

**ECONOMIC DEVELOPMENT, ENERGY,
AGRICULTURE, AND RECREATION COMMITTEE**
Council of the County of Maui

M I N U T E S

Council Chamber

October 4, 2016

CONVENE: 1:38 p.m.

PRESENT: VOTING MEMBERS:
Councilmember Don S. Guzman, Chair
Councilmember Don Couch
Councilmember Stacy Crivello
Councilmember Michael P. Victorino

EXCUSED: Councilmember Elle Cochran, Vice-Chair
Councilmember Riki Hokama
Councilmember Mike White

STAFF: Sharon Brooks, Legislative Attorney
Pauline Martins, Committee Secretary

Ella Alcon, Council Aide, Molokai Council Office (via telephone conference bridge)
Denise Fernandez, Council Aide, Lanai Council Office (via telephone conference bridge)
Dawn Lono, Council Aide, Hana Council Office (via telephone conference bridge)

ADMIN.: Jeffrey Ueoka, Deputy Corporation Counsel, Department of the Corporation Counsel
Kaala Buenconsejo, Director, Department of Parks and Recreation
Frederick Redell, Energy Commissioner, Office of Economic Development, Office of the Mayor

OTHERS: Frank DeRego, Jr., Director of Business Development Projects, Maui Economic Development Board
Amy Cozad, Development Specialist, Boys & Girls Club of Maui, Inc.
Kelly Pearson, Chief Executive Officer, Boys & Girls Club of Maui, Inc.
Maurice Bajon, Director of Operations, Boys & Girls Club of Maui, Inc.
Bridget Hinman, Unit Director, Haiku Club, Boys & Girls Club of Maui, Inc.

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Naoya Wajima, Manager, Hitachi Advanced Clean Energy
Corporation
Plus (3) other people

PRESS: *Akaku Maui Community Television, Inc.*

CHAIR GUZMAN: . . . *(gavel)* . . . Good afternoon. Welcome to the Economic Development, Energy, Agriculture, and Recreation Committee. I'm Don Guzman, the Chair of the Committee. Before we begin I'd like to ask anyone in the gallery to please turn off your cell phones or put it in the silence mode. I'm gonna go ahead and check in with our Members that we have today. Sorry. We're at bare quorum, I'm gonna introduce to you Don Couch, Stacy Crivello --

COUNCILMEMBER CRIVELLO: Aloha.

CHAIR GUZMAN: --Mike Victorino.

COUNCILMEMBER VICTORINO: Aloha, Chair.

CHAIR GUZMAN: Aloha. And we have from our Parks and Recreation Department, the Director, Kaala Buenconsejo. And the Deputy Corporation Counsel, Jeff Ueoka, as well as our Staff, Sharon Brooks, and Pauline Martins. Now, I will check in with our District Offices. Lanai Office, are you present?

MS. FERNANDEZ: Good afternoon, Chair. This is Denise Fernandez on Lanai and there is no one waiting to testify.

CHAIR GUZMAN: Thank you, Ms. Fernandez. On Molokai Office, are you there?

MS. ALCON: Good morning, Chair. Good afternoon, Chair. This is Ella Alcon on Molokai and there is no one here waiting to testify.

CHAIR GUZMAN: Thank you, Ms. Alcon. And in Hana Office, are you present?

MS. LONO: Yes, good afternoon, Chair. This is Dawn Lono at the Hana Office and there is no one waiting to testify.

CHAIR GUZMAN: Thank you, Ms. Lono. Turning back our attention to the Chambers, is there anyone wishing to testify? Oh, let me remind everyone that please limit your testimony to today's agenda items, and you will be limited to three minutes to testify, and once you see the blinking red light, you will have a minute to conclude. So, overall three minutes. Please state your name and/or organization in which you represent. You may call the first testifier. Thank you.

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MS. BROOKS: Thank you, Chair. The first testifier is Frank DeRego, Jr. followed by Kelly Pearson.

. . . BEGIN PUBLIC TESTIMONY . . .

