

Court Dismisses Lawsuit Filed by Owner Against Hawaiian Paradise Park Owners

Association Hawaiian Paradise Park, HI — June 17, 2026:

Hawaiian Paradise Park Owners Association (HPPOA) announced that a lawsuit filed by owner Nicole Craig has been resolved, with the court naming HPPOA as the prevailing party via a stipulated judgment. The case involved multiple claims challenging the Association's governance, use of funds, and compliance with applicable statutes and deed restrictions.

On June 16, 2026, The Third Circuit Court entered a stipulated judgment in favor of HPPOA on four central issues raised in the complaint.

The plaintiff's claim that HPPOA does not fall under Hawai'i Revised Statutes (HRS) Chapter 421J, governing planned community associations, was dismissed after the parties agreed the plaintiff would not have proven her claim by a preponderance of the evidence.

The allegation that the Association's Mail Parks violated deed restrictions on designated 20-acre parcels was also resolved. Amendments to the relevant deeds, recorded on August 21, 2025, clarified that mail park and communication-related uses are permitted. These amendments, agreed upon by the HPPOA Board and Watumull Investment Co., LLC, make it explicitly clear that such uses are allowed and preclude similar claims in the future.

Claims that road funds were improperly used for Mail Park site preparation were likewise dismissed. Amendments to the HPPOA bylaws duly approved by members in 2025 by a majority vote authorize the use of up to five percent of road fees for non-road Association assets, including Mail Parks, an activity center, and improvements to the 20-acre parcels.

Finally, allegations that current Board member Kari Hoffman and former Board member Jeff Finley breached their fiduciary duties were dismissed due to a lack of supporting evidence.

HPPOA reported that total costs associated with the case amounted to \$50,000, representing the deductible under the Association's insurance policy, which covered initial legal expenses.

This resolution allows HPPOA to move forward with clarity and continue focus on serving our community. We remain committed to responsible governance and ongoing improvements that benefit our property owners.