1		Land USE COMMISSION	
2		STATE OF HAWAI'I	
3		Hearing held on January 24, 2019	
4		Commencing at 9:30 a.m.	
5	Airport Conference		
6	400 Rogers Boulevard, Suite 700, Room #IIT#2		
7	Honolulu, Hawaii 96819		
8			
9	<u>AGENDA</u>		
10	VII.	Call to Reconvene	
11	VIII.	HEARING AND ACTION	
12		DR18-64 ROBINSON KUNIA LAND, LLC (Oahu) Consider Petition for Declaratory Order to	
13		designate Important Agricultural Lands for approximately 1239.20 acres at Kunia, O'ahu,	
14		Hawai'i identified by TMK Nos. All or portions of Tax Map Keys (1)9-4-003-001(por.) and	
15		(1) 9-4-004-002 (por.) -003-004 (por.)-007, -008 -010 -011, 012, 018 and -019 (por.)	
16	IX.	Rule Amendment Status and Authorization to	
17		proceed with Amendments	
18	Х.	Adjournment	
19			
20			
21			
22	BEFORE: Jean Marie McManus, CSR #156		
23			
24			
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1	<u>APPEARANCES:</u> JONATHAN SCHEUER, Chair	
2	NANCY CABRAL, Vice Chair AARON MAHI, Vice Chair	
3	DAWN N.S. CHANG	
4	GARY Y. OKUDA LEE OHIGASHI	
5	ARNOLD WONG EDMUND ACZON	
6	STAFF:	
7	RANDALL S. NISHIYAMA, ESQ. Deputy Attorney General	
8	DANIEL ORODENKER, Executive Officer RILEY K. HAKODA, Planner/Chief Clerk	
9	SCOTT A.K. DERRICKSON, AICP-Planner BERT SARUWATARI, Planner	
10	BERT SAROWATART, Flammer	
11	DAWN APUNA, ESQ.	
12	Deputy Attorney General RODNEY FUNAKOSHI, Planning Programing Administrator	
13	Lorene Maki, Planner For State Office of Planning	
14	EARL YAMAMOTO, Planner For Department of Agriculture	
15	EUGENE TAKAHASHI, Deputy Directory	
16	DINA WONG, Acting Chief Department of Planning and Permitting	
17	For County of Honolulu	
18	STEPHEN MAU, ESQ. Attorney for Robinson Kunia	
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               CHAIRPERSON SCHEUER: Aloha mai kakou.
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     morning.
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                This is the January 24th, 2019 portion of
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     the January 23rd and 24th, 2019 Land Use Commission
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     meeting.
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                Our next agenda item is hearing and action
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     meeting on DR18-64 Robinson Kunia Lands, LLC-
     Petition for Declaratory Order to designate Important
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9
     Agricultural Lands for approximately 1239.20 acres of
10
      land at Kunia, O'ahu, Hawai'i identified by the
11
      following Tax Map Key Nos. all or portions of Tax Map
12
     Keys (1)9-4-003-001 (por.) and -004, (1)
13
      9-4-004-002 (por.) -003 -004 (por.) -007, -008, -010,
14
     -011, -012, -018, and -019 (por.)
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                Will the Petitioner please identify
     themselves for the record?
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                MR. MAU: This is Stephen Mau. I'm the
     attorney for the Petitioner. Next to me here is
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     Kehau Wall, who is one of the representatives from
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     the Petitioner.
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                CHAIRPERSON SCHEUER: Thank you.
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                Will the other parties please identify
23
     themselves?
24
                MR. TAKAHASHI: My name is Eugene Takahashi
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with City and County of Honolulu, Deputy Director

- with the department. Joining me is Dina Wong, Acting
 Planning Division Chief for the Department of
 Planning and Permitting.
 - MS. APUNA: Good morning, Deputy Attorney
 General Dawn Apuna on behalf of State Office of
 Planning. Here with me today is Lorene Maki and
 Rodney Funakoshi.
 - Earl Yamamoto is here on behalf of the Department of Agriculture.
- 10 CHAIRPERSON SCHEUER: Thank you.
- 11 Let me update the record.

- On November 28, 2018, the Commission received the Petitioner's Petition for Declaratory Order to designate Important Agricultural Lands, and Exhibits A through E with a hard copy and digital file; and \$1000 filing fee.
- A request for comments to the LUC about the Petition were mailed by Petitioner to OP, the State Department of Agriculture and to the City and County of Department of Planning and Permitting on the same day.
- On December 24, 2018, Christmas Eve, the Commissioner received DOA's comments on the Petition.
- On December 26, 2018, the Commission received OP's comments on the Petition.

On December 31, 2018, New Year's Eve, the Commission mailed the January 9-10, 2019 site visit agenda notice to the Parties and the Statewide and Oahu mailing lists.

On January 19, 2019, the Commission received Petitioner's Response to OP and DPP's comments.

Mr. Mau, are you familiar with the Commission's policy and rules regarding reimbursement of hearing expenses?

MR. MAU: We are.

CHAIRPERSON SCHEUER: Let me briefly describe our procedure for today on this docket.

First, I'll call for any individuals desiring to provide public testimony to identify themselves. All such individuals will be called up to the public witness box where I will swear you in prior to providing testimony.

After the completion of testimony, then the Petitioner will make their presentation. After the Petitioner's presentation, we will receive any comments from the County, Office of Planning and Department of Agriculture. And after that the Commission will conduct its deliberations.

Are there any questions about our

procedures for today? Petitioner? 1 2 MR. MAU: Thank you, Mr. Chair. No 3 questions. 4 CHAIRPERSON SCHEUER: County? 5 MR. TAKAHASHI: No questions. 6 MS. APUNA: No questions. 7 MR. YAMAMOTO: No questions. CHAIRPERSON SCHEUER: And I will also note 8 from time to time I will call for short breaks and 9 10 recesses, including the opportunity to give a rest to 11 our court reporter. 12 Mr. Mau, I intend to declare that the 13 documents submitted by the Department of Agriculture, 14 Office of Planning, City and County of Honolulu 15 Department of Planning and Permitting, any written 16 public testimony, and Petitioner's response are part 17 of the record in this matter. 18 Do you have any objections to this? 19 MR. MAU: No objection. 20 CHAIRPERSON SCHEUER: Hearing none, the 21 documents are made part of the record. Without 22 objection the documents are made part of the record. 23 Now it's time for public testimony. I

believe we have at least one person signed up to provide testimony.

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1 COMMISSIONER OKUDA: May I make a 2 disclosure before we proceed? 3 CHAIRPERSON SCHEUER: Please go ahead. 4 COMMISSIONER OKUDA: Thank you, Mr. Chair. I would like to disclose the fact Ms. Wall 5 6 and I have been co-counsel representing a party in a 7 matter unrelated to anything pending before the Land Use Commission. I don't believe that would affect my 8 9 ability to render a decision in this case. 10 CHAIRPERSON SCHEUER: Thank you. Any other 11 disclosures, Commissioners? 12 MR. MAU: Mr. Chairman, for the record, Mr. 13 Fee is Petitioner's witness, not a public witness. 14 CHAIRPERSON SCHEUER: Okay. 15 COMMISSIONER OKUDA: Mr. Chair, if I can also disclose, I think I mentioned this at the site 16 17 visit, but I'll do so for the record, that my late 18 father worked very closely with Mr. Fee regarding a 19 Palolo Valley Water Association, which was a 20 nonprofit community organization. 21 Although I personally have not socialized 22 with Mr. Fee, but I know about Mr. Fee through my 23 late father. 24 CHAIRPERSON SCHEUER: Okay. Thank you. 25 Are there any further disclosures?

So Mr. Fee is not here as a public witness. 1 2 So you'll get to call him during your presentation? 3 MR. MAU: That's correct. CHAIRPERSON SCHEUER: Are there any public 4 witnesses wishing to give public testimony on this 5 6 matter? 7 Mr. Mau, you may proceed. MR. MAU: Thank you, Mr. Chairman. We call 8 9 as our first witness, Mr. Tom Fee. CHAIRPERSON SCHEUER: So, Mr. Fee, I will 10 11 swear you in. 12 Do you swear or affirm that the testimony you're about to give is the truth? 13 14 THE WITNESS: I do. 15 CHAIRPERSON SCHEUER: Please state your 16 name and address for the record, then you can respond 17 to the questions from counsel. 18 THE WITNESS: Thomas E. Fee, address 733 19 Bishop Street, Suite 2590, Honolulu, Hawai'i. 20 CHAIRPERSON SCHEUER: I will ask that you 21 speak as close to the microphone as possible. 22 THOMAS E. FEE 23 Was called as a witness by and on behalf of the 24 Petitioner, was sworn to tell the truth, was examined 25 and testified as follows:

1 DIRECT EXAMINATION 2 BY MR. MAU: 3 Q Mr. Fee, where do you work? 4 Α HHF Planners. What is your title there? 5 Q 6 Α President. 7 How long have you been at that job? Q 8 35 years. Α 9 We submitted to the Commission as part of Q 10 the record in this case -- Chairman mentioned your 11 resume. That's the resume that you provided to me? 12 Α Yes. 13 Q Is that a correct resume? 14 Yes. Α 15 I assume all the Commissioners do have the 16 resume before you. 17 Would you provide us briefly your educational background? 18 19 Bachelor of Arts in economics, and a 20 Master's of Urban and Regional Planning from Hawai'i. 21 And as principal of HHF planners --CHAIRPERSON SCHEUER: I'll also ask you to 22 23 speak closer to the microphone. 24 MR. MAU: I will. Thank you. 25 (By Mr. Mau): As a principal of HHF Q

- 1 Planners, what services do you provide?
- 2 A We focus on land planning.
- Q Are you a member of any professional associations?
- A Yes. I have a number of professional
 associations including the American Planning
 Association, American Institute of Certified
 Planners, local chapters of the Urban Land Institute,
 Hawai'i Association of Environmental Professionals,
 Aloha Chapter of Lambda Alpha International Real
 Estate Economic Organization, and U.S. Green Building
 - Q As a land planner, do you specialize in any particular area?
 - A Yes. Areas include master planning, hazard mitigation planning, land use and entitlement processing, and a number of other subspecialties.
 - Q Do you possess any licenses?
- 19 A I'm a member of the American Institute of 20 Certified Planners.
 - Q How long have you had that license?
- 22 A 1986.

Council.

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- Q Have you ever testified before the Land Use Commission as an expert witness?
- 25 A Yes.

- Q What year was that or what was the matter about?
 - A It was in the matter of the Kapolei West redistricting. We prepared the master plan, the environment -- EIS, and supported the Land Use Commission process.
 - Q And do you believe your testimony here today will be helpful in assisting the Commission in understanding this case, in rendering a decision in the case?
- A Yes, I do.

- MR. MAU: Mr. Chairman, at this time I would like to tender this witness as an expert in land planning.
- CHAIRPERSON SCHEUER: Are there any objections from the Commissioners? Okay.
- Q (By Mr. Mau): Have you reviewed the Petitioner's Petition to the LUC to designate approximately 1239 acres as Important Agricultural Lands?
 - A Yes, I have.
- Q This Petition was filed, I believe,
 November 28th, Docket No. 18-64?
 - A Yes, I have a copy.
- 25 Q And you have a copy there.

And this Petition has attached to it a verification, and also has attached to it Exhibits A through E; is that correct?

A Yes.

Q Exhibit D to the Petition is an assessment that you prepared?

A That's correct.

Q What was the purpose of preparing the assessment?

A It was to support the Petitioner in this voluntary dedication process.

Q Did you reach a conclusion on your assessment as to whether the Petition Area, as set forth in the Petition, qualifies as Important Agricultural Lands under Hawai'i Revised Statute Chapter 205?

A Yes, I did.

Q And in connection with your testimony today, did you prepare a PowerPoint presentation?

