

3  
4  
5 **Minutes of the Board of Agriculture**  
6

7 CALL TO ORDER – The meeting of the Board of Agriculture was called to order on  
8 August 26, 2014 at 9:10 a.m. by Board of Agriculture Chairperson Scott Enright, at the  
9 Plant Quarantine Conference Room, 1849 Auiki Street, Honolulu, Hawaii 96819.

10  
11 **Members Present:**

12 Scott Enright, Chairperson, Board of Agriculture  
13 Glenn Hong, Member-At-Large  
14 Clark Hashimoto, Member-At-Large  
15 Jerry Ornellas, Kauai Member  
16 Michelle Galimba, Member-At-Large  
17 Dr. Maria Gallo, Dean of the College of Tropical Agriculture & Human Resources  
18 University of Hawaii (CTAHR-UH), Ex Officio Member  
19 Mary Alice Evans, Deputy Director, Department of Business, Economic  
20 Development and Tourism  
21 Richard Ha, Hawaii Member  
22 Lynn DeCoite, Maui Member

23  
24 **Members Absent:**

25 William Aila, Chairperson, Board of Land and Natural Resources  
26

27 **Others Present:**

28 Haunani Burns, Deputy Attorney General  
29 Adina K. Cunningham, Deputy Attorney General  
30 Randy Teruya, Hawaii Department of Agriculture (HDOA)/Agricultural Resource  
31 Management (ARM)  
32 Ken Kakesako, HDOA/Chairperson's Office  
33 Brian Kau, HDOA/ARM  
34 Edward Boteilho, Cloverleaf Dairy  
35 Grant Tomita, HDOA/Quality Assurance Division (QAD)  
36 Glenn Okamoto, HDOA/ARM  
37 Kees Kea, Mauna Kea Moo LLC  
38 Cornel Kea, Mauna Kea Moo LLC  
39 Jeri Kahana, HDOA/QAD  
40 Dean Matsukawa, HDOA/SALD  
41 Brad Duff, Big Island Dairy  
42 Randal Chang, HDOA/ARM  
43 Steve Whitesides, Big Island Dairy  
44 Linda Murai, HDOA/ARM  
45 Daryl Arai, HDOA/SALD  
46 Cam Tran, KITV News

1 Ken Nakamoto, HDOA/Agribusiness Development Corporation  
2 Rick Daysog, KGMB News  
3 Paul Omengkar, KGMB News  
4 Brigette Namata, KHON News  
5

6 II. APPROVAL OF MINUTES FROM 6/24/14 MEETING:  
7

8 Motion to approve: Hong/Galimba  
9

10 Vote: Approved, 9/0  
11

12 III. COMMENTS FROM THE GENERAL PUBLIC ON AGENDA ITEMS (ORAL OR  
13 WRITTEN)  
14

15 Chairperson Enright said that the Board will be taking public comments on agenda  
16 items as they come up during the meeting. No public comments submitted.  
17

18 IV. INTRODUCTION AND COMMENTS  
19

20 There were no introductions or comments.  
21

22 V. COMMUNICATIONS FROM DIVISIONS AND ADMINISTRATION  
23

24 A. AGRICULTURAL LOAN DIVISION  
25

- 26 1. Request for Approval to Activate and Set Parameters for DOA's  
27 Emergency Loan Program to Provide Relief Due to Heavy Rains, High  
28 Winds and Flooding.  
29

30 Presentation by Mr. Dean Matsukawa, Division Administrator, State Agricultural Loan  
31 Division (SALD) as submitted. Mr. Matsukawa stated that as set forth in his staff report,  
32 the Governor's emergency proclamation for the State due to Hurricane Iselle authorizes  
33 SALD to provide emergency loans for disaster relief, particularly on the Island of  
34 Hawai'i. SALD set the loan limit at \$100,000. Staff recommends approval.  
35

36 Motion to approve: Ornellas/Hashimoto.  
37

38 Board Member Evans asked what the current balance was for the Emergency Loan  
39 Fund.  
40

41 Mr. Matsukawa said there is \$1.5 million in the revolving fund available for loans. The  
42 reason SALD has set the loan limit at \$100,000 is to try and help as many people  
43 possible. Approximately 55 individuals have expressed interest in obtaining an  
44 emergency loan. The largest request SALD has received so far is 35K. He said SALD  
45 is also working with USDA to find emergency loans for farmers.

1  
2 Vote: approved, 9/0.

3  
4 B. QUALITY ASSURANCE DIVISION

- 5  
6 1. Request for (1) acceptance of the minutes of the public hearings, (2)  
7 adoption of amendments to Chapter 4-60, Hawaii Administrative Rules,  
8 entitled, “Minimum prices in the Honolulu milk shed,” and “Minimum  
9 prices in the Hawaii milk shed.” Allows milk producers to petition the  
10 Board of Agriculture for a waiver to the minimum milk prices paid by  
11 distributors to producers.  
12

13 Presentation by Ms. Jeri Kahana, Division Administrator, Quality Assurance Division  
14 (QAD), and Mr. Grant Tomita, Milk Control Program Specialist, QAD. Staff  
15 recommended approval of the rules as set forth in the staff report, and discussed that  
16 the rule amendments would help make Hawaii competitive with the mainland, including  
17 California.  
18

19 Motion for approval: DeCoite/Hong.  
20

21 Board Member Galimba asked whether a dairy can contract with a processor under the  
22 current form of the milk rules. Specifically whether or not a dairy can contract with a  
23 processor to get their quota milk price and then negotiate a different price for milk  
24 outside of its quota. She also asked about how the amendments will affect minimum  
25 price. Ms. Galimba was concerned about small milk producers.  
26

27 Ms. Kahana said “yes,” under current rules, the minimum prices apply up to quota  
28 amounts. Under the proposed amendment to the rules, the minimum price will not  
29 change unless the dairy petitions the board for a waiver to the minimum price and the  
30 Board approves it. The dairy requesting this change is increasing its production volume  
31 significantly and would accept a lower price to assure that the processor will purchase  
32 the dairy’s increased volume.  
33

34 Board Member Ha said that this amendment will not affect the price of milk for any other  
35 dairy that does not choose to enter into a contract for less than the quota price. This  
36 amendment will help processors to buy milk from local producers in a competitive  
37 manner.  
38

39 Ms. Kahana said “yes.”  
40

41 Board Member Ha said that local milk is fresher, and fresher milk is better. There is  
42 additional value in local milk, but currently there is no consideration for promoting that  
43 value.  
44

1 Mr. Tomita said these proposed amendments do promote local milk. It makes it  
2 possible for the processor to purchase more local milk at prices competitive with the  
3 mainland.

4  
5 Board Member DeCoite asked if there is a consideration to incentivize processors to  
6 buy local milk.

7  
8 Mr. Tomita said that producers currently provide around 20% of the local demand for  
9 milk in the islands. The proposed amendments will help the processor stay within its  
10 economic bounds and buy more local milk competitively, but that the processor can still  
11 purchase milk from the mainland.

12  
13 Board Member Hong said that the proposed amendments give the ability for the  
14 producer and processor to sell/purchase milk below the minimum price quotas.  
15 Essentially, the milk quotas become meaningless, especially if the milk quota waivers  
16 become perfunctory.

17  
18 Mr. Tomita said that quotas assure a minimum price for milk. The rule amendments  
19 would allow the Board to grant or deny an applicant's request for a waiver of the quota  
20 price, and the waiver would have to come to the Board for decision.

21  
22 Board Member Hong said that he was concerned that a lower minimum price would  
23 allow the processor to be more competitive and that the waiver would undermine the  
24 free market for milk sales.

25  
26 Board Member Ornellas asked what percentage of milk was packaged and processed  
27 on the mainland.

28  
29 Mr. Tomita said he did not know, but that the majority of imported milk is bulk  
30 pasteurized pre-shipment and processed and re-pasteurized in Hawaii, but places like  
31 Walmart and Sam's Club import packaged milk, and all organic milk is "bottled" on the  
32 mainland.

33  
34 Chairperson Enright called Steve Whitesides and Brad Duff of Big Island Dairy to  
35 address the Board.

36  
37 Mr. Whitesides said the current Milk Act is basically a fixed milk price act, not a  
38 minimum price. Producers can't receive anything higher than the quota price either.  
39 The last six months their dairy would have received a higher market price. The market  
40 drives prices. He said that when they initially came to Hawaii, they thought the quota  
41 system was a good opportunity to guarantee milk sales at a fixed price. However, the  
42 fact is that the quota system doesn't have any "teeth." The processor isn't obligated to  
43 buy from any specific dairy in Hawaii. If the mainland prices are lower than the quota  
44 price, the processor may choose to purchase mainland milk, instead.

45

1 Mr. Whitesides said that he agrees that local milk has value over imported milk from the  
2 mainland and that “fresh milk” is better, but they’re competing with the mainland.  
3 Common buyer practice is that buyers purchase the cheapest milk. If the local dairies  
4 don’t look at being competitive with the mainland, Hawaii may not have a processor in  
5 the future. He said that he needs to be able negotiate with the processor. He asked if  
6 the State could support local producers through state institutions like schools.

7  
8 Mr. Duff said that he would like to address the scenario that other dairies will be forced  
9 to lower their prices. If a processor can buy cheaper milk from the mainland, they will  
10 do so. That’s the free market, regardless of these amendments.

11  
12 Board Member Galimba said that Mr. Whitesides mentioned that he came here under  
13 the impression that Hawaii’s milk quota would give him a guaranteed price and sale.  
14 Board Member Galimba asked Mr. Whitesides whether they operate under a quota  
15 system in the mainland that guarantees a price/sale.

16  
17 Mr. Whitesides said he does not know of any state or city that has a guaranteed  
18 price/sale quota for milk. Some quota systems exist but they are dynamic and market  
19 driven.

20  
21 Board Member Ha asked how much of Mr. Whitesides’ dairy expansion is projected to  
22 provide for the State’s current milk demand, and how their expansion will affect the local  
23 economy.

24  
25 Mr. Whitesides said that the expansion will provide at least 40% of the current demand  
26 for milk in Hawaii. Currently, the company milks 1000 cows. The expansion will build a  
27 western style dairy with 2000 head. Right now the company employs around 30 people,  
28 but the company does not plan to immediately hire more employees following the  
29 expansion.

30  
31 Board Member Ha said he would like to see a concerted effort to hire local people.

32  
33 Chairperson Enright called up Mr. Edward Boteilho of Cloverleaf Dairy.

34  
35 Mr. Boteilho said he is the last original natural dairy farmer in the State and that he has  
36 produced the highest quality milk on the island of Hawaii for over 50 years. Mr. Boteilho  
37 said that he appreciates Mr. Whiteside’s concerns and comments on the current milk  
38 quota system, but notes that the Milk Act was initially established because the  
39 processors were being unfair to the producers. The Milk Act established quota for each  
40 farm to get their quota for a certain price. The Act protects established farms from new  
41 farms trying to come in and undercut everyone. It is not fair that one dairy is making  
42 this change without consulting him. He said he was very upset, and asked how one  
43 party could come in and get a waiver for a lower price. He said he has never had a  
44 contract with Meadow Gold in 50 years nor did other dairies, and that Meadow Gold  
45 does not make contracts. He asked that the rule amendments not be approved until the

1 language is cleared up, that it needs to be drafted in conformity with the current milk  
2 shed and the Milk Act.

3  
4 Board Member Hong asked what percentage of milk is sold to the Hawaii milk shed.

5  
6 Mr. Boteilho said 100% of his milk quota is sold on Hawaii island and that he sells and  
7 ships about 15% over quota to Honolulu.

8  
9 Chairperson Enright called up Steve Whitesides and Ms. Jeri Kahana.

10  
11 Board member Hong asked Mr. Whitesides if there was a way to bring milk into  
12 Honolulu and not affect the Hawaii milk shed. He asked Ms. Kahana whether there was  
13 a way to look at this amendment to protect a minimum price.

14  
15 Ms. Kahana said they would have to amend the Milk Act, which would require going to  
16 the legislature for approval. She said that the dairies on Hawaii Island don't need  
17 Honolulu quotas to sell their milk here, but it currently exceeds the Class 1 price, so  
18 Meadow Gold is capping the price.

19  
20 Mr. Whitesides said he understands what Mr. Boteilho is saying, but that he needs  
21 some guarantee that the processor will be there tomorrow. Walmart is bringing in jug  
22 milk. He said that is why "my amendment" to the rules needs to be passed. He wants  
23 producers to be able to come in under an alternative system.

24  
25 Board Member Ornellas said that the dairy industry in Hawaii had been shrinking for a  
26 long time; however, recently it has started to expand. We are going to have a 2000  
27 head herd soon. He asked whether the Milk Act is obsolete.

28  
29 Mr. Whitesides talked about the history of the Milk Act. He said times have changed  
30 and they're attempting to grow the industry now.

31  
32 Ms. Kahana said "yes" the Milk Act is obsolete. The Act was passed when Hawaii was  
33 100% self-sufficient in milk. Now, local dairies must compete with Walmart bringing in  
34 packaged mainland milk.

35  
36 Mr. Whitesides said he's competing against mainland farms with 35,000 head of cattle  
37 that can sell at lower prices. The amendment would allow him to get a waiver to  
38 contract for less than the minimum price.

39  
40 Chairperson Enright said that at one time, there were 48 dairies in the State. Now,  
41 there are only two. The rule amendments are being proposed to allow growth in the  
42 milk industry so industry can raise capital and expand. It's a different landscape now  
43 and we're trying to grow the industry.

44

1 Board Member Galimba asked if there is any reason Big Island Dairy cannot get a  
2 contract now under the current rules.

3  
4 Ms. Kahana said yes, they cannot negotiate a contract to sell their milk under the  
5 minimum price for their quota under current rules.

6  
7 Board Member Gallo said that this amendment is just a preemptive strike. She wants to  
8 know what the plan is for the future.

9  
10 Chairperson Enright said that they are waiting to see what happens in Kauai with Hawaii  
11 Dairy Farms and the long term plan is to go to the legislature to change the Milk Act.

12  
13 Board Member Hong said he would love to flip the local production to 80/20%, but  
14 dairies are not going to be able to do that with the existing Milk Act. The Act doesn't fit  
15 the times and market forces will dictate the success of the dairies.

16  
17 Chairperson Enright called up Kees Kea of Mauna Kea Dairy.

18  
19 Mr. Kea said that he was worried that if Big Island Dairy is allowed to contract with  
20 Meadow Gold for a lower price than the minimum, that would mean that Meadow Gold  
21 wouldn't need to buy milk from Mauna Kea Dairy or Clover Leaf Dairy.

22  
23 Board Member Galimba said she appreciates the work done on this amendment, but  
24 she doesn't believe that it is a balanced amendment that protects the interests of the  
25 smaller dairies. Given the history of the industry and the relationship between the  
26 processor/producers, she will vote against the proposed changes. Board Member  
27 Galimba agrees that the Milk Act is obsolete and hopes the Board will work on  
28 modernizing it.

29  
30 Chairperson Enright said that there is no way to determine Meadow Gold Dairies'  
31 commitment towards the milk industry. He said that although we can craft tools to allow  
32 the industry to grow, it's not known how Meadow Gold will react to growing the industry.  
33 He said the rule change would allow entities to go forward with their development and  
34 obtain capital for expansion. Meadow Gold is not protected from Dean Foods' strategy,  
35 there is no long term commitment from Dean Foods. Factoring in protection of local  
36 industry in the rules is beyond the scope of the rules and of the Board's authority. There  
37 are not a lot of players left in the local dairy industry. However, Mr. Whitesides is  
38 making a major commitment, and we are trying to support that commitment.

39  
40 Board Member DeCoite said that sometimes the best intentions isn't the right intention.  
41 At the state level we lack the power punch to set the rules that help farmers. It is a  
42 huge thing to just ignore the fact that Mr. Boteilho is the last existing original dairy.  
43

1 Chairperson Enright said that agriculture needs to be competitive and the Board cannot  
2 give them protection to make them competitive. Not just competitive locally but on a  
3 national scale. The Milk Control Act is essentially subsidizing milk.

4  
5 Board Member Ha said we need to think this through and work to the end. All of us  
6 want to take care of the small farmers, and he would like to have more discussion about  
7 protecting small farmers. He wants to look at getting more value for locally produced  
8 milk.

9  
10 Board Member Gallo said that she doesn't feel comfortable moving forward without  
11 knowing what the Board is going to do in the future.

12  
13 Board Member Ornellas said he purchased quota when he was in the dairy business. It  
14 seems ironic that when they were under producing, they had a quota system, and now  
15 that the market is reaching saturation, the quota system may go away. In a free market,  
16 however, it doesn't compel anyone to buy milk from local producers.

17  
18 Board Member Hong said he thinks the Milk Act has failed in its goals. As an interim  
19 measure, he supports this proposed amendment. 20% local production is terrible, and  
20 we can do a lot better than that.

21  
22 Board Member Hashimoto said he supports small farmers, and we need to grow the  
23 industry. We need to find some way to require labeling of locally produced milk.

24  
25 Board Member Evans said she will support the proposed changes. Board Member  
26 Evans said she lived in Waimanalo and remembers the Foremost Dairy. She does not  
27 think we can stand still and doesn't think this Board has the tools on hand to subsidize  
28 local dairies. This amendment is a way to keep the industry from shrinking further and  
29 to try to retain the processor. Board Member Evans said that she thinks this measure is  
30 a step towards preserving the industry.

31  
32 Chairperson Enright called for a recess at 10:39 a.m.

33  
34 Chairperson Enright called the Board meeting back in session at 10:46 a.m.

35  
36 Chairperson Enright proposed that the Board create an investigative committee with  
37 Board Members Galimba, Ha, and Ornellas as members. The investigative committee  
38 would look at the issues involved in the rule changes that staff is proposing, and also  
39 suggest where the Board and staff could act in the future in making changes to the Milk  
40 Act. The investigative committee will report to the Board at the next meeting with their  
41 findings.

42  
43 Chairperson Enright proposed that this rule amendment measure be deferred until the  
44 investigative committee returns and presents their findings to the Board.

45



1 Motion to defer action on the proposed rule amendments and to approve establishment  
2 of an investigative committee, as proposed: DeCoite/Evans

3  
4 Vote: approved, 9/0.

5  
6 C. AGRICULTURAL RESOURCE MANAGEMENT DIVISION

- 7  
8 1. Request for Consent to Waterline Easement Between the Hamakua  
9 Agricultural Cooperative and Randall T. Higa, TMK: (3) 4-3-005:013  
10 (por.) Kaunamanu Homesteads, Hamakua, Island of Hawaii.

11  
12 Presentation by Mr. Randy Teruya, Agricultural Asset Manager, Agricultural Resource  
13 Management (ARM) as submitted and presentation of his staff memo regarding an  
14 easement for the above matter. Staff recommends approval.

15  
16 Motion to approve: Hashimoto/Evans

17  
18 Board Member Galimba asked where the easement starts.

