1		STATE OF HAWAI'I
2		LAND USE COMMISSION
3		Hearing held on October 24, 2019
4		Commencing at 3:44 p.m.
5		The Grand Naniloa Resort-Crown Room 93 Banyan Dr., Hilo, HI 96720
6		VOLUME II
7		(Pages 179 through 249)
8	I.	CALL TO ORDER
9	II.	ADOPTION OF MINUTES
10	III.	TENTATIVE MEETING SCHEDULE
11	IV.	
12		DR19-67 KU'ULEI HIGASHI KANAHELE Consider Petition of Ku'ulei Higashi Kanahele
13		and Ahiena Kanahele, individuals, for a "Declaratory Order concerning the invalid
14		classification of the de facto and improper industrial use precinct on approximately 525
15		acres of State Land Use Conservation District lands located in Mauna Kea and Hilo, County of Hawai'i. Tax Map Key Nos. 4-4-015:009 (por)"
16	V.	
17	٧.	RECESS/ ADOUGNMENT
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24	BEFOR	E: Laura Savo, CSR #347
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1	APPEARANCES:
2	COMMISSIONERS:
3	JONATHAN SCHEUER, Chair
4	NANCY CABRAL, Vice Chair EDMUND ACZON DAN GIOVANNI
5	LEE OHIGASHI GARY OKUDA
6	ARNOLD WONG
7	
8	STAFF:
9	PATRICIA OHARA, ESQ. Deputy Attorney General
10	DANIEL ORODENKER, Executive Officer
11	RILEY K. HAKODA, Planner/Chief Clerk SCOTT DERRICKSON, AICP/Planner
12	ARIANA MASUOKA, Planner
13	
14	ALSO PRESENT:
15	BIANCA ISAKI, ESQ. 1720 Huna Street, B401
16	Honolulu, Hawai'i 96817
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1	CHAIRPERSON SCHEUER: Aloha. We're back
2	in session, 3:44 p.m., and our next witness is Ross
3	Shinyama here on behalf of the TMT International
4	Observatory, LLC.
5	MR. SHINYAMA: Thank you, Chair. Good
6	afternoon, Chair, fellow commissioners.
7	Two points of clarification before I
8	start my testimony if I may
9	UNIDENTIFIED SPEAKER: Can he adjust the
10	microphone?
11	COMMISSIONER CABRAL: Yeah, really loud.
12	MR. SHINYAMA: Can everyone hear me now?
13	COMMISSIONER CABRAL: Can you make sure
14	it's turned up all the way?
15	CHAIRPERSON SCHEUER: There's a volume
16	switch in the middle.
17	MR. SHINYAMA: Testing one, two, three.
18	CHAIRPERSON SCHEUER: There you go.
19	MR. SHINYAMA: Okay. Perfect.
20	Two points of clarification, if I may, of
21	procedural objections. I would like to join in the
22	University of Hawaii's objections with respect to the
23	procedure that is being employed permitting
24	petitioners' counsel to ask questions or
25	cross-examine witnesses. I fully recognize and

acknowledge that counsel, Ms. Isaki, has not abused that privilege, but I do believe it is not proper given the rules for the LUC.

The LUC rules, specifically HAR

15-15-98(a), say that a petitioner, which the

petitioners are here, is not a party, but is an

interested person. And under 15-15-10(b), interested

parties are allowed in an open meeting the

opportunity to submit data, views, arguments or

present on oral testimony on any agenda item. That

does not include questioning. So I would renew or

join the objection raised by the University of

Hawai'i counsel.

CHAIRPERSON SCHEUER: Okay. Your objection as well as acknowledgement that that privilege has not been abused is noted.

MR. SHINYAMA: I appreciate that. And the other thing I would like to bring up is I do appreciate the verbal disclosures made by the chair, Commissioner Okuda and others. I do believe, and I think Commissioner Okuda would at least agree with me, that in this day and age, there has been a shift in terms of what is required in terms of disclosures, and particularly that written disclosures should be and is the prudent thing to do, particularly when you

are dealing with a standard of appearance of impropriety. So I would ask that the commissioners and the chair put their written disclosures or their disclosures in writing before any decision is made to allow any interested person an opportunity to respond.

CHAIRPERSON SCHEUER: As a matter of law, financial disclosures are filed with the state and are online.

MR. SHINYAMA: Chair, respectfully, I am referring to the disclosures that you and Mr. Okuda made, for example, your relationship with counsel for the petitioners. I believe those disclosures should be in writing. I also believe a general statement that you had used Ms. Isaki in a subcontracting capacity, I don't think that is sufficient for what is required now under appellate rules with respect to evaluating whether or not there is an appearance of impropriety.

CHAIRPERSON SCHEUER: And do you have a citation for that?

MR. SHINYAMA: You can look at the TMT decision that just came out because the opponents to the project, including some of them that are sitting here, raised the issue of an appearance of

1	impropriety with respect to the hearing officer,
2	Judge Riki May Amano.
3	CHAIRPERSON SCHEUER: So your reference
4	is to TMT II?
5	MR. SHINYAMA: Yes, Your Honor. I'm
6	sorry. Chair. Sorry. It's natural for me. I
7	appear in court, not necessarily administrative
8	agencies. So I may slip up a couple more times.
9	CHAIRPERSON SCHEUER: If you are going to
10	slip up, slip up in that direction.
11	Okay. So, now, since you're appearing
12	not as an attorney but as a public liaison, I will
13	swear you in and then start your testimony. Do you
14	swear or affirm the testimony you are about to give
15	is the truth?
16	MR. SHINYAMA: Yes, I do.
17	CHAIRPERSON SCHEUER: Okay. Please
18	proceed.
19	
20	ROSS SHINYAMA, ESQ.,
21	was duly sworn to tell the truth
22	and testified as follows:
23	MR. SHINYAMA: Thank you, Chair. Let me
24	start, it's actually quite fitting that we are here
25	at the Grand Naniloa Hotel Crown Room because we,

including many of the individuals that are currently sitting in the gallery, spent a considerable amount of time in this room before the Board of Land and Natural Resources. We spent -- we basically engaged in an unprecedented contested case hearing that spanned over 14 months. It included 44 days of evidentiary hearings, oral testimony from 70 witnesses, including Ms. Kanahele. It required the admission and consideration of 600 exhibits, and it also required the consideration of 200-plus motions, objections and submissions.

The Board of Land and Natural Resources did not take the decision to issue a CDUP lightly. It resulted in a comprehensive and exhaustive 271-page finding of fact, conclusion of law and decision and order, this brick right here. It included 1,070 findings of fact, and it includes 512 conclusions of law.

And then after the board issued its decision, it went up to the Hawai'i Supreme Court, and the Hawai'i Supreme Court affirmed the decision of the Board of Land and Natural Resources to issue the CDUP for the TMT project.

And let me just raise or address the issue directly with respect to was the TMT CDUP

comprehensive? Yes, it was. Okay. Did it look at the TMT project itself? Yes. Did it also look at the additional telescopes, all the other 13 telescopes? Yes, it did. Because the Hawai'i Supreme Court, when it affirmed the ruling of the Board of Land and Natural Resources, talked about it, talked about the fact that the CDUP process itself cannot justify endless development of telescopes on Mauna Kea. And so they recognized that the board address that issue. And how did the board address that issue?

that particular issue was requiring the decommissioning of five observatories. That's a condition to the building of TMT. So in the end, ultimately, there are less observatories on Mauna Kea than there are currently.

And so to say that the Board of Land and Natural Resources and the Hawai'i Supreme Court did not address the issue of a comprehensive nature is incorrect. Yes, they looked at the TMT project itself, but they also looked at the larger picture.

And why is this important? Because -- (Timer ringing.)

Let me just -- I'm already going into

trying to address many of the questions raised by the commissioners. Commissioner Okuda raised the issue of res judicata. Res judicata is a legal doctrine, and it's important to consider here. Because what does that mean? Res judicata says that you are barred not only from raising issues that were in fact argued, but you are barred from raising issues and claims that you could have argued. And so whether or not the Hawai'i Supreme Court addressed the issue is not the question. It's could it have been addressed; could it have been issued. And that is where it is. And with respect to this issue of not disturbing the decisions of the Board of Land and Natural Resources, two cases have been cited. Actually, two cases have been cited by the petitioners. One is the Citizens case which Mr. Okuda has referenced. The other is the case, and I apologize, called Kuleana Ku'ikahi, LLC, v. State.

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CHAIRPERSON SCHEUER: Sorry. Are you summarizing?