A Yes, I did.

Q For the record, that is -- we circulated the PowerPoint presentation. We also have it up here on the screen, but we did circulate a copy, so all of you should have that.

Before I ask you to summarize your findings

and analysis and basis for your conclusions, I'm going to ask you to identify the Petition Area, if you would do that for us.

A This is a map included in the Petition, we give it A with some minor modifications. We've added some place names. The Petition Area is the area located in green. Those are the lands the Petitioner proposed for IAL.

Areas in yellow are the remainder of the Petition's land that are not proposed for IAL.

Q Could you give us some idea, north, south, east, west and what area you're talking about?

A Yeah. Let me orient you. This is in the Kunia area, Central Oahu. Waipahu is to the south. Down here, this is Kunia Road, the major spine through this area. (Indicating.)

To the north are the Schofield barracks and Wheeler Army Airfield.

To the east across Waikakalaua Gulch is
Mililani. Nearby we have got the Islet Pond

Community here up to the south of Schofield Barracks,

Gayland, LLC, formally known as Nihonkai property on
the west side. To the south, state ag park and the

Royal Kunia increment II.

We also have state ag park on the north

- side of the property as well. Very steep Waikakalaua

 Gulch comes down here and creates a very sharp edge

 to the property and separates it from Mililani.
 - Q There also is a golf course?
 - A Right. Hawai'i Country Club is right here, on the north side of the Gayland, LLC, property.
 - If I can just add, the site is fairly heavily dissected through gulches and ravines, so whereas it may look like a homogenous land unit, there are fairly significant gulches that transect through the property.
 - Q So the total Robinson Kunia land, green and yellow, is how many acres?
 - A 2440.35 acres.

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- Q And the area of the land that we seek to designate as Important Agriculture Lands?
- 17 A Just over half of the lands and that
 18 amounts to 1239.2 acres.
 - Q And that was calculated to be about 50.8 percent?
 - A Correct.
- Q And how is the acreage or the area calculated?
- A They were using satellite imagery, GIS tools and coordinating them with TMK map acreages.

If could I start with some history. We commissioned a literature review and cultural consultation as part of the exhibit we prepared. We wanted to give the Commissioners as much background as possible as they deliberate on this project.

We commissioned International Archaeology,

LLC. That's a group aligned with International

Archaeology Institute, which has been providing

archaeological services in the State of Hawai'i for

over 30 years.

A group we worked with around the Pacific and in Hawai'i, a very well regarded firm. Their findings included in their report in the exhibit indicated that the area was sparsely populated during the traditional Hawaiian period, and there are no kuleana awards affected by the IAL land.

There are no records of traditional archaeological sites other than the Waiahole Ditch, which was constructed in the early 1900s, and is considered a historic site. The proposed action has no affect on the ditch.

The cattle ranching started in the mid

1800s. It was purchased by James Robinson in 1852.

Oahu Sugar Company started farming I think in the early 1900s, it may have been late 1800s as well. So

1 | it's been under cultivation for over a century.

Pineapple was briefly introduced in the upper lands in the late 1900s, 18 -- yeah, 1900s.

Currently the area is farmed under a license to the Robinson Trust by Waikele Farms, headed by Larry Jefts. He started the operations in 1994 just as Oahu Sugar Company was winding down.

I would like to review the standards and criteria in the statute to underscore a finding that the lands are appropriate for designation as IAL.

I'm sure you're all familiar with the criteria. Each of these slides will address each of the criteria. I want to start with land use.

It is currently under agriculture. The site visit several weeks ago confirmed that. The farmer, Waikele Farms operated under Sugarland, a trade name, and is produced and placed in many of the large food sources on Oahu. Very well-known and respected operation.

Approximately 210 acres are utilized for pasture. Almost 700 acres of the property are under vegetable cultivation. Basic crops include banana, corn, tomato, bell peppers, wombak and watermelon. Again, some cattle grazing happening in gulch lands.

The balance of the property in the IAL

designation consists of support areas, baseyards, areas for staging, portions of Waiahole Ditch, water reservoirs and other areas as indicated on the slide.

Criteria two gets at the suitability ratings, lands with soil conditions and growing conditions. The area is just -- well, 50 percent LSB A, just over the half of the property is LSB A and B. This is the Land Study Map. It's a large intact line unit with surrounding gulches and other land. And it's one of the reasons that we selected it. It's an intact land mass.

Solar radiation is fairly high. These are some of the most productive agricultural lands in the State of Hawai'i. The radiation is in the area of 188 to 194 watts per square meter, according to the official source.

Agricultural lands of importance to the State of Hawai'i was headed by DOA back in the '70s to follow best practice on identifying important farm lands. It's been sort of a benchmark for important lands for a number of decades.

The area is largely considered prime ag land, the area 57 percent -- excuse me -- 61 percent. You can see the area farm land in green here.

Criteria four gets at traditional Native

Hawaiian uses or unique crops. As I reported earlier, the archaeological literature review we conducted, cultural interview, did not indicate any traditional Native Hawaiian agricultural use on the property, but certainly the property is suitable for unique agricultural crops and uses.

It's had over 80 years of sugar cultivation, and the bagasse from the sugar power, the mill, and provide electricity. So it's demonstrated its ability to handle a wide variety of crops. The farmer at this be point chooses not to farm those kinds of crops.

Water, another criteria number five. It has sufficient water. The main source being Waiahole Ditch that they are using about 2.39 million gallons per day of water. Wells constructed, handled years ago, that provide close to 100,000 gallons per day for agricultural use.

The farmer also has access to R-1 water from the Schofield Wastewater Treatment Plant, as was discussed on the site visit. The farmer uses some of the reservoirs on the property, gets the water and provides irrigation water for its operation.

The mean annual rainfall from the Hawai'i rainfall atlas in this area is 30 to 35 inches.

That's below the rate quoted by the farmer on the site visit.

This is a map just showing where the reservoir is that we visited, and where the Waiahole Ditch cuts through the property.

Criteria six looks at consistency with local county plans and policies. Not noted here, the County General Plan has a very strong growth management element to it which is to focus development in urban areas, and maintain rural and agricultural areas.

So this area is outside of what is referred to as the growth boundary. And so essentially its agricultural use is consistent with General Plan policies.

The Central Oahu Sustainable Community Plan was formally dated 2002. County is in the process of updating the plan. This is a current map of the official plan of the Land Use Plan for the Central Oahu Community Plan.

It's obviously a complicated looking map.

Kunia Road here. This is the property outlined here.

This is the growth boundary here, you can see this large dashed line. So the property is clearly outside of the Urban Growth Boundary. It's a policy

the county instituted in 1997 to basically preserve these open ag lands for agriculture and focus urban development in the areas within the growth boundary.

So the current use of the property is consist with the county plan.

County zoning, the entire area surrounding the property -- this is the property here -- this is -- it's in the Ag 1 District, a small exception of the Hawai'i Country Club.

And, of course, Mililani across Waikakalaua Gulch. And down to the south Royal Kunia. So it's consistent with county zoning.

Critical land mass. This is criteria seven. The notion is we don't want to have a lot of small parcels scattered around. We want to make sure there's a large land base for the long-term future for agriculture.

And so this property provides almost 1240 acres of land for Important Agricultural Use. It is, as I noted earlier, to the north the state has ag parks, so it creates a land mass in this critical area of Oahu that will be very important for the state going forward.

Finally, agricultural support. What's the positioning, is it close to transportation? This

property is very well positioned. Close to major highway, close to ports and markets on Oahu.

I've run through the eight criteria. I would like to provide a brief summary.

The property directly meets seven of the eight IAL criteria.

Criteria four we discussed. There are no Native Hawaiian agricultural uses. Presently there are no unique agricultural crops or uses present.

But they are -- certainly the property is suitable for unique crops and uses, as I discussed.

The letters from the State Department of Agriculture and Office of Planning are very supportive of the application. They too have gone through each of the criteria and come up with a similar conclusion that the property, the Petition is compliant with the Commission's rules, criteria. The letter from the Department of Planning and Permitting in essence supports the conclusion that the property is eligible for IAL designation. The property is mapped as IAL in the Department of Planning and Permitting submittal to the City Council that is being considered right now. DPP has requested a deferral of this action.

Just a quick comment. We have worked with

the Department of Planning and Permitting over the last year. I think our first meeting might have been November 20th -- 17, and so the trust has been very open, and we've had some very good discussions with the city. We have learned a lot about the mapping process. And you can spend -- a very open book, and we were encouraged that since the mapping process had kind of closed down, that we should proceed to the City Council or to Land Use Commission through a voluntary dedication, so that's what we're here for. And that is my remarks.

- Q Do you have an opinion as to whether the Commission should defer the application to designate these lands as Important Agricultural Lands?
 - A Yes, I do.

Q What is your opinion?

A I think this is a straight-up boundary dedication. The Applicant's met -- Petitioner met the criteria. They coordinated very closely with the city on their process. We see we have full support from the Department of Agriculture and Office of Planning. It's my belief that it is compliant with the necessary requirements and statute to approve as Important Agricultural Lands.

Q Does the statute contemplate opportunity

for landowner to voluntarily designate his property 1 2 prior to an involuntary designation by the County? 3 Very much so. That was obviously the 4 intent of the legislature to see to what extent 5 landowners and farmers would be willing to come in in 6 the front of what would be a mandatory dedication. 7 I have no further questions for the 8 witness. 9 CHAIRPERSON SCHEUER: If we can get the 10 lights. 11 Commissioners, are there questions for the 12 witness? 13 Would the parties first like to question 14 the witness? City? 15 MR. TAKAHASHI: No, we have no questions. 16 CHAIRPERSON SCHEUER: Office of Planning? 17 MS. APUNA: No questions. MR. YAMAMOTO: I have a clarification. 18 The 19 Department does have a proposed agricultural park 20 that's just north of Royal Kunia, the residential 21 development on the east side of Kunia Road. 22 I believe you made a reference to another 23 ag park south of Mililani by the peninsula. That's a

private agricultural park. It's called the Mililani

Agricultural Park. Part of it is owned by Wayne --

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(unintelligible). And on the spine road to the east it remains with Castle & Cooke, so it's a private agricultural park.

THE WITNESS: Earl, I apologize if I misspoke, but the agricultural park I talked about was the 150-acre park here (indicating) and the park to the north of the state lands on the north side of the project up between Schofield and the property, so just up on the north end.

So those are state lands that are currently under -- I think it's leased for farming. I wasn't talking about across the gulch. I appreciate the clarification.

MR. YAMAMOTO: Thank you.

CHAIRPERSON SCHEUER: Commissioners?

Commissioner Okuda.

COMMISSIONER OKUDA: Mr. Fee, what percentage of the Applicant's parcel is not being requested to be designated as IAL?

THE WITNESS: Just under 50 percent.

COMMISSIONER OKUDA: Can you give an explanation why those lands are not being requested to be designated as IAL?

THE WITNESS: The statute requires majority of the land to be included in the voluntary

dedication, and we're providing -- we met that criteria. So it's over 50 percent. It represents the majority of the land.

COMMISSIONER OKUDA: But my question is, was there any consideration given to designating the portions that are not being designated as IAL land to be designated IAL? If not, what were the reasons why those other lands are not being requested to be designated?

THE WITNESS: There was a thoughtful extended process of looking at which lands should be put forth as IAL. The discussion was generally north/south and east/west. You know, it's a significant portion of land. And I think the criteria were -- what we ended up with was east.

So you could look at north of the Waiahole Ditch, or south of the Waiahole Ditch, or east; on the east side near Waikakalaua Gulch or on the west side near Kunia Road.

So there are just a few ways that you could actually do that, and given the land form and the way the gulches work, the east side seemed to give the best value from the trustee's perspective of commitment to agriculture.

COMMISSIONER OKUDA: Thank you.

And then with respect to the request by the city to defer this decision, would the Robinson Trust suffer any actual prejudice if the decision were deferred?

THE WITNESS: If I could speak for the trustees. This is somewhat of a defensive measure as a large landowner. No one has better credentials as supporting agricultural than Robinson Trust, over 100 years of agriculture. Very deep roots in that. So I think this -- what they're concerned about is there are costs with IAL designation. And they're trying to meet the legal requirement clearly through the statute.

If the Commission approves the voluntary dedication, they cannot be further designated by the Commission.

So I think that they would prefer that there not be a dedication. They feel that there are a cost to the dedication that limits their future use of the property. So I think they are very anxious and very hopeful that the Commission will act on this today as part of a voluntary dedication and not defer.

COMMISSIONER OKUDA: My question is what would be the actual prejudice to the Applicant if the

decision were deferred?

THE WITNESS: Actual prejudice as far as I can see would likely be that the Commission would dedicate the entire property under the city's petition.

COMMISSIONER OKUDA: Why would that be prejudice to the estate or trust?

THE WITNESS: IAL limits the range of uses that a landowner has. Just by way of background. There are basically three layers of regulation already. There's obviously the State Agricultural District and limitations that it provides and imposes on landowners.

There's, since the early 2000s there's now the Urban Growth Boundary that the city has imposed that basically says they won't contemplate anything that is not consistent with agriculture beyond the Urban Growth Boundary. And then obviously the city zoning.

All of these are legislative matters, they're discretionary permits. So to come in with another layer, like IAL, which in itself there are greater restrictions on the use of farm dwellings. There are significant restrictions on trying to reclassify out of the IAL, in addition to burden of

Agriculture District and growth boundary, others. 1 So 2 they find that it's a very significant burden, and 3 want to meet the letter of the law and go with 4 voluntary dedication.

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- So they feel very concerned about the prospect of having the entire land dedicated. And have been very forthright with the city in providing that.
- COMMISSIONER OKUDA: Thank you very much, 10 Mr. Fee. Thank you, Mr. Chair.
- 11 CHAIRPERSON SCHEUER: Commissioner Aczon.
- 12 COMMISSIONER ACZON: Good morning, sir.
- 13 Just a followup to Commissioner Okuda's questions 14 about waiting for the city's designation.
 - I understand you mentioned that the Petitioner has been working with the city on trying to come up with this IAL. As far as you know, the city has something else planned with this different shape from your plan?
 - THE WITNESS: The city, as I understand it, would like to take the entire landholdings, the 24 --2500 acres and put it in the IAL. So all the yellow and green would go into IAL.
- 24 So they're basically saying everything goes 25 So that's -- I think with the voluntary in.

dedication process, it allows bonafide petitioners to come in and request a majority of the land, which would be just over half of the land.

The discussion with the city is more the trust is thinking about doing this. Is it possible for the city to amend their maps? What are their suggestions for moving forward?

So it was more coordination, I think, just an open-door relationship. Obviously, relationships with the city are very important to the trust.

COMMISSIONER ACZON: Thank you.

You mention there is approximately
343 acres of agricultural support. Are they all in
one area or scattered around the property?

THE WITNESS: I think I can use one of the maps here to explain that.

So you can see that the unclassified is the area that is not colored. So they're on the periphery in the adjacent gulch lands. And this is according to the sort of a national grading for Important Agricultural Lands.

So those are what are called support land.

So we have got the base camp, storage. There is some ranching or grazing happening in the gulches, they're just not used for the primary fruit and vegetable

crops.

includ

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no change.

- COMMISSIONER ACZON: So how many acres are included in the IAL Petition?
- THE WITNESS: 1239.2 acres.
- 5 COMMISSIONER ACZON: Say that again.
- THE WITNESS: 1239.2 acres.
- COMMISSIONER ACZON: No, I'm asking about
 how many of those support lands that is included in
 the IAL?
- THE WITNESS: They're all included. In this graphic you can see.
- 12 COMMISSIONER ACZON: So the 343 acres of support, agricultural support lands are all in the 14 IAL designation?
- THE WITNESS: Yes, sir.
- COMMISSIONER ACZON: Do you know what's the 16 Petitioner's intent on the remaining land, that 17 18 1200 acres -- the 1239 acres -- I'm sorry -- 1201 19 acres? Do you know what's the owner's intent on 20 that? What is the use? I know it's being used in 21 agriculture right now. So what's the future plan? 22 THE WITNESS: That's the foreseeable future 23 is continuation of the leases, licenses, and there's
- Mr. Jefts is a tremendous farmer, and the

trust has complete trust in him and would like him to continue farming the entire property.

There is another licensee, Aloun, and Hawaiian Pineapple, so I think the trust would like them to continue their operations and continue providing some land rent for that land.

MR. MAU: If I can, there's also Increment 3 in the non-IAL lands. You might point out what that is.

THE WITNESS: Increment 3 is 160-acre area that's in the state Urban District. That's this area right here (indicating). So this is the Urban District boundary, goes around the ag park.

So areas to the south of this line are in the Urban District, and areas to the north, including the lands that we're talking about, are in the state Agricultural District.

This area was urbanized, zoned by the trust, and they are working with partners, other partners in Increment 2 to get that project into Urban use. Right now it's being farmed by the farmer.

COMMISSIONER ACZON: So you're saying that it's going to stay agriculture?

THE WITNESS: Yeah. The area in the

- Agriculture District, state Agriculture District, at 1 2 this point the foreseeable use is consistent with the 3 uses permitted under the state Agriculture District. 4 So there's no intent to come in with an Urban District petition or some kind of urbanization 5 6 process. 7 COMMISSIONER ACZON: So there's no 8
 - intention for district boundary amendment later for the remainder?
 - THE WITNESS: Not at this point. Obviously things can change. As I mentioned, they have got 160 acres here in the Urban District. The market is just not there. So there's no foreseeable attempt to change the district boundary.
 - COMMISSIONER ACZON: But it can happen?
- 16 THE WITNESS: Certainly.

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- 17 COMMISSIONER ACZON: Thank you.
- 18 CHAIRPERSON SCHEUER: Thank you,
- 19 Commissioner Aczon. Commissioners, further
- 20 questions? Commissioner Cabral.
- 2.1 VICE CHAIR CABRAL: Since I don't 22 understand the magnitude of all the planning and so 23 much acreage, can you tell me on your side of this, 24 approximately how long have you been working on this 25 specific project, preparing to make this presentation

or studying the land to work with the Robinson Trust

Family to determine what the decision would be, and
then preparing for this? How many months, years?

What's the timeframe to get ready -- to get ready for
a decision of this magnitude?

2.1

THE WITNESS: Well, we have had a relationship with the trust for the last ten years or longer, and one of the early assignments was to really do some careful per satellite mapping of the properties, and looking at terrain and things. That was more of a technical assignment.

But this particular assignment started in late 2017.

VICE CHAIR CABRAL: Thank you.

CHAIRPERSON SCHEUER: Commissioner Wong.

COMMISSIONER WONG: Just one question.

So when was the IAL statute adopted?

THE WITNESS: I don't know that answer.

COMMISSIONER WONG: So when did this really come to a head, this request from the Robinsons to work on this?

THE WITNESS: One of the galvanizing points was a briefing that city and county had in late 2017 on the status of their mapping effort. I think that was sort of a wake-up call that, oh, my gosh, we need

to get involved.

I think they talked about it earlier, but it looked like it was -- the city's process wasn't clearly understood. So that was an important moment. I think that was part of the process the city goes through to make sure everybody is aware where the policy is going.

COMMISSIONER WONG: So the next question I have is: During this time when the city was involved or started this process, were there any times that you or the Robinson was informed that they're going to put the entire parcel, not the 50 percent that you're seeking, but entire parcel into IAL?

THE WITNESS: My recollection is they were generally aware, but it was -- they're not experts in city planning or regional planning. And I think they weren't sure what the consequences were, and it was just another effort.

But I think they became knowledgeable about it in the sort of 2017 timeframe, the first meeting I think with the city about what can we do? We're concerned. Again, it was in the late 2017.

So they sort of activated once they began to see that the city had started to form an opinion and they were moving toward submittal to city

1 council.

COMMISSIONER WONG: Since this property is private, were there any times that they said, you know what, the Robinsons, I'm going to -- I want to tell the City -- I want to put this much and not the entire piece?

THE WITNESS: Yes, that was part of the discussion with Department of Planning and Permitting, that, you know, would they consider changing their position. And I think their point was, the door had kind of shut on their mapping process as early -- as late 2018. We made a decision. You'll need to proceed to the City Council or the Land Use Commission.

COMMISSIONER WONG: Thank you.

CHAIRPERSON SCHEUER: Commissioner

17 Ohigashi.

COMMISSIONER OHIGASHI: There is a 40-acre parcel on the left-hand side. Is that under Urban also?

THE WITNESS: No, it's state Ag.

COMMISSIONER OHIGASHI: And the proposal by the city would be to include all of the state Ag portions as IAL?

THE WITNESS: Yes, sir.

COMMISSIONER OHIGASHI: And the Urban 1 2 portions would not be designated? 3 THE WITNESS: Correct. 4 COMMISSIONER OHIGASHI: The 40 acres which 5 appears to be adjacent to Mililani, 161 acres that 6 are in Urban, if we remove that from the calculation, 7 would that increase the amount of percentage that you 8 actually -- that may be subject to -- well, increase 9 the amount of your lands that are proposed to be 10 designated IAL? 11 THE WITNESS: It would increase the 12 percentage. 13 COMMISSIONER OHIGASHI: And the other 14 question that I had was, you have agriculture going 15 on the whole parcel. Is that right? 16 THE WITNESS: Yes, sir. 17 COMMISSIONER OHIGASHI: How much of the 18 percentage of agriculture is occurring on the 19 proposed IAL designation? Is there a way to break it 20 up in terms of percentage in that area? THE WITNESS: In terms of bushels of 21 22 melons, I think it's a complicated question, and 23 other than just as a straight proportion of the land, 24 I don't have enough information to look at to what

extent it contributes to the farmers' bottom line.

These are important -- I think as we heard on the site visit, the farmer fallows his land to minimize his pesticide and other costs to it. So he's always moving crops around. There is a summer, sort of a seasonal area where in summer certain crops grow well, and in the winter. So over half of the land is probably fallow at any given time.

COMMISSIONER OHIGASHI: Is there an amount of acreage that you can figure out in each of the areas as to what actually can be used for agriculture purposes? Because I think you mentioned there is a whole network of gulches and unusable pieces of property. Is there a percentage in each of the areas that you can use?

What I'm trying to get at is the IAL designation, is there equal amount of lands that are being designated that actually can be used for agriculture as the other side?

THE WITNESS: Well, if you look at the ALISH designation, again, based on a national method, the 62 percent of it is prime or unique, 63 prime unique or other, so those are considered as important lands of the property that is being proposed for dedication. 63 percent are considered Important Agricultural Lands from an ALISH perspective, which

1 is again a national methodology.

Now, I think what you're asking, how does that compare with the percentages on the non -- the lands that aren't being proposed as IAL. I don't have that figure in front of me.

COMMISSIONER OHIGASHI: Maybe more simpler,

I just wanted to know how many acres in the IAL

portion, proposed portion, can be used for

agriculture? Versus how many acres to the non-IAL

portion can actually used for agriculture?

THE WITNESS: I can --

COMMISSIONER OHIGASHI: I'm just curious.

I just wanted to -- there's different ways of looking at it, in my mind, even though there's only 40 -- 50.8 percent in the IAL. If there's 60 percent of the actual usable property in that designation, that would tell me more.

THE WITNESS: From the ALISH mapping, it's about 780 acres that are considered prime unique or other, and that's this area in color here.

(Indicating).

