

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

JADE T. BUTAY

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 OFFICE AND TICKET COUNTER SPACE IN THE TERMINAL FOR AIRLINE CARRIER OPERATIONS SOUTHERN AIRWAYS EXPRESS, LLC LĀNA'I AIRPORT MAUI TAX MAP KEY: (2) 4-9-02: PORTION OF 55

APPLICANT:

Southern Airways Express, LLC, whose business address is 101 N. Riverside Drive, Suite 211, Pompano Beach, Florida 33062.

LEGAL REFERENCE:

Section 171-55, Hawai'i Revised Statutes.

LOCATION AND TAX MAP KEY:

Portion of Lāna'i Airport (LNY), Lāna'i, County of Maui, identified by Tax Map Key: 2nd Division, 4-9-02: Portion of 55.

AREAS:

Building/Room No. 302-104A, containing an area of approximately 24 square feet, Building/Room No. 302-104D, containing an area of approximately 51 square feet, Building/Room No. 302-104E, containing an area of approximately 51 square feet, Building/Room No. 302-104F, containing an area of approximately 51 square feet, and Building/Room No. 302-106B, containing an area of approximately 85 square feet, as shown and delineated on the attached Exhibit A.

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR OFFICE AND TICKET COUNTER SPACE IN THE TERMINAL FOR AIRLINE CARRIER OPERATIONS, SOUTHERN AIRWAYS EXPRESS, LLC Page 2

ZONING:

State Land Use District:

Urban

County of Maui:

Airport

LAND TITLE STATUS:

Section 5(a) lands of the Hawai'i Admission Act: Non-Ceded

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. 4568, dated November 30, 2018, setting aside 507.795 acres designated as Lāna'i Airport to be under the control and management of the State of Hawai'i, Department of Transportation for Airport Purposes.

CHARACTER OF USE:

Southern Airways Express, LLC will use the spaces for an office and ticket counters, as part of its commercial airline carrier operations at Lāna'i Airport.

COMMENCEMENT DATE:

Upon complete execution of the revocable permit.

MONTHLY RENTAL:

\$669.72 (\$506.99, as determined from the Department of Transportation, Airports Division schedule of rates and charges established by appraisal of Airports property statewide, plus \$21.25 for air conditioning, \$102.18 for utilities and \$39.30 for maintenance).

SECURITY DEPOSIT:

\$2,009.16, or 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

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR OFFICE AND TICKET COUNTER SPACE IN THE TERMINAL FOR AIRLINE CARRIER OPERATIONS, SOUTHERN AIRWAYS EXPRESS, LLC Page 3

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

The State of Hawai'i, Department of Transportation, Airports Division (HDOT-A), has determined that the subject areas are covered by the Lāna'i Airport Master Plan Improvements Final Environmental Impact Statement (EIS), published by the Office of Environmental Quality Control (OEQC) in the January 23, 1991, issue of the OEQC Bulletin and accepted by the Governor on May 7, 1991. Accordingly, all relevant mitigation from the EIS and best management practices will be implemented to address the minimum impacts of this action.

REMARKS:

In accordance with Section 171-55, HRS, relating to <u>Permits</u>, the Department of Transportation proposes to issue a month-to-month revocable permit to Southern Airways Express, LLC for office and ticket counter space, as part of its airline carrier operations at Lāna'i Airport.

RECOMMENDATION:

That the Board authorize the Department of Transportation to issue a month-to-month revocable permit to Southern Airways Express, LLC, 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,

JADE T. BUTAY

Director of Transportation

APPROVED FOR SUBMITTAL:

SUZANNE D. CASE

Chairperson and Member

