

# 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

AMENDMENT NO. 2 TO STATE LEASE NO. DOT-A-06-0014
REQUEST TO EXTEND LEASE TERM TO JUNE 30, 2018
U.S. DEPARTMENT OF AGRICULTURE, ANIMAL, PLANT AND
HEALTH INSPECTION SERVICES, PLANT PROTECTION AND QUARANTINE
KAHULUI AIRPORT
MAUI
TAX MAP KEY: (2) 3-8-01: PORTION OF 19

# LESSEE:

U.S. Department of Agriculture, Animal Plant and Health Inspection Services, Plant Protection and Quarantine (USDA).

#### LEGAL REFERENCE:

Chapter 171-40, Hawai'i Revised Statutes ("HRS")

#### **PURPOSE**:

Federal government offices

#### LOCATION:

Kahului Airport, Tax Map Key 2-3-8-01: Portion of 19

#### AREA:

Building 109, Space No. 102, containing an area of approximately 2,090 square feet, and Space No. 005-115C, containing an area of approximately 6,864 square feet of unpaved/improved land as shown on Exhibit B.

#### **ZONING**:

State Land Use District:

Urban

County of Maui:

**Airport** 

BLNR-AMENDMENT NO. 2 TO STATE LEASE NO. DOT-A-06-0014, REQUEST TO EXTEND LEASE TERM TO JUNE 30, 2018, U.S. DEPARTMENT OF AGRICULTURE, ANIMAL, PLANT AND HEALTH INSPECTION SERVICES KAHULUI AIRPORT Page 2

#### **LAND TITLE STATUS:**

Section 5(a) of the Hawai'i Admissions act – Non-ceded

DHHL 30% entitlement lands pursuant to the Hawai'i State Constitution: YES NO X

#### **CURRENT USE STATUS:**

Airport purposes

#### **CHARACTER OF USE:**

Offices for U. S. Department of Agriculture, Animal, Plant and Health Inspection Services, Plant Protection and Quarantine.

## **COMMENCEMENT DATE:**

January 1, 2007

#### **TERM OF LEASE:**

For a period not to exceed ten (10) years; Lease expired on December 31, 2016

## **RENTAL:**

None

#### CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

This project will have a minimal or no significant effect on the environment and is therefore, exempt from the preparation of an environmental assessment under the authority of Chapter 343, HRS, and Section 11-200 HAR. The declaration of exemption is based on exemption of Class #2 on the exemption list for Department of Transportation dated May 22, 2001, that states:

"Replacement or reconstruction of existing structures and facilities where the new structure will be located, generally on the same site, and will have substantially the same purpose, capacity, density, height and dimensions as the structure replaced."

BLNR-AMENDMENT NO. 2 TO STATE LEASE NO. DOT-A-06-0014, REQUEST TO EXTEND LEASE TERM TO JUNE 30, 2018, U.S. DEPARTMENT OF AGRICULTURE, ANIMAL, PLANT AND HEALTH INSPECTION SERVICES KAHULUI AIRPORT Page 3

### **REMARKS**:

At its meeting held on November 17, 2006, under Item M-4, the Board approved the issuance of State Lease No. DOT-A-06-0014 ("the Lease") to the USDA. The Lease expired on December 31, 2016. By its letter dated February 16, 2016, the DOT notified the USDA of this termination date and USDA's obligation to surrender the premises to the DOT. Upon receiving DOT's notice, the USDA communicated its desire to remain in the premises for another ten years. The DOT had no objections to the USDA's request; however, needed more time to negotiate a new lease. A new lease required offering rental rates at fair market values based on the performance of an independent appraisal. At that time, the DOT planned for an establishment date of its 2017 rental rates and charges to be effective April 1, 2017. The DOT now expects to establish its 2017 rental rates and charges on October 1, 2017.

At its meeting held on August 12, 2016, under Item M-9, the Board allowed the continuance of the Lease for a period not to exceed June 30, 2017. This was to provide the DOT ample time to negotiate a new lease with the USDA; however, on May 16, 2017, the USDA asked for an additional one (1) year to execute a new lease because it needs the time to secure authorization of appropriated Federal funds to be expended for the new lease. Based on these circumstances, the DOT has no objections to USDA's request to extend the Lease for a period not to exceed June 30, 2018.

## **RECOMMENDATION:**

That the Board approves the continuance of the Lease to June 30, 2018, subject to:

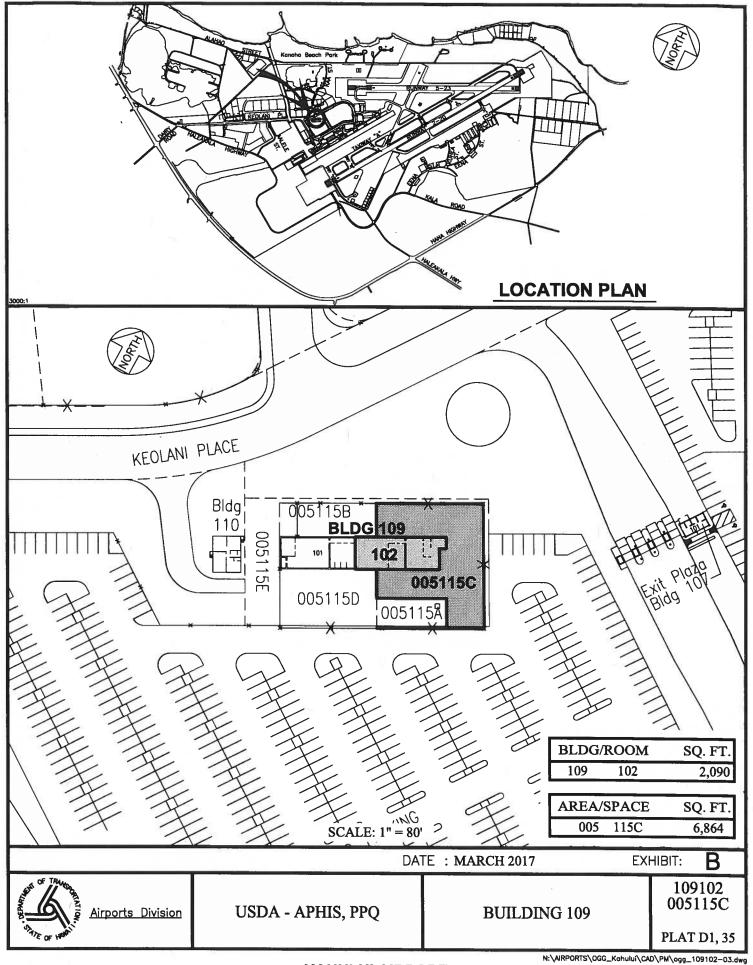
- (1) terms and conditions herein outlined, which are by reference incorporated herein; and
- (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State.

Respectfully submitted,

FORD N. FUCHICAMI Director of Transportation

APPROVED FOR SUBMITTAL:

Chairperson and Member





#### STATE OF HAWAII **DEPARTMENT OF TRANSPORTATION** 869 PUNCHBOWL STREET

HONOLULU, HAWAII 96813-5097 AUG 12 2016

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

> REQUEST TO AMEND STATE LEASE NO. DOT-A-06-0014 TO EXTEND TERM OF THE LEASE TO JUNE 30, 2017 U.S. DEPARTMENT OF AGRICULTURE, ANIMAL, PLANT AND HEALTH INSPECTION SERVICES, PLANT PROTECTION AND QUARANTINE KAHULUI AIRPORT MAUI TAX MAP KEY: (2) 3-8-01: PORTION OF 19

#### LESSEE:

U.S. Department of Agriculture, Animal Plant and Health Inspection Services, Plant Protection and Quarantine (USDA).

#### LEGAL REFERENCE:

Chapter 171-40, Hawai'i Revised Statutes ("HRS")

#### PURPOSE:

Offices

## LOCATION:

Kahului Airport, Tax Map Key: 2<sup>nd</sup> Division, 3-8-01: Portion of 19

#### AREA:

Building 109, Space No. 102, containing an area of approximately 2,090 square feet, and Space No. 005-115C, containing an area of approximately 6,914 square feet of unpaved/improved land as shown on Exhibit B.

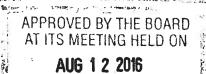
#### ZONING:

State Land Use District:

Urban

County of Maui:

Airport



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BLNR – REQUEST TO AMEND STATE LEASE NO. DOT-A-06-0014 TO EXTEND TERM OF THE LEASE TO JUNE 30, 2017, U.S. DEPARTMENT OF AGRICULTURE, ANIMAL, PLANT AND HEALTH INSPECTION SERVICES, PLANT PROTECTION AND QUARANTINE Page 2

# **LAND TITLE STATUS:**

Section 5(a) of the Hawai'i Admissions act - Non-ceded

DHHL 30% entitlement lands pursuant to the Hawai'i State Constitution: YES\_\_\_\_\_NO\_X

#### **CURRENT USE STATUS:**

Airport purposes

#### **CHARACTER OF USE:**

Offices for Agriculture, Animal, Plant and Health Inspection Services, Plant Protection and Quarantine.

#### TERM OF LEASE:

For a period of January 1, 2007 through December 31, 2016

#### RENTAL:

None

# CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

This project will have a minimal or no significant effect on the environment and is therefore, exempt from the preparation of an environmental assessment under the authority of Chapter 343, HRS, and Section 11-200 HAR. The declaration of exemption is based on exemption of Class #2 on the exemption list for Department of Transportation dated May 22, 2001, that states:

"Replacement or reconstruction of existing structures and facilities where the new structure will be located, generally on the same site, and will have substantially the same purpose, capacity, density, height and dimensions as the structure replaced."

#### **REMARKS**:

At its meeting held on November 17, 2006, under Item M-4, the Board approved the issuance of State Lease No. DOT-A-06-0014 ("the Lease") to the USDA. The Lease expires on December 31, 2016. By its letter dated February 16, 2016, the DOT notified the USDA of this termination date and USDA's obligation to surrender the premises to the DOT. Upon receiving DOT's notice, the USDA communicated its desire to remain in the premises for another ten years. The Lease was issued at no charge, as the federal agencies paid to rehabilitate and upgrade the building to meeting current requirements. A new lease

BLNR – REQUEST TO AMEND STATE LEASE NO. DOT-A-06-0014 TO EXTEND TERM OF THE LEASE TO JUNE 30, 2017, U.S. DEPARTMENT OF AGRICULTURE, ANIMAL, PLANT AND HEALTH INSPECTION SERVICES, PLANT PROTECTION AND QUARANTINE Page 3

will require the payment of rent. The rent to be applied will be established in the DOT's new rates and charges schedule that will take effect at the beginning of 2017.

The DOT requests the Board approve a holdover of the lease on the existing terms and conditions for a period of six months, ending on June 30, 2017, to allow for negotiation and implementation of a new lease to run for a term of 10 years.

#### **RECOMMENDATION:**

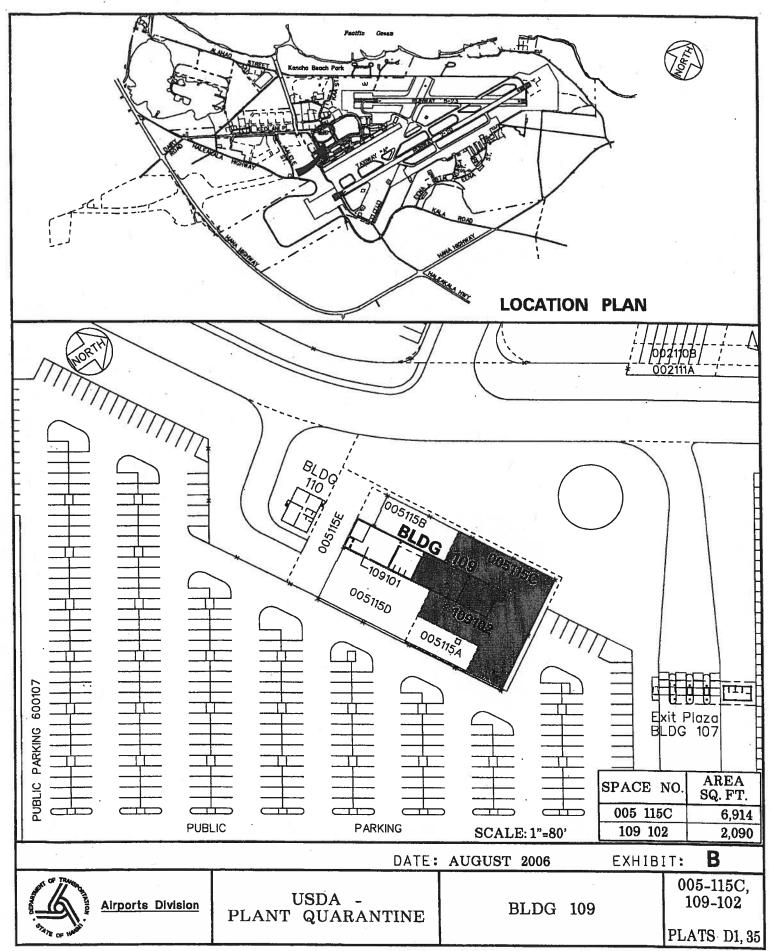
That the Board approves the continuance of the Lease to USDA subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; and (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State.

Respectfully submitted,

FORD N. FUCHIGAMI Director of Transportation

APPROVED FOR SUBMITTAL:

Chairperson and Member





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

November 17, 2006

RODNEY K. HARAGA DIRECTOR

Deputy Directors
FRANCIS PAUL KEENO
BARRY FUKUNAGA
BRENNON T. MORIOKA
BRIAN H. SEKIGUCHI

IN REPLY REFER TO:

Board of Land and Natural Resources State of Hawaii Honolulu, Hawaii

ISSUANCE OF A LONG-TERM LEASE
U.S. DEPARTMENT OF AGRICULTURE, ANIMAL, PLANT AND
HEALTH INSPECTION SERVICES, PLANT PROTECTION AND QUARANTINE
FOR OFFICE AT KAHULUI AIRPORT
MAUI

## APPLICANT:

U.S. Department of Agriculture, Animal Plant and Health Inspection Services, Plant Protection and Quarantine

## LEGAL REFERENCE:

Chapter 171, Hawaii Revised Statutes, as amended

#### PURPOSE:

Offices

## LOCATION:

Kahului Airport, Tax Map Key 2-3-8-01:Portion of 19

#### AREA:

Building 109, Space No. 102, containing an area of approximately 2,090 square feet and Space No. 005-115C, containing an area of approximately 6,914 square feet of unpaved/improved land as shown on Exhibit B

-2-

# **ZONING:**

State Land Use District:

Urban

County of Maui:

Airport

## **LAND TITLE STATUS:**

Section 5(a) of the Hawaii Admissions act – <u>Non-ceded</u>
DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: YES NO X

## **CURRENT USE STATUS:**

Airport purposes

## CHARACTER OF USE:

Offices for Agriculture, Animal, Plant and Health Inspection Services, Plant Protection and Quarantine

#### COMMENCEMENT DATE:

Upon execution of document

## TERM OF LEASE:

For a period not to exceed ten (10) years

#### RENTAL:

None

#### CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

This project will have a minimal or no significant effect on the environment and is therefore, exempt from the preparation of an environmental assessment under the authority of Chapter 343, HRS, and Section 11-200 HAR. The declaration of exemption is based on exemption of Class #2 on the exemption list for Department of Transportation dated May 22, 2001, that states:

"Replacement or reconstruction of existing structures and facilities where the new structure will be located, generally on the same site, and will have substantially the same purpose, capacity, density, height and dimensions as the structure replaced."

## **REMARKS**:

The present facilities which USDA uses in the Main Terminal Building of the Airport have become too small for their operations. They are asking the DOT to occupy a larger space and the DOT having available space agrees to their request.

## **RECOMMENDATION:**

That the Board approves the issuance of a lease subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; and (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State.

Respectfully submitted,

RODNEY K. HARAGA
Director of Transportation

APPROVED FOR SUBMITTAL:

Chairperson and Member