19  
20 Mr. Teruya said the easement generally runs along the property line.

21  
22 Vote: approved, 9/0

- 23  
24 2. Report on Plans for Utilization and Development; Kapaa Poi Factory,  
25 Inc. TMK: (4) 4-4-004:043; Kapaa Homesteads, Kapaa & Waipouli,  
26 Island of Kauai

27  
28 Presentation by Mr. Randy Teruya of his staff memo reporting on the lease for the  
29 above property, with no Board action recommended.

30  
31 Board Member Evans asked what would happen to the 35 year lease if Kapaa Poi  
32 Factory goes out of business within 35 years.

33  
34 Mr. Teruya said that if Kapaa Poi Factory elects to terminate their lease, under the  
35 proposed 35 year lease, Kapaa Poi Factory has the authority to assign the lease to a  
36 qualified lessee. The proposed lessee would need to come to the Board to get  
37 approval.

38  
39 Board Member Evans asked whether the proposed lease rent is based on the public  
40 interest to assist the factory, and if a new lessee comes in, would the lease rent remain  
41 the same.

42  
43 Mr. Teruya said that the Board has the authority to place restrictions on the assignment,  
44 which could include the reappraisal of the property specific to use for a new lessee.  
45

1 Board Member Ornellas said that this property is being underutilized.

2  
3 Mr. Teruya said that Kapaa Poi Factory worked with ARM and UH CTAHR and has  
4 improved its operation and is now buying and processing more taro.

5  
6 Chairperson Enright said that in reading the report on this lease, there was no long term  
7 lease before, and he can see how Kapaa Poi Factory would be hesitant to expand their  
8 business on the property.

9  
10 Board Member Ornellas said that, in this case, there was another party interested in the  
11 property, Bruce Laymon of Kauai Taro Company.

12  
13 Mr. Teruya requested to consolidate items C(3) to C(9) into a single presentation  
14 because they were all the same subject matter.

15  
16 Chairperson Enright said “yes.”

- 17  
18 3. Request for Consent to Sublease Between the Hamakua Agricultural  
19 Cooperative and Randall Dickinson; TMK: (3) 4-3-005:010 (por.), Lot  
20 No. 11, Hamakua Agricultural Park, Hamakua, Island of Hawaii  
21  
22 4. Request for Consent to Sublease Between the Hamakua Agricultural  
23 Cooperative and Susan Sanders; TMK: (3) 4-3-005:019 (por.), Lot No.  
24 4, Hamakua Agricultural Park, Hamakua, Island of Hawaii  
25  
26 5. Request for Consent to Sublease Between the Hamakua Agricultural  
27 Cooperative and Everette Souza; TMK: (3) 4-6-003:020 (por.), Lot No.  
28 2D, Honokaia, Hamakua, Island of Hawaii  
29  
30 6. Request for Consent to Sublease Between the Hamakua Agricultural  
31 Cooperative and Kevin Beckey; TMK: (3) 4-3-003:001 (por.), Lot No.  
32 13 and Lot No. 14, Honokaia, Hamakua, Island of Hawaii  
33  
34 7. Request for Consent to Two Subleases Between the Hamakua  
35 Agricultural Cooperative and Marcelino Tagudan; TMK: (3) 4-6-  
36 003:001 (por.), Lot No. 7 and (3) 4-3-003:007 (por.) Lot No. 18,  
37 Honokaia & Paauilo, Hamakua, Island of Hawaii  
38  
39 8. Request for Consent to Sublease Between the Hamakua Agricultural  
40 Cooperative and Michael Manor, DBA Mother Nature’s Miracle; TMK:  
41 (3) 4-6-003:003 (por.), Lot No. 23, Paauilo Hamakua, Island of Hawaii  
42  
43 9. Request for Consent to Sublease Between the Hamakua Agricultural  
44 Cooperative and Jesus Vallente, TMK: (3) 4-6-003:007 (por.), Lot No.  
45 9, Paauilo, Hamakua, Island of Hawaii

1  
2 Presentation by Mr. Randy Teruya and Mr. Randall Chang of their staff memo regarding  
3 the above leases and sublease for the above properties. All the lessees are current  
4 farmers in production with long term leases that run until 2033. Staff recommends  
5 approval for agenda items C(3) to C(9).

