

JADE. T. BUTAY DIRECTOR

Deputy Directors ROSS M. HIGASHI EDUARDO P MANGLALLAN EDWIN H. SNIFFEN

STATE OF HAWAII DEPARTMENT OF TRANSPORTATION AIRPORTS DIVISION

400 RODGERS BOULEVARD, SUITE 700 HONOLULU, HI 96819-1880

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

AMENDMENT NO. 4 TO CONCESSION AGREEMENT NO. DOT-A-09-0002 ADDITIONAL SPACES FOR RETAIL AND OFFICE USE DFS GROUP L.P. DANIEL K. INOUYE INTERNATIONAL AIRPORT

TAX MAP KEY: (1) 1-1-03: (51 AND 73 PORTION)

O'AHU

The Department of Transportation (DOT) seeks approval to amend the existing Concession Agreement DOT-A-09-0002 to add spaces for retail use at Daniel K. Inouye International Airport.

LEGAL REFERENCE:

Chapter 102 and Section 261-7, Hawai'i Revised Statutes, as amended.

APPLICANT: RESERVE SAFERS AT LOCAL SOFT OF FOR

DFS GROUP L.P., whose postal address is P.O. Box 29500, Honolulu, Hawai'i 96820.

LOCATION AND TAX MAP KEY:

Daniel K. Inouye International Airport, Island of O'ahu, Tax Map Key: 1st Division: 1-1-03: (51 and 73 Portion).

ZONING:

State Land Use District:

Urban

City and County of Honolulu:

Industrial (I-2)

LAND TITLE STATUS:

Section 5(a) lands of the Hawai'i Admissions Act: <u>Non-Ceded</u> DHHL 30% entitlement lands pursuant to the Hawai'i State Constitution: No

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DCCA VERIFICATION:

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

CONCESSION TERM:

To run for the balance of the term of the existing concession agreement that expires on March 31, 2025.

ADDITIONAL SPACE:

Bldg/Space No. 310-205K, containing an area of approximately 128 square feet, as shown on the attached Exhibit V-1 dated May 2022.

Bldg/Space No. 341-247, containing an area of approximately 1,208 square feet, as shown on the attached Exhibit V-2 dated May 2022.

Bldg/Space No. 342-290, containing an area of approximately 950 square feet, as shown on the attached Exhibit V-3 dated May 2022.

IMPROVEMENTS:

Applicant at its own cost and expense shall be responsible for any renovation, upgrade, remodeling and improvements to the additional spaces.

CONCESSION FEE:

The current Retail Concession pays a Minimum Annual Guaranteed (MAG) fee of \$6,829,923.15. Annual Concession fee shall be the greater of a MAG or a Percentage Fee. All revenue generated by the additional spaces shall be reported as Gross Receipts under the Concession Agreement except for Space No. 342-290. The annual rate for this Space No. 342-290 will be \$22,800.00 plus utilities.

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

The State of Hawai'i, Department of Transportation, Airports Division (DOTA), has determined that the impacts of this action are de minimis and exempt, pursuant to Department of Transportation, Comprehensive Exemption List, Type 8, Part 1, 8(g), concurred to by the Environmental Advisory Council on February 1, 2022.

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REMARKS:

The Applicant identified and requested additional spaces and the Department of Transportation Airports Division reviewed and determined that the additional spaces will allow Applicant to offer a wider assortment of retail merchandise to the traveling public.

RECOMMENDATION:

That the Board approve and authorize the Department of Transportation to amend the existing Retail Concession Lease No. DOT-A-09-0002, subject to: 1) terms and conditions herein outlined, which are by reference incorporated herein; 2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State; and 3) review and approval by the Department of the Attorney General.

