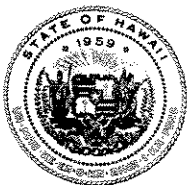


LINDA LINGLE
GOVERNOR OF HAWAII



CHIYOME L. FUKINO, M.D.
DIRECTOR OF HEALTH

STATE OF HAWAII
DEPARTMENT OF HEALTH
P.O. Box 3378
HONOLULU, HAWAII 96801-3378

In reply, please refer to:
File: EHA/HEER Office

2007-289-MGC

May 1, 2007

Ms. Ruby Edwards/Mary Alice Evans
Department of Business Economic Development
& Tourism Office of Planning
235 South Beretania St. 6th Floor
Honolulu, HI 96804

Facility/Site: Historic Ala Moana Pumping Station (aka the Kakaako Pumping Station)

Subject: Phase I Environmental Site Assessment of the Historic Ala Moana Pumping Station

Dear Ms. Edwards/Ms Evans:

The Department of Health- HEER Office reviewed the Phase I Environmental Site Assessment report for the Historic Ala Moana Pumping Station dated March 2007. The report conforms to the scope and limitation of ASTM E-1527-05 and identifies recognized environmental condition that needs to be addressed prior to the development. The report states that based on EnviroServices file review, site reconnaissance and interview; EnviroServices cannot dismiss the potential presence of contamination resulting from the Historic Ala Moana Pumping Station operation and structures.

The HEER Office concurs with EnviroServices list of the recognized environmental concerns. However, Section 10 of the report states, "This assessment has revealed no evidence of recognized environmental condition in connection with the Subject Property except for the following...: " HEER Office suggests that this sentence be revised to state " The following are the recognized environmental conditions that need to be addressed prior to the development." The HEER Office also suggests that a recommendation based on the Phase I assessment should be included in the report. The recommendation should clearly states that the Phase II should be conducted and should briefly discuss the potential source of contamination, the recommended sampling strategy and the chemicals of potential concern.

If you have any questions or would like to discuss the matter further please contact me at 586-7577.

Sincerely,


Melody G. Calisay
Project Manager
HEER Office

Cc: Damon Hamura, EnviroServices and Training Center, LLC
Davis Bernstein