MR. DeREGO: Aloha, Chair Guzman and Members of the Committee. I am Frank DeRego, Jr., Director of Business Development Projects, at Maui Economic Development Board. I'm speaking on behalf of MEDB regarding EAR-69. Over the last five years MEDB has been an active partner with the County, the University of Hawaii, Hitachi, Maui Electric, and the New Energy and Industrial Technology Development Organization also known as NEDO. Working together these partners have broken new ground toward creating an affordable and secure energy future for ourselves and our children. Through a \$52 million award from NEDO, Hitachi has brought their considerable expertise in energy and information systems that has supported the installation of electric vehicle quick chargers in locations across the County, including County property. The JUMPSmartMaui project has put Maui County on the forefront of research and development in the use of technologies that will allow a higher integration of renewable energy onto our electric grid, develop grid modernization technologies that add to grid strength and resiliency. And finally provide new customer services. MEDB believes that the extension of a grant of a license of County real property where these assets are located will permit the completion of the entire scope of the project. I would like to thank you for this opportunity to testify before the Committee.

CHAIR GUZMAN: Thank you very much. Members, any questions to follow up for the testifier? Seeing none, thank you very much, Frank. Next.

MS. BROOKS: The next testifier is Kelly Pearson, followed by Maurice Bajon.

MS. PEARSON: Aloha, Chair and Committee members. My name is Kelly Pearson and I am the CEO of the Boys & Girls Clubs of Maui. Today I'm here to ask the EAR Committee to recommend the authorization of EAR-66. I'm asking for your approval and support of granting our organization a 30-year lease on recreational space in Haiku, specifically what is currently known as the Haiku Clubhouse. We currently have three other 35-year lease agreements with the County of Maui for the Central Club on Kanaloa, Lahaina Club on Shaw Street, and the Makawao Club on Makawao Avenue. We have been utilizing the Haiku recreational space known as the Boys & Girls Clubs of Maui, Haiku Club, for since 2000, and have been providing positive activities and programs for the youth in the Haiku and surrounding areas. We currently have a permit with Parks, with the Department of Parks Office in place to use the space, but we are requesting a long-term agreement to be there. We will continue to strengthen our relationship with the County of Maui. Over the past decade, we were able to leverage our role as lessees by making sure we use available resources to help maintain our facilities and surrounding areas. Example, a lot of times companies, for

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example, recently in Central Maui, Lowe's had approached us, asked us about any projects, and right now they put...they redid our floors in our club, and they're putting in new poles and basketball goals at the Central basketball court. And, you know, a lot of the community groups use that, not only Boys & Girls Clubs. And these were...this was all donated materials, supplies, and labor. So, many times groups have approached us for this. In Haiku, we have a really good relationship with the Parks Department personnel, and nearby Haiku Elementary School. The partnership allows both the County and our organization to maintain the facility and its surrounding areas. Recently our kids just painted over some of the graffiti. With me today, I have Maurice Bajon, our Director of Operations but past Haiku Club Director, Bridget Hinman, our Haiku Club Director, and Amy Cozad, from our Development Department, who will be providing testimony from Joy Emmanuel, a 15-year program director in Haiku. Please be assured that as lessees of these agreements, we will continue to do what we do best--serve the families of Maui County by providing safe environments for our communities' young people. Mahalo.

CHAIR GUZMAN: Thank you. Any follow up for the testifier? Seeing none, thank you very much, Kelly.

MS. PEARSON: Thank you.

MS. BROOKS: The next testifier is Maurice Bajon, followed by Bridget Hinman.

MR. BAJON: Good afternoon, Chair Guzman and Committee members. Thank you for allowing me to testify on behalf of our Haiku Clubhouse. I'm here to just give you some background information in case you need it. Basically, we have been in existence as the Haiku Boys & Girls Club in the Haiku Community Center for the past 15 years. We are growing every year. We're getting more members. We started as a club with less than 200 members a year and every 2 or 3 years we grow. We're up to 330 members this year and we're probably gonna hit 350 at the end of this fiscal year. We're definitely stretching the facility to the max levels, but we're definitely very thankful and happy to be there. We provide very much needed services in the Haiku community. Giving us this lease will ensure that we can be there for years to come. Besides just giving a place for kids to come after school that maybe have working parents or working grandparents, we provide mentoring, we provide homework help, we provide opportunities for kids to go off island. We've taken kids to the mainland. We've sent kids to Connecticut to learn STEM programs. We're excellent stewards of that facility, not only covering up graffiti on weekly, monthly, daily basis, whenever it pops up, but also fixing things that need to be fixed, taking care of area around the club, not just our immediate vicinity. If you ask anybody in the community, whether it's a school or the Haiku Community Association, or anybody that lives in the area, they are happy we're there. They're happy that kids have a place to stay, but they're also happy that we provide the services we do. We have great relationships with the school. The Haiku School is right next door to us and they love having us there. And the teachers and the principal, if they could be here to testify, I'm sure they would