COMMISSIONER OHIGASHI: You don't have that for the other area?

THE WITNESS: I don't, but because of the gulches, it's not completely -- it's going to be

similar. There's going to be a fair amount fallow or 1 2 gulch land in that other component. 3 COMMISSIONER OHIGASHI: I don't have any 4 further questions. CHAIRPERSON SCHEUER: I think we're not 5 6 quite done with the witness, but I think it's time 7 for a break, so let's take a ten-minute break. Reconvene at 10:33. 8 9 (Recess taken.) 10 CHAIRPERSON SCHEUER: It's 10:33. Back on 11 the record. 12 The witness, we still have the witness, Mr. Fee, who is being questioned by the Commissioners. 13 14 Commissioners, are there further questions? 15 If not, I have some questions for the witness. 16 I'm going to be following up on some points 17 raised by my fellow Commissioners. 18 I believe it was in response to 19 Commissioner Okuda, who was talking about essentially 20 what harm might come to the Petitioner if the LUC deferred action on this matter. 2.1 22 I believe you stated that then, as a result 23 of the city's process, the LUC would designate the

entire property. Did I understand that correctly?

THE WITNESS: I believe that would be their

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recommendation to the Commission. I'm not sure how 1 2 the Commission would react to that.

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CHAIRPERSON SCHEUER: As an expert in planning, can you explain what the next steps would be if we chose to defer today?

THE WITNESS: I guess if the purpose of the deferral was to receive the City Council's recommendation, and consider that in, and this voluntary dedication together, would that be the deferral?

CHAIRPERSON SCHEUER: If the Land Use Commission chose to defer today, what would next happen at the city level before anything came to us?

Department of Planning and Permitting transmitted its recommendation to the City Council. City Council has asked the Agricultural Task Force to evaluate the proposal before it begins its deliberation.

THE WITNESS: As I understand it,

So the City Council hasn't begun to analyze the Department of Planning and Permitting's proposal until it gets its recommendation from the Agricultural Task Force.

I think it last met in November. It is scheduled a follow-up meeting to discuss the matter.

25 I'm not sure whether that meeting has been scheduled. In the city's letter they indicate that they hope that the task force will make a recommendation to City Council. The City Council will have gone through its deliberations and provided a recommendation to LUC I think they say early this year.

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We have believe it's going to be more complicated, that there will be delays. In fact, the timing for us is, given the length of time it's taken, it's hard to say when that would be coming. So that's the process as I understand it.

CHAIRPERSON SCHEUER: So would the Petitioner, landowner, have a chance to testify in front of the Council as to the recommendation?

THE WITNESS: Yes.

CHAIRPERSON SCHEUER: They could otherwise participate in the process to that point?

THE WITNESS: Yes.

CHAIRPERSON SCHEUER: Would the Petitioner have an opportunity to appear before us again before we took action on any recommendation from the county?

THE WITNESS: I'm not sure of the rules, what the procedure would be other than through this Petition that's been filed here, whether the Petitioner could come back before the Commission.

1 CHAIRPERSON SCHEUER: My next set of 2 questions has to do with what I believe are some 3 questions from Commissioners Aczon and Ohigashi were 4 going towards. 5 But I'm curious as to the portion of the 6 land owned by the Petitioner that is not included in 7 this Petition for IAL. What percentage of those lands are either A 8 9 or B under the Land Study Bureau classifications? 10 THE WITNESS: I don't have those figures in 11 front of me, sir. 12 CHAIRPERSON SCHEUER: Is it over half? 13 THE WITNESS: That would be my guess. 14 CHAIRPERSON SCHEUER: Could you -- would it 15 have been possible for the Petitioner to designate over 50 percent of their lands comprised of entirely 16 17 A or B lands? 18 THE WITNESS: It would be possible. 19 lands may be bifurcated, they may not be contiguous, 20 and it's not a requirement under the voluntary 21 dedication rules. 22 CHAIRPERSON SCHEUER: Can you repeat that 23 last sentence? 24 THE WITNESS: There is no requirement in

the statute of regulations requiring a certain

1 percentage of LSB lands be included in the petition.

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I want to just add to this. We're talking about, again, why they claim some of the most productive agricultural lands in the State of Hawai'i, and I think this has been under cultivation for a century, and are extremely productive. And I think the voluntary dedication is really remarkable in terms of its long-term productivity.

And there's equivocation about whether there is better lands. I think within this context is -- gets out of the actual petition itself, and these are the 1240 acres that are before you.

CHAIRPERSON SCHEUER: I want to go to part of your testimony, my third part of questioning.

You said more than once, I believe, correct me if I'm wrong, that the landowner has long-term commitment to agriculture.

THE WITNESS: Yes, sir.

CHAIRPERSON SCHEUER: But I also heard that they're trying to preserve options for future urbanization of other portions of their land?

THE WITNESS: I apologize if I misspoke. I don't think there's any thought about, at this point, future urbanization. As I mentioned, they have

160 acres in the Urban District that they're actively

trying to get developed. And it's beyond the Urban Growth Boundary.

As I mentioned, there are these many tiers. It's not consistent with the Agricultural District. The market is just not there. So there's really no sort of end game that's not being stated here about urbanization. They have been committed to agriculture. There's just no discussion internally about urbanization of the lands that are before you.

CHAIRPERSON SCHEUER: And when you say the lands that are before us, you're referring to the Petition Area, not the entirety of their holdings?

THE WITNESS: The entirety of their holdings. Of course, if we're including 160 acres of urban land in the Petition Area, and the lands on the Mililani side, 40-acre side are actually problematic from a farming perspective. But I think it would be very difficult to rezone it. So there may be a way to create -- they really need to look at how they're going to farm that land. It's difficult for them at this point.

CHAIRPERSON SCHEUER: Which land are you referring to?

THE WITNESS: 40 acres across Waikakalaua Gulch. It was mentioned earlier by Commissioner --

right here (indicating). So it's across this gulch 1 2 right in the densely packed residential neighborhood, 3 served by waters from Waiahole Ditch. So there is 4 farming activities going on there. But there's a lot 5 of complaints about noise and pesticide drip and 6 dust. And it's just difficult. It really doesn't 7 have the land mass for significant farming. 8 they're struggling with what to do with it. It certainly would be difficult to proceed 9 10 with that land use district reclassification or 11 zoning reclassification given the fact that it's --12 how difficult that is these days, and the lack of 13 market for redevelopment. 14 CHAIRPERSON SCHEUER: What are the length 15 of lease terms or license terms given to Mr. Jefts in the Petition Area? 16 17 THE WITNESS: There was an initial lease in 18 1995, 20 years, and it was extended to 2025 several 19 years ago. 20 CHAIRPERSON SCHEUER: To 2025? 21 THE WITNESS: Yes, sir. 22 CHAIRPERSON SCHEUER: Does any of that 23 lease cover lands outside of this Petition Area? 24 THE WITNESS: Yes.

CHAIRPERSON SCHEUER:

I have nothing

1 | further. Commissioners, anything else?

THE WITNESS: Could I bring up a point?

At the break I had a conversation with Eugene Takahashi at DPP, and he reminded me it was important to disclose to the Commission that our firm was supporting DPP in their mapping process for the IAL effort. We provided several scenarios.

I wasn't personally involved, it was another partner. I just want to make sure the Commissioners were aware of this.

We supported basically their mapping effort. I would like to say that it was solely the Department of Planning and Permitting's decision to move forward with a certain set of scenarios and mapping that would -- does include the Robinson property.

CHAIRPERSON SCHEUER: Thank you for that disclosure.

Did you have any redirect, Mr. Mau?

MR. MAU: I don't have anything further.

CHAIRPERSON SCHEUER: Thank you very much.

You're excused from being a witness, and you can continue with your presentation.

MR. MAU: We will call as our next witness Patricia Kehau Wall.

1	CHAIRPERSON SCHEUER: Aloha.
2	THE WITNESS: Hi.
3	CHAIRPERSON SCHEUER: Do you swear or
4	affirm that the testimony you're going to give is the
5	truth?
6	THE WITNESS: Yes.
7	CHAIRPERSON SCHEUER: State your name and
8	address and proceed to answer Mr. Mau's questions.
9	THE WITNESS: My name's Kehau Wall, and my
10	address is 1164 Bishop Street, Suite 650, Honolulu.
11	PATRICIA KEHAU WALL
12	Was called as a witness by and on behalf of the
13	Petitioner, was sworn to tell the truth, was examined
14	and testified as follows:
15	DIRECT EXAMINATION
16	BY MR. MAU:
17	Q What is your occupation?
18	A I am a lawyer. I've been practicing in
19	Honolulu for 35 years.
20	Q And in what capacity do you appear here
21	today?
22	A I'm appearing on behalf of the Robinson
23	Kunia Land, LLC, which is the owner of the Petition
24	property.
25	Q And what is your affiliation with Robinson

1 Kunia?

A I'm one of the managers of the Caroline Robinson, LLC. And that LLC is a manager of RKL, which is the owner.

Our LLC, Caroline Robinson, has about 90 descendants of Caroline Robinson, and she was married to the son of James Robinson. She was from Hawai'i Island, which is where most of our beneficiaries and members now have their roots, including me.

Q So you're a descendant of Caroline Robinson?

A Yes, I am.

Q So indirectly you too have an interest in this property?

A Yes.

Q And, in fact, when the Caroline Robinson

Trust was terminated at one time, you actually had

title to part of this property?

A Okay, I don't remember that. It was quite a while ago.

Q It was about 1976.

A All right, yes.

And, of course, there are other members of RKL that are related to other descendants of James Robinson.

Q This Petition was brought here today to designate Important Agricultural Lands. The decision was made to designate slightly over 50 percent. Is that correct?

A Yes, it is.

Q Can you tell us why the decision was made to do this voluntary petition?

A The reason that we are voluntarily designating over 50 percent of our land for IAL is to use the opportunity that's in the statute, HRS 20 -- whatever it is.

Q 5.

A 205, that allows us to voluntarily designate 50 percent of our land for IAL.

Q What is your understanding with voluntary designation of 50 percent of your lands? What is your understanding as to whether other -- the rest of your land could be dedicated?

A Per the statute, the remainder, the minority portion, less than 50 percent, shall not be designated IAL. And it was already pointed out that the land that is not being designated is also in agriculture. And it's also, I think, valuable agricultural land.

But the reason that we are not including

that is because IAL is something that's recently being implemented. There's uncertainty as to what exactly it's going to mean long term. This land is already zoned Ag. I'm talking about non-IAL land. It's already zoned Ag, and the land use classification is Ag, but because IAL adds another layer, and it's uncertain at this point, ultimately we may decide to designate everything, but right now we're acting in accordance with the statute and doing the voluntary designation.

- Q Doesn't your family have other Ag land, your immediate family, other than Robinson Kunia?
- A Personally I said I was from Hawai'i

 Island. And I grew up on a cattle ranch. My

 family's been in ranching for over 100 years, so I

 have a personal commitment to agriculture.
- However, I am a managing member of an LLC that has 90 people in it, and there are other owners as well. But from a personal perspective, I'm in favor of agriculture in perpetuity.
- Q Have you learned or become familiar with some of the implications of being designated IAL as opposed to just being in agriculture?
- A Well, that's a good question, because I think it's uncertain at this point. I understand

what we're told IAL will mean, and it sounds like a good concept, and we'll see how it gets implemented.

Q Do you have an understanding as to how it may, for example, impact you or your family if your lands were designated as IAL?

A Well, some of the direct impact, is my understanding that with IAL land, nobody can live on the land unless they're actively involved in agriculture. So that would be a change from what is currently permitted.

Q And how are people affected, if you cannot live on the land unless you actually farm it?

A Well, that creates issues for relatives and family members who may not be actively involved in the agriculture. But this is more of a concern for property, our family lands on the Big Island, which aren't subject to this petition. I don't think there is a present intention for any owners to move to the land that RKL currently holds.

