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OPPIOS OF THE

MEMO TO: WIT-38 File

Yuki Sei K. Sygimula

F R O M: Yuki Lei K. Sugimura, Chair () Water, Infrastructure, and Transportation Committee

SUBJECT: TRANSMITTAL OF TESTIMONY RELATING TO NAPILI BEACH RESTORATION (WIT-38)

The attached testimony pertains to Item 38 on the Committee's master agenda.

wit:ltr:038afile01:lma

Attachments

From: Pat Lindquist <<u>napilibayfoundation@gmail.com</u>>
Date: Wednesday, November 18, 2020 at 9:00 AM
To: "Tamara A. Paltin" <<u>Tamara.Paltin@mauicounty.us</u>>, Yukilei Sugimura
<<u>Yukilei.Sugimura@mauicounty.us</u>>, Kelly King <<u>Kelly.King@mauicounty.us</u>>
Cc: Pat Lindquist <<u>pblindquist@gmail.com</u>>, Curt de Crinis <<u>cdecrinis@columbiacapital.com</u>>
Subject: Napili Beach is requesting formation of a CFD for beach restoration

Honorable Maui County Council members:

Napili Beach community is requesting Maui County form a Community Facilities District for purpose of funding a Small Scale Beach Restoration project, which Napili Bay and Beach Foundation hopes to complete during 2021.

In consultation with Curt DeCrinis, copied here, the attached information was sent to Mayor Victorino and Planning Director McLean last week. Mr. DeCrinis has suggested each of you should also receive a copy in anticipation of upcoming Council discussions regarding establishing CFDs for Maui projects.

Please let me know if you have any questions about our request, the nature of the proposed project, the district configuration we propose, or other details. As you will note, owners of **41%** of properties in the district are in support of establishing a CFD to help us fund this project.

Mahalo and aloha, Pat

Pat B. Lindquist

President, Napili Bay & Beach Foundation, Inc. PO Box 10823 Lahaina, HI 96761 <u>http://www.napilibayfoundation.org</u>

Mobile: 650-303-3150



"Our mission is to protect and improve the health of Napili beach and bay"

P Please consider the environment before printing this e-mail.



PO Box 10823 Lahaina, HI 96761

November 6, 2020

Honorable Mayor Victorino:

As President of Napili Bay and Beach Foundation, Inc (NBBF), I am writing on behalf of the beach community at Napili, to propose that Maui County form a Community Facilities District for purposes of doing a Small Scale Beach Restoration project at Napili.

The Board of Directors of our 501(c)3 non-profit organization has defined the proposed district to include the makai properties at Napili Beach: 10 resorts, and 3 purpose-built vacation rental homes. The Google Earth map with proposed district boundaries is Attachment 1.0 in this package. A short description of the proposed project and status update can be seen in Attachment 2.0.

Since early 2018, NBBF has been consulting periodically with Curt DeCrinis who outlined the pros and cons and processes involved with funding a community asset improvement by using a CFD. In June, 2020, we decided to assess the community's backing for use of a CFD to fund our beach restoration. We drafted and sent letters to each resort to be sent to their constituents for signature, if they approved this funding approach. Within a few weeks we obtained signatures from owners of 35% of the TMK parcels (232 signatures/ 671 parcels) in our proposed district. Those signed letters are available upon request. We made it clear this would mean some uptick in their property taxes as a means of funding the work.

A spreadsheet with more detailed data on Assessed Property Values in the district, resorts and numbers of parcels in the resorts, percentages of parcel owners who signed on to a CFD for Beach Restoration at Napili is Attachment 3.0.

We appreciate your time and effort on our behalf and are willing and able to be a model for other communities who wish to restore Maui beaches using this tool.

Mahalo nui loa,

Pat B. Lindquist

cc: Director Michele McLean, Curt De Crinis, consultant to Maui County

We are a non-profit organization formed to protect and improve the health of Napili beach and bay. All donations are 100% tax deductible, tax ID # 20 5394259.

Pat B. Lindquist, PresidentGregg Nelson, Vice-PresidentNane Aluli, SecretaryNorm Runyan, DirectorJamie Lung-Ke'o, DirectorTano Taitano, Director



A	В	С	D	E	F	G	н
Statistics for Napili CFD Formation FY 2021							
		2018 Assessed Prop Value			Notes on		
Property Names	Condo Master TMKs	Total, with Condos		Number approving	Owner support		
Napili Kai Beach Resort	N-Lani 420020040000; Puna 1 420020070000	\$ 118,534,200.00	163	119	YES		
	Puna II 420020050000						
The Mauian (single owner , hotel)		\$ 11,814,100.00	47	47	Single owner		
Hale Napili	430020240000	\$ 11,663,500.00	18	5	YES		
Napili Sunset	430020550000; -30000; -40000	\$ 24,182,100.00	42	4	YES		
Napili Village	430020310000	\$ 3,912,700.00	30		Ownership chan	ge 2020	
Napili Surf Beach Resort	430020460000; - 80000	\$ 26,176,400.00	54	18	YES		
One Napili Way	430020490000	\$ 9,871,400.00	14	2	YES	2 weeks/year	
Napili Bay Resort	430020520000	\$ 25,069,200.00	33	3	Yes		
Nacili Chassa Dasart	420220510000	¢ 05 002 100 00	154	70	VEC		
Napili Shores Resort	430020610000	\$ 85,983,100.00	154	70	YES		
Napili Point Resort *	430020410000; -30000; - 20000	\$ 94,766,700.00	116		NO RESPONSE		
Napin Point Resort	430020410000, -30000, - 20000	\$ 54,700,700.00	110		NO RESPONSE		
				11	Signed letters, u	insure of units (wned
Purpose built homes, no names *	1		3		Signed letters, t	insure or units t	when
No data, 2 under construction, 1 unimproved	in 2018	\$ 3,304,600,00					
		+ 5,55 1,500,00		1			
TOTALS FOR NAPILI DISTRICT		\$ 415,278,000.00	674	279		41.4%	
Other Total Financials							
County Property Tax generated 2018		\$ 3,578,430.00					
State TAT and GET generated 2018		\$ 5,759,702.00					
* 152 condo parcels and 2 separate commer	cial parcels - store, restaurant						
Please also note: these are not audited numbers.							

Project Overview: Napili Beach Small Scale Restoration

In 2018, Napili Bay and Beach Foundation continued progress toward beach restoration which had begun in 2007. The work at that time was curtailed due to the 2008 Economic downturn. By 2017, coastal erosion had destroyed a public beach access stairway and brown water events were documented caused by erosion of the back beach and headlands.

We worked with Maui County Planning and Sea Grant to identify potential coastal engineers, and retained Rising Tide, Inc. to begin the necessary environmental studies to support a Small Scale Beach Restoration (SSBR) Project. We raised private donations of over \$150,000.00 to cover costs from Q2, 2018 – Q1, 2020.

We now know there is abundant matching beach sand a few hundred yards offshore in Napili Bay (see photo below), and we have multiple beach profile surveys, several years' worth of water quality data, benthic habitat transects in place, and more than a year of 24 x 7 wave action mechanism data has been gathered by Rising Tide, Inc.



Rising Tide Inc. is working on SSBR and SMA permit packages and on engineering plans for how to shape the new beach for greatest longevity. HI State DLNR OCCL has a SSBR Programmatic Environmental Assessment (EA) approved for use in our permitting package, which will eliminate the time and costs associated with an EIS, because our project will require less than 25,000 cu yds of recovered sand.

With funding support, the last pieces of preliminary work can be completed in 2021, with beach restoration construction following in 2022, if not earlier. #