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DIRECTOR

IN REPLY REFER TO:

STATE OF HAWAII DEPARTMENT OF TRANSPORTATION

869 PUNCHBOWL STREET HONOLULU, HAWAII 96813-5097

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

OAHU

ISSUANCE OF MONTH-TO-MONTH PERMIT TO MATSON TERMINALS, INC., SITUATED AT PIER 6, KALAELOA BARBERS POINT HARBOR, OAHU, TAX MAP KEY NO. (1) 9-1-014:024 (P), GOVERNOR'S EXECUTIVE ORDER NO. 3383

LEGAL REFERENCE:

Sections 171-6, 171-13, 171-17, 171-55, and 171-59, Hawaii Revised Statutes (HRS), as amended.

APPLICANT:

Matson Terminals, Inc. (Applicant), is a domestic profit corporation, whose business registration is 1411 Sand Island Parkway, Honolulu, Hawaii 96809 and mailing address is 555 12th Street, Suite 700, Oakland, California 94607.

CHARACTER OF USE:

Storage of stationary crane.

LOCATION:

Portion of governmental lands at Pier 6, Kalaeloa Barbers Point Harbor, Oahu, Tax Map Key No. (1) 9-1-014:024 (P), Governor's Executive Order No. 3383, as shown on the attached map labeled Exhibit A.

AREA: See attached Exhibits A and B

| AREA | DESCRIPTION | ТҮРЕ | SQ. FT. | RATE | RENTAL | SECURITY DEPOSIT |
|------|-----------------------------|--------------------------|---------|---------|-------------|---------------------|
| 1 | Storage of stationary crane | Improved – Paved Land | 13,500 | \$ 0.31 | \$ 4,185.00 | \$ 8,370.00 |

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CONSIDERATION:

Determined by appraisal as of April 1, 2019, for Revocable Permits in Kalaeloa Barbers Point Harbor.

ZONING:

State Land Use Commission: Urban

City and County of Honolulu: I-3 (Waterfront Industrial District)

P-2 (General Preservation District)

COMMENCEMENT DATE:

To be determined by the Director of Transportation.

TRUST LAND STATUS:

Subsection 5(a) of the Hawaii Admission Act (non-ceded lands).

CURRENT USE STATUS:

The Applicant currently occupies the premises for the storage of a stationary crane. The Department of Transportation, Harbors Division (DOT Harbors) is transitioning the Applicant to a month-to-month permit with current appraised rates and updated permit terms (as applicable). The DOT Harbors has been reviewing all month-to-month permits to ensure compliance with and applicability to Sections 171-17 and 171-55, HRS.

LAND TITLE STATUS:

Acquired by the DOT Harbors, through eminent domain proceedings; issuance of Governor's Executive Order No. 3383.

CHAPTER 343 - ENVIRONMENTAL ASSESSMENT:

This action is exempt from the Office of Environmental Quality Control (OEQC) requirements pursuant to Sub-Chapter 11-200.1-15(c)(1), Hawaii Administrative Rules (HAR), which exempts the following:

"Exemption Class 1: Operations, repairs, or maintenance of existing structures, facilities, equipment, or topographical features, involving minor expansion or minor change of use beyond that previously existing."

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The DOT Harbor will submit its publication request of this Exemption Notice to the OEQC for publication on the 8th of each month.

REMARKS:

The Applicant provides container maintenance, stevedoring and other terminal services to support the Applicant's ocean shipping operations that service both Hawaii and Alaska. In addition, the Applicant has been a leader in Pacific shipping since 1882, offering comprehensive ocean transportation services that are vital in providing to the economies of Hawaii, Guam, Micronesia and other islands in the South Pacific.

The Applicant's stationary crane is currently located at Pier 6, Kalaeloa Barbers Point Harbor, and is being charged under tariff pursuant to Section 19-44-42, HAR. Due to the long-term storage and land disposition of the stationary crane, it is more appropriate to issue the Applicant a month-to-month permit under Section 171-55, HRS.

The DOT Harbors has been reviewing all month-to-month permits to ensure compliance with and applicability to Sections 171-17 and 171-55, HRS. The DOT Harbors is currently in the process of re-issuing all current revocable permits to accurate describe land usage, designated permit locations as well as updating monthly rental charges to appraised market value.

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RECOMMENDATION:

That the Board authorize the DOT Harbors to issue the Applicant a month-to-month 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 to best serve the interests of the State.

Respectfully submitted,

JADE T. BUTAY Director of Transportation

APPROVED FOR SUBMITTAL:

Sgame Q. Cose

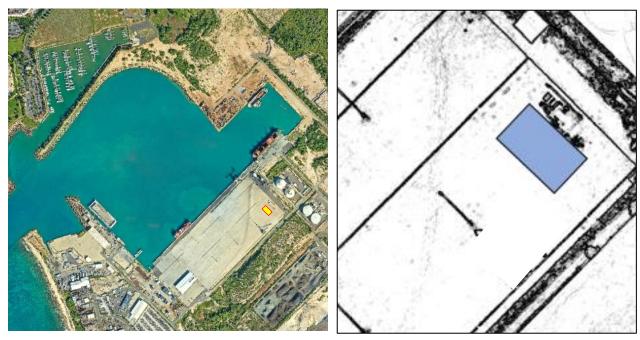
SUZANNE D. CASE

Chairperson and Member

Board of Land and Natural Resources

Att.: Exhibits A and B

Area 1 – Storage of Stationary Crane



| AREA | DESCRIPTION | TYPE | DIMEN | SIONS | SQ. FT. |
|------|-----------------------|------------|-------|-------|---------|
| 1 | Storage of stationary | Improved - | 60 | 225 | 13,500 |
| | crane | Paved Land | | | ' |