Q And the Petitioned Area is currently in agriculture?

A Yes.

Q And Tom Fee answered some questions. The property is presently leased to Larry Jefts?

A Licensed, correct.

Do you have any intention of extending that 1 2 license if Larry should ask for an extension? 3 Yes, we would be happy to extend that 4 license. He's been a great farmer for us, and has 5 done really good things with that land. 6 MR. MAU: I have no further questions. 7 Commissioners. CHAIRPERSON SCHEUER: I'm first going ask 8 whether the other parties have questions. Now, 9 10 you've made the same mistake I did. 11 City and County? 12 MR. TAKAHASHI: No questions. 13 CHAIRPERSON SCHEUER: Office of Planning? 14 MS. APUNA: No questions. 15 CHAIRPERSON SCHEUER: Department of Agriculture? 16 17 MR. YAMAMOTO: No questions. CHAIRPERSON SCHEUER: Commissioners? The 18 19 second you mentioned ranching on Hawai'i Island, I 20 knew we would get questions from Commissioner Cabral. 2.1 VICE CHAIR CABRAL: I'm Nancy Cabral, and I'm from the Big Island and I have a little ranch, 22 23 but I have a big cowboy. Where is your property on the Big Island 24 25 and your family?

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THE WITNESS: Our property is Wall Ranch,
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     and it's between Kainaliu and Honalo. Pretty much
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     that describes where it intersects Mamalahoa Highway.
               VICE CHAIR CABRAL: Kona side?
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                THE WITNESS: Yes.
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               VICE CHAIR CABRAL: I'm Hilo side.
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               You have a wonderful ranch and your land is
     beautiful. Thank you, that's all. Friendly Big
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      Island.
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               CHAIRPERSON SCHEUER: Commissioners? No.
     Anything on redirect?
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               MR. MAU: No, I have nothing further.
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               CHAIRPERSON SCHEUER: Thank you very much.
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                THE WITNESS: Thank you.
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                CHAIRPERSON SCHEUER: Mr. Mau, you can
     continue with your presentation.
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               MR. MAU: We have nothing further, and we
      submit to the Commission our request to have the
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      land, the 1240 acres designated as Important
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     Agricultural Lands.
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                CHAIRPERSON SCHEUER: City and County, are
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     you ready to proceed?
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               MR. TAKAHASHI: Yes.
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               CHAIRPERSON SCHEUER: You're excused.
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                THE WITNESS: Thank you.
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1 MR. TAKAHASHI: For the record, to answer 2 one of the questions, the next meeting of the City 3 and County of Honolulu, City and County Agricultural 4 Development Task Force is Tuesday, November 29th at 5 9:30 a.m. in the second floor of City Council 6 Committee Meeting Room, on the agenda under Item 4, 7 under "business items 4A" is discussion. 8 CHAIRPERSON SCHEUER: Can you repeat the 9 date? January 29. 10 MR. TAKAHASHI: CHAIRPERSON SCHEUER: Not November? 11 12 MR. TAKAHASHI: No. 13 CHAIRPERSON SCHEUER: Speak slowly and very 14 close to the microphone. 15 MR. TAKAHASHI: Again, clarifying the next 16 meeting of the Agricultural Development Task Force is 17 January 29th at the City Council Committee Meeting Room, which is the second floor, Honolulu Hale at 18 19 9:30 a.m. Item 4A is a discussion on the Important 20 Agricultural Lands, item 4B is discussion incentive, 2.1 and 4C is discussion and new business. 22 So I would also like to confirm what Tom 23 Fee has stated earlier. Scott Ezar has been hired by

the City and County of Honolulu as our consultant in

helping identify land that meet the criteria as set

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forth by the City and County of Honolulu.

At no point in time am I aware of Mr. Fee's involvement with respect of putting forth any recommendation from the firm to the City and County of Honolulu. All the recommendations as put forth by the City and County of Honolulu, it was by City and County of Honolulu, and he was just a resource of identification as set forth in criteria that we have set for them to aid us in identifying lands that are eligible and met the criteria.

Also like to confirm that we have transmitted our findings to City Council, and it is before City Council right now, pending action by City Council.

So at this point the department, nor the city, is able to put forth a recommendation on behalf of City Council as to what their recommendations would be under action. That is why we have put forth the recommendation that the Commission weigh in on possibly the proceedings of information that may come out of the City Council process.

 $\label{eq:theconcludes} \mbox{I think that concludes the information to} \\ \mbox{the Commissioners.}$

CHAIRPERSON SCHEUER: Okay. Are there questions for the city from the Petitioner?

1 MR. MAU: Mr. Takahashi, you're familiar 2 with the statute Chapter 205? 3 MR. TAKAHASHI: Yes. 4 MR. MAU: Would you agree that the intent 5 of the statute was to give the landowner an 6 opportunity to voluntarily designate certain of its 7 lands prior to any effort by the city to involuntary 8 designate lands? 9 THE WITNESS: It is my understanding that 10 provision exists within the current HRS. 11 MR. MAU: You wouldn't agree that that was 12 one of the purposes of the statute? MR. TAKAHASHI: With respect to the 13 14 purpose, I was not involved in the initial passage of 15 the legislation, so I would not be able to give 16 background to that. 17 MR. MAU: You would agree if the Commission here today granted the Petition, that the city would 18 19 not be able to designate additional lands? 20 MR. TAKAHASHI: That is my understanding, 2.1 correct. 22 MR. MAU: And is it also your understanding 23 if the Commission defers the action to this Petition, 24 that the city has a right to submit all the lands for

or designate all of the land?

1 MR. TAKAHASHI: Would you restate the 2 question? 3 MR. MAU: If for any reason the Commission 4 decides to defer their decision, is it your 5 understanding that the Council could submit 6 involuntary designation, or request an involuntary 7 designation of all of the petition land? MR. TAKAHASHI: That is my understanding as 8 put forth the recommendation as to the State Land Use 9 10 Commission for their action. MR. MAU: So if the Commission does defer 11 12 action and does not grant our Petition, your 13 understanding is that it's possible that the Council 14 can seek to have all of our lands designated as IAL? 15 MR. TAKAHASHI: The City Council can put forth a recommendation. The actual designation, I 16 17 believe under the statute, would rest upon State Land Use Commission to set forth the final decision. 18 19 MR. MAU: That's fine. I have no further 20 questions. 21 CHAIRPERSON SCHEUER: Office of Planning? 22 MS. APUNA: I do have one question. 23 How is this Petition any different than any 24 other IAL petitions that have come in the last year

before the LUC as far as asking that the Commission

defer any action on those petitions for IAL versus this one?

MR. TAKAHASHI: The previous petitions, at that point in time the city did not have the final findings and transmittal to Council. We did identify Monsanto with respect to -- we stated on record that we were in process of identifying such lands, and made also a statement that all these lands met the criteria.

We didn't have a formal finding at that point in time, but we wanted to bring forward what our initial draft efforts have brought forward as to what lands are being considered.

For Hartung, which is the second application, again, we still did not have a formal transmittal. So at that point in time we did not put forth a recommendation to the State Land Use Commission for deferral, because at that point in time it was not before City Council for final recommendation to the Commission.

Now we have a final findings, objective findings that we have transmitted to City Council, and we feel that in that process the Commissioners, the Land Use Commission possibly could benefit from some of the testimony or information that may come

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out of those proceedings. We just wanted to bring
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     forth that to the Land Use Commission.
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               MS. APUNA: So basically it's a matter of
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     timing, the timing of this Petition as opposed to
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     earlier ones in the last year?
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               MR. TAKAHASHI: Correct.
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               MS. APUNA: Thank you.
               CHAIRPERSON SCHEUER: Department of
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     Agriculture, do you have any questions for City and
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     County of Honolulu?
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               MR. YAMAMOTO: No questions.
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                CHAIRPERSON SCHEUER: Questions,
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     Commissioners? Who wants to go first?
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                Commissioner Wong -- Commissioner Cabral.
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               VICE CHAIR CABRAL: Ladies first. Smart
16
     man.
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               CHAIRPERSON SCHEUER: Is that a motion?
               VICE CHAIR CABRAL: The question was asked
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     earlier, and we didn't get a clear answer.
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                The law that will allow for this
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     designation to take place, when did that take place?
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      When was that law created by the state for the
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     counties to have this power?
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               MR. TAKAHASHI: I don't have that date.
25
               VICE CHAIR CABRAL: Can I ask the state if
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1 they know?

MS. APUNA: I believe it was 2005 that the IAL statute was established, and I think there were amendments to it in 2008.

VICE CHAIR CABRAL: Thank you very much.

CHAIRPERSON SCHEUER: Commissioner Wong.

COMMISSIONER WONG: So it appears from Robinson's testimony, that 2017 the city and county started the process; is that correct?

MR. TAKAHASHI: No, that is not correct.

COMMISSIONER WONG: When was the process

12 | started?

MS. WONG: About 2012 we started the process on Phase I of the project.

COMMISSIONER WONG: So the question is, during this time period, did you contact all the landowners regarding this process and ask them if they have any statement, like I want to put this much land, or it's all or nothing?

MR. TAKAHASHI: In the process we did do multiple mail outs. And in the 2017 meeting, our mail outs -- forgive me if I don't have the exact number. I know we started out about 2004. And what happened if -- it was based on TMKs. Eventually what we did is we trimmed down that to about, I think

about 1800 property owners were notified.

The reason why we reduced the mail out, for example, as Robinson Trust, if they own 100 properties, it didn't make sense to send 100 notices. So if they own multiple parcels, that's how we reduced it.

COMMISSIONER WONG: So the mail outs -- the question is, did you say we're having a community meeting to inform you of what we're going to do with your parcel; or you can come in and say I want to reduce the parcel?

MR. TAKAHASHI: The mail out was stating for the statute, what we are obligated to do, identifying the lands based on the criteria. We did not provide an opportunity in which how much of the land you want to keep in or out. It was a disclosure process which we were stating that our mandate is to identify the lands that met the criteria.

So that's what the mail out was. So the draft map that was put forward earlier, we identified all land that could be considered.

After the comment period we further evaluated the comments put forth, and we find the proposal -- the findings and the recommendation based on some of the comments we receive.

So, for example, there were a large number of lots that was small, less than an acre in size.

And they were right now currently approved and shall be used for residential use. So you have a lot of that on the North Shore that we looked at -- (indecipherable) State Land Use designation of agriculture and all the other things.

And, again, those lands were not included in the final recommendation.

We also had, because this is a resource-based identification, it was based upon a lot of studies that was previously done. The studies may have not been necessarily 100 percent accurate.

So based upon additional information, property owners have stated, well, your criteria says it has to be active use. We have water and we have soils, and those are the criteria that we use.

They said, no, we don't have all this. We provided a soil study and provided documentation that when we see those information, then we find it. And we did not include those lands for inclusion.

Also since the inclusion, the identification was not parcel based, because based upon resources, and based upon how these resources were initially identified and that we found there

were a lot of slivers in roadways and streams. Those are areas, again, we cleaned up.

So after we cleaned it up and we did another mail out saying that this is what we're putting forward as our findings to City Council for their consideration, we did another mail out.

In addition to that, we paid for half page ad, color ad in the Sunday paper to further expand our outreach to the public both in identifying and disclosing what is your process and where we are in the process.

So we have received no recent request in which (coughing interruption) -- I don't want my land included. What we did, we evaluated the requests, but these requests were based in our evaluation, and the changes we made was objective, not based upon, I don't want it included, just because I don't want this. It was based upon the criteria that we used to identify eligible land. And if our material was flawed, then we evaluated and made necessary changes.

Again, some mapping errors and other changes that also we revised and we took out for recommendation.