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testify for you to extend this lease. And some of the highlights for the Haiku Club, you know, that affect the communities, you know, in the years that I've been there, privileged enough to have a soccer league that brought kids that maybe never thought of joining a Boys & Girls Club, but they had an interest in soccer. Parents came out. We have Christmas talent shows each year and the biggest highlight is our annual Thanksgiving dinner that we put on. Now Bridget took it over as staff. All the staff cook a dish, food is either bought by the club or donated from the Maui Food Bank. And we have some 200-plus people show up each week before Thanksgiving, and sometimes it's the only time they get to eat that dinner. Thank you.

CHAIR GUZMAN: Thank you. Members, you have any follow-up questions? Seeing none, good to see you, Maurice.

MR. BAJON: Thank you.

CHAIR GUZMAN: Thank you very much.

MR. BAJON: And good to see you, Chair.

MS. BROOKS: The next testifier will be Bridget Hinman, followed by Amy Cozad.

MS. HINMAN: Aloha, my name is Bridget Hinman. I am the Unit Director for the Boys & Girls Club in Haiku. I'm also a resident of Haiku and am very happy to be a part of the Boys & Girls Club on Maui. We have daily over 100 kids. They come to the club. They come...the majority of them come right over from the Haiku School, particularly on Wednesdays when Haiku School lets out at 12:30 in the afternoon. Parents really appreciate our service because that's not particularly at the end of the day anymore for working parents. So our members, and we have 330 members. We'll hit 350 this year. We have a lot of programs for the kids that fall into a wide range of activities. We have the most aggressive program schedule that we've had since I've been there this...beginning of this fall. We have feast of the world where this week they'll be going to Finland, and the kids learn about different countries, and then they also participate in making a culinary dish from their country. And the kids last week was Botswana. It's really exciting to see the kids broaden their horizons. And then we also have Hawaiian Culture Club, a Film and Video Club. We also have Girls Club, Arts. We have painting parties with the kids on Fridays. And we also have a Keystone Club, which is a teen club. It looks awesome for our teenagers who are going to be going off to college to be a part of this national program with Boys & Girls Club. They do community service. There's a criteria that they have to meet. And we have officers for the club, and the kids take it quite seriously, and are already planning community service projects on the islands to do that, you know, hit that check. And then we also have all kinds of fun outdoor activities--soccer, flag football. We send them on scavenger hunts, and they go on treasure hunts, where they have to learn math on the way. So, we think of other fun ways where they can have a really good time at the club but then also still use their brain. We help the kids and mentor them so that

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they can reach their highest potential. And we not only work with them, but we also work with their families whether the kids consider our club to be their second or third home in some cases. And we meet with families and parents. And we are kind of backup for areas where parents feel that the kids need a little bit more help to become the person that everyone knows that they can become, an awesome member of our community. So, yeah, I have a great relationship with the school and awesome relationship with the County Parks guys. They're great. We love being stewards of the Community Center. The kids even pick up rubbish along the whole Community Center. And, yeah, it's really fantastic to be a member. Thank you very much for having us here to testify, and the Haiku kids are awesome. I had to say that because they're amazing. So, thank you.

CHAIR GUZMAN: Thank you. Members, any follow-up questions? Seeing none, thank you very much, Bridget.

MS. BROOKS: The last testifier is the Chamber is Amy Cozad.

MS. COZAD: Aloha, Chair Guzman and Committee members. My name is Amy Cozad and I am a Development Specialist with the Boys & Girls Club of Maui. Today I am here to provide testimony on behalf of Joy Emmanuel, who is a long time program director at our Haiku Clubhouse. Joy wrote: Aloha, my name is Joy Emmanuel. I have been a Program Director at the Boys & Girls Clubs of Maui, Haiku Clubhouse, for over 15 years. Over the years, I have seen many faces enter through our doors. I can say without a doubt we have made a positive impact on the lives of children and families within our community of Haiku. There have been many dramatic achievements made by our kids at the club. One example is a girl that first came to us after school from foster care. We not only provided afterschool care, but we assisted her as a second home and stable environment with staff that cared and kept her on target to graduate from school. She ended up returning to her family. We then helped the family with their daily needs, and she went on to graduate high school, and is now full-time employed in Haiku, and a role model for our current members. We are like a second home for kids and a support system to families going through difficulties. We are always here for the kids. The biggest change I have seen over the past 15 years is that we have actually outgrown our facility. We outgrew it quite some time ago. The need for us to be here today for the kids is greater than it was 15 years ago. The current economy on Maui is forcing families to work longer hours and both parents to work. Not to mention the number of single-family households has increased. In some cases, we are the only option for many single parents to watch their children and help them with their homework while their parent or grandparent is working. We not only help the kids with homework, reading, and outdoor activities, but we are also a shoulder to cry on in times of hardship. I am very proud of our Thanksgiving dinner we host every year, free for our kids and their families to attend at the Community Center. The food is donated and for many families this is the only big turkey feast they have for the holiday. Currently, one of my projects is to create a community cupboard for the kids to be able to take provisions home to their families in need. The kids will be able to

