

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 Hawaii Honolulu, Hawaii

<u>OAHU</u>

ISSUANCE OF TWO (2) MONTH-TO-MONTH PERMITS TO KIRBY OFFSHORE MARINE HAWAII, LLC, FOR STORAGE AREAS, SITUATED AT PIER 21, HONOLULU HARBOR, ISLAND OF OAHU, TAX MAP KEY NO. (1) 1-5-039:007 (P), GOVERNORS EXECUTIVE ORDER NO. 2903

LEGAL REFERENCE:

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

APPLICANT:

Kirby Offshore Marine Hawaii, LLC ("Applicant"), is a foreign limited liability company whose business registration and mailing address is 55 Waugh Drive Suite 1000, Houston, Texas 77007.

CHARACTER OF USE:

Additional storage areas to support the Applicant's bulk liquid transportation business.

LOCATION:

Portion of governmental lands at Pier 21, Honolulu Harbor, Island of Oahu, Tax Map Key No. (1) 1-5-039:007 (P) as shown on the attached map labeled Exhibit A.

Board of Land and Natural Resources Kirby Offshore Marine Hawaii, LLC Page 2

AREA: See attached Exhibit A

AREA	DESCRIPTION	ТҮРЕ	SQ. FT.	RATE PER SQ. FT.	MONTHLY RENTAL CHARGE	SECURITY DEPOSIT
1	Storage area along Pier 21-covered	Improved Paved-land	130	\$ 0.80	\$ 104.00	\$ 208.00
2	Storage area along Pier 21-uncovered	Improved Paved-land	600	\$ 0.80	\$ 480.00	\$ 960.00
					\$ 584.00	\$ 1,168.00

Total Total
Monthly Security
Rental Deposit

CONSIDERATION:

Determined by appraisal as of January 1, 2021, for revocable permits in Honolulu Harbor, Island of Oahu.

ZONING:

State Land Use Commission: Urban

County of Oahu: I-3, Waterfront Industrial District IMX-1, Industrial Mixed-Use District

COMMENCEMENT DATE:

To be determined by the Director of Transportation.

TRUST LAND STATUS:

Land acquired after Statehood (non-ceded).

CURRENT USE STATUS:

The Applicant currently has five (5) existing month-to-month permits that occupies a portion of the Pier 21 Warehouse and a portion of Warehouse 6 situated at Honolulu Harbor, island of Oahu, for an office space, parking, warehouse space, and storage spaces for their maritime business. The State of Hawaii, Department of Transportation, Harbors Division ("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

Board of Land and Natural Resources Kirby Offshore Marine Hawaii, LLC Page 3

DOT Harbors is updating the Applicant's permit with current appraised rates and updated permit terms (as applicable).

LAND TITLE STATUS:

Acquired by DOT Harbors, through eminent domain proceedings land acquired by issuance of Governor's Executive Order No. 2903.

CHAPTER 343 - ENVIRONMENTAL ASSESSMENT:

This action is exempt from Office of Environmental Quality Control ("OEQC") requirements pursuant to Sub-Chapter 11-200.1, Hawaii Administrative Rules, that 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."

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

REMARKS:

The Applicant transports and distributes heavy fuel oil and refined petroleum products via tank barges throughout the Hawaiian Islands. The Applicant also provides ship refueling services to vessels in Honolulu Harbor. The Applicant has an offshore fleet of Articulated Tug/Barge units which allows them to "push" the barges and in turn are able to operate in a more efficiently and safely in a wider range of sea conditions. This allows for faster transit times and increased fuel economy.

Currently, the Applicant has five (5) month-to-month permits for an office space, parking, warehouse space, and storage spaces for their maritime business. The DOT Harbors has been reviewing all month-to-month permits to ensure compliance and applicability to Section 171-55, HRS. This submittal will update land usage areas which is compliant with Chapter 171, HRS.

Board of Land and Natural Resources Kirby Offshore Marine Hawaii, LLC Page 4

RECOMMENDATION:

That the Board authorize the DOT Harbors to issue the Applicant two (2) month-to-month revocable permits for the above-stated purposes, 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:

SUZANNE D. CASE

Chairperson and Member

Sgame Q. Case

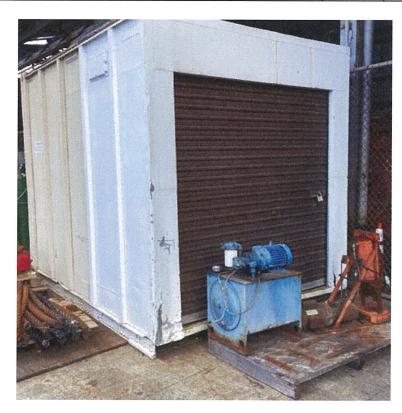
Board of Land and Natural Resources

Att.: Exhibit A

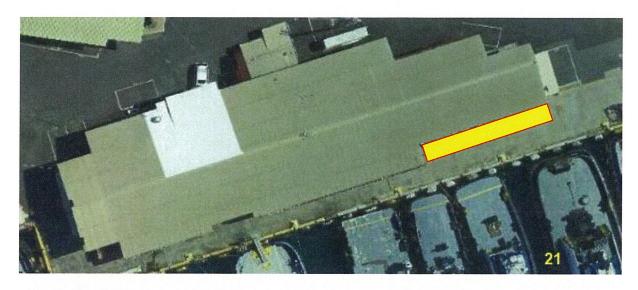
Area 1 – Storage area along Pier 21-covered



AREA	DESCRIPTION	TYPE	DIMENSIONS		SQ. FT.	
1	Storage area along Pier 21-covered	Improved Land-paved	13'	10'	130	



Area 2 - Storage area along Pier 21-uncovered



	DESCRIPTION Storage area along Pier 21-uncovered	TYPE	DIMENSIONS		SQ. FT.
		Improved Land-paved	60'	10°	600

