

STATE OF HAWAII **DEPARTMENT OF TRANSPORTATION**

869 PUNCHBOWL STREET HONOLULU, HAWAII 96813-5097 JADE T. BUTAY DIRECTOR

Deputy Directors LYNN A.S. ARAKI-REGAN DEREK J. CHOW ROSS M. HIGASHI EDWIN H. SNIFFEN

IN REPLY REFER TO:

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

> ISSUANCE OF A REVOCABLE PERMIT FOR AIRLINE LOUNGE KOREAN AIR LINES CO., LTD. CENTRAL CONCOURSE DANIEL K. INOUYE INTERNATIONAL AIRPORT TAX MAP KEY: (1) 1-1-003: 050 (PORTION)

O'AHU

APPLICANT/LESSEE:

Korean Air Lines, CO., LTD. (KAL), whose mailing address is 300 Rodgers Boulevard, Unit 69, Honolulu, Hawai'i 96819.

LEGAL REFERENCE:

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

LOCATION AND TAX MAP KEY:

Building 350, Central Concourse, Ground Level, of the Daniel K. Inouve International Airport (Airport), Island of O'ahu, State of Hawai'i, identified by Tax Map Key: 1st Division, 1-1-003: 050 (Portion).

AREA:

Building/Room No. 350-147B, containing approximately 600 square feet, and Building/Room No. 350-147C, containing approximately 938 square feet, 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(a) lands of the Hawaii Admissions Act: Non-ceded DHHL 30% entitlement lands pursuant to the Hawai'i State Constitution: YES NO X BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR AIRLINE LOUNGE KOREAN AIR LINES CO., LTD, CENTRAL CONCOURSE DANIEL K. INOUYE INTERNATIONAL AIRPORT Page 2

CURRENT USE STATUS:

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

CHARACTER OF USE:

KAL will use and maintain the space as an International Airline Lounge, as part of its Signatory Airline Carrier Operations at the Airport.

COMMENCEMENT DATE:

To be determined by the Director of Transportation at a later date.

MONTHLY RENTAL:

\$8,771.73 (as determined from the Airports Division Signatory Rates and Charges Hawai'i Airports System, effective February 1, 2019.

The Airports Division Signatory Carriers Rates and Charges, Hawai'i Airports System for Fiscal Year 2019 is \$68.44 per square, per annum.

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:8

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

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within Exemption Class #1, Comprehensive Exemption List for the State of Hawai'i, Department of Transportation (DOT), 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.

DOTA consulted with the U.S. Federal Aviation Administration (FAA) as to the appropriateness of the citation of the Environmental Exemption Class from the Comprehensive list for the DOT, dated November 15, 2000. The FAA concurred on the appropriateness.

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 KAL for the use and maintenance of an Airline Lounge, as part of its Signatory Airline Carrier Operation at the Airport.

RECOMMENDATION:

That the Board authorize the DOT to issue a direct lease to KAL, 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,

JADE T. BUTAY

Director of Transportation

APPROVED FOR SUBMITTAL:

Chairperson and Member

