

STATE OF HAWAII DEPARTMENT OF TRANSPORTATION

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IN REPLY REFER TO:

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

CONSENT TO ASSIGNMENT OF STATE LEASE NO. DOT-A-09-0060, AND STATE LEASE NO. DOT-A-09-0061, FROM DTG OPERATIONS, INC. DBA THRIFTY CAR RENTAL TO SIMPLY WHEELZ LLC. HILO INTERNATIONAL AIRPORT TAX MAP KEY: (3) 2-1-12: PORTION OF 92

HAWAII

REQUEST:

Consent to Assignment of State Lease No. DOT-A-09-0060, and State Lease No. DOT-A-09-0061 from DTG Operations, Inc. dba Thrifty Car Rental., as Lessee/Assignor, to Simply Wheelz LLC., as Assignee at Hilo International Airport.

LEGAL REFERENCE:

Subsection 171-36(a) (5), Hawaii Revised Statutes, as amended

APPLICANTS:

<u>LESSEE/ASSIGNOR</u>: DTG Operations, Inc., dba Thrifty Car Rental, an Oklahoma corporation, authorized to do business in the State of Hawaii, having a mailing address of 5330 East 31st Street, Tulsa, Oklahoma 74135.

<u>ASSIGNEE</u>: Simply Wheelz LLC, a Delaware Limited Liability Company, authorized to do business in the State of Hawaii, having an address of 225 Brae Blvd, Park Ridge, New Jersey 07656.

LOCATION AND TAX MAP KEY:

Hilo International Airport, Hilo, Island of Hawaii, identified by Tax Map Key: (3) 2-1-12:Portion of 92

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ZONING:

State Land Use District: Urban

County of Hawaii CZO: Industrial (ML20)

LAND TITLE STATUS:

Section 5(b) lands of the Hawaii Admissions Act - Ceded DHHL 30% entitlement lands: No \underline{X}

PREMISES:

Area/Space No. 309-105, containing a land area of approximately 36 square feet of improved/paved land, as shown and delineated on the attached Exhibit B-1.

CURRENT USE STATUS:

Land presently encumbered by multiple Governor's Executive Orders setting aside in total 1,245.034 acres designated as Hilo International Airport under the control and management of the Department of Transportation, Airports Division, State of Hawaii, for Airport purposes.

CHARACTER OF USE:

Operation of rental car concession.

TERM OF LEASE:

Lease No. DOT-A-09-0060, commenced on July 1, 2009 and expires on May 31, 2014.

Lease No. DOT-A-09-0061, commenced on July 1, 2009 and expires on May 31, 2019.

CONSIDERATION:

Zero. Assignment of Lease is required by the United States Federal Trade Commission to maintain competition among rental car concessions at various airports.

RECOMMENDED PREMIUM:

DOTA has reviewed the Assignment of Lease and has determined that there is no premium due.

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DCCA VERIFICATION:

LESSEE / ASSIGNOR:

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

REMARKS:

Hertz Global Holdings, Inc. (Hertz) recently acquired Dollar Thrifty Automotive Group, Inc. The United States Federal Trade Commission conditioned its approval of the acquisition on Hertz's agreement to (i) divest its Simply Wheelz LLC subsidiary which operates the Advantage brand to an entity capable of successfully expanding the operation of that brand, and (ii) ensure that the buyer of Advantage will have the right to operate that brand on—airport at certain additional locations indentified by the FTC, including Hilo International Airport.

RECOMMENDATION:

That the Board approves of and gives its approval to the Consent to the Assignment of Lease as herein outlined, subject to: (1) such terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State; and (2) review and approval of the Department of the Attorney General.

Respectfully submitted,

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

APPROVED FOR SUBMITTAL:

WILLIAM J. AILA, JR. Chairperson and Member

