

DAVID Y. IGE  
GOVERNOR



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

FORD N. FUCHIGAMI  
DIRECTOR

Deputy Directors  
JADE T. BUTAY  
ROSS M. HIGASHI  
EDWIN H. SNIFFEN  
DARRELL T. YOUNG

IN REPLY REFER TO:

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

ISSUANCE OF AN AIRPORT LAND LEASE  
TO AEKO KULA, INC., KAHULUI AIRPORT  
TAX MAP KEY: (2) 3-8-01: 19 (PORTION)

MAUI

REQUEST:

Issuance of an airport land lease to AEKO KULA, INC., at Kahului Airport to handle bulk cargo mail for intra-State of Hawaii for the United States Postal Service-Kahului Airport Processing Center.

APPLICANT:

AEKO KULA, INC. (AKI) dba ALOHA AIR CARGO, a Hawaii corporation, its mailing address being 371 Aokea Place, Honolulu, Hawaii 96819

LEGAL REFERENCE:

Section 171-59, Hawaii Revised Statutes, as amended.

LOCATION AND TAX MAP KEY:

Kahului Airport, Tax Map Key 2<sup>nd</sup> Division - 3-8-01: 19 (Portion)

AREA/SPACE:

Area/Space consisting of unimproved, unpaved land of approximately 43,630 square feet as delineated on the attached Exhibit A

ZONING:

State Land Use: Urban  
County of Maui: Airport

**ITEM M-6**

BLNR – Issuance of an Airport Land Lease  
to AEKO KULA, INC., Kahului Airport  
Page 2

TRUST LAND STATUS:

Section 5(a), Hawaii Admission Act: Non-ceded  
DHHL 30% entitlement lands: No

CURRENT USE STATUS:

Airport and aeronautical

CHARACTER OF USE:

Handling of bulk cargo mail of the United States Postal Service

LEASE TERM:

Five years commencing on a date to be determined by the  
Director of Transportation.

ANNUAL RENTAL:

\$115,183.20

PERFORMANCE BOND:

An amount equal to the annual rental then in effect

CHAPTER 343, HRS-ENVIRONMENTAL ASSESSMENT:

The proposed use of airport land was included in the September 1997 Final Federal and State Environmental Impact Statement (EIS) which was prepared in support of (1) the Federal actions consisting of approval of the Airport Layout Plan and (2) the State of Hawaii actions consisting of state environmental approval and construction of proposed Kahului Airport Improvements. The EIS complied with the requirements of Chapter 343 of the Hawaii Revised Statutes (HEPA), and Title 11, Chapter 200 of the State of Hawaii, Department of Health Administrative Rules

DCCA VERIFICATION:

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

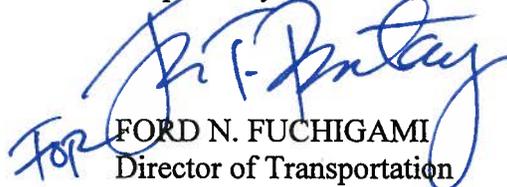
REMARKS:

In accordance with Section 171-59(b), HRS, relating to Management and Disposition of Public Lands and relating specifically to Disposition by Negotiation, the Department of Transportation (DOT) proposes to issue a direct lease to AKI for the purpose of handling bulk cargo mail for the United States Postal Service. The DOT has determined that the issuance of this direct lease encourages competition within the aeronautical and airport-related industries.

RECOMMENDATION:

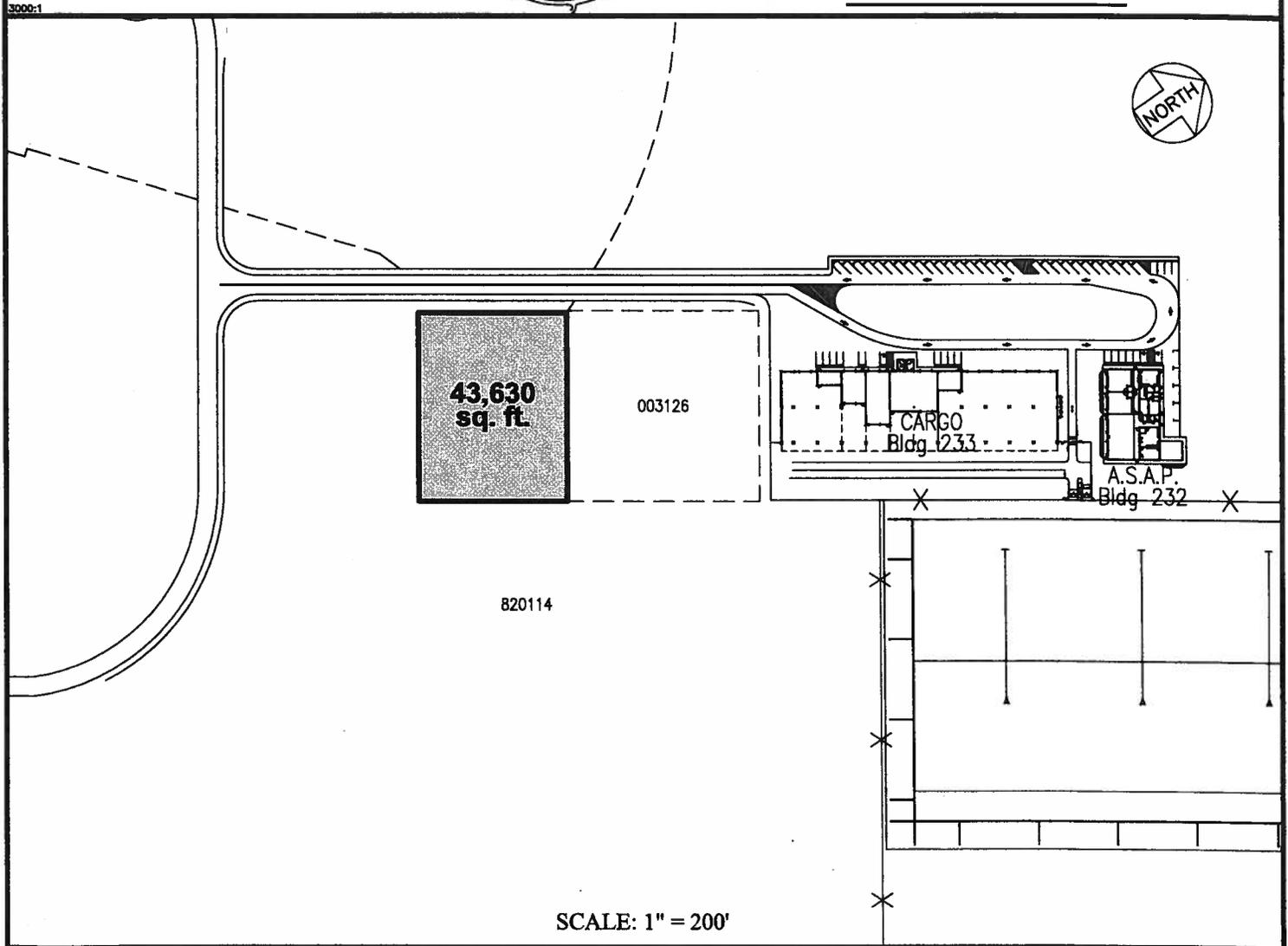
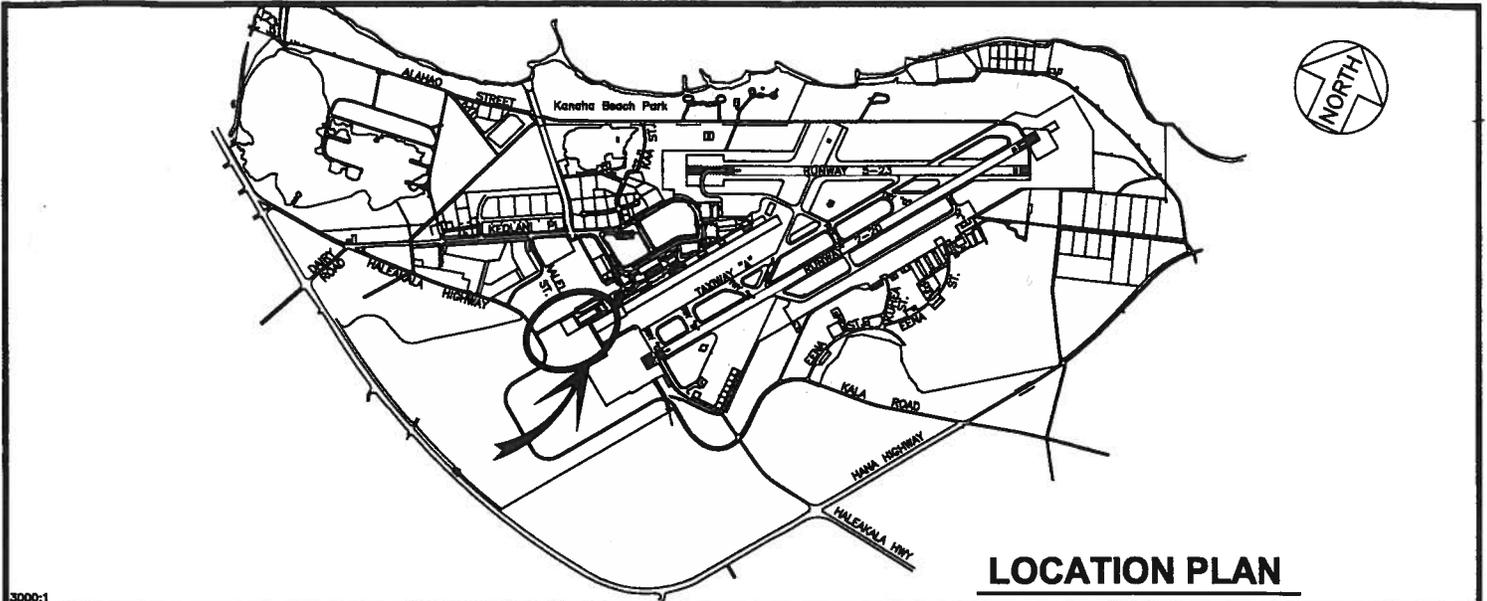
That the Board approve the issuance of a direct lease subject to: (1) the terms and conditions hereinabove outlined; (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State; and (3) the review and approval of the Department of the Attorney General.

Respectfully submitted,

  
FORD N. FUCHIGAMI  
Director of Transportation

APPROVED FOR SUBMITTAL:

  
SUZANNE D. CASE  
Chairperson and Member



DATE : JUNE 2015

EXHIBIT: **A**



**ALOHA AIR CARGO**

**LOT**

**PLAT 45**