

PHONE (808) 594-1888

Committee on Resource Management
Trustee Carmen Hulu Lindsey, Maui, *Chairperson*
Trustee John Waihe'e, IV, At-Large, *Vice-Chair*
Trustee Leina'ala Ahu Isa, At-Large
Trustee Dan Ahuna, Kaula'i / Ni'ihau
Trustee Rowena Akana, At-Large
Trustee Keli'i Akina, At-Large
Trustee Peter Apo, O'ahu
Trustee Robert K. Lindsey, Jr., Hawaii'i Island
Trustee Colette Machado, Moloka'i / Lāna'i

FAX (808) 594-1868



**STATE OF HAWAII'
OFFICE OF HAWAIIAN AFFAIRS**

MEETING OF THE COMMITTEE ON RESOURCE MANAGEMENT

DATE: July 11, 2018
TIME: 9:30 A.M.
PLACE: Maui Ola Board Room
Nā Lama Kukui
560 N. Nimitz Highway
Honolulu, HI 96817

AGENDA

- I. Call to Order
- II. Public Testimony*
- III. Approval of Minutes
 - A. February 7, 2018
 - B. March 21, 2018
- IV. Executive Session***
 - A. Action Item RM #18-07 OHA Independent Audit. Pursuant to HRS §92-4, §92-5(a)(8) and §103D-304, Board discussions, deliberations, decisions regarding a matter that requires the consideration of information that must be kept confidential pursuant to a state law.
- V. New Business
 - A. Action Item RM #18-07: Independent Audit
 - B. JP Morgan Portfolio Update and Outlook
 - C. Update on the Master Planning process for OHA's 511-acres in Wahiawā
- VI. Community Concern*
- VII. Announcements
- VIII. Adjournment

*Notice: Persons wishing to provide testimony are requested to submit 13 copies of their testimony to the Chief Executive Officer at 560 N. Nimitz, Suite 200, Honolulu, HI, 96817 or fax to 594-1868, or email BOTmeetings@oha.org 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: The 72 Hour rule, pursuant to OHA BOT Operations Manual, Section 49, shall be waived for distribution of new committee materials.

*** Notice: This portion of the meeting will be closed pursuant to HRS § 92-4 and 92-5.

***Notice: Language was revised for Agenda title

Carmen Hulu Lindsey

Trustee Carmen Hulu Lindsey, Chair
Committee on Resource Management

7/3/2018

Date

**STATE OF HAWAII
OFFICE OF HAWAIIAN AFFAIRS
560 N. Nimitz Hwy, Suite 200
HONOLULU, HI 96817**

**Minutes of the Office of Hawaiian Affairs Committee on Resource Management
July 11, 2018
9:36am**

ATTENDANCE:

Trustee Dan Ahuna
Trustee Rowena Akana
Trustee Keli'i Akina
Trustee Peter Apo
Trustee Colette Machado

Trustee Carmen Hulu Lindsey
Trustee Robert K. Lindsey, Jr.
Trustee John Waihe'e, IV
Trustee Leina'ala Ahu Isa

STAFF PRESENT:

Kamana'opono Crabbe, CEO
Alvin Akee
Albert Tiberi
Brutus La Benz
Charmaine Matsuura
David Laeha
Gloria Li
'Olu Campbell
Kama Hopkins
Kauai Wailehua
Kawika Riley

Lady Garrett
Liana Pang
Lisa Victor
Lehua Itokazu
Lopaka Baptise
Mahi La Pierre
Maria Calderon
Melissa Wennihan
Miles Nishijima
Paul Harleman

Guest and Community:

Charlie Fisher
Darren Smith
Germaine Meyers
Glen Ezard
Kirra Downing
Sam Chung
Zack Page

I. CALL TO ORDER

Committee Chair Hulu Lindsey – Calls the Committee on Resource Management to order at 9:36am, noting for the record the following Trustees present:

		Present	Excused	Comments
TRUSTEE LEI ISA	AHU	X		

TRUSTEE DAN AHUNA	X		
TRUSTEE ROWENA AKANA			Arrived at 9:47am
TRUSTEE KELI'I AKINA	X		
TRUSTEE PETER APO	X		
TRUSTEE ROBERT LINDSEY			Arrives at 9:55am
TRUSTEE COLETTE MACHADO	X		
TRUSTEE JOHN WAIHE'E	X		
CHAIRPERSON HULU LINDSEY	X		
TOTAL	7		
At the Call to Order, there are seven (7) Trustees present.			

Committee Chair Hulu Lindsey asks for a motion to approve a 72-hour waiver for materials under agenda item V. A. Action Item 18-07: Independent Audit.

Trustee John Waihe'e moves to approve the 72-hour waiver, for materials under agenda item V. A. Trustee Colette Machado seconds the motion.						
	1	2	'AE (YES)	'A'OLE (NO)	KANALUA (ABSTAIN)	EXCUSED
TRUSTEE LEI AHU ISA			X			
TRUSTEE DAN AHUNA			X			
TRUSTEE ROWENA AKANA						Arrived at 9:47am
TRUSTEE KELI'I AKINA			X			
TRUSTEE PETER APO			X			
TRUSTEE ROBERT LINDSEY						Arrives at 9:55am
TRUSTEE COLETTE MACHADO		X	X			
TRUSTEE JOHN WAIHE'E	X		X			
CHAIRPERSON HULU LINDSEY			X			

TOTAL VOTE COUNT	7
MOTION: [] UNANIMOUS [X] PASSED [] DEFERRED [] FAILED	
Motion passes with eight (7) YES votes and one () EXCUSED.	

