

JADE T. BUTAY DIRECTOR

Deputy Directors ROY CATALANI ROSS M. HIGASHI EDWIN H. SNIFFIN DARRELL T. YOUNG

IN REPLY REFER TO:

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

ISSUANCE OF A REVOCABLE PERMIT FOR AIRLINE CARRIER OPERATIONS MOKULELE FLIGHT SERVICE, INC. DBA MOKULELE AIRLINES DANIEL K. INOUYE INTERNATIONAL AIRPORT TAX MAP KEYS: (1) 1-1-003: 001 (PORTION) O'AHU

APPLICANT:

Mokulele Flight Service, Inc. dba Mokulele Airlines (Mokulele Airlines), whose mailing address is 73-500 U'u Street, Kailua-Kona, Hawai'i 96740.

LEGAL REFERENCE:

Section 171-55 (b), Hawai'i Revised Statutes (HRS).

LOCATION AND TAX MAP KEY:

Overseas Maintenance Area (Diamond Head), Ground Level, at the Daniel K. Inouye International Airport (Airport), Island of O'ahu, State of Hawai'i, identified by Tax Map Key: 1st Division, 1-1-003: 001 (Portion).

AREA:

Area/Space No. 001-126, containing an area of approximately 4,109 square feet; and Building/Room No. 122-101, containing an area of approximately 2,427 square feet, as shown and delineated on the attached map labeled Exhibit "A".

ZONING:

State Land Use District:

Urban

City and County of Honolulu LUO:

Industrial (I-2)

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR AIRLINE CARRIER OPERATIONS MOKULELE FLIGHT SERVICE, INC. DBA MOKULELE AIRLINES Page 2

LAND TITLE STATUS:

Non-Ceded - Section 5(a) lands of the Hawai'i Admission Act
DHHL 30% entitlement lands pursuant to Hawai'i Admission Act YES NO X

CURRENT USE STATUS:

Land presently encumbered by Governor's Executive Order No. 3201, dated June 8, 1983, setting aside 3,152.177 acres under the control and management of the State of Hawai'i, Department of Transportation, Airports Division (DOTA) for Airport Purposes.

CHARACTER OF USE:

Mokulele Airlines will use, operate, and maintain the Area for Airline Carrier Operations at the Airport.

COMMENCEMENT DATE:

Upon execution of the revocable permit.

MONTHLY RENTAL:

\$7,724.31 (Based on a land rate of \$6.20 per square foot, per annum, as published in the Airports Division Procedure No. 4.5 (Schedule of Rates and Charges), and an annual building rental of \$67,216.00.

SECURITY DEPOSIT:

Three (3) times the monthly rental in effect.

DCCA VERIFICATION:

Place of business registration confirmed:	YES X	NO
Registered business name confirmed:	YES X	NO
Good standing confirmed:	YES X	NO

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

The subject land area is covered by the Final Environmental Assessment for the proposed Airport Modernization Program for the Airport, formerly known as Honolulu International Airport, dated January 28, 2013. This Environmental Assessment covers the relocation of the Commuter Terminal to the Overseas Maintenance Area (Diamond Head) of the Airport. This Final Assessment was prepared for the State of Hawai'i,

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR AIRLINE CARRIER OPERATIONS MOKULELE FLIGHT SERVICE, INC. DBA MOKULELE AIRLINES Page 3

Department of Transportation, Airports Division, as required by Chapter 343, Hawai'i Revised Statutes, by Parsons and Environet, Inc.

REMARKS:

In accordance with Section 171-55 HRS, relating to <u>Permits</u>, the DOT proposes to issue a month-to-month revocable permit to Mokulele Airlines, as part of its Signatory Airline Carrier Operations at the Airport.

To Facilitate the construction of the Mauka Concourse, in connection with the Airport Modernization Program, Mokulele Airlines will relocate its Air Carrier Operations from the Commuter Terminal to the Overseas Maintenance Area (Diamond Head) of the Airport.

RECOMMENDATION:

That the Board authorize the DOT to issue a month-to-month revocable permit to Mokulele Airlines, subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; and (2) such additional terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State.

Respectfully_submitted.

ADE T. BUTA'

Director of Transportation

APPROVED FOR SUBMITTAL:

SUZANNE D. CASE

Chairperson and Member