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discretely ask staff for items that their families are in need of such as paper products, school supplies, and canned goods. This is not a large initiative, but we are able to help and go above and beyond for our kids and their families. In closing, we do very significant work at our Haiku Clubhouse with results of keeping our kids headed in the right direction. I personally attend graduation every May and hand out leis to our kids that graduate high school. The kids are always very appreciative and we are thrilled that we can be a part of them reaching that goal. Thank you.

CHAIR GUZMAN: Thank you. Have any questions or follow up, Members? Seeing none, thank you very much, Amy.

MS. BROOKS: There are no more testifiers in the Chamber.

CHAIR GUZMAN: Okay. Without any objections, I'd like to close public testimony.

COUNCILMEMBERS VOICED NO OBJECTIONS.

CHAIR GUZMAN: Thank you. Public testimony is now closed.

. . . END OF PUBLIC TESTIMONY . . .

CHAIR GUZMAN: Members, do you need to take a break? Short break...short recess.
... *(gavel)* ...

RECESS: 1:54 p.m.
RECONVENE: 1:58 p.m.

**EAR-66 AUTHORIZING A GRANT OF LEASE OF COUNTY RECREATIONAL SPACE TO
BOYS & GIRLS CLUBS OF MAUI, INC. (HAIKU CLUBHOUSE) (CC 16-170)**

CHAIR GUZMAN: ... *(gavel)* ... Our EAR Committee shall now reconvene. I believe that we've settled this matter that we took the recess on. Members, I'm going to call the first item on today's agenda, EAR-66, Authorizing a Grant of Lease of County Recreational Space to the Boys & Girls Clubs of Maui, Inc., the Haiku Clubhouse. The Committee is in receipt of County Communication 16-170, from the Director of Parks and Recreation, transmitting a proposed resolution entitled Authorizing a Grant of Lease of the County Recreational Space to Boys & Girls Clubs of Maui, Inc. (Haiku Clubhouse). The purpose of the proposed resolution is to authorize the Mayor to enter into a lease with the Boys & Girls Clubs of Maui, Inc., for the Haiku Clubhouse, identified as real property on Tax Map Key (2) 2-7-008:127, for a term of 30 years to expire on June 30, 2046, for an annual rent of \$1. The Committee may consider whether to recommend the adoption of the proposed resolution with or without revisions as well as the Committee may consider filing County Communication

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16-170, and other related actions. Members, the Boys & Girls Club of Maui has operated this youth programs at Haiku Clubhouse for over 15 years. The Clubhouse consists of a facility of 3,850 square feet of County property at 2830 Hana Highway, Haiku. To tell us more about it, I believe, that you've heard from the testifiers, but we do have a resource personnel standing by. We have Kelly Pearson, who is the Executive Director, Maurice Bajon, who is the Division, excuse me, Director of Operations, and Bridget Hinman, which is, I believe, the Director for the Haiku Clubhouse itself. We're gonna go ahead and start with the...and opening remarks from our Department. Director?

MR. BUENCONSEJO: Chair. Thank you, Chair. Parks and Recreation Department is in full support of the proposed lease agreement. Again, based on our relationship with the Boys & Girls Club, you know, we've had a great relationship moving forward. And we see a continued relationship as we move forward in the years. Particularly in Haiku, you know, with our Parks and Recreation Department being in Makawao as far as our base goes, the Haiku Boys & Girls Club does do a great service to the community. And again, as mentioned we are in full support of the extension. Thank you.

CHAIR GUZMAN: Mr. Victorino?

