

BOARD OF TRUSTEES
 Colette Y. Machado, *Chairperson*
 Peter Apo, *Vice Chairperson*
 Rowena Akana, Trustee At-Large
 S. Haunani Apoliona, Trustee At-Large
 Donald B. Cataluna, Kaua'i/Ni'ihau Trustee
 C. Hulu Lindsey, Maui Trustee
 Robert K. Lindsey, Jr., Hawai'i Trustee
 Oswald K. Stender, Trustee At-Large
 John Waihe'e IV, Trustee At-Large



STATE OF HAWAII
OFFICE OF HAWAIIAN AFFAIRS
 711 KAPI'OLANI BOULEVARD, SUITE 500
 HONOLULU, HAWAII 96813

DEPUTY GOVERNOR
 OFFICE

'12 SEP 21 10:15

MEETING OF THE BOARD OF TRUSTEES

DATE: Thursday, September 27, 2012
TIME: 10:00 a.m.
PLACE: OHA Board Room, Suite 500
 711 Kapiolani Blvd.
 Honolulu, HI 96813

AGENDA

- I. Call to Order
- II. Approval of Minutes
 - A. September 20, 2012
- III. Community Concerns*
- IV. Unfinished Business
 - A. Ka Pouhana/CEO's Update on Ho'oulu Lahui Aloha & OHA activities.
 1. Community Engagement Line of Business
- V. New Business
 - A. Committee on Asset and Resource Management
 1. ARM 12-08 Native Hawaiian Trust Fund Investment Policy Revisions, 2nd Reading
 - B. Committee on Beneficiary Advocacy and Empowerment
 1. BAE 12-02 Renewal of the Native Hawaiian Revolving Loan Fund (NHRLF)
Board of Directors
- VI. Executive Session**
 - A. Consideration of the Board's Ad Hoc Committee's recommendation for Ka Pouhana's six month review. Per HRS § 92-5 (a)(2).
 - B. Approval of Executive Session Minutes September 20, 2012.
- VII. Beneficiary Comments*
- VIII. Announcements
- IX. Adjournment

*Notice: Persons wishing to provide testimony are requested to submit 10 copies of their testimony to the Chief Executive Officer at 711 Kapi'olani Blvd., Suite 500, Honolulu, HI, 96813 or fax to 594-1865, 48 hours prior to the scheduled meeting. Persons wishing to testify orally may do so at the meeting, provided that oral testimony shall be limited to five minutes.** Notice: This portion of the meeting will be closed pursuant to HRS § 92-5. For further information, please call 594-1954.

Colette Y. Machado

Trustee Colette Y. Machado
 Chairperson, Board of Trustees

9/20/12

Date

STATE OF HAWAII
OFFICE OF HAWAIIAN AFFAIRS
KAPI'OLANI BLVD., 5TH FLOOR
HONOLULU, HI 96813

Minutes of the Office of Hawaiian Affairs Board of Trustees
Thursday, September 27, 2012 10:00 a.m.

ATTENDANCE:

TRUSTEE ROWENA AKANA
TRUSTEE PETER APO (ARRIVED 10:03 AM)
TRUSTEE HAUNANI APOLIONA
TRUSTEE C. HULU LINDSEY
TRUSTEE ROBERT K. LINDSEY JR
TRUSTEE COLETTE Y. MACHADO
TRUSTEE JOHN WAIHE'E IV (ARRIVED 10:08 AM)
TRUSTEE OSWALD STENDER

ROBERT G. KLEIN ESQ., BOT COUNSEL

ADMINISTRATION STAFF:

KAMANA'OPONO CRABBE, KA POUHANA
AEDWARD LOS BANOS
BREANN NU'UHIWA, ADV
HAWLEY ALAMODIN, CFO
ERNEST KIMOTO, CC
KEHAU ABAD, CED
DAVID OKAMOTO, INVST
KEOLA AKANA, CED
JIM PATTERSON, PROG
JOHN ROSA, OUTR
KAU'I ASING, OUTR
LOVEY SLATER, OUTR
PILIALOHA WONG, CED

EXCUSED:

