right along that property, yeah.
- It was not all fenced off, as I recall, at that time. I don't think they put the other fence along the gulch up at that point.
- Q So access was not denied?
- 16 A It was cultural access. Daniel took me
  17 along to take pictures. I had a camera; we were
  18 there.
- 19 Q You went on-site, I guess is what I'm 20 trying to understand.
- 21 A Yes, yes.
- Q Since '09, how many times have you been on the property?
- A Dozens.
- 25 Q And dozens -- I don't mean to -- 12, 24,

1 36, 48?

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- 2 A Not 48, maybe 25 times, something like 3 that.
  - Q And how many of those times were you on-site with a representative of the developer?
- 6 A Twice.
- Q And how many times were you there with Eric Fredrickson?
  - A Once with Eric.
  - Q So the other approximately 22 times, you were there with cultural practitioners?
    - A Yes, for observing the full moon, observing the equinox, eclipses, you know, the Pleiades, the makahiki. You know, it's a beautiful site. People thing it's a nothing plates. It's really -- you're not in Kihei any more when you walk on that land. It's quite a beautiful place.
    - Q Nobody denied you access those approximately 22 times?
    - A It was cultural access. Nobody asked.

      It's under PASH rights. People who want to exercise their cultural rights, you know, like that.
      - Q When was the first time you observed an equinox from the project site?
- 25 A Equinox I think was in 2014 or around in

there, 2014, maybe 2013. I'm sorry, I don't have a 1 2 timeline in front of me. 3 Other than walking the gulches, what was the first time that you participated in a cultural 4 5 practice on-site? 6 I'm sorry, I don't know the exact year. 7 mean, to me walking the gulch and going up and 8 finding things, and being in examine commune with 9 them is a spiritual practice. 10 Q Understood. 11 So the question is, other than that --12 You know, like a gathering or something 13 like that. I don't really know. It was probably 14 within the last five years. I'll tell you a funny story though. 15 16 If I could get through my questioning. 17 With the cultural practitioners that took 18 you under their wing, did anybody talk about this 19 project site previously? 20 Actually Ka'ono'ulu, as an area, was 21

Mentioned by Mr. Silva as being very important. He was friends with Charlie Keau (phonetic) who did a lot of work down at the ocean area of this area.

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Q How about this particular 75-acre parcel?

A No. More in general that that gulch was a

very culturally important gulch, Kulanihakoi, yeah. 1 2 Kulanihakoi Gulch, the gulch that is off 3 the project site? Yes, that adjoins the project site. 4 5 is a thin strip between that and the project site, 6 like 15 feet. 7 You've listed some, but can you list for me all the cultural practices you understand are taking 8 9 place on the site presently? 10 Observation of weather patterns. Α 11 Observation of celestial phenomenon. Observation of 12 bird life, like the pueo. Identification of 13 significant pohaku that hold cultural significance, 14 that when people are around them, they just start being flooded with reminders of their ancestors. 15 16 Little hard to explain, but, you know, it's 17 a very individualistic thing. 18 Q Anything else? 19 Α Gathering. 20 Of what? 0 21 Of medicinal plants like uhaloa. Very 22 ubiquitous, but it's a great place to gather the 23 uhaloa.

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Have you ever seen anyone gathering?

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Α

Yes.

- 1 Q When?
- 2 A One of our accesses. Someone had a sore
  3 throat, and some of the hualoa was gathered to take
  4 back.
  - Q Within the last five years?
- 6 A Yes.

- 7 Q That one time occurrence, is that the one 8 time you've seen gathering?
- 9 A That's the one time I've witnessed, but the
  10 person who was gathering lived not far away, and my
  11 guess is they might gather there other times.
- 12 Q They did not indicate that to you?
- A Well, I didn't grill them.
- 14 Q Did you ask?
- 15 A No.
- 16 Q Anything else in cultural practice?
- A Awa ceremonies to reawaken the connection to some of the sites.
- 19 Q You participated in one?
- 20 A Yes.
- 21 Q As part of the celestial --
- A No, separately, separately. And there was
  also a group that gathered in the small gulch,
  Ka'ono'ulu Gulch, and it had rained, and the pools
  there had water, and they did a ceremony thanking for

1 | the water coming to the land.

You know, it's kind of hard to characterize all this stuff. It's people doing what they feel.

- Q You're aware that Mr. Lee was interviewed by Kimokeo?
  - A Yes.

- Q Have you read that interview?
- A I haven't read the whole thing. I think I read parts of it. It was very small print.
- Q Did you read where Mr. Lee indicated that it was not his intention to stop the development, but he would like preservation?
  - A Yes, I read that in the summary. Yes.
- Q What did you understand Mr. Lee's description of the cultural practice to be?
- A Mr. Lee went on the site visit with the archaeologist and shared a great deal of information, and really urged people not to look at the sites as this is just a little stack of stones, but to view it in cultural context that it is marking a relationship between the earth, the clouds, the weather patterns, the rise or fall of different stars or planets.

And this is what his traditional knowledge -- and he is not alone -- I've talked to a number of other cultural practitioners who feel the

1 same way. Mr. Chad Kane.

- Q Where is Mr. Lee from?
- A He lives in Oahu. His family on his mom's side is from Lahaina.
- Q You, I think were here, when I was speaking with Mr. Kanahele, and I asked, in his opinion, if the significant amount of activity on the property, cattle ranching, heavy equipment for firebreaks, military training for several years. I didn't mention to him, but cleanup activity from unexploded ordinance following World War II, and the installation of the pipe, if that sort of activity on the property would affect the stones being used for observation might impact interpretation of certain places on the property.

I believe Mr. Kanahele said, yes, that might impact. What is your response?

A Well, I've hiked many places that have had disturbances over the years, and with cultural practitioners. And probably the most general thing I could say about that is that they feel that the land holds things at different depths.

Of course, you know, humans take their -- I mean like at Kaho'olawe. Look at the money we're putting into restoring Kaho'olawe. It was a bombing

target for how many years? It's still a worthwhile place. Every cultural practitioner that I have talked to about these places that has some disturbance feels that that does not negate their real value as a place for cultural practice or cultural work.

Q I suppose my question was more focused.

Explain to me -- do you understand the celestial navigation or celestial observation?

A Well, of course, I am not a Hawaiian, and I was not trained in these things, but I've listened to both Mr. Lee, to Mr. Kane who has a preserve on Oahu, Barbers Point area, and both of them are very eloquent about this, that stones are not placed haphazardly. That they actually connect. When you stand at a stone, you then see certain patterns from being at that particular position, whether it's a stack of rocks, a natural formation that's been augmented.

And this is a traditional knowledge. When you go to 'Ahu Moku meetings and you hear the amount of knowledge. It's like we live in two different world's, what people know through their culture, and what we know through Western science.

It's an amazing divide. And as a

non-Hawaiian, I'm just very humbled to be there at the table to be able to listen.

Q So if the earth-moving activity on the property, through scores of years, impacted placements of things, placements of rocks, what is the conclusion as to the historic practice, the traditional practice of celestial observation?

A Well, if you've walked the rock, you would know, a great deal of that property has not been disturbed. It's natural rolling hills with no evidence of bulldozing. It's more like the edges and the middle where they put the pipeline across.

But like Daniel said, it's narrow bands, there are areas that are very pristine, that still have cultural sites very evident that are not scarred, that have never been impacted by a bulldozer.

So I just think that there's enough there that you're going to have a working cultural landscape system there.

Q Let's turn to the AIS.

You are aware that in the 2015 AIS, approximately 18 sites were identified?

A Well, in the 2015 they identified the original 19 sites that were still on the land, the

petroglyph stone having been removed. And said that
two of those were pretty much so altered that they
were considered destroyed. And then they recorded
one additional new site, which Daniel Kanahele and I
had found and sent picture to the State Historic.

And Mr. Fredrickson visited and said, yes,
this is absolutely a historic site, has evidence of

Q So 18 sites?

cultural use, and it will be recorded.

A 18 sites.

Q How many of those sites are submitted for data recovery?

A Nine, I believe, at the last I looked, or maybe ten if there's going to be additional data recovery at the new site.

Also data recovery proposed at the site along Ka'ono'ulu Gulch.

Q There are 12 sites for data recovery, and the developer has, along the gulch that you're indicating is Ka'ono'ulu Gulch, which doesn't have any historic --

A Like Daniel, this is what old cowboys call it.

Q So 13 of the sites for data recovery, over 70 percent of the sites, were you aware of that?

- A Yes. And data recovery does not ensure any preservation at all. There's no commitment to preservation with recovery.
- Q It's the first step, though, in identifying -- with further data recovery --

- A If you had read as many AIS's as I had, ma'am, you would know, it's usually the last step.
- Q Data recovery is for archaeologists, the most intensive archaeological evaluation available; is that right?
- A Actually an in depth Archaeological

  Inventory Survey that has sufficient subsurface

  testing so that you can do the significance criteria

  when it's supposed to be done at that part of the

  process is far more desirable.
- Q Is it your testimony that that was required here?
- A It's the 6E process that significance -when this was given significance review in 1994, Mr.
  Fredrickson did the very best he could with the
  information that was available. He did not know
  about the multiple sites upslope from here. He did
  not know -- he had probably not a lot of support to
  support -- to preserve any of the sites, except the
  petroglyph. And he did note that, wow, there aren't

a lot of sites that are found here above in the 1 2 barren zone, so that makes these more significant. 3 Ms. De Naie, I want to be very clear. Q Is it your testimony that the 2015 AIS does 4 5 not meet legal standard? 6 It was accepted by State Historic. I'm not 7 going to criticize them, but I feel that they could do a better job. 8 9 Thank you. Q 10 CHAIRPERSON ACZON: Ms. Apuna. 11 MS. APUNA: No questions. 12 CHAIRPERSON ACZON: Mr. Hopper. 13 Tabata. 14 MR. TABATA: No questions. 15 CHAIRPERSON ACZON: Commissioners? 16 COMMISSIONER CHANG: Let's start off where 17 we just left off on data recovery. 18 Data recovery is a form of mitigation? 19 THE WITNESS: It is. 20 COMMISSIONER CHANG: Normally in an AIS 21 different forms of mitigation include data recovery. 22 What's generally the -- I know we are going to have 23 an archaeologist, so I don't want to get into too 24 much detail, but data recovery is generally not the

preservation of the resource.

1 THE WITNESS: It can leave to preservation 2 if extraordinary things are discovered, but it 3 generally says, okay, we've done this. It's enough. State Historic can feel they've done their job. 4 COMMISSIONER CHANG: Another form of 5 6 mitigation is preservation? 7 THE WITNESS: And avoidance. Designing 8 things into your project so that the culture is 9 respected, which I think is what practitioners are 10 asking for here. 11 COMMISSIONER CHANG: Most of the sites in 12 the AIS were identified for data recovery, 70 13 percent? 14 THE WITNESS: Yes. COMMISSIONER CHANG: You mentioned Chad 15 16 Kane. Why was Chad Kane called to the site? 17 THE WITNESS: Actually he's not visited 18 this site, but visited nearby, and showed me 19 formation of stones. He says now, this may look like 20 nothing, but this is actually an alignment that 21 someone would use as part of their navigational 22 practice, and part of their observing of how the 23 planets would rise and fall, and being able to align. 24 He said at certain elevations, you can see

things, and South Maui, the south facing shores and

leeward sides are those places where those practices
were utilized and taught to others as well.

COMMISSIONER CHANG: He was not called to participate --

THE WITNESS: No, it was not on this site.

I'm just saying that Michael Lee is not the only one
to say that certain pohaku actually have a connection
to navigation and observing celestial phenomena,
there are others as well.

COMMISSIONER CHANG: You mentioned that you have accessed the site. And you mentioned PASH access.

Did you have to ask for permission to access the site, or were cultural practitioners permitted to go onto the site at will?

THE WITNESS: Well, it's never really been clearly defined, but the people I went with said we're exercising our PASH rights to come to a place and have cultural practice and do no harm.

COMMISSIONER CHANG: Has the landowner required you to get access through them?

THE WITNESS: I believe at one point Mr.

Jencks, who is not the landowner, but is a representative of the landowner said, well, give me a call if you guys are going to go out there.

1 CHAIRPERSON ACZON: Do you have any more 2 questions? 3 COMMISSIONER CHANG: During the cultural consultation process, were you interviewed for the 4 5 Cultural Impact Assessment? THE WITNESS: No, I was not. 6 7 COMMISSIONER CHANG: During the cultural consultation meetings, were notes taken of those 8 9 meetings? THE WITNESS: Well, yes. I think the notes 10 11 were published in the appendix in the Final EIS. 12 COMMISSIONER CHANG: Were the participants 13 of that cultural consultation process given an 14 opportunity to see those notes? THE WITNESS: Well, if they got the Final 15 16 EIS, I guess they were. The people who were 17 interviewed probably were given an opportunity to 18 review their interviews. I can't speak to that. I know Mr. Elden Liu, who's a lineal descendant, 19 20 refused to have his interview published. COMMISSIONER CHANG: You identified several 2.1 22 cultural resources on the site. You went through the 23 analysis with your counsel about Ka Pa'akai. 24 So you identified cultural resources that 25 are on the site?

1 THE WITNESS: Yes, there are existing 2 cultural resources on the site, and lots of midden 3 and stone tools and coral tools. There's all kinds of things. You see new things every time go there. 4 COMMISSIONER CHANG: You mentioned 5 6 medicinal plants, uhaloa. 7 THE WITNESS: Yes. COMMISSIONER CHANG: Are there other 8 9 resources on the site that you have not identified? 10 THE WITNESS: That's a good question. You 11 put me on the spot, Commissioner. There probably are. Guess I'm a little nervous and can't think of 12 13 everything right now. 14 There probably are others. When you talk 15 to more people, you find out more things. And I have 16 not talked to every single person who's accessed the 17 site? 18 COMMISSIONER CHANG: And you've 19 acknowledge, you're not a cultural practitioner 20 yourself, but you have been trained by other cultural 21 practitioners? 22 THE WITNESS: Yeah. Well, I'm not of the

Hawaiian cultural, so I'm not a Hawaiian cultural practitioner. I'm a person who respects Hawaiian culture.

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1 COMMISSIONER CHANG: And in your -- and 2 you've identified -- you stated that the project will 3 have an impact on continued practice of these, or access to these valuable resources? 4 5 THE WITNESS: Well, they're going to be, 6 probably, if they're not destroyed, they are going to 7 be relocated to someplace where it's convenient. That doesn't have cultural integrity in the eyes of 8 9 most cultural practitioners. And there's no 10 discussion of cultural practice. It's off the table, 11 just says there is none. So it's a little hard to know where the 12 13 Final EIS, when are we going to know about how the 14 cultural practice is going to be dealt with? 15 COMMISSIONER CHANG: Again, I just want to 16 confirm your testimony has been that the conclusion 17 in the CIA was that there are no traditional 18 customary practices on the project site? 19 THE WITNESS: I read you the quote from the 20 CIA, from the 2017 version, yes, that's their 2.1 conclusion. 22 COMMISSIONER CHANG: And my understanding 23 is you disagree with that conclusion? 24 THE WITNESS: I and all the other folks who

testified do disagree with that, yeah.

1 COMMISSIONER CHANG: The AIS identified, 2 and you spoke about Kulanihakoi Gulch, which is not 3 on the project site? THE WITNESS: No, A few feet away from the 4 5 project boundary. 6 COMMISSIONER CHANG: But from a very 7 traditional cultural practice, were people bound by TMKs? 8 9 THE WITNESS: No. No, this property had 10 these two waterways, and the Ka'ono'ulu Gulch is not 11 someone's drainage. It is shaped like a natural 12 waterway. It has blue rock formations in it. It's a 13 very special place, and it was shaped by water. And 14 it went all the way down to the ocean. 15 COMMISSIONER CHANG: In reading the AIS, it 16 states that the Kulanihakoi Gulch served as a 17 corridor for inland and precontact times. 18 Based upon in your experience, would you 19 agree with that? 20 THE WITNESS: Absolutely I would. There's 21 petroglyphs all along it. I've seen a number of 22 them. That indicates people walked and left their 23 mark, yes. 24 COMMISSIONER CHANG: Are you aware of the

Land Commission Award that was on this property?

THE WITNESS: To Hewahewa, yes. Mr. Elden
Liu, who is a direct descendant of Hewahewa, has
tried to petition for some recognition that his
family never actually completely abandoned that
award. He has his paperwork.

I have not seen his paperwork, but he believes very strongly that he should have a voice.

He doesn't want to disrupt the project. He just says something useful should be here like a hospital.

COMMISSIONER CHANG: You are not an archaeologist. Is it your experience that in many instances where there are Land Commission Awards, it is an indicator of precontact or previous habitation?

evidence of habitation here. It is described as temporary habitation. But, you know, it's hard to know. This area has had a lot of floods over it.

There could have been like 20 times as much shells and coral and rounded pebbles and flakes and evidence of human habitation there, as we found when it was first surveyed in 1994.

COMMISSIONER CHANG: In your experience, where there is habitation, did maka'ainana or commoners generally bury their family members where they lived?

THE WITNESS: Yes. Kihei is famous for 1 2 people finding burials when they go to put in their 3 new house. In fact, Vernon Kalanikau, who testified yesterday, has like a little map of all the burials 4 5 that were just found around where his family lives 6 just downslope from here. 7 COMMISSIONER CHANG: I have no more 8 questions. 9 CHAIRPERSON ACZON: Let me ask the other 10 Commissioners. Vice Chair Scheuer, followed by 11 Commissioner Cabral. 12 VICE CHAIR SCHEUER: Good morning. 13 You testified about your expertise both on 14 cultural matters, Ka Pa'akai analysis, as well as on EIS's in general. 15 16 THE WITNESS: Yes. 17 VICE CHAIR SCHEUER: There are -- there's a 18 requirement that the EIS look at cumulative impacts 19 of a project. 20 THE WITNESS: Yes, there is. 21 VICE CHAIR SCHEUER: Are you aware of this 22 EIS having any cumulative impact analysis on cultural 23 issues? 24 THE WITNESS: Well, I think it was neatly

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sidestepped by having all the cultural analysis,

which is supposed to be the Cultural Impact

Assessment, conclude that there's nothing of value,

and there's no one using the lands, kind of means you

don't have to talk about any cumulative impacts.

2.1

VICE CHAIR SCHEUER: Do you believe that an analysis of impacts on cultural practices from a proposed development is supposed to be limited to what is directly on that site?

THE WITNESS: No, I do not believe that.

Because this site deeply connects to what is below

it. There's a muliwai. There is a natural lagoon

that functioned as a fishery.

VICE CHAIR SCHEUER: By below, you mean makai?

THE WITNESS: Makai, yes.

And the two gulches that frame this property, the one that passes right through it, and the one on its border, actually originally met at the mouth of that muliwai, which is probably why that lagoon was there.

I discovered through hearing the stories at 'Ahu Moku meetings, that there are folks who live in the Kihei area who believe there is a mo'o associated with that gulch, and that there's underground passageways, and the mo'o lived in the muliwai area.

And there was a certain rock that was associated with that mo'o. These are all things I have heard. I am not competent to say how verified they are. But these are people's families' stories that are associated but do not make it into theses kind of reports because people don't go and make people comfortable to talk about these things.

VICE CHAIR SCHEUER: There has been a bunch of discussion during the public testimony portion.

People stating that there were certain well-known

Native Hawaiian families associated with this area who were not consulted during the process.

Is that your understanding as well?

THE WITNESS: Well most of the Hewahewa were not consulted. Mr. Brian Naeole who is a descendant of Hewahewa attended several of the

believe there is any interview from him in the CIA.

And he's a very gentle person. You know, he's not

meetings and both of the site visits. I don't

very pushy.

2.1

VICE CHAIR SCHEUER: Do you know if there were attempts to contact him or others?

THE WITNESS: I do not know. I think he was listed as some of the people who were contacted. There was a long list. There is a standard issue

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people that they always contact, Office of Hawaiian 1 2 Affairs, and Auntie Thelma, different people, and 3 then there were a few individuals as well. VICE CHAIR SCHEUER: Thank you. 4 5 CHAIRPERSON ACZON: Commissioner Cabral. 6 COMMISSIONER CABRAL: Actually my question 7 might be for the Petitioner. You had earlier referenced that there's, I 8 9 think you said, eight sites are going to be preserved 10 in the development plan that's being looked at now. 11 Are those the types of sites that she's 12 referring, to which she has referenced 18 or 13 something that had been located, are those different concepts, or are we talking about the same type of 14 15 preservation? And what kind of preservation would it 16 be of a site? 17 MS. CATALDO: I apologize. 18 sites are 18 identified in the AIS as having archaeological 19 findings. Of those --20 CHAIRPERSON ACZON: Are you going to go 21 over that on your presentation? 22 MS. CATALDO: I can. 23 COMMISSIONER CABRAL: Thank you. 24 CHAIRPERSON ACZON: Anybody else? Mr. 25 Pierce.

MR. PIERCE: Intervenors have no further questions, and I want to thank you permitting us for having these witnesses testify.

CHAIRPERSON ACZON: We are going go with County of Maui, but before that, I just want to inform everybody that it is the Commissioners' intention to finish and make decision today. So if you have any flight reservations to change, you can do it during lunchtime. And I probably, maybe half hour, we are going to take a short break.

So, Mr. Hopper, please proceed with your presentation.

MR. HOPPER: It is the county's position with respect to the community plan zoning issues is that at this time the Commission has a decisionmaking criteria under the Hawai'i Administrative Rules that will determine whether or not the document is acceptable.

That is separate from the criteria for determining if the Motion to Amend should be granted, which does include a consideration of the Community Plan, County General Plan, and Maui Island Plan. But because these issues were discussed, the Community Plan issue, the zoning issue, I would like to call William Spence hopefully briefly to go over some of

the issues that have been discussed. 1 2 CHAIRPERSON ACZON: May I swear you in 3 first? Do you swear that the testimony you're 4 5 about to give is the truth? THE WITNESS: Yes, I do. 6 7 CHAIRPERSON ACZON: Please state your name and address for the record. 8 9 THE WITNESS: My name is William Spence. 10 You know what? I can't even give you my business address -- One Main Plaza in Wailuku. 11 12 CHAIRPERSON ACZON: That will fine. THE WITNESS: I go there every day. 13 14 WILLIAM SPENCE 15 Was called as a witness by and on behalf of Maui 16 County Planning Department, was sworn to tell the 17 truth, was examined and testified as follows: 18 DIRECT EXAMINATION BY MR. HOPPER: 19 20 Mr. Spence, could you state your current 21 position with the county of Maui? 22 I'm the Planning Director for county. Α 23 How long have you held that position? Q 24 Since 2011. Α 25 And prior to that, could you briefly go Q

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over your time spent with the Planning Department and your work experience?

A I started with the Planning Department in 1992, and spent ten years there as a staff planner.

I was responsible for virtually all aspects of virtually all functions within that department, including processing discretionary permits, changes in zoning.

I was also the staff planner for a number of the community plans which are currently in effect.

Q And as your role of Planning Director, you submitted a Position Statement with respect to the acceptability of the Final EIS for this project?

A Yes, we did.

Q And the letter which you submitted July 14, 2017, states that the department recommends approval based on HAR 11-223 Hawai'i Administrative Rules. I wanted to read that section briefly which does outline the acceptability criteria for the Commission to review when determining whether or not to accept an EIS.

It states: 11-223, Subsection A.

Applicability of a statement shall be evaluated on the basis of whether the statement in its completed form, represents an informational

instrument which fulfills the definition of an EIS,
and adequately discloses and describes all
identifiable environmental impacts and satisfactorily
responds to review comments.

So when you reviewed the EIS, did you essentially review, based on areas within the county's jurisdiction, as well as the responses to county agency comments?

A That's correct.

Q And you recommended approval of the Final EIS?

A Yes. I believe it adequately addresses, certainly for the county, what it needs to address.

Q And to clarify and continue on a point that I have discussed earlier.

At this stage the Commission is being asked to accept this Final EIS. In order to accept the Final EIS, there was some discussion of community plan and zoning compliance.

In order to accept the Final EIS, does the Land Use Commission have to determine that the project is consistent with the County General Plan or Kihei-Makena Community Plan?

A My understanding of the Administrative Rules, there is no requirement for the acceptance

- of -- consistency with the Community Plan, Maui

  General Plan documents in order to accept the EIS.
  - Q So at this point, did you read the analysis in the document in the Final EIS regarding the Community Plan compliance, as well as General Plan and Maui Island Plan compliance?
    - A Yes, I did.

- Q Did you believe that those sections adequately discuss the project in the ways in which it, the Community Plan and those other plans, relate to the project?
- A Yes. They spent -- the document spends some 70 pages discussing General Plan compliance; 33 pages specifically to the Community Plan.
- And then also under the unresolved issues, they also discuss what so many have testified before, that they believe that this project doesn't comply with the Community Plan, but that is all disclosed.
- Q You also mentioned that it is disclosed that there is an ongoing dispute with the Intervenors as to whether or not the project is in compliance with the Community Plan?
  - A That's correct.
- Q And this is something for the Commission to consider in your view in its Motion to Amend

1 proceedings?

A Yes. Since there's no requirement with acceptance of an EIS, there is most definitely that requirement that the Commission consider the county's general plans, community plans, et cetera, in their decisionmaking process for an amendment.

Q And so that would be done should the EIS be accepted at a future proceeding in which the Motion to Amend would be considered?

A That's correct.

Q And at this time, the department has not stated a position on whether the Motion to Amend should go granted; is that correct?

A That's correct.

Q Again, that would be done should the EIS be accepted in a hearing scheduled for that?

A That's correct.

Q That would also allow the county to call witnesses, present evidence, and cross-examine other party's witnesses?

A That's correct.

Q I wanted to go over a discussion a bit in the Kihei-Makena Community Plan of the various land use designations in the plan.

Are you generally familiar with land use

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designations that are set forth in community plans?

- A Yes, I'm very familiar with them.
- Q Those designations, are they generally -they're generally like one or two sentence
  descriptions for the land use categories and
  definition?

A That's correct. Our community plan, each one of our community plans has a map, what we refer to as a Land Use Map.

Those maps -- all the properties within the county have some kind of designation. They can be designated agriculture. They could be single family, light industrial, hotel, commercial, all those kinds of things.

And then within the back of each one of the plans, there's a very brief description of that particular designation.

Q And so I'm reading from page 54 of the Land Use Map section of the Kihei-Makena Community Plan.

There's various designations, as discussed, one or two sentence descriptions of what's in those designated areas; correct?

- A Correct.
- Q Do you believe that those descriptions are intended to be an exhaustive list of all of the

1 permitted uses within those districts?

A No. They cannot be a definitive list of all the uses allowed.

Q In fact, one of the designations on page 54 of the plan is single family. And the description of that area is: This includes single family and duplex dwellings.

Are those the only two uses that are allowed within a single family designated area in the Land Use Map?

A No. Assuming that the property has gone ahead and obtained zoning for that designation -- and that's part of how you implement your community plans, is you look at your plan. You go, okay, this area is intended for this particular use. Say in this case, single-family residential.

The county council, by ordinance, would adopt residential zoning for the property. And then all the uses within that zoning are permitted.

Some of the uses other than single-family residences would be parks and playgrounds, truck gardens. We're getting into urban agriculture these days. We want to encourage those kinds of uses.

Child care, day care, schools, public facilities, ohana units. You know, we have otherwise

known as AD use or accessory dwellings. Those are not considered single-family dwellings. Those are accessory to the primary dwelling on the property.

Those are allowed under the zoning code that are not specifically named within the community plan. Also bed and breakfast, home occupations. We could go on.

Q So the point being that the descriptions in the community plan land use map are not intended to go over every possible permitted use in that district?

- A No, they are not intended for that.
- Q That is true also, in your opinion, of the light industrial community plan designated area?
  - A That is correct.
- Q Now, light industrial area states, this is for warehousing, light assembly, service and craft type industrial operations.

Are other uses, in your view, also allowed in that district based upon the light industrial zoning classification?

A Yes. Our light industrial zoning code is a tiered zoning code. It's a very old code, and I've admitted that I don't know how many times publicly.

It allows not only the light industrial

uses, which are considered more -- considered the most intense uses because of noises and odors and whatnot. It also allows other uses that are considered less intense, which would include business uses, from our different business districts, B-1, B-2, B-3. You can do --

So in addition to the light industrial uses, you can also do the business uses, which would include offices, retail space, any of the other things you would find within a business district category. That district also allows for apartment buildings.

Q So because the light industrial -- you're looking to the light industrial zoning for influence of what uses may be allowed in the light industrial community plan designated area?

A Yes. And when, as said, when the council goes and implements the plans by zoning, we would consider that once that zoning is in place, all the uses within that particular land use district are allowed as a right.

Q So it's your understanding that commercial uses and apartment uses are considered allowed in the light industrial community plan designated area?

A Yes.

1 Is this an interpretation that is 2 consistent with past Planning Directors and the 3 Planning Department? Since -- I started with the Planning 4 5 Department in 1992 and that was the case then. 6 I'm aware of previous Planning Directors 7 also, because just discussion with colleagues within 8 the department, that was also the practice before I 9 got there. 10 So for a number of decades now this has 11 been the practice and interpretation. 12 And in fact, in your Position Statement to 13 the Commission, you note several areas within the 14 county -- actually multiple areas where commercial 15 uses such as commercial shopping centers, as well as 16 apartment projects, are situated in light industrial 17 community plan designated areas; is that correct? 18 Α That's correct. Among them include, based on your letter, 19 20 Maui Marketplace, Kihei Gateway, the Lahaina Gateway. 21 And, in fact, the area right next to the Petition 22 area, which is designated light industrial in the 23 community plan, is a shopping center; correct? 24 That's correct. Α

It's not exactly a shopping center, but

it's an area developed that has a mixture of light industrial, and more commercial type uses. There is retail. There's small businesses. There's some industrial uses, and it's all mixed up.

There's also, because the zoning allows for the other uses, the business districts allow schools. We also have our charter school that is located in that area.

- Q That's the area, you drive on Pi'ilani

  Highway headed back to airport, you look on the right

  there, you can see that area that you're referencing?
  - A That's correct.

Q Moving on a bit to the zoning issue.

There was discussion of light industrial zoning, I believe Mr. Mayer testified, and Mr. Hyde testified that the light industrial zoning ordinance requires that, though commercial uses are listed as a permitted use, the ordinance requires that the property -- that a property only have up to 50 percent of the property in commercial use.

In your mind, has that ever been the interpretation of that ordinance by either, you as Planning Director, or you any other previous Planning Director in the history of the County of Maui?

A No, we have never interpreted it that way.

And having witnessed projects go before the county council for light industrial zoning, that's

Q In fact, from time to time, if a project would go before the county council for a zoning to light industrial, would the department recommend conditions limiting the amount of commercial use that could be done on the property?

A Yes.

also not the case.

Q You're aware of cases where that's happened?

A Yes. Specifically this particular property, when my predecessor Brian Miskay (phonetic), who also was before this Commission when back in '95, whatever, when he went before the county council, he made a recommendation that they should limit the amount of --

Q Mr. Spence, just to back up a little bit.

You're talking about when Ka'ono'ulu Ranch, in the late '90s, went before the Planning Commission and the Maui County Council for a change in zoning from that property's previous designation of agriculture to light industrial -- I think it was project district, actually, to light industrial.

That the issue of the amount of commercial

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use that could be done on the property was an issue 1 2 that was discussed at the Planning Commission and 3 Maui County Council level? That's correct. 4 The director at that time made 5 6 recommendations that there be a limitation on the 7 amount of commercial that could be done. And the 8 county council chose not to put any conditions on it. 9 And the reason the limitations are required 10 was because --11 MR. PIERCE: Mr. Chair, I'm just going to 12 object because I'm not hearing any analysis on how 13 the EIS is adequate or inadequate. 14 In fact, we constrained ourselves to that 15 as much as we possibly could. What I'm hearing now 16 are the issues that would be discussed at the Motion 17 to Amend stage? MR. HOPPER: I would have much rather kept 18 19 him to those issues, but those were the issues 20 discussed on the direct testimony of the previous 2.1 witnesses. 22 CHAIRPERSON ACZON: Redirect your questions 23 to the EIS acceptance. 24 MR. HOPPER: Certainly.

So just noting for the record, when the

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change in zoning was granted without any conditions with respect to limiting commercial uses of the property.

A That's correct.

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Q And the discussion earlier about, from the testifiers of the Intervenors that the light industrial zoning limits the commercial use of the property to 50 percent of the property or less, you would not agree with that analysis?

A No, I would not.

Q In fact, B-1, B-2, B-3 business district uses and apartment uses in the county zoning district are listed as permitted uses; correct?

A That's correct.

Q And that should be distinguished from an accessory use, which would be with accessory to a predominantly permitted use?

A That's correct.

If there was that kind of limitation within the zoning code, that would appear in the standards, and there was no such limitation listed in the standards of the code.

Q Thank you, Director Spence. I have no further questions subject to redirect.

CHAIRPERSON ACZON: Any questions,

1	Petitioner?
2	MR. SAKUMOTO: Just a couple questions.
3	CROSS-EXAMINATION
4	BY MR. SAKUMOTO:
5	Q Director Spence, are you aware of the
6	letter contained in the FEIS written by the prior
7	director Mike Foley?
8	A Yes, I am.
9	Q On the subject of the zoning code and KMCP?
10	A Yes.
11	Q Are you also aware of the declaration
12	provided by another prior Director Jeff Hunt on this
13	same topic?
14	A Yes, I am.
15	Q Are those two documents consistent with the
16	position that you just articulated?
17	A Yes. As stated, it's consistent with what
18	I just stated, but also the Planning Department's
19	practice, and previous directors prior to my
20	employment at the county in 1992.
21	Q In fact, to your knowledge, have you ever
22	known the county to have taken a different position?
23	A No.
24	Q Thank you.
25	CHAIRPERSON ACZON: Ms. Apuna?

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                MS. APUNA: No questions.
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               MR. PIERCE: No questions.
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               MR. TABATA: No questions.
                CHAIRPERSON ACZON: Commissioners?
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                Vice Chair Scheuer, followed by
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     Commissioner Cabral.
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                VICE CHAIR SCHEUER: Mr. Hopper, I have
     questions about the county's allocation of water to
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     this project. Would Mr. Spence be the person to ask
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     this?
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                MR. HOPPER: We would generally refer that
     to our -- if we were in a district boundary amendment
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     proceeding, we would have the director of the
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      Department of Water Supply to answer that type of
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     question.
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                VICE CHAIR SCHEUER: The reason I brought
      it up, I believe Mr. Spence to say he coordinated the
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      review of county's agency responses to the EIS.
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                MR. HOPPER: You can certainly ask the
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      question.
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                VICE CHAIR SCHEUER: In the EIS it
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      indicates there is not going to be any impact to the
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      Iao Aquifer from the freshwater use of this project,
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     because the water -- there's still water available
      from the Iao Aquifer that is unallocated.
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THE WITNESS: That's my recollection. 1 2 remember reading that in the document. I would have 3 to look specifically at it. VICE CHAIR SCHEUER: So my confusion has to 4 5 do with the water will be provided through the 6 Central Maui Service System, Central Maui Service Area, correct? 7 THE WITNESS: I understand that drinking 8 9 water will be provided from the Central Maui System, 10 and nonpotable water will be provided from a well

VICE CHAIR SCHEUER: That is my understanding as well.

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on-site.

But it is also my understanding that the Central Maui Service System does not only use water from the Iao Aquifer; is that correct?

THE WITNESS: I would have to defer that to the water director.

VICE CHAIR SCHEUER: My understanding is that there are county wells in the Waihe'e Aquifer, the Iao Aquifer, and treated surface water.

THE WITNESS: I know -- I'll give you my non-expert knowledge on the county's water system. know there are wells scattered, distributed throughout this aquifer.

How much comes from each one, how much feeds into the system going to Kihei, I can't tell you.

VICE CHAIR SCHEUER: So if I understood your responses to the first questions from Mr. Hopper correctly, you were indicating that you felt that, at least in regards to the parts of the EIS you had reviewed, the EIS was adequate.

THE WITNESS: Yes.

VICE CHAIR SCHEUER: So what I'm trying to understand is that there were comments related to water service, which is provided by the County of Maui, and the EIS says there's no impact on the Iao Aquifer from this new use, but there is no indication in the EIS that this water will actually be coming from the Iao Aquifer as opposed to surface water treatment plant, proposed future water treatment plant or the Waihe'e Aquifer.

THE WITNESS: I don't understand the question.

VICE CHAIR SCHEUER: Let me try it again.

The EIS states that there will be no impact from the proposed use, because there's unallocated water from the Iao Aquifer.

But there is no way to say that the water

that will be delivered to this project is actually coming from the Iao Aquifer, as opposed to a different source on the Central Maui Service System, correct?

THE WITNESS: If the water director was here, he would correct me, but I believe they refer to the Iao Aquifer as this area right up behind us (indicating).

If they refer to the Iao Aquifer -- it covers a large area, it's not just Waihe'e, or not just Iao Valley. There are a number of wells which would serve this system to its transported to Kihei. I don't claim to be a water expert.

VICE CHAIR SCHEUER: That's why I prefaced my question with inquiry to Mr. Hopper about whether you were the right person to ask.

Thank you very much.

COMMISSIONER CABRAL: Hopefully this is an easy one.

I was given a map from a testifier yesterday, but I do have the plat map, the TMK tax map in front of me on my screen here, as well as a number of other maps.

 $\label{thm:continuity} \text{There is a side that is undeveloped.} \quad \text{But}$  what I'm looking at on the left side is the

development, in this aerial photo I can see buildings.

Can you let me know what is -- is that is light industrial or industrial-type development to the left on my map?

THE WITNESS: Okay. So you're referring to where you can see it's developed? I'm looking on that on the left, to the north.

Yes, that is the light industrial area that has been referred to that does have a mixture of uses.

COMMISSIONER CABRAL: Thank you very much.

CHAIRPERSON ACZON: Commissioner Ohigashi, followed by Commissioner Chang.

COMMISSIONER OHIGASHI: I think the Intervenors have argued that the use of the property, or the proposed use of the property is important in determining what impacts so a proper FEIS can be done.

And some of the Intervenors seem to argue that they're lacking specificity on the amount of the use, or the type of exact uses that will be placed upon it to prepare a Final EIS.

What is your position with regard to whether or not the Applicant, Petitioner have

provided sufficient amount of detail on the uses to 1 2 form the basis of the different studies that have 3 been done including the drainage studies, for 4 example? 5 THE WITNESS: I think that's -- I'm sure 6 that the Applicant's representative will get into 7 that in much more detail. However --8 COMMISSIONER OHIGASHI: I'm asking the 9 county's position. 10 THE WITNESS: I think it provides adequate 11 information. You can estimate from the types of 12 uses, the general ground -- how much ground is 13 covered, your impervious surfaces. How much parking 14 is required. All those things, that would all go 15 into your drainage reports, and how to take care of 16 that additional runoff, et cetera. 17 COMMISSIONER OHIGASHI: So are you saying then that more specificity will not yield a better 18 Final EIS? 19 THE WITNESS: I don't think I said that. 20 21 If you got down to the very colors that the 22

buildings are going to get painted and -
COMMISSIONER OHIGASHI: I'm not talking

about colors. I'm talking about where the placement

of the buildings are. What lot coverage would be

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what exactly are the calculations regarding the specific. How those are calculated. What is the total build out? The amount of facilities that are used.

I'm just trying to get an idea of the county's position with regard to the sufficiency of the proposal, the Petitioner's proposal.

THE WITNESS: As it is, I believe it's adequate for the purposes of analyzing impacts. If there was more specificity, if we put the buildings on the site and everything, you know, that detail would provide additional information.

COMMISSIONER OHIGASHI: Since this project has been -- the total amount of the original boundary amendment appears to be 88 acres. And this is coming in with 75 acres.

Is there a difference that should be attributed to an EIS if we were considering the whole 88 acres?

THE WITNESS: I know, as a part of EIS, and
I'm not trying to put words in Commissioner's mouth.
I'm assuming you're referring to the Honua'ula
property that is also going to come in for amendment.

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I know they're going to have to address the

cumulative. So they're going to have to also weigh 1 2 in on that. I know there is an accumulative impact 3 section of this EIS. Right at the moment, I know they address 4 it. I'm not -- I did not study that part of it in 5 6 depth. 7 If you want a clearer answer, I would be 8 happy to give that to you. 9 COMMISSIONER OHIGASHI: From my 10 understanding is that you haven't studied it, and you 11 don't have an answer. 12 THE WITNESS: I know that they've 13 addressed --14 COMMISSIONER OHIGASHI: That's why I'm not 15 asking a follow up. 16 CHAIRPERSON ACZON: Any other questions? 17 Commissioner Chang followed by Commissioner Okuda. 18 COMMISSIONER CHANG: Thank you, Mr. Spence. 19 Appreciate your testimony today. 20 Let me just follow up with Commissioner's 21 questions about cumulative impact. 22 I notice there's a proposed project mauka, 23 I think Kihei Mauka. What is the status of that

project, because that seems to be a very large

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project?

Maui Island Plan adopted in 2012 was the very first time that Maui County has set growth boundaries.

That basically those growth boundaries say, if we're going to grow, if there's going to be new housing and new jobs, et cetera, new commercial, these are the areas that they're going to be in. They're not going to be outside of that.

So Kihei land use pattern, my personal opinion is unfortunately it's linear along the coastline. It should have gone more mauka-makai direction.

But if Kihei is going to grow, if the population projections come true, we're going to need extra room to grow. And that plan designates where additional growth is going to take place.

One of those projects is the Kihei Mauka project. I believe it's owned by Haleakala Ranch.

And there is -- within that Maui Island Plan there is a description of how many homes, et cetera. That's not very far along at this point.

I don't know -- I have not spoken to the ranch or their consultants on what their plans are.

COMMISSIONER CHANG: I'm wondering for purposes of the adequacy of the EIS, Maui County has

identified that as an area for growth. And my understanding, there's it's a huge, 1500 units.

Is that -- the question asked, in your opinion, is the EIS adequate? Is that a consideration that we need to look at? Because I would assume that that would impact traffic, water, just about every aspect of the EIS would need to look at a large project such as that.

What's the cumulative impact of all of these projects in this area including such a project that size?

THE WITNESS: Well, I think it would be highly speculative. I'm not sure how we can --

COMMISSIONER CHANG: It's not reasonably foreseeable?

THE WITNESS: No. To the extent that I can say that the residents who will live in those homes will need places to shop and those kinds of things.

COMMISSIONER CHANG: So not reasonably foreseeable.

There were several witnesses who talked about -- and I'm sorry I don't have the code in front of me -- but they said mostly light industrial.

Is that a term of art in your code "mostly" or is that something else?

1 THE WITNESS: That comes out of our purpose 2 and intent of the light industrial zoning district. 3 COMMISSIONER CHANG: Do you have an interpretation of what does that mean, "mostly"? 4 THE WITNESS: That's something that we 5 address direct from Mr. Hopper that it's not -- that 6 7 has never been interpreted as saying -- as saying you 8 must do 51 percent, or anything like that. 9 Once the zoning is granted, you have a 10 list -- there are a list of permitted uses, and you 11 are allowed to do those uses within that district. 12 If there was to be some kind of limitation, 13 there's different sections in the code, and one of 14 them is the standards where it lists the setbacks and heights and those kinds of things. There would be 15 some kind of limitation within that. 16 17 COMMISSIONER CHANG: Final question. 18 I assume as a Planning Director, are you 19 the accepting agency for a lot of EIS's? 20 THE WITNESS: Actually rarely. It will be 21 our Planning Commission who's most often the agency. 22 COMMISSIONER CHANG: But you would do reviews of the EIS's? 23 24 THE WITNESS: Yes. 25 COMMISSIONER CHANG: In your opinion, is

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1 The cultural Impact Assessment adequate for purposes 2 of this EIS? 3 THE WITNESS: I can't comment on that. Wе have a lot of documents come through our office. 4 cannot review each and every one of them to the best 5 6 degree that I would like. 7 I depend on our planning staff, and they 8 review. 9 COMMISSIONER CHANG: Thank you very much. 10 CHAIRPERSON ACZON: Commissioner Okuda. 11 COMMISSIONER OKUDA: Thank you, Mr. Chairman, Commissioner Ohigashi asked most of my 12 13 questions. I just have a couple of hopefully minor 14 questions. Does the EIS tell us how much square 15 16 footage of retail space is going to be added by this 17 project? 18 THE WITNESS: How much retail space is 19 added? COMMISSIONER OKUDA: Is going to be added? 20 THE WITNESS: Yes, it does. 21 22 COMMISSIONER OKUDA: Have you considered 23 whether or not the EIS adequately discusses the 24 affect of the added square footage of retail space 25 on, for example, retail taking place in -- I think it

was described as Downtown Kihei, the Downtown Kihei 2 area.

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THE WITNESS: It discusses it. It notes that other projects are around that have approvals. This Downtown Kihei project is one of those. I don't know how much it goes into -- I mean, the competing impacts of, you know, what affect they're going to have on each other or anything.

COMMISSIONER OKUDA: That's where I'm going. So are you able to really render an opinion about whether or not this Final EIS adequately discusses the impacts on, for example, the Downtown Kihei retail area? If you don't have an opinion on that, that's fine.

THE WITNESS: I don't have an opinion on that. I know they have a marketing study that says there's room.

COMMISSIONER OKUDA: Sure, but you don't really have an opinion -- well, I think your testimony speaks for itself.

Final thing is, so I'm clear about your response to Commissioner Chang's question. You don't have an opinion about the adequacy of the Cultural Impact Assessment, correct?

THE WITNESS: I am not a cultural expert.

I don't believe I'm qualified to say whether that's 1 2 adequate or not. We rely on SHPD and other agencies 3 to determine that kind of adequacy. COMMISSIONER OKUDA: Thank you very much 4 5 for taking your time, and we know you've attended 6 these hearings, and I know you're a busy person, so 7 thank you very much. CHAIRPERSON ACZON: Mr. Hopper, do you have 8 9 any followup? 10 MR. HOPPER: Just briefly. 11 REDIRECT EXAMINATION 12 BY MR. HOPPER: 13 Following up on Mr. Ohigashi's question about analysis of building footprint areas and things 14 15 like that. 16 Is that level of detail something you 17 generally see in EIS documents for a district 18 boundary amendment at this level? I don't think it should be, but very often 19 20 the questions center around that kind of detail. 21 Everybody wants to know. And I didn't mean to make a 22

snide remark about the color of the buildings, but that's the level of detail people would like to see in these kinds of documents.

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And I don't think that that level of detail

1 | is necessarily relevant to analyzing the impacts.

MR. HOPPER: That's all I have.

CHAIRPERSON ACZON: Thank you. Thank you, Mr. Spence. We will take a half hour break for lunch. So we'll be back 1:00 o'clock, 1:05.

(Noon recess taken.)

CHAIRPERSON ACZON: We're back on the record. If you guys are eating, please continue, I don't mind. Just when it's your turn to participate, kind of take a break. Our court reporter might have a hard time understanding what you're saying. So please continue to eat.

We're back on record. Ms. Apuna, please offer your comments.

MS. APUNA: The purpose of this hearing is for this Commission to determine acceptance of the Draft Final EIS for the Pi'ilani Promenade project.

An LUC accepted Final EIS is a required component of a proper District Boundary Amendment Petition filing pursuant to Hawai'i Administrative Rules Section 15-15-50(e)(11). The requirements of the proper EIS filings are provided under HRS Chapter 343 and HAR Chapter 11-200.

In a letter dated October 7, 2014, OP provided its comments and concerns on the Draft EIS

to the Petitioners. The Petitioners subsequently addressed OP's comments and concerns in the Final EIS that is before this Commission today.

Among OP's comments and concerns that were addressed by Petitioner include discussion of sustainability under the Hawaii State Plan, Petition area location within the Hawai'i Coastal Zone Management Area, development phasing, traffic mitigation, energy and housing.

The Petitioner's amendment, in addition to the Draft EIS, satisfactorily addressed OP's specific comments and concerns.

Based on concerns raised by yesterday's public testimony and today's testimony, Petitioner may want to supplement the docket record on cultural resources in preparation for its Motion to Amend the Decision and Order.

Also while there is no detailed site plan, a description of uses are sufficiently detailed for district boundary amendment or amendment thereof, which is basically to consider reclassification from Agriculture to Urban.

Case law states that neither HRS Chapter 343, nor the Administrative Rules of Chapter 200 indicate the level of detail or specificity that

could be included on any given subject.

The statute and rules are designed to give latitude to the accepting agency as to the content of each EIS. Thus, what's required in one EIS may not be required in another, based upon the circumstances presented by the particular project.

Accordingly, the standards to consider the sufficiency of an EIS, unquote, rule of reason, is that an EIS may not be exact to the point of discussing all possible details bearing on the proposed action, but will be upheld as adequate if it has been compiled in good faith and sets forth sufficient information to enable the decisionmaker to consider fully the environmental factors involved, and to make a reasoned decision after balancing the risk of harm to the environment against the benefits to be derived on the proposed action, as well as to make a reasoned choice between alternatives.

Finally, OP appreciates the interest shown by all testifiers. We are here today to determine not whether the Motion to Amend the District Boundary Amendment should be granted, but only whether the proposed Final EIS should be accepted.

With respect to the Final EIS, the document appears to be legally sufficient. Certain issues

will be examined further before deciding the Motion 1 2 to Amend the District Boundary Amendment. But that 3 is a question for another day. The Office of Planning supports the request 4 5 for acceptance of the Final EIS. Thank you. 6 CHAIRPERSON ACZON: Any questions? 7 MR. SAKUMOTO: No questions. MR. HOPPER: Because it was a statement by 8 9 counsel, I'm not sure if we're allowed to ask 10 questions. 11 MR. PIERCE: No questions from Intervenors. 12 CHAIRPERSON ACZON: Commissioners, any 13 questions for Office of Planning? 14 VICE CHAIR WONG: OP, I got a question. 15 So you said that the EIS suffice in your 16 opinion. So the question I have is, as the Office of 17 Planning and the position is you're taking part of 18 leaving everything for the state to decide, correct? 19 MS. APUNA: Yes. 20 VICE CHAIR WONG: So I was wondering if you 21 took into account the issues of the DOE's interest on 22 this? Especially if you know, let's say the Kihei 23 High School comes up, how is the kids going to cross 24 the road and all that, secondary impacts. Was that

taken into account with your review?

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1 MS. APUNA: Yes. The DOE provided its 2 comments, and the Petitioner responded. 3 As far as specifics, regarding -- you're saying that traffic impacts in the area, I believe 4 5 that the Petitioners will continue working with the 6 Petitioner, but I don't know if that specific issue 7 as far as traffic impacts on the school was 8 addressed. 9 VICE CHAIR WONG: Maybe I'll ask the 10 Petitioner on this. Thank you. CHAIRPERSON ACZON: Commissioners? 11 12 COMMISSIONER CHANG: I have a question. 13 So as I understand the Office of Planning's 14 position, while they recommend to the Petitioner that 15 they supplement their Cultural Impact Assessment 16 based upon the testimony that you've heard to date, 17 it is OP's position that the EIS is still adequate 18 and you support the approval of the EIS? MS. APUNA: Yes, that's correct. 19 20 COMMISSIONER CHANG: The EIS document 2.1 should be a full disclosure document. Is that 22 correct? 23 MS. APUNA: Yes. 24 COMMISSIONER CHANG: In OP's opinion, based

upon the testimony regarding cultural practices,

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regarding potential cultural sites, regarding whether there's a clear identification and participation of people who may have knowledge of the area, including practices or other sites, is it OP's position that that is not necessary for the adequacy of the EIS?

