

HAWAII GREEN INFRASTRUCTURE AUTHORITY
State of Hawai'i

Friday, January 28, 2022 – 3:00 p.m.

Video Conference

ATTENDANCE

Members Present: Mike McCartney, Scott Glenn, Richard Wallsgrove, Dennis Wong,

Member Absent: Craig Hirai

Staff Present: Gwen Yamamoto Lau, Leatrice Galicinao, Jordan Wong

Others Present: Gregg Kinkley (Deputy Attorney General)

Members of the Public: Braden Oshiro and Nelson Rato, students from Mid-Pacific Institute

I. ROLL CALL

Chairperson McCartney called the virtual meeting of the Hawaii Green Infrastructure Authority to order at 3:00 p.m. As required by the Governor's December 29, 2021 Emergency Proclamation related to the State's related to Sunshine Law In-Person Meetings, Chair McCartney called a proper roll call of all members:

Chairperson McCartney	Present
Vice Chair Glenn	Present
Secretary Wallsgrove	Present
Member Hirai	Excused
Member Wong	Present

Chairperson McCartney asked Vice Chair Glenn to run the remainder of the meeting.

MATERIALS DISTRIBUTED

1. Agenda for the January 28, 2022 Meeting.
2. Minutes from the December 28, 2021 Meeting.
3. Quarterly Report for the period ended December 31, 2021.

II. APPROVAL OF MINUTES

Vice Chair Glenn stated that the first item on the agenda is the approval of the minutes of the December 28, 2021 regular meeting.

Chairperson McCartney moved and Member Wong seconded the motion to approve the December 28, 2021 minutes. Vice Chair Glenn asked if there were comments or discussion from the Members. Hearing none, he asked if there were any question from the general public. Hearing none, Vice Chair Glenn called for the vote via roll call.

Ayes: McCartney, Glenn, Wallsgrove, Wong
Nays: None

The motion carried unanimously, 4 to 0.

III. PROGRAM UPDATES

Vice Chair Glenn stated that the next item on the agenda is Program Updates and called on Gwen Yamamoto Lau to present.

1. Residential Loan Portfolio Update: Yamamoto Lau reported that HGIA received 70 new applications, funded 15 loans, and currently has 182 loans in process. Yamamoto Lau also stated as detailed in the quarterly report, while 7.6% or \$596,000 of the residential loan portfolio are past due, this is down from 8.3% or \$663,000 last quarter. Additionally, these are all on-bill loans and every borrower is continuing to make payments. All of HGIA's direct billed loans are current.
2. Commercial Program updates: Galicinao reported she funded one loan and has 6 applications in process.
3. Miscellaneous Program updates: Yamamoto Lau reported that there are four HGIA related bills:
 - HB2088, SB3056 and SB3302 to authorize property assessed financing through special tax assessments.
 - HB2409 and SB3337 relating to the economy to appropriate \$2.5 million for a Solarize Program.
 - SB2808 relating to HTDC to appropriate \$1 million for implementation costs for the State Small Business Initiative.
 - SB2978 and HB2493, to establish a Hawaii Farmland and Forest Healthy Soil Carbon Smart Incentive program, in collaboration with the Department of Agriculture and DLNR, under the administration of HGIA.

Vice Chair Glenn asked the member if there were any questions on the updates. Yamamoto Lau addressed questions from the members.

Vice Chair Glenn asked if there were any questions from the public, hearing none, he moved on to the next item on the agenda.

IV. DISCUSSION AND/OR DECISION MAKING

Vice Chair Glenn stated the next item on the agenda is the approval of HGIA's Quarterly Report for the period ended December 31, 2021 and asked Gwen Yamamoto Lau to provide information on this action item.

Yamamoto Lau shared the following highlights:

- As of December 31st, over \$89 million in GEM\$ funds were committed with approximately \$38.5 million available to lend.
- The PUC issued Order 38001 approving Program Notification No. 14 to allow the State Revolving Loan Fund to be used to finance Power Purchase Agreement purchase options and finance EVs and EV Charging Stations with the new cash flow available from the buy-out.
- HGIA submitted its application for a \$20 million loan with the US Department of Agriculture.

Vice Chair Glenn asked for questions on the Quarterly Report from the Members. Hearing none, he asked if there were any questions from the general public. Hearing none Vice Chair Glenn called for a motion to approve HGIA's December 31, 2021 Quarterly Report.

Chairperson McCartney moved and Member Wong seconded the motion to approve HGIA's quarterly report for the period ended December 31, 2021. Vice Chair Glenn called for a vote via roll call.

Ayes: McCartney, Glenn, Wallsgrove, Wong
Nays: None

The motion carried unanimously 4:0.

Vice Chair Glenn stated that the next item in the agenda is the discussion of possible applications of Department of Energy revolving loan funds under the Infrastructure Investment and Jobs Act and provided background information. He also shared that the upfront costs required to incorporate energy efficiency measures in new affordable housing projects pose obstacles for the developer.

Vice Chair opened up this question to the board for their thoughts or direction.

After the discussion regarding the challenge of incorporating energy efficiency measurement in new developments, Vice Chair Glenn concluded that

authorizing HGIA to access federal funds and set up different loan products would be an opportunity for HGIA help to address this problem.

Chairperson McCartney added that reducing the cost of the capital stack for energy efficiency measures may lower the cost of the housing being developed.

Bradon Oshiro left at 3:31 PM.

V. ADJOURNMENT

Vice Chair Glenn asked if there were any other matters that should be discussed. Hearing none he asked for a motion to adjourn.

Member Wong moved, and Secretary Wallgrove seconded the motion. Vice Chair Glenn called for the vote.

Ayes: McCartney, Glenn, Wallsgrove, and Wong.

Nays: None

The motion carried unanimously, 4 to 0.

Vice Chair Glenn adjourned the meeting at 3:33 p.m.

Respectfully Submitted

Richard Wallsgrove

By: _____

Richard Wallsgrove

Its: Secretary