COUNCILMEMBER VICTORINO: You know, Mr. Couch wants to pontificate, so I'll let him do that. This is a no-brainer. I don't see any reason why we have to have a long discussion. I fully support this. Thank you, Chair.

CHAIR GUZMAN: Mr. Couch?

COUNCILMEMBER COUCH: Thank you, Mr. Chair. I need to make a disclosure is that I'm on the board of the Boys & Girls Club. And so, pursuant to our rules I'm letting you know that and wanted to know if I should recuse myself.

CHAIR GUZMAN: Thank you very much for the disclosure. Mr. Couch, just a couple questions. Can you serve and vote on this particular item in an impartial way?

COUNCILMEMBER COUCH: Yeah.

CHAIR GUZMAN: Do you have any personal interest in this item --

COUNCILMEMBER COUCH: No.

CHAIR GUZMAN: --that's before us?

COUNCILMEMBER COUCH: No.

CHAIR GUZMAN: Any personal gains of monetary gains --

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COUNCILMEMBER COUCH: No.

CHAIR GUZMAN: --by voting?

COUNCILMEMBER COUCH: In fact, it cost me more money.

CHAIR GUZMAN: I see no conflict so you may proceed.

COUNCILMEMBER COUCH: Thank you, Chair.

CHAIR GUZMAN: Thank you. I have a question. Just one question for maybe the Department. What's the actual reasonable rental value of the facility?

MR. BUENCONSEJO: Chair, based on the assessed value given from Finance, it appears that the total value appears to be about 1,600, or 147, yeah, 1,600 a month. Oh, you know, sorry, let me back that up. This is the total value of the market rent. It's on the last page of the correspondence to Council. Yeah, we break it down by the whole entire term, so. But for the year, I have to break it down.

CHAIR GUZMAN: Where is that?

MR. BUENCONSEJO: This would be on the second to the last page.

CHAIR GUZMAN: But what's the amount that's there?

MR. BUENCONSEJO: It's broken up by the whole year . . . *(inaudible)* . . .

CHAIR GUZMAN: Oh, excuse me.

MR. BUENCONSEJO: Chair, it's broken down for the...looks to be the total value for the fair market rent. It's showing a total value of 1.6 million. But, again, that's, I believe, that's the--

CHAIR GUZMAN: But that's, that's drawn out for the 30 years?

MR. BUENCONSEJO: -- entirety, yeah.

CHAIR GUZMAN: Okay, okay, thank you. Very good. Any other questions, Members?

COUNCILMEMBER VICTORINO: Recommendation?

CHAIR GUZMAN: Okay. Chair's recommendation is to go ahead and pass this out of Committee for first reading, present it to the Council. So, the Chair will entertain a motion to recommend adoption of the proposed resolution entitled Authorizing a Grant of Lease of the County Recreational Space to the Boys & Girls Clubs of Maui, Inc., the

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Haiku Clubhouse; incorporating any revisions; and the filing of County Communication 16-170.

COUNCILMEMBER COUCH: So moved.

COUNCILMEMBER VICTORINO: Second, Mr. Chair.

CHAIR GUZMAN: Moved by Mr. Couch, seconded by Mr. Victorino. Any further discussion? Seeing none, all those in favor, say "aye."

COUNCILMEMBERS VOICED AYE.

CHAIR GUZMAN: All those opposed, say "no?" We have four "ayes," three excused. The motion carries.

VOTE: **AYES:** **Chair Guzman, Councilmembers Couch, Crivello and Victorino.**

NOES: None.

ABSTAIN: None.

ABSENT: None.

EXC.: Vice-Chair Cochran, Councilmembers Hokama and White.

MOTION CARRIED.

ACTION: ADOPTION OF RESOLUTION AND FILING OF COMMUNICATION.

CHAIR GUZMAN: Thank you.

