

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

JADE T. BUTAY DIRECTOR

Deputy Directors ROSS M. HIGASHI EDUARDO P. MANGLALLAN PATRICK H. MCCAIN EDWIN H. SNIFFIN

IN REPLY REFER TO:

Board of Land and Natural Resources State of Hawai'i Honolulu, Hawai'i

> ISSUANCE OF A REVOCABLE PERMIT FOR THE PURPOSE OF A GENERAL AVIATION HANGAR FACILITY FOR AIRCRAFT MAINTENANCE OPERATIONS HKA PACIFIC LLC DANIEL K. INOUYE INTERNATIONAL AIRPORT TAX MAP KEY: (1) 1-1-72: 23 O'AHU

LEGAL REFERENCE:

Section 171-55 Hawai'i Revised Statutes (HRS), as amended.

APPLICANT:

HKA Pacific LLC (HKA) whose mailing address is 47-430 Hoopala Street, Kaneohe, Hawai'i, 96744.

LOCATION AND TAX MAP KEY:

Located on the South Ramp of the Daniel K. Inouye International Airport (Airport), Island of O'ahu, State of Hawai'i, identified by Tax Map Key: 1st Division, 1-1-72: portion of 23.

AREA:

Building/Room No. 212-100, consisting of approximately 6,636 square feet; and Area Space No. 009-116, consisting of approximately 19,241 square feet of improved, paved, land, as shown and delineated on the attached map labeled Exhibit A.

ZONING:

State Land Use District:

Urban

City and County of Honolulu: I-2 (Industrial)

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LAND TITLE STATUS:

Section 5(b) lands (ceded) of the Hawai'i Admission Act.

DHHL 30% entitlement lands pursuant to the Hawai'i Admission Act: YES NO X

CURRENT USE STATUS:

Land presently encumbered by Governor's Executive Order No. 3201, setting aside a portion of the Airport under the control and management of the Department of Transportation, Airports Division (DOTA), State of Hawai'i, for Airport Purposes.

CHARACTER OF USE:

Hangar facility for general aviation aircraft maintenance operations.

COMMENCEMENT DATE:

Upon execution of the revocable permit.

MONTHLY RENTAL:

\$9,996.48 per annum (as determined from the DOTA schedule of rates and charges established by appraisal of Airports property statewide).

SECURITY DEPOSIT:

The sum equal to three (3) times the monthly annual rental in effect.

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

The environmental impacts of the proposed action to the subject land area are covered by the Honolulu International Airport Master Plan Update and Noise Compatibility Program Environmental Assessment (EA), State Project No. AO1011-03. The EA is a joint State and Federal document dated September 1989, and published in the October 23, 1989, issue of the OEQC Bulletin. Accordingly, relevant mitigation from the EA and DOTA environmental best management practice will address minimal impacts from this action.

DCCA VERIFICATION:

Place of business registration confirmed:	YES X	NO
Registered business name confirmed:	YES X	NO
Good standing confirmed:	YES X	NO

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REMARKS:

On August 13, 2021 (Item M-3), the Board and Land and Natural Resources approved the issuance of a Hangar Facilities Lease for fixed-wing general aviation operations by Notice of Public Auction. The Public Auction was scheduled for January 28, 2022. DOT did not receive any Bid Intent Packets by the January 3, 2022, deadline. As a result, the DOT extended the Public Auction to February 25, 2022. Again, the DOT did not receive any Bid Intent Packets by the January 24, 2022, deadline. Consequently, the Public Auction for a Hangar Facilities Lease was canceled.

In accordance with Sections 171-55, HRS, relating to <u>Permits</u>, the DOT proposes to issue a month-to-month revocable permit to HKA for the management and maintenance of a general aviation hangar facility for aircraft maintenance operations. This request was received by DOT after the cancellation of the Notice of Public Auction. The DOT has no objections.

RECOMMENDATION:

That the Board authorize the DOT to issue a month-to-month revocable permit to HKA, 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:

Sgame Q. Case

SUZANNE D. CASE

Chairperson and Member