Respectfully submitted,

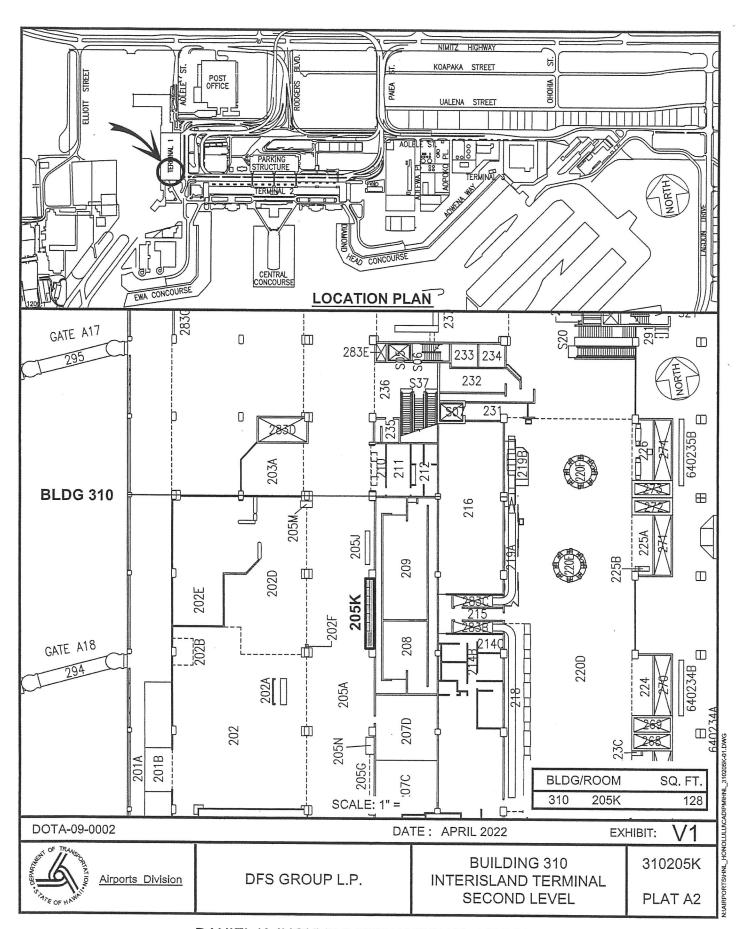
JADE T. BUTAY

Director of Transportation

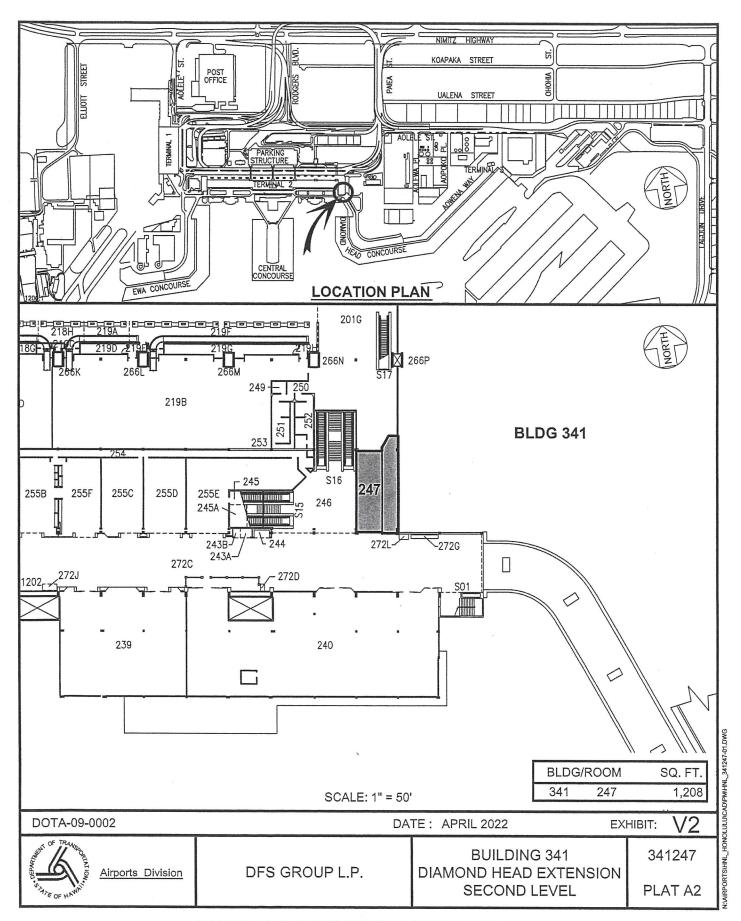
APPROVED FOR SUBMITTAL:

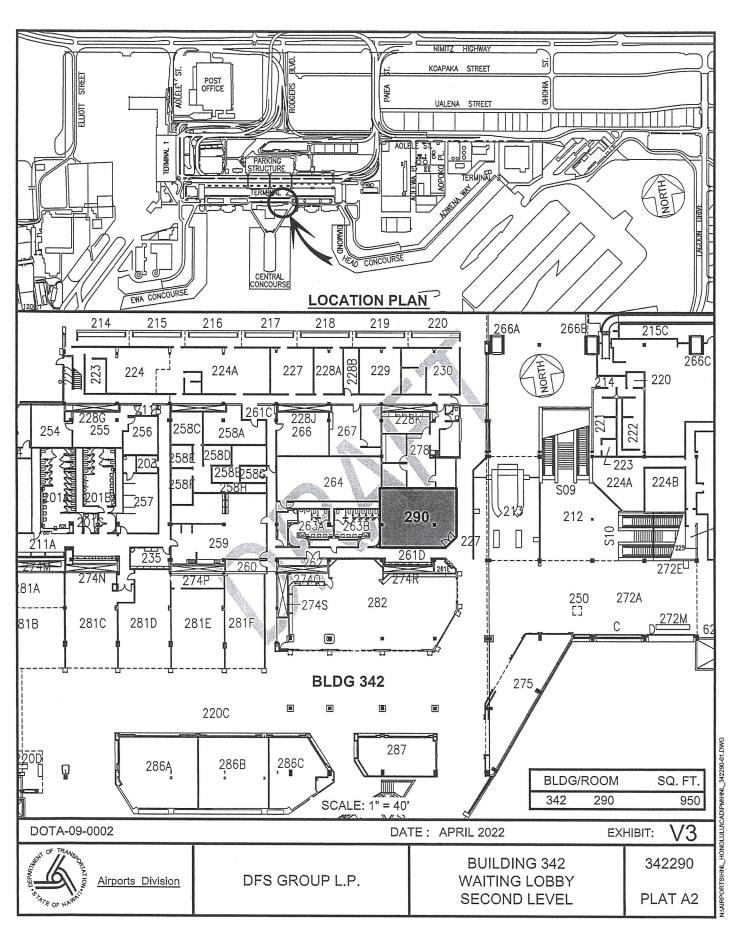
Sgame Q. Case

SUZANNE D. CASE Chairperson and Member



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