

NEIL ABERCROMBIE
GOVERNOR



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

FORD N. FUCHIGAMI
INTERIM DIRECTOR

Deputy Directors
RANDY GRUNE
AUDREY HIDANO
ROSS M. HIGASHI
JADINE URASAKI

IN REPLY REFER TO:

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

AMENDMENT NO. 1 TO DIRECT LEASE DOT-A-12-0012
ISSUED TO HAWAII FUELING FACILITIES CORPORATION
FOR A FUELING FACILITY TO PROVIDE ONSITE FUEL
STORAGE AND DELIVERY OF AVIATION FUEL VIA
UNDERGROUND PIPELINE AT KAHULUI AIRPORT
TAX MAP KEY: (2) 3-8-01:19 (PORTION)

MAUI

APPLICANT:

Hawaii Fueling Facilities Corporation, whose mailing address is 3201 Aolele Street, Honolulu, Hawaii 96819.

LEGAL REFERENCE:

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

LOCATION AND TAX MAP KEY:

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

AREA:

A subsurface pipeline easement of approximately 44,751 square feet and an above ground load rack easement of 10,276 square feet, as shown on Exhibits C and D.

ZONING:

State Land Use: Urban
County of Maui: Airport

LAND TITLE STATUS:

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

ITEM M-7

BLNR – Amendment No. 1 to Direct Lease No. DOT-A-12-0012,
Hawaii Fueling Facilities Corporation for a Fueling Facility to
Provide Onsite Fuel Storage and Delivery Aviation Fuel via
Underground Pipeline at Kahului Airport
Page 2

CURRENT USE STATUS:

Airport and aeronautical uses.

CHARACTER OF USE:

Easement for underground pipeline, and above ground load rack
to provide fuel at Kahului Airport.

LEASE TERM:

Thirty-five years commencing as of December 1, 2012

ANNUAL RENT:

Initial rental rate for the Subsurface Pipeline Easement is \$0.52 per square
foot per annum which corresponds to an annual rental of \$23,270.52.

Initial rental rate for the Load Rack Easement is \$0.75 per square foot per
annual which corresponds to an annual rental of \$7,707.00.

The above rates will continue until the end of the fifth year of the lease term
at which time the annual easement rental shall be increased to 115% of the previous
annual rental. The process shall be repeated after each five year period
throughout the lease term.

PERFORMANCE BOND:

Three months of land rental.

CHAPTER 343, HRS-ENVIRONMENTAL ASSESSMENT:

The proposed fueling facility and pipeline were included in the September 1997 Final
Environmental Impact Statement for the Kahului Airport Improvements.

The above ground load rack portion of the project is exempt from requirements regarding
preparation of an environmental assessment, negative declaration, or environmental
impact statement as required by Chapter 343, HRS, as amended, because the proposed
action falls within Exemption Class #3 Exempt Item (e)7, Comprehensive Exemption
List of the State of Hawaii, Department of Transportation dated November 14, 2000, as
approved by the Environmental Quality Control.

BLNR – Amendment No. 1 to Direct Lease No. DOT-A-12-0012,
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Page 3

Exemption Class #3 covers 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:

Exempt Item (e)7: Utility service connections and installation along and across State highway or roads, and in airports and harbors.

DCCA VERIFICATION:

Place of business registration confirmed:	YES	<input checked="" type="checkbox"/>	NO
Registered business name confirmed:	YES	<input checked="" type="checkbox"/>	NO
Applicant in good standing confirmed:	YES	<input checked="" type="checkbox"/>	NO

REMARKS:

Fuel storage capacity is limited at Kahului Airport. Consequently, fuel is delivered to the airport by tanker truck approximately 20 times per day. Each tanker truck holds approximately 8,000 gallons. Current demand at Kahului Airport is about 160,000 gallons per day. The pipeline easement will allow fuel to be pumped to the load rack eliminating the need to truck fuel from the fuel storage facility to the west side of the airfield. This will significantly reduce the number of trips on public roads by tanker trucks carrying aviation fuel.