**EAR-64 ANNUAL REPORT REGARDING PARK PERMITS EXCEEDING FIVE
CONSECUTIVE DAYS AND COUNTY COSPONSORED ACTIVITIES ON
PROPERTIES MANAGED BY THE DEPARTMENT OF PARKS AND
RECREATION (CC 16-160)**

CHAIR GUZMAN: Moving on to the next item on today's agenda. We have the Annual Report Regarding the Park Permits Exceeding Five Consecutive Days and County Corresponded [sic] Activities on Properties Managed by the Department Parks and Recreation. So, the Committee is in receipt of County Communication 16-160, from

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the Director of the Parks and Recreation, transmitting the annual report for Fiscal Year 2016 pursuant to Section 13.04A.050 of the Maui County Code, of the number one, the permits and cosponsored activities using properties managed by the Department of Parks and Recreation; and number two, a list of park permits exceeding five consecutive days. The Committee may discuss the matter. No legislative actions will be taken. Members, this is the first report to the Council made by the Department of Parks and Recreation under the new overall Parks and Recreation provisions of the Maui County Code. Section 13.04A.050 requires the Director to transmit to the Council a list of all of the Department's sponsored activities, whether revenue generating or nonrevenue generating, and any activities exceeding beyond five consecutive days, which have taken place between July 1st and June 30th of previous fiscal year. So, we have here the Director of the Parks and Recreation Department to give the opening comments and any other further briefing on this report.

MR. BUENCONSEJO: Chair. Thank you, Chair. Just a little quick reference. This Code was changed in this past fiscal year. The prior stance was three days and with the current Code revisions it went up to five. The list that you have in front of you is for the County co-sponsorships. There are currently no events that aren't...back that up. There are two events that are over five days that are currently in our lease program, which is the Maui Invitational and the Maui County Fair. The one you see on the coversheet this is the only one that's waiting and it is coming to Council shortly, and that is the Aloha Classic, which is that contest over at Hookipa. So that is coming up to the Council. And, again, we do have one possibly in the forefront as we move forward with the new land purchase over in Paia. Thank you, Chair.

CHAIR GUZMAN: Thank you. Members, do you have any questions? Mr. Victorino, anything about the Maui Fair that's coming up? The Maui Invitational?

COUNCILMEMBER VICTORINO: No, Mr. Chair, I think, these events have been hallmark events for our community. They help a lot of nonprofit organizations throughout the community and, you know, it's actually coming up this weekend. So, let's get ready 'cause it's coming. With the Maui Classic that has brought us a lot of notoriety, you know, I think, that has really helped Maui. And I really enjoy when they take a nice shot of the blue ocean, and a whale breaching, and you're talking to somebody in New York with about six feet of snow outside there and saying why am I here and not there? So, again, it really is great publicity for us. I look forward to the Hookipa and the surfing contest and even eventually one day up in Jaws when we can get all that together. I think these are things that our community really enjoys, brings in money, brings in recognition. It brings us free publicity. It's a win-win for all of us, and, I think, if we can do it right we can continue this for in perpetuity if you wanna use that term. Thank you, Mr. Chair.

CHAIR GUZMAN: Thank you, Mr. Victorino. Is there any other questions from the Members? Seeing none, okay, without objections, Members, we're gonna go ahead and let's see, defer that matter. Thank you.

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COUNCILMEMBERS VOICED NO OBJECTIONS.

CHAIR GUZMAN: Item is deferred.

ACTION: DEFER.

CHAIR GUZMAN: Moving on to the last and final item on today's agenda is the...thank you very much, Kaala.

**EAR-69 AUTHORIZING AN AMENDMENT FOR AN EXTENSION OF A GRANT OF A
LICENSE OF COUNTY REAL PROPERTY FOR THE INSTALLATION,
OPERATION, AND MAINTENANCE OF ELECTRIC VEHICLE QUICK
CHARGERS AND LOCAL BATTERY UNITS (CC 16-216)**

CHAIR GUZMAN: The last item is EAR-69. The Committee is in receipt of County Communication 16-216, from the Economic Development Director, transmitting a proposed resolution entitled Authorizing an Amendment for an Extension of a Grant of a Lease [sic] of the County Real Property for the Installation, Operation, and Maintenance of the Electric Vehicle Quick Chargers and Local Battery Units. The purpose of the proposed resolution is to authorize an amendment for an extension of a grant of the lease of County real property for the installation, operation, and maintenance of the electric vehicle quick chargers and local battery units to March 31, 2018. The Committee may consider whether to recommend the adoption of the proposed resolution with or without revisions, and also consider the filing of County Communication 16-216, and other related actions. Members, last year by Resolution 15-28, the Council authorized the grant of a lease to the County Real Property to Hitachi Advanced Clean Energy Corporation for the installation, operation, and maintenance of the electric vehicle quick chargers and local battery units at Haiku Community Center, Kihei Community Center, Lahaina Aquatic Center, and the County Offices at Kaulana Building in Wailuku. This Committee reviewed the proposal last year and learned the grant is part of the JUMPSmartMaui Project, a pilot program to demonstrate smart grid technology, and to test how EVs and stationary devices, including EV chargers and batteries, can stabilize Maui's electric power grid and support the use of higher levels of renewal energy on Maui. The license agreement expired March 31, 2016, and before us is the resolution to authorize the extension of the license agreement to March 31, 2018. We have today the representative of, I believe, the Smart City Systems Engineering Department at the Hitachi Advanced Clean Energy Corporation, Naoya Wajima. Is that right? Okay. And we have the Maui County Energy Commissioner, Fred Redell. Mr. Redell, if you could go ahead and present in open session, I mean, an opening comment?

