

STATE OF HAWAI'I

DEPARTMENT OF EDUCATION

P.O. BOX 2360 HONOLULU, HAWAI'I 96804

OFFICE OF THE SUPERINTENDENT

February 21, 2019

TO: The Honorable Kenneth Uemura

Chairperson, Finance and Infrastructure Committee

FROM: Dr. Christina M. Kishimoto

Superintendent

SUBJECT: Update on Status of Implementation of Act 155 (Hawaii Revised

Statutes Section 302A-1151.1, Pilot Program for Lease of Public School

Land): Procurement Code Issue and Status of Due Diligence and

Investigation of Three Possible Sites

1. DESCRIPTION

Act 155/SLH 2013 (a.k.a. 21st Century Schools) allows three pilot sites from underutilized Department of Education (DOE) assets, to be selected to be developed to support 21st Century improvements for DOE schools.

2. UPDATE OR PRESENTATION

The Office of School Facilities and Support Services will provide an update on recent activities for the Act 155 program.

CMK:km Attachment

c: Office of School Facilities and Support Services Facilities Development Branch

Act 155

Progress Report 2019 January 17th - February 21th

The following are steps taken by Department of Education (DOE):

- Initiated legislative amendment to Act 155/SLH 2013, to extend the lease term from 55 years to 99 years, to allow for leasehold condominiums. Testified in Support.
- Initiated legislative amendment to Act 210/SLH 2018, to include transfer of the 1046 Young Street property to the Department of Education (DOE). Testified in Support.
- Initiated legislative amendment to Act 206/SLH 2017, to transfer High School properties directly to the DOE instead of the Department of Land and Natural Resources (DLNR). Testified in Support.
- Met with the City &County of Honolulu (City) to facilitate the land transfers under Act 206 and Act 210.
- Letter sent to Attorneys General (AG) asking for clarification on the DOE's authority, under Act 155, to enter into a direct (non-competitive) lease on the 3633 Waialae Avenue property.
- Letter sent to Chairperson of DLNR asking that fee for the 3633 Waialae Avenue, 475 22nd Avenue, and 4087 Diamond Head Road properties be transferred to the DOE.
- Memorandum of Understanding with Hawaii Housing Finance and Development Corporation (HHFDC) sent to AG for review.
- Directed due diligence efforts toward Priority 1 sites:
 - 3633 Waialae Avenue
 - 475 22nd Avenue
 - 4087 Diamond Head Road
- Requested sewer and water capacity from the City on all three sites, awaiting response.
- Working to complete draft market study for the Priority 1 sites.

Next Steps:

 Once the initial due diligence is collected, the DOE and HHFDC will be able to determine how best to proceed with the Request for Proposals and what, if any, additional information is needed.