II. PUBLIC TESTIMONY

Committee Chair Hulu Lindsey calls upon **Germaine Meyers**.

Germaine Meyers greets the Trustees and speaks on items IV.A and V.A on the agenda. She requests that someone look into the \$300k contract of Stryker, Weiner and Yokota and report back to the beneficiaries of OHA.

III. APPROVAL OF MINUTES

Trustee John Waihe'e, IV moves to approve the minutes dated February 7 and March 21, 2018. Trustee Peter Apo seconds the motion.						
	1	2	'AE (YES)	'A'OLE (NO)	KANALUA (ABSTAIN)	EXCUSED
TRUSTEE LEI AHU ISA			X			
TRUSTEE DAN AHUNA			X			
TRUSTEE ROWENA AKANA			X			
TRUSTEE KELI'I AKINA			X			
TRUSTEE PETER APO		X	X			
TRUSTEE ROBERT LINDSEY						Arrives at 9:55am
TRUSTEE COLETTE MACHADO			X			
TRUSTEE JOHN WAIHE'E	X		X			
CHAIRPERSON HULU LINDSEY			X			
TOTAL VOTE COUNT			8			
MOTION: [] UNANIMOUS [X] PASSED [] DEFERRED [] FAILED						
Motion passes with seven (8) YES votes and one () EXCUSED vote.						

IV. EXECUTIVE SESSION

Committee Chair Hulu Lindsey suggest the committee recuses themselves in to executive session.

Trustee John Waihe'e moves to excuse the RM Committee into executive session pursuant to HRS Section 92-5(a)(4) to discuss with Board's attorney the Board's powers, duties, privileges, immunities, and liabilities. to adjourn the meeting. Trustee Rowena Akana seconds the motion.

	1	2	'AE (YES)	'A'OLE (NO)	KANALUA (ABSTAIN)	EXCUSED
TRUSTEE LEI AHU ISA			X			
TRUSTEE DAN AHUNA			X			
TRUSTEE ROWENA AKANA		X	X			
TRUSTEE KELI'I AKINA			X			
TRUSTEE PETER APO			X			
TRUSTEE ROBERT LINDSEY						Arrives at 9:55am
TRUSTEE COLETTE MACHADO			X			
TRUSTEE JOHN WAIHE'E	X		X			
CHAIRPERSON HULU LINDSEY			X			
TOTAL VOTE COUNT			8			

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

Motion passes with eight (8) YES votes and one (0) EXCUSED.

The Board moved into Executive session at 9:50 a.m.

The Board reconvened in Open Session at 10:52 a.m.

V. NEW BUSINESS

A. Action Item RM #18-07: Independent Audit

Trustee John Waihe'e moves to approve and authorize OHA's independent audit to proceed with a review of contracts and transactions less than the quantity and percentages authorized in Action Item RM #17-02 and RM #17-06 in addition to other audit terms and conditions discussed and approved by the OHA Board of Trustees (BOT) in executive Session.

Trustee Rowena Akana seconds the motion.

<p>Trustee John Waihe'e moves to approve and authorize OHA's independent audit to proceed with a review of contracts and transactions less than the quantity and percentages authorized</p>
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in Action Item RM #17-02 and RM #17-06 in addition to other audit terms and conditions discussed and approved by the OHA Board of Trustees (BOT) in executive Session.

Trustee Rowena Akana seconds the motion.

	1	2	'AE (YES)	'A'OLE (NO)	KANALUA (ABSTAIN)	EXCUSED
TRUSTEE LEI AHU ISA			X			
TRUSTEE DAN AHUNA			X			
TRUSTEE ROWENA AKANA		X	X			
TRUSTEE KELI'I AKINA			X			
TRUSTEE PETER APO			X			
TRUSTEE ROBERT LINDSEY			X			
TRUSTEE COLETTE MACHADO			X			
TRUSTEE JOHN WAIHE'E	X		X			
CHAIRPERSON HULU LINDSEY			X			
TOTAL VOTE COUNT			9			

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

Motion passes with eight (9) YES votes and one () EXCUSED vote.

B. JP Morgan Portfolio Update and Outlook

Ray Matsuura greets the Trustees and announces Glen Ezard will be giving the quarterly update. He briefly points out a slides displaying the Trust Fund Fees.



	Quarter to Date (12/31/2017)	Year to Date (12/31/2017)	Inception to Date
Goldman Sachs*	53,475	125,960	17,748,081
JP Morgan	218,231	870,767	5,826,177
SSGA	49,420	200,689	252,545
Commonfund	428,173	1,483,582	9,396,124
ELA	4,815	20,594	297,041
HDI	12,826	50,466	348,048
Pantheon**	81,748	313,721	1,946,488
Highbridge*	22,451	70,540	379,003
Russell	0	0	9,026,769
Total Advisor Fees	870,939	3,136,319	45,220,276
Custody Fees***	18,215	175,534	1,452,473
Total Fees:	889,154	3,311,853	46,672,749

Native Hawaiian Trust Fund **Comparative Performance**
As of March 31, 2018

Subcategory	Assets	Performance (%)										Benchmark	Expense Ratio													
		1	3	6	12	YTD	1	3	6	12	YTD															
100% Fixed Income	100.00	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%
100% Equity	100.00	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%

Segal Marco Advisors

Glen Ezard refers to the page 15 of the *Analysis of Investment Performance – Native Hawaiian Trust Fund, Summary* book. He states the performance was negative for the quarter. The return across most of the various asset classes were muted and negative in the global equity across the benchmark. The total portfolio is up 10.2% coming in just below the benchmark at 10.7%. Generally looking over the longer period of time, three to five years the returns have been just under the benchmark. The fiscal year to date, the equity is strong closing out the second half of the year. He mentions non US equities got hit, some were currencies. The U.S. dollar strengthen and is hopefully a temporary interruption on the markets.