MR. SHINYAMA: Sure. And what that decision says, what the ICA said in that decision was HRS 91-8, which is what we are here for today, was not intended to allow review of concrete agency decisions for which other means of review are

1 available. It went further. It cannot seriously be 2 maintained that HRS 91-8 was intended to review already-made agency decisions. The review of another 3 body's decisions is simply not a proper use of HRS 4 5 section 91-8. And that, quite frankly, is what the petitioners are asking the LUC to do here. 6 7 I will field any questions that 8 commissioners or chair may have. 9 CHAIRPERSON SCHEUER: Thank vou. MS. ISAKI: No, I don't have any 10 11 questions for the testifier. Sorry. No, I don't 12 have any questions for the testifier. CHAIRPERSON SCHEUER: 13 Commissioners? Commissioner Okuda. 14 15 COMMISSIONER OKUDA: Good to see you 16 again, Mr. Shinyama. 17 MR. SHINYAMA: Thank you. I appreciate 18 the kind words after a very vigorous battle we had. 19 COMMISSIONER OKUDA: No. In all 20 seriousness, you know, I still have the same kind 21 words because I think our system of advocacy works 22 if, in good faith, everybody makes the -- the 23 objections no matter what. And I know your 24 character, and I know you take your obligations as an attorney seriously. If I was in the same shoes, I 25

might have made the same objections.

But let me ask you this because regarding the doctrine of res judicata because, again, so we don't talk in Latin and I never had a Latin course, it's basically where if a decision has been made by a court or some adjudicatory body, then parties to that decision, and we have to watch the definition of "parties," but parties to that decision are basically stuck with the decision or they're stuck with things that they could have raised but they didn't raise or litigate in that decision; correct?

MR. SHINYAMA: That is correct,

Commissioner Okuda. One thing I would add is that

it's not just parties. It's individuals who are

privy to those parties. And I would argue that

Ms. Higashi Kanahele, as a witness to a party, would

be privy to a party.

COMMISSIONER OKUDA: Yes. And that concept in the law is known as virtual representation, and correct me if I'm wrong, that rule comes out of this case, I think, called Estate of Dowsett, D-O-W-S-E-T-T. I don't have the reported citation, but as I recall, that's the case because I've kind of cited it on both sides of the fence. Is that your recollection?

MR. SHINYAMA: I believe that is the seminal case.

down to a question about -- about closeness of the parties and all these other factors. Let me just get to the bottom line here. What evidence do you have that the Kanaheles, in fact, were parties to the underlying or prior TMT hearing that took place in this room in front of Retired Judge Riki Amano, R-I-K-I, A-M-A-N-O, who was the hearings officer?

MR. SHINYAMA: Commissioner Okuda, the only fact that I can point to is the fact that Mrs. Kanahele testified as a witness for a party. But, you know, I did reference the Citizens case as well as the Kuleana case where I believe borrowed concepts probably of res judicata, but does not have the same stringent requirements of res judicata. And that's basically saying when you have a sister agency that has made a decision, the LUC or any other agency cannot make a decision and reconsider or review that critique.

COMMISSIONER OKUDA: Yeah, and I agree, and that's, I think, a different issue. I'm just trying to stick to this res judicata issue because I think that's an important issue. Do you agree with

1 me that there is no Hawai'i appellate case, including 2 unreported appellate cases, that hold that merely being a witness in a case creates this virtual 3 representation or res judicata effect? 4 5 MR. SHINYAMA: I'm not familiar with a Hawai'i case on holding either way. 6 7 COMMISSIONER OKUDA: Okay. Okay. I just 8 wanted to make sure that if there is a controlling 9 authority, of course, we have to follow that 10 controlling authority. In the Mauna Kea --11 Let me ask you this: 12 let's call it the Mauna Kea II case, which is the 13 appeal and affirmation by the Hawai'i Supreme Court 14 of Judge Amano's findings of fact -- actually, it's 15 the affirmance of the Board of Land and Natural Resources' decision which incorporated Judge Amano as 16 17 hearings officer's findings of fact, conclusions of 18 law to a major extent. In that case, the board or 19 the Hawai'i Supreme Court found that there would be 20 no disqualification of Judge Amano; is that correct? 21 That is correct. MR. SHINYAMA: 22 COMMISSIONER OKUDA: Is it your position 23 that I'm biased against you in this case? 24 MR. SHINYAMA: Commissioner, no. My

objection has nothing to do with me believing that

25

any particular commissioner or chair is biased. What I am saying is that disclosure is required, and in this day and age with respect to appearance of impropriety, the first step is full disclosure. And I don't believe that the oral disclosure made, though appreciated, is sufficient given the TMT case and other cases that have come up.

and we're talking about Mauna Kea No. 2, does that case specifically require that disclosures be in writing, or is the standard that's set forth in that case that the disclosure, however made, must be complete and accurate?

MR. SHINYAMA: It wasn't an issue because the disclosures made by Judge Amano were in writing, and it was about four or five written disclosures.

COMMISSIONER OKUDA: Right. But the Supreme Court did not render any ruling that said an oral disclosure is not sufficient; correct?

MR. SHINYAMA: That is correct.

COMMISSIONER OKUDA: And in this case, whatever disclosures that have been made on the record, it basically is part of the record and it's going to be part of a written transcript; correct?

MR. SHINYAMA: I understand that, but I

also believe that there is some clarity that is required that has not been provided with respect to some disclosures.

COMMISSIONER OKUDA: Okay. Let me just shift the question slightly because I guess at this hour in the afternoon, it seems like we might be beating a dead horse that's no longer in the room.

Yeah?

 $$\operatorname{MR.}$  SHINYAMA: I think we all wish we were not in the room.

COMMISSIONER OKUDA: You've heard -you've been here since the morning and heard all the
testimony?

MR. SHINYAMA: For the most part.

COMMISSIONER OKUDA: Yes. And this might not be a legal question I'm asking you, but more a question based on the fact that, you know, I've litigated a very contentious case with you, and sometimes they say you really get to know somebody when you're either their law partner or you litigate against them.

You've heard -- or would you agree that it seems like there's a need for more outreach, engagement, talking story so that, frankly, whatever decisions take place in the future, we might not have

1 100 percent agreement because that's very difficult 2 to get in any kind of thing, but we could have possibly more consensus, more community so, you know, 3 those of us are less at each other's throat? 4 5 MR. SHINYAMA: I will not say or foreclose -- obviously, discussion is beneficial. 6 7 But I think it also needs to take into context that 8 TMT TIO has been engaging in discussions for a very 9 long time. COMMISSIONER OKUDA: Yeah. 10 And the only 11 reason why I raise that is I think sometimes there's 12 issues of credibility, and this is not a question. 13 This is more a statement. You know, I hope moving 14 forward, your clients can look to you as someone who 15 can talk to people in the community because I know 16 you are a strident advocate to your clients. Yeah, 17 strident advocate. You are. But you also love the 18 community. 19 Okay. Thank you. 20 CHAIRPERSON SCHEUER: Thank you, 21 Commissioner Okuda. 22 Commissioners? 23 Thank you very much. We're done. 24 MR. SHINYAMA: Thank you. 25 CHAIRPERSON SCHEUER: Next up is the

Office of Planning.

Do you have any objections you want to start off with, Mr. Yee?

MR. YEE: We will have one procedural issue, and that is -- I might have misheard, but I believe that the Land Use Commission indicated that it assumed that the facts of the petition were true. To be clear, if you need to rely upon the truth of the factual allegations for your decision, then I believe you would need to hold a contested case hearing to allow people to intervene and potentially disagree with those allegations. You may make a decision today if you do not need to rely upon the truth of the particular facts alleged. So I just wanted to make that clarification from a statement that I, at least, thought I heard.

CHAIRPERSON SCHEUER: I believe what I said was that the facts were not the issue of the dispute today, but it was, rather, the application of the law as to the disputed facts, such as was a permit issued.

MR. YEE: Okay. So, hopefully, we're consistent with that.

