Grant of Perpetual, Non-Exclusive Easement to the City and County of Honolulu for Waterlines and Water Meters Purposes, Sand Island, Honolulu, Oahu, Tax Map Key: (1) 1-5-41: Various.

APPLICANT:

City and County of Honolulu, for the use by the Board of Water Supply.

LEGAL REFERENCE:

Section 171-95, Hawaii Revised Statutes, as amended.

LOCATION and AREA:

Portion of Government lands situated at Sand Island, Honolulu, Oahu, identified by Tax Map Key: (1) 1-5-041:002, 059, 077, 083, 095, 100, 141, 172, 178, 199, 251, 291, 298, 319, and 342. Map for the entire Sand Island Industrial Park and a list showing the respective easement areas are attached as Exhibit A and Exhibit B respectively.

ZONING:

State Land Use District: Urban
City & County of Honolulu LUO: I-3

TRUST LAND STATUS:

Section 5(a) lands of the Hawaii Admission Act
DHHL 30% entitlement lands pursuant to the Hawaii State Constitution: No

CURRENT USE STATUS:

Encumbered by General Lease No. S-5261, Sand Island Business Association ("SIBA"), Lessee, for industrial purposes. Lease to expire on June 30, 2047.
CHARACTER OF USE:
Right, privilege and authority to construct, use, maintain, repair, replace and remove waterlines and water meters over, under and across State-owned land.

COMMENCEMENT DATE:
To be determined by the Chairperson.

CONSIDERATION:
Gratis

CHAPTER 343 - ENVIRONMENTAL ASSESSMENT:
Negative Declaration for the Sand Island Industrial Park infrastructure improvements was published on the Environmental Notice dated May 23, 1990. Majority of the easements requested herein are covered in the 1990 publication.

For easements covered in the subject request but not included in the 1990 publication, staff recommends the Board declare those easements exempted from preparation of an environmental assessment in accordance with the Exemption List for the