Native Hawaiian Trust Fund **Comparative Performance**
As of March 31, 2018

Subcategory	Assets	Performance (%)										Benchmark	Expense Ratio													
		1	3	6	12	YTD	1	3	6	12	YTD															
100% Fixed Income	100.00	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%	1.2%	3.5%	6.8%	10.1%	11.4%
100% Equity	100.00	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%	10.2%	15.5%	22.1%	28.8%	31.5%

Segal Marco Advisors

On page 17 of the report he speaks on fix income. Over a longer period of time fix income has been relatively weak, 2% for the five-year period, below the benchmark.

Comparative Performance										As of March 31, 2016									
Fund	Assets	2015					2014					2013					Notes		
		Return	Volatility	Alpha	Beta	Correlation	Return	Volatility	Alpha	Beta	Correlation	Return	Volatility	Alpha	Beta	Correlation			
...	
...	

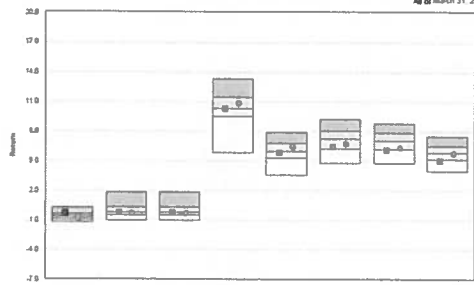
Investment Manager

On page 19 displays the inflation hedge, a fairly small part of the portfolio.

Native Hawaiian Trust Fund										Comparative Performance									
Fund	Assets	2015					2014					2013					Notes		
		Return	Volatility	Alpha	Beta	Correlation	Return	Volatility	Alpha	Beta	Correlation	Return	Volatility	Alpha	Beta	Correlation			
...	
...	

Segal Marco Advisors

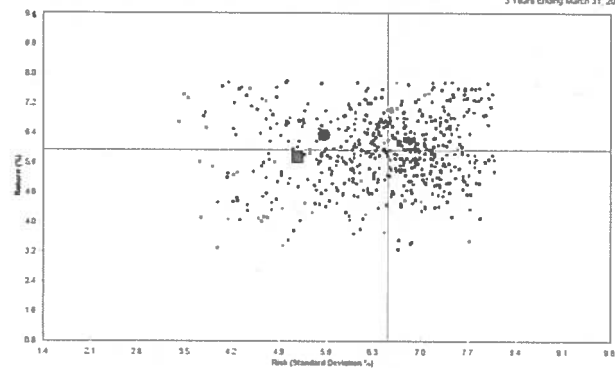
Page 20 shows the returns for the hedge fund segment includes the addition of PIMCO.



	1 Month	1 Qtr	YTD	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
■ Total CHA Plan	-2.35 (24)	-3.34 (27)	-2.34 (27)	12.21 (55)	5.73 (23)	6.34 (23)	6.64 (27)	4.97 (52)
● IPS Total CHA Benchmark	-0.88 (29)	-0.38 (25)	-0.38 (25)	10.74 (41)	6.34 (23)	6.55 (25)	6.24 (23)	5.09 (53)
5th Percentile	0.30	1.81	1.81	13.29	7.81	9.21	8.75	7.41
1st Quartile	-0.40	0.28	0.28	11.34	6.72	7.95	7.77	6.46
Median	-0.69	-0.24	-0.24	10.31	5.98	7.21	6.99	5.82
9th Quartile	-0.81	-0.98	-0.98	9.12	5.27	6.16	6.10	5.08
95th Percentile	-1.23	-1.07	-1.07	5.83	3.48	4.73	4.75	3.90

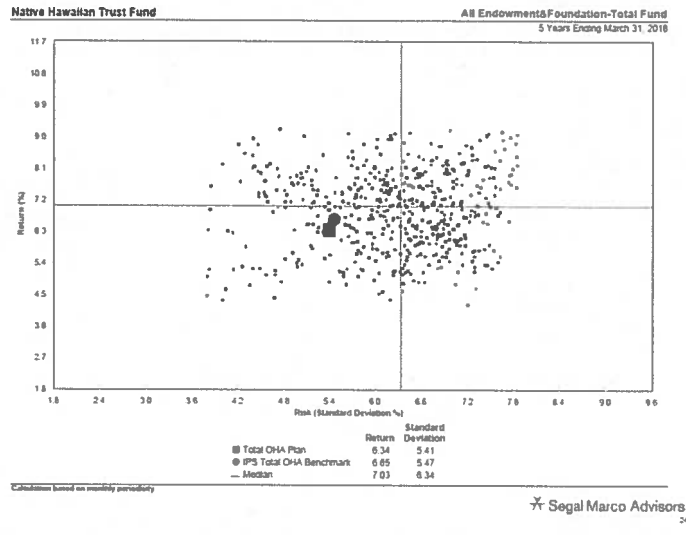
Calculations based on monthly periodicity. Segal Marco Advisors

Page 21 displays a wide range of endowments.



	Return	Standard Deviation
■ Total CHA Plan	5.73	5.16
● IPS Total CHA Benchmark	6.34	5.57
--- Median	5.93	6.52

Calculations based on monthly periodicity. Segal Marco Advisors



Page 23 and 24 display peer group in a scatter plot to give you a look at the risk adjust of return. The returns are in line with others just under the return.