CHAIRPERSON SCHEUER: So I guess this is the one time I get to do this. I'm going to swear

1	you in.
2	Do you swear or affirm the testimony
3	you're about to give is the truth?
4	MR. YEE: Yes, I do.
5	CHAIRPERSON SCHEUER: Please proceed.
6	
7	BRYAN YEE, ESQ.,
8	was duly sworn to tell the truth
9	and testified as follows:
10	MR. YEE: Thank you. Deputy Attorney
11	General Bryan Yee on behalf of the Office of
12	Planning.
13	In case I run out of my three minutes, I
14	want to tell you that I wanted to focus on four
15	issues:
16	One, that this is a Chapter 183C issue,
17	not a Chapter 205 issue;
18	Two, the petition necessarily requires
19	you to rule upon the correctness of the BLNR decision
20	which is a matter not within your jurisdiction;
21	Three, the petition may impact the
22	liability of the state in a reasonably anticipated
23	future litigation;
24	And four, you cannot issue a decision
25	consistent with the petitioner's view without

providing a contested case hearing.

First, this is a Chapter 183C issue, not a Chapter 205 issue. It would be an LUC issue to decide whether to grant a district boundary amendment to put land either into or take land out of the conservation district. But once it is in conservation, it is a BLNR decision as to the appropriate uses, just like it's up to the county to decide what uses are allowed in the urban district, and is up to -- in this case, it is up to BLNR for the conservation district.

We point to HRS section 205A-5 which says that conservation lands are governed by BLNR pursuant to Chapter 183C. We also point to HRS 205-15, which states that except as specifically provided, the authority for the administration of Chapter 183C is not affected by Chapter 205. So there is nothing -- and in reviewing Chapter 205, we found nothing in there which specifically provided otherwise.

So although the LUC can decide whether to put lands into or out of the conservation district based in part on section 205-2, it is BLNR and not the LUC which has the authority to determine the uses of the conservation district.

(808) 239-6148 or (808) 228-3399

You have heard a number of testifiers

support the petitioner and ask you to overrule the BLNR decision. As the chair noted, the LUC does not have the authority to do so. But this demonstrates the common sense and, I think, clear fact that any attempt to refashion or reword this request of the petitioner to be a review of Chapter 205, it is nevertheless necessarily a need to rule upon the correctness of the BLNR decision.

Chapter -- HRS section 205-2 does allow for uses consistent with a multi-use conservation district. Chapter 205 says nothing about what it means to be a multi-use conservation district, and the LUC has no rules about this. In contrast, Chapter 183C and its rules set forth an entire regulatory process and scheme with criteria for this determination and specifically requires a determination by BLNR that the use is consistent with the purpose of the conservation district.

So granting petitioner's request -- CHAIRPERSON SCHEUER: Three minutes.

MR. YEE: -- would require the LUC to determine whether BLNR was correct in its determination that the use was consistent with the purpose of the conservation district, and for that the LUC has no jurisdiction.

1	Realizing that there are other issues to
2	be told, I think I will rest upon my statement so
3	far.
4	CHAIRPERSON SCHEUER: Thank you, Mr. Yee.
5	MS. ISAKI: We have no questions. Thank
6	you.
7	CHAIRPERSON SCHEUER: Commissioners?
8	Commissioner Wong.
9	COMMISSIONER WONG: Thank you, Mr. Yee.
10	Thank you, Chair.
11	First off, Mr. Yee, where's your coat?
12	Sorry. It's just
13	MR. YEE: I brought that all the way from
14	Honolulu, and it's sitting over there.
15	COMMISSIONER WONG: And you're not
16	wearing it.
17	MR. YEE: Yeah, it's my bad. I
18	apologize. But I didn't I would be the only
19	person in this entire room other than, you know,
20	counsel
21	COMMISSIONER WONG: And you would look
22	sharp.
23	CHAIRPERSON SCHEUER: For the benefit of
24	folks who do not regularly come to LUC meetings,
25	Bryan's always dressed in a coat and tie.

1 MR. YEE: I apologize. 2 CHAIRPERSON SCHEUER: Okay. Do you have 3 questions? 4 COMMISSIONER WONG: Yes. So the question 5 I have is what -- in your mind, what is the petitioner asking the LUC? 6 7 MR. YEE: The petitioner is asking LUC to 8 determine that the astronomy facilities on Mauna Kea 9 are a violation of Chapter 205-2 which necessarily 10 requires a review of the BLNR decision. COMMISSIONER WONG: 11 Okay. 12 MR. YEE: I mean, it's more complicated 13 than that, but I think you wanted a --14 COMMISSIONER WONG: Yeah. Okay. And I 15 was asking Mr. Souki, and he stated that BLNR is the 16 landowner and UH is the lessee or like the renter; is 17 that correct? 18 MR. YEE: I think that's essentially 19 Just for my friends, the Land and correct. 20 Transportation Division, who constantly tell me this, 21 DLNR or BLNR is not the owner of the land. The state 22 is the owner of the land, but control of the lands is 23 held by DLNR unless otherwise provided by executive 24 order or other statute. 25 COMMISSIONER WONG: So could the BLNR

tell UH or even themselves to say we're going to go for a district boundary amendment?

MR. YEE: Yeah. That's a good question.

It's difficult to tell hypothetically. The rules -
I'm going to put aside the rules because I think you

know what the rules are. So let's just focus on

maybe what the authority is of DLNR absent those

rules.

DLNR's authority to ask for -- to put land into the conservation district exists. They can. They may be constrained by other matters such as if they had a lease which would -- if they violated the lease, for example, by doing so, that would be a problem. But the DLNR does have the authority to go to the Land Use Commission and ask that land be put into the conservation district?

COMMISSIONER WONG: Okay. Let's do a hypothetical. So let's just say we go through a process, hypothetical now -- I'm not saying one way or the other -- and we say, "Okay, let's change the district boundary and make it into urban," which I think the petitioner wants us to do, does that mean BLNR has no say in that district because the zoning, in fact, is not conservation anymore?

MR. YEE: There are two different issues

The conservation district rules would no involved. longer apply, correct. When the land isn't urban, the uses are determined generally by the county, and the county is the sole determinant of the uses there. Because this is state lands, it's less clear about the interplay between county requirements on state property. There is an argument to be made that because the state is a sovereign, county rules don't apply and the state never has to comply with those county requirements. Having said that, the state, in a number of instances, is required to do so for various practical reasons, such as getting necessary permits from the county who would not issue them unless there is compliance. I'm sorry. There's a more complicated answer to what you had said -- to what you had asked, but that's the best I can give you at the moment. COMMISSIONER WONG: So let's -- I'm going hypothetical again and a step further. So let's just say -- sorry. I'm going to Honolulu because I know Honolulu a little better. Ko'olau, the watershed area, that's all conservation; am I correct? MR. YEE: I believe that's correct.

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Okay. So let's just

COMMISSIONER WONG:

say somehow we say let's urbanize it and let's

have -- and whatever happens happens. I mean, let's build a high-rise, you know, at the top of Ko'olau, I mean, because it's now urban. That's possible too?

MR. YEE: A terrible decision, but, yes,

it's hypothetically possible. It would be -- in my particular example, without county approval, it would be a high-rise condominium which would not have a certificate of occupancy from the county, and, therefore, would be almost impossible to get insurance or renters or purchasers, but, yes, they could build it.

this then: So if we go down this road

hypothetically, we can -- the Land Use can say from now on, we don't want any conservation land and we want all urban and then let the counties decide?

MR. YEE: Well, there would have to be a petition.

COMMISSIONER WONG: Right.

MR. YEE: The landowners would have to agree. Understand that over half of the state, I believe, is in conservation and that there is actually a relatively small percentage urban. So it would be a major social dislocation. But if you did that, then those lands would never be protected by

the various rules and statutes applicable to conservation land. They would be subject only to those requirements set forth by the county.

COMMISSIONER WONG: Okay. Thank you.

COMMISSIONER WONG: Okay. Thank you. No other questions.

CHAIRPERSON SCHEUER: Commissioner Ohigashi followed by Commissioner Cabral.

COMMISSIONER OHIGASHI: So I enjoyed reading your -- your position statement. I'm assuming that you wrote or you participated in writing it?

MR. YEE: Yes.

COMMISSIONER OHIGASHI: Because it sort of, like, cleared up a lot of things in my mind. And I'm going to give you an opportunity because you cite the case Kuleana Ku'ikahi Docket No. DR04-30 on page -- I think it's 7.

MR. YEE: Go ahead and ask.

COMMISSIONER OHIGASHI: So I'm just going to give you an opportunity to discuss how that case specifically applies to the present situation. I was going to set it up and ask you has there been a time the Land Use Commission has ever deferred action or deferred it to review or to issue a declaratory ruling under similar circumstances or circumstances

you may feel are similar; can you explain how this case exhibits or supports that or goes against that? So rather than do that, I'm just going to ask about it.

MR. YEE: I appreciate it. Thank you.

