

DAVID Y. IGE  
GOVERNOR



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 OFFICE AND TICKET  
COUNTER SPACE FOR AIRLINE CARRIER OPERATIONS  
SOUTHERN AIRWAYS EXPRESS, LLC  
ELLISON ONIZUKA KONA INTERNATIONAL AIRPORT AT KEĀHOLE HAWAI'I  
TAX MAP KEY: (3) 7-3-43: PORTION OF 003

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 (HRS).

LOCATION AND TAX MAP KEY:

Portion of Ellison Onizuka Kona International Airport at Keāhole (KOA), Kailua-Kona,  
Island of Hawai'i, identified by Tax Map Key: 3rd Division, 7-3-43: Portion of 003.

AREA:

Building/Room No. 105-102, containing an area of approximately 140 square feet,  
Building/Room No. 105-103, containing an area of approximately 140 square feet,  
Building/Room No. 105-104, containing an area of approximately 140 square feet,  
Building/Room No. 105-105, containing an area of approximately 140 square feet,  
Building/Room No. 105-107, containing an area of approximately 140 square feet,

**ITEM M-12**

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

Building/Room No. 105-108, containing an area of approximately 140 square feet,  
Building/Room No. 105-109, containing an area of approximately 140 square feet, and  
Building/Room No. 105-114, containing an area of approximately 11 square feet,  
as shown and delineated on the attached Exhibit A.

ZONING:

State Land Use District: Urban & Conservation  
County of Hawai'i: Industrial (MG-1a) and Open

LAND TITLE STATUS:

Section 5(a) lands of the Hawai'i Admission Act: 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. 3074, dated August 20, 1981, setting aside 4,204.01 acres designated as KOA under the control and management of the State of Hawai'i, Department of Transportation, Airports Division for Airport Purposes.

CHARACTER OF USE:

Southern Airways Express, LLC will use the spaces for offices and a ticket counter, as part of its commercial airline carrier operations at KOA.

COMMENCEMENT DATE:

Upon execution of the revocable permit.

MONTHLY RENTAL:

\$2,347.40 (\$1,573.20, as determined from the Department of Transportation, Airports Division schedule of rates and charges established by appraisal of Airports property statewide plus \$245.00 for air conditioning, \$382.20 for utilities and \$147.00 for maintenance).

SECURITY DEPOSIT:

\$7,042.20, or three times the monthly rental in effect.



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

DCCA VERIFICATION:

Place of business registration confirmed:	YES <u>X</u>	NO _____
Registered business name confirmed:	YES <u>X</u>	NO _____
Good standing confirmed:	YES <u>X</u>	NO _____

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

The State of Hawai'i, Department of Transportation, Airports Division, has determined that the subject land areas are covered by the Kona International Airport at Keahole Master Plan Update Final Environmental Assessment (EA) and Finding of No Significant Impact (FONSI), dated December 18, 2000, and published by the Office of Environmental Quality Control (OEQC) in the January 8, 2001, issue of The Environmental Notice.

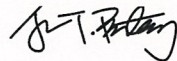
REMARKS:

In accordance with Section 171-55, HRS, relating to Permits, 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 their airline carrier operations at KOA.

RECOMMENDATION:

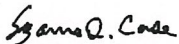
That the Board authorize the Department of Transportation to issue a month-to-month revocable permit to Southern Airways Express, LLC, subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; and (2) such additional terms and conditions as may be prescribed by 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

