MINUTES OF THE REGULAR MEETING
OF THE HHA WILIKINA APARTMENTS PROJECT, INC.
HELD AT 1002 N. SCHOOL STREET
HONOLULU, HAWAII 96817
ON THURSDAY, SEPTEMBER 20, 2007
IN THE COUNTY OF HONOLULU, STATE OF HAWAII

The Board of Directors of the HHA Wilikina Apartments Project, Inc., met for their Regular Meeting at 1002 N. School Street, on Thursday, September 20, 2007 at 1:21 p.m.

CALL TO ORDER/ ROLL CALL

The meeting was called to order by Chairman Eric Beaver and, on roll call, those present and absent were as follows:

PRESENT: Director Eric Beaver, Chairperson
Director Linda Smith
Director Matilda Yoshioka

Executive Director, Chad Taniguchi
Deputy Attorney General, Diane K. Taira

STAFF PRESENT: Barbara Arashiro, Procurement Officer
Derek Fujikami, Construction Mgmt. Unit 2 Chief
Lili Funakoshi, Hearings Officer
Michael Hee, Contract Administration Section Chief
Patti Miyamoto, Acting Fiscal Management Officer
Michael Hee, Contracts Administration Section Chief
Taryn Chikamori, Secretary to the Board

OTHERS: Lui Faleafine
Director Sherrilee Dodson
Director Travis Thompson
Director Anne Marie Beck
Director Rene Berthiaume
Director Carol Ignacio
Director Kaulana Park

Chairperson Beaver declared a quorum present.

QUORUM

Director Thompson moved, seconded by Director Berthiaume that,

APPROVAL OF MINUTES REGULAR MEETING 8/16/2007

> The minutes of the Regular Meeting held on August 16, 2007 be approved as circulated.

The motion was unanimously carried.

FOR INFORMATION

Mr. Michael Hee stated the contract for consultants was signed on September 17, 2007. The contract was awarded to Alvarez & Marsal. Mr. Hee stated he is working with the contractor to accelerate the schedule by combining the first two phases which are the appraisal phase and development of the Request for Proposal (RFP) phase.

STATUS OF EFFORT TO SELL HHA WILIKINA APARTMENTS PROJECTS

The Neighborhood Board meeting was attended by Mr. Taniguchi, Mr. Hee, Ms. Miyamoto and Director Smith. The main issue the Neighborhood Board members had was how does HHA Wilikina Apartment Projects, Inc. (Wilikina) preserve affordability? The Neighborhood Board members were informed that affordability will be addressed by 1) Wilikina/State retaining ownership of the

land, 2) building in the requirement that the new owner continue the Section 8 program requirements as long as the Section 8 Program is offered, and 3) implementing other suggestions from the contractor.

The estimated time of the sale of Wilikina is by the end of May 2008.

APPROPRIATE RECIPENT OF PROCEEDS FROM SALE OF HHA WILIKINA APARTMENTS, INC.

The board then raised the question of whether the sale proceeds will remain in HPHA. Deputy Attorney General Diane Taira stated that she needs Mr. Hee to get the documents on the original sale of the property to see where the funds came from, if there are any requirements stated in the original sale, etc. Mr. Hee stated he is working on getting the documents and hopes to have it within days.

ADJOURNMENT

There being no further discussion, Director Yoshioka moved, seconded by Director Ignacio,

That the meeting be adjourned at 1:34 p.m.

The motion was unanimously carried.

Linda L. Smith

LINDA SMITH
Secretary

Approved: