STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES Division of Boating and Ocean Recreation Honolulu, Hawaii 96819

April 26, 2019

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

Land Board Members:

REQUEST TO AMEND PRIOR BOARD ACTION OF FEBRUARY 22, 2019, (ITEM J-3) FOR ISSUANCE OF A REVOCABLE PERMIT ("RP") TO MAKANI CHARTERS, INC., FOR A COVERED AREA USED FOR STORAGE AND RECREATION AT HONOKOHAU SMALL BOAT HARBOR, KAILUA-KONA, HAWAII, IDENTIFIED BY TAX MAP KEY: (3) 7-4-008:003 (PORTION). THE PURPOSE OF THIS AMENDMENT IS TO REVISE THE SLIP OWNER FROM MAKANI CHARTERS, INC. TO MAKANI KAI CHARTERS, INC., THE AREA FROM 200 SQ. FT. TO 449 SQ. FT. AND THE RENT FROM \$100.00 TO \$224.50.

BACKGROUND:

On February 22, 2019, under agenda item J-3, the Board approved revocable permits ("RP") for 34 covered areas used for storage and recreation at Honokohau Small Boat Harbor and found the project to be exempt from the requirement of Chapter 343, Hawaii Revised Statutes and Chapter 11-200 Hawaii Administrative Rules. A copy of the approved Board submittal is attached as "Exhibit B". A proposed RP is incorrectly identified as Makani Charters, Inc., on an area of 200 sq. ft. and rent of \$100.00. The proposed RP should have been identified as Makani Kai Charters, Inc., on an area of 449 sq. ft. and rent of \$224.50.

RECOMMENDATION:

That the Board of Land and Natural Resources:

- 1. Amend its prior Board action of February 22, 2019, agenda item J-3, by deleting "Makani Charters, Inc." under "Slip Owner", "200.00" under "Area Used" and "\$100.00" under "Monthly Cost @ \$.50/sq. ft." and replacing it with "Makani Kai Charters, Inc." under "Slip Owner", "449.00" under "Area Used" and "\$224.50" under "Monthly Cost @ \$.50/sq. ft."
- 2. Except as amended hereby, all terms and conditions listed in its February 22, 2019 Item J-3, Board approval to remain the same.

Respectfully Submitted,

EDWARD R. UNDERWOOD, Administrator Division of Boating & Ocean Recreation

APPROVED FOR SUBMITTAL:

SUZANNE D. CASE, Chairperson Board of Land and Natural Resources

Attachment:

- A. Makani Kai Charter Area Map
- B. Prior Board action dated February 22, 2019, Item J-3



Exhibit A





STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES Division of Boating and Ocean Recreation Honolulu, Hawaii 96819

February 22, 2019

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

Land Board Members:

SUBJECT: ISSUANCE OF REVOCABLE PERMITS TO VARIOUS APPLICANTS

LOCATED AT HONOKOHAU SMALL BOAT HARBOR, KEALAKEHE, NORTH KONA, HAWAII, TAX MAP KEY: (3) 7-4-

008:003. SEE EXHIBIT B FOR LIST OF APPLICANTS.

AND

DECLARE PROJECT EXEMPT FROM REQUIREMENTS OF CHAPTER 343, HRS AND TITLE 11, CHAPTER 200, HAWAII

ADMINISTRATIVE RULES.

APPLICANT:

Various. See Exhibit B

LEGAL REFERENCE:

Sections 171-55, Hawaii Revised Statutes (HRS), as amended.

LOCATION:

Portion of Government lands situated at Honokohau Small Boat Harbor (Honokohau SBH), Kealakehe, North Kona, Hawaii, identified as Tax Map Key: (3) 7-4-008:003, hereinafter referred to as the "Premises" as shown on the map labeled **EXHIBIT A, A1-A3** and attached hereto.

AREA:

See **EXHIBIT B**.

EXHIBIT B

ZONING:

State Land Use District: Urban & Conservation (portion of parcel along the coastline is in the

Resource Conservation Subzone)

County of Hawaii: CZO: Open

TRUST LAND STATUS:

Section 5(b) lands of the Hawaii Admission Act: YES X NO ___

DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: YES ___ NO X

CURRENT USE STATUS:

Unencumbered.

CHARACTER OF USE:

Covered areas used for storage and recreation.

COMMENCEMENT DATE:

The first day of the month to be determined by the Chairperson.

MONTHLY RENTAL:

See Exhibit B, payable in advance by the first of each and every month, based on an in-house valuation of \$.50 per square foot per month, or \$6.00 per square foot annually.

COLLATERAL SECURITY DEPOSIT:

Twice the Monthly Rental.

DCCA VERIFICATION:

Place of business registration confirmed: YES X NO Registered business name confirmed: YES X NO Applicant in good standing confirmed: YES X NO

CHAPTER 343 – ENVIRONMENTAL ASSESSMENT:

In accordance with the "Comprehensive Exemption List for the Division of Boating and Ocean Recreation, Department of Land and Natural Resources, State of Hawaii, as concurred in by the Environmental Council, State of Hawaii", dated June 5, 2015, the subject request is exempt from the preparation of an environmental assessment pursuant to Exemption Class No. 1 that states in pertinent part, "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." This project is exempt from the preparation of an EA pursuant to the following exemption:

Item No. 51. Permits, licenses, registrations, and rights-of-entry issued by the Department that are routine in nature, involving negligible impacts beyond that previously existing.

In consultation with the Land Division (LD), regarding HRS Chapter 343, they concurred that this RP met our Chapter 343, HRS, and chapter 11-200, HAR, this project will probably have minimal or no significant effect on the environment and is therefore exempt from the preparation of an environmental assessment.

REMARKS:

Over the years, numerous mooring permit holders at the Honokohau SBH have built permanent structures on State lands adjacent to their slips. These structures, which range in size from 16 to 832 square feet, consist of enclosed wood-clad storage sheds and wood-framed open-sided pavilions.

For the most part, construction was done without the consent of the Division of Boating and Ocean Recreation (DOBOR), and the lands continue to be used without the proper dispositions or payment of rents.

Staff requests the Board approve the issuance of revocable permits to the applicants listed in Exhibit B for the use of state lands. Since the commercial-use permits associated with these structures have a term not to exceed one year, and must be renewed annually, staff believes that revocable permits are the appropriate disposition in this instance. Staff further believes that there is no need for the mooring permits and revocable permits to be coterminous, as each may be terminated within 30 days.

RECOMMENDATION:

That the Board of Land and Natural Resources:

1. Declare that, after considering the potential effects of the proposed disposition as provided by Chapter 343, HRS, and Chapter 11-200, Hawaii Administrative Rules, this project will probably have minimal or no significant effect on the environment and is therefore exempt from the preparation of an environmental assessment.

- 2. Authorize issuance of revocable permits at Honokohau SBH to applicants listed in Exhibit B, under the terms and conditions cited above, which are by this reference, incorporated herein and further subject to the following:
 - a. The standard terms and conditions of the most current Revocable Permit form, as may be amended from time to time; and
 - b. Review and approval by the Department of the Attorney General.
 - c. Such other terms and conditions as may be prescribed by the Chairperson to best serve the interests of the State.

Respectfully Submitted,

EDWARD R. UNDERWOOD, Administrator Division of Boating & Ocean Recreation

APPROVED FOR SUBMITTAL:

SUZANNE D. CASE, Chairperson Board of Land and Natural Resources

Attachment:

A. Location Map

A1. Location Map

A2. Location Map

A3. Location Map

B. List of Permit Applicants

Cassidy, Jaimelynn M

AMENDMENT J-3 February 22, 2019

rom:

Howard, Richard T

Sent:

Wednesday, March 06, 2019 3:29 PM

To:

Cassidy, Jaimelynn M

Subject:

BLNR Meeting of 2-22, Item J-3

Jaime,

The subject agenda item from the BLNR's meeting on 2/22/19 was approved as amended:

J&M Fishing Inc., slip # A-6.5 was deleted from Exhibit B.