Trustee Keli'i Akina are we looking at the size of the portfolio in the peer group listings? Is 12% considered a low level of risk?

Glen Ezard replies it is a broad range, relatively small ones but some are large. The returns are in a lower risk profile, matching the peer group. In-terms of the chart, you are looking at variability of returns, 12% in hedge funds is not outside of the norm for endowments.

Committee Chair Hulu Lindsey asks Glen to explain the Hawaii Direct investments on page 20.

Glen Ezard explains that Hawaii Direct investments are collateral that's held, a real asset strategy.

Ray Matsuura states it's the collateral for the loan being held in the State Street real asset strategy. It's been there for 5-6 years now.

Glen Ezard it is a broad diversified asset strategy, a collateral for the loans.

Trustee Rowena Akana is that the Bank of Hawaii loan commitment? How much is that?

19.176

Trustee Rowena Akana asks this money is being held? Are securing our own loan?

Ray Matsuura replies yes, and states the loan was 100% financing as oppose there's no equity OHA used for the loan.

Glen Ezard also states the building secures the loan, additional collateral was asked but he does not know all the details. If something goes wrong with the building they have collateral.

Ray Matsuura states this collateral is not devoted strictly for that loan they could've used any part of the portfolio to back that loan.

Trustee Rowena Akana states that it is required in the loan document.

Ray Matsuura states it is a part of the overall portfolio, it not a special asset.

Trustee Rowena Akana mentions it is part of the loan document and wants to know if it can be invested.

Ray Matsuura replies it is a part of the over-all portfolio, it's not a special asset. OHA can invest in something else or use a different collateral for that loan.

Trustee Rowena Akana asks is this unusual?

Ray Matsuura replies at the time it was right after a recession, banks were a bit stricter.

Glen Ezard states it is not unusual to have collateral like that. It could be addressed but they would not permit a private equity portfolio.

Ray Matsuura states the building was covered but then there was a build out, an additional six million.

Trustee Peter Apo states as he recalls looking at direct investments over the years, he thought the sentiment was this category of investments was to look at mission driven investments. This would cause OHA to pro-actively seek local entrepreneurs showing promise and recognizing that it is at a higher risk. This would lead to possibly less returns or losing money. Are we close to moving in that direction?

Ray Matsuura replies no. It is a financial risk and a reputational risk.

Trustee Peter Apo He understands the high degree of diligence and caution but allowing Hawaiian money to do something for Hawaiians or anything that benefits Hawaiians that may be risky should be a must. He refers to other Hawaiian entities doing this, investing into local shopping centers etc.

Ray Matsuura agrees with Trustee Apo and states that OHA does not have a policy written for that.

Committee Chair Hulu Lindsey states she believes Trustee Apo is referring to the Hawaii Direct investments money.

profits. This is a relatively mature portfolio. He explains the TVPI, the “Total Valued of Paid In”. The TVPI of the portfolio (the amt. distributed back plus the amount you currently have in value and divide that by the amount paid in, 138) that means for every dollar invested in the portfolio-you received back in distribution. Overall this was a good return.

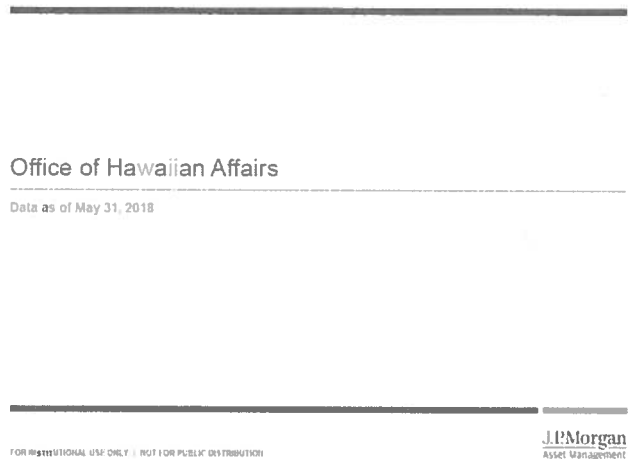
Committee Chair Hulu Lindsey asks at the end of March how much did our portfolio earn?

Glenn Ezard shares update as of May through the fiscal year 8.1% above the assume rate of return. He expects the market will be choppy moving forward.

Committee Chair Hulu Lindsey thanks Glenn.

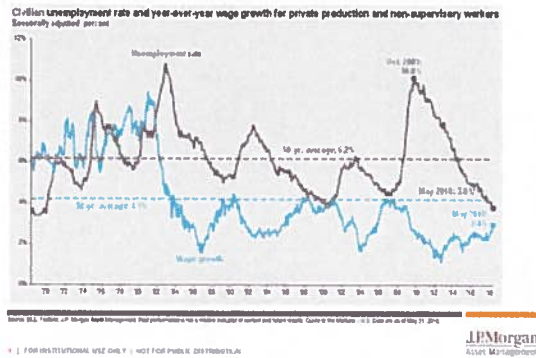
Ray Matsuura calls upon JP Morgan.