TRUSTEE DONALD B. CATALUNA

BOT STAFF:

CAROL HO'OMANAWANUI, COS
LEAH BURROWS-NU'UANU, BOT SEC
DAYNA PA, TRUSTEE AIDE
ANI PANG, TRUSTEE AIDE
NATHAN TAKEUCHI, TRUSTEE AIDE
CAPSUN POE, TRUSTEE AIDE
LEIANN DURANT, TRUSTEE AIDE
REYNOLD FREITAS, TRUSTEE AIDE
CRAYN AKINA, TRUSTEE AIDE
KAMA HOPKINS, TRUSTEE AIDE
LEHUA ITOKAZU, TRUSTEE SEC
MAKANA CHAI, TRUSTEE SEC

ADMINISTRATION STAFF:

ISAIAH KA'AIHUE, OUTR
JERRY NORRIS, COMP
JIM MCMAHON, ADV
JEROME TANIYAMA, NHRLF
JOSEPH LEWIS, OUTR
KEITH YABUSAKI, TAP
MICHELLE KOHOLUA, OUTR

I. CALL TO ORDER

Chairperson Machado Calls the Board of Trustees meeting to order at 10:01 a.m. Roll call is taken; those present are Trustees Akana, Apoliona, Hulu Lindsey, Robert Lindsey, Machado and Stender constituting a quorum of six (6) trustees. Trustee Cataluna has submitted a letter of excuse for today's meeting. Trustees Apo and Waihe'e are expected to arrive shortly.

Chairperson Machado Asks for a 72 hour waiver for material received from yesterday's BAE Committee Meeting. The waiver is for the following agenda item:

V. New Business

B. Committee on Beneficiary Advocacy and Empowerment

1. BAE 12-02 Renewal of the Native Hawaiian Revolving Loan Fund
(NHRLF) Board of Directors

Trustee Stender Moves to approve a 72 hour waiver for item V.B.1.

Trustee Apoliona Seconds the motion.

Hearing no discussion, Chairperson Machado asks for a roll call vote.

Trustee Stender Moves to approve a 72 hour waiver for item V.B.1.

Trustee Apoliona Seconds the motion.

TRUSTEE	1	2	'AE (YES)	A'OLE (NO)	KANALUA ABSTAIN	EXCUSED
TRUSTEE ROWENA AKANA			X			
TRUSTEE PETER APO						Not Present
TRUSTEE HAUNANI APOLIONA		X	X			
TRUSTEE DONALD CATALUNA						X
TRUSTEE HULU LINDSEY			X			
TRUSTEE ROBERT LINDSEY			X			
TRUSTEE OSWALD STENDER	X		X			
TRUSTEE JOHN WAIHE'E						Not Present
TRUSTEE COLETTE MACHADO			X			
TOTAL VOTE COUNT			6			2/1
MOTION: <input checked="" type="checkbox"/> UNANIMOUS <input type="checkbox"/> PASSED <input type="checkbox"/> DEFERRED <input type="checkbox"/> FAILED						
Motion passes with six (6) YES votes, two (2) NOT PRESENT and one (1) EXCUSED.						

II. APPROVAL OF MINUTES

Chairperson Machado Asks for a motion to approve the minutes of September 20, 2012.

Trustee Hulu Lindsey Moves to approve the minutes of September 20, 2012.

Trustee Robert Lindsey Seconds the motion.

Hearing no discussion, Chairperson Machado asks for a roll call vote.

Trustee Hulu Lindsey Moves to approve the minutes of September 20, 2012.

Trustee Robert Lindsey Seconds the motion.

TRUSTEE	1	2	'AE (YES)	A'OLE (NO)	KANALUA ABSTAIN	EXCUSED
TRUSTEE ROWENA AKANA			X			
TRUSTEE PETER APO						Not Present
TRUSTEE HAUNANI APOLIONA			X			
TRUSTEE DONALD CATALUNA						X
TRUSTEE HULU LINDSEY	X		X			
TRUSTEE ROBERT LINDSEY		X	X			
TRUSTEE OSWALD STENDER			X			
TRUSTEE JOHN WAIHE'E						Not Present
TRUSTEE COLETTE MACHADO			X			
TOTAL VOTE COUNT			6			2/1
MOTION: <input checked="" type="checkbox"/> UNANIMOUS <input type="checkbox"/> PASSED <input type="checkbox"/> DEFERRED <input type="checkbox"/> FAILED						
Motion passes with six (6) YES votes, two (2) NOT PRESENT and one (1) EXCUSED.						