Just so we're all on the same page, Kuleana Ku'ikahi was a declaratory petition which asked the LUC seven different questions. Of those seven questions, the LUC said, "We have no jurisdiction to consider five of them." They did agree to decide whether or not certain farm dwellings or certain dwellings on agricultural property were consistent with Chapter 205.

And then the second question, which I believe was a public trust issue, was dependent upon whether or not -- how they decided the first question. They did that because agricultural districts are matters within both the juris- -- the jurisdiction of both the state, Chapter 205, as well as the county. And because there was a joint jurisdiction to make these decisions, the Land Use Commission agreed to look at that question.

The other issues raised, however, dealt with the subdivision decisions by the county and the other decisions by the county to use water and how it

1 affects streams, et cetera. Those decisions, even 2 though it involved a public trust resource, the commission said, "It is beyond our jurisdiction. 3 Wе do not review the county decisions. We don't look at 4 5 subdivision. This land isn't urban." I mean, sorry, 6 that land isn't urban. The subdivision property is 7 not a -- is not an LUC decision. And so even though 8 it involves a public trust question, the public trust 9 doesn't give us more jurisdiction. It just says if 10 we have jurisdiction and we look at the question, 11 then we apply the public trust doctrine. And so 12 based on that, the LUC refused to hear five of the 13 issues and that decision was affirmed. 14 COMMISSIONER OHIGASHI: I don't think it 15 was a reported decision. 16 MR. YEE: It was not. 17 COMMISSIONER OHIGASHI: Could you explain 18 to us who hardly deal with the appellate workings, 19 why is that important? 20 MR. YEE: For purposes of citing --21 COMMISSIONER OHIGASHI: Why not --22 MR. YEE: I think what you're asking is 23 for purposes of citing a matter as precedent to a 24 court, the decision needs to either be published, or 25 if it is unpublished, there needs to be an

explanation for why that particular decision is somehow relevant to that particular case, and it's a much narrower allowance. We cited that to you so that you were aware and could be consistent with past decisions by the LUC, and so that the LUC can issue consistent decisions, you know, throughout its — throughout its life.

COMMISSIONER OHIGASHI: Are there any other cases that you want to alert us to?

MR. YEE: I think Commissioner Okuda has already cited the case involving how Chapter 91-8, declaratory petitions, cannot be used to overrule a prior decision in the reckless zoning matter. I believe there was another case, I'm not sure if you were referring to, involving Haleakala in which the Supreme Court found that astronomy facilities could be appropriate uses within the conservation district.

So to the extent that you said there are no such thing as astronomy facilities in conservation districts, that they cannot exist, I believe that case stands for the proposition to the contrary. I think those would be two other cases that I have to admit we did not cite in our brief --

COMMISSIONER OHIGASHI: Thank you.

MR. YEE: -- in our letter.

CHAIRPERSON SCHEUER: Commissioner Cabral.

COMMISSIONER CABRAL: I just would like some clarification. You stated that in the event land, instead of being conservation, that if it were to be urban, it would not have any guidelines or any oversight by state agencies, such as the Land Use Commission, DLNR, or state planning or anyone else; that it would strictly come under county ordinances, county councils, county boards of planning and that, and have nothing to do with it if it was urban as opposed to conservation? Is that what you stated?

MR. YEE: You know, if I said that, it's an overstatement. I think what I meant to say is that the protections provided by Chapter 183C and the rules and BLNR would no longer apply to those uses.

So, generally, urban uses tend to be --

It's easier to get more uses in urban property than it is to get on conservation property. If you go to BLNR and you ask for a conservation district use permit, it's not an easy process. I mean, TMT had to get through 44 days of a contested case hearing. Not even the LUC has 44 days of a contested contested case hearing for a single project. But I think it's an overstatement to say that there are no

state protections. There are, obviously, Department of Health requirements. And if there's a district boundary amendment, obviously, there may be conditions imposed. Although, I will note that the conditions must be related to the impacts caused by that particular project and that the conditions must have a -- both a nexus to the impact as well as to be -- I think it's, like, reasonably or rationally related in scope. So there are restrictions on what kinds of conditions the LUC may impose.

not be incorrect in coming to the conclusion that in terms of protecting the land and preserving the land in some kind of current or natural state is in a better position to be in conservation as opposed to urban --

MR. YEE: Yes.

COMMISSIONER CABRAL: -- zoning?

MR. YEE: Yes.

more question. I think -- and I never even had to ask this question until all of the statements that have come up today. When land is owned by the State of Hawai'i and it is governed by Department of Land and Natural Resources, who owns the land?

MR. YEE: The state owns the land is the answer. And the control of that land as to which state agency exercises the control will differ. The default has been DLNR. But, obviously, there's a lot of land that's, through executive orders, given to other state agencies. But the ownership is not DLNR. The ownership is the state.

COMMISSIONER CABRAL: Okay. Then let me take that one point further. As you may know, I deal with housing, and I deal with housing under federal fair housing, and all decisions have to not violate any type of discrimination based on race, creed, color, national origin, familial status, sexual orientation, age, et cetera. Would the state's ownership and guardianship of land come under those same types of regulations, or are they able to — this is what I would call violate because that's what it would be called if I violated that, but are they to override those types of categories or considerations?

MR. YEE: I think what I would say is there are different sets of requirements than the Fair Housing Act. So -- if we're talking about the same requirement. So if the state has, what you said broadly, land, so if the state has lands, the Fair

1 Housing Act may not apply, but the state is 2 prohibited from discrimination unlike private companies which require laws like the Fair Housing 3 The state is governed by the various 4 5 prohibitions on invidious discrimination for the 6 various categories that you've described. 7 So the state -- I mean, it's hard to talk 8 completely in the abstract because there's a universe 9 of possibilities. But let's suppose there is a 10 government facility, an office, and we're renting the 11 office out to other people. The state cannot 12 discriminate on the basis of race, creed, color, 13 national origin, religion or age. Not necessarily 14 because of the statute. Although, I'm not so 15 familiar with the federal requirements, but because 16 that's just a constitutional prohibition. 17 COMMISSIONER CABRAL: Thank you. Thank 18 you. 19 MR. YEE: Okay. 20 CHAIRPERSON SCHEUER: Thank you, 21 Commissioner Cabral. 22 Commissioner Okuda. 23 COMMISSIONER OKUDA: Thank you, 24 Mr. Chair. 25 Mr. Yee, looking at Kuleana Ku'ikahi,

K-U-I-K-A-H-I, the unreported decision, what is the legal effect of an unreported decision?

And for explanation to those in the audience, a reported decision is one which we say is published, meaning it ends up in the law books to be researched and cited as precedent. An unreported decision is one that is not put in the law books.

Law books, meaning the Hawai'i reports or the unofficial version of the legal opinions which is the Pacific Reporter.

What's the legal effect of an unreported decision or maybe, more specifically, you know, to what extent do government agencies have to follow an unreported decision?

MR. YEE: When you say "legal effect," I think what you're asking is the precedential effect --

COMMISSIONER OKUDA: Yes.

 $$\operatorname{MR.\ YEE:}$\ --\ which is that unpublished decisions are not -- cannot be cited for precedent.$ 

There is a further impact from unreported decisions, though, on the agency that issues the decision. That has been our argument. I guess if you're asking could I issue a decision that is inconsistent with a prior decision? The answer would

be yes, but the prior decision you issued would then be used, you know, as, one, a legitimate argument for saying be consistent just as a matter of argument.

And, two, if you're inconsistent, it is very possible the courts may ask why are you being inconsistent.

But is it binding? No.

COMMISSIONER OKUDA: Okay. So in other words, even though there's this unreported decision that exists, it's not binding on the Land Use Commission?

MR. YEE: Outside of that case, right. I mean, obviously, you have to follow in Kuleana Ku'ikahi's case, but you're not legally obligated to follow it. But understand, I didn't actually cite the case necessarily for just what the Intermediate Court of Appeals said. I said it to demonstrate to you what the Land Use Commission said. So that's -- I mean, that was sort of a bigger point to me.

COMMISSIONER OKUDA: Yeah. Well, the reason why I'm asking this question is not to be theoretical or esoteric. I believe we have a duty to strictly follow the law, and we have a duty to strictly follow the law even if sometimes we don't like the law for many reasons which we don't have to get into here.

Let me ask you this, because I know you analyzed these cases, you know, very carefully. The Citizens Against Reckless Development case was cited and quoted at length in the Ku'ikahi case; is that correct?