Zack Page announces that he will be speaking on performance through May and the outlook going forward. He will be referring to the booklet labeled *Office of Hawaiian Affairs, dated May 31, 2018 – JP Morgan*



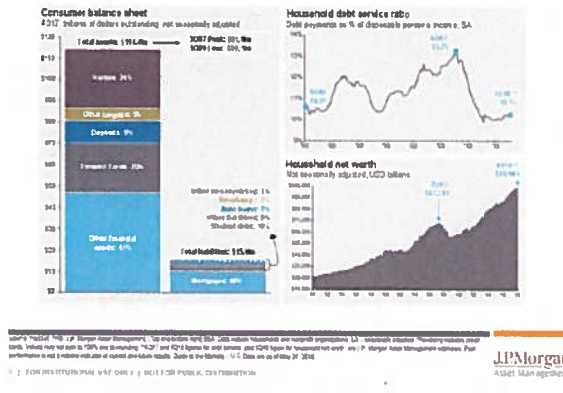
This booklet is the total portfolio at \$113m year to date at a 0.06% return.

Unemployment and wages



On page 4 he points out the gray area representing the unemployment rate and light blue is wage growth. This graph goes back to the 70's. The next page 5

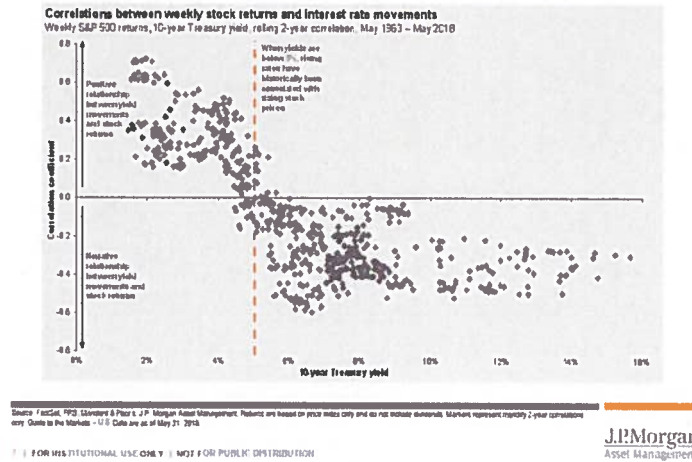
Consumer finances: Solid footing



looks at the consumer balance sheet.

Charlie refers to page 6 displaying historical interest rates. He points out on the right side of the graph where the Fed has raised interest rates. Next on page 7

Interest rates and equities



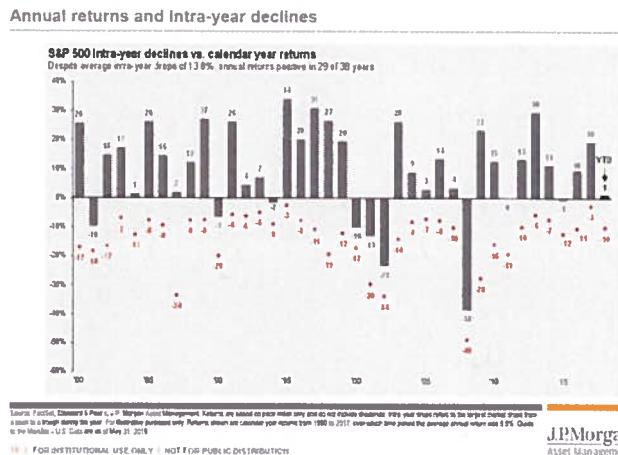
Interest rates and equity returns, display the correlations between weekly stock returns and interest rates.

Trustee Peter Apo asks if there is no stabilization of presidential policies what is the expectation if this continuous?

Charlie states we expect it to be a more volatile environment which will make our job harder for us and the risks are much larger. What are the risk we need to be mindful of and what may cause to move into an economic recession? These are things we think of and are being mindful of these risk.

Trustee Rowena Akana asks how do you compensate the first half of the year? How do your correct what has gone on before, in the six months?

Charlie answers by showing the trustee's slide 10.



This slide shows the context in terms of US equity markets. This slide shows where the S and P finish in the year in gray and the red dots are the meaningful drawl down we saw during that year. 2017 was almost up 20%, a fairly good year – flash forward to this year where the market is relatively flat, you will see a 10% drop down. Volatility is fairly low.

Trustee Lei Ahu Isa states as trustees they have a fiduciary duty to look at investments; land or money. She feels the issue and problems in Hawaii are different; teachers are leaving, no affordable housing etc.

Zach Page closes with page 11 looking at a summary of things they are looking at.

Watch list – Financial conditions and geopolitics at the top of our list

- *Financial conditions*
 - Continued volatility in the Treasury term premium – oil, risk sentiment, balance sheet policy as catalysts
 - Reaction of the dollar to rising rates and shifting relative growth dynamics
 - Vulnerabilities related to elevated private sector leverage
- *Geopolitics*
 - Climb down from aggressive trade war rhetoric could falter – NAFTA risk, reverberations of steel/China tariffs
 - Rebuild of political risk premia in Europe: two-sided Brexit risk, oil price squeeze, Korean peninsula flare-ups
- *Signs of overheating*
 - Re-emergence of inflation sensitivity to tighter labor market, CB reaction functions, supply side measurement
 - Signs of late cycle imbalances developing, high levels of global sentiment
- *Economic momentum*
 - Second derivative of global GDP negative: persistence of Q1 pothole ex-U.S.
- *Policy catalysts*
 - Swing to sleeper central bank normalization path: ECB and BoJ more data dependent than the FOMC
- *China contagion risk*
 - Narrow path for policymakers: stresses in onshore bank funding, renewed pressures on capital outflows

Source: JPMO Global Macro Asset Strategy Assessments as of May 2018

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J.P.Morgan
Asset Management

financial Conditions, geopolitics, signs of overheating, economic momentum, and policy catalysts.

Trustee Rowena Akana asks long-term investments, are you saying that is our best bet at this point?

Zach Page states they are long term investors but part of their mandate is to manage short term pockets of risk.