Mahalo, Richard

EXEMPTION NOTIFICATION

Regarding the preparation of an environmental assessment pursuant to Chapter 343, HRS and Chapter 11-200, HAR

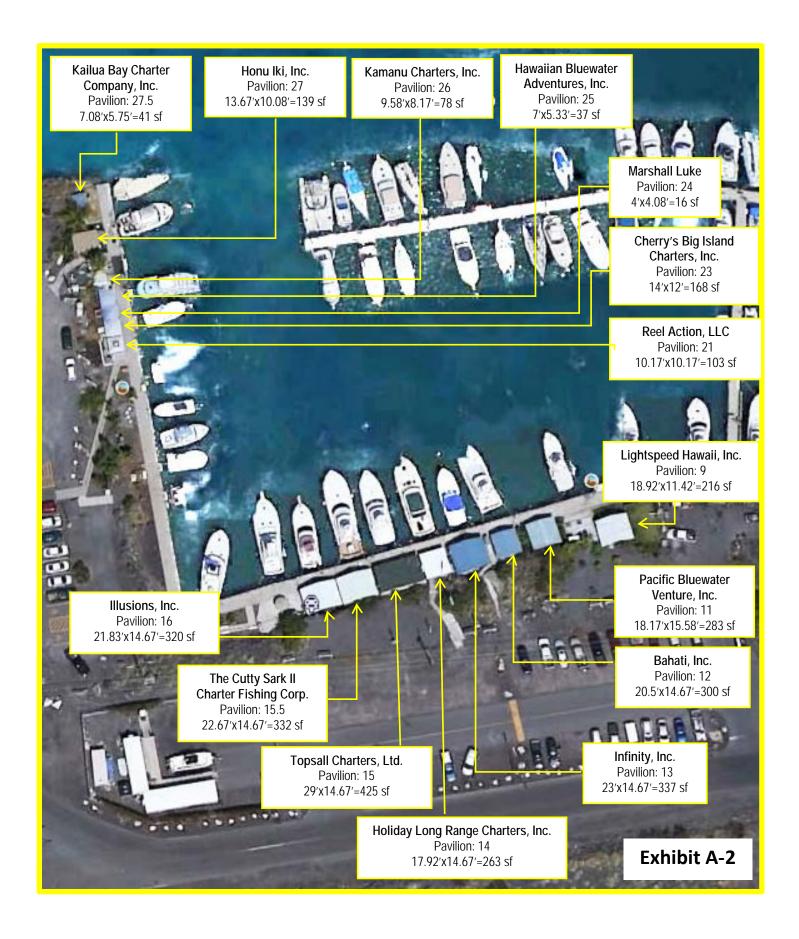
Project Title:	Issuance of revocable permits to various applicants located at
	Honokohau Small Boat Harbor
Project / Reference No.:	
Project Location:	Kealakehe, North Kona, Hawaii, Tax Map Key: (3) 7-4-008:003
Project Description:	Covered areas used for storage and recreation
Chap. 343 Trigger(s):	Use of State Land
Exemption Class No(s).:	No. 1, "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," Item 51, "Permits, licenses, registrations,
	and rights-of-entry issued by the Department that are routine
	in nature, involving negligible impacts beyond that previously existing"
Cumulative Impact of	No, the requested location has been in the same use for many
Planned Successive	years with no known significant impact to the environment.
Actions in Same Place	Therefore, staff believes the issuance of revocable permits will
Significant?	have no significant effect on the environment.
Action May have	No, staff does not believe the issuance of revocable permits
Significant Impact on	will have significant impact on particularly sensitive
Particularly Sensitive	environment. The Honokohau SBH is a recreational boat harbor
Environment?	containing a fueling facility, vessel washdown, comfort stations,
	as well as numerous structures. The issuance of revocable permits
	for the existing pavilions, which have no water or sewer, will
	have no significant impact on the environment.
Analysis:	The request pertains to issuing revocable permits for the subject
	location. The area has been used for the same purpose over the
	years with no known significant impact to the environment. Staff
	believes that the request would involve negligible or no
	expansion or change in use of the subject location beyond that
	previously existing.
Consulted Parties:	Land Division - Hawaii District Land Office
Declaration	The Board finds that this project will probably have minimal or
	no significant effect on the environment and declares that this
	project is exempt from the preparation of an environmental
	assessment.

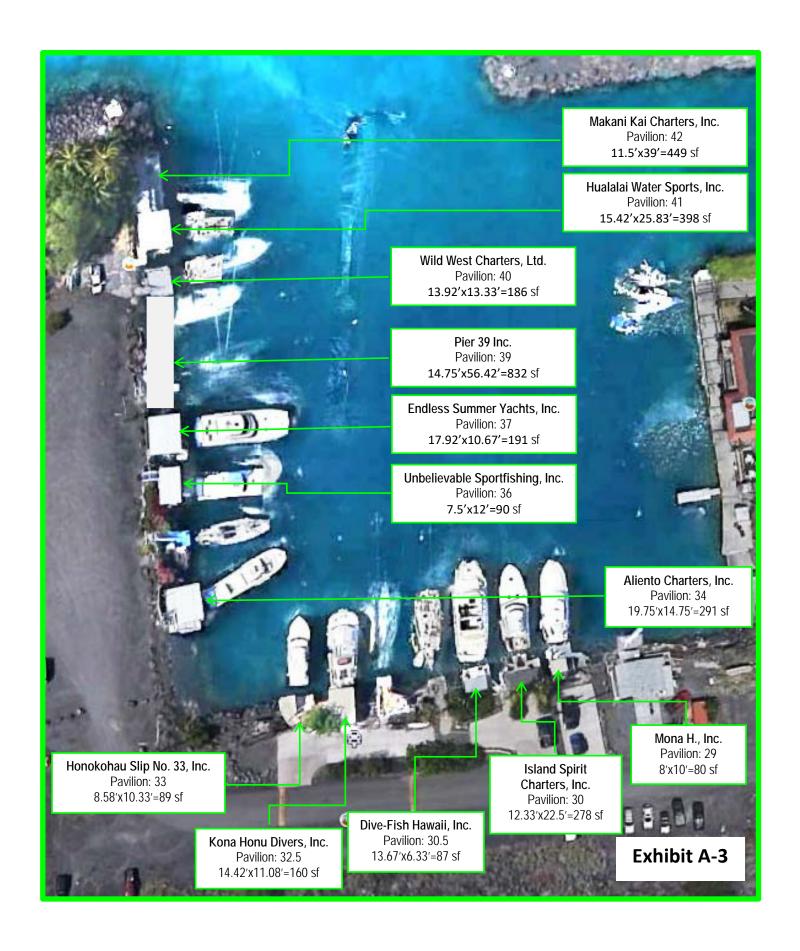


Exhibit A Honokohau Small Boat Harbor

Sport Fishing II, Inc. Pavilion: A-19 16.75'x12.5'=209 sf Twin Charters Intrepid, Inc. Pavilion: A-17 22.92'x12.5'=286 sf Legend Sportfishing, Inc. Pavilion: A-14 15.58'x6.00'=94 sf Alibi Sport Fishing, Inc. Pavilion: A-13 11'x5.25'=58 sf Hawaii Sailing Company, Inc. Pavilion: A-11 12.17'x8.33'=101 sf (C) **Z&G Enterprises, Inc.**Pavilion: A-8
15.83x13.25'=210 sf J&M Fishing, Inc. Pavilion: A-6.5 12'x16.33'=196 sf Exhibit A-1

Exhibit A-1 Honokohau Small Boat Harbor





				Monthly Cost	+
# dilS	Slip Owner	Area Used	Description & Nature of Use	@ \$.50/sq.ft	بد ؛
A-6.5	J & M Fishing, Inc.	196.0	Covered area used for storage and recreation	\$ 98.00	0
A-8	Z & G Enterprises, Inc.	210.0	Covered area used for storage and recreation	\$ 105.00	0
A-11	Hawaii Sailing Company	101.0	Covered area used for storage and recreation	\$ 50.50	0
A-13	Alibi Sport Fishing, Inc	58.0	Covered area used for storage and recreation	\$ 29.00	0
A-14	Legend Sportfishing, Inc.	94.0	Covered area used for storage and recreation	\$ 47.00	0
A-17	Intrepid, Inc.	286.0	Covered area used for storage	\$ 143.00	0
A-19	Twin Charters Sport Fishing II, Inc.	209.0	Covered area used for storage and recreation	\$ 104.50	0
6	Lightspeed Hawaii, Inc.	216.0	Covered area used for storage and recreation	\$ 108.00	0
11	Pacific Bluewater Venture, Inc.	283.0	Covered area used for storage and recreation	\$ 141.50	0
12	Bahati, Inc.	300.0	Covered area used for storage and recreation	\$ 150.00	0
13	Infinity, Inc.	337.0	Covered area used for storage and recreation	\$ 168.50	0
14	Holiday Long Range Charters, Inc.	263.0	Covered area used for storage and recreation	\$ 131.50	0
15	Topsall Charters, Inc.	425.0	Covered area used for storage and recreation	\$ 212.50	0
15.5	The Cutty Sark II Charter Fishing Corp.	332.0	Covered area used for storage and recreation	\$ 166.00	0
16	Illusions, Inc.	320.0	Covered area used for storage and recreation	\$ 160.00	0
21	Reel Action LLC	103.0	Covered area used for storage and recreation	\$ 51.50	0
23	Cherry's Big Island Charters, Inc	168.0	Covered area used for storage	\$ 84.00	0
24	Marshall Luke	16.0	Covered area used for storage	\$ 8.00	0
25	Hawaii Bluewater Adventures, Inc.	37.0	Covered area used for storage	\$ 18.50	0
26	Kamanu Charters, Inc.	78.0	Covered area used for storage	39.00	0
27	Hono Iki, Inc	139.0	Covered area used for storage	\$ 69.50	0
27.5	Kailua Bay Charter Company, Inc.	41.0	Covered area used for storage	\$ 20.50	0
56	Mona H., Inc	80.0	Covered area used for storage and recreation	\$ 40.00	0
30	Island Spirit Charters, Inc.	278.0	Covered area used for storage and recreation	\$ 139.00	0
30.5	Dive-Fish Hawaii	87.0	Covered area used for storage and recreation	\$ 43.50	0
32.5	Kona Honu Divers, Inc.	160.0	Covered area used for storage and recreation	\$ 80.00	0
33	Honokohau Slip 33, Inc	89.0	Covered area used for storage and recreation	\$ 44.50	0
34	Aliento Charters, Inc.	291.0	Covered area used for storage and recreation	\$ 145.50	0
36	Unbelievable Sportfishing, Inc.	0.06	Covered area used for storage and recreation	\$ 45.00	0
37	Endless Summer Yachts	191.0	Covered area used for storage and recreation	\$ 95.50	0
39	Pier 39 Inc.	832.0	Covered area used for storage and recreation	\$ 416.00	0
40	Wild West Charters	186.0	Covered area used for storage and recreation	\$ 93.00	0
41	Hualalai Watersports	398.0	Covered area used for storage and recreation	\$ 199.00	0
42	Makani Charters, Inc.	200.0		\$ 100.00	0
			XHIBIT B		ĺ

EXHIBIT B