6  
7 Motion to approve: Ornellas/Hashimoto

8  
9 Board Member Evans asked whether there are any criteria to consenting to the  
10 subleases between the Hamakua Agricultural Park.

11  
12 Mr. Chang said yes, ARM reviews all sublease applications and all sublessees must be  
13 bona fide farmers and current in their payments.

14  
15 Vote: approved, 9/0

16  
17 10. Request for Extension of General Lease No. S-4445, Lot Nos. 12, 13,  
18 & 14, for Green Point Nursery, Inc.; TMK: (3) 2-4-049: 026, 027 & 028,  
19 Panaewa Farm Lots, 2nd Series, Waiakea, South Hilo, Island of  
20 Hawaii

21  
22 Mr. Randall Chang and Mr. Randy Teruya, presented as submitted. Staff recommends  
23 approval.

24  
25 Motion to approve: Ha/Hashimoto

26  
27 Board Member Evans said that the Department of Land and Natural Resources  
28 established current lease rent of \$9870 per acre until 2020. Board Member Evans  
29 asked if Mr. Teruya thinks DLNR's 2009 appraisal is high or low, if there is a provision in  
30 the lease for rent forgiveness, and if this parcel suffered any damage from the  
31 hurricane.

32  
33 Mr. Teruya said that in his opinion, DLNR's appraisals for the Panaewa properties are a  
34 little high. Mr. Teruya said that rents don't decrease at the end of a term, they stay the  
35 same if the appraisal value is lower or the same. Mr. Teruya said there is a provision  
36 for rent forgiveness, and ARM hasn't received a full assessment of the total hurricane  
37 damage yet.

38  
39 Vote: approved, 9/0.

40  
41 Mr. Teruya requested to consolidate items C(12) to C(14) into a single presentation.

42  
43 Chairperson Enright said "yes."  
44

1 11. Request for Conversion of General Lease Nos. S-3777, S-3778, S-  
2 3779; Sharon's Plants, Inc.; TMK: (1) 4-1-027:008, 007 and 006, Lot  
3 Nos. 39, 40, 41; Koolaupoko, Waimanalo, Island of Oahu  
4

5 12. Request for Conversion of General Lease No. S-3770, Steven H. and  
6 Marlene D. Ikene, Lot No. 30, TMK: (1) 4-1-027:025, Koolaupoko,  
7 Waimanalo, Island of Oahu  
8

9 13. Request for Conversion of General Lease No. S-3854, Patrick J.  
10 Maloney and Nancy L. Maloney, Lot No. 47, TMK: (1) 4-1-026:018,  
11 Koolaupoko, Waimanalo, Island of Oahu  
12

13 14. Request for Conversion of General Lease No. S-3793, Roberta A.N.  
14 Rita, Lot No. 18A, TMK: (1) 4-1-010:006, Koolaupoko, Waimanalo,  
15 Island of Oahu  
16

17 Linda Murai, Property Manager, ARM, presented as submitted. Staff recommends  
18 approval for agenda items C(12) to C(14).  
19

20 Motion to approve: DeCoite/Evans.  
21

22 Board Member Ornellas asked how many of the four lessees are full-time farmers.  
23

24 Mr. Teruya said at least three of them are full time farmers.  
25

26 Vote: 9/0 approved.  
27

28 Meeting adjourned at 11:14 p.m.  
29  
30  
31  
32  
33

34 Respectfully submitted,  
35

36   
37  
38 Noa K. Ching  
39 Board Secretary