Committee Chair Hulu Lindsey thanks the group and Ray for their presentation.

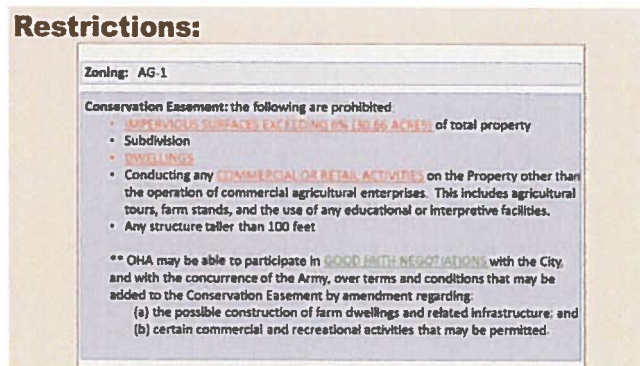
C. Update on the Master Planning process for OHA’s 511-acres in Wahiawā

Committee Chair Hulu Lindsey calls upon KP, Brutus, and ‘Olu. Jonathan Ching will also be listening on the phone as he was a vital person working on this plan.



‘**Olu Campbell** introduces the Hawaiian Civic Club of Wahiawā and shares how instrumental they have been throughout the entire process and longtime stewards of this land. He announces that Jonathan will be speaking briefly.

Jonathan Ching greets everyone at the board table and speaks briefly on the background, the birthing stones, and the planning process. He states that OHA has the right of entry for management on the property and sub-right of entry with the Civic Club of Wahiawā that allows them to perform limited management and educational actions as well. Kūkaniloko is a very sacred place and is recognized for its qualities, the resources, and the mana. The master planning process is an opportunity to think about how to leverage resources and how to take the lead on something like this.



‘**Olu Campbell** explains that OHA acquired the property in 2012 with three acquisition objectives: 1) to protect Kūkaniloko by providing a buffer against future incompatible development in the area. 2) to explore the development of compatible agriculture uses and other programmatic initiatives. 3) to contribute to Hawai‘i’s food self-sufficiency preservation of open space and water shed lands and overall community planning goals for central Oahu. All three acquisition objectives will be seen throughout the presentation and into draft plan. He also states as part of the acquisition the Army and the city contributed money that results in some restrictions on what can be done on the property. He points out the following restrictions:

- Comply with zoning as AG-1

- Conservation Easement – the following is prohibited: impervious surfaces exceeding 6%, dwellings, commercial or retail activities, and any structures taller than 100 feet. Provisions for good faith, OHA could potentially participate with the city in farm dwellings and certain commercial and recreational activities.

Trustee Peter Apo asks what is an impervious surface?

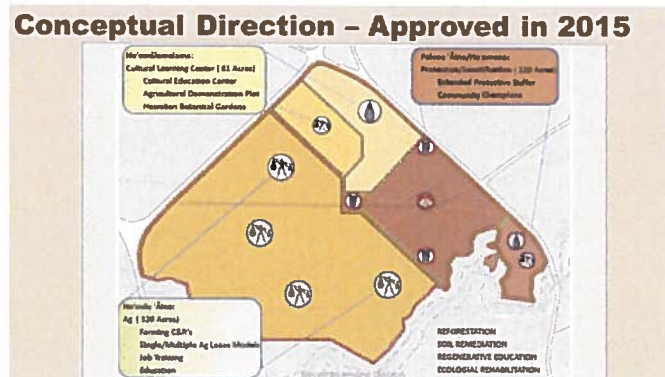
‘Olu Campbell explains an impervious surface is water can penetrate into the ground; cement or asphalt. Gravel or a raised structure would be ok.

Trustee Peter Apo would like to know what is the Army’s jurisdiction.

‘Olu Campbell explains as part as the acquisition, the Army as well as the city contributed money to acquire the conservation easement. The Army is not a holder of the easement; the city is the holder. The easement requires the consultation with Army in negotiations.

Committee Chair Hulu Lindsey adds that the Army prevents any flying over the property.

‘Olu Campbell explains the concern is the flight path is directly over. The next slide is the conceptual direction. This is something that was brought to the board back in 2015 and was developed with the help of the Hawaiian Civic Club.



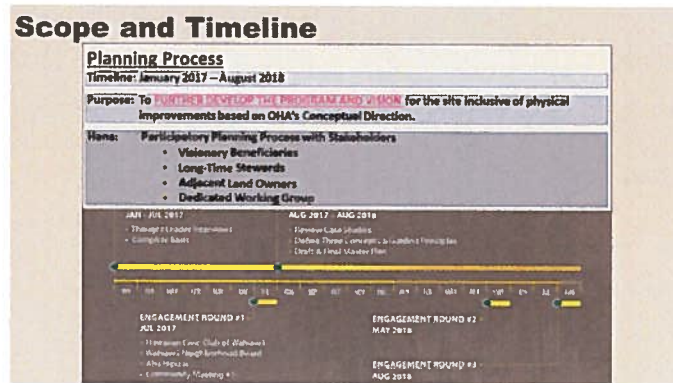
This aligns with the acquisition objectives. This was approved by the board and is being used to develop the current direction for the master plan. The slide shows three areas:

- Ho‘omāmalama – Cultural learning center
- Palena ‘Āina/ Ho‘omana – Protection/ Sanctification
- Ho‘oulu ‘Āina – Ag

This has carried through into the current planning process. In the mid-to-late 2016 DTL was hired. Kerri Downing is the main consultant on this project from DTL.