So we just wanted to further define the recommendation. But, again, we put forth -- our

purpose was to be objective to City Council in identifying lands that met the criteria.

COMMISSIONER WONG: I don't know how to phrase it correctly.

So this process that you went through was pretty much we will take out gulches or E lands, but everything else here, City Council, is that pretty much --

MS. WONG: Just to clarify, as the Deputy Director stated, it was a resource-based exercise. There were three criteria that we pulled down and used for agricultural production, and soils quality, and of water.

And those three criteria that are conducive for growing conditions and availability of water.

Those three criteria didn't all need to be met, it just had to be one that was considered for IAL.

COMMISSIONER WONG: So the next question I have, since you went through the process now. Now you give it to City Council. You're saying to the City Council, this is our recommendation?

MR. TAKAHASHI: Our finding.

COMMISSIONER WONG: Say, for example,
Robinson, who is in front of us, here's 4,000 acres
of land, approximate. This is our process, this is

1 our findings.

MR. TAKAHASHI: Our findings was based upon those three criteria how much the land was identified.

COMMISSIONER WONG: So if I was City

Council, I'm going to say -- so that means I'm going to follow the findings and tell -- and say, okay,

let's put all this 4,000 acres on IAL, or recommend to Land Use put the 4,000 without any input from the owners themselves. And I want to take out

1000 acres, 100 acres.

MS. WONG: During the City Council's proceedings, there is opportunity for testimony by public and petitioners.

MR. TAKAHASHI: And all of those comments that they have put forth, including what has been put forth by Robinson, is part of the record by City Council, so they can weigh in on that.

When we undertake this effort it was strictly to be objective based upon the criteria and identifying the land and putting forth best information before City Council as the executive body -- I mean the legislative body, who will be weighing on that. And they will say, I agree, maybe we shouldn't include this, even though the criteria

identified that.

We wanted to put forth all land that met the criteria for their consideration, and not just take out, oh, this one we agree should include or not. We didn't want to be arbitrary, wanted to be clear and factual.

COMMISSIONER WONG: The question I have next is, I know that Robinson right now is coming in front of us instead of going to the City Council.

What if they go to City Council and say I want only 1,200 approximate acres of land, instead City Council buys into it, still have to come to us.

Wouldn't it be easier just to come to us and forget about that portion?

MR. TAKAHASHI: That is a possibility. And there is a possibility that the City Council, when adopting a recommendation on behalf of City and County of Honolulu, could put forth something that is different from what the Land Use Commission could support, and the Land Use Commission could support or approve something different than what City Council or city has put forth as their recommendation.

So, again, the purpose of our letter earlier was to bring it to your information that the matter is before City Council, and if there is any

information or additional input to this additional request, that information could weigh in with respect to LUC decision, do you approve or not?

Again, just another opportunity for the Commission, if you want to hear what others may say, or what comes out of this process.

COMMISSIONER WONG: So the question I have then is, right now we can either accept, object or make the size smaller, right, for this IAL?

 $$\operatorname{MR.}$$ TAKAHASHI: That is the discretion of LUC.

COMMISSIONER WONG: If the City Council comes in front of us, their recommendation, and we can do the same thing?

MR. TAKAHASHI: For the other lands, if you choose to approve the Petitioner's request, then all the final recommendation by City and County of Honolulu as approved or adopted by City Council would need to be amended to exclude the remaining portion of Robinson Trust lands.

COMMISSIONER WONG: And this is an open hearing that we had. We could allow any person in the public to come and testify about this issue right now, is that correct? So they could have gone here instead of City Council?

1 MR. TAKAHASHI: Correct. You just have 2 another venue in which people find the public or even 3 legislative body of City and County of Honolulu be 4 able to provide, correct. 5 COMMISSIONER WONG: No more questions, 6 thank you. 7 CHAIRPERSON SCHEUER: Thank you, Commissioner Wong. 8 Commissioner Aczon. 9 10 COMMISSIONER ACZON: It was mentioned 11 before that there were petitions in front of us that 12 was approved by the Commission previously. And you 13 responded to Ms. Apuna's question, just a matter of 14 timing. 15 My question is, was there any deadline for 16 any petitioner to come forth and voluntarily submit 17 petition for the IAL? 18 MR. TAKAHASHI: No deadline, because it's 19 voluntary. 20 COMMISSIONER ACZON: I'm just trying to 21 figure out the fairness of the process. We approve 22 several of them. And then it just so happened that 23 Robinson came in kind of late in the game.

25 It's a timing, as was mentioned by the state. And

MR. TAKAHASHI: Again, it's voluntary.

what we wanted to do was to bring forth to let you know where we are.

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So there is a very high possibility that you might be able to receive additional information or input through the council proceedings.

Again, it is the discretion of the LUC if you choose to, if you feel that council is not making reasonable progress to your satisfaction, you could take action before them or pose a question to the council with respect to where you are, when do you anticipate or maybe provide some additional input to the LUC.

Right now the Department of Planning and Permitting does not have any opportunity to control or provide input as to how council proceeds. We would definitely be a willing agency providing comments, or to answer any questions that they may have as we are here today.

COMMISSIONER ACZON: I understand. I know we have been waiting for this information for quite a while. Thank you.

MR. TAKAHASHI: It is a long process, and we kind of wish that Kaua'i did theirs first.

COMMISSIONER ACZON: Thank you.

CHAIRPERSON SCHEUER: Commissioner Okuda.

1 COMMISSIONER OKUDA: Thank you, Mr. Chair.

Mr. Takahashi, you do agree or understand that the Land Use Commission is quasi-judicial, so we can only make decisions based on the record or evidence that is presented to us, right? Everyone agrees with that, correct?

MR. TAKAHASHI: Correct.

COMMISSIONER OKUDA: So we really have to just look at the record that has been presented to us. Is that a fair statement of your understanding of the process?

MR. TAKAHASHI: That's my understanding.

But through the proceedings, if you do not conclude your proceedings today, there may be additional information added to the records as part of the City Council process.

COMMISSIONER OKUDA: I agree.

The city, as far as I can tell, submitted a two-page letter dated December 31, 2018, with respect to the Petition that has been filed by the Robinson Trust, correct?

MR. TAKAHASHI: Correct.

COMMISSIONER OKUDA: And there was nothing else attached to that letter as far as studies, data, documents or anything else, correct?

1 MR. TAKAHASHI: Correct.

The information that we provided to council is available on-line, because that's part of the record and city clerk. If you request, we can definitely forward a hard copy of all of the findings and everything else that we have transmitted to City Council, our understanding that will be part of your record as well, because once City Council takes action on that, you will have that as part of your record as well when you take action on the council recommendation.

COMMISSIONER OKUDA: Because we are bound by the record that has been presented to us, you agree with that; correct?

MR. TAKAHASHI: Again, it's my understanding, but I'm not an attorney.

COMMISSIONER OKUDA: This is not a trick question. I'm not trying to ask you -- but I just want to make sure that we know what the record is. And as far as I can tell, when I read the city's letter dated December 31, 2018, there was no reference or incorporation by reference to any other materials, including anything on city website or anything like that.

Was that a fair reading of the city's

December 31, 2018 letter?

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MR. TAKAHASHI: Correct. But it also indicated what was the findings that was transmitted to council prior to the Petition being submitted to the Commission for the Commission's actions.

COMMISSIONER OKUDA: Believe me, I take -- and I'm sure other Commissioners are taking into account everything that is stated in that letter.

A question to you related to that, about the record here, the city reviewed, for example, Mr. Fee's submission and presentation, correct?

MS. WONG: Yes, in the Petition, yes.

COMMISSIONER OKUDA: Did the city find any inaccurate or misleading statements made by Mr. Fee?

MR. TAKAHASHI: No.

COMMISSIONER OKUDA: You do agree that the IAL designation process does allow the private landowner to come in, and some people have described it as sort of like a race between the government agencies, the counties and the private landowner to the Land Use Commission.

Is that a reasonable description of what is taking place here?

MR. TAKAHASHI: That's my understanding. I don't know how factual it is, just my personal

observation.

COMMISSIONER OKUDA: And it would be a not unreasonable conclusion to believe that that is part of the incentive process to try to encourage the private landowners to voluntarily make certain types of decisions?

MR. TAKAHASHI: I cannot speak on behalf of landowners as to what the incentives are, because I did not ask the question to the landowners, you know, that it was that they are trying to beat the county to the recommendation. It is, again, an observation.

COMMISSIONER OKUDA: Based on the fact that we as a Commission can only make decisions based on the evidence in the record and not speculation, but can you give us a pretty firm or reasonably firm date when the City Council will make its decision? Or is that really speculation at this point in time?

MR. TAKAHASHI: That would be speculation. What I can tell you is what I have disclosed is that the council has it before its meeting next week to discuss the matter.

We have had meetings with council members.

They have verbally indicated that it is the desire to take action on the IAL, but at no point in time have they identified a date.

COMMISSIONER OKUDA: And none of them have disclosed what their view or position is with respect to the Robinson lands, which are the subject of this Petition or Application, correct?

MR. TAKAHASHI: As of today, no. But what we have done with respect to the IAL process is we have met with all nine council members, actually now it's eight. We have met and briefed all the council members as to what is expected by council as part of the process. So they're aware of the process, but at no point in time have they expressed any personal comments on any parcel of lands or development or project.

COMMISSIONER OKUDA: Final question is this. What would be the actual prejudice to the City and County of Honolulu if the Commission does not defer a decision on this Petition? What would be the actual prejudice to the county?

MR. TAKAHASHI: I don't know if there is a prejudice. That's more of a legal -- sorry, terminology.

What we wanted to do was bring forward factual information to the Commission if they want to weigh in or have an opportunity to take in additional information.

1 It is our understanding that this process 2 does have a mandate deadline, so it is the discretion 3 of the Commission to see if they want to take action 4 today or defer the matter. 5 COMMISSIONER OKUDA: Believe me, I don't 6 think any of us on the Commission don't want to 7 consider all factual information, and anything that the city wants to submit on the record, so the record 8 9 is what it is. And we, at least I personally assume 10 the city has chosen to decide what it wants to submit on the record and what it doesn't. 11 12 In any event, that's just a comment, Mr. Chair. Thank you very much. 13 14 CHAIRPERSON SCHEUER: Thank you. 15 Commissioner Cabral. 16 VICE CHAIR CABRAL: Gary brought up some 17 questions for me. 18 Speaking of eight versus nine, or nine 19 versus eight, I only listen to the news. Do you guys 20 have a council -- are you able to meet as a council, 21 or not? 22 (Indecipherable words.) 23 Oh, they are. Okay. MR. TAKAHASHI: I wish this wasn't on the 24 25 record.

Yes, officially we do have a council. They have elected an interim Chair and formed a committee, so City Council has started -- or started the daily business of proceeding as of this week.

VICE CHAIR CABRAL: As opposed to the federal government who can't work -- that's it, okay.

I'm in private business, and I handle properties, like thousands of real estate parcels and subdivisions, condominiums, rentals. So I'm into big numbers of managing things.

But I look at the numbers that you're talking of 2000-plus mail outs, at 1800, and if many of these are 1000-plus acres of parcels of land that you have to determine what's Important Agricultural Land versus unimportant versus good, versus bad versus whatever the criteria are that you're going to look at.

I assume you cannot attack or deal with -erase attack -- deal with all 1800 or so landowners
in the same first week or month, how are you
prioritizing? Who are you going to try and start to
work with or determine how you're going to determine
Important Agricultural Lands for designation?

Is there a system or just going after the biggest to the smallest?

MR. TAKAHASHI: No individual property owner is targeted in the process. This process involves -- the legislation requires identification of IAL lands, so we establish our processing, and that's why we hired -- to assist us, based on the criteria, help us identify the land, and based upon that we put forth what our finding was at the council.

2.1

three criteria.

We notified all of the property owners.

