

NEIL ABERCROMBIE  
GOVERNOR



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

GLENN M. OKIMOTO  
DIRECTOR

Deputy Directors  
FORD N. FUCHIGAMI  
RANDY GRUNE  
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JADINE URASAKI

IN REPLY REFER TO:

Board of Land and Natural Resources  
State of Hawaii  
Honolulu, Hawaii

(Oahu)

Issuance of Revocable Permit to Horizon Lines, LLC, Sand Island, Honolulu,  
Island of Oahu, Tax Map Key: 1<sup>st</sup>/1-5-041:111 (Portion).

APPLICANT:

Horizon Lines, LLC, a Foreign Limited Liability Company whose mailing address is  
1601 Sand Island Parkway, Honolulu, Hawaii 96819.

LEGAL REFERENCE:

Sections 171-13 and -55, Hawaii Revised Statutes, as amended.

LOCATION:

Portion of Government lands situated at Sand Island, Honolulu, Island of Oahu, identified  
by Tax Map Key: 1<sup>st</sup>/1-5-041:111 (Portion), as shown on the attached map labeled  
Exhibit A.

AREA:

7,685 square feet, more or less (Vehicle Processing Center)  
22,746 square feet, more or less (Parking Lot)  
Area pending for Easements (subject to submission of survey maps by Applicant)

ZONING:

State Land Use District: Urban  
City and County of Honolulu CZO: I-3, Waterfront Industrial

TRUST LAND STATUS:

Section 5(a) lands of the Hawaii Admission Act

CURRENT USE STATUS:

Encumbered by Governor's Executive Order No. 2844 Issued to the Department of Transportation for Maritime Purposes

CHARACTER OF USE:

Construction, Maintenance, and Operation of Vehicle Processing Center Office, Customer Parking and Utility Easements.

COMMENCEMENT DATE:

To be determined by the Director of Transportation.

MONTHLY RENTAL:

\$15,215.50 per month,

SECURITY DEPOSIT:

Twice the monthly rental.

CHAPTER 343 - ENVIRONMENTAL ASSESSMENT:

In accordance with the "Department of Transportation's Exemption List", approved by the Environmental Council and dated November 15, 2000, the subject request is exempt from the preparation of an environmental assessment pursuant to:

1. Exemption Class No. 1, Item No. A.1. that states "Operations, repairs or maintenance of existing structures, facilities, equipment, or topographic features, involving negligible or no expansion or change of use beyond the previously existing. A. Structures, 1. Buildings: repairs to and maintenance of floor coverage and electrical."

2. Exemption Class No. 3, Item Nos. (c), (d), and (e) that states” construction and location of single, new, small facilities or structures and the alteration and modification of same and installation of new, small, equipment and facilities and the alteration and modification of same including, but not limited to: (c) Office designed for total occupant load of twenty persons or less. (d) Water, sewage, electrical, gas, telephone and other essential public utility services extension to serve such structures or facilities; and (e) Accessory or appurtenant structures including fences.”
3. Exemption Class No. 4, Item No. 1 that states “Minor ground adjustments which do not require grading permits for the purpose of eliminating hazards to vehicular traffic.”

DCCA VERIFICATION:

Place of business registration confirmed:	YES
Registered business name confirmed:	YES
Applicant in good standing confirmed:	YES

REMARKS:

The Applicant recently informed Harbors Division that International Auto Logistics, the prime contractor under the US Transportation Command Global POV Contract, has awarded the contract to operate the military vehicle processing center to Horizon Lines effective May 3, 2014. The contract to operate the military vehicle processing center was previously held by Matson Terminals. Harbors has no objection to the relocation of a portion of the fencing that divided the container yard between the Applicant and Matson Terminals so that the open yard space previously used for storing of the military vehicle waiting for pick-up/drop-off by Matson Terminals will now be within Horizon Lines' operational area.

This request for a revocable permit is for the Applicant to construct, maintain and operate a vehicle processing center office and customer parking. In addition, the Applicant will be responsible for utilities, including but not limited to water, electrical telephone, etc. to service the vehicle processing center. At this time, no final plans have been submitted to indicate the location of these utilities, therefore, it is requested that upon submission of the final utility easement survey maps by the Applicant that this revocable permit be amended to include the area and revision of rent. Also upon termination/cancellation of the revocable permit, the Applicant shall be responsible for the removal of all utility lines and restoration of the premises.

Horizon Lines, LLC has had no land disposition terminated within the last five years due to non-compliance with such terms and conditions.

RECOMMENDATION: That the Board:

1. Authorize the issuance of a revocable permit to Horizon Lines, LLC, covering the subject area for Construction, Maintenance, and Operation of Vehicle Processing Center Office, Customer Parking and Utility Easements purposes under the terms and conditions cited above, and other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State.

Respectfully Submitted,



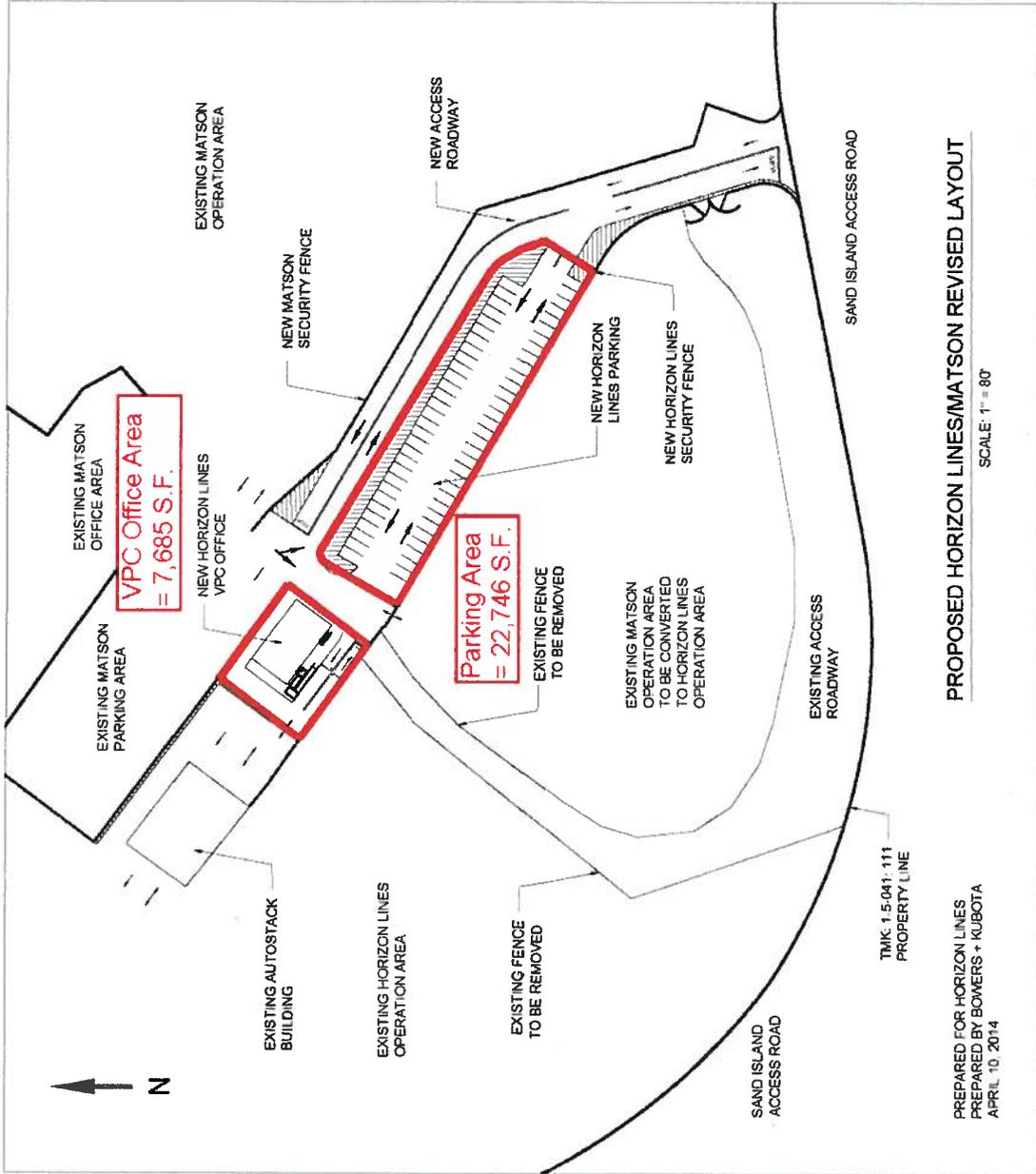
GLENN M. OKIMOTO, Ph.D.  
Director of Transportation

Attachment

APPROVED FOR SUBMITTAL:



WILLIAM J. AILA, JR.  
Chairperson and Member  
Board of Land and Natural Resources



**PROPOSED HORIZON LINES/MATSON REVISED LAYOUT**

SCALE: 1" = 80'

PREPARED FOR HORIZON LINES  
 PREPARED BY BOWERS + KUBOTA  
 APRIL 10, 2014

**EXHIBIT A**