Kerri Downing greets trustees and explains over the past several years they have worked with Wahiawā Civics Club and working group members. They have met monthly as well as

participated in three rounds of community engagement meetings. They look forward to wrapping up and bringing their recommendations back to the board.



‘Olu Campbell speaks on the timeline, pointing out the starting the process in 2017 and working on the planning process with the community and the working group.



The Public Community Meetings slide shares some of the mana'o gathered at the many community meetings held. Different questions were asked like what does santification mean?

Trustee Peter Apo asks if the question of Bio-Char ever come up.

‘Olu Campbell replies yes, it has been discussed. The previous consultant did a sub-report. All the mana‘o was taken from the working group as well as the community meeting.

Brutus La Benz states the working group was formed to deeply engage key stake holders and beneficiaries in Wahiawā. He mentions Kamoia Quitevis, with ‘Āina Archaeology who is the main facilitator for all working group meetings. He is very familiar with area as a former resident of Wahiawā and was involved with the 2012 traditional and cultural study. A very diverse group of individuals were put together for this working group. He speaks of each member listed on the slide:



Throughout the process the working group was able to rally around a kumupa'a – *a solid foundation, something that serves as a guide and founding principles*. Three guidelines were created:

- Ho'omana
- Ho'ona'auao
- Ho'oulu 'Āina

Working Group Progress and Product

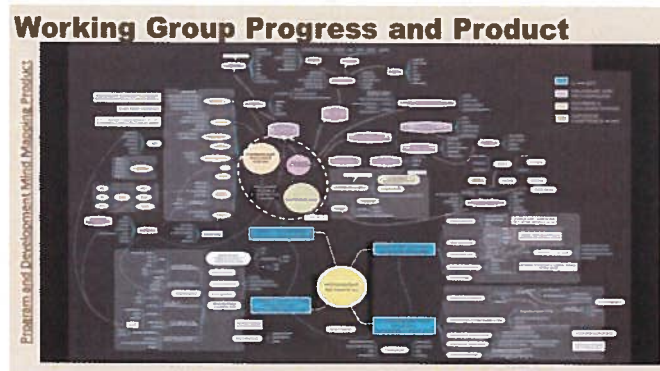
KUMUPA'A
 This place is a wahi kapu with mana that has existed since time immemorial and will exist for time eternal. It is an ecosystem of connectivity between our 'āina and people. Thus, actions occurring here shall be guided by the following categorical concepts and supporting principles and guidelines.

Ho'omana	Ho'ona'auao	Ho'oulu 'Āina
<i>Lāhā 'Ōia pono a Ekeānāhā</i>	<i>Wāhi mana pūl pono</i>	<i>O 'āhoni a La'āi</i>
<i>Working principles and operating instructions</i>	<i>Cultural impact and accountability</i>	<i>Collaboration and shared goals</i>
Purpose	Purpose	Purpose
<i>To ensure plans, goals and be inspired by the the functions and resources of the wāhi kapu</i>	<i>To uphold values and uplift Hawaiian culture</i>	<i>To inspire and be inspired by the growth of land and people</i>

* See Handout for Guidelines for Each Principle

The intent is when the working group comes to a close this kumupa'a will guide all actions and planning to come.

'Olu Campbell shares the thought process that went into the plan. After gathering all the mana'o the working group collaborated and came up with what would be appropriate on the site.

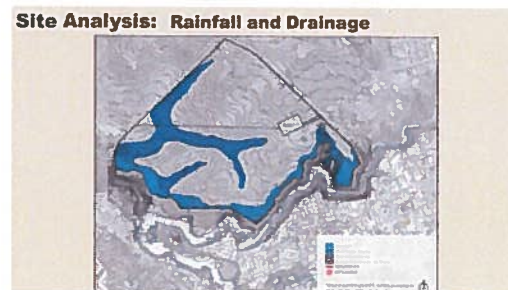
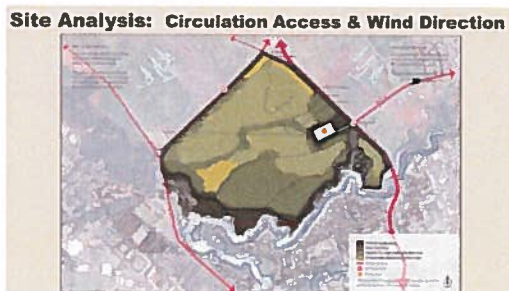


Working Group Progress and Product	
Program and Development Mind Mapping Product	Guiding Vision Conceptual Drivers: <ul style="list-style-type: none"> Grow people, place, food, environment, natural and cultural resources (Alli-style education model) Wewe to Iwi, Aumākua Educational and Vegetative Continuums (Models for growing food, natural, cultural and human resources) Creating a cultural landscape and restoring the historic footprint Hub and Spoke Mana'o
	Key Programmatic Functions: <ul style="list-style-type: none"> Protect Bathing Stones Cultural and Agricultural Education Invasive Species Removal/Soil Regeneration Access Management Native forest → Food Forest → Agroforestry → Ag. Demonstration → Targeted Ag. → High-density Ag. Resource Production (Food, Medicine, Cultural Resources, etc.) Support Cultural Practices/Create Places to Connect Food service/Retail Community-Based Stewardship
	Key Enabling Development Components: <ul style="list-style-type: none"> Welcome Center Visitor Center Interpretive Theater Community Center Traditional structures/footprint Cultural Nodes Water Infrastructure Nursery/Greenhouses View planes & open space Support structures Roads/Trails Utilities Governance structure & staff

The working group came up with three areas of product:

- Guiding Vision Conceptual Drivers
- Key Programmatic Functions
- Key Enabling Development Components

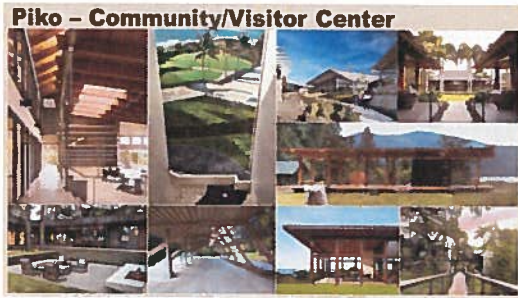
He continues to mention that they did a site analysis, looking at topography, traffic flow, wind direction, and drainage to name a few. He shares different pictures of maps.