Yes, we have received numerous comments, all of the comments is part of the record, and it is transmitted -- has been transmitted to City Council for their consideration.

Again, if they want to take action on each individual property owner -- what we looked at was big resource identification, what is large Important Agricultural Lands.

VICE CHAIR CABRAL: So your priority is if it's got the best soil, it's at the top of the list?

MS. WONG: It would be if it met one of the

VICE CHAIR CABRAL: Soil, water?

MS. WONG: Any one of the three.

MR. TAKAHASHI: Again, you may have lands that are not A and B land, but they were in

production. And the question is why didn't we exclude them? And what happened is that agriculture consists of many different activities, which include cattle. So they may not need certain types of land or land. In some situations, you may not be abutting Waiahole Ditch, or water system, but they have infrastructure, they have transport, or may not have to transport.

So, again, we didn't want to exclude other bonafide agricultural properties for IAL consideration.

VICE CHAIR CABRAL: So my cattle land is not really great for farming, might be safe for awhile, huh? I'm on Big Island.

MR. TAKAHASHI: Discretion, again, what is important land? Cattle is an important agricultural resource. So why shouldn't they be eligible for designation for consideration?

And we didn't want to exclude just because you're raising this type of crop, or you're doing this type of activity.

What we have put forward is, again, identification of what we felt was important agricultural resources to City Council for their consideration.

VICE CHAIR CABRAL: Another question that's 1 2 come up, is there any thought that at some -- so, you 3 know how much land you have on Oahu. We, of course, 4 in Hilo we have been growing lately, but, Big 5 Island -- but you have so much land, are you trying 6 to get where at some point you want a percentage of 7 all of the land on Oahu to be able to remain in some kind of agricultural usage, or is there a goal, or is 8 9 there an end point? Or is it eventually the goal is 10 we'll have all of the land in agriculture? 11 MR. TAKAHASHI: Our goal is to identify all 12 lands that meet the criteria. It was not based on 13 acreage or percentage. 14 VICE CHAIR CABRAL: Thank you. 15 CHAIRPERSON SCHEUER: Commissioners. 16 VICE CHAIR MAHI: I would like to get back 17 to the Petitioner and the reason as to why we're having this meeting today. To discuss at this length 18 19 so far in terms of what City Council is going to do 20 or not do, the city is trying to do or not do. 2.1 I really like to get back to the Petitioner 22 and let's make a decision. 23 CHAIRPERSON SCHEUER: Commissioner 24 Ohigashi. 25 COMMISSIONER OHIGASHI: Beware when they

1 tell you that it is not a trick question. 2 My concern is the Agricultural Development 3 Task Force or ADTF, is that like a -- what is that, 4 the task force? 5 MR. TAKAHASHI: Consists of various members 6 from the agricultural community into which to provide 7 input to City Council. 8 COMMISSIONER OHIGASHI: So it's like a take 9 or a separate operating kind of --10 MR. TAKAHASHI: It's an advisory group to City Council. 11 12 COMMISSIONER OHIGASHI: And they prepare a 13 report? 14 MR. TAKAHASHI: With respect to the final 15 form of the recommendation, I don't know if it will 16 be in respect to a report. 17 COMMISSIONER OHIGASHI: But they made some 18 findings? 19 MR. TAKAHASHI: Recommendations to council. Again, it's all people who have -- who is involved in 20 21 the agriculture business, so again, these are 22 people --

25 And they made findings or recommendation to

part. I'm just trying to find out about this group.

COMMISSIONER OHIGASHI: I understand that

23

1 | the council?

MS. WONG: There was a resolution passed for this agricultural task force, and its resolution states what their focus should be. And it lists five items.

One is to review the land use ordinance regarding zoning for agricultural area, and the necessary changes in zoning to reflect change in agricultural practices.

Two, addressing gentlemen farming from a land use perspective by restricting these uses in agricultural areas.

Three, reevaluating areas for roads and utilities in agricultural zoned areas.

Four, examining the agricultural tax rate; and five, developing extended agricultural industry.

COMMISSIONER OHIGASHI: But they made recommendations regarding the IAL designation; is that right?

MR. TAKAHASHI: Correct. This was -
COMMISSIONER OHIGASHI: I just want to -
and you mentioned there are three criteria that they

looked at in making their recommendation; is that

right?

MR. TAKAHASHI: No. The criteria was not

set forth by the City Council advisory --1 2 COMMISSIONER OHIGASHI: But there were 3 three that you mentioned. 4 MR. TAKAHASHI: Right. 5 COMMISSIONER OHIGASHI: I wanted to find 6 out what --7 MS. WONG: If the land is currently in agricultural production, if there's water available 8 on the land, and if the soil is conducive for 9 10 agricultural activity. 11 There's no weighing on which factor or 12 criteria counts more, or as Deputy Director said, 13 what type of activity is occurring. 14 COMMISSIONER OHIGASHI: So their 15 recommendation does not contain the eight criteria listed in Section 205-44(h) Hawaii Revised statute? 16 17 MR. TAKAHASHI: Correct. The county's 18 establishing their recommendation set forth, look at 19 those, and select which criteria they would like to 20 use in identifying the land. 21 The other counties could use a different 22 criteria. 23 COMMISSIONER OHIGASHI: The criteria that

the State Land Use Commission has to use in

determining whether it's an IAL designation was not

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the three criteria that the ADTF uses, is that right? 1 2 You mentioned three criteria, but there is 3 eight different standards and criteria to identify 4 IAL land in 205-44(a) --5 MR. TAKAHASHI: Correct, what --COMMISSIONER OHIGASHI: Those three 6 7 criteria were the only ones used, not necessarily the standards and criteria identified in Section 8 9 205-44(c); is that right? 10 MS. WONG: From the HRS 205-44(c), the 11 criteria that the County used in the mapping project was 1, 2 and 5. 12 13 COMMISSIONER OHIGASHI: But the criteria 14 for the recommendation of findings for lands were 15 only three criteria, not eight; is that right? 16 MR. TAKAHASHI: As set forth by the City 17 and County of Honolulu, correct. 18 COMMISSIONER OHIGASHI: Now --19 MR. TAKAHASHI: And the selection --20 COMMISSIONER OHIGASHI: I have another 21 question. My other question is, that I just wanted 22 to be sure, I've looked in this, in the documents on 23 file, and I remember to some extent what our Chairman 24 indicated, updated the record, but the report or the

recommendations were not submitted as part of your

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request for deferral; is that correct?
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               MR. TAKAHASHI: Correct.
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                COMMISSIONER OHIGASHI: I don't have any
 4
     other questions.
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                CHAIRPERSON SCHEUER: Commissioners,
 6
     anything further?
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                I have two very brief questions and then we
     will take a ten-minute break.
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                I just want to be very clear. The city has
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     not said at all that there is anything inaccurate or
11
     incorrect or legally noncompliant in the Petition
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     before us; is that correct?
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                MR. TAKAHASHI: Correct.
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                CHAIRPERSON SCHEUER: Second question is:
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      Should we grant the Petition today in its entirety,
     how much land remains on this island in your current
16
17
     plan that has not already been designated as IAL that
      is eligible for designation as IAL?
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19
                MR. TAKAHASHI: You have to give us a
20
      second.
21
                MS. WONG: In the final report that DPP
22
      transmitted to City Council, we're recommending about
23
      45,400 acres for IAL.
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                CHAIRPERSON SCHEUER: Which includes the
25
      24,408?
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1 MR. TAKAHASHI: Correct. 2 CHAIRPERSON SCHEUER: So this would reduce 3 it by approximately two-and-a-half percent? 4 MR. TAKAHASHI: 1200 acres, I don't know 5 exact percentage. 6 CHAIRPERSON SCHEUER: I'm not super good at 7 math, but I think I'm good. So that's it. 8 I think we will definitely need a break. We will take a ten-minute break. It's 11:36. 9 10 will reconvene at 11:46. 11 (Recess taken.) 12 CHAIRPERSON SCHEUER: We're back on the 13 record. 14 We've now concluded with the Office of 15 Planning -- excuse me, with city and county. We now 16 have OP, Department of Agriculture. 17 OP, please proceed. 18 MS. APUNA: We have Mr. Rodney Funakoshi 19 who will summarize OP's position. 20 CHAIRPERSON SCHEUER: Mr. Funakoshi, do you 21 swear or affirm that the testimony you're about to 22 give is the truth? 23 THE WITNESS: Yes. 24 CHAIRPERSON SCHEUER: Please proceed. 25 -000-

1 RODNEY FUNAKOSHI

Was called as a witness by and on behalf of the
Office of Planning, was sworn to tell the truth, was
examined and testified as follows:

DIRECT EXAMINATION

BY MS. APUNA:

- Q Can you please give us some of your background and your job title, et cetera?
- A I am the Planning Program Administrator of the State of Hawai'i, Office of Planning Land Use Division.
- Q What is OP's position with regard to this Petition?
 - A My testimony will be fairly brief.
- Mr. Fee has very well covered much of what I would have summarized here. But the Office of Planning does support and appreciate Robinson Kunia Lands' voluntary participation in the IAL process.
- And I do wish to note that the designation of the most productive agricultural lands in Hawai'i will help realize the goals of sustainability and food security for the State of Hawai'i.
- Accordingly, OP recommends that Land Use Commission approve the designation of all 1,239 acres in the Petition Area as IAL.

1 We further recommend a condition of 2 approval be imposed, waiving any and all rights to 3 credits under HRS 205-45(b) as represented by the 4 Petitioner. 5 And we also note that the Petition Area 6 constitutes approximately 51 percent of all the land 7 owned by the Petitioner that lies within the State Agricultural Land Use District, and should the 8 9 Petition be approved, the Commission would be barred 10 from designating any additional land owned by the 11 Petitioner that may be identified by the city for 12 designation as IAL. So that concludes my testimony, and I'm 13 14 available for questions. 15 MS. APUNA: Mr. Funakoshi is open for any 16 questions. 17 CHAIRPERSON SCHEUER: Petitioner? 18 MR. MAU: Thank you very much, Mr. 19 Funakoshi. I have no further questions. 20 CHAIRPERSON SCHEUER: City and County? 21 MR. TAKAHASHI: No questions. 22 CHAIRPERSON SCHEUER: Department of 23 Agriculture? 24 MR. YAMAMOTO: No questions. 25 CHAIRPERSON SCHEUER: Commissioners? Νo

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     questions -- Commissioner Okuda.
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                COMMISSIONER OKUDA: Mr. Funakoshi, what is
 3
     the Office of Planning's position on the City's
 4
      request for deferral?
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                THE WITNESS: Our attorney will cover that.
 6
                CHAIRPERSON SCHEUER: Anything further,
7
     Commissioner Okuda?
                COMMISSIONER OKUDA: Nothing further, thank
8
9
      you.
10
                CHAIRPERSON SCHEUER: Anything else,
     Commissioners? Thank you, Mr. Funakoshi.
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12
                Please proceed, Ms. Apuna.
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                MS. APUNA: I do have comments with regard
14
     to the recommendation that the Commission defer its
15
     position on this Petition until the City Council
     transmits its recommendation --
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17
                COURT REPORTER: I'm sorry, Dawn, I'm
18
     having a really hard time hearing you over here.
19
                MS. APUNA: -- with regard to DPP's
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     recommendation that this Commission defer its
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     decision on this Petition until the City Council
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     transmits its recommendations on lands proposed for
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      IAL designation to the Commission.
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                The Commission's withholding of the
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decision would run counter to the IAL process under

Part III of HRS Chapter 205 and HAR Subchapter 17.

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Running parallel to each other, the county process is completely separate from, though simultaneous with, the voluntary landowner petition process, while neither intersects or interferes with the other until the LUC receives the county maps in conjunction with private landowner declaratory IALs.

the Commission to decide this Petition, stating,

"Notwithstanding any other law to the contrary, the

Land Use Commission may grant declaratory orders

pursuant to this section before the commission

receives from any county a map delineating

recommended important agricultural lands."

