

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

FORD N. FUCHIGAMI DIRECTOR

Deputy Directors
JADE T. BUTAY
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IN REPLY REFER TO:

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

OAHU

ISSUANCE OF REVOCABLE PERMIT TO PACIFIC SHIPYARDS INTERNATIONAL, LLC ("PSI") FOR APPROXIMATELY 1,715 SQ.FT. OF GENERAL OFFICE SPACE PLUS TANDEM PARKING FOR FOUR VEHICLES AT THE PIER 23 AREA, THE ADDRESS IS 711 NIMITZ HIGHWAY, HONOLULU, HAWAII 96813 AND FURTHER IDENTIFIED AS TAX KEY: (1) 1-02-025:009.

LEGAL

REFERENCE:

Chapter 171-11 and 55, Hawaii Revised Statutes.

APPLICANT:

PACIFIC SHIPYARDS INTERNATIONAL, LLC a Hawaii Limited

Liability Company.

CHARACTER OF

USE:

For general office use of human resources, risk management, and accounting and employee parking. PSI will be needing this office space and employee parking temporarily for a few years to accommodate its staff which is being relocated from Pier 41 due to the State's Kapalama Container project.

As part of the Pier 24 and 25 leasing transaction at Honolulu Harbor approved by the DLNR Land Board on May 13, 2016, PSI will be leasing the entire two-story Harbor Police Building, 705 Nimitz Highway, also located at Pier 23. Harbor Police will be vacating the first floor of 705 Nimitz Highway in August 2017. Eventually PSI is to occupy the second floor as well when Sause Brothers vacates to relocate its office to Pier 28. Prior to Sause Brother's departure, PSI will be subleasing the second floor to Sause Brothers.

LOCATION

Pier 23 area adjacent to Nimitz Highway at Honolulu Harbor, Oahu, address is 711 Nimitz Highway, Honolulu, Hawaii 96813 and further identified as Tax Key: (1) 1-02-025:009. Site is shown on the attached Exhibit A.

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CURRENT USE: The premises, although currently vacant, was occupied for many years

as office space for Oceantronics Inc. Oceantronics remains in business

on the ground floor only.

STATUS: Property is currently vacant. Encumbered by Governor's Executive Order

No. 2903 issued to the Harbors Division, Department of Transportation.

1,715 sq. ft. of general office space located on the second floor, plus AREA:

tandem parking for four vehicles.

RENTAL: Gross rent of \$1,715.00 per month or \$1.00 per square foot. PSI will be

responsible for renovation costs as well as its own utilities.

SECURITY

DEPOSIT: \$3,430.00 (two months rent)

ZONING: State Land Use Commission: Urban I-3

City and County of Honolulu:

COMMENCEMENT

DATE: To be determined by the Director of Transportation, but planned for early

August 2017.

LAND TITLE

Section 5E lands of the Hawaii Admissions Act. **STATUS:**

CHAPTER 343 ENVIRONMENTAL

ASSESSMENT: In accordance with HAR § 11-200, the subject request is exempt from the

preparation of an environmental assessment pursuant to Exemption Class No. 1 as listed on the Comprehensive Exemption List for the State of Hawaii Department of Transportation amended November 15, 2000, that states "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."

DCCA

VERIFICATION: Place of business registration confirmed: YES

Registered business name confirmed: YES

Applicant in good standing confirmed: YES

REMARKS: The applicant has been a Harbors Division tenant for over 40 years and

employees more than 100 people.

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RECOMMENDATION:

That the Board authorize the Department of Transportation, Harbors Division to issue the applicant a revocable permit for the above stated purpose, subject to the terms and conditions outlined above and incorporated herein by reference, and such terms and conditions as may be prescribed by the Director of Transportation.

Respectfully submitted

FORD N. FUCHIGAMI

Director of Transportation

APPROVED FOR SUBMITTAL:

SUZANNE CASE

Chairperson and Member

Board of Land and Natural Resources