MS. APUNA: I believe the Petitioner, in drafting the EIS, and going through the process, making comments and responding to them, that they made a good faith effort in preparing the AIS and the Cultural Impacts Assessment.

I think certainly the testimony that was provided, it adds to those studies. And, I mean, it's like the Lima Ola situation, right? That you say that the EIS is deficient. I don't think that's accurate. I think that they have put forth in a good faith effort the information that was required.

If there is additional information, such as the testimony that was provided, I think that is a good way to put a spotlight on that, and that Petitioner has the opportunity to supplement for purposes of the Motion to Amend.

COMMISSIONER CHANG: I don't mean to put

Office of Planning on the spot, as we will ask the

Petitioner the same level of questioning, but the

Cultural Impact Assessment concluded that there's no

1 traditional customary practices, that whatever was 2 occurring on the property has been abandoned. 3 In your opinion, is that a good faith 4 effort in light of what we've heard over the last 5 day? 6 MS. APUNA: I think that's a difficult 7 question. The EIS is supposed to provide information 8 9 as a resource document. It's not supposed to say 10 that this is everything that's out there, I don't 11 think. But I think it's a process, and I think the 12 process today and that follows, is about continuing 13 to provide a complete record. 14 So I think that we can still accept the EIS while still adding to the record for this Commission, 15 16 it should go forward for the Motion to Amend. 17 COMMISSIONER CHANG: Okay. Thank you very 18 much. 19 CHAIRPERSON ACZON: Commissioner Okuda. 20 COMMISSIONER OKUDA: Thank you, Chair. 21 I know, counsel, you talked about, in your 22 presentation, sounds like standards that the LUC 23 should apply in evaluating this EIS; correct? 24 MS. APUNA: Yes. 25 COMMISSIONER OKUDA: I would like to just

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read a portion out the Kaleikini versus Yoshioka case, which is 121 -- excuse me -- 128 Hawai'i 53 at 81 to 82 of the Hawai'i Reports.

My question to you is whether or not this statement of the Hawaii Supreme Court accurately sets forth the standard, and what we should be looking at when evaluating an EIS.

And I quote: The EIS process shall involve, at a minimum, identifying environmental concerns, obtaining various relevant data, conducting necessary studies, receiving public and agency input, evaluating alternatives, and proposing measures for avoiding minimizing, rectifying or reducing adverse impacts.

An EIS is meaningless without the conscientious application of the EIS process as a whole, and shall not be merely a self-serving recitation of benefits and a rationalization of the proposed action.

Is that an accurate statement of what we are supposed to consider in evaluating an EIS, not only in this case, but in other instances?

MS. APUNA: I haven't done a thorough reading of Kaleikini versus Yoshioka, but I generally would agree with that statement.

1	COMMISSIONER OKUDA: So if that's what the	
2	Hawai'i Supreme Court has said we are to do, and	
3	we're supposed to make sure that the EIS is not	
4	merely a self-serving recitation of benefits and a	
5	rationalization of the proposed action, we better	
6	follow what the Supreme Court says; correct?	
7	MS. APUNA: Correct.	
8	COMMISSIONER OKUDA: Thank you. No further	
9	questions.	
10	CHAIRPERSON ACZON: Vice Chair Scheuer.	
11	VICE CHAIR SCHEUER: Aloha. I just want to	
12	follow up on a statement of yours.	
13	You referenced the very recently concluded	
14	Lima Ola Docket as a parallel situation, but I just	
15	want to clarify.	
16	In Lima Ola, the Land Use Commission was	
17	not the accepting agency for the EIS, correct?	
18	MS. APUNA: Correct.	
19	VICE CHAIR SCHEUER: And we were not making	
20	a determination of adequacy of the EIS in that	
21	docket; correct?	
22	MS. APUNA: That's correct.	
23	VICE CHAIR SCHEUER: And in that docket,	
24	after the county had already accepted the EIS, the	
25	county produced a large number of cultural	

practitioners who all were unanimous in stating that 1 2 the impacts of any cultural practices on that site 3 would be minimal; correct? MS. APUNA: Correct. 4 5 VICE CHAIR SCHEUER: And that's different than what we have here? 6 7 I think my only point is MS. APUNA: Yeah. that the information that came up during Lima Ola to 8 9 supplement some of the cultural studies, I don't 10 think that necessarily renders the EIS in that case 11 deficient for an illegal finding there. 12 So here I think that, again, the Commission 13 has the opportunity to listen to, if Petitioner so 14 decide to supplement that record, to make it full enough for consideration under the Motion to Amend. 15 16 VICE CHAIR SCHEUER: Thank you for that 17 clarification. 18 CHAIRPERSON ACZON: Anybody else? Thank 19 you, Ms. Apuna. 20 If you don't mind, I would like to hear 21 from Honua'ula's representative before you proceed 22 with your presentation. 23 Mr. Tabata, I apologize, I skipped you. 24 MR. TABATA: Honua'ula does support the

acceptance of the EIS, and I would just like to

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supplement some of the legal standards that OP had discussed in the Price v Obayashi case at 81 Hawai'i 171, the Supreme Court made it clear that the sufficiency of an Environmental Impact Statement is a question of law, and it's not a factual determination to be made regarding the adequacy of an EIS. And that the only question presented is whether the EIS complies with applicable statutory mandates, such as chapter 343 and the EIS rules.

Now, the Kaleikini that Commissioners Okuda discussed laid out a list of minimum inquiries to be made. I would only add to that that a part of the Rule of Reason Test is that the EIS need not be exhaustive.

So you may not have all the alternatives stated, or you may not have all of the mitigation measures that people can think of stated, but so long as there's a good faith effort to identify those elements, the EIS should be accepted.

Now, the significance of a question of law versus a question of fact, I would say that if you have Findings of Fact, then you would have to delve into the conclusions that were reached in the various studies, the cultural, the engineering, the water supply. And if you agreed or disagreed with those

conclusions as a body, you would memorialize those in your Findings of Fact.

In other words, because you're not making factual findings, your determination as to the conclusions of these subject matters is not an issue to be determined today. What you're looking at are the statutory and regulatory requirements, and you're making a legal decision.

So if you clearly disagree with some of the conclusions that have been set forth in the written EIS, then that is something to be said on a different day at the Motion to Amend and not at this time.

That's my reading of the case.

And, again, we support the acceptance of the EIS.

CHAIRPERSON ACZON: Any questions for Mr. Tabata? Vice Chair Scheuer.

VICE CHAIR SCHEUER: Mr. Tabata, you would contend that even if we saw something to be clearly erroneous in the EIS, that wouldn't be a matter for our consideration?

MR. TABATA: The case law says you have the latitude to determine adequacy. There is a certain amount of latitude.

But the case law also says that the EIS has

to assist you in making a decision. It doesn't say it has to assist you in making an approval. That's what we're ultimately seeking, but legally, for today, you're looking at the adequacy of the EIS, not the sufficiency of the evidence.

2.1

VICE CHAIR SCHEUER: If there is a conclusion that is clearly erroneous, is my question, in the EIS, and it's obvious that it's clearly erroneous, that would not be something that we could take into consideration?

MR. TABATA: I think that's something you would take into consideration for the ultimate decision-making.

VICE CHAIR SCHEUER: But we would accept the EIS as adequate even though it contained something that was clearly erroneous?

MR. TABATA: Adequate is an effort in its preparation, not adequate in its conclusion. That's the major distinction between a legal conclusion and a factual finding, in my opinion.

The conclusion whether or not there are any cultural practices taking place, whether you agree with that or not, is for a different day, not for today.

CHAIRPERSON ACZON: Commissioner Chang

followed by Commissioner Estes.

COMMISSIONER CHANG: Obviously you can see this is something that we all feel very strongly about.

Mr. Tabata, wouldn't you agree that the LUC is bound by the constitution, and that as we review the EIS, that we have a constitutional obligation, and notwithstanding there will be a Motion to Amend, and looking at the merits of the project.

But if we were to accept the EIS as adequate as it stands right now, which is inconsistent with the testimony that has been provided, clearly as Commissioner Scheuer said, the conclusion of the Cultural Impact Assessment, which is beyond a regulatory, it is a constitutional mandate that we have an affirmative obligation to preserve and protect traditional customary practices.

It has been brought to our attention that the process upon which they may have prepared the CIA, and the conclusion, is not supported by the facts, that if we were to proceed and adopt and approve the FEIS, don't you believe that we would be subject, if a lawsuit is filed, that we would be subject to having our ruling overturned based upon an on constitutional violation that the record does not

support the conclusion?

2.1

MR. TABATA: You're bound by the constitution and the supreme court case law to consider those customary and traditional practices under the constitution. I believe that goes to the final decision-making process.

The adequacy of the EIS at this point is different from whether or not you agree with its conclusions. That's different.

So if they have made a good faith effort in producing these documents, these studies, the witnesses, their responses, then that is sufficient for the EIS process, which is not whether or not you agree with its conclusion.

notwithstanding the conclusion, based upon what we've heard over the last two days, is it your opinion that they've made a good faith effort, that the document is adequate in light of what has been shared to date?

MR. TABATA: Good faith is a subjective standard, as far as I can tell. They have produced, according to the witnesses, a 4,000-page document, multiple studies. And for some disciplines, multiple studies for a single discipline, repeatedly attempting to study the various issues.

Without any other evidence to the otherwise, I would say it's good faith. They've made an attempt, produced these studies, they're going to put their witnesses on the stand even today, my understanding. I haven't heard anything otherwise.

Again, it's to help you make a decision.

It's not to say you're going to approve it, the ultimate decision and the Motion to Amend, but it is them going through the process of identifying the impacts. Maybe not identifying all impacts, but identifying the impacts for certain subject matters.

If they miss a subject matter completely, say there's no traffic study whatsoever, then I would say there's a problem. But they have done the studies, the necessary studies for the necessary subject matters, and I believe it's a good faith attempt.

At this point you may not agree with their conclusions therein, but they have gone through the process, and like OP said, the Petitioner may want to supplement certain studies. They may want to do more work, which is their right to do so, if they have enough time before the Motion to Amend is heard.

So I think it's significant. I think it's important that we look at what we are doing today

legally, versus how we feel about the various subject
matters that have been testified, whether or not we
actually agree with what's been said today
substantive-wise.

COMMISSIONER CHANG: Thank you for your response.

CHAIRPERSON ACZON: Commissioner Estes followed by Commissioner Okuda.

COMMISSIONER ESTES: So it's your position that we only have one thing to do, and that is to decide whether or not we think a good faith effort was made, regardless of what conclusions may have been, or anything left out, that our only thing is to decide whether or not a good faith effort is made; that's your position?

MR. TABATA: I believe that's what the law states, Commissioner, yes.

CHAIRPERSON ACZON: Commissioner Okuda.

COMMISSIONER OKUDA: Mr. Tabata, I do agree with you that we're not here today to debate or to decide the ultimate conclusion whether this is a good project or not a project.

I just disrespectfully disagree with you that the standard is simply good faith. I believe, and you cited Price versus Obayashi, O-B-A-Y-A-S-H-I,

Hawai'i Corporation, which is 81 Hawai'i 171, a 1996
Hawaii Supreme Court case.

But I believe in that case the Supreme

Court said it's not only good faith as the test, but

it's also sufficiency of the information.

And if you just indulge me and let me read this one statement:

Supreme Court said, basically, the EIS will be upheld as adequate if it has been compiled in good faith, and sets forth sufficient information to enable the decisionmaker to consider fully the environmental factors involved, and to make a reasoned decision after balancing the risks of harm to the environment against the benefits to be derived from the proposed action, as well as to make a reasoned choice between alternatives.

So it's not only good faith, but it's also basically sufficiency of the information so that we can make the decision.

Do you disagree with my reading of this case, or disagree that this is an accurate statement of the law?

MR. TABATA: That was an accurate statement of a portion of that paragraph that you're reading from. And I would also add to that, or just repeat

that the EIS need not be exhaustive to the point of discussing all possible details.

That precedes the section that you just quoted.

So I'm not saying this is an easy decision for the Commission, but there is these considerations that need to be made. You're going to find somebody that's going to be able to identify something that was missed. That's going to happen no matter what, every EIS. That's why, I believe, the Supreme Court threw this language in that it need not be exhaustive.

I don't envy your position in making this judgment call, but from our point of view, we believe it's adequate.

COMMISSIONER OKUDA: And I don't disagree with you that the EIS, to have an EIS that would withstand appellate review, it doesn't have to cover everything under the sun that everybody here and elsewhere says it's got to cover.

But you do agree that we do have the discretion to decide, based on the applicable standard, that the EIS might be deficient in giving us enough information to make a reasoned decision?

I'm not saying the Cultural Impact Assessment is

deficient or not, I'm not saying that.

as something that might be supplemented and looked at, if we come to the conclusion that the CIA was in fact not sufficient for us to make a reasoned decision, whatever that decision might be, that's a basis of us exercising discretion to respectfully ask that the EIS be not accepted, correct?

MR. TABATA: The law does state that you do have the latitude to make that decision, yes.

COMMISSIONER OKUDA: Thank you, Mr. Tabata.

CHAIRPERSON ACZON: Anybody else?

Commissioners? Thank you, Mr. Tabata.

CHAIRPERSON ACZON: Mr. Sakumoto, please proceed with your comments.

MR. SAKUMOTO: Thank you, Mr. Chair.

We've handed out a hard copy of a slide show. We have the slides on the screen behind me. I apologize to the people behind me who need to turn around to see it, but it is up on the screen, which is the same thing that is in front of each of the Commissioners right now.

So if you will, I would like to go through the slides as quickly as I can, and then following that, we would like to have our planner, Mr. Jordan

Hart, provide some testimony, and followed by several
of our expert consultants.

CHAIRPERSON ACZON: How many do you think

CHAIRPERSON ACZON: How many do you think you're going to be calling?

 $$\operatorname{MR.}$$  SAKUMOTO: I belief after Mr. Hart, four or five at the most.

VICE CHAIR SCHEUER: Mr. Chair, with your discretion. There's no page numbers on any of these slides in the handouts that we have, so I would like to just have the opportunity to ask you to note what slide we're on, so that if we have questions later, we can refer to that.

MR. SAKUMOTO: Absolutely. So we're on slide one which is the title slide.

VICE CHAIR SCHEUER: Thank you, I'm clear on that part.

(Slide show.)

MR. SAKUMOTO: Pi'ilani Promenade North and South, LLC, the Petitioners in this docket are requesting this Commission to deem the Final Environmental Impact Statement submitted to the Commission on June 27, 2017, to be acceptable under the standards set forth in Chapter 343 of the Hawaii Revised Statutes.

As has been stated several times today, the

focus us of today's proceeding is not whether the contemplated Pi'ilani Promenade project should be allowed to proceed or not, but rather whether the FEIS document before you properly discloses the impacts of the contemplated project.

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Turn to slide two, please.

MS. CATALDO: The proposed 74.87-acre project site is located in Kihei, mauka of the intersection of Kaonoulu Road and Pi'ilani Highway.

The project boundary is adjacent to the Kihei Commercial Center to the north, Kulanihakoi Gulch to the south, Pi'ilani Highway to the west, and ranch land to the east extending up to Kula.

MR. SAKUMOTO: Slide number three.

The project site is comprised of Tax Map Key Nos.: 3-9-001, parcels 16 and 170 through 174, which are owned by the Petitioners.

Slide number four.

MS. CATALDO: The project site is in the State Urban Land Use District. As shown on this slide, the project site is bordered by land in both the Urban, Agricultural Land Use District.

MR. SAKUMOTO: Slide number five.

As shown on this slide, the project site is zoned M-1 light industrial under the Maui County

Zoning Code.

2 Slide number six.

MS. CATALDO: The next slide shows the location of the project site within the Growth Boundaries of the Maui Island Plan Directed Growth Map.

MR. SAKUMOTO: Slide number seven.

And I'm going to go through the next five slides rather quickly.

As you can see from these next several slides, and as you may recall from your site visit to the property, the property is quite dry and arid. It was at one time used for cattle ranching, and doing during World War II it was use by the military for training programs.

We're now on Slide 13, which is titled "Project History".

MS. CATALDO: The project site is a portion of a larger site that was part of a petition for Land Use District Boundary Amendment that was filed with the Land Use Commission by Kaonoulu Ranch on July 6, 1994. This Petition was assigned Docket No. A94-706.

The Petition was to reclassify the land from the Agricultural District to the Urban District. The 1994 Petition area was 88 acres.

This 88-acre site included the current project site. At that time Kaonoulu Ranch proposed to develop 123 lot commercial and light industrial subdivision.

The Petition area was subdivided into seven lots. Of those lots, six of the lots are affected by this FEIS. Maui Industrial Partners, LLC, sold the seventh lot to Honua'ula Partners, LLC, in 2009.

Honua'ula Partners is not related or in any way connected with Pi'ilani Promenade, and does not share any common ownership, members, shareholders or control with Pi'ilani Promenade.

MR. SAKUMOTO: Slide No. 14 titled "Site Plan".

The proposed project has evolved since the original development plan, developed in 2011 by Eclipse Development for the Petitioner. The original plan proposed approximately 695,000 square feet of retail space, with approximately 3,700 parking stalls, with development concentrated in two major commercial development areas, with substantial paved parking lot separating them.

As shown in this slide, the Pi'ilani

Promenade will involve the development of a mixed-use

project consisting of retail, office,

business/commercial, light industrial, multi-family, and a public/quasi-public use, referring specifically to the MECO substation.

It is anticipated that the project will be constructed in two phases as market conditions warrant.

Phase I is the Pi'ilani Promenade North development, which will include development of 100,000 square feet of business/commercial uses, 226 rental apartments, and 57,558 square feet of light industrial use.

Phase I will also include construction of a segment of future Kihei Upcountry highway, and improving the intersection of Kaonoulu Street and Pi'ilani Highway, which provides access to the project.

Phase II is the development of Pi'ilani

Promenade South, which will consist of 430,000 square

feet of business/commercial space.

Right now we'd like to provide the

Commission with a general overview of the FEIS

document itself. And to help us with this, we would

like to call upon Mr. Jordan Hart, the President of

Chris Hart & Partners.

CHAIRPERSON ACZON: May I swear you in

1	first?
2	

2.1

2.4

Do you swear that the testimony that you're about to give is the truth?

THE WITNESS: I do.

CHAIRPERSON ACZON: Please state your name and address for the record.

THE WITNESS: Jordan Edward Hart, and my address is 115 North Market Street in Wailuku.

CHAIRPERSON ACZON: Please proceed.

## JORDAN EDWARD HART

Was called as a witness by and on behalf of the Petitioners, was sworn to tell the truth, was examined and testified as follows:

## DIRECT EXAMINATION

THE WITNESS: As part of this process, we did do, what I feel, is a thorough community outreach process, beginning around the time of the EIS, EISPN.

There was a series of meetings with the Kihei Community. There was a meeting on November 5th, 2013. There was 150 community members in attendance, and at that meeting there was a discussion of the initiation of the preparation of this Final EIS and the process that we were undertaking.

There were also series of meetings with

other groups, the Maui Chamber of Commerce, the

Native Hawaiian Chamber of Commerce, Maui Contractors

Association, and the Maui Nutrition and Physical

Activity Coalition.

We also conducted a series of other meetings, including a site visit. And I do want to clarify the record. There was testimony that happened yesterday about people who weren't allowed access to the site or didn't participate on site visits.

There was, in the context of archaeological concerns, there was initial meeting that was organized by one of the testifiers today. And it was in February 25th, 2014, to discuss the archaeological concerns.

Following that, later on in the process, there was a site visit. Basil Oshiro was at that site visit. That was in January 22nd of 2016. We walked the entire site at that time, identified sites that were of interest.

Later on, there was a meeting in April of 2016. At that meeting there was a list of interested sites that were passed from community members to Chris Hart & Partners. And Basil Oshiro was at that meeting as well. Lucienne de Naie was at that

meeting.

And then there was also two other meetings that were with the 'Ahu Moku Council, Kula Makai Group. They were organized by that group, and we had meeting at those meetings with them at their venue.

January of 2017 was at the Kihei Charter School. That was actually in the timeframe where the supplemental CIA was being prepared. There was a discussion about the letters inviting people to participate in that process. And we had a specific discussion about certain people who were in attendance. Brian Naeole was one who had received an invitation.

And there was an encouragement by me for everyone to participate in that process, and also to provide us with names of individuals who could further participate.

Later after the early version of the Final EIS was circulated to interested parties, we did have an additional meeting with 'Ahu Moku Council organized by the Kula Makai Group at their venue at Lokulani Intermediate School in Kihei where we further discussed the results of the CIA and how the process went, as well as recapping the discussion about participation in the CIA at the time that those

1 | invitations were going out.

There were also additional meetings that happened during the Draft EIS process. And those included analysis of environmental issues, and then also meetings with individuals who were interested in economic issues.

MS. CATALDO: Commissioners, if I could address what I think have been several questions related to the CIA as it relates to who has been contacted.

I believe Ms. de Naie, in her testimony referred to what was a long list in the Supplemental CIA. That appears on page 32. The Supplemental CIA is Appendix I-1. There are approximately 20 names that were recipients of letters primarily, sometimes called, sometimes emails, seeking their comments and participation.

Mr. Oshiro was contacted and did provide an interview, along with his wife. Keeaumoku Kapu was also contacted. He responded to the preparer of the CIA by providing two names, Basil Oshiro. And, again, Mr. Oshiro was contacted, and a Mr. Kanonohi Lee who did not respond. He did not provide any additional names of local kupuna for followup.

During the Supplemental CIA process there

were efforts to contact and discuss with two lineal descendants of Hewahewa, Mr. Elden Liu, who was in fact interviewed, and when his summary was presented to him for his determination that it accurately reflected, Mr. Liu at that time indicated that he did not wish to include his summary in the Supplemental CIA.

MR. PIERCE: Mr. Chair, I just have a procedural question.

We have Mr. Hart present, and I'm now hearing the attorney who appears to be testifying. So I just don't understand exactly what happened procedurally.

CHAIRPERSON ACZON: Will you explain?

MR. SAKUMOTO: Yes, Mr. Chair.

This is part of our presentation, which I think we are make jointly with Mr. Hart. I think there are a lot of things that came up over the last two days that I think warrant clarification, and we would like to make sure that the record is very clear on those points.

So if the Commission would indulge us, allow us to make this part of the presentation as a joint effort with Mr. Hart. Once that's done, we will be calling expert witnesses who would be

- 1 testifying as any witness would.
- 2 CHAIRPERSON ACZON: Commissioners, do you
- 3 guys have any objections on that.
- 4 COURT REPORTER: I can't hear you.
- 5 COMMISSIONER OHIGASHI: I asked if it was
- 6 | like their opening statement.
- 7 CHAIRPERSON ACZON: I will allow it,
- 8 proceed.
- 9 MR. PIERCE: If I may, just for the record.
- The one thing that it appears that the
- 11 attorney is seeking to present factual information
- 12 | instead of argument. So I just want to be clear that
- 13 the attorney -- none of us will be able, as Mr.
- 14 | Hopper mentioned before, we won't be able to question
- 15 | the attorney because the attorney, I assume, does not
- 16 | want to become a witness.
- So what we have is, we have -- it's just
- 18 | important for the Commission to understand that what
- 19 the Petitioner is seeking to do right now is to
- 20 present argument, not facts.
- 21 CHAIRPERSON ACZON: We'll give you a chance
- 22 to rebut later. We will continue.
- MS. CATALDO: Thank you, Chair. And by way
- 24 of further explanation, everything that I am talking
- about appears in the CIA and the Supplemental CIA.

I'm not adding to argument or adding to fact. It is already, as I understand, in the record.

CHAIRPERSON ACZON: So noted. Please proceed.

MS. CATALDO: Between the pages of 30 and 36 of the Supplemental CIA, which sets forth the efforts to contact and engage the community in cultural meetings, consultation, particular 32 to 36, what is seen is the preparer of the CIA, the Supplemental CIA, sought to communicate, to contact everyone whose name she was provided. Thank you.

THE WITNESS: One other thing I wanted to add. At the January 17th and the May 17th 'Ahu Moku meeting, Keeaumoku was in attendance at those meetings as well, and Lucienne de Naie was also at those meetings.

My next slide.

The EISPN was published in September 23rd, 2013. The Draft EIS was published August 23rd, 2014. At that point we were in the process of completing further investigation to respond to comments.

In this timeframe, two adjustments happened to the project team. The first regarding traffic, our consultant was Mr. Phillip Rowell. He became significantly ill to the point where he was unable to

continue his analysis and reply to comments. At that point the project needed to identify and select a new traffic consultant. The traffic consultant of SSFM was identified and selected and they prepared a completely new TIAR in order to complete that process.

Additionally, in the context of the Cultural Impact Assessment report, we received comments from members of the general public, as well as LUC staff on the desire to see additional interviews. The anticipated quantity of those interviews was significant to the point where anticipated additional assistance was going to be needed to complete all of those.

At that point Scientific Consultant

Services was brought into the project team in order
to prepare a supplemental CIA.

A Final EIS was published July 8, 2017, and here we are at LUC hearing.

Next slide is a series of studies that were prepared in support of our Final EIS. There is an Environmental Site Assessment, Botanical and Flora and Fauna Survey, an Air Quality Survey.

I'm not going to go ahead and read all the updates, but I wanted to convey that those studies

were adjusted and updated as we received additional information and comments from the general public and agency.

An Acoustic Study, and Archaeological
Inventory Survey, Archaeological Monitoring Plan,
Cultural Impact Assessment Report. And as I
mentioned, a Supplemental Cultural Impact Assessment
Report.

A Baseline Assessment of Marine Water

Chemistry and Marine Biotic Communities. An Economic and Fiscal Impact Assessment. A Preliminary

Engineering Report. A Traffic Impact Assessment

Report and a Supplemental Traffic Impact Assessment report, as well as a Soil Investigation Report, and a Water Service Report.

Some of the general conclusions of those studies as there will be additional studies of others that are not focused on here.

The Botanical and Fauna Survey concluded that there are no rare or protected plant or animal species on or near the property.

The Air Quality Survey indicated that by employing mitigation measures during construction, long-term impacts on the air quality would be negligible after construction.

With the Acoustic Study it was determined that residences that may be affected by the increase in traffic noise have adequate setbacks that result in acceptable noise levels.

Traffic Impact Analysis Report determined that application of the proposed improvements will improve the level of service and traffic movements to meet an acceptable standard.

Engineering Report determined that a drainage plan will result in downstream stormwater discharge at rates that do not exceed current levels and comply with Maui County's Drainage Rules. No additional potable water source beyond the county water meters are needed to implement the project

Soil Investigation Reports that Lots 2A, 2C and 2D can be developed to support mass grading of the site if the recommendations of the report are followed.

The Water Service Report determines that adverse impacts are unlikely so long as the proposed action stays within its water allocation.

Cultural Impact Assessment Report determines that there are no known cultural practices or resources in the project area.

Supplemental Cultural Impact Assessment

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determines that there are no specific valued cultural, historical or natural resources within the project area, nor any traditional and/or customary Native Hawaiian rights being exercised within the project area. To the extent concerns are raised regarding flooding or drainage, please refer to the Engineering Report in the Final EIS.

Baseline Assessment for Marine Chemistry and Marine Biotic Communities determines that the proposed project will not have a significant negative or even measurable affect on the water quality or marine biota in the coastal ocean offshore of property. Changes to the marine environment due to the project will likely be undetectable.

Economic and Fiscal Impact Analysis

determines that the Kihei-Makena Corridor is

under-serviced with commercial, industrial and

residential inventory. Development of the project

will generate approximately \$450 million in economic

activity, and 2,933 worker-years of jobs, with the

stabilized operation at 729 million in economic

activity and 6,626 worker-years annually statewide.

MR. SAKUMOTO: That concludes the testimony for Mr. Hart, Mr. Chairman.

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CHAIRPERSON ACZON: Any questions for Mr.

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1
     Hart?
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                MS. APUNA: No.
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                CHAIRPERSON ACZON: Mr. Hopper?
 4
                MR. HOPPER: No, Mr. Chairman.
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                CHAIRPERSON ACZON: Mr. Tabata?
 6
               MR. TABATA: No, thank you.
                CHAIRPERSON ACZON: Mr. Pierce?
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8
               MR. PIERCE: No questions.
9
                CHAIRPERSON ACZON: Commissioners? Vice
10
     Chair Wong.
11
                VICE CHAIR WONG: Mr. Hart, I guess you
12
     helped put together this EIS, correct?
13
                THE WITNESS: That's correct.
14
                VICE CHAIR WONG: So the question I have
     is, we're talking -- this is all the information that
15
16
     was provided talked about the major impacts to the
17
     area.
18
               Was there ever an account to the secondary
19
      impacts, such as fire or police?
20
                THE WITNESS: There was an analysis of
21
     impact on police and fire.
22
                VICE CHAIR WONG: Were they asked to give
23
      input?
24
                THE WITNESS: They did provide comment on
25
     the project.
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1	VICE CHAIR WONG: I'll check it out. What	
2	page?	
3	CHAIRPERSON ACZON: Anybody know?	
4	MS. CATALDO: Page 113.	
5	VICE CHAIR WONG: Would that also include	
6	hospitals, medical?	
7	THE WITNESS: I don't believe we received a	
8	comment regarding hospital. There was an analysis of	
9	medical impacts, but I don't believe we received a	
L O	comment from a hospital organization.	
11	VICE CHAIR WONG: Thank you.	
12	CHAIRPERSON ACZON: Commissioner Ohigashi.	
13	COMMISSIONER OHIGASHI: Mr. Hart, did you	
14	review the 1995 or Environmental Impact Statement	
15	relating back to the 1995 project in preparing this	
16	Environmental Impact Statement?	
17	THE WITNESS: I didn't personally review	
18	it. Much production work was done by staff, and may	
19	review portions of that report, but I didn't	
20	personally review that '95 EIS.	
21	COMMISSIONER OHIGASHI: To the extent you	
22	have any knowledge about that, could you tell me what	
23	kind of specificity, and the description of the	
24	project was in that EIS in 1995, if you know?	
25	THE WITNESS: No, I couldn't tell you the	

1 specificity. I can reply that in the preparation of 2 this Final EIS, the way we analyzed the impacts for 3 the project was by projecting a maximum volume of square footage of uses, and by using those maximum 4 5 volume of square footage of uses you can derive all 6 of the other impacts for the technical studies that 7 relate to those various uses. COMMISSIONER OHIGASHI: I notice in one of 8 9 your alternatives, there's no action alternative that 10 you mention. You mentioned it could be built as 123 11 unit, like originally planned warehouse; is that 12 right? THE WITNESS: My understanding is that 13 there was that determination. 14 COMMISSIONER OHIGASHI: But that's one of 15 16 the alternatives that you address. 17 THE WITNESS: Yes, that's correct. 18 COMMISSIONER OHIGASHI: Was that 123 units 19 laid out in the proposal, in the original proposal in 20 **'**95? 21 THE WITNESS: It was. 22 COMMISSIONER OHIGASHI: Was the EIS on that 23 original proposal show the original layout of 123 --24 THE WITNESS: Excuse me, I'm sorry. 25 COMMISSIONER OHIGASHI: Can I finish the

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1 question, and you can talk later?

2 My question is simple. Is that, when the 3 warehouses laid out in their proposal?

THE WITNESS: It's my understanding that there wasn't an EIS at that time, but I have seen the layout for the project at that time.

COMMISSIONER OHIGASHI: Was that layout for the project in the Boundary Amendment proceeding?

THE WITNESS: That layout was presented previously, I believe.

11 COMMISSIONER OHIGASHI: That's all I
12 wanted.

CHAIRPERSON ACZON: Vice Chair Scheuer, followed by Commissioner Chang.

VICE CHAIR SCHEUER: I'm going to try my questions about water again.

On page 18 of your slide show, which I believe is the previous page from what's on display, bottom of the page you note under Water Services, adverse impacts are unlikely so long as the proposed action stays within its water allocation.

On page 16 of the EIS, the potential impact is identified of a hydrologic impact to the Iao Aquifer from withdrawal of 171,000 gallons per day of drinking water.

1 Later on the page, it states under the 2 paragraph boldfaced, with why mitigation measures 3 where selected, it states: The issuance of water meters for the 4 5 project by the DWS carries the implicit approval by 6 the DWS of Pi'ilani Promenade's use of the Iao 7 Aquifer system for drinking water. Is there any other evidentiary basis for 8 9 that statement in the EIS? THE WITNESS: I'm not aware that there is. 10 11 VICE CHAIR SCHEUER: Are you familiar with the Central Maui Service System of the Department of 12 Water Supply? 13 14 THE WITNESS: I am somewhat familiar with 15 it, yes. 16 VICE CHAIR SCHEUER: Are you familiar with 17 the various sources of water for that system? 18 THE WITNESS: Not all of them, but I am 19 aware of the system. 20 VICE CHAIR SCHEUER: You're aware that it 2.1 takes surface water from the Wailuku River, formerly 22 known as the Iao Stream, into a treatment plant? THE WITNESS: I don't know the full 23 24 operation of the County of Maui's water system. 25 VICE CHAIR SCHEUER: You're aware that it

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has wells within the Iao Aquifer?

THE WITNESS: I am aware of that, yes.

THE WITNESS: Yes.

VICE CHAIR SCHEUER: Also wells within the Waihe'e Aquifer that are connected to that system?

6 VICE CHAIR SCHEUER:

VICE CHAIR SCHEUER: Is there any way, or any information that determines -- is there any information that determines that the water being provided to this project is coming from the Iao Aquifer groundwater, rather from Waihe'e or from surface water?

THE WITNESS: I don't know if there is a method to determine that.

VICE CHAIR SCHEUER: Is there a possible way to determine what the impacts would be if you don't know where the water is coming from?

THE WITNESS: My understanding is the intent of that statement is to say that the approved water meters have an allocation that's already set aside, and that allocation is within the sustainable yield of the aquifer. And so that by using those three three-inch meters that are allocated for the project site, you're not exceeding the existing set aside sustainable yield for the aquifer.

VICE CHAIR SCHEUER: So when you talk about

unallocated yield in the Iao Aquifer, you're actually 1 2 talking about water that has not been permitted by 3 the State Water Commission, correct? THE WITNESS: I believe I was talking about 4 5 water that the county has access to but hasn't issued 6 meters for. 7 VICE CHAIR SCHEUER: But that's not actually what is stated in the EIS, correct? 8 9 MR. SAKUMOTO: I'm sorry to interrupt. We 10 will have our project engineer also testify shortly 11 after we're done here. 12 VICE CHAIR SCHEUER: Okay. Nothing 13 further, thank you -- actually, sorry, another. 14 As a professional planner, can you comment on any general rules of practice regarding the 15 16 freshness or staleness of information that can be 17 used for an adequate EIS? After how much years, for instance, does a TIAR become stale? 18 19 THE WITNESS: In general, my understanding 20 is approximately three years. 21 VICE CHAIR SCHEUER: What about an economic 22 analysis.

THE WITNESS: Well, I don't know the specific deal of the economic analysis.

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VICE CHAIR SCHEUER: AND you are aware that

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the Hawai'i Supreme Court has ruled that certain
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2
     EIS's, the files can became stale after a certain
3
     period of time?
 4
                THE WITNESS: I'm aware of that.
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                VICE CHAIR SCHEUER: This project is
 6
     proposed for build-out under an unknown number of
7
     years; is that correct?
8
                THE WITNESS: No.
9
                VICE CHAIR SCHEUER: Phase I, immediately;
10
      Phase II shortly thereafter; Phase III when market
     allows?
11
12
                THE WITNESS: Yeah, generally.
13
                VICE CHAIR SCHEUER: Might the adequacy of
14
     this document to predict impacts not be fully useful
15
      if, let's say, it's 20 years from now that Phase II
16
      is implemented?
17
                THE WITNESS: I think something like that
18
      is foreseeable.
                                     Thank you.
19
                VICE CHAIR SCHEUER:
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                CHAIRPERSON ACZON: Commissioner Chang.
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                COMMISSIONER CHANG: Just a couple of
22
      questions. I appreciate seeing the community
23
     meetings as it appears as if you guys have had
24
      several meetings to discuss this with the community.
25
                The meeting that you had on November 5th,
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2013, you said attendance of about 150 people.

What was presented to the community as far as a plan? Were you asking them for comments on the project?

THE WITNESS: No, at that time it was basically at the initiation -- well, we weren't in the Draft EIS process. We were -- we had issued the EISPN, and so I think that the way the project was presented was an opportunity for people to broad comment, and certainly if they were providing written comments, and certainly within the Draft EIS process that would be received.

But my understanding of the intent of it was to let the community know that we were preparing this process. Engage with them. Provide an opportunity to meet with them and discuss the project with the project consultants and experts, and express opinions, concerns and/or gather information on their own.

COMMISSIONER CHANG: Do you recall what was presented to the community to solicit the comments?

THE WITNESS: I recall that there was some conceptual level diagrams that were shown.

COMMISSIONER CHANG: Is it similar to -- is it this site plan? Or was it greater detail?

1 THE WITNESS: I can't recall specifically 2 what the diagram that was shown at that meeting. 3 COMMISSIONER CHANG: Do you think it was in more detail this? 4 THE WITNESS: I don't -- I recall that 5 6 there were conceptual level renderings that were 7 being shown, perspective renderings, and things like 8 that. But I believe that that appeared later towards 9 the drafting -- submittal of the Draft EIS. 10 COMMISSIONER CHANG: And it was -- and it 11 was based upon this that you had asked the community 12 to provide comments on the proposed impact of the 13 project? 14 THE WITNESS: Well, that wasn't during the Draft EIS comment period. It was basically 15 16 engagement with the community to let them know that we were preparing this process and we were beginning, 17 18 and that we were going to be submitting the Draft 19 EIS. 20 So the Draft EIS was the commencement of 21 the comment process. And I believe that that meeting 22

was more intended to let people know what we were doing, what we were preparing to do as far as beginning the EIS process.

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COMMISSIONER CHANG: Do you recall what

meeting did you hold to inform the public about the proposed project? And what did you share with them?

THE WITNESS: Do you mean during draft --

COMMISSIONER CHANG: Right, during the drafting of the -- I guess what I'm trying to get at is what kind of information was provided to the community for purposes of soliciting useful information as you prepared your EIS?

THE WITNESS: Well, I would say that the Draft EIS was the primary piece of information that we provided to the community.

But we did have -- certain members of the community emerged as people who were more interested than the general public, and we did have a series of more intimate meetings with those people.

But in general the main piece of information that we provided to the general public for solicitation of comment was the Draft EIS.

COMMISSIONER CHANG: When you held your meetings on the cultural consultation, did you attend those?

THE WITNESS: I didn't attend all of them.

I attended the 'Ahu Moku meetings on January 2017 and

May 2017, as well as the site visit on January 22nd,

2016.

COMMISSIONER CHANG: Do you recall whether any notes were taken of those meetings and then distributed to the attendees?

2.1

THE WITNESS: No, I don't recall that.

The first time we went to the 'Ahu Moku meeting, it was the first time that I had been to one of their meetings. And it was, I would say, somewhat informal. There wasn't a presentation.

I just stood up and let them know where we were at in the process. At that time we were preparing the Supplemental CIA, and talked to everybody about what we were trying to do as far as get increased interviews.

And there was a discussion with an individual who had received the invitation to be an interviewee, and I encouraged him to participate, but there was no meeting minutes or anything like that.

COMMISSIONER CHANG: I want to make sure

I'm asking the right person. You didn't prepare the

CIA or the Archaeological Inventory Survey?

THE WITNESS: No, I did not.

COMMISSIONER CHANG: The last question I wanted to ask you is, for purposes of the Land Use Commission, at present it is one project area, which includes both the Pi'ilani Promenade as well as the

smaller -- is it the Honua'ula Partners? But this
EIS is only covering Pi'ilani Promenade?

THE WITNESS: That's correct. There is some studies that analyzed the area as well, but my understanding is that Honua'ula Partners are preparing their own EIS to analyze their own impacts. And there are -- it's presumed going to be the analysis of cumulative impacts, just as the way we did do cumulative impacts.

COMMISSIONER CHANG: I guess I'm just wondering for procedurally for LUC, we really only have one project site, and we are going to have two EIS's; is that your understanding?

THE WITNESS: That's my understanding of what is going to happen.

COMMISSIONER CHANG: Maybe that is more of a procedural question we need to talk about later.

It's just not really clear for me how we have one project site, LUC Boundary Amendment was based upon one large project site.

But now we've got without a formal, I guess, bifurcation, so I guess that is a question we will need to ask later. That's it.

CHAIRPERSON ACZON: Vice Chair Wong.

VICE CHAIR WONG: Just a general question

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so we don't ask the wrong question to the wrong individual.

2.1

Can you give the list of your witnesses and who's going to do what, so at least we know?

MR. SAKUMOTO: Thank you, Commissioner Wong.

We will be calling Darren Unemori, who is our project engineer, and he will be testifying on a number of different matters, including drainage and coastal flooding.

We will be calling Juanita Wolfgramm, who is our traffic engineer. And she will be testifying on traffic-related matters.

We will be calling Mr. Tom Holliday, who is our economic feasibility and market study expert.

MS. CATALDO: And also Eric Fredrickson who prepared the AIS.

VICE CHAIR WONG: Thank you.

COMMISSIONER CHANG: Will you be presenting the author of the Cultural Impact Assessment, or will Mr. Fredrickson be answering those questions?

MS. CATALDO: We will not be presenting a separate author of the CIA. Mr. Fredrickson may speak on some of the issues that may have been raised, including iwi, the Drainageway A.

1	COMMISSIONER CHANG: With respect to the
2	preparation of the Cultural Impact Assessment, you
3	will not be having the author presented as a witness,
4	is that correct?
5	MS. CATALDO: That is correct,
6	Commissioner.
7	CHAIRPERSON ACZON: Commissioner Okuda.
8	COMMISSIONER OKUDA: Thank you, Mr. Chair.
9	Mr. Hart, looking at the EIS page 24,
10	paragraph C, which is headed "Alternatives
11	Considered", there is a discussion there about the no
12	action alternative, correct?
13	THE WITNESS: Yes.
14	COMMISSIONER OKUDA: Is there anywhere in
15	the Environmental Impact Statement where the benefits
16	of the "no action alternative" is discussed?
17	THE WITNESS: I think there is let's
18	see.
19	We did a more thorough discussion of the
20	"no action alternative", 42, 44, and 45.
21	Whether or not there is a discussion of the
22	benefit for not developing this area, I don't think
23	that there is in the context of its location within
24	the Land Use Designation of the property.
25	COMMISSIONER OKUDA: So the closest that we

1 would come to is the discussion at pages 42 through 2 45? 3 THE WITNESS: I believe, yes. COMMISSIONER OKUDA: But you're saying 4 5 there's no specific discussion about the specific 6 benefits of the "no action alternative". Is that 7 your testimony? I don't want to put words in your 8 mouth, so you tell me. 9 THE WITNESS: I believe that's the case, 10 yes. 11 COMMISSIONER OKUDA: So there is no 12 discussion, for example, on the benefit to, for 13 example, the Downtown Kihei retail concept from the "no action alternative", is that correct or not 14 15 correct? 16 Let the record reflect you're consulting 17 with one of your staff people, which is fine, we just 18 want to get information. 19 THE WITNESS: I apologize. 20 Yeah, that is discussed on page 44, which 21 was mentioned. 22 COMMISSIONER OKUDA: Thank you, I have no 23 further questions. 24 CHAIRPERSON ACZON: Mr. Sakumoto, are you

done with this witness?

1	MR. SAKUMOTO: Yes, Mr. Chair.
2	CHAIRPERSON ACZON: We're going to take a
3	five-minute break.
4	(Recess taken.)
5	CHAIRPERSON ACZON: We're back on the
6	record. Please continue.
7	MR. SAKUMOTO: Thank you, Mr. Chair.
8	We would like to call Darren Unemori to the
9	witness stand.
10	CHAIRPERSON ACZON: May I swear you in
11	first?
12	Do you swear that the testimony that you're
13	about to give is the truth?
14	THE WITNESS: Yes, I do.
15	CHAIRPERSON ACZON: Please state your name
16	and address for the record.
17	THE WITNESS: Darren Unemori. My work
18	address is 2145 Wells Street in Wailuku.
19	CHAIRPERSON ACZON: Please proceed.
20	DARREN UNEMORI
21	Was called as a witness by and on behalf of the
22	Petitioner, was sworn to tell the truth, was examined
23	and testified as follows:
24	DIRECT EXAMINATION
25	BY MR. SAKUMOTO:

Mr. Unemori, where do you work? 1 Q 2 I work at Warren Unemori Engineering in 3 Wailuku. 4 What is your position with Warren Unemori Engineering? 5 6 I'm a senior civil engineer there. I'm 7 also corporate vice president and one of the 8 company's directors. 9 Q Do you have a college and graduate degrees 10 in civil engineering? Yes, I do. So I have a Bachelor's degree 11 and a Master of Engineering degree from the 12 13 University of California at Berkeley. 14 Q What about professional licenses, do you 15 hold any? 16 A Yes, I do. I'm a licensed civil engineer 17 since 1993, licensed in the State of Hawaii. 18 I'm also a licensed land surveyor, and I am also a licensed or registered with the Land Court of 19 the State of Hawaii. 20 2.1 Does licensure as an engineer require 22 passing any additional tests, or are there any work requirements related? 23

A Yes. In the State of Hawaii licensure as a civil engineer requires graduation from an accredited

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- university, four years of practical work experience under a civil engineer, and also passing two written examinations.
- Q Are you a member of any professional engineering organizations?

- A Yes, I am. The American Society of Civil Engineers, and the National Society of Professional Engineers, Hawai'i Chapter.
- Q How many years of professional experience do you have in infrastructure planning and design for large scale infrastructure and land development projects in Maui?
  - A This year would mark 28 years.
- Q What are some of the land development projects that you've worked on in Maui, let's just say over the last five years?
- A In the last five years, I've been involved heavily in the completion of the Kahalani, Wailuku Project District, which is a large Urban Project District in Wailuku.
- I'm also been heavily involved in development in the Maui Lani Project District, which is 1000-acre urban development in Kahului, Maui.
- Let's see, that's been most of my last five years.

1 Were you involved with the Maui Research & 2 Technology Park? 3 Thank you, yes. A So I've -- I also assisted the Maui 4 5 Research & Technology Park with their rezoning 6 effort, which was successful, I think, a couple years 7 ago. Thank you. 8 Q 9 Have you ever testified before the State 10 Land Use Commission? 11 Α Yes, I have, twice before. 12 Do you recall which docket they were? 13 Α I'm reading from my CV it's --14 CHAIRPERSON ACZON: Mr. Sakumoto, will you 15 be calling for him as an expert? 16 MR. SAKUMOTO: Yes, Mr. Chair. 17 CHAIRPERSON ACZON: We have to qualify him. 18 MR. SAKUMOTO: I will be doing that, yes. 19 Thank you. 20 A To continue, Docket A0-754 in 2005, and Docket A10-77 in 2013. 2.1 22 At this time -- well, let me ask one more 23 question. 24 In those dockets, what were you recognized 25 as an expert in?

1 Α In civil engineering. 2 MR. SAKUMOTO: Mr. Chair, at this time I 3 would like to ask that the Commission recognize Mr. 4 Unemori as expert in the field of engineering. 5 CHAIRPERSON ACZON: Any objections from the 6 parties? 7 MS. APUNA: No objection. MR. HOPPER: No objection. 8 9 MR. PIERCE: No objection. 10 MR. TABATA: No objection. 11 CHAIRPERSON ACZON: No objections, Mr. 12 Unemori is going to be an expert witness on 13 engineering. 14 MR. SAKUMOTO: Thank you, Mr. Chair. Mr. Unemori, did you prepare the 15 16 Preliminary Engineering Report attached to the Final 17 EIS as an appendix? Yes, I did. 18 19 Based on your education and experience as a 20 professional civil engineer, and your analysis of the 21 off-site and on-site runoff, what is your conclusion 22 as to the hydrologic impact on the downstream 23 properties resulting from the proposed development? 24 Okay. So when we did the analysis, we Α 25 basically looked at the two flows that affect the

project area. The off-site flows, which represent the lands up above the project which drain through the project; and also the project lands themselves, which would urbanize, and thereby increase the runoff.

In the case of off-site flows, we are proposing to pass those through the project, and therefore, not change those project flows from existing levels.

The post development, or after development flows for on-site flows, we would construct improvements for detention basins and filtration systems and other things that would address the impact of the off-site flows, and therefore, downstream there would be no increase, and therefore no impact.

- Q Let's take each component separately.

  Let's talk about the off-site runoff first.
- A Okay.

Q Please explain to the Commission what is off-site runoff and where does it flow in this instance?

A In this specific instance, the off-site flows I'm referring to are coming from the lands that are above the project site, outside the project lands

but above the project site. It measures about 1 2 471 acres, pasture lands owned by Haleakala Ranch and 3 Ka'ono'ulu Ranch. These flow into, what I term in my report, Drainageway A, which is a small gully that 4 5 bisects the project. 6 Those flow into the gully across the 7 project, and enter a pair of culverts at Pi'ilani 8 Highway. They then cross down below the highway and 9 join the larger stem of Kulanihakoi Gulch about 10 500 feet below the highway. 11 Is the diagram that -- it's in the slides 12 right after General Conclusions, Commissioners. 13 Does that help depict what you just 14 described? 15 CHAIRPERSON ACZON: What page is that? 16 MR. SAKUMOTO: I believe that's 20. 17 CHAIRPERSON ACZON: Is that the slide that 18 you've got up on the screen there that you're referring to? 19 20 MR. SAKUMOTO: Yes. 21 Yes, it does. It depicts the larger 22 watershed, actually, in which the Promenade project

Down at the bottom there, that little yellow dot is the Promenade area, project area to

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24

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resides.

scale within that watershed. And if you notice on the left-hand side of that watershed there's a marked-out area.

Q Mr. Unemori, why don't we hand you a laser pointer so that we can all see what it is you're referring to. This is a big picture.

Maybe you can start off again by explaining what is this large pink area, and then get to what I think you were talking about before, the 471 acres.

A My laser pointer seems to be out of range here.

(Discussion off record.)

So if you'd point to the large pink area generally -- sorry about that.

The large pink area where the red dot is circling, represents a 15 square mile area, the watershed for Kulanihakoi Gulch, that drains to the ocean. It starts at a ridge behind Haleakala Crater and comes 15 miles down to the ocean. Again, 15 square miles.

Near the very bottom of that pink area, there is a little yellow area, that is the Pi'ilani Promenade project site examined in the FEIS to scale within that watershed, the little yellow dot.

I guess slightly to the left and above it

there is a hatched, crosshatched area within the pink that is part of the larger pink area. That represents the 471 acres that I'm referring to as off-site -- as the origin of the off-site flows I was referring to that essentially flow into Drainageway A and pass through the project site in that small gully.

Q So just to restate. The storm runoff from approximately 471 acres of undeveloped land mauka of the project area is then conveyed to the project property through what is labeled Drainageway A, and then to the eastern boundary of the project area; is that correct?

A That's correct.

COMMISSIONER CABRAL: Excuse me. I have a question, but it will help me since I'm into maps.

On this, (indicating) which is impossible to see there (indicating), the pink/red comes down, your 471 acres. And then there is a section that's yellow with little bit of green in it. That is the subject property; is that correct?

THE WITNESS: Yes. So the yellow area that's at the very base of that pink area, that's Pi'ilani Promenade.