All that this Commission is empowered to do today is to evaluate qualifications of the Petition land for designation as IAL. It may either approve the entire or portion of the Petition Area, or it may deny the Petition in its entirety.

The IAL statute and rules do not authorize the LUC to withhold a decision on a voluntary IAL petition until the county's maps are received.

The Commission should not thwart the efforts of the Petitioner to come forth voluntarily to designate its lands as IAL, in favor of the city's

- desire to designate more or different lands than the
 Petitioner is offering. Thank you.

 CHAIRPERSON SCHEUER: Commissioner Okuda,
- 5 Do you have a follow up?

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6 COMMISSIONER OKUDA: No, I don't, Mr.

counsel was responding to your question.

- 7 Chair. I think that succinctly is the explanation or 8 answer to my question.
 - CHAIRPERSON SCHEUER: Any further questions for the Office of Planning?
- 11 Thank you very much.
 - Department of Agriculture. If I can ask you for this portion to take a place near by the microphone, or you can sit in the public witness box.
- 15 Please proceed.
 - MR. YAMAMOTO: My name is Earl Yamamoto,

 Department of Agriculture planner, representing the

 Chair of the Department of Agriculture.
 - Department of Agriculture supports the Application of the Petition for the Robinson lands along the east side of Kunia Road for all the reasons that have been already expressed here in this hearing.
 - I would like to add that if approved, the designation of the 1239 acres would support our --

the department, and city and county's long-standing protections that we have sought for these lands along the Kunia corridor between the Royal Kunia residential subdivision, and up to the Schofield Barracks Wheeler Airfield area on both sides of Kunia Road.

2.1

It's a long-standing belief, and the city has provided the protections and consistently, and applied for as long as I've been a planner at the Department of Agriculture, and I would like to commend them for their efforts.

And we also would like to note that the Waiahole Ditch that crosses through the middle of the Petition Area is an irreplaceable resource. Its continued use for agriculture, agricultural production is needed to be maintained.

All uses in that area we strongly support, and we have equally strongly supported the other petitions for Important Agricultural Lands designation in the area.

CHAIRPERSON SCHEUER: Thank you, Mr. Yamamoto.

Petitioner, do you have questions for the Department of Agriculture?

MR. MAU: We thank you for your testimony.

We have no questions. 1 2 CHAIRPERSON SCHEUER: City and County of 3 Honolulu? 4 MR. TAKAHASHI: No questions. CHAIRPERSON SCHEUER: Office of Planning? 5 MS. APUNA: No questions. 6 7 CHAIRPERSON SCHEUER: Commissioners? Thank you very much. 8 9 Commissioners -- sorry. Petitioner, do 10 you, have any final comments that you want to make at this time? 11 12 MR. MAU: I have no further comments. 13 CHAIRPERSON SCHEUER: Commissioners, do you 14 have any questions for the Petitioner, final 15 questions for the Petitioner? For the City and County of Honolulu? For the Office of Planning or 16 17 for the Department of Agriculture? If not, we are ready to deliberate. 18 19 Commissioners, what is your pleasure? 20 Commissioner Aczon. 2.1 COMMISSIONER ACZON: Mr. Chair, I want to 22 make a motion. 23 CHAIRPERSON SCHEUER: Please proceed. 24 COMMISSIONER ACZON: Going to move that the 25 Land Use Commission grant the Petition by Robinson

Kunia Land, LLC, to designate 1,239 acres at Kunia,

Oahu as Important Agricultural Land with the

following conditions:

2.1

Number one, Petitioner shall comply with representations made to the Commission with respect to not claiming any credits described in HRS 205-45(h) with respect to the Petition Area.

And secondly, within seven days of issuance of Commission's Decision and Order, Petitioner shall record it with the Bureau of Conveyances.

 $\label{eq:Chairperson Scheuer: A motion has been} % \begin{center} \begin{center} \textbf{Matter Scheuer: A motion has been} \end{center} \end{center}$

COMMISSIONER MAHI: Second.

CHAIRPERSON SCHEUER: And seconded by Commissioner Mahi.

Commissioners, there's a motion before us.

We're in time of discussion. Does anyone want to

speak to the motion? Commissioner Cabral.

VICE CHAIR CABRAL: Ladies first again.

Yes, I've read all of this, and I want to thank the Petitioner for their efforts to move forward, and as much as I can appreciate that the county has -- is now moving forward with their plans, I've got to say that someone in private business -- I appreciate that the Petitioner is in private business

and they need to make decisions, some of which were exposed -- I didn't think about this.

2.1

You never know what additional government regulation may be put onto something in the future, scary thought. So I'm going to vote in favor because I think everyone has the same timeframe to get things ready, and we are here and this is before us now, and we need to keep moving forward.

And I appreciate the Petitioner for their willingness to designate a huge amount of land, beautiful land for agricultural purposes, and to keeping it in agriculture forever. Thank you.

CHAIRPERSON SCHEUER: Commissioners?

Commissioner Okuda.

COMMISSIONER OKUDA: Chair, I'm inclined to vote in favor of the motion. I believe that the evidence that's been submitted on the record is undisputed as far as the suitability and applicability of the statute here.

With respect to the deferral, I believe the Office of Planning, Ms. Apuna's explanation of the law, is persuasive, and is in fact an accurate statement of the law about the authority or lack thereof in this specific circumstance to require or authorize a deferral.

I also note the Hawai'i Supreme Court case,
Sierra Club versus DR Horton, 136 Hawai'i 505, a 2015
Hawaii Supreme Court case, even though that's not a
deferral with respect to an IAL petition, it did
raise an issue about whether deferral was required
where there was boundary amendment. And the holding
of the Supreme Court was it is not.

So for these reasons and any other good records in the record, I believe the Petition and the motion should be granted.

CHAIRPERSON SCHEUER: Thank you, Commissioner Okuda.

COMMISSIONER ACZON: Commissioner Okuda's statement, according to HAR 15-15-100 provides the alternative action requires the Petition for the third one, but deferral is not one of them. Thank you.

CHAIRPERSON SCHEUER: Further comments, Commissioners?

If there is none, I will also state for the record that I will be voting in favor of the motion.

I'll just make a few clarifications on that.

First of all, I don't question whether or not the landowner has demonstrated commitment to agriculture. Actually, I don't, ironically, see that

1 this is part of that -- simply housekeeping in the 2 face -- in response to a law that really speaks to. 3 While I am absolutely here for trying to 4 support and increase agriculture in Hawai'i, I find 5 the IAL law itself a very sorry attempt to do so. 6 is a waste of our time. 7 And that's not to say that I don't appreciate the work that the city has done so far in 8 9 identifying great lands on this island, but should 10 have some further protection of agricultural lands. But I do believe our hands are tied in 11 12 terms of our ability to defer at this point in 13 response to your request. 14 Are there any further comments? If not, 15 Mr. Orodenker, please poll the Commission. 16 EXECUTIVE OFFICER: Thank you, Mr. Chair. 17 The motion is to grant the Petition for IAL designation with conditions. 18 19 Commissioner Aczon? 20 COMMISSIONER ACZON: Yes. 21 EXECUTIVE OFFICER: Commissioner Mahi? 22 VICE CHAIR MAHI: Aye. 23 EXECUTIVE OFFICER: Commissioner Ohigashi? 24 COMMISSIONER OHIGASHI: Aye. 25 EXECUTIVE OFFICER: Commissioner Cabral?

1	VICE CHAIR CABRAL: Yes.
2	EXECUTIVE OFFICER: Commissioner Okuda?
3	COMMISSIONER OKUDA: Yes.
4	EXECUTIVE OFFICER: Commissioner Wong?
5	COMMISSIONER WONG: Aye.
6	EXECUTIVE OFFICER: Chair Scheuer?
7	CHAIRPERSON SCHEUER: Aye.
8	EXECUTIVE OFFICER: Thank you, Mr. Chair.
9	The motion passes unanimously.
10	CHAIRPERSON SCHEUER: Thank you very much.
11	Congratulations to the Petitioner.
12	We have one more item on our agenda. We
13	will lose some of our Commissioners, so I'm going to
14	proceed.
15	Our next agenda item is an action item to
16	authorize the executive officer to submit the
17	administrative rules to the governor.
18	Commissioners, do you have any questions,
19	or do you wish to have further discussion on this
20	matter?
21	EXECUTIVE OFFICER: Thank you, Mr. Chair.
22	This is a request by staff to submit the
23	proposed rule amendment to the governor.
24	As the Commission may recall, the hearing
25	on our proposed rules, it was discovered that we had

made an error with regard to "substantial 1 2 commencement" clause. 3 We have since corrected that, gone back out 4 to hearing. There were no comments other than 5 comments in support of the change. 6 We are now asking to take the next step so 7 that the rules can be finalized and put into law, which would be to submit them to the governor for 8 9 signature. 10 CHAIRPERSON SCHEUER: Are there any questions for the executive officer? 11 12 Commissioner Aczon. 13 COMMISSIONER ACZON: Are these the same 14 rules we approved previously? 15 EXECUTIVE OFFICER: Yes. The only change 16 was that it was pointed out to us in the course of 17 hearing that we had inadvertently used the term "substantial commencement of construction", when it 18 19 should have been "substantial commencement of the use 20 of the land". 21 CHAIRPERSON SCHEUER: Any further questions 22 for the executive officer? 23 Commissioners, what is your pleasure on 2.4 this matter? Commissioner Wong.

COMMISSIONER WONG: I want to make a

1 motion.
2

CHAIRPERSON SCHEUER: Please.

COMMISSIONER WONG: To move forward the rules to the governor to authorize the commission, executive officer, that portion, sir.

COMMISSIONER ACZON: I second the motion.

CHAIRPERSON SCHEUER: A sort of motion has been made by Commissioner Wong, but reflected in the record earlier, and seconded by Commissioner Aczon to move these rules to the governor.

Any further discussion on this matter? If not, all in favor? Anybody opposed? The motion passes.

Are there any further questions or comments on our meeting agenda items?

VICE CHAIR CABRAL: I do.

CHAIRPERSON SCHEUER: Commissioner Cabral.

WICE CHAIR CABRAL: I always end up with so much paperwork afterwards, like we got that beautiful colored handout. Is there any reason we're supposed to keep these things? I've talked to Riley before, and after awhile I do get rid of them, or should I give them back to somebody so they can use it in other presentation?

Do you folks, staff, need any of this

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paperwork in the future?
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2
                CHAIRPERSON SCHEUER: Mr. Executive
3
     Officer.
               EXECUTIVE OFFICER: We get copies, staff
4
5
     gets its own copy. The Commissioners get
     duplicative, so keep them, throw them away, put them
6
7
      in a bird cage, whatever you want to do.
8
                CHAIRPERSON SCHEUER: There being no
9
     further business, I propose we adjourn.
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                (The proceedings were adjourned at 12:10
11
     p.m.)
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1	CERTIFICATE
2	STATE OF HAWAII) SS.
3	COUNTY OF HONOLULU)
4	That on January 24, 2019, at 9:30 a.m., the
5	proceedings contained herein was taken down by me in
6	machine shorthand and was thereafter reduced to
7	typewriting under my supervision; that the foregoing
8	represents, to the best of my ability, a true and
9	correct copy of the proceedings had in the foregoing
10	matter.
11	I further certify that I am not of counsel for
12	any of the parties hereto, nor in any way interested
13	in the outcome of the cause named in this caption.
14	Dated this 24th day of January, 2019, in
15	Honolulu, Hawaii.
16	
17	
18	<u>/s/ Jean Marie McManus</u>
19	JEAN MARIE McMANUS, CSR #156
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