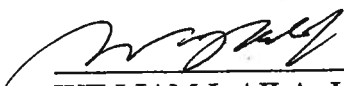
RECOMMENDATION:

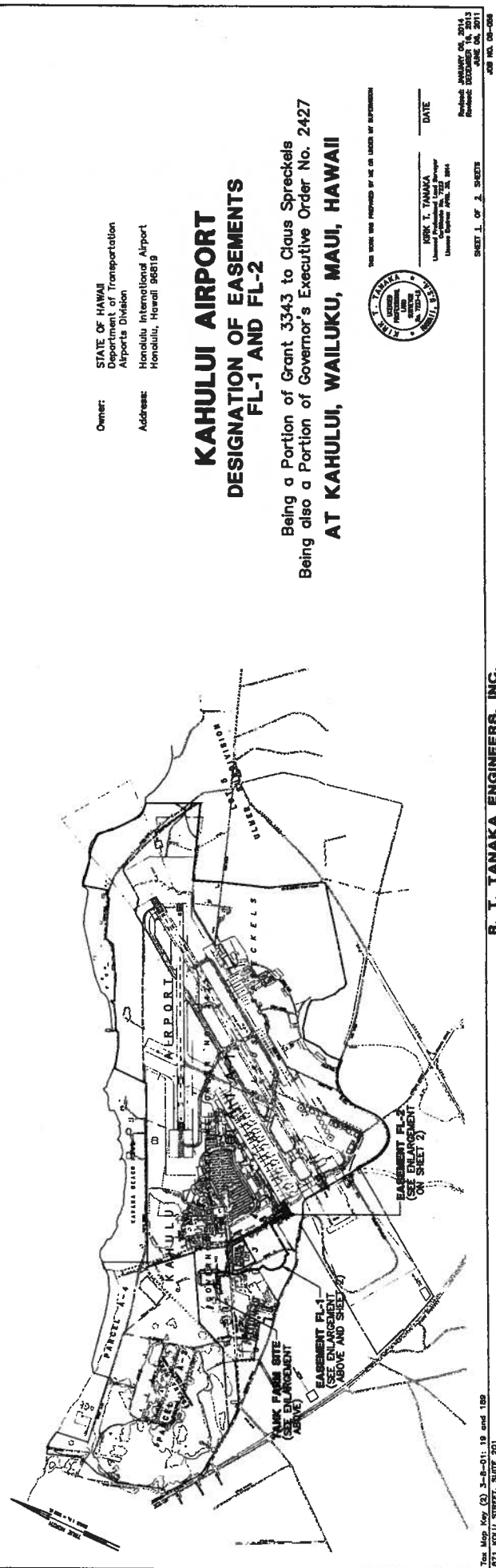
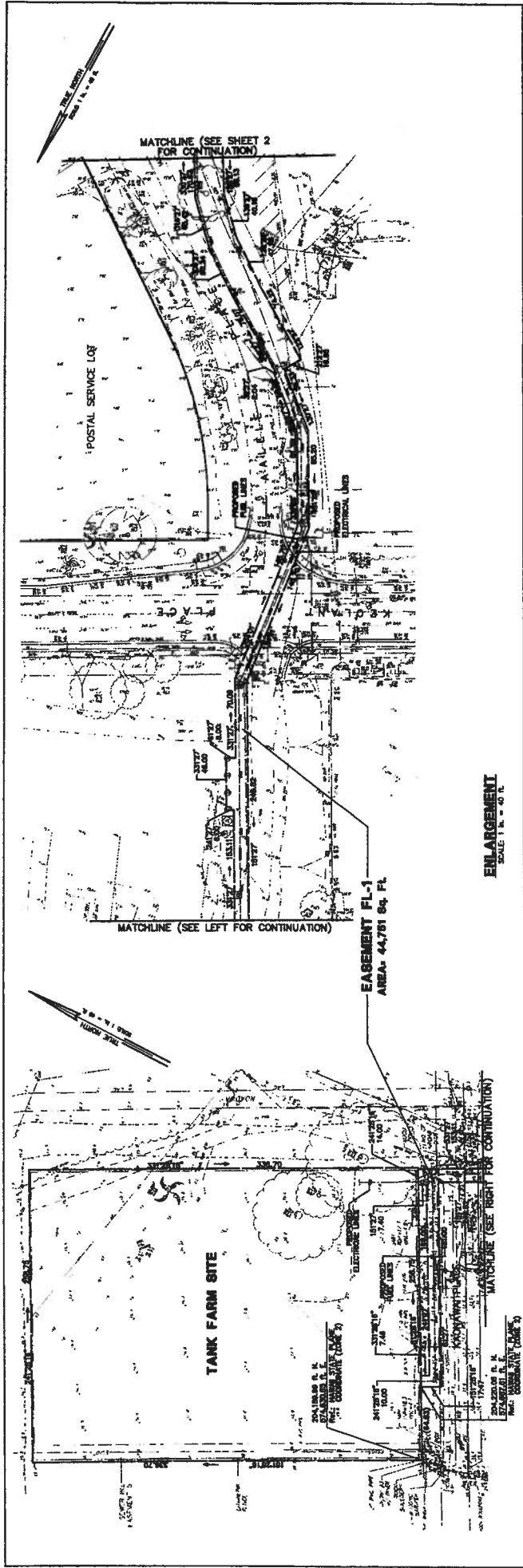
That the Board approve of Amendment to Lease No. DOT-A-12-0012 establishing the easement rental subject to: (1) the terms and conditions hereinabove outlined; (2) such other terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State; and (3) the review and approval of the Department of the Attorney General.

