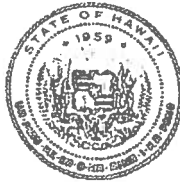


DAVID Y. IGE
GOVERNOR



STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
869 PUNCHBOWL STREET
HONOLULU, HAWAII 96813-5097

FORD N. FUCHIGAMI
DIRECTOR

Deputy Directors
JADE T. BUTAY
ROSS M. HIGASHI
EDWIN H. SNIFFEN
DARRELL T. YOUNG

IN REPLY REFER TO:

Board of Land and
Natural Resources
State of Hawai'i
Honolulu, Hawai'i

ISSUANCE OF A HANGAR FACILITIES LEASE BY NOTICE OF PUBLIC AUCTION
HONOLULU INTERNATIONAL AIRPORT
TAX MAP KEY: (1) 1-72: 23

O'AHU

REQUEST:

Issuance of a Hangar Facilities Lease, for the operation and maintenance of a general aviation hangar for private or business operations at Honolulu International Airport.

LEGAL REFERENCE:

Sections 171-14, -16, -17, -41, and other applicable sections of Chapter 171, Hawai'i Revised Statutes, as amended.

LOCATION AND TAX MAP KEY:

Portion of Honolulu International Airport, Island of O'ahu, State of Hawai'i, identified by Tax Map Key: 1st Division, 1-1-72: 23

PREMISES:

Building/Room No. 212-100, consisting of an area of approximately 6,636 square feet; and Area/Space No. 009-116, consisting of an area of approximately 19,241 square feet, of improved, paved land, as shown and delineated on the attached map labeled Exhibit A.

ZONING:

State Land Use District: Urban
City and County of Honolulu: I-2 (Industrial)

LAND TITLE STATUS:

Section 5(b) lands (ceded) of the Hawai'i Admissions Act
DHHL 30% entitlement lands pursuant to the Hawai'i State Constitution: YES ___ NO X

ITEM M-5

**BLNR – ISSUANCE OF A HANGAR FACILITIES LEASE BY NOTICE OF PUBLIC AUCTION
HONOLULU INTERNATIONAL AIRPORT**

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CURRENT USE STATUS:

Land presently encumbered by Governor's Executive Order No. 3201, setting aside a portion of Honolulu International Airport under the control and management of the Department of Transportation, Airports Division, State of Hawai'i, for Airport Purposes.

CHARACTER OF USE:

Hangar Facilities

TERM OF LEASE:

Ten (10) years.

LEASE COMMENCEMENT DATE:

Upon execution of the Lease

MINIMUM UPSET:

Annual Building and Ground Rental for the First Five (5)-Year Period (Years 1-5):
\$181,832.47 per annum, based on the fair market rental rates established in the Airports Division Procedures No. 4.5 (Schedule of Rates and Charges) for Honolulu International Airport.

Annual Building and Ground Rental for the Second Five (5)-Year Period (Years 6-10): Based upon the product of 115% and the annual rental for the fifth (5th) year of the Lease term.

EFFECTIVE RENTAL:

The amount of the successful bid at the public auction.

PERFORMANCE BOND:

The sum equal to three (3) times the monthly building and ground rental in effect.

EFFECTIVE RENTAL:

The amount of the successful bid at the public auction.

PERFORMANCE BOND:

The sum equal to the total annual rental then in effect.

BLNR – ISSUANCE OF A HANGAR FACILITIES LEASE BY NOTICE OF PUBLIC AUCTION
HONOLULU INTERNATIONAL AIRPORT

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CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

Pursuant to Section 11-200-8(a), Environmental Impact Statement Rules of the Department of Health, State of Hawai'i, this disposition is exempt from requirements regarding preparation of an environmental assessment, negative declaration, or environmental impact statement as required by Chapter 343, Hawai'i Revised Statutes, as amended, relating to Environmental Impact Statements, because the proposed action falls within Exemption Class #1, Comprehensive Exemption List for the State of Hawai'i, Department of Transportation, dated November 15, 2000, as approved by the Environmental Quality Council. Exemption Class #1 covers operations, repairs, or maintenance of existing structures, facilities, equipment, or topographical features involving negligible or no expansion or change of use beyond that previously existing.

