JADE T. BUTAY DIRECTOR

Deputy Directors ROSS M. HIGASHI EDUARDO P. MANGLALLAN 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 A BAGGAGE SERVICE OFFICE SOUTHWEST AIRLINES CO. ELLISON ONIZUKA KONA INTERNATIONAL AIRPORT AT KEĀHOLE TAX MAP KEY: (3) 7-3-43: PORTION OF 003 HAWAI'I

LEGAL REFERENCE:

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

APPLICANT:

Southwest Airlines Co. (SWA), whose business address is 2702 Love Field Drive, Dallas, Texas 75235.

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. 370-107, containing an area of approximately 171 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

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR A BAGGAGE SERVICE OFFICE, SOUTHWEST AIRLINES CO.

Page 2

LAND TITLE STATUS:

Section 5(a) lands of the Hawai'i Admission Act: <u>Ceded</u>
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 4,204.10 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:

SWA will use the space for a baggage service office to store unclaimed baggage, car seats and other miscellaneous items in support of its Signatory Airline Carrier Operation at KOA.

COMMENCEMENT DATE:

Upon execution of the revocable permit.

MONTHLY RENTAL:

\$939.79 (based on a rate of \$65.95 per square foot, per annum, as determined from the Airports Division Signatory Rates and Charges, Hawai'i Airports System, effective July 1, 2021).

SECURITY DEPOSIT:

\$2,819.37, or three (3) times the monthly rental in effect.

DCCA VERIFICATION:

Place of business registration confirmed:	YES \underline{X}	NO
Registered business name confirmed:	YES <u>X</u>	NO
Good standing confirmed:	YES X	NO

CHAPER 343, HRS - ENVIRONMENTAL ASSESSMENT:

The State of Hawaii, Department of Transportation, Airports Division, has determined that the impacts of this action are de minimis and exempt, pursuant to <u>Department of Transportation</u>, Comprehensive Exemption List, Type 8, Part 1, 8(h), concurred to by the Environmental Advisory Council on February 1, 2022.

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR A BAGGAGE SERVICE OFFICE, SOUTHWEST AIRLINES CO.

Page 3

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 SWA for a baggage service office for a baggage service office to store unclaimed baggage, car seats and other miscellaneous items in support of its Signatory Airline Carrier Operation at KOA.

RECOMMENDATION:

That the Board authorize the Department of Transportation to issue a month-to-month revocable permit to SWA, 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