Respectfully submitted,


FORD N. FUCHIGAMI
Director of Transportation

APPROVED FOR SUBMITTAL:


WILLIAM J. AILA, Jr.
Chairperson and Member



Owner: STATE OF HAWAII
 Department of Transportation
 Airports Division
 Honolulu, Hawaii 96819

KAHULUI AIRPORT DESIGNATION OF EASEMENTS FL-1 AND FL-2

Being a Portion of Grant 3343 to Claus Spreckels
 Being also a Portion of Governor's Executive Order No. 2427
 AT KAHULUI, WAILUKU, MAUI, HAWAII

THIS WORK WAS PREPARED BY ME OR UNDER MY SUPERVISION



DATE

R. T. TANAKA
 Licensed Professional Engineer
 License Number: 10734
 License Expiration: April 30, 2011

Revised: JANUARY 08, 2014
 Revisited: SEPTEMBER 14, 2013
 Revisited: SEPTEMBER 14, 2013

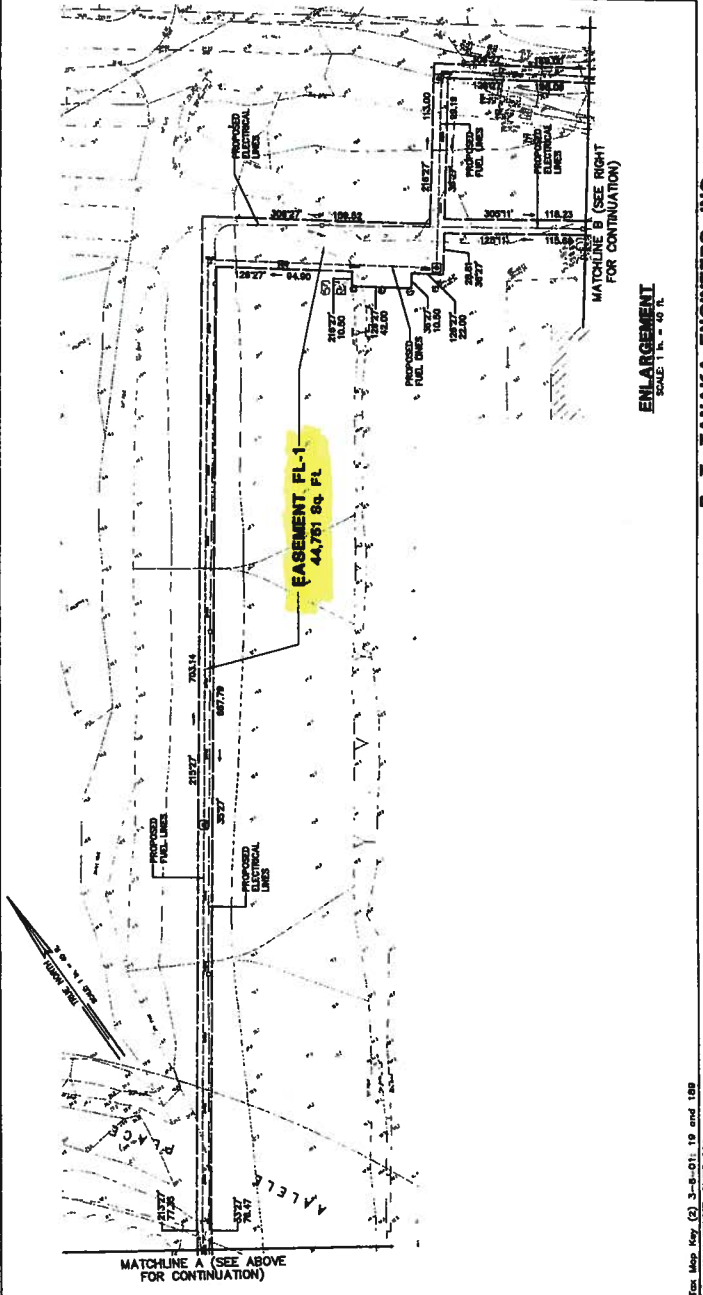
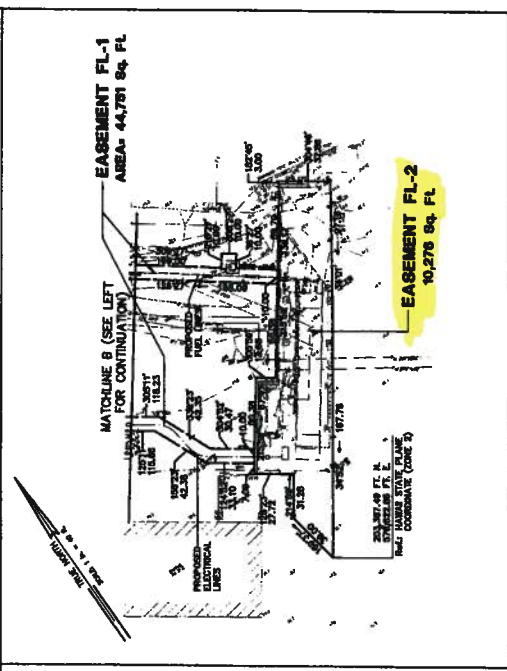