REMARKS:

In accordance with Section 171-14, -16, -17, -41 and other applicable sections of Chapter 171, HRS, relating generally to Management and Disposition of Public Lands and relating specifically to Disposition by notice of public auction, the DOT proposes to issue a general aviation hangar for private or business operations through notice of public auction. The DOT has determined that the issuance of this lease through public auction encourages general aviation competition and is essential to the aeronautical industry at Honolulu International Airport.


RECOMMENDATION:

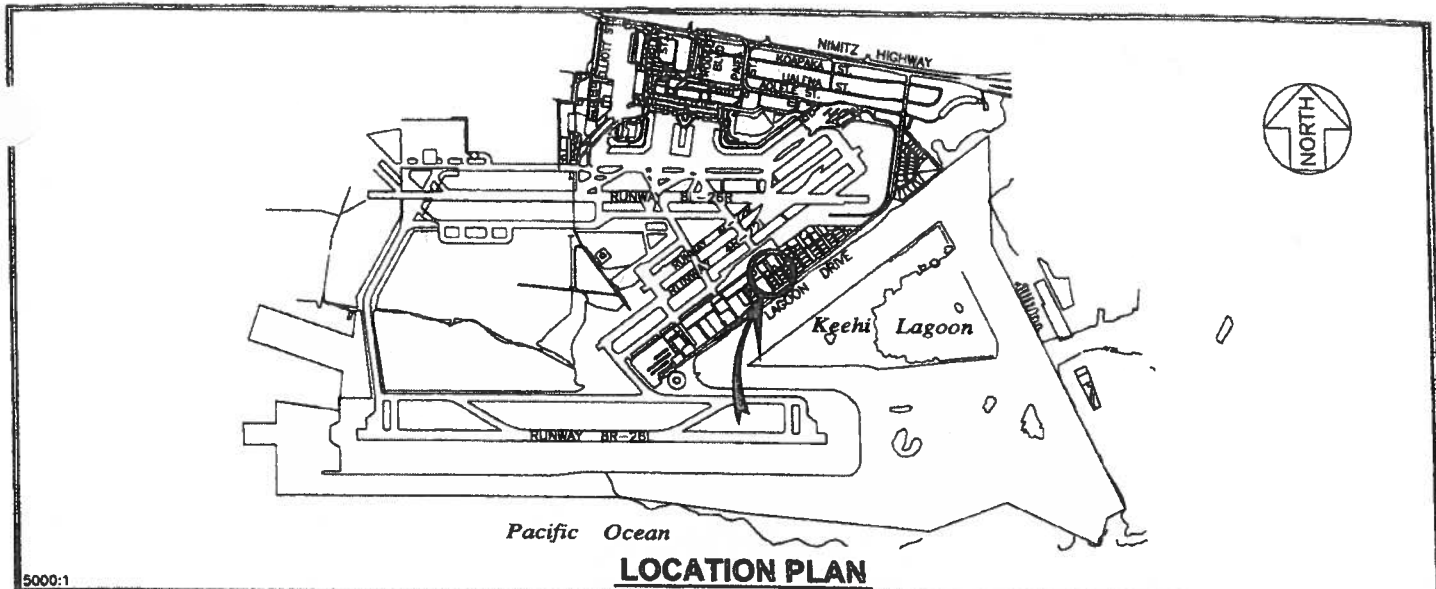
That the Board authorize the Department of Transportation issue a hangar facilities lease through notice of public auction, subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State; and (3) review and approval of the Department of the Attorney General as to the lease form and content.

Respectfully submitted,

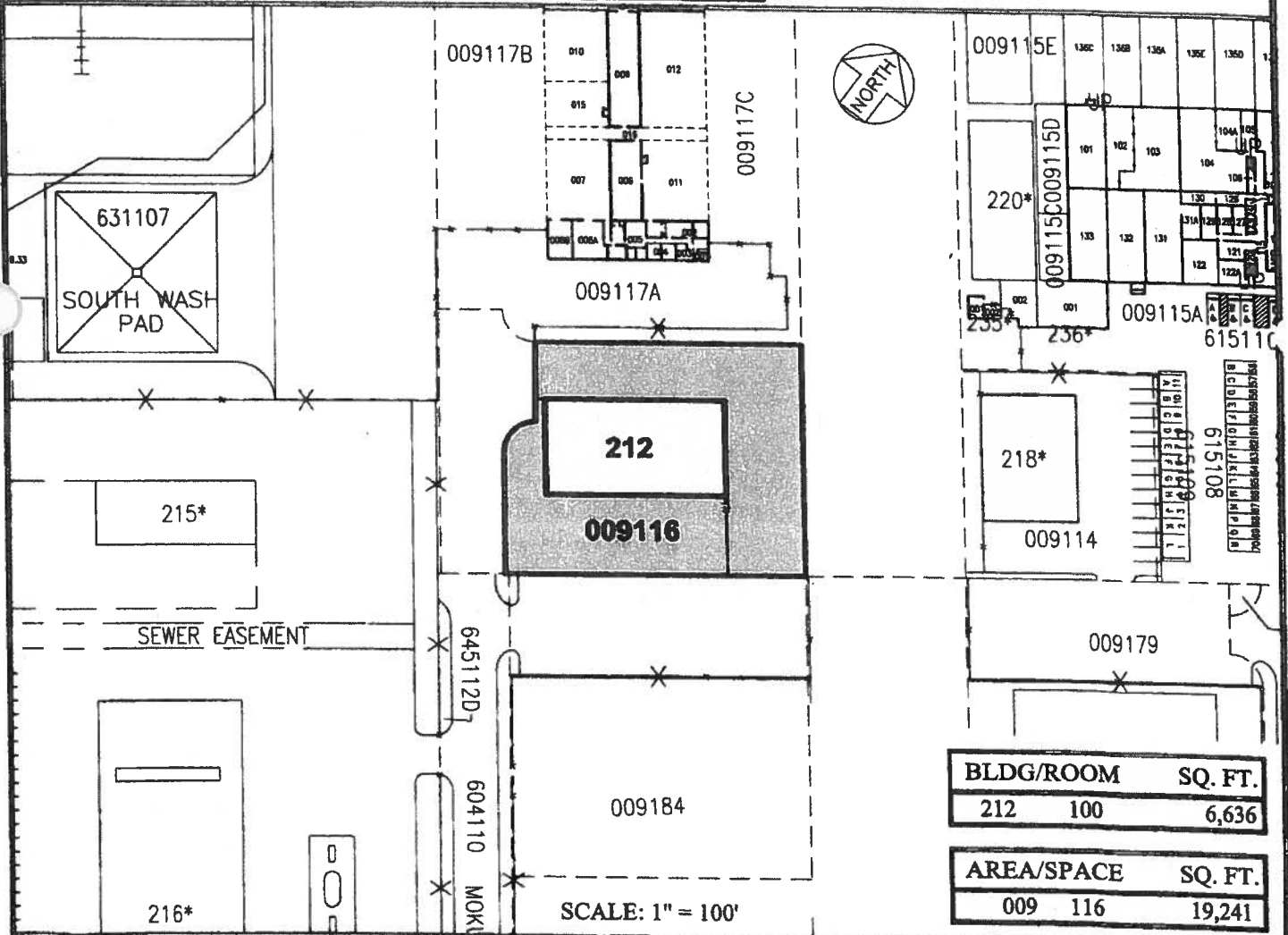

FORD N. FUCHIGAMI
Director of Transportation

APPROVED FOR SUBMITTAL:


SUZANNE D. CASE
Chairperson and Member



5000:1



BLDG/ROOM	SQ. FT.
212 100	6,636
AREA/SPACE	SQ. FT.
009 116	19,241

SCALE: 1" = 100'

DATE : MARCH 2017

EXHIBIT: **A**



Airports Division

LOT
SOUTH RAMP

212100
009116

PLAT 36