

STATE OF HAWAII
HAWAII COMMUNITY DEVELOPMENT AUTHORITY
Kakaako Community Development District
Honolulu, HI 96813

June 7, 2017

Chairperson and Members
Hawaii Community Development Authority
State of Hawaii
Honolulu, Hawaii

HCDA Board Members:

SUBJECT: Shall the Authority Authorize the Executive Director to Transfer \$150,000 from the Hawaii Community Development Revolving Fund (Leasing and Management Subaccount) to the He`eia Community Development Revolving Fund for the Preparation of Plan and Rules for the He`eia Community Development District (“CDD”)?

SUMMARY:

The Authority is being asked to authorize the Executive Director to transfer \$150,000 from the Hawaii Community Development Revolving Fund (Leasing and Management Subaccount) to the He`eia Community Development Revolving Fund to retain a consultant to develop plan and rules for the He`eia CDD.

AUTHORITIES:

- Hawaii Revised Statutes (“HRS”) Section 206E-5, *Designation of community development districts, community development plans*. The Authority shall develop a community development plan for the designated district. The plan shall include but not be limited to community development guidance policies, district-wide improvement program and community development rules.
- HRS Section 206E-16, *Hawaii community development revolving fund*. There is created the Hawaii Community Development Revolving Fund into which all receipts and revenues of the authority shall be deposited. Proceeds from the fund shall be used for the purposes of this chapter.
- HRS Section 206E-204, *He`eia Community Development revolving fund*. There is established in the state treasury the He`eia Community Development Revolving Fund, into which shall be deposited:

- All revenues, income, and receipts of the authority for the district, notwithstanding any other law to the contrary, including HRS Chapter 206E-16;
- Moneys directed, allocated, or disbursed to the district from government agencies or private individuals or organizations, including grants, gifts, awards, donations, and assessments of landowners for costs to administer and operate the district; and
- Moneys appropriated to the fund by the legislature.

BACKGROUND:

On July 8, 2011, Act 210 was signed into law by the Hawaii State Legislature which established the He`eia CDD. The overall vision for the He`eia CDD is to restore the He`eia wetlands into a community-based, working agricultural and cultural district.

Pursuant to HRS Section 206E-5, subsequent to the designation of a community development district, the Authority shall develop a community development plan for the designated district. The plan will include, but not be limited to, community development guidance policies, and district-wide improvement program and community development rules.

On July 8, 2015 at its regular business meeting of the Hawaii Community Development Authority (“HCDA”), a sub-committee report to establish the 2015 priorities for the He`eia CDD identified: *“Develop a master plan for He`eia that includes community input, approved by HCDA staff and Authority that would result in conducting an Environmental Impact Statement or Environmental Assessment.”*

ANALYSIS:

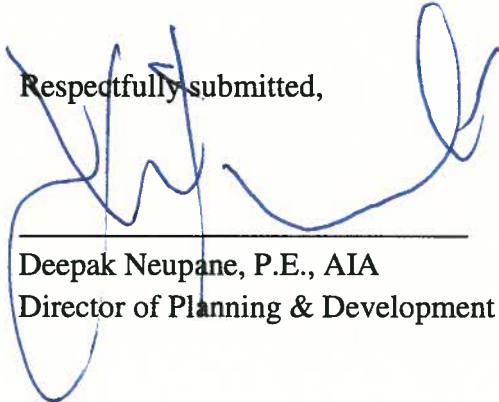
A community development plan for He`eia CDD is required by HRS Section 206E-5 and can serve as the master plan for the district. HRS Section 206E-16 has established the Hawaii Community Development Revolving Fund into which all receipts and revenues of the Authority are deposited. HRS Section 206E-204 establishes the He`eia Community Development Revolving Fund.

Currently there are no available funds in the He`eia Community Development Revolving Fund. HRS Section 206E-16, provides that the proceeds from the Hawaii Community Development Revolving Fund can be utilized for the purpose of the chapter. Staff is recommending that funds from the Hawaii Community Development Revolving Fund be transferred into the He`eia Community Development Revolving Fund for the purpose of developing community development plan and rules for the He`eia CDD.

RECOMMENDATION:

Staff recommends approval to authorize the Executive Director to transfer \$150,000 from the Hawaii Community Development Revolving Fund (Leasing and Management Subaccount) to the He`eia Community Development Revolving Fund for the preparation of community development plan and rules for the He`eia CDD.

Respectfully submitted,



Deepak Neupane, P.E., AIA
Director of Planning & Development

APPROVED FOR SUBMITTAL:



Jesse K. Souki, Executive Director
Hawaii Community Development Authority