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MR. REDELL: Sure. Thank you, Chair. As mentioned, this is to extend the lease for the four charging systems for the JUMPSmartMaui Program. This program has been going on now and with successful results has been showing value to the grid and many of the different attributes that we wanted to be demonstrated. The following phases will demonstrate or attempt to demonstrate the virtual power plant design where cars can actually perform a function to the grid in a combined way that are able to accept excess energy, deliver power when needed, and actually perform something that would be like a power plant design. The Department is in support of this and we find that it is a very useful economic activity that has brought more than 700 clean vehicles to the island, and continues to show promise, and put Maui in the forefront of technological advancement. Thank you.

CHAIR GUZMAN: Thank you. Do you have any comments that you would like share, Mr. Wajima? None? Okay, thank you. Members, do you have any questions or comments? Mr. Couch?

COUNCILMEMBER COUCH: Thank you, Mr. Chair. I do have some questions on...I've noticed in two of the locations at least that the stations are closed. Is that because you are transferring them over to that new process?

CHAIR GUZMAN: Department or Mr. Wajima?

MR. REDELL: It is our understanding that only one of the stations is remaining to re-open and that's waiting on MECO to finish the system portion.

COUNCILMEMBER COUCH: Okay. Yeah. 'Cause I had seen one a while back, so. And then in the lease it doesn't say anything about charging. I've heard and I would just wanna find out are you gonna start charging the County for the electricity on their chargers?

MR. REDELL: I'm sorry, if I can clarify, are you...

COUNCILMEMBER COUCH: The ones out in front of the building here.

MR. REDELL: Yes.

COUNCILMEMBER COUCH: Some of them are...the level two is free and the other two are you have to be a member of JUMPStart [sic]. Are you gonna start...is the County gonna start taking over the electricity for those? Or are you still providing the electricity?

CHAIR GUZMAN: Will the County will have to pay for the electricity?

MR. REDELL: As part of this amendment there are no other changes to the terms but let me, give me one moment to clarify.

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COUNCILMEMBER COUCH: Okay.

MR. REDELL: Yes, and Hitachi does continue to pay for the electricity cost to the County.

COUNCILMEMBER COUCH: Okay. So and you do charge some people, depend on when they came into the program, right? Fifteen dollars or \$30 a month or free? Is that the three levels you have?

MR. REDELL: At this time that is the structure.

COUNCILMEMBER COUCH: Okay.

MR. REDELL: After the project finishes though it may change when it goes more into a commercial operation.

COUNCILMEMBER COUCH: Okay. All right, thank you, Chair.

CHAIR GUZMAN: Thank you. Any other further questions? Seeing none, okay, Members, the Chair will recommend adoption of this proposed resolution to move it forward and to Council's first reading. Chair will entertain a motion to recommend adoption of the proposed resolution entitled Authorizing an Amendment for an Extension of the Grant of a Lease [sic] of the County Real Property for the Installation, Operation, and Maintenance of Electric Vehicle Quick Chargers and Local Battery Units; incorporating any revisions; and the filing of County Communication 16-216.

COUNCILMEMBER VICTORINO: So moved, Mr. Chair.

COUNCILMEMBER COUCH: Second.

CHAIR GUZMAN: Moved by Mr. Victorino, seconded by Mr. Couch. Any further discussion? Seeing none, all those in favor, say "aye."

COUNCILMEMBERS VOICED AYE.

CHAIR GUZMAN: All those opposed, say "no?" We have four "ayes," three excused, motion carries.

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CERTIFICATE

I, Delfey Fernandez, hereby certify that the foregoing represents to the best of my ability, a true and correct transcript of the proceedings. I further certify that I am not in any way concerned with the cause.

DATED the 25th day of October 2016, in Wailuku, Hawaii.


Delfey Fernandez