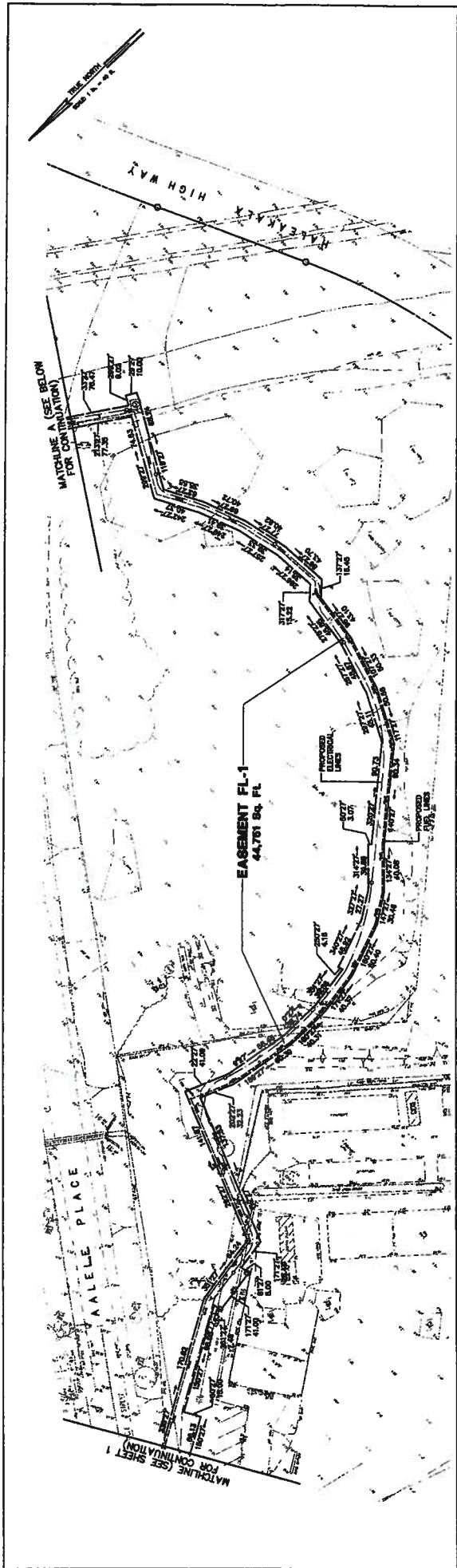
SHEET 1 OF 2 SHEETS

JOB NO. 04-006

R. T. TANAKA ENGINEERS, INC.
 LAND SURVEYORS CIVIL & STRUCTURAL ENGINEERS

Exhibit C & D

Top. Map Key: (2), 3-B-011, 1B and 1B2
 871 KOOHI STREET, SUITE 201
 WAILUKU, MAUI, HAWAII 96793



THIS WORK WAS PREPARED BY ME OR UNDER MY SUPERVISION

R. T. TANAKA
Civil Engineer
License No. 72254
Issued October 10, 1983
License Expires April 30, 2014

DATE _____

Revised: JANUARY 08, 2014
Revised: FEBRUARY 16, 2013
JAN 08, 2011
JOB NO. 08-058

R. T. TANAKA ENGINEERS, INC.
LAND SURVEYORS
CIVIL & STRUCTURAL ENGINEERS
Exhibit C & D

See Map Key (C) 3-B-011, 19 and 188
071 KOLEA STREET, SUITE 201
WAILUKU, MAUI, HAWAII 96793

Printed: 08/21/2014 10:08:00 AM
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