MR. YEE: That's my recollection. I didn't look. I'll be honest, I didn't look quite so closely how many -- exactly what was cited and said, but, yes, I recall it was in there.

and maybe later on the petitioner can correct me.

But it appears that even though the unreported case was unreported, it seems to basically merit a statement of the Hawai'i Supreme Court in its reported case. And a reported case is binding precedent and, frankly, an instruction by the Hawai'i Supreme Court that we better follow that case or else; correct?

MR. YEE: Correct. Thank you,

Commissioner Okuda. Yes. So even though the Kuleana

Ku'ikahi case may not be precedent, it's still useful

to look at for the cases that are cited therein and

see how those cases -- those binding cases apply to

this decision here, yes.

COMMISSIONER OKUDA: Okay. And, of

course, I'm sure we're all trying to follow the

Citizens Against Reckless Development case; although,

we'd withhold our judgment on what that case means

until we hear from the petitioners.

Can I ask you this about jurisdiction?

In the unreported case, the Ku'ikahi case, the appellate court basically affirmed or okayed the fact that the Land Use Commission decided, for reasons that are set forth in the case, not to exercise any jurisdiction over the matter; is that correct?

MR. YEE: Yes. Although, you state it as a permissive jurisdictional, I think it was a yes-or-no question for the LUC, did it or did it not have jurisdiction, not did it have permissive jurisdiction. So --

COMMISSIONER OKUDA: Yes. Okay. And, again, not to get too esoteric or theoretical here, but just so that we're clear about our authority, is there any authority from the Hawai'i Supreme Court or Hawai'i Intermediate Court of Appeals that holds that the Land Use Commission does not have concurrent jurisdiction with the Board of Land and Natural Resources over what may or may not be a permissible use within a conservation district? I understand the argument regarding what the statute says, but my

1 question is do we have any quidance from the Hawai'i 2 appellate courts? And by the way, either reported or unreported decisions about whether or not there is no 3 concurrent jurisdiction because I couldn't find any. 4 5 MR. YEE: I'm not aware of any. I will say, though, in the last 15-plus years in which I've 6 7 been looking at the LUC cases, I am not aware of a single matter in which the LUC's ever done anything 8 9 which would bring a case like that up on appeal. So, 10 no, I'm not aware of a particular case about that, 11 but I'm also not aware of any situation over the last 12 15 years in which I've personally been involved with 13 the LUC where that issue would ever have come up. 14 The LUC has never, as far as I can remember, ever 15 come close to exercising concurrent jurisdiction with 16 BLNR. COMMISSIONER OKUDA: Yeah. 17 My question 18 is just simply whether such cases exist or not exist 19 so we could look to those cases for guidance. 20 MR. YEE: Not aware of any. 21 COMMISSIONER OKUDA: Okay. Thank you, 22 Chair. 23 CHAIRPERSON SCHEUER: Thank you, 24 Commissioner Okuda. 25 Are there further questions from the

commissioners?

If not --

3 MR. YEE: So close.

CHAIRPERSON SCHEUER: -- the second sentence of your written testimony says "The petition asks the Land Use Commission or Commission to determine whether the grant by the Board of Land and Natural Resources of a conservation district use permit pursuant to the Hawai'i Revised Statutes, Chapter 183C, allowing the construction of a 30-meter telescope is an appropriate action within the state conservation district."

Can you point to me where in the petition that's actually what was asked?

MR. YEE: So that is not intended to be a quote. It is intended to be a characterization, and as I characterized the petition, that is what the petition is asking you to do.

CHAIRPERSON SCHEUER: So where is that characterization drawn from? Because I did not see anywhere in the petition a request for us to review as an appellate body the issue of the TMT CDUP.

MR. YEE: So as we discussed in both the letter and my testimony today, in order for you to determine that the telescope -- the TMT astronomy

facilities are not consistent with a multi-use 1 2 conservation district, you must necessarily determine 3 that the BLNR decision was incorrect because BLNR made that decision in its -- in its, you know, 4 5 217-page decision and order. 6 CHAIRPERSON SCHEUER: But the BLNR 7 decision applied just to the TMT; correct? 8 MR. YEE: And as I read the petition, it 9 applies to TMT as well. CHAIRPERSON SCHEUER: No. You're --10 11 MR. YEE: Maybe I'm -- let me listen 12 again then. 13 CHAIRPERSON SCHEUER: The TMT was issued a CDUP? 14 15 MR. YEE: Correct. CHAIRPERSON SCHEUER: There wasn't a CDUP 16 17 sought -- CDUA filed for the entirety of the 18 collective astronomical facilities and supporting 19 infrastructure on the summit; correct? 20 MR. YEE: No. The only thing involving 21 the entire area would be the management plan. 22 CHAIRPERSON SCHEUER: So it's -- I don't 23 understand how you can say that what the petition in 24 front of us is asking for is a reversal of the TMT 25 decision by the Board of Land and Natural Resources

which was for a single telescope. In fact, I believe what the petition distinguishes is it says 14 times, when you add this together, the entirety of the scope looks urban, looks industrial, not should they have issued this one individual a permit.

MR. YEE: Certainly, you should feel free to ask the petitioner, but as I read --

CHAIRPERSON SCHEUER: It's your characterization I'm asking for, though.

MR. YEE: Right. So I'm just -- in my reading of it --

CHAIRPERSON SCHEUER: And I will feel free to ask the petitioner.

MR. YEE: -- they ask both things. So they did -- yes, you're right. They did talk about the successive grant of the CDUA -- CDUPs, and I believe there's been a discussion about how that was considered as well as in ours about how that was considered by BLNR, that the additional impact of TMT upon the mountain, given all the other prior decision -- prior telescopes that were approved, was a consideration of BLNR. But I also think that the petition as I read it does say -- you don't even have to get to the 13. I think the petition says, even if you look just at TMT, that is industrial use as how

they characterize it which is inconsistent with the conservation district. I'm willing to be corrected on that, but that's how I read the petition. That they do have a successive -- an argument about successive applications, but they also have an argument, I believe, about the single approval.

CHAIRPERSON SCHEUER: I believe they say, and we can get into it with them, that one might be allowed. It is the cumulative --

MR. YEE: My reading was -- they should correct me, but my reading of it was even if one is allowed, then successive ones are not. But I don't believe they've ever conceded that one is allowed.

CHAIRPERSON SCHEUER: My point or my questioning is of your characterization because it is the introduction of your entire analysis that what we're being asked to review -- in your mind, the petitioner asked us to review the validity of the BLNR's decision of the issuance of the CDUP to the TMT.

MR. YEE: That's correct.

CHAIRPERSON SCHEUER: But I don't think that's what we're being asked. If that was indeed what we were being asked, I think, actually, the answer would be fairly straightforward. Oh, there's

something called the Hawai'i Supreme Court and like it or not, they've ruled on that, but that's not what we're being asked. What we're being asked is the accumulation of the systematic, one, two, three, four, five, in the aggregate, really started to look like it is in violation of Chapter 205.

MR. YEE: One, I respectfully disagree because I think that is an accurate characterization of what they said. So, yes, I think there is a straightforward answer. But, two, the BLNR did look at the successive applications and what the impact of TMT would be given all the other telescopes that were present. So if you were to rule --

CHAIRPERSON SCHEUER: And you, in fact, concluded that because there was so much damage by previous management actions, the cumulative effect of TMT was not that significant; correct?

MR. YEE: Yes. And you may or may not agree with that, but my point is simply that was looked at by BLNR. And so for you to look at it again would be a review of BLNR's decision.

And I think we cite to you -- we go through, I think, some of the requirements in the rules and statutes for what BLNR has to look at. And as I said before, you might disagree with how they

applied their rules. You might think if you were in BLNR, you wouldn't have agreed with it. But, obviously, we can all agree that's not the issue before you.

I really wanted to ask, because I found your testimony very interesting, when you say the state land use districts are neither definitive nor mutually exclusive zones, in the agricultural district, there's a range of permissible uses, including farm dwellings, recreational facilities, wind and solar facilities. Then it talks about special use permits, and then it talks about that actually various urban-type uses can be allowed in the conservation district. When you combine that with your argument that the LUC has absolutely no jurisdiction to review anything that has a valid CDUP, I start to, like, scratch my head as to what the four districts are about and, hence, our rules.

I believe there was a comment made at one of the hearings in which someone said, you know, "I think of the four districts in ranges of intensity starting from conservation to agriculture to rural to urban, and it's an increasing level of intensity."

MR. YEE: So the point we're making is --

And I understand that viewpoint, but if you look at the statute, that is an incomplete view of those four districts. That the level of intensity is not different levels of intensity that is being -- that you're putting each of these lands into each of these districts. There's simply four different districts governed by different requirements. The conservation district has its requirements. The urban has its. Agriculture has its requirements, and you don't simply say, "Oh, well, if this is allowed in urban, it's not allowed in agriculture." Not true. "Or if it's allowed in agriculture or urban, it's not allowed in conservation." Not true. There's simply four different districts governed by different requirements, and you look at each of the requirements for each of those districts to determine the use for any particular property.

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It is true that in aggregate, if you look at all the conservation lands, they will tend to be less intensively used than urban. That's obviously true. But it would be incorrect to look at any particular parcel and say because this parcel is compared to another parcel, that it necessarily means that one is more intensive than the other. That is incorrect.

CHAIRPERSON SCHEUER: So can you point to somewhere in the legislative history of the development of the Land Use Commission statute that supports that interpretation?

MR. YEE: It's not a matter of the history. It's a matter of the requirements and statutory -- the statutory requirements that were set up. So if you look at 205-4.5, you look at what do you do for A-rated -- A- or B-rated agriculture land. It has an entire list of things you can do. Clearly, some of those uses are urban. They have allowed urban uses in the agricultural district.

And if you look at the conservation district, the conservation district allows, we have, as we quoted to you, schools and medical facilities and other uses in conservation today that would also be appropriate in urban. It is a misunderstanding, we think, to say that no urban use can exist in either agricultural, rural or certainly agricultural or conservation because, as set out in the statute, it allows for it.

CHAIRPERSON SCHEUER: So what's the purpose of the DBA?

MR. YEE: The DBA changes the method and the criteria by which you allow the uses. So the

criteria for allowing a more intensified use in conservation is much harder than it is in urban. So in aggregate, as I said, you will certainly find much more intensive uses in urban than conservation because it is so much more difficult and the requirements are so much harder, the standard is so much higher to get an urban-type use in a conservation district. That doesn't mean in one particular parcel, though, you can absolutely say no -- there is not a use which would be allowed in urban -- I'm sorry. You cannot say that no uses allowed in urban are allowed in conservation.

CHAIRPERSON SCHEUER: Can you repeat

that?

MR. YEE: So you cannot say there's no use allowed in urban that would not also be allowed in conservation. It is possible. It is a harder job to do it, but you can have those uses. You can have agricultural uses --

CHAIRPERSON SCHEUER: So if I understood what you said before in response to a question, I believe, that was from Commissioner Wong, you believe that somebody could build a high-rise on the summit of the Ko'olaus on Oahu in the conservation district and not have it be in violation of Chapter 205?

1 MR. YEE: Chapter 205 is irrelevant to 2 that question. Chapter 205 is --CHAIRPERSON SCHEUER: So the BLNR has 3 exclusive and sole jurisdiction for implementation of 4 5 205 as it pertains to the conservation district? MR. YEE: Right. And I don't think a 6 7 high-rise would meet -- well, in answer --8 CHAIRPERSON SCHEUER: But as long as --9 MR. YEE: -- to your question, I don't --10 CHAIRPERSON SCHEUER: -- there a CDUP? 11 MR. YEE: Right. And so you assume they 12 met the requirements for -- as set out in 183C and 13 its rules. If you think that they violated it, then you appeal to the Supreme Court. But -- and so I 14 15 don't think a high-rise could get a CDUP. I think it would be denied. 16 17 CHAIRPERSON SCHEUER: So by the very 18 nature of the CDUP process, looking at individual 19 projects versus a DBA that looks at a broader, sort 20 of comprehensive-step transformation of land use, you 21 think all these issues can be addressed? 22 MR. YEE: First of all, land use -- DBAs 23 are case-by-case reviews. You look at a particular 24 piece of property. You only look at the larger

picture for transformation when you look at the

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1 community district plan or the community development 2 plan or whatever that particular county calls it. But you don't -- and those can be fairly broad in its 3 The Land Use Commission does not 4 descriptions. 5 engage in that large, regional review in granting a particular DBA. 6 7 Having said that, the BLNR -- the BLNR 8 did look at the master plan, and that informed their 9 decision as to whether or not this particular project 10 should move forward like the LUC would look at a 11 community development plan in deciding whether any 12 other particular project should move forward. 13 CHAIRPERSON SCHEUER: But the CDUPs are 14 step by step? 15 MR. YEE: Well, you mean case by case? 16 CHAIRPERSON SCHEUER: Case by case. 17 MR. YEE: It is necessarily a 18 case-by-case analysis like your district boundary 19 amendments are necessarily a case-by-case analysis. 20 CHAIRPERSON SCHEUER: But district 21 boundary amendments, typically at least, are for much 22 larger areas. 23 Well, because it's much harder MR. YEE: 24 to get a conservation district use permit. So they

tend to be smaller. You will not see -- you know,

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      like, you will not see a Ho'opili in the
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      conservation. It will never get approved. So no one
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      ever asks. So their permits tend to be much smaller.
                                       Okay. So just --
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                  CHAIRPERSON SCHEUER:
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      I'll let you go in a second, but just to really
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      understand, you're just really the -- the
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      agricultural-rural district, for instance, doesn't
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      mean it's for actually agriculture, you're saying.
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      It just means it has a separate set of permitting
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      requirements?
                                  If you look through 205,
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                  MR. YEE: Yes.
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      the list of allowable uses in the agricultural
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      district is very broad. It allows --
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                  CHAIRPERSON SCHEUER: Like a special use
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      permit?
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                  MR. YEE:
                            No, no. These are allowable
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             The expansion of uses in the agricultural
      uses.
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      district by the legislature has been very clear for
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      years. So I don't think that's -- I don't think
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      that's news.
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                  CHAIRPERSON SCHEUER: Is there anything
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      further?
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                  Thank you.
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                  MR. YEE: Thank you.
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                  CHAIRPERSON SCHEUER: Commissioners, it
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1 is 4:47 p.m. I'm inclined to ask if there's any 2 people who desire to give public testimony who are 3 not planning to be here tomorrow and provide for them, and if that is done, my inclination is, but I'm 4 open to suggestion, is to then adjourn for the day 5 6 and then reconvene tomorrow morning. What's your 7 pleasure? 8 Okay. Are there any individuals 9 particularly who were not planning to be here 10 tomorrow who are wishing to give public testimony who 11 have not already? 12 Okay. So please come up. You're subject 13 to the same procedures and time limits that we've 14 imposed on all the other public witnesses. 15 COMMISSIONER CABRAL: I'd like to make 16 sure that they sign in in the same manner because I 17 think there's been clarification of us not trying to 18 interpret doctor's handwriting for every person 19 testifying. Thank you. 20 CHAIRPERSON SCHEUER: After filling that 21 out, I will swear you in. 22 (Brief pause.) 23 Aloha. Do you swear or affirm the 24 testimony you're about to give is the truth? 25 MR. SINKIN: I do.

CHAIRPERSON SCHEUER: Okay. Please state your name for the record and proceed.

LANNY SINKIN, ESQ.,

was duly sworn to tell the truth,

testified as follows:

MR. SINKIN: I'm Lanny Sinkin. I'm an attorney in federal practice here in Hawai'i, and I participated in the contested case, which is the contested case for the permit for the 30-meter telescope. I was representing the Temple of Lono in that proceeding. And I really hadn't intended to talk today. I was more here to listen, but some of the things I heard said about the contested case didn't sound right to me.

First of all, in terms of issues heard in the contested case, the hearing officer made a determination on what issues would be heard and what issues would not be heard. There were probably 50 issues submitted by the various parties. The hearing officer selected a small group of those issues, all from one party, and threw out all of the other issues raised by other parties.

The issue of this commission and its authority or its practices or its impact to TMT never

arose at all in the proceeding and was not part of the issues that were allowed to be litigated in the proceeding. So all of this testimony about we had 44 days of hearings, excruciatingly in this room, no question about it, is really irrelevant to your considerations.

I also want to deal with that issue of who owns the land, and let's be real clear that the state does not own the land. The state is the trustee of lands that were placed in trust when they were transferred — stolen from the kingdom and transferred to the State of Hawai'i as the trustee for those lands. And, therefore, the state has a fiduciary duty to protect those lands in addition to any other duties that might be found in the Constitution or elsewhere.

Let's see if there's anything else that's really important.

On what I just talked about goes very much to the res judicata issue that's been discussed.

COMMISSIONER CABRAL: I'm sorry. What was that?

MR. SINKIN: The res judicata issue that was discussed. This was not litigated in any way, shape or form, the transformation of this district on

the mountain into an industrial zone. And I think what you're hearing is there was consideration of the cumulative impact of development on the mountain, and there was a finding which had been made in an earlier case that was mentioned, the Keck case, case of NASA, that there's been significant adverse and substantial impacts on the mountain by astronomers to date to the extent that the Supreme Court said this new TMT will only do little more damage to something that's already been severely damaged, so it would not be a big deal to allow it, I think, was a terrible decision by the Supreme Court and is going to have long-term consequences for conservation districts.

But, basically, we're now in a position where someone that can get past you by simply ignoring you, which is what this university has done for years --

(Timer ringing.)

-- someone that can get past you and into the conservation district and start doing development along the lines that happened on the mountain can basically urbanize or industrialize the entire mountaintop, and no one has any authority to stop them as long as BLNR goes along with it. And that can't be right. You can't have so little authority

1 in designating something as a conservation district 2 and then have no authority to protect it once you've 3 designated it. So I just offer those as additional 4 5 thoughts. Thank you. 6 CHAIRPERSON SCHEUER: Mahalo. 7 Are there questions for the witness? 8 MS. ISAKI: No questions. Thank you. 9 CHAIRPERSON SCHEUER: Commissioners? 10 Commissioner Okuda. Thank you very much 11 COMMISSIONER OKUDA: 12 for your testimony. Do you read what we've been 13 calling the Mauna Kea 2 case? And just so we're 14 clear, the citation of that case is in the matter of 15 "Contested Case Hearing Re: Conservation District Use Application, "paren, "CDUA, "close paren, "HA-3568," 16 17 and the citation is 143 Hawai'i 379, also found at 18 431 Pacific 3rd at page 752. Did you read that 19 decision by the Hawai'i Supreme Court? 20 MR. SINKIN: I was part of the appellate 21

process that led to that decision. So I've read it.

It's been a while since I read it, but I'd be happy
to try and answer your question.

COMMISSIONER OKUDA: No, no. I just want

to make sure first that you read it.

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Okay. I understand your testimony about no res judicata effect. Let me ask you this: Do you have any legal authority that indicates that the Land Use Commission has subject-matter jurisdiction to give the relief that the petitioners are asking for?

MR. SINKIN: I have not addressed that question, and I like it.

COMMISSIONER OKUDA: Because let me tell you, and, again, please don't take this question as meaning I've prejudged anything here, but, you know, just for whoever might be left in the audience at this late hour or coming late hour, subject-matter jurisdiction basically means that if an adjudicative body, whether it's a court or agency, has subject-matter jurisdiction, then that group or body can make a decision regarding the issue, but if it has no subject-matter jurisdiction, it doesn't matter what everybody agrees that the body can make a decision. It just can't make a decision. Is that a fair statement?

MR. SINKIN: That's a fair statement, sure.

COMMISSIONER OKUDA: Okay. See, this is my concern about subject-matter jurisdiction, and let me just ask this one additional preliminary question.

To determine subject-matter jurisdiction of a body, one place you look at is the statute; correct?

MR. SINKIN: Correct.

COMMISSIONER OKUDA: Because the legislature is the one who decides, okay, these bodies or even these courts will have subject-matter jurisdiction over certain things, and these bodies or courts will not have subject-matter jurisdiction over certain issues; correct?

MR. SINKIN: Yes.

COMMISSIONER OKUDA: Okay. So when we look at HRS section 205-5, paren, small (a), close paren, it says, "Except as herein provided, the powers granted to counties under section 46-4 shall govern the zoning within the districts other than in conservation districts," period. "Conservation districts shall be governed by the Department of Land and Natural Resources pursuant to Chapter 183C," close quote at this point in time. Is that a fair reading of HRS section 205-5, paren (a)?

MR. SINKIN: That's what it says.

COMMISSIONER OKUDA: So doesn't that statute suggest that Department of Land and Natural Resources has exclusive subject-matter jurisdiction over conservation districts as far as governance of

what takes place within those districts?

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MR. SINKIN: I think you're having to deal with a question that never has really been well addressed, which is cumulative effects. That, yes, DLNR has exclusive jurisdiction within the conservation district to make a permit decision and grant a permit. But do they have exclusive jurisdiction if they are allowing activities that are beyond what should be allowed in the kind of district they've been designated? So I think you have the state having given the authority to designate those districts to you, not to DLNR. And once you've designated those districts, there must be some enforcement authority on your part for what you designated, or your acts are meaningless.

COMMISSIONER OKUDA: Yeah. And that actually has been, you know, issues at the legislature because there was a case called DW Aina Le'a versus Bridge Aina Le'a, and I can't give you the citation right off the top of my head, where the Land Use Commission attempted to take certain actions with the developer that did not live up to their promises. And believe me, this commission, you know, has and intends to enforce conditions placed on developers. I'm not saying we don't care what prior

commissions have avoided, but we actually enforce these conditions, and the Supreme Court basically batted us down saying if it's not authorized in the statute, the Land Use Commission doesn't have those enforcement powers.

So my question is really when you look at a statute, isn't it true that the -- one of the first rules of statutory construction is we look at what the plain language of the statute says.

MR. SINKIN: Yes, that's correct. And we're also looking at what was the intent of the legislature.

point to any legal authority that states that the legislature intended concurrent jurisdiction with the Land Use Commission to govern what takes place within conservation districts as the word "govern" is used in the context of HRS section 205-5, paren, small (a), close paren?

MR. SINKIN: I think what you're dealing with is an abdication of that responsibility; that you have a situation where a state agency has bypassed your authority, has not come to you and requested any kind of change in boundary or a designation of this district, bypassed your

authority, proceeded to full-scale industrialization, and now left you with a mess and that you have to clean up in whatever way you can. I'm not very familiar with your agency. I haven't dealt with it before. But the idea that you would be given the power by the legislature to designate a district as a conservation district for purposes of protecting that district from damage, harm, and a district that also falls under the public trust that you have, the trustee relationship that you have, when you have all of that given to you and you turn around and designate an area as a protected area, and then some agency comes in and bypasses you and starts industrializing the area, this is a process that's gone off the rails from the very beginning.

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COMMISSIONER OKUDA: Yeah. And I'm not disagreeing with the fact that the process may have gone off the rails. Okay? But what I'm trying to focus in on is, you know, the initial question about subject-matter jurisdiction. You know, we can agree or we might all believe that there is a reasonable basis to conclude that something has gone off the rails and something should be done, but, you know, us as lawyers, I don't think it's being too picky to ask the initial question does the tribunal that we're

ending up in front of, whether it's a court or administrative agency, does that agency have subject-matter jurisdiction? Because if the agency doesn't have subject-matter jurisdiction, even if everybody agrees, "Hey, let's go to Land Use Commission because we think they're not as dumb as everybody else," you know, the general rule, right, is that parties cannot even confer subject-matter jurisdiction by agreement or stipulation on a body that doesn't have subject-matter jurisdiction.

And so -- so would you agree that you can't point to any statute or a case that holds or says that the Land Use Commission has subject-matter jurisdiction to govern what takes place within conservation districts as that word "govern" is used within the context or same meaning as HRS section 205-5, paren, small (a), close paren?

MR. SINKIN: I guess the problem I'm having is that the -- if they had come to you originally and said, "We want to change this district from a conservation district to an urban district because we want to build 14 telescopes and another 10 additional buildings there," you would have had the opportunity to look at what they were proposing, and if you were going to grant it, you had the

1 opportunity to put conditions on it that would meet 2 your obligations to protect that area as being in a conservation district and being under your authority. 3 You were denied that opportunity. You never had the 4 5 chance to set those conditions. So now we're in a 6 situation that they have created that's not your 7 responsibility, but you're being left to try and 8 correct it. 9 I would say you do have subject-matter 10 jurisdiction because you were given the original 11 authority to create that district in the first place. 12 So that was your subject-matter jurisdiction was the 13 creation of these districts to meet the goals of the 14 legislature that were set out in the statute. COMMISSIONER OKUDA: But you can't point 15 16 to any specific statute or specific case which so 17 states the role; correct? 18 MR. SINKIN: I don't think the situation's 19 ever come up. No, I can't. 20 COMMISSIONER OKUDA: Okay. Thank you. 21 Mr. Chair, no further questions. 22 CHAIRPERSON SCHEUER: Thank you, 23 Commissioner Okuda. 24 Commissioner Cabral. 25 COMMISSIONER CABRAL: I'm sorry. I know

it's getting late in the day, but you brought up again the question I asked previously of Attorney Yee. The question is who owns the land.

MR. SINKIN: Yes.

COMMISSIONER CABRAL: And so you referenced the fact that, in fact, the State of Hawai'i really doesn't own it. They are just the trustees --

MR. SINKIN: Yes.

COMMISSIONER CABRAL: -- for the people of Hawai'i. Do you then -- is there any thought, since you are an attorney, where any group within the people have a majority or minority group within the people as such an entity of a state have a superior or overriding right to control a land that's owned by everyone in large or -- I'm trying to find out are you able to -- is the state or is an entity able to restrict the use or control of a piece of land to one group based on their race, creed, color, national origin, et cetera? I know in housing, age, you have special services, but we'll stay out of that detail. Okay?

MR. SINKIN: Okay.

COMMISSIONER CABRAL: Okay. And just looking through some --

MR. SINKIN: Here's what's underneath all 1 2 of this. You go to the Admissions Act, and the 3 Admissions Act talked about how the lands that were taken from the kingdom would be put into a trust, and 4 5 the trust would benefit Native Hawaiians and the general public. It specified Native Hawaiians. 6 So 7 then you move forward in time. The land is in trust. 8 So any decision being made about those lands must 9 take into account the trust relationship of fiduciary 10 duty that the state has to Native Hawaiians and the 11 general public not to have the land misused or abused 12 or left with an unfinished telescope. That's where 13 some of this comes from. 14 So in that sense, there is a special 15 relationship with Native Hawaiians that are 16 specifically protected in the Admissions Act 17 transmission of that land. I don't know if I 18 directly addressed your question. 19 COMMISSIONER CABRAL: Thank you very much 20 for that reference point. Thank you. 21 CHAIRPERSON SCHEUER: Commissioners, 22 anything further? 23 Thank you very much. 24 MR. SINKIN: My pleasure. Thank you. 25 CHAIRPERSON SCHEUER: Is there any

1 further members of the public wishing to give 2 testimony on this matter? 3 Okay. So the petitioner, I would note 4 this is not a contested case hearing. You don't get 5 to call witnesses. So I don't know if either of your clients are planning to present testimony. 6 7 MS. ISAKI: Chair, can I clarify? 8 you asking for any witnesses who want to go to our 9 meet or anybody who won't be here tomorrow? CHAIRPERSON SCHEUER: We'll start with 10 11 anybody who won't be here tomorrow. Is there anybody 12 who won't be here tomorrow? 13 Okay. Let me just -- to be totally 14 honest, I'm starting to reach the limits of my 15 ability to very thoughtfully and actively listen. So 16 you're available in --17 MS. ISAKI: Yes, we're available, and 18 there's other people. 19 CHAIRPERSON SCHEUER: Was there anybody 20 else who was planning to be here tomorrow who also 21 wants to testify? 22 COMMISSIONER CABRAL: Can we get 23 clarification too? People should have signed up 24 today; correct? Are we opening things up again 25 tomorrow or we don't know that?

Well, I think it's 1 CHAIRPERSON SCHEUER: 2 not a question of opening things up. It's whether we're closing tonight. So -- okay. 3 So take a 4 couple-minute recess. Okay? 5 (A recess was taken from 5:07 p.m. until 5:15 p.m.) 6 7 CHAIRPERSON SCHEUER: Okay. I'm advised 8 we can start, and this is the part of the record that 9 Gary can review and will not be present. Hopefully, 10 he'll come in while we're discussing it. 11 My inclination is to ask for any further 12 people who wish to testify in this matter. 13 COMMISSIONER CABRAL: Gary's here. 14 CHAIRPERSON SCHEUER: Great. 15 My inclination is to have any further 16 people who want to testify to sign up today. But 17 because of -- I mean, just speaking for myself, my 18 energy, my ability to thoughtfully, thoroughly listen 19 and engage with any further witnesses is limited at 20 this hour of the day. So we will allow those people 21 to testify tomorrow. But if you have not signed up 22 by today, we're going to otherwise close the public 23 testimony of this proceeding. That's my proposal.

COMMISSIONER WONG: I agree.

I'd like some thoughts from the commission.

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1 COMMISSIONER GIOVANNI: I agree. 2 CHAIRPERSON SCHEUER: Okay. So if 3 there's anybody else who wishes to testify on this matter before public testimony is closed --4 5 This is Ariana here. Wave your hand. -- get to her, sign up. If you're not 6 7 signed up, then everybody from that will start off 8 tomorrow morning, but testimony will only go on until 9 the commissioners are in agreement, and then we will 10 confer on matters. Any further questions? COMMISSIONER GIOVANNI: Yeah, I have a 11 12 question. 13 CHAIRPERSON SCHEUER: Commissioner Giovanni. 14 15 COMMISSIONER GIOVANNI: It's only because 16 I'm confused. I see four people here, and we 17 referred to them as the petitioners. Are they all 18 part -- are they four petitioners or are the three --19 how are they configured is my question? CHAIRPERSON SCHEUER: Ms. -- Dr. Isaki. 20 21 MS. ISAKI: Thank you for the question. 22 Actually, I'm the attorney, Bianca, and then we have 23 two petitioners, Ku'ulei Higashi Kanahele and Ahiena 24 Kanahele. And Lance is actually representing or here 25 for West Maui Preservation Association, which is not

1	a petitioner. He's just a member of the public.
2	COMMISSIONER GIOVANNI: So we'll hear
3	from each of the four of you?
4	CHAIRPERSON SCHEUER: I think it's
5	confusing because you're sitting at the table. That
6	is part of the confusion.
7	MR. COLLINS: Sorry. I had asked if I
8	could sit here because it's hard for me to see
9	sometimes with the bright lights farther back. So
10	the tables were farther back.
11	CHAIRPERSON SCHEUER: I think if you sit
12	in the booth in this room, there's a two-drink
13	minimum.
14	Yes. Is there anything further?
15	Does that respond to your question,
16	Commissioner Giovanni?
17	COMMISSIONER GIOVANNI: I think so, yes.
18	CHAIRPERSON SCHEUER: So there's two
19	petitioners and their counsel.
20	COMMISSIONER GIOVANNI: One public and
21	three representatives for the petitioner?
22	CHAIRPERSON SCHEUER: Yes.
23	COMMISSIONER GIOVANNI: We'll hear from
24	all four of them?
25	CHAIRPERSON SCHEUER: So we will hear

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      from the petitioners themselves as well as
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      Mr. Collins as public witnesses as everybody else has
      been, and then counsel for the petitioner actually
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      has a separate ability to present argument on this
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      matter.
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                  COMMISSIONER GIOVANNI: And she's not
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      limited to three minutes?
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                  CHAIRPERSON SCHEUER: That's correct.
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                  COMMISSIONER GIOVANNI:
                                          Thank you.
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                  CHAIRPERSON SCHEUER: Commissioner Aczon.
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                  COMMISSIONER ACZON: So those people that
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      come in tomorrow and they didn't sign up today --
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                  CHAIRPERSON SCHEUER:
                                        They will not have
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      the ability to offer public testimony at this time.
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                  COMMISSIONER ACZON: So those people that
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      signed --
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                  CHAIRPERSON SCHEUER: Public testimony
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      will be closed.
                  COMMISSIONER ACZON: Thank you.
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                  CHAIRPERSON SCHEUER: Is that clear?
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      not, then we are in recess till 9:30 a.m. tomorrow
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      morning. 9:00 a.m. Excuse me. 9:00 a.m.
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                  (The hearing adjourned at 5:19 p.m.)
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1	CERTIFICATE
2	STATE OF HAWAII )
3	) ss. CITY AND COUNTY OF HONOLULU )
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5	I, LAURA SAVO, a Certified Shorthand Reporter in and for the State of Hawai'i, do hereby
6	certify:
7	That the foregoing proceedings were taken down by me in machine shorthand at the time and place herein stated, and was thereafter reduced to typewriting under my supervision;
9	That the foregoing is a full, true
10	and correct transcript of said proceedings;
	I further certify that I am not of counsel
11 12	or attorney for any of the parties to this case, nor in any way interested in the outcome hereof, and that I am not related to any of the parties hereto.
13	Dated this 4th day of November 2019 in Honolulu, Hawai'i.
14	
15	s/s Laura Savo LAURA SAVO, RPR, CSR NO. 347
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