III. COMMUNITY CONCERNS

Chairperson Machado Notes that there are no beneficiaries signed up to speak under this section of the agenda.

IV. UNFINISHED BUSINESS

A. KA POUHANA/CEO'S UPDATE ON HO'OULU LAHUI ALOHA & OHA ACTIVITIES.

Chairperson Machado Calls on Ka Pouhana Crabbe to provide his update on OHA activities.

Ka Pouhana Crabbe States that before calling upon Dr. Kehau Abad for her uptake he wanted to provide trustees with an update on the transition plan for OHA's move to the gentry building. He states that administration is in the process of hiring a space planner to project a timeline for the move based on what areas are available.

With regard to Kaka'ako makai, administration put out an RFP for a commercial properties manager and received several possible candidates. The COO felt that none of the applicants met the minimum qualifications for what OHA needs for the project. Administration elicited the help from Kathy Inkinen for possible candidates to meet OHA's expectations for this enormous project.

With regard to OHA's programmatic functions, the lines of businesses have been completing work plans and are in the process of completing IPP's (individual performance plans). They are in transition moving from the old MFR (managing for results) process to this new were simplified form of results. The goal is to get everyone back on track in terms of fiscal year performance plans and evaluations.

Administration is moving forward with the hiring of a new Knowledge Officer and Performance based specialist who will be helping COO Los Banos develop a more standardized system by January 2013.

Yesterday trustees heard from the chief advocate on some of the general strategies in terms of ceded lands and governance. He feels they are on track in that area. Today trustees will hear from Dr. Kehau Abad with updates on the community engagement line of business and their activities.

Trustee Robert Lindsey Comments that he appreciates administration's simplifying of the evaluation process for staff. He believes OHA should be a joyful place to work and will help with productivity. He thanks Ka Pouhana for simplifying the process.

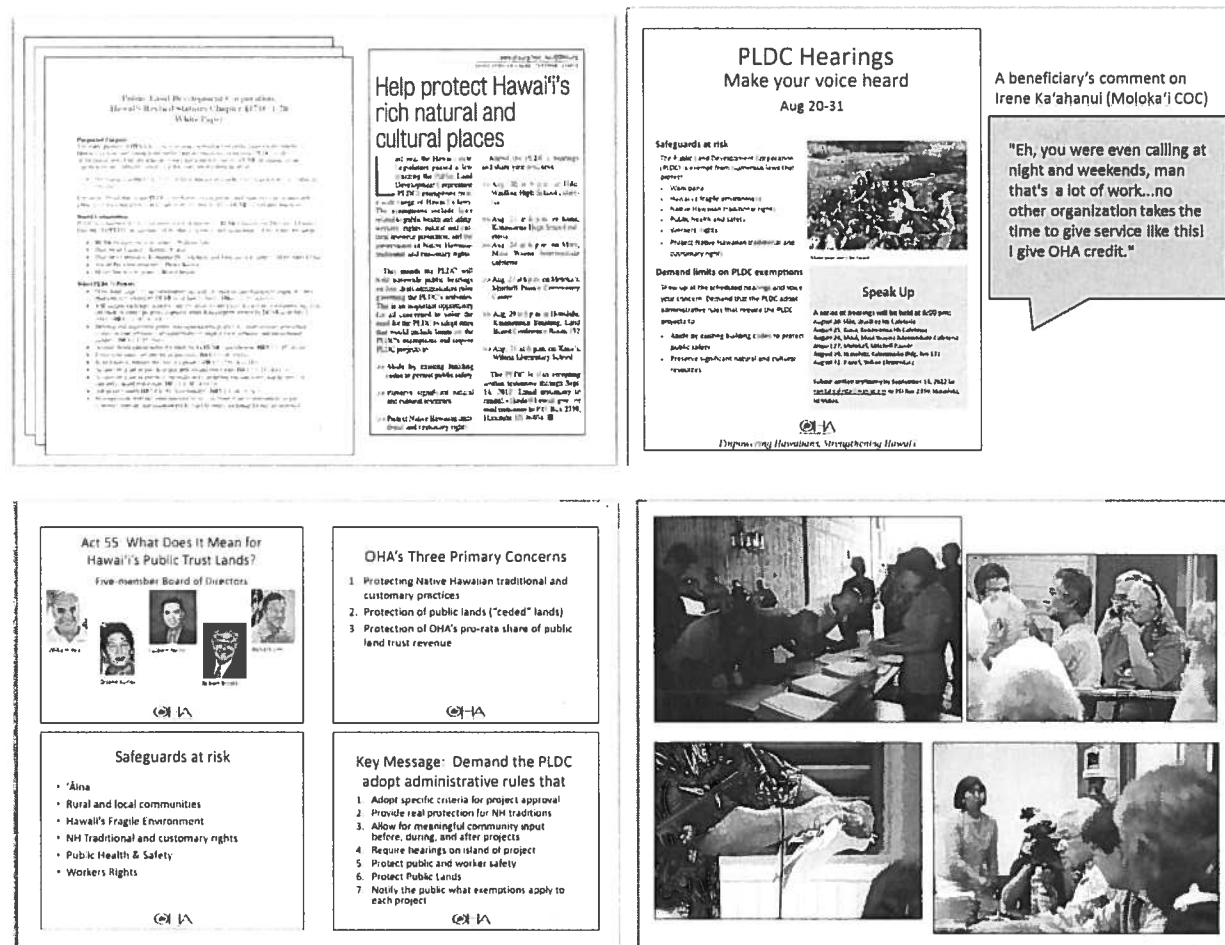
Trustee Apoliona Asks if the Akaka bill update was given to the BAE committee yesterday. She asks to see something in writing because she missed the meeting. She would like to see the pros and cons of the current draft in writing.

Ka Pouhana Crabbe Assures Trustee Apoliona that she will receive something in writing.

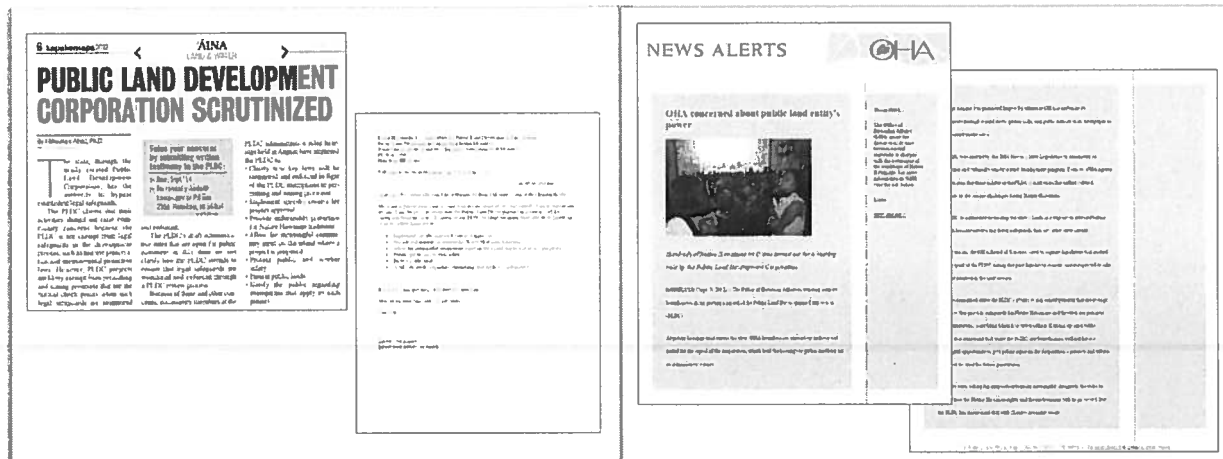
Chairperson Machado States that the Senate Committee on Indian Affairs is holding a briefing at next week's CNHA convention. Loretta Tuell and Jane Danner will be on hand to do the briefing on Tuesday, October 2, from 2-4pm. She encourages trustees to attend. She also announces that at the October 11th BOT Meeting there will be a call from Neil Proto and Dennis Dwyer to update trustees on their work.

Ka Pouhana Crabbe Calls to the table Dr. Kehau Abad who is a director of the Community Engagement line of business. She will be providing trustees with the upcoming activities in her division.

She shares two community engagement projects that are ongoing. The first is the Public Land Development Corporation project and the other is the I Mana Ka Leo campaign.



She shares a story about a friend on Maui who sent to her the PowerPoint that OHA staff circulated to help answer some questions about the PLDC. She comments that it was good to see the OHA's work getting to the community and coming full circle.

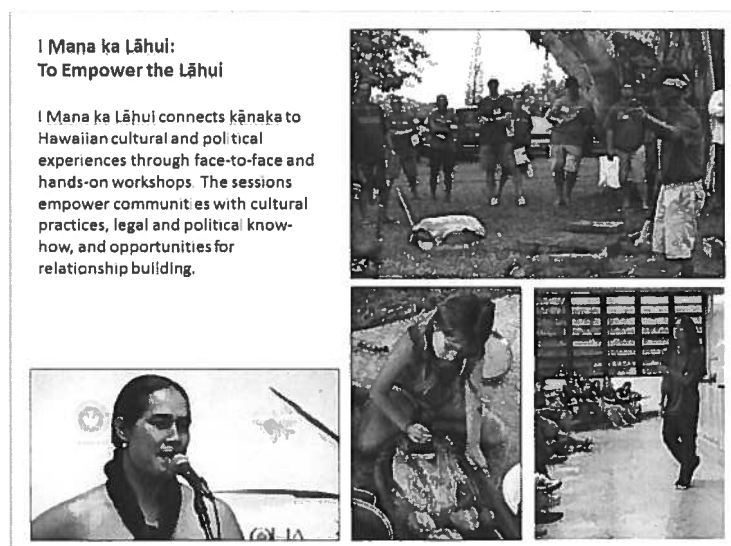
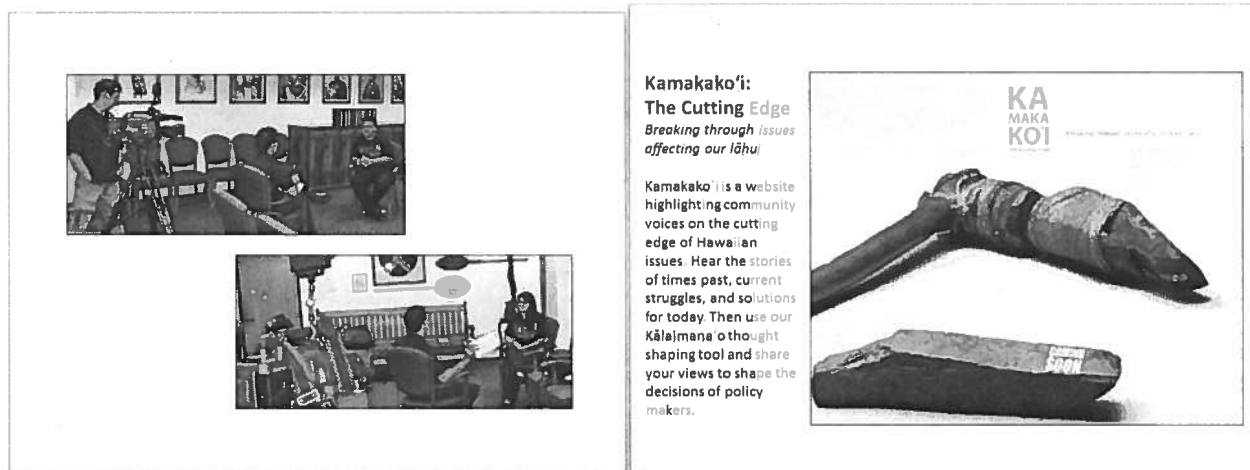


In July Joseph Lewis asked to do something about the cohort of young voters who are underrepresented in the voting registries. He spearheaded a committee that came up with different ideas to get the word out. They've been on the radio and at concerts. This year's FM 100 Birthday Bash brought 900 voter registrations which doesn't include the applications that were taken home.



The effort with Makana Studios has taken on a life of its own. The team members at Makana Studios are all in the underrepresented target group. OHA has become the point of news stories in the community. The I Mana Ka Leo campaign has caught nationwide recognition as CNN is interviewing many staff and

community members. They are looking forward to the nationwide coverage on OHA empowering Hawaiians to get involved in the political process.



Ryan Gonzales is the new digital manager who is trying to prepare for our Kamakako‘i website. It is a standalone website that is issues based. It’s a website of investigative reporting to get history behind issues and some of the answers they are suggesting. It’s breaking through issues affecting our Lāhui. It allows OHA to provide the community with the means to share their ideas directly to the entity that needs to hear them. It could be a legislative hearing, a letter writing campaign to a newspaper or anything that calls for action. The community can get involved on the spot.

Ka Pouhana Crabbe States the goal is to highlight OHA as an institute of knowledge. Kamakako‘i provides that media to educate our people. It will be used to highlight what the issues are so that the community can get involved. So community engagement turns into community mobilization. We need to get information accurately out to our community so that they can become informed. In a way it's elevating media relations in a more proactive approach.

CED Abad Introduces Ryan Gonzales as OHA’s new Digital Media Manager. Alice is social media and Harold Nedd is media releases and investigative reporting.

Kamakako‘i is a problem solving tool which is strategically driven by what’s happening on the Advocacy side of the house. It’s a tool to precisely direct action toward any community issue. She invites trustees and staff to try the digital media program and offer feedback to make it better.

Trustee Apo In referring to the current issue of call by OHA, states that he likes the fact that it puts faces of real people that OHA on to the pages. He states that he learns by what the line of businesses print because there isn't enough time at the board table to be updated about everything. It allows trustees to hear staff perspectives and to see the work that goes on behind the scenes.

CED Abad States Kamakako‘i and Ka Wai Ola will be working in tandem. An article you might see in, Kamakako‘i, you will probably also see in Ka Wai Ola. They will be acting in a dovetail fashion.

If OHA doesn't start to convey clearly that Kana’iolowalu does not have a single funnel exclusive endpoint of federal recognition, then it’s probably going to be dead in the water. Staff has crafted a number of purposeful messages to try to convey an accurate perspective that hasn’t been shared and was needed to move Kana’iolowalu in a positive direction.

Trustee Robert Lindsey States providing accurate timely information is helpful for our beneficiaries. He is thankful for the connections with the ‘ohana across the islands.

CED Abad States another soon to be launched project from the Community Engagement Division is the I Mana Ka Lahui workshops that will bring together cultural practices and issues in a personal way. Human interaction and relationship building is important to the lahui.

Trustee Apoliona States that making sure the information is accurate, broad and comprehensive is the best way to get information across.

Trustee Stender States he likes the format of Ka Wai Ola. He asks if OHA collaborates with external sources to prevent group think. When something goes out to the public he wonders if sometimes internal thinking prevents us from knowing how the public will perceive our messages.

CED Abad States that Garrett Kamemoto is OHA’s in-house expert on being well rounded. He sees things from a lot of different angles and very objective. She tends to be very passionate and from a Hawaiian perspective. Garet helps bring the objectivity to the discussion to see how others might see things. Harold Nedd is from a national arena and brings yet another perspective. He comes to things with a reporter’s eye.

Trustee Stender Reiterates his concern about group think and the need for outside consultation every now and then to make sure OHA's newspaper is objective and relevant.

Trustee Hulu Lindsey Asks if there is any data on what percentage of Hawaiians receive OHA's paper.

CED Abad States that they do not have data that delineates the percentage of Hawaiians versus non-Hawaiians that receive the print.

Trustee Apo States that it has become increasingly difficult to find live Hawaiian music, even in Waikiki. He suggests a Hawaiian style TGIF to showcase live Hawaiian music.

Chairperson Machado Asks if there are any further questions or comments.

Ka Pouhana Crabbe Calls to the table Mr. Keith Yabusaki who is OHA's native Hawaiian revolving loan fund manager. Mr. Yabusaki will introduce the two members of the board who are being reaffirmed in an upcoming action.

Chairperson Machado States that she will take out of order the BAE Committee referral for the same item.

V. NEW BUSINESS

B. COMMITTEE ON BENEFICIARY ADVOCACY AND EMPOWERMENT 1. BAE 12-02 RENEWAL OF THE NATIVE HAWAIIAN REVOLVING LOAN FUND (NHRLF) BOARD OF DIRECTORS

Chairperson Machado Calls on Trustee Waihe'e for the next item.

Trustee Waihe'e Moves to approve Lowell Kalapa and Mercer Vicens to serve a second and final three-year term as Directors to the Native Hawaiian Revolving Loan Fund Board with expiration dates of 09/30/15 and 04/30/15, respectively.

Trustee Akana Seconds the motion and asks if the motion can be bifurcated to take the individuals separately. She states that she has no problem with Mr. Vicens but has some reservations about Mr. Kalapa. She states that Mr. Kalapa is the only individual who testified against OHA's kuleana land tax waivers at the City Council hearings. She states that he felt that everyone should be equal. In her view Hawaiians are not equal and she takes offense to it. She states that she will be abstaining from the vote.

Chairperson Machado Asks if there are any further questions or comments. Hearing none she asks for a roll call vote.

Trustee Waihe'e Moves to approve Lowell Kalapa and Mercer Vicens to serve a second and final three-year term as Directors to the Native Hawaiian Revolving Loan Fund Board with expiration dates of 09/30/15 and 04/30/15, respectively.

Trustee Akana Seconds the motion

TRUSTEE	1	2	'AE (YES)	A'OLE (NO)	KANALUA ABSTAIN	EXCUSED
TRUSTEE ROWENA AKANA		X			X	
TRUSTEE PETER APO			X			
TRUSTEE HAUNANI APOLIONA			X			
TRUSTEE DONALD CATALUNA						X
TRUSTEE HULU LINDSEY			X			
TRUSTEE ROBERT LINDSEY			X			
TRUSTEE OSWALD STENDER			X			
TRUSTEE JOHN WAIHE'E	X		X			
TRUSTEE COLETTE MACHADO			X			
TOTAL VOTE COUNT			7		1	1
MOTION: [] UNANIMOUS [X] PASSED [] DEFERRED [] FAILED						
Motion passes with seven (7) YES votes, one (1) ABSTENTION and one (1) EXCUSED.						

Chairperson Machado Congratulates Mr. Kalapa for hanging in there and continuing to serve through the Native Hawaiian Revolving Loan Fund.

V. NEW BUSINESS

A. COMMITTEE ON ASSET AND RESOURCE MANAGEMENT

1. ARM 12-08: NATIVE HAWAIIAN TRUST FUND INVESTMENT POLICY REVISIONS, 2ST READING

Chairperson Machado Calls on Trustee Stender to read the next motion.

Trustee Stender Moves to approve changes to the Investment Policy Statement for the Office of Hawaiian Affairs as described in Attachment "A" (Investment Policy Statement).

Trustee Robert Lindsey Seconds the motion.

Hearing no discussion, Chairperson Machado asks for a roll call vote.

Trustee Stender Moves to approve changes to the Investment Policy Statement for the Office of Hawaiian Affairs as described in Attachment "A" (Investment Policy Statement).

Trustee Robert Lindsey Seconds the motion.

TRUSTEE	1	2	'AE (YES)	A'OLE (NO)	KANALUA ABSTAIN	EXCUSED
TRUSTEE ROWENA AKANA			X			
TRUSTEE PETER APO			X			
TRUSTEE HAUNANI APOLIONA			X			
TRUSTEE DONALD CATALUNA						X
TRUSTEE HULU LINDSEY			X			
TRUSTEE ROBERT LINDSEY		X	X			
TRUSTEE OSWALD STENDER	X		X			
TRUSTEE JOHN WAIHE'E			X			
TRUSTEE COLETTE MACHADO			X			
TOTAL VOTE COUNT			8			1

MOTION: [X] UNANIMOUS [] PASSED [] DEFERRED [] FAILED

Motion passes with eight (8) YES votes, and one (1) EXCUSED.

Chairperson Machado States that she will take out of order the announcements section before going into executive session.

VII. ANNOUNCEMENTS

Chairperson Machado Announces the following Board Meetings:

- CNHA Conference - Tuesday, October 2 from 2:00 pm to 4:00 pm- SCIA Briefing By Staff Director Loretta Tuell and Jade Danner on S. 675
- October 9, 2012 – OHA/DHHL Joint Meeting- Kapolei 10 am. Lunch to follow.
- October 11, 2012 – OHA BOT Meeting to start at 9am.
- October 24 & 25 – Hawai'i Island BOT Meetings – Site Visits start at 9am.
- November 1, 2012 – OHA BOT Meeting to start at 9am.

VI. EXECUTIVE SESSION

Chairperson Machado Asks for a motion to move into Executive Session.

Trustee Apo Moves to resolve into Executive Session to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties and liabilities. *Pursuant to HRS 92-5(a)(4) & 5(a)(2).*

Trustee Robert Lindsey Seconds the motion.

Hearing no discussion, Chairperson Machado asks for a roll call vote.

Trustee Apo Moves to resolve into Executive Session to consult with the Board's attorneys on questions and issues pertaining to the Board's powers, duties and liabilities. *Pursuant to HRS 92-5(a)(4) & 5(a)(2).*

Trustee Robert Lindsey Seconds the motion.

TRUSTEE	1	2	'AE (YES)	A'OLE (NO)	KANALUA ABSTAIN	EXCUSED
TRUSTEE ROWENA AKANA			X			
TRUSTEE PETER APO	X		X			
TRUSTEE HAUNANI APOLIONA			X			
TRUSTEE DONALD CATALUNA						X
TRUSTEE HULU LINDSEY			X			
TRUSTEE ROBERT LINDSEY		X	X			
TRUSTEE OSWALD STENDER			X			
TRUSTEE JOHN WAIHE'E			X			
TRUSTEE COLETTE MACHADO			X			
TOTAL VOTE COUNT			8			1

MOTION: ☒ UNANIMOUS ☐ PASSED ☐ DEFERRED ☐ FAILED

Motion passes with eight (8) YES votes, and one (1) EXCUSED.

The Board moved into Executive Session at 10:45 a.m.

- A. CONSIDERATION OF THE BOARD'S AD HOC COMMITTEE'S RECOMMENDATION FOR KA POUHANA'S SIX MONTH REVIEW. PER HRS § 92-5 (A)(2).**
- B. APPROVAL OF EXECUTIVE SESSION MINUTES SEPTEMBER 20, 2012.**

The Board moved into Open Session at 11:24 a.m.

VI. BENEFICIARY COMMENTS

Chairperson Machado Notes that there are no beneficiaries signed up to speak.

VIII. ADJOURNMENT

Trustee Apoliona Moves for adjournment.

Trustee Stender Seconds the motion.

There was no discussion and Chairperson Machado notes a unanimous consensus.

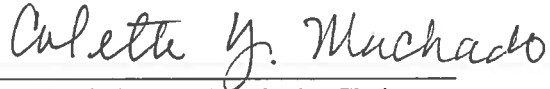
The meeting was adjourned at 11:25 a.m.

Respectfully Submitted,



Leah Burrows-Nu'uanu,
Board Secretary

As approved by the Board of Trustees on October 11, 2012.



Trustee Colette Y. Machado, Chairperson
Board of Trustees

ATTACHMENTS:

1. September 27, 2012 BOT Community Sign in Sheet
2. Excused Absence Memo from Trustee Cataluna,