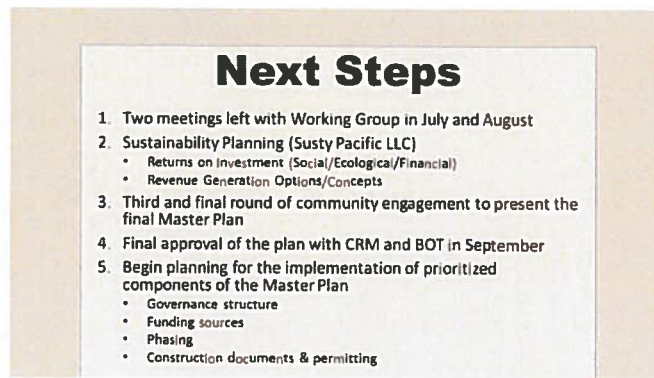
The slides give you ideas of what some of the other physical spaces could be like; a welcoming center, visitor/ community center.



This is to illustrate design ideas using natural lighting and keeping an open space.



He shares the next steps that will be happening. There will be two more meetings with the working group, in July and August. Any mana'o from the board will be shared with the working group. Another community meeting will be held and a final presentation to the board will be made hopefully in Septemeber.



Committe Chair Hulu Lindsey asks if there is a proposed timeline how long this will take.

'Olu Campbell replies the Master plan timeline should be done by August-September, the implementation timeline is completely up in the air. This is because it is dependent on the capacity of who-ever carries out the plan; this is staff and the economic part.

Trustee Rowena Akana would like to know if the plan presented will require permitting from the city.

'Olu Campbell states that they have already been meeting with the city regarding the conservation easement but not with department of planning. They are not far enough along in terms of design to request permitting yet. They are aware of the types of permits needed but they do not have a draft of the design that needs to be submitted for permitting.

Trustee Peter Apo states the presentation looks fabulous. *Inaudible.*

Trustee Robert Lindsey states great presentation.

Trustee Keli'i Akina thanks the team and says the presentation is magnificent.

Committe Chair Hulu Lindsey mentions next talk will be on water.

‘Olu Campbell shares that an agreement was recently signed with the Agri-business development association to secure 1 million gallons of water per week. It is something but still significantly less of what would be needed if they did a complete build out. An update will be given at a later date.

Committe Chair Hulu Lindsey thanks the Jonathan, Brutus, and ‘Olu for the presentation and asks if there are any community concerns.

III. COMMUNITY CONCERNS

Germaine Meyers greets the trustees and acknowledges and thanks the working group for Kukaniloko. She inquires that a debate possibly be held here at Na Lama Kukui with all Trustees. She inquires OHA to look into Olelo TV to broadcast meetings. She speaks on the Farm to Table movement and affordable housing.

VI. ANNOUNCEMENTS

Committe Chair Hulu Lindsey reminds everyone that the BAE meeting is cancelled.

VII. ADJOURNMENT

Trustee John Waihe‘e moves to adjoun the meeting.

Trustee Colette Machado seconds the motion.

Trustee John Waihe‘e, IV moves to adjourn. Trustee Colette Machado seconds the motion.							
		1	2	‘AE (YES)	‘A‘OLE (NO)	KANALUA (ABSTAIN)	EXCUSED
TRUSTEE LEI	AHU ISA			X			
TRUSTEE DAN	AHUNA						Left Mtg.
TRUSTEE ROWENA	AKANA			X			
TRUSTEE KELI‘I	AKINA			X			
TRUSTEE PETER	APO			X			
TRUSTEE ROBERT	LINDSEY						Left Mtg.
TRUSTEE COLETTE	MACHADO		X	X			
TRUSTEE JOHN	WAIHE‘E	X		X			
CHAIRPERSON HULU	LINDSEY			X			

TOTAL VOTE COUNT			7			
MOTION: <input type="checkbox"/> UNANIMOUS <input checked="" type="checkbox"/> PASSED <input type="checkbox"/> DEFERRED <input type="checkbox"/> FAILED						
Motion passes with seven (7) YES votes and one () EXCUSED vote.						

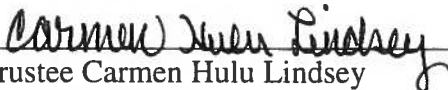
Meeting adjourns at 12:45 pm.

Respectfully Submitted,



Lehua Itokazu
Trustee Aide
Committee on Resource Management

As approved by the Committee on Resource Management on 1/9/2019



Trustee Carmen Hulu Lindsey
Committee Chair
Committee on Resource Management

ATTACHMENTS:

1. JP Morgan – Office of Hawaiian Affairs Data as of May 31, 2018
2. Segal Marco – Analysis of Investment Performance March 2018
3. Segal Marco Advisors - Native Hawaiian Trust Fund Asset Allocation May 31, 2018
4. Kūkaniloko – Master Planning Update July 11, 2018