COMMISSIONER CABRAL: So it's not that --

it's not that is not part of this largest

floodway or waterway of concern, the yellow does not

mean there's no water there, it's a mountain or

something, it means it's the property?

THE WITNESS: Oh, definitely. The pink

THE WITNESS: Oh, definitely. The pink area generally shows you the broad outline of the area which drains into Kulanihakoi, of which Pi'ilani Promenade is also a part of it.

COMMISSIONER CABRAL: Thank you.

Q (By Mr. Sakumoto): Just to complete the path of the water.

Once the runoff crosses the eastern boundary Drainageway A, continues across the project area in and east/west direction; is that correct?

A Yes, so it crosses the project in an east/west direction, yes.

Q And it goes to a -- did you say a culvert?

A Yes. There's a culvert at Pi'ilani Highway which crosses the highway, passes the water under the highway.

Q And once it passes under Pi'ilani Highway, what happens thereafter?

A It continues downhill, and about 500 feet below the Kulanihakoi Bridge, about 500 feet below the highway, that portion of Drainageway A connects

to the main Kulanihakoi Channel down below the highway.

Q In terms of off-site runoff, could you please explain -- I'm sorry, we just did that.

Let's talk about on-site runoff.

Could you summarize your findings on on-site runoff once the project is developed?

A Okay. So in urbanizing the project, paving it, creating roof tops, that sort of thing, there's usually a spike in the flow of rate of runoff, because of the all the impervious surfaces you create. That's the primary impact of development as far as hydrology and drainage.

So to deal with that, we recommend a series of improvements, in this case detention basins, drainage basins aboveground and underground, principally, as well as an urban-type storm drain system with inlets and pipes underground, which together function to reduce the flow rate back to what it originally was.

In other words, if the project wasn't there, we match that flow rate. So thereby, the on-site post-development site is basically no worse hydrologically, as far as sending water downstream, than the original undeveloped site.

Q Is this, basically what you just described, a county standard or county requirement when it comes to developing property in Maui?

2.1

A Well, the county requirement is really a performance requirement. And basically it's don't make the drainage conditions worse. So in other words, don't release more after development than exists before development.

So that's the performance standard. What I described was the way arrived at the performance standard, the way we meet performance standard.

Q Let's talk about coastal flooding for a minute.

Figure 2-2 in your report indicates that while the project is itself not in a flood zone, it is located upstream of a coastal area which is prone to flooding.

Can you explain, using this map,

Kulanihakoi Gulch Watershed, where the runoff, which
causes this coastal flooding, comes from?

A So as I was explaining earlier, the Pi'ilani Promenade project, that 79 acres, sits within a much, much larger watershed that fills Kulanihakoi Gulch every time it rains.

So that 15-square mile area, 9,600 acres,

if you are looking at it in acres, is where the water comes from that floods the Kihei Coast, that low lying flat coastal area that's near Maui Lu and those adjoining areas, that the testifiers yesterday were complaining about.

And that's a recognized problem. And that's what -- that large watershed is where the water is coming from. So it's not just the little yellow dot, it's the entire big red area.

Q What does the -- relative to that big red area, what does Pi'ilani Promenade project site represent percentage-wise?

A It's less than one percent. I think on the exhibit there I calculated a .8 of a percent, 8/10th of a percent of the total area that drains to the coast.

Q Is it your opinion that Pi'ilani Promenade project site either now or post-development, would contribute significantly to flooding?

A Although it is a contributor, because it lies within the watershed, it is by no means the controlling factor in the flooding.

Q Can anything be done about the flooding, in your opinion?

A Well, so very recently, I think last month,

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the Department of Public Works, Maui County

Department of Public Works released their Pre-Final

Drainage Master Plan for actually Kihei. And within that document is a plan to basically deal with the flooding situation that the Kihei residents have been complaining about and has long been known.

They describe in there, I believe it's four phases of improvement done over 20 years, costing about \$57 million. That would, if implemented, eliminate the flooding problem that everybody is worried about.

It's a regional issue, and that is the regional solution to deal with it. That's what can be done.

Q Thank you.

There was testimony earlier about the fact that this project has water meters.

Do you know how many water meters the project has?

A Yes. The project was issued three 3-inch diameter water meters by Maui County Department of Water Supply.

Q And I don't want to steal your question, but I want to be sure that this information is provided.

1	There was a question about the impacts of
2	this project on the Iao Aquifer. Do we know anything
3	about that? Is it within our ability to know
4	something about that, given that we have these county
5	issued water meters?
6	A Could you clarify the question? When you
7	say "we", you mean Pi'ilani Promenade?
8	Q Does Pi'ilani Promenade is Pi'ilani
9	Promenade in a position to know the impact on the Iao
10	Aquifer based on the fact that the county has given,
11	or has issued three water meters?
12	A No. It would be very difficult for
13	Promenade to determine the impact of a system that is
14	managed by Maui County Department of Water Supply,
15	basically a separate entity which it does not
16	control. I think that answers your question.
17	Q Last question.
18	There were several people who testified
19	earlier about a 50-year storm standard.
20	A Yes.
21	Q And I assume there is 100-year storm
22	standard. Have these standards been applied in your
23	report to either on-site or off-sites to the project?
24	A Yes. Yes, they have been.

The standards themselves originate with

1 Maui County Department of Public Works, who has 2 regulatory jurisdiction for developments in the Maui 3 County, and in this area in particular. Their drainage standards specify for 4 5 areas -- where you're analyzing areas that are larger 6 than 100 acres, you use basically a 100-year storm 7 for analysis. For areas that are smaller, you use a 8 9 50-year storm for analysis. 10 So it's basically a prescribed analysis, 11 and if there's -- that's the origin of the 50-year 12 number. 13 What about the 100-year standard, when is 14 that utilized? Again, the 100-year standard is applied in 15 16 situations where you're dealing with a hydrologic 17 analysis of an area larger than 100 acres, in this 18 case it's applied to the off-site areas. 19 I'm sorry, I missed that the first time. 20 I have no further questions. 21 CHAIRPERSON ACZON: Any questions? 22 MS. APUNA: No questions. 23 CHAIRPERSON ACZON: Any questions for the 24 witness? 25 MR. HOPPER: No, Mr. Chair.

1	CHAIRPERSON ACZON: Mr. Pierce?
2	MR. PIERCE: One moment.
3	CHAIRPERSON ACZON: Mr. Tabata?
4	MR. TABATA: No questions.
5	CHAIRPERSON ACZON: Commissioners? Vice
6	Chair Scheuer.
7	VICE CHAIR SCHEUER: Aloha. I have a
8	series of questions. That'll give Mr. Pierce some
9	time.
10	And I'm a little confused now by the
11	questions from counsel about could you make an
12	assessment of the impact on the Iao Aquifer from this
13	project.
14	We qualified you as a witness in civil
15	engineering, or in engineering in general, but not on
16	<pre>impact analysis; correct?</pre>
17	THE WITNESS: Yes.
18	VICE CHAIR SCHEUER: So it's a bit outside
19	your expertise anyway, the impact of water
20	withdrawals on ecosystems or
21	THE WITNESS: Definitely that kind of
22	thing, yes.
23	VICE CHAIR SCHEUER: Okay. That said, the
24	EIS actually does identify the withdrawal of water as
25	a potential impact. Isn't that correct? On page 16.

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1 THE WITNESS: I'm sorry, I'm very familiar 2 with the engineering report, I'm not so familiar with 3 the earlier statements in the --VICE CHAIR SCHEUER: I tried to ask 4 5 questions earlier about water on the main EIS, then I 6 was asked to wait for you to come as the witness. 7 So when do I get to ask these questions? MR. SAKUMOTO: I don't know that we have a 8 9 witness that will be able to answer that specific 10 question. 11 Like I mentioned, we have Mr. Unemori, our 12 engineer. We had the EIS preparer, Mr. Hart. We 13 don't have any other experts left today that we could 14 probably call, other than the ones I just mentioned. 15 VICE CHAIR SCHEUER: Okay. Let me move off 16 of the water well issue then for a second. 17 When you testified about the diagram that 18 is still up behind us -- what page number is it? 19 Page 20 of the PowerPoint, you include a 20 calculation that says this is .8 percent of the 2.1 watershed. 22 THE WITNESS: The area represented by 23 Pi'ilani Promenade, yes. 24 VICE CHAIR SCHEUER: But area is only one

component of what its contribution would be to

1 drainage to the coast, correct?

THE WITNESS: Certainly, yes.

VICE CHAIR SCHEUER: What are some of the other impacts or factors that impact drainage?

THE WITNESS: In the case of -- in the context of flood control and drainage for this particular watershed, really the land use in the form of how much hard impermeable surface is present, underlying soils, I guess.

VICE CHAIR SCHEUER: How much precipitation the area typically gets. Distance from the coast.

If a drop of rain that's falling at the top of the watershed has a greater chance of infiltrating, than a drop of rain right next to the coast.

THE WITNESS: Actually, the location of that drop of water doesn't matter as much as where in the watershed you're measuring flow.

VICE CHAIR SCHEUER: But if we're measuring flow at the coast, closer to the coast, precipitation that falls closer to the coast does have a greater impact?

THE WITNESS: I guess if I could clarify the situation there.

If I were to measure the runoff coming off of Pi'ilani Promenade at the coast, and I measure it

1 at the highway, it would still be the same number.

But if I look at the watershed, as I go up the hill, the watershed gets smaller, the area that's contributing, so then the flow would increase until it reached the maximum at the coastline.

VICE CHAIR SCHEUER: I'm just trying to get to the point of .8 percent is a measurement of area, not a measurement of the impact of this area on the coast?

THE WITNESS: Yes. So it's the amount of runoff generated would not be directly proportional to just this area. You would have to consider other factors in there.

VICE CHAIR SCHEUER: Thank you. I'll take a break.

CHAIRPERSON ACZON: Vice Chair Wong.

VICE CHAIR WONG: Looking on page 21, that's the next slide for everybody. That's your drainage issue, right? I mean where the water is going to flow and all that; is that correct?

THE WITNESS: I think it's the diagram of predevelopment flows, if I'm not mistaken.

VICE CHAIR WONG: So there is that box or rectangular side up on the top right, that's not part of your study?

THE WITNESS: So, yeah, on your screen I think there's a yellowed in area. So that yellowed in area is the area which the study considered.

The little white notch there is actually the 13-acre Honua'ula parcel that's not included in this engineering report.

VICE CHAIR WONG: This is a layman's question.

How could you not take that portion that the water look like it's going through, as part of the study?

THE WITNESS: I guess what -- I do consider that area, but I don't consider it developed. So imagine if I'm going to do an impact analysis of the site, I base the analysis on what changes. So the yellow area is what changes. The white area doesn't change.

So the impact I'm looking at, the difference between before and after, is really looking only at what changes after I urbanize the yellow area. So I can kind of selectively control which areas I view as being urbanized and which are not.

VICE CHAIR WONG: So that white area would still be grass and dirt and all that, while the

```
1
      yellow would be all cement -- not all, but something
2
      like that?
 3
                THE WITNESS: Yeah. So I only look at the
      change occurring within the yellow area.
 4
5
                VICE CHAIR WONG: So the impacts are just
 6
     for this project?
7
                THE WITNESS: For the Pi'ilani project,
8
     yes, that's correct.
9
               VICE CHAIR WONG: Thank you.
10
                CHAIRPERSON ACZON: Commissioner Ohigashi.
11
                COMMISSIONER OHIGASHI: Have you been
12
      retained to do the drainage report for Honua'ula?
13
                THE WITNESS: Yes.
14
                COMMISSIONER OHIGASHI: So you know what
     they're planning on the Honua'ula property, right?
15
16
                THE WITNESS: Yes.
17
                COMMISSIONER OHIGASHI: With that
18
      knowledge, you didn't include that as part of your
19
     drainage report in this project?
20
                THE WITNESS: Oh, so the reason that --
21
                COMMISSIONER OHIGASHI: I'm just asking, is
22
     that true?
23
                THE WITNESS: No, that's not the reason.
24
                COMMISSIONER OHIGASHI: I'm just asking if
25
      it's true you didn't include that.
```

1 THE WITNESS: Yes, that it is not included, 2 yes. 3 COMMISSIONER OHIGASHI: Now, you can tell I just want to do lawyer. 4 me. 5 THE WITNESS: I understand. 6 So the Engineering Report for Pi'ilani 7 Promenade specifically looked only at Pi'ilani Promenade, it didn't look at Honua'ula. That was 8 9 looked at as separate analysis. So it was not 10 included in the Engineering Report for Pi'ilani Promenade. 11 12 COMMISSIONER OHIGASHI: But it is mauka? 13 THE WITNESS: So it's on the mauka north 14 corner, yes. 15 COMMISSIONER OHIGASHI: Of the first phase? 16 THE WITNESS: It's its own project, but 17 it's mauka of the first phase of the Promenade, that's correct. 18 19 CHAIRPERSON ACZON: Commissioner Chang. 20 COMMISSIONER CHANG: We're going to go 21 down -- I'm going to continue on. We are all adding 22 onto this discussion. 23 For purposes of our review of the adequacy 24 of the EIS, we need to look at, or we are expecting 25 the Petitioner to look at cumulative secondary

1 impacts.

So is your conclusion that the drainage plan will result in downstream stormwater discharges at rates that do not exceed current levels and comply with the Maui County Drainage Rules.

Is that only based upon the Pi'ilani Promenade project?

THE WITNESS: Yes. So the conclusion of the preliminary Engineering Report, which only focused on the Pi'ilani Promenade project, comes to that conclusion specifically for the Pi'ilani Promenade project.

COMMISSIONER CHANG: Were you asked to look at other projects to determine cumulative and secondary impacts?

THE WITNESS: Not in any specific way.

COMMISSIONER CHANG: If you were, are you aware of other projects in this area?

THE WITNESS: I am aware of one other project that affects this watershed. And that particular project is mitigating itself, just like Pi'ilani Promenade is.

So it has no cumulative impact on Pi'ilani Promenade. And the project I'm talking about is the Maui Lu development down on the coast.

change if there are other projects reasonably
foreseeable around this area within this Kulanihakoi
Gulch Watershed? If there are other projects within
the near vicinity, would your conclusion change if
you were asked to do an assessment of the cumulative
impacts of all of these projects?

2.1

THE WITNESS: So if I were asked to do a cumulative assessment of all these projects, and these projects are all held to essentially the same standards as Pi'ilani Promenade, in other words, don't make the situation worse, don't release anything more than you currently release, there actually would be no cumulative impact, because all these developments would mitigate their own impact on-site, just like Pi'ilani Promenade.

So downstream at the mouth of the river, you don't see the affects of development, because they are taken care of before it crosses the makai border boundary of the project.

COMMISSIONER CHANG: What kind of mitigation measures are they taking to contain the drainage within their respective properties?

THE WITNESS: Let me give you Pi'ilani Promenade as an example.

So when we deal with the development of a site, what we're really do is we're improving the ability of water to flow off it. We pave the parking lots, we roof the buildings, very hard impermeable surfaces that move water very quickly.

As a result, what happens after you develop a site like that, is the water speeds up. It gets off the site very fast. So what you see is an increase in the flow rate. And what we do to counter that, is we come up with ways to slow it down again.

So a good analogy would be this. If you took a five-gallon bucket of water and poured it into your bathroom sink, small sink. And you take that five-gallon bucket, you fill it up to the top, and you dump it on your sink, it would overflow your sink.

If you took that same five-gallon bucket and poured it slowly into the sink so it doesn't overflow, you're getting rid of the same amount of water, but you're doing it over a longer period of time.

And that's effectively what a detention basin does. So that's the way we mitigate the flow coming off-site. It's a way of time shifting the water so that it doesn't move fast, we slow it down.

COMMISSIONER CHANG: I am a layman. I'm going to do what Commissioner Wong does often, in layman's terms, I can see that if all the projects are proceeding at different times.

at the same time, and you have a large flooding coming down, wouldn't that potentially have a greater impact than all of these different projects cumulatively have a greater impact because they're all constructing within a close time period and everybody is throwing water on the sink at the same time?

that limited temporary construction period, that's probably the most vulnerable point, because there you don't have your permanent drainage improvements in place yet. You're still building the basins and pipes and other things that are going to slow down the water. And you've taken off the ground cover because you're grading and all that.

So during that temporary period of time, that three months, four months, six months, that is a very vulnerable time. So we would normally put in site management practices, things like silt fences, shape the ground so that the water runs into smaller

basins, temporary basins. They're smaller temporary features that are very vulnerable to very, very large storms, like a 50-year storm.

So we do have to take that chance during the construction period, because it does take time to build some of these facilities.

In the construction phase, you're correct, if you had a whole bunch of projects that are constructing at the same time and a big storm came along, it would create something of a vulnerability.

Once those sites are all completed, and they all have their own required mitigation, like County of Maui requires where you have to drain the bucket slowly into the sink, then downstream you don't actually notice any difference, because everybody has taken care of their -- you know it speeds up, but it slows down before it leaves the site.

Overall, in theory, it should, as long as there is no nothing going on, it should -- everyone should mitigate their own flow to preexisting levels.

Now, that doesn't mean the flooding problem goes away, because we have still got all that land sending all that water down there. So it's possible to create no impact from your project, but you still

1 have this preexisting flooding problems.

So until you deal with it on a regional level, like Department of Public Works is trying to do, you don't solve the problems for the guys down at the bottom.

COMMISSIONER CHANG: You were talking about the \$56 million, that would be the regional improvements, but you were not asked to do a cumulative analysis, only to look at the impact of the Pi'ilani Promenade with respect to drainage?

THE WITNESS: Yes, for the specific

Preliminary Engineering Report. We did not

deliberately look at cumulative analysis, but in

answer to your question of what a cumulative analysis

would show as far as hydrology and drainage, if those

county requirements were met, that's effectively what

I would see.

Correctly applied, I should see no difference with that watershed more developed, than less developed because all of those projects would have had to mitigate themselves, just like Pi'ilani Promenade is required to do.

COMMISSIONER CHANG: And assuming that they're not all constructing at the same time, during that vulnerable period?

1 THE WITNESS: Again, the vulnerable period 2 would probably be the one instance that if you were to get hit by hurricane or something, you probably 3 would see a larger release, because, again, we're 4 5 kind of on our way to getting everything in place 6 that needs to be in place, but we're not quite there 7 yet. So it would be an unfortunate at situation. But you're correct, that would be the one 8 9 vulnerable period in a development. 10 COMMISSIONER CHANG: Thank you very much. 11 MR. SAKUMOTO: Commissioner Chang, if I 12 could just direct you to page 320 of FEIS, there is 13 in Table 16a an analysis of other nearby 14 developments, and the runoff from those projects. 15 So you're asking about other projects in 16 the area. This table accounts for Kaiwahine Village, 17 Maui Lu Resorts, Kihei High School, Kenolio 18 Apartments, et cetera. 19 COMMISSIONER CHANG: Did Mr. Unemori, who 20 is your expert, did he provide a separate cumulative 2.1 analysis given all those other projects? 22 MR. SAKUMOTO: I'm not aware that this came 23 from Mr. Unemori. I'm just saying the cumulative

COMMISSIONER CHANG: Thank you very much.

analysis is in the FEIS.

24

1 CHAIRPERSON ACZON: Commissioner Okuda. 2 COMMISSIONER OKUDA: Just a couple short 3 questions dealing with information being provided for us to consider in the Environmental Impact Statement. 4 5 Calling your attention to Slide 21 of the 6 PowerPoint slide, there's a map, and you testified 7 that the yellow portion is the portion that is 8 covered by your report, correct? 9 THE WITNESS: Yes, that is the focus of the 10 study area considered by the analysis. 11 COMMISSIONER OKUDA: And then there's a little notched piece in white, you've also been 12 13 retained to prepare a similar analysis for that portion, correct? 14 15 THE WITNESS: Yes, I have. 16 COMMISSIONER OKUDA: Was there any reason 17 -- let me back up. 18 Are you going to use, or are you planning 19 to use the same methodology and expertise that you 20 used in preparing the report for the yellow portion, 2.1 as to the little white portion of the other owner? 22 THE WITNESS: Yeah. The method for 23 analysis is pretty much proscribed, so it would be 24 the same type of analysis. 25 COMMISSIONER OKUDA: Was there anything

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that prevented you from providing us or providing a report or appendix to the Environmental Impact

Statement which would have provided an analysis, a drainage analysis for the entire parcel, so that we can have perhaps a more full and complete understanding of the options and the risk, benefits and relevant facts, because we don't have a bifurcation so far on the record, and we're dealing with an order that covers an entire parcel.

I'm just trying to find out if there is something practical or legal that's preventing you from doing so, or it just turned out this way?

THE WITNESS: Exactly because of the way the process, it just turned out that this Promenade analysis was separate. But there is no technical reason why such an analysis cannot be done as you described.

COMMISSIONER OKUDA: You do agree that if we are looking at a decision which may affect an order which covers, not only the yellow portion, but affects an order which originally covered this entire portion, indicating a boundary line on slide page 21, you could understand why, at least a few of us, might have a concern that we might not have enough information to have a legally sustainable

Environmental Impact Statement?

THE WITNESS: I understand the concern.

I can also tell you, although I don't have it written in this report, I can tell you the answer that I would find, or you would see in the analysis.

COMMISSIONER OKUDA: I think I probably could anticipate what that answer is, but the problem is we're dealing with a semi-judicial record here, and it's what's in the record that controls us, even though there might be other things. But thank you very much for your testimony, appreciate it.

CHAIRPERSON ACZON: Anybody else?

Mr. Pierce, are you ready for your questions?

## CROSS-EXAMINATION

BY MR. PIERCE:

Q My first question is, and tell you I'm looking at the Preliminary Engineering Report, that's what I'll be referring to. I just have those page numbers in front of me.

One of things I see is a table, and one of the questions I have is page 796, which refers to on-site storm flows. But there is a table. And I think that's -- there may actually be a picture that's similar to that in these, I'm not sure, but it

a shows Drainageway A and a Drainageway B, which 1 2 appear to be natural drainageways currently. 3 Then there's Kulanihakoi Gulch as well. 4 Α Yes. 5 So the way I understand it is that the 6 intention is, as part of the improvements to the 7 property, is to move Drainageway A and B; is that 8 right, or change the path? 9 Realign it, yes. That's correct. Α 10 Q And then I understand it's going to be 11 going more along, I guess, the south side of the new 12 road? 13 Yes, it will follow East Ka'ono'ulu Street. 14 Are you planning on retaining any of that 15 water, or just passing it through your property 16 before it goes to the 102-inch highway culvert that's 17 shown on your map? 18 The water that you're seeing coming out of 19 Drainageway A and B are effectively the opposite 20 flows that I referred to earlier, and those would be 21 strictly a pass through affair. 22 The only detention that occurs is for the 23 on-site water. 24 And with Drainageway B flows into Q

Drainageway A before it goes across the Honua'ula

parcel and Pi'ilani parcel; is that right? 1 2 In the post development? 3 No, predevelopment. I'm looking at Figure 4 2 - 3. 5 It converges with Drainageway A, and flows 6 across the Honua'ula parcel. 7 Drainageway A -- is that one of the things 8 with the testimony was related to the cultural 9 resources there, and that it is a cultural resource 10 itself. 11 Was there any attempt to seek to leave Drainageway A in its current location? 12 13 Let's see. Not while I was familiar 14 with -- not while I was working on this project. There may have been other considerations prior to 15 16 2010 before I picked up the current version of this 17 project. 18 Q And there is no analysis in your PER where 19 it would be permitted to stay in its current location? 20 21 Definitely not in the PER, no. 22 The area where Drainageway A goes currently 23 would ultimately be paved over where there would be

A Yes, that's the assumption of the report.

buildings there, some kind of hardened surface area?

24

Q And then Drainageway A, is it safe to say that it's not a tight stream, but it's actually more a broader sheet flow aspect going across the property?

A Drainageway A changes in size, depending on where you are along it. In some cases the drainageway is very shallow and flat. In other areas it's a little more well-defined.

On the Honua'ula parcel, it's more -- the upper portion of it is shallow and flat. So it does resemble sheet flow, but there is a definite flow line for that drainageway.

Q And currently in predevelopment conditions, it is being captured by an existing 102-inch culvert?

A Yes. It enters that culvert at the highway.

Q And the post-development, after it's rerouted and goes further south and down the road, it will also go through the 1002-inch culvert?

A Essentially ends up at same highway culvert.

Q The water that's coming off of the road that is being planned, the one that's actually going to become, I guess, be conveyed to the county and state, and become a public road.

Is that -- are you including in your 1 2 analysis, capturing the water from that and dealing 3 with that water? The water that comes directly over the East 4 Ka'ono'ulu Street is captured and held in the 5 6 detention basins. 7 It is not held in the detention basins? It is not. 8 9 So it will go into the state highway -- the 10 highway culverts. 11 And that's that 102-inch culvert you're 12 referring to? 13 Α Ultimately, yes. 14 So that road will be built with no analysis 15 of the water impacts? 16 No. Actually, if you are talking impact, 17 the water that is shed by the road, the water that is 18 shed by the on-site developments, basically are all 19 considered in the analysis. 20 And what is essentially done, is because of 21 the ability to capture water on that road is much 22 more limited, what we have done is we basically 23 increased the capture on the two adjoining developing

So we end up zeroing everything out at the

lots to basically offset the road.

24

1 makai boundary.

Q So you're taking more than you would have before in order to make up for the road?

A Yes. So the private developments take up more than the public roads.

Q So in other words, you're saying that the amount of water flow from the 102-inch culvert is not going to change, even though it now has Drainageway A and B redirected, and even though you're going to have a paved road, fairly large paved road going towards the culvert?

A That's correct.

Q And so the detention basins, there is three detention basins identified on your Figure 2-4, and one detention pond. Those are designed for a 50-year flood?

A The report analyzes them with a 50-year storm, yes.

Q Do they have the capacity to handle a 100-year flood?

A The 100-year flood would be in excess of what the County of Maui requires, but there is no technical reason why they could not.

Q But have you done the calculations to know that it actually can handle a 100-year flood?

Well, the size of the facility that we 1 2 provide is based on the requirement, the performance 3 requirement that we have to meet. So if the performance requirement is raised to 100-year storm, 4 5 then we would provide a larger facility. 6 You would have to provide at that time? 7 Yeah, so we're not fixed to the 50-year 8 storm. 9 But your analysis is based upon what the 10 county is requiring, which is a 50-year flood and for 11 one hour; is that right? 12 Yes, so the analysis contained in the 13 Engineering Report looks at that 50-year situation. 14 So right now the detention system that you 0 have is not designed to handle greater than a 50-year 15 16 one-hour event? 17 The analysis presumes a 50-year storm. The 18 factual facility hasn't really been designed yet. 19 It's really just a -- initial sizing was come up to 20 exemplify what size storage capacity we need to capture the 50-year storm. 21 22 That's all the developer is promised is to 23 build for 50-year one-hour storm event at this time? 24 I don't believe that's a promise. I think Α

the developer will build the facilities that he's

1 required to build.

Q But at this time you're not anticipating that the county is requiring a 100-year flood event, right? Because you didn't include it in here, right?

A So up to this point, the greatest requirement that has been asked of the developer is to meet the county drainage standard, which criteria for this particular size site is the 50-year one-hour storm.

Q Then did you evaluate in your PER what the current capacity, based upon existing developments, and the ones that you know about in the area that would be affected, did you evaluate what is the current capacity of the 102-inch highway culvert, the one that's going to be taking drainageway A and B?

A Yes, we did.

Q What was your understanding of its capacity to handle the current, plus the cumulative affects that are known to be happening there in the foreseeable future?

A We found, in looking at highway culvert and the post-development situation, that the existing culverts are actually a little bit bigger than they need to be.

So there is no problem using the existing

culverts as a conduit to pass the 100-year flow under the highway.

Q So we were hearing testimony yesterday that folks were saying that the -- well, I guess the next question would be is, if you evaluated the culvert, did you evaluate the drainageways themselves and their capacity to handle the water drainageways makai of the culvert?

A The drainageways, if you're referring to Kulanihakoi --

Q Correct.

A -- it is -- we did not analyze it, because it's not specifically on the project. But FEMA has, Federal Emergency Management Agency has analyzed that channel as part of its Flood Insurance Rate Program, and they have found that channel too small for the flow that it would carry in a 100-year storm.

Q Is the developer proposing to be a contributor to dealing with that issue under your PER analysis?

A No, under the PER analysis there is no -there are no improvements proposed on Kulanihakoi
Gulch.

Q And then I see the drainageway, the diverted Drainageway A and B, plus the water that

will be coming from the new road, the East Ka'ono'ulu 1 2 Road, that is going to be going through the culvert, 3 and then across an undeveloped property that I believe is owned by the Betsill Brothers, are you 4 5 familiar with that, the one that's just makai of the 6 highway? 7 A You're describing the correct route, I'm not certain of the current ownership that you 8 9 mentioned. 10 Did you include or evaluate what happens to 11 that water after it passes through? 12 Now, I'm not focused on Kulanihakoi. I'm 13 focused on that portion of the drainageway before it 14 gets to Kulanihakoi. I see it's mauka of a developed 15 area, but it's going across undeveloped land. 16 No, we did not do an analysis below the 17 highway culverts. 18 CHAIRPERSON ACZON: How many more questions 19 have you got? MR. PIERCE: I'll make it quick. 20 21 Mr. Jordan Hart was talking before about Q 22 the phases of the development. Will all the 23 detention basins be put in during the first phase?

normally go in with the improvements associated with

I believe the detention basins would

24

25

Α

1 each phase, so probably first set of basins 2 associated with Phase I would go in with Phase I, 3 Phase II, et cetera. 4 Do you have any idea how many 50-year flood events that we've had in the last five years in South 5 6 Kihei? 7 A Not specific -- not that specifically. In other words, I don't know of the storm events we've 8 9 had, which would equate to the 50-year storm 10 analysis. 11 Q Were you aware that the prior project, the 12 light industrial park project actually was designed in a more park-like setting to keep more water 13 14 on-site? 15 Do I know if that was the case? 16 Q Yes. 17 I do not know. Α 18 CHAIRPERSON ACZON: Do you have any more 19 questions? 20 Mr. Pierce, do you have any more followup? 21 MR. PIERCE: No, Mr. Chair. 22 CHAIRPERSON ACZON: Mr. Sakumoto, do you 23 have any more for the witness? 24 MR. SAKUMOTO: No further questions for

25

this witness.

1	CHAIRPERSON ACZON: Thank you, Mr. Unemori.
2	Vice Chair Wong.
3	VICE CHAIR WONG: Mr. Chair, I want to move
4	to go into executive session to consult with the
5	Board's attorney on questions and issues pertaining
6	to the Board's powers, duties, privileges and
7	liabilities regarding this issue.
8	CHAIRPERSON ACZON: Any second?
9	COMMISSIONER OKUDA: Second.
10	CHAIRPERSON ACZON: Moved and seconded to
11	go into executive session. Those in favor say
12	"aye", opposed? Motion carries.
13	(Executive session.)
14	CHAIRPERSON ACZON: We're back on record.
15	Mr. Sakamoto, please continue.
16	MR. SAKUMOTO: Thank you, Mr. Chair. We
17	would like to call Juanita Wolfgramm to the stand.
18	CHAIRPERSON ACZON: Do you swear that the
19	testimony that you're about to give is the truth?
20	THE WITNESS: Yes.
21	CHAIRPERSON ACZON: Please state your name
22	and address for the record.
23	THE WITNESS: Juanita Kanehailua,
24	K-a-n-e-h-a-i-l-u-a, Wolfgramm, W-o-l-f-g-r-a-m-m.
25	CHAIRPERSON ACZON: Please continue.

1	JUANITA KANEHAILUA WOLFGRAMM
2	Was called as a witness by and on behalf of the
3	Petitioner, was sworn to tell the truth, was examined
4	and testified as follows:
5	DIRECT EXAMINATION
6	BY MR. SAKUMOTO:
7	Q I'm going to ask her a series of questions
8	to qualify her as an expert.
9	Where do you work?
10	A SSFM International.
11	Q What is your position at SSFM
12	International?
13	A I am a traffic engineer, and I'm in the
14	SSFM Strategic Services Group.
15	Q As a traffic engineer at SSFM, what type of
16	work do you do?
17	A I perform transportation corridor studies,
18	traffic impact analysis studies. I even do well,
19	the traffic impact studies, I do it for either
20	residential developments, commercial, health care
21	facilities, schools or even mix use centers.
22	I also do transportation management plans
23	and traffic signal designs. But I primarily work on
24	the traffic impact analysis studies.
25	Q Could you summarize your post high school

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1 education?

A I graduated from the University of Hawai'i at Manoa in two degrees. I have a Bachelor of Science in civil and environmental engineering, and Bachelor of Arts in the Hawaiian language.

Q To become a traffic engineer, do you first need to be a civil engineer?

A Yes.

Q With focus in traffic?

A Yes.

Q Are you licensed as a professional engineer by the State of Hawaii?

A Yes. I obtained my civil engineering license in 2014 at the State of Hawaii.

Q Can you briefly describe for the Commission the process to obtain a license as a professional engineer in Hawai'i?

A Yeah. You need to get your Bachelor's

Degree at an accredited college. From there you need
to take an engineering and training, or fundamental
exam once you get your degree. If you pass, then you
need to be supervised under a licensed engineer for
four years.

Once you do that, you can apply to take your professional engineering exam. You also need to

provide verification from your supervisors if the 1 2 Board of Hawai'i, if they review your application, 3 and they think it's okay, then you can take your 4 test. And if you pass that, then you become a 5 certified -- you become a licensed engineer. Are you a member of any professional 6 7 organizations? Since 2015 I've been a member of the 8 9 Institute of Transportation Engineers. 10 Q 2015? 11 Oh, sorry, 2005, sorry. 12 CHAIRPERSON ACZON: Mr. Sakamoto, for the 13 period of time, if the parties and Commissioners have 14 no objection, how many more expert witness you going 15 to be calling? 16 MR. SAKUMOTO: After Ms. Wolfgramm, two 17 more. 18 CHAIRPERSON ACZON: Can we stipulate for 19 them to be expert witness? MR. SAKUMOTO: We would like to qualify 20 21 each of them as expert witnesses. Did I 22 misunderstand the question? 23 CHAIRPERSON ACZON: Can we stipulate that 24 the three will be expert witnesses? 25 MR. SAKUMOTO: Certainly.

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1	CHAIRPERSON ACZON: Just tell me what area
2	they going to be.
3	MR. SAKUMOTO: That's fine with me.
4	CHAIRPERSON ACZON: Parties?
5	MR. PIERCE: Mr. Chair, on behalf of
6	Intervenors, I have no problems with us taking it one
7	at a time, and for purposes of this witness, no
8	objection stipulating for her being an expert.
9	CHAIRPERSON ACZON: OP?
10	MS. APUNA: No objection.
11	MR. HOPPER: No objection.
12	MR. TABATA: No objection.
13	CHAIRPERSON ACZON: Commissioners? If
14	there is no objection, just stipulate that all
15	remaining witnesses will be expert.
16	COMMISSIONER CHANG: I think Intervenor was
17	just stipulating one at a time.
18	MR. PIERCE: I'll try to do it very
19	quickly. I just want to know who the testifier is a
20	little bit more. I'm sorry, I don't quite have that.
21	We're okay with this witness right now.
22	CHAIRPERSON ACZON: We just kind of bring
23	in the witness, and have Mr. Sakumoto identify what
24	kind of expertise they have rather than go through
25	all those things. Is that okay?

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1
               MR. PIERCE: I anticipate we will have no
2
     problem with it, but I would like for there to be an
3
     offer of who the witness is beforehand. I'm
 4
     certainly fine with that.
5
                CHAIRPERSON ACZON: We just did that.
 6
     Let's try it again.
7
               MR. SAKUMOTO: The witnesses after Ms.
     Wolfgramm are Eric Fredrickson, and he will be an
8
9
     expert in archaeology. Mr. Tom Holliday, an expert
10
      in economic impact analysis and market studies.
11
               CHAIRPERSON ACZON: Is that okay?
12
               MR. PIERCE: Okay, no objection on those.
13
               CHAIRPERSON ACZON: Any other objections?
14
               MR. TABATA: No objection.
15
                CHAIRPERSON ACZON: Commissioners?
16
     you. Please proceed.
17
               MR. SAKUMOTO: Thank you, Mr. Chair.
                There will be six slides associated with
18
19
     Ms. Wolfgramm's testimony. They're the six slides
20
      next in order in your packet, starting with the one
2.1
     titled "traffic".
22
     BY MR. SAKUMOTO:
23
                Are you familiar with the Phillip Rowell
24
     and Associates' TIAR dated June 6, 2014, attached as
25
     appendix to the Draft EIS?
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1 A

2.1

Yes.

Q When SSFM was initially contacted by the Applicant, what was the status of the Phillip Rowel TIAR?

A Phillip Rowell provided his TIAR to the State Department of Transportation for their review and their comments.

DOT provided their comments, but Mr. Rowell wasn't able to address their comments because he was unable to, because he was sick.

Q So SSFM was asked to complete the work needed to have the TIAR accepted by the DOT?

A Yes.

Q Were there any particular aspects of the Phillip Rowell TIAR that SSFM believed required updating, given the time that had elapsed between the draft of Mr. Rowell's report from 2014 and the time of SSFM's engagement?

A Yes. The comments received from DOT needed to be addressed. And then because of the passage of time, we felt that we -- that traffic counts needed to be updated; new real estate developments in the surrounding area needed to be taken into account; and that DOT'S latest background model for Maui, the Maui Long Range Land Transportation Plan needed to be

1 incorporated.

There is a figure up there, and it shows six of the ten intersections that we studied.

They're the same ten intersections that Phillip

Rowell studied, so we took additional counts there in 2016 and then -- yeah.

Q Were you here yesterday to hear the testimony, and today as well?

A Yes, I was.

Q And there were several comments that were made regarding projects that were supposedly not taken into account in your study.

Did you, in fact, take into account other projects as part of your study?

A Yes. The next slide.

So the Figure 3 shows the development in the nearby areas that we took into account, and these include Kaiwahine Village up north. And then there's Maui Lu Resort, Kihei High School, Kihei Residential, Downtown Kihei, that's across development off of Pi'ikea Avenue.

We also included Honua'ula off-site

affordable housing, and the Maui Research and

Technology Park. Also included was Wailea and

Makena, the resort, and that was included because --

I don't know if I'm getting too technical here, I might be babbling. I apologize.

In the Maui Long Range Transportation Plan they take in all these forecasts for developments, and that -- Wailea and Makena were included in that, and so we accounted for those developments that are coming up, yeah.

Q Both the Phillip Rowell TIAR and the SSFM Supplemental TIAR used the term LOS.

What does LOS mean?

A LOS is abbreviation for level of service.

In general LOS is summarized in seconds of delay. It is an operational analysis rating system using traffic engineering to measure the effectiveness of vehicular roadway operating conditions.

Up there is a table showing the level of service and the delay for each letter. So there's six LOS, ranging from A to F.

A is defined as being the least interrupted flow conditions with little or no delay.

extreme delays exist. The delay for LOS F is more than 80 seconds at a signalized intersection, and more than 50 seconds at an unsignalized intersection or intersection that's controlled by a stop sign.

Your Supplemental TIAR indicates that the 1 2 AASHTO's guidelines from a policy on geometric design 3 of highways and streets, states that the appropriate 4 LOS for an urban arterial or collector is LOS D or 5 better; is that correct? 6 Yes, that's correct. That's a guideline 7 that is nationally used. Do these guidelines provide a definition of 8 9 LOS D? 10 No, the definition can be found in the Α 11 Highway Capacity Manual. 12 How does the Highway Capacity Manual define 13 LOS D? 14 Signalized intersection, if you look up at that table, LOS D is 35 seconds to 55 seconds. And 15 16 then at a stop-sign controlled intersection, it's 17 25 seconds to 35. 18 Did I just say that? Is that right? Okay. 19 Is Pi'ilani Highway an urban arterial? Yes, it is. And that's the classification 20 21 from the State Federal Aid System. 22 The Supplemental TIAR uses two different 23 future points in time: 2025 and 2032; is that 24 correct?

25

A

Yes.

1 Q And what do these two years represent?

- A 2025 is the year that the project is anticipated to be 50 percent complete; and 2032 is when it's 100 percent complete.
  - Q Would you summarize for the Commission in lay terms what the anticipated LOS will be for the project in 2032?

A Okay. The analysis indicated that in 2032 with the project, as well as all the other developments that we accounted for, the intersections that Ohukai, at Pi'ikea Avenue, and Kaonoulu Street resulted in LOS F during the p.m. peak hour.

It also resulted in LOS F at Kaonoulu

Street during weekend peak hour. The a.m. peak hour resulted in LOS E -- you know, it's approaching F, but it's not there yet -- at the intersection of Kulanihakoi Street, at Ohukai Street and Pi'ikea Avenue.

LOS E also resulted in the weekend peak hour at the intersection of Ohukai Street.

The four other signalized intersections were all at LOS D or better during all three peak hours that we analyzed.

Q Does the Highway Capacity Manual provide suggested mitigation measures when they are

anticipated delays in traffic?

A No. The Highway Capacity Manual does not provide suggested mitigation measures. The professional practice is to look at ways to add capacity to mitigate the anticipated delays in traffic.

This can be done by adding lanes, such as a turn lane or a through lane, or adjusting the signal timing, whether increasing the cycle length, or the green time for an approach, or even modifying the phasing, whether it can be split phase, where you have one street go at one time and then another street go at another time, or you give it green hours for like the lift-turn lanes.

The synchro model that we used is designed to do this, and we can adjust these type of factors and see how it effects the operation at the intersection. The Signal Traffic Software is accepted by DOT as an appropriate tool to use to determine the intersection operations.

Q Does the SSFM Supplemental TIAR incorporates these types of practical mitigation measures?

A Yes, it does.

Improvements at the intersection at

Pi'ilani Highway and Kaonoulu Street include adding a traffic signal. It will also be extending Kaonoulu Street mauka of Pi'ilani Highway. And the layout of the lanes will be changed. So southbound, that's going towards Wailea, you'll get two left-turn lanes, two through lanes, and one right-turn Lane.

North bound for Kahului, we are going to have one left-turn lane, two through lanes, and a right-turn lane. West bound, or makai, we will have two left-turn lanes, one through lane, and one right-turn lane, with an acceleration lane.

And eastbound or mauka approach, you're heading mauka, they'll have a left-turn lane, a through lane, and a right-turn lane.

And there's also plans to construct the shared use and pedestrian and bicycle path along the mauka side of Pi'ilani Highway, as well as within the project site.

And the results indicated that future roadway capacity will be needed on Pi'ilani Highway.

Q Has the State Department of Transportation reviewed the SSFM Supplemental TIAR, and have you been interacting with them?

A Yes. We have a good working relationship and dialogue with DOT for this project. Initially,

we met with DOT to clarify their comments on Phillip Rowell's TIAR, and we provided our direction forward to complete the Supplemental TIAR.

We continued discussions back and forth, whether they were through face-to-face meetings, or emails or phone calls, to ensure that the TIAR we did addressed their comments.

We sent a copy of the Supplemental TIAR to DOT in December 2016, which incorporated all of DOT'S comments.

More recently DOT asked to test various scenarios at the intersection of Pi'ilani Highway and Kaonoulu Street to see if we could increase the capacity, and how it would impact the operations.

We did this using a synchro model and provided the results for the requested scenarios to DOT. Through this collaboration we were able to assist DOT with any concerns they may have, and we are always open to have continued coordination with DOT.

MR. SAKUMOTO: Thank you, Mr. Chair, I have no further questions.

CHAIRPERSON ACZON: Questions?

MS. APUNA: No questions.

MR. HOPPER: No.

1	CHAIRPERSON ACZON: Mr. Pierce?
2	MR. PIERCE: Yes.
3	CROSS-EXAMINATION
4	BY MR. PIERCE:
5	Q The bubble concept that is on the screen
6	right now, and that's also part of is that part of
7	the TIAR, do you know?
8	I don't know what page this is of the
9	screen that's up there?
10	A I don't know what page this is that's up on
11	the screen right now.
12	I mean the Conceptual Plan, we put that in
13	our TIAR.
14	Q Does it include the annotations, the
15	colored annotations that talk about where
16	identifying, for example, number one says: Construct
17	East Kaonoulu Street extension.
18	A We discussed that in the TIAR.
19	Q So this is a diagram that's in there or a
20	figure, do you know?
21	A No.
22	We did that just to kind of maybe assist in
23	what the improvements are just so it's a little bit
24	visually, you know, a little bit better.
25	Q So with respect to number 3, Install Bike

1 Lane on Pi'ilani Highway. 2 Do you know what width of that bike lane 3 is? 4 We would need to work with DOT to see what 5 width we would use after we do the construction 6 plans, but it should be like about 5-6 feet. 7 Have you personally been out to the site? Uh-huh. 8 9 Are you familiar with the width that's 10 there currently? Of just the bike lane? 11 Α 12 Q Right. 13 Α No. Is it on the shoulder though? 14 Actually maybe should not even be called a 15 bike lane, it's a shoulder. 16 I know, because -- and you know the traffic 17 speeds that are along in there, right? 18 Α Yeah. Do you know if this is going to be a 19 20 separate corridor where it will actually be separated 21 from the traffic? 22 That's something we've got to work out with 23 DOT. Usually the bike lanes are adjacent to the 24 travel-way. 25 Has the developer told you what their Q

- 1 commitment is in terms of making sure it's truly a
  2 safe and appropriate bikeway?
  - A You know, with our coordination with DOT, they will make sure it's a safe bike lane.
    - Q But that would be -- I guess DOT approved the current one, which bicyclers would find fairly unsafe because of the speed of the traffic that's going along there.
      - A Sure.

- Q But is it your understanding then that the developer is making a commitment to fund whatever is necessary to make an appropriate bikeway there, or would that be out of your --
- A You can ask the developer what they committed to.
- Q Is there a reason why the specific location of the intersections is not identified?
- A What do you mean?
  - Q Right here, what I see are just generalized locations. I don't see that we know exactly where on Kaonoulu Street where the intersections will actually be going in and out of the development?
    - A Oh, like the drive A, B, C and D?
- 24 Q Right.
- 25 A That was mentioned in the initial TIAR.

Can you explain to us, is it known where 1 2 those are going to be currently? 3 Α I'm not sure. That would effect traffic flow in terms of 4 5 their location though, right? In terms of how much 6 back-up traffic you can have, that kind of thing? 7 Α It could. And then I think I heard you say that the 8 9 developer asked you to assume that 50 percent of the 10 project would be complete by 2025. 11 Α Yeah, about that. 12 And then you used -- your other assumption 13 was that the Pi'ilani project would be complete by 2032? 14 15 Α Right. 16 Do you have -- within that, what was your 17 assumption with respect to the Honua'ula parcel, when 18 it would be complete? We assumed it would be finished in 2025. 19 20 And then what is page 41 of the TIAR, there 21 is a discussion of the phase project related trip 22 generation volumes. 23 Α Uh-huh.

says, commercial/light industrial/apartment. Are

And so there's a -- at the left-hand bar

24

25

Q

those each different scenarios, or is that what is actually planned?

A That's our best guess of what was going to be planned. Commercial, we assumed it was a shopping center, because we didn't get more detail, we did our best guess of what it would be. So for the commercial, we used the shopping center land use that is provided in the ICE Trip Generation Manual. And from that manual they provide different rates, based off of different square footage of a shopping center, or the acres of a light industrial use place.

Q So the bracketed number that's underneath commercial, it says A20. What does that mean?

A That's the land use that we use. That was our assumption.

Q So with respect to commercial, what was the size of the -- how did you actually apportion that?

What is the apportionment between commercial and light industrial? Are you basing that on the size of the development or on the number of -- I guess that would be the question.

In terms of commercial, what amount of commercial were you assuming was being placed on within the Pi'ilani parcels?

A We assumed 530,000 square feet, and then

five acres light industrial. 1 2 I'm sorry, for the light industrial? Α Five acres. 3 For the apartment, of course, that's going 4 5 to be the size that they have actually specified? 6 226. Α 7 So if the 530,000 square feet of commercial changes, and goes up, does that change the value of 8 9 the estimates that are in Table 15 on page 41? 10 It was my assumption that 530,000 square Α 11 feet is the max that it would be, so it's really --12 it shouldn't be going up. It's my understanding the developer hasn't 13 14 made a representation as to what the maximum 15 commercial is going to be, so assuming that for a 16 moment. If I'm wrong, I apologize. 17 So assuming for the moment the developer 18 has not committed to a maximum of 530,000 square 19 feet, if it does go, then the value of the trip 20 generation numbers here goes down in terms of how 21 much we can rely upon it. 22 Would that be a fair assumption? 23 Wait you're, saying if it's higher than --Α

We cannot rely upon the information except

Let me state that a different way.

24

25

Q

for the hypothetical that you've given, right, 1 2 530,000 square feet of commercial, and five acres of 3 light industrial? 4 Α Yes. So if they change that, and make it, for 5 6 example, 100 percent commercial, that would change 7 the trip generation. Would that be safe to say? 8 Α Yeah. 9 Are the trip generations more intensive for 10 commercial than they are for light industrial under 11 the models that you use? 12 Α Yes. 13 Do you have an estimate of how much more 14 intense they are? I can't give you a percentage rate, but it 15 16 is higher. A shopping center, you got a lot more 17 people going there rather than light industrial. 18 And then I noticed that you're identifying 19 for the -- there is 226 apartments or units that are 20 assumed for the apartment use; is that right? 21 Uh-huh. Α 22 So for that, what you are assuming for the 23 trip generation is 114 in the morning total, and

A Yes, during the peak hours.

142 in the afternoon?

24

1 Q Okay, during the peak hours.

Can you explain to us how that works in terms of the model, because at least in my mind I'm thinking that I understand there's going to be one, two, and three bedroom apartments. And I think a lot of us know that in many cases there are more than two workers in one of those apartments.

So how is it that you end up with only less than, well, roughly half of the trip generation of the actual units. How does your model cause that to happen?

A Okay, so --

Q Or can you explain the assumptions that cause it to be like that?

A When we do these trip generation rates, we don't just say there's 226 units, and there is two cars, and so what would that be? 400 something, right?

What we do is we look at the peak hour, and we get these rates of trip generation from this manual, this handbook. They've done studies nationwide of different areas, of different type of land uses for the peak hour, based off of the size of the property.

And after you get a bunch of those, they

kind of create an equation. And from there we take those equations, we put in the number of units for an apartment. And from there that's how we get our trip generation rate.

So although it may look like we're not accounting for all 226, we're basing off this manual that has gone through, it's on its 8th or 9th edition right now that has been going through a lot of -- a lot of studies are coming in. And we're not just -- I'm not sure what I'm trying to say to you. That's it.

Q I think understand that.

So the peak hour in this instance for the morning is what time?

- A About 7:15, 8:15-ish.
- Q Is that designed by you or is that designed by the model?
- A No. That's based off of taking traffic counts during the morning and in the afternoon.
- Q And truly identifying what the peak hour in that particular neighborhood?
- A Right, at the intersection, that is we're looking at.
  - Q No further questions, Mr. Chair.
- 25 CHAIRPERSON ACZON: Let's take a

1	five-minute recess.
2	(Recess taken.)
3	CHAIRPERSON ACZON: We're back on the
4	record.
5	Commissioners, any questions? Vice Chair
6	Scheuer.
7	VICE CHAIR SCHEUER: Aloha.
8	I just want to make sure I understand the
9	TIAR. Based on the conclusion of the TIAR in the
10	summary on page 58.
11	The project, or the conditions with the
12	project, with the proposed mitigations, will result
13	in level of service F for certain intersections.
14	THE WITNESS: It will.
15	VICE CHAIR SCHEUER: And it identifies that
16	there might be other actions taken by other parties
17	that could improve, but doesn't specify what those
18	are.
19	THE WITNESS: They're the same as saying
20	that additional roadway capacity is needed.
21	There is some discussion about the
22	north/south collector road. That's between South
23	Kihei Road and Pi'ilani Highway.
24	You know I didn't really
25	VICE CHAIR SCHEUER: But there's no

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analysis there, because those are still conceptual?
1
2
                THE WITNESS: Right.
 3
               VICE CHAIR SCHEUER: I just wanted to
      clarify. Your description at the beginning of the
4
      TIAR for the project I believe uses a figure of
5
 6
     68 acres of land total.
7
                THE WITNESS: Oh, yeah.
               VICE CHAIR SCHEUER: How big is the
8
9
     project, how many acres?
10
                THE WITNESS: Okay, I know there's 80
11
     but --
12
               VICE CHAIR SCHEUER: There's 88 acres of
13
     petition area. Is your study totally for Pi'ilani
14
      Promenade, or is it for Pi'ilani Promenade plus the
15
     housing project that's Honua'ula Partners?
16
                THE WITNESS: Okay, so this TIAR is for
17
     Pi'ilani Promenade. I hope it's the 68 acres.
18
               VICE CHAIR SCHEUER: I think it's not
19
     exactly 68 acres.
                THE WITNESS: My bad. But we do
20
21
      incorporate Honua'ula affordable housing within our
22
      TIAR. So the traffic that's generated by that
23
     development, it's analyzed in there.
24
               VICE CHAIR SCHEUER: I'm sorry, one more
25
     time.
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1 THE WITNESS: Okay, what are your concerns? 2 VICE CHAIR SCHEUER: My question, is the 3 TIAR based on the entire 88 acres, or just on Pi'ilani Promenade? 4 THE WITNESS: In my mind, it's -- I'm just 5 6 looking at Pi'ilani Promenade. That's the project 7 I'm primarily focusing on. Yeah. MR. SAKUMOTO: Is your question does the 8 9 analysis assume both projects being developed at the 10 same time, or you know, so the cumulative impacts 11 would have to be addressed in the same document? I 12 think she said yes to that. 13 Or is the question, does her study area include all 88 acres? 14 I think that's what's been sort of a point 15 16 of confusion in several of the different reports 17 where the question was: Did you take into account 18 the Honua'ula Partners property? Because you can 19 take it into account as a cumulative impact, assuming 20 you know, the development of it. 21 Or, for example, if you do a study of 22 something dealing with flora or fauna, you would

something dealing with flora or fauna, you would actually study the ground itself and take that into account.

23

24

25

So I think, you know, that concept has been

used in different fashions throughout this
proceeding. So maybe that's the source of the
confusion for the question you just asked.

I just want to make sure she answers your

question.

VICE CHAIR SCHEUER: She's doing fine, thank you. I'll get back to that.

COMMISSIONER OHIGASHI: So I was just looking at your diagram on, I guess that would be Figure 7 surrounding area development, right? And in that figure it shows Honua'ula affordable units as being in the surrounding area development; is that right?

THE WITNESS: Yeah.

COMMISSIONER OHIGASHI: I think you testified you believe the build-out would be 2025. You use that figure to determine what would be the traffic count coming from the Honua'ula affordable units?

THE WITNESS: I included Honua'ula. I assumed Honua'ula would be pau in 2025.

COMMISSIONER OHIGASHI: And so, therefore, you treated, in your traffic TIAR, you treated the Honua'ula project as -- what is it -- contiguous as a property that has to be reviewed for the purposes of

determining traffic counts in the area? 1 2 THE WITNESS: Right. 3 COMMISSIONER OHIGASHI: And it is especially important, because it's contiguous to the 4 5 site, is that right? 6 THE WITNESS: Right. 7 COMMISSIONER OHIGASHI: And that's why you used it, because it was primarily important in 8 9 determining what would be the traffic count out of that area? 10 11 THE WITNESS: Right. 12 CHAIRPERSON ACZON: Anybody else? 13 COMMISSIONER OKUDA: Did you present any 14 opinion about what the comparison in traffic impact 15 would be if no action was taken? 16 In other words, only light industrial would 17 be on the property, or there would be no change or amendment to the prior Land Use Commission order? 18 In other words, there wouldn't be this 19 20 retail development? 21 THE WITNESS: No, I only looked at whatever 22 I put in here. I didn't look at a separate analysis, 23 just looking at light industrial itself. 24 COMMISSIONER OKUDA: So your study wouldn't 25 give us information on the, no -- what's called "no

```
action alternative", correct?
1
2
                THE WITNESS: Correct.
3
                COMMISSIONER OKUDA: Thank you.
               CHAIRPERSON ACZON: Anybody else? Mr.
 4
5
      Sakamoto, follow up?
 6
               MR. SAKUMOTO: No further questions, thank
7
     you.
                CHAIRPERSON ACZON: You done with the
8
9
     witness?
10
               MR. SAKUMOTO: Yes.
               MS. CATALDO: Mr. Fredrickson has a back an
11
      injury. You might have noticed him standing for the
12
13
      last two days in the back of the room. He's going to
14
     do his best to sit through, and I'm going to do my
15
     best to go quickly.
16
               CHAIRPERSON ACZON: You can stand up.
17
               THE WITNESS: If I need to, I will.
18
               CHAIRPERSON ACZON: May I swear you in
     first?
19
20
                Do you swear that the testimony that you're
21
     about to give is the truth?
22
                THE WITNESS: Yes.
23
                CHAIRPERSON ACZON: Please state your name
24
     and address for the record.
25
                THE WITNESS: Eric Mayland (phonetic)
```

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1	Fredrickson, 29 Ulana Street, Makawao.
2	ERIC FREDRICKSON
3	Was called as a witness by and on behalf of the
4	Petitioner, was sworn to tell the truth, was examined
5	and testified as follows:
6	DIRECT EXAMINATION
7	BY MS. CATALDO:
8	Q Mr. Fredrickson, based on the stipulation
9	of the parties, you're testifying as an expert in the
10	field of archaeology.
11	Did you prepare the 2014-15 AIS that's
12	appended to the FEIS?
13	A Yes.
14	Q And prior to your preparation of that AIS,
15	did you prepare an AIS in 1994?
16	A Yes. That was the original inventory
17	survey for Ka'ono'ulu Ranch.
18	Q I'm going to ask that we put up Slide 30.
19	Can you see that, Mr. Fredrickson?
20	A Yes.
21	Q Is that a map of the subject property?
22	A Yes. It does not show the off-site project
23	area because there were no sites on that portion.
24	Q And scattered throughout the project site
25	there are a series of numbers. Do you see that?
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1	A Yes.
2	Q And do those numbers reflect sites that
3	were located in the 1994 or 2015 and 15 AIS?
4	A Yes.
5	Q And what does it mean to identify a place
6	as a site?
7	A When you conduct an archaeological
8	inventory survey, you conduct a pedestrian survey
9	first to see if anything shows up. And once surface
10	features are identified, then you go back and you
11	document them.
12	Sometimes that includes clearing an area,
13	includes mapping. It can include testing, subsurface
14	testing to see if any subsurface components are there
15	as well.
16	Q Now, if we look at Slide 31, is that a
17	table listing the sites you've identified?
18	A This table is from the 2015 Inventory
19	Survey Report, yes.
20	Q What is cairn, stone cairn?
21	A It's almost a conical pile of rocks.
22	Q The fact that a site is listed, does that
23	indicate that it is precontact?

A On the table?

Q

In your AIS.

24

Any site over 50 years old, anything that's 1 2 over 50 years old, so that would include me, is 3 considered historically significant. 4 We should all be so lucky. 5 Based on your experience, can you describe 6 the level of archaeological investigation on this 7 project site? This property has been covered quite 8 9 intensively over the course of 1999 and then 2014 and 10 2015. You mentioned 1999 --11 Excuse me, 1994. 12 Α 13 The AIS that you prepared in 1994 was 14 submitted and approved by the State Historic 15 Preservation? 16 Α Yes. And was that true also for the 2015 AIS? 17 18 Α Yes. 19 Can you, going back to Slide 30, can you 20 tell from where you're sitting, which of the sites 21 are in red and which are in black? 22 I can't see that far. Α 23 Because your historically significant? Q 24 Yeah. Α 25 I have a table here. Thank you, I'll have

to put my glasses on for that one. Would you like me to list them?

Q No.

2.1

What is the significance of listing some sites in red?

A Of the 18 sites that are depicted on the figure up there, 12 on that figure are in red. And the red denotes the sites that will undergo data recovery, and the State Historic Preservation concurred with that mitigation.

Q What is data recovery?

A Data recovery is the most intensive form of archaeological investigation that is available in the process of identifying sites. And then if further work is warranted, then that would be the next step after an archaeological inventory survey has been accepted by the State Historic Preservation Division, and assuming that they concur with that form of mitigation.

Q How did you determine which sites would be determined for data recovery?

A Some of it was based upon the site type, and some of it was based upon the community interest in some of the sites. So it was an effort to get as much additional information on a particular site.

Q How many sites did you designate for data recovery based on community input?

A Well, there were -- of the 12 sites that were in the report, that were recommended for data recovery, the stone cairns that were recommended for data recovery, those were added in, because of the community interest. The enclosures and the surface scatters were put in there in an effort to get additional information on them.

Q Have you designated one additional site for data recovery after submission of your 2015 AIS to SHPD?

A Yes. The gully that has been the focus of much community interest during the proceedings contains a site 3740. And it's a long site, and there's components on either side of the gully. And that has been added to the data recovery, proposed data recovery.

And that was at the developer's request, given the interaction that the developer's representatives had with the interest to community members.

- Q Is data recovery a form of mitigation?
- 24 A Yes.

Q Will any other mitigation be applied to the

project site as it relates to the archaeology?

A Yes. The data recovery process is a very lengthy process. And there will be a lot of additional information gathered and testing done, mapping done.

Once that has been completed, the State
Historic Preservation Division will basically review
the amount of effort that's been put in. And
assuming that the state at that point concurs that
the data recovery field work has been adequate, then
the data recovery report would be prepared, and then
the state would review that.

Following that review, if any site is deemed for preservation as a result of, say, the data recovery process, a preservation plan would be prepared. That would be reviewed by the state, interested parties, could comment. And then that plan would be in place.

Following all of those steps, then an archaeological monitoring plan would be prepared.

That gets reviewed by the State Historic Preservation Division.

Following that, at that point then earth-moving activities could move forward.

But the process is -- I mean it's not over.

And some folks felt that, and that isn't the case.

There's an awful lot more archaeology that has to occur on this project.

Q And when the earth moving begins, that would be subject to an archaeological monitoring plan?

A Yes. There would be a plan in place that could only occur when there is an approved SHPD accepted plan in place. And then, and only then, could an archaeological monitoring actually occur.

Q If there was evidence of subsurface cultural resources, would you anticipate that those would be identified, either during data recovery, or during the monitoring with the earth moving?

A Yes, those two approaches allow for the maximum amount of information.

Also if something -- I think it was Basil Oshiro had voiced concerns about what happens when construction occurs. That's what the monitoring is for. If anything turns up at that point, there's archaeological monitors on ground, and they're there for that reason.

Q Mr. Frederickson, did you identify any iwi on the project site?

A Human, no.

Q Based on the topography and the type of
land that is the project site, would you expect to
find iwi?

A The challenge of this property is -- I
shouldn't say challenge -- but this property it's

very shallow soil deposit. It's very shallow.

So in most places, if someone had interred human remains, iwi, there would need to be something over them like a stone pile or something, because there's really no soil to inter remains.

Q And you found no evidence of such piles or human iwi?

A No. The piles -- there's some rock piles that are noted that were investigated in the report. And those, the interpreted function, those are agriculture, potential agriculture clear piles. They're real small rocks.

Typically when Hawaiians, if they did put a rock on top of a burial, they used larger rocks, not lots of real small ones.

Q As a result of your interaction with community members, were you asked to identify something referred as an "eclipse rock" or "eclipse stone" as an archaeological site?

A I went on a field visit, and that

- 311 terminology was used by one of the -- by a few of the 1 2 community members. And I did see the boulder. But 3 there was no -- I have no archaeological basis to say 4 that is what it is. 5 Other than the boulder, were you asked to 6 identify any other features as archaeological sites 7 in your AIS by community members? There was a, my recollection, a ring of 8 9 boulders, semi-circular ring of boulders. 10 again, no archaeological basis. 11 To designate them --12 Α As a site. In respect to that feature, 13 there were heavy equipment scars that were, I believe 14 each of the boulders, and I don't know where the boulders originated from, but they clearly -- there 15
  - had been some level of disturbance, mechanical disturbance in the past.
    - Q Thank you, Mr. Fredrickson.
- 19 CHAIRPERSON ACZON: Any questions, Ms.
- 20 Apuna?

16

17

- 21 MS. APUNA: No questions.
- 22 CHAIRPERSON ACZON: Mr. Hopper?
- 23 MR. HOPPER: No, Mr. Chair.
- 24 CHAIRPERSON ACZON: Mr. Pierce? Mr.
- 25 Tabata?

Ι	MR. TABATA: No questions.
2	CHAIRPERSON ACZON: Commissioners? Vice
3	Chair Scheuer.
4	VICE CHAIR SCHEUER: Aloha. I want to
5	follow-up on one of the questions you were asked by
6	counsel.
7	When you were told that litigation, or
8	whether data recovery is a form of mitigation, and
9	you were asked and you said yes.
10	In what sense is it a form of mitigation?
11	THE WITNESS: The sites that have been
12	identified on the property are and the state has
13	concurred with these interpretations are
14	considered significant for their information content.
15	And in order to mitigate a site, if it
16	meets a bar where it's important enough to do
17	additional investigation, that's when data recovery
18	would come in as a form of mitigation, additional
19	information?
20	VICE CHAIR SCHEUER: Data recovery results
21	in the destruction of sites?
22	THE WITNESS: It can, not always, but it
23	can.
24	(Commissioner Estes leaves.)
25	VICE CHAIR SCHEUER: In this case?

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THE WITNESS: We haven't done the work yet,

so I don't know. Potentially I would I imagine some

would be.

VICE CHAIR SCHEUER: You're familiar with

the requirements of Ka Pa'akai O Ka 'Aina?

THE WITNESS: (Witness nods head up and down.)

VICE CHAIR SCHEUER: And that requires the Land Use Commission to identify valued natural and cultural resources in an area to the extent to which there are practices associated with it, and what actions can be taken. What effect might happen from the project, and what action can be taken to protect practices, if possible.

We had witnesses, our public testifiers

testify as to their cultural value of some of these

sites to them. If they are eliminated, if those,

through data recovery, it will be difficult for those

practices to continue? It's a question.

THE WITNESS: Yes.

VICE CHAIR SCHEUER: So data recovery is not a mitigation in relationship to our Ka Pa'akai duties, correct?

THE WITNESS: My understanding is that the developer has agreed to preserve some of those sites

```
that the community members had voiced concerns about.
1
2
                VICE CHAIR SCHEUER: Do you know if they
 3
     are all of the sites?
                THE WITNESS: No, not offhand.
 4
 5
                VICE CHAIR SCHEUER: Do you know of any map
 6
     that you've been asked to help develop in
7
      relationship to the conceptual diagram for the
8
     project?
9
                THE WITNESS: Not at this juncture.
10
                VICE CHAIR SCHEUER: Or this preservation
11
     might protect those sites?
12
                THE WITNESS: Not at this juncture.
13
                VICE CHAIR SCHEUER: Thank you very much.
14
                CHAIRPERSON ACZON: Commissioners?
15
     Anybody?
16
                COMMISSIONER CHANG: I just have a few
17
     questions. Please feel free to stand up. I won't be
18
     offended by it.
19
                And I've known Eric for awhile. Thank you
20
      for being here and waiting so patiently.
21
                I'm going to walk us through a series of
22
     questions as I'm trying to understand the
23
     Archaeological Inventory Survey that was done for
24
     this site to determine whether, once the AIS and CIA
25
     are adequate.
```

```
The area's impact, as I understand it, is
1
2
     approximately 101 acres, and that included both the
 3
      Pi'ilani Promenade, and it included the off-site
     areas, and it included the proposed Honua'ula
 4
     affordable housing.
5
 6
                THE WITNESS: Correct.
                COMMISSIONER CHANG: Within that 100 acres
7
     -- rather than me making an assumption. What was
8
9
     your trenching strategy for the archaeological
10
      inventory survey when you initially did it in 1994?
11
                THE WITNESS: There wasn't a trenching
12
      strategy, because the soil is very, very shallow.
13
                But the initial step we took was surface
14
     walk over the project area.
15
                COMMISSIONER CHANG: You did 100 percent
16
     pedestrian walk?
17
                THE WITNESS: Yes.
18
                COMMISSIONER CHANG: How many trenches did
19
     you do?
20
                THE WITNESS: Well, we did excavation
21
     units.
22
                COMMISSIONER CHANG: How many excavation
23
     units?
24
                THE WITNESS: Off the top of my head, I
25
     don't know.
```

Τ	COMMISSIONER CHANG: 20?
2	THE WITNESS: I don't think that many.
3	COMMISSIONER CHANG: Out of 100 acres,
4	20 so one trench pit for five acres?
5	THE WITNESS: Only where sites were
6	located, we tested those sites. Much of the property
7	is there's sheet erosion that occurs, and it's
8	pretty much down to what's called "parent material".
9	There's nothing much left. The topsoil has been
LO	washed away.
11	COMMISSIONER CHANG: So the excavation was
12	in areas where there was some subsurface indication
13	of a
14	THE WITNESS: Surface indication.
15	COMMISSIONER CHANG: Surface indication.
16	So not the entire area. There wasn't in
L7	a lot of instances there'll be a strategy, like so
18	many per acre looking at but in this case, you
19	first did the pedestrian surveys, identified surface
20	features. Then based upon that, then you did some
21	trenching?
22	THE WITNESS: Not trenching, hand
23	excavation. When trenching is mentioned, that's a
23	excavation. When trenching is mentioned, that's a mechanical trenching. The soil is typically less

1 COMMISSIONER CHANG: So that's about the 2 depth that you went, maybe four inches? 3 THE WITNESS: In much of the property. Some of the areas where these sites were, they were 4 5 located in areas where there happened to be some more 6 soil. So that's -- we put test units in when we were 7 able to actually have something to excavate into. COMMISSIONER CHANG: What was the use of 8 9 this property prior to, you know, historically? 10 THE WITNESS: It was used as cattle, to 11 graze cattle for by Ka'ono'ulu Ranch, the former landowner for over 100 -- little over 100 years. 12 13 COMMISSIONER CHANG: Prior to that, do you 14 know what the area was used for? THE WITNESS: Given the location, it would 15 16 have been used for, most likely, for transiting, 17 because of the -- it's a marginal -- in terms of an 18 environmental area, it's a marginal area. That's not 19 to say nothing occurred there. There's physical 20 evidence that Hawaiians did use at least portions of 21 the project area in transit. 22 COMMISSIONER CHANG: And I notice there is 23 one LCA that has come up. Is that correct? 24 THE WITNESS: That's Hewahewa. That's a

large LCA. I believe it's over 5700 acres. Most of

Ka'ono'ulu Ahupua'a is contained in that LCA. But 1 2 the project area is contained in a portion of that 3 large Land Commission Award. COMMISSIONER CHANG: Were there any kuleana 4 5 lands that you were able to identify? 6 THE WITNESS: No, not on the property. 7 COMMISSIONER CHANG: During your archaeological inventory survey, you identified --8 9 THE WITNESS: There were originally 20 10 sites. 11 COMMISSIONER CHANG: Were there any indication of subsurface resources? 12 13 THE WITNESS: Are you asking --14 COMMISSIONER CHANG: Habitation, any 15 indication that there may have been habitation? 16 THE WITNESS: There was one enclosure that 17 was identified in 1994. And then an additional enclosure identified in 2015. 18 And both of those, based on excavation, 19 20 were interpreted as temporary habitation areas. But 21 the midden, the amount of food remains and other 22 cultural material remains that were recovered, were 23 very modest. But still, it indicates that those 24 enclosures had been used for temporary habitation,

again, probably mauka-makai transiting.

1 COMMISSIONER CHANG: Mauka-makai 2 transiting. Are you aware of any trail systems that 3 go mauka-makai? THE WITNESS: Not in this area. 4 5 When we were there in 1994, it was still 6 being grazed by cattle. And there were a lot of 7 trails, but they were animal trails. We didn't 8 identify like any paved trails or anything like that. 9 COMMISSIONER CHANG: Was there any attempt 10 to find out whether there were any trail systems 11 running through here? 12 THE WITNESS: Through the property itself? COMMISSIONER CHANG: Or through any oral 13 14 history or archival research? THE WITNESS: Yes, I believe a testifier 15 16 said that there were couple that the Kulanihakoi 17 Gulch, the large gulch to the south, and then to the 18 east of the project area, was used for transiting. 19 COMMISSIONER CHANG: So would you agree 20 that generally where there is habitation, temporary 21 or otherwise, that is an indication that people lived 22 there at some point in time? And that Hawaiians, 23 generally maka'ainana, not royalty, maka'ainana, they 24 were probably -- you look at -- there were very --

some Hawaiians say there were 300,000 Hawaiians, some

say as much as 800,000, but a lot of Hawaiians that lived there.

Would you disagree that in many instances where there is habitation, Hawaiians tended to bury where they lived?

THE WITNESS: No, and that's been -- there's been many instances of that.

In this particular property, there's almost no soil. And so that's why I was speaking a little earlier about there being some sort of mounding, I mean just necessary in order to have the remains, so they were covered.

COMMISSIONER CHANG: But there could be potential instances where there might be subsurface human burial remains, slight, but there could be?

THE WITNESS: Yes. And one of the reasons that monitoring would be occurring, would occur down the road, is you never can say 100 percent guarantee about anything in archaeology.

COMMISSIONER CHANG: There have been instances -- there's been hundreds of years of plantation, agricultural use. And then we find subsurface, we will find a burial. You will agree that has happened here on Maui?

THE WITNESS: Oh, yes. The one thing about

this property is that there is very, very shallow,
very shallow soil there.

COMMISSIONER CHANG: For purposes of regulatory processes, if you find a burial during an archaeological inventory survey, that would be considered a previously identified?

THE WITNESS: Correct.

COMMISSIONER CHANG: And a determination, disposition of that burial whether to preserve it or relocate it would be made by the Maui-Lana'i Island Burial Council in this case?

THE WITNESS: Correct.

COMMISSIONER CHANG: If you find human burial remains during an inadvertent archaeological monitoring, it would be considered inadvertent, and that determination would be made by State Historic Preservation Division?

THE WITNESS: The culture history branch, correct.

COMMISSIONER CHANG: So there is a very big distinction between consultation process, if it is a previously identified, there is a public process for one, the burden is upon the applicant to seek out potential lineal cultural descendants, and it's a much more involved process. And the Burial Council

1 can ultimately determine to preserve that burial in 2 place? 3 THE WITNESS: That's their kuleana. COMMISSIONER CHANG: If you find them 4 5 during an archaeological monitoring, which at this 6 point in time this project would proceed forward 7 under an archaeological monitoring plan, right? THE WITNESS: Assuming that the data 8 9 recovery process is undertaken, and eventually there 10 would be a monitoring plan prepared, and monitoring 11 program established. 12 COMMISSIONER CHANG: Let's knock on wood. 13 Hopefully we wouldn't find any human burial, but if 14 we did under the monitoring, SHPD would make that 15 determination? 16 THE WITNESS: In consultation with the 17 regional geographic representative for Maui-Lana'i Island Burial Council. 18 19 COMMISSIONER CHANG: But no lineal cultural 20 descendant would be required to be consulted with? 2.1 THE WITNESS: My experience has been that 22 Hinano Rodrigues always reaches out to see if there is lineal descendant. 23 24 COMMISSIONER CHANG: And mahalo to Hinano,

and you're right, I do believe he does that.

1 But there is no legal requirement to do 2 that? 3 THE WITNESS: The requirement, I believe, is that they have to consult with Maui-Lana'i Island 4 5 Burial Council. But it's a consultation, it's not 6 their kuleana. 7 COMMISSIONER CHANG: Because under -- if it's a previously identified, there is actually a 8 9 burial treatment plan that's prepared, a 90-day 10 period for review, publication in the newspaper to 11 determine whether there are any descendants. Much longer process which would require consultation? 12 13 THE WITNESS: Correct. 14 COMMISSIONER CHANG: Versus inadvertent --15 fortunately Hinano reaches out, but the law says you 16 have 24 hours upon which to make a determination 17 whether to relocate it and preserve it. 18 So hopefully we don't find any. 19 However, in this case, where the developer 20 -- let me ask you this. 2.1 There is a data recovery plan. 22 THE WITNESS: It's pending. The review 23 process is ongoing, it's not approved yet. 24 COMMISSIONER CHANG: In your opinion, if

anything -- if in one of these enclosures, a burial

1 bundle is discovered.

2.1

THE WITNESS: That would not be an inadvertent find.

COMMISSIONER CHANG: You would agree if it's found during data recovery, that would be

6 considered a previously identified?

THE WITNESS: At that point it would be.

It would go forward to the Burial Council, it's not like it's a monitoring situation.

COMMISSIONER CHANG: And so everything would stop in the project, nothing would be permitted to proceed forward?

THE WITNESS: Testing to could occur elsewhere during the data recovery project, but that find would need to be examined and SHPD and the Burial Council would comment on it.

COMMISSIONER CHANG: That would be a risk the developer would assume by proceeding forward, when there is potential outstanding that Burial Council may determine to preserve it in place?

THE WITNESS: The Maui-Lana'i Island Burial Council takes each case always on a case-by-case basis.

COMMISSIONER CHANG: With respect to data recovery, Commissioner Scheuer asked a question about

data recovery is a form of mitigation. But in your 1 2 experience has data recovery resulted in 3 preservation, or has it resulted generally in just 4 information? 5 THE WITNESS: Majority of the time, it's 6 information gathered. 7 COMMISSIONER CHANG: That's been my experience as well. It's information, so it's not 8 9 preservation. 10 THE WITNESS: No. 11 COMMISSIONER CHANG: Because I don't see 12 any of the sites, at least on the recommended 13 mitigations for preservation. It's either no further 14 work or data recovery. There has been representation that the 15 16 developer has agreed to preserve certain sites, but 17 at least on the mitigation measures that have been 18 presented to SHPD and approved, it is only data 19 recovery and no further work? 20 THE WITNESS: That's correct. The 2.1 commitment by the developer to preserve some of these 22 community sites was made by the developer. 23 This was after the Inventory Survey Report 24 SHPD had accepted it.

And what is pending

COMMISSIONER CHANG:

25

before SHPD at this point in time is the mitigation
recommendations of either data recovery, or no
further work. But there is nothing on the mitigation
measures agreeing to preservation?

THE WITNESS: The data recovery plan is a plan to undertake data recovery.

2.1

COMMISSIONER CHANG: At this point in time there is no commitment by the developer before SHPD for preservation?

THE WITNESS: That's correct.

Because of the situation, I would expect to contact SHPD once it's known what's going to be happening with the project and say, hey, these certain sites have been requested to be preserved, so we may withdraw those from the actual data recovery plan, or just not do data recover on it.

COMMISSIONER CHANG: Because from a -- in your experience, from a Hawaiian cultural perspective, is it more important to get the information, or is it more important to preserve the site in its present state?

THE WITNESS: That's on good question. And it would be to preserve.

COMMISSIONER CHANG: Because I did notice that there was petroglyph in 1994.

Τ	THE WITNESS: On a boulder.
2	COMMISSIONER CHANG: It was identified in
3	your plan as to be preserved, but it was relocated.
4	THE WITNESS: The previous landowner
5	removed it from the property and relocated it to
6	Kula, and a different firm prepared the
7	after-the-fact preservation plan.
8	COMMISSIONER CHANG: Was there a plan that
9	was accepted by SHPD or it was
10	THE WITNESS: It was accepted.
11	We didn't prepare that after-the-fact
12	preservation plan.
13	COMMISSIONER CHANG: So that removal by
14	that previous landowner was in disregard to the
15	agreed-upon commitment to preserve that petroglyph in
16	place? And I know it's not you.
17	THE WITNESS: I would have preferred that
18	the boulder was not removed.
19	CHAIRPERSON ACZON: Commissioner Chang,
20	where are you going with this?
21	COMMISSIONER CHANG: I am trying to
22	establish that the Archaeological Inventory Survey
23	that's been presented and the representation
24	CHAIRPERSON ACZON: Let me give the other
25	Commissioners a chance.

1	COMMISSIONER CHANG: I'm sorry.
2	CHAIRPERSON ACZON: I'll get back to you.
3	COMMISSIONER CABRAL: I have a quick one.
4	There had been public testimony earlier
5	regards to gathering rights or gathering taking place
6	on the property, and that there is leaves and there's
7	plants on the property.
8	Does your study include that type of thing?
9	And my question about those type of plants, are they
LO	somewhat available in abundance elsewhere, or are
11	they rare and unique and only available on that site?
L2	THE WITNESS: The hualoa that was referred
13	to is an indigenous plant. I'm not a botanist, but
14	it's pioneer species. It can go into marginal areas.
15	So different places in Kihei and elsewhere
16	too would have that.
17	COMMISSIONER CABRAL: Thank you.
18	CHAIRPERSON ACZON: Commissioner Ohigashi?
19	Anybody else? Commissioner Chang.
20	COMMISSIONER CHANG: No, I'm fine.
21	CHAIRPERSON ACZON: Sure now?
22	COMMISSIONER CHANG: I was going to go
23	more, but I got kind of cut off there. I'm
24	completed.
25	CHAIRPERSON ACZON: Follow-up Mr.

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1
      Sakumoto -- Cataldo, Ms. Cataldo.
2
               MS. CATALDO: I had to practice too, Chair.
3
               No. No further questions.
                CHAIRPERSON ACZON: So you folks done with
 4
     this witness?
5
 6
               MS. CATALDO: With this witness, yes.
7
               CHAIRPERSON ACZON: Thank you.
                THE WITNESS: Thank you, Commission
8
9
     members, for your volunteer time.
10
               CHAIRPERSON ACZON: Next witness.
11
               MR. SAKUMOTO: Thank you, Mr. Chair. We
12
     would like to call Mr. Tom Holliday.
13
               VICE CHAIR SCHEUER: Mr. Chair, what's the
14
     time to head out to the airport?
15
                THE WITNESS: I will try to be as quick as
16
     possible.
17
               VICE CHAIR SCHEUER: 6:00 o'clock, and it's
18
     5:00 now.
19
                CHAIRPERSON ACZON: Do you swear that the
20
     testimony that you're about to give is the truth?
21
                THE WITNESS: Yes.
22
               CHAIRPERSON ACZON: Please state your name
23
     and address for the record.
24
                THE WITNESS: Tom W. Holliday. I'm a
25
     Director for The Hallstrom Group CBRE. We are
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1	located at 1003 Bishop Street, Suite 1800, Honolulu.
2	CHAIRPERSON ACZON: Thank you.
3	TOM W. HOLLIDAY
4	Was called as a witness by and on behalf of the
5	Petitioner, was sworn to tell the truth, was examined
6	and testified as follows:
7	DIRECT EXAMINATION
8	BY MR. SAKUMOTO:
9	Q Did you prepare the market study economic
10	analysis and
11	CHAIRPERSON ACZON: Can you state what his
12	particular area of expertise?
13	MR. SAKUMOTO: I believe the parties have
14	stipulated that Mr. Holliday is testifying as an
15	expert in the field of market studies, economic
16	impact analyses and public fiscal assessments.
17	CHAIRPERSON ACZON: Thank you, please
18	proceed.
19	Q (By Mr. Sakumoto): Did you prepare the
20	market study economic impact analysis and public
21	fiscal assessment for Pi'ilani Promenade project
22	attached to the EIS?
23	A Yes.
24	Q As part of the Draft EIS process, were
25	comments made with respect to your draft report?

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1	A Yeah, quite a few that came in.
2	Q Did you receive them?
3	A Yes, I did. And we address them, which is
4	the reason why the report shows a revision date of
5	2015 as opposed to the original date of 2013.
6	Q Is a copy of your final report attached as
7	an appendix to the Final EIS?
8	A I assume so.
9	Q Your report is essentially organized, if I
10	may, as a market study, then a location absorption,
11	then economic impacts, and finally public fiscal
12	impacts; is that correct?
13	A Yeah, correct. If I could go over real
14	quick. I've done this many times and testified
15	before the State Land Use Commission on these.
16	And basically the first step of the study
17	is market study of the components that comprise the
18	project, in this case you have commercial, industrial
19	and residential.
20	The second thing is to study the
21	appropriateness of the site for the proposed use.
22	The third thing is to do the absorption
23	estimates for each of the product types.
24	From that you develop an economic model

that shows the project from groundbreaking through

25

1 | stable -- as they build out and stabilization.

And then the last piece is to figure out how it works in taxation. How many tax dollars it generates versus the potential tax liability associated with it.

Q Were you here for the prior testimony from the public witnesses, as well as from the other witnesses?

A I've been here the last day and a half, like all of us, yes.

Q Thank you for your patience.

There was some testimony with regard to vacancy of commercial spaces on Maui. And I'm wondering if you have any thoughts or responses to the comments that were made along those lines?

A Well, Colliers did an in-depth study, and it was published in the Maui newspaper in April, I believe. And it looked at different areas on the island.

And someone testified yesterday that it showed that there was a 31 percent vacancy rate in Kihei. That is totally wrong, and not what it says in the article. And there is a 31 percent vacancy rate of office space, but the subject is not going to build office of space. In fact, the article says

that -- and I'm looking at it here -- says that South Maui is the strongest of all the sectors on Maui, in regards to commercial space vacancy. And that it absorbed some 33,000 square feet of space last year, while most of the other areas have declined.

And to quote -- I'm sorry, I'm running through here -- the strongest retail space market for owners in terms of vacancies was in South Maui where the inventory was 823,000 square feet, 76,000 square feet was vacant, for a vacancy rate of 9.28 percent.

Now, even at that level you have to start analyzing the vacancy rates. There a lot of spaces in Kihei that are obsolete, and will never be filled. The largest single space is the old theaters at the Kukui Mall. And that thing's been sitting vacant for a decade. They tried to shoehorn a school in there, but it can't do it. And as a result, that 12,500 square feet, the 5,000 square foot restaurant space next to it that was dependent upon the theater, and inline retail next to it have all sat vacant all these years. And they will probably not never be competitive.

Most of the space available that's in Kihei is noncompetitive. It's second floor. It's that space I just discussed, or it's in some secondary

1 poor location.

When you start looking at the newer centers that are well located and embrace the best qualities of a commercial site, they do quite well, like Pi'ilani Village, over 95 percent occupancy. And many of the better located ones are well over 90 percent.

So it's not a question of there being a lack of business demand for space in Kihei, it's that so many of the spaces are old and obsolete and it's time to be replaced.

(Commissioner Cabral leaves.)

I found it interesting that nobody has, in two days, said this is a bad site for commercial use, because everybody recognizes it's a great site for commercial use.

It's got all the characteristics necessary.

It's in an interceptor gateway location. It's got direct access to major thoroughfares. It's got extensive frontage on major thoroughfares, and it's got high exposure. All those things will make it a great site.

In fact, the best support for the project came from the guy who's doing Downtown Kihei. He spoke for Krausz. He said if they build that

project, that's where every new business, based on his 30 years of experience, that's where all the businesses are going to go is to that project, because it will embody the very things that modern commercial, retailers, and restaurants desire.

So it's not a question of the site being inappropriate. If I could back up just a second and go through some of the market indications. I don't know what number it is.

Q I'm sorry, you have some slides. Is this the market site indication?

A We'll start with that one. I don't know what number that is, please forgive me.

So demand for suburban uses is all a matter of end user. You need families that need new homes, before you -- you have to put land for them. You need people to buy patronized industrial and commercial spaces before there is a demand for them.

Well, Kihei-Makena, which is historically kind of under-serviced relative to the rest of the Maui market, because it's been tied with this umbilical cord to Kahului. It needs to have significant additions in commercial, industrial and residential inventory.

And that's going to be as a result of the

population, both residents and visitor populations, growing by 50 to 70 percent by 2035.

We estimate, based on our models, that 950,000 to 1.5 million square feet of new competitive retail, restaurant and service and medical space will be needed in South Maui by 2035.

And as an aside, this is more than sufficient to absorb the subject.

CHAIRPERSON ACZON: I believe what he is testifying to is in the EIS.

MR. SAKUMOTO: I believe this is part of his report, yes.

CHAIRPERSON ACZON: Can we move onto some other --

THE WITNESS: Well, a point I would make.

CHAIRPERSON ACZON: It's on the record.

THE WITNESS: I'll add a couple thoughts that aren't on the record.

One is that our estimate of demand is sufficient to absorb the subject space and Downtown Kihei space, and space in the Maui tech park that's been rezoned, and even still some extra.

So it's not as if this project is going to swallow the market whole, and there'll be no demand that flows elsewhere.

In fact, Downtown Kihei has the benefit of coming out of the ground first, and will be able to do it.

It's an underserved industrial market, and when it grows, and there is more commercial activity, and economic activity, industrial people are there.

And I don't think there is any doubt that there is a huge need for rental apartments. We just finished a recent study and it shows that rentals are in short supply. They have short exposure periods, they can rent in a short time, and rents are continually going higher.

Moving on to the next page, which is market study indications. Again, Pi'ilani Promenade is one of the best vacant commercial and industrial development sites on the whole island, outside of Kahului.

And we estimate that the commercial and industrial floor space will require about 15 years to absorb, and for the rental apartments, it's likely that many of them will be absorbed in a lottery, and certainly shortly after completion.

The economic impacts, which is the next slide. That's all within the report, so probably we don't have to go over that, if you're in a hurry.

And the only thing we want to note is that with the rental apartments on-site, and those proposed at Honua'ula just above, that's creating a lot of potential customers for the commercial and industrial spaces that are in the project right on-site. And they'll be able to go there without a car, without -- you know, by walking or biking on one of the paths.

The next slide says economic impacts. And, again, this just shows that we also apply -- the studies that we do are independent, and they're meant to look at a project in kind of a micro level within its existence.

But we also want to apply the state input-output economic model to see how it turns out. And in every variable in every case, the state model shows it will have a greater economic impact than what our model shows.

And then lastly, public fiscal impacts.

The bottom line is that this is a net benefit to the county first. Some 25.9 million during development, and about 600,000 annually stabilized after it's built out. And to the State of Hawaii it will turn, if you will, a profit of \$194 million during development, and a stabilized profit of \$20.7 million

1 per year.

2 That kind of covers it really quickly.

Q (By Mr. Sakumoto): Just one more question for you from me.

Were you here when there was testimony about some of the big box tenants closing in Maui?

A Yeah.

Q And I believe they were referencing some of them, for example, along Dairy Road. And I believe, if I heard it correctly, the assertion being made was that is a sign that Maui is incapable of sustaining retail demand. Did you hear that?

A Yes, I did.

Q What is your assessment of that?

A First of all, that was not part of my study. So I haven't studied the Kahului market in particular, but I'd be happy to comment on it.

Q Thank you.

A One is, it's -- shopping centers do become obsolete over time. A lot of it is because of traffic. Like I say, one of the most important things is to be in an interceptor gateway location.

Dairy Road used to be great, but now it's become this incredibly congested stretch of street that no one wants to go to. And it's not that like Lowes folded

up shop and is going off island. They wanted a better location. And this location 20 years ago was a good location, but now we've got traffic problems. And all these people want to be on the outside of that Dairy Road congestion, you know, like Wal-Mart is and like Target is.

If you talk to the brokers, people are interested in those spaces, it's just they're going to have to have to take time because they're going to have to be carved up into smaller spaces. But the brokers indicate that there is interest in these spaces, it's just they have lost those original tenants who have the money and the power and the need to be in a different location.

And one other kind of point -- little off from there -- is the 123 lot subdivision that was originally approved from here is obsolete. No longer are industrial lands in modern suburban Hawai'i done by just owner users, single owner users. Which is traditionally the way it was.

And if you look in the old part of Wailuku,
Kahului and Honolulu, but nowadays it's multi-tenant
buildings with mainland investors, and franchises
from elsewhere, and they need more space. In the old
days a guy would start a plumbing shop. He would

have his industrial lot, and that was part of his retirement, because he would own that shop until he decided to retire, and he'd sell the land along with it.

But that's not how it works. And so the reality is that they built that 123 lot subdivision, you probably would get businesses coming in and buying ten lots, and consolidate them together to create the space they need to put in their modern businesses, because modern businesses is require certain levels of space, parking, exposure and other things, that in this 123 lot subdivision would not likely happen. And it would have taken decades to sell 123 lots.

Q Thank you. I have no further questions.

CHAIRPERSON ACZON: Any questions for the witness?

MS. APUNA: No questions.

MR. HOPPER: No questions, Mr. Chair.

MR. PIERCE: No questions.

MR. TABATA: No questions.

CHAIRPERSON ACZON: Commissioners?

COMMISSIONER SCHEUER: Just one question.

I know it's a question I directed to Mr.

Hart earlier. What's the sort of shelf-life of one

of your economic analyses?

THE WITNESS: Well, actually quite long.

Because, although the near-term market may change,
and the near-term market has changed somewhat from
the original 2013, and we tried to revise a little in
2015. But we were projecting out over several
decades.

And so if we were to redo it today, we would probably project it out to 2040 instead of 2035. But the trending is the same, and the gross level of demand that is created by an increasing population of local residents and visitors would show the same trends.

And so while the near-term moves up and down, the long-term, which is what we're really looking for, doesn't change that much.

Now, regards to the economic impacts, obviously 2018 is different than 2013, and so we would have to inflate everything up; the cost, the amount spent, the wages created.

But it's just a question of inflating up from a previous time to a current time. We would still have about the same number of jobs. Still have the same basic modeling answers, it would just be the different level of currency 2018 versus 2013.

1 VICE CHAIR SCHEUER: Thank you. 2 CHAIRPERSON ACZON: Anybody else, Commissioners? Everybody got shy. 3 Anybody, any followup for the witness? 4 5 MR. SAKUMOTO: No, Mr. Chair. 6 CHAIRPERSON ACZON: Any final comments from 7 the Commission, any final questions? Commissioners, what is your pleasure? 8 9 Thank you, Mr. Holliday, sorry. 10 COMMISSIONER OHIGASHI: You going to ask if 11 final statements? 12 CHAIRPERSON ACZON: They don't -- I asked 13 them, they don't have anything. 14 What is the pleasure of the Commissioners? 15 COMMISSIONER OHIGASHI: Chair, I move that 16 that the Land Use Commission find that the Pi'ilani 17 FEIS does not comply with the content requirement for 18 an FEIS, is therefore not accepted pursuant to HRS 19 Chapter 343 and HAR Chapter 11-200, because: 20 The FEIS does not contain a thorough 21 discussion of the cumulative impacts of the project 22 and other developments in the area on the economy, 23 police and fire protection services, schools, solid 24 waste, civil defense services, utilities and medical 25 facilities and of the secondary impacts of the

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1 project, particularly in regard to the potential 2 impacts on future developments mauka of Pi'ilani 3 Highway brought about by the construction of the KUH, as required by HAR Section 11-200-17, paragraph (i). 4 5 Further, that the LUC authorizes the 6 Executive Officer to notify and submit a record of 7 this non-acceptance to Pi'ilani and OEQC by July 27, 2027 deadline for the LUC action. 8 9 CHAIRPERSON ACZON: There's a motion on the 10 floor. Any second? 11 COMMISSIONER OKUDA: Mr. Chair, I'll second the motion, but I would also move that the motion be 12 13 amended to provide that the Commission authorize the 14 Chair to sign the order, and the Executive Officer to 15 notify and submit a record of the non-acceptance to 16 the parties by the appropriate deadline, which I 17 believe is July 27, 2017. But if my date is wrong, then the date which is the deadline should control. 18 19 CHAIRPERSON ACZON: Are you okay with that, 20 Commissioner Ohigashi? 2.1 COMMISSIONER OHIGASHI: I'm okay. 22 COMMISSIONER CHANG: Are we in 23 deliberations? 24 CHAIRPERSON ACZON: A motion has been made

by Commissioner Ohigashi and seconded by

25

Commissioners Okuda that the Land Use Commission not accept the proposed FEIS.

We're in discussion, Commissioners.

 $\label{thm:prop} \mbox{VICE CHAIR SCHEUER:} \quad \mbox{I'll briefly speak in} \\ \mbox{favor of the motion.}$ 

I'll start at the outset, I'm very clear on what our proceedings are today, this is not a comment about the project, this is a comment about the acceptability of the EIS under state law.

In particular, I want to highlight for me, one of the reasons that I am voting in favor of the motion was that I found that on Maui, of all places, where impacts to water resources for new developments are very significant, the EIS was most significantly lacking, and at points contradictory in its analysis of what the impacts might have been from the proposed project.

I also share some of the concerns that I believe are going to be voiced by another colleague regarding the Cultural Impact Assessment.

CHAIRPERSON ACZON: Thank you, Vice Chair Scheuer.

Commissioner Chang.

COMMISSIONER CHANG: If I may, in addition to the motion, I would add that based upon the

testimony that was presented, the public testimony that was presented yesterday, that the Cultural Impact Assessment, which because there was no expert testimony, it stands on its own record, which concluded that there is no traditional customary practices.

There was, in my view, substantial testimony to the contrary. So I find that the Cultural Impact Assessment is not, one, procedurally and legally is inadequate.

So for me that would be another basis upon which to not accept the EIS. I do not believe that the Cultural Impact Assessment was adequate, nor as well as the Archaeological Inventory Survey was prepared, I think that the mitigation measures are primarily -- there is no guarantee that these sites will be preserved, and that there will be further consultation. So I find that's inadequate as well.

CHAIRPERSON ACZON: Commissioner Okuda.

COMMISSIONER OKUDA: Thank you, Mr. Chair.

I seconded the motion because I do not believe that the evidence on this record satisfies the standard which is required by a number of cases, including, which was cited by our colleague here, Price versus Obayashi, Hawaii 81 Hawaii 171, a 1996

Hawaii Supreme Court case. We recognize that this is not a comment on the merits of the project. It's simply whether or not the Environmental Impact Statement satisfies the standard of what should be contained in there.

I would find, based on listening to the witnesses, and evaluating and observing their demeanor and substance of testimony, that, for example, there was lack of sufficient information to allow us to make a determination of the effect of the proposed development on the Kihei-Makena Community Plan. And also with respect to the Downtown Kihei retail issues.

There was not sufficient information to allow us to satisfy our obligations under Ka Pa'akai versus Land Use Commission, which is 94 Hawai'i 31, a Hawai'i 2000 Hawaii Supreme Court case.

There was not sufficient information about really what this project was about. We understand that it's not necessary in an Environmental Impact Statement to have detail, piled upon detail, but simply a conceptual development plan where many of the material or potential material issues are left to guesswork or substantial question, does not satisfy the standards shown in Obayashi, and in other

relevant cases, and the statute, and the administrative rules, as far as giving us sufficient information to make a decision.

2.1

And, finally, in listening to, and evaluating the traffic expert, I would also find that there was lack of sufficient information about the impact of traffic with this development, as compared to the traffic impacts if the existing Land Use Commission orders were to stay in effect.

Finally, and briefly, I would just like to say this. I don't believe people should take the questions about cultural impact and Hawaiian practices to conclude that this is a Hawaiian thing. It is not. It's provisions that are in our state constitution, adopted after a constitutional convention in 1978, where there were only a handful, very few Native Hawaiian delegates at the constitutional convention.

These provisions were adopted by the voters of the this State of Hawaii. It reflects community values.

So this should not be taken as an ethnic thing or a racial thing. It's a statement of enforcement of community values. And the Hawai'i Supreme Court has made it very clear that we, as a

government agency, must take those obligations seriously.

2.1

But even without those obligations, I would still find that the EIS does not meet the requisite standards, especially as enunciated and explained by the Hawaii Supreme Court.

Thank you, Mr. Chair.

CHAIRPERSON ACZON: Any further discussion?

Commissioner Ohigashi.

COMMISSIONER OHIGASHI: In addition to what has been said, for the record I noticed that on August 24, 2012, there was a decision and order filed in regard to the entire 88-acre parcel. And I believe that we are bound by that determination in determining whether or not the FEIS is sufficient to cover that 88-acre parcel.

The submittal was for 75 acres. And although there were some people -- some of the studies took into account the other 13 acres, there were studies that were not taken into account the 13 acres.

I think that the project, as it stands now, since it hasn't been bifurcated nor has there been a request for an order that it be treated as bifurcated for the purposes of filing an EIS, the Commission

should review the FEIS in context with the project as a whole, the 88 acres. That's my position.

CHAIRPERSON ACZON: Thank you. Vice Chair Wong.

VICE CHAIR WONG: Chair, I just want to say that, you know, the Pi'ilani portion, the EIS portion, to me, was okay.

However, because we're taking the whole project, all 88 acres, as Commissioner Ohigashi said, we have to look at the whole 88, not just Pi'ilani Promenade, because that's the way the Order to Show Cause was set up.

So I have to support this motion, even though, for the life of me, I want to say yes to this EIS, but I cannot, because we have to follow the Order to Show Cause right now.

CHAIRPERSON ACZON: Thank you.

Any further discussion? If no further discussion, Mr. Orodenker, please poll the Commission.

EXECUTIVE DIRECTOR: Thank you, Mr. Chair.

The motion by Commissioner Ohigashi is to find that the EIS is insufficient and should not be accepted. It was seconded by Commissioner Okuda with technical amendments.

1	Commissioner Ohigashi?
2	COMMISSIONER OHIGASHI: Aye.
3	EXECUTIVE DIRECTOR: Commissioner Okuda?
4	COMMISSIONER OKUDA: Yes.
5	EXECUTIVE DIRECTOR: Commissioner Scheuer?
6	VICE CHAIR SCHEUER: Aye.
7	EXECUTIVE DIRECTOR: Commissioner Chang?
8	COMMISSIONER CHANG: Yes.
9	EXECUTIVE DIRECTOR: Commissioner Wong?
10	VICE CHAIR WONG: Yes.
11	EXECUTIVE DIRECTOR: Chair Aczon?
12	CHAIRPERSON ACZON: Yes.
13	EXECUTIVE DIRECTOR: Thank you, Mr. Chair.
14	The motion carries with six votes.
15	CHAIRPERSON ACZON: Thank you everyone.
16	It's been a long day. Any other further business
17	today?
18	This meeting is adjourned.
19	(The proceedings adjourned at 5:31 p.m.)
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1	CERTIFICATE
2	STATE OF HAWAII ) SS.
3	COUNTY OF HONOLULU )
4	I, JEAN MARIE McMANUS, do hereby certify:
5	That on July 20, 2017, at 8:30 a.m., the
6	proceedings contained herein was taken down by me in
7	machine shorthand and was thereafter reduced to
8	typewriting under my supervision; that the foregoing
9	represents, to the best of my ability, a true and
10	correct copy of the proceedings had in the foregoing
11	matter.
12	I further certify that I am not of counsel for
13	any of the parties hereto, nor in any way interested
14	in the outcome of the cause named in this caption.
15	Dated this 20th day of July, 2017, in Honolulu,
16	Hawaii.
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18	
19	/s/ Jean Marie McManus
20	JEAN MARIE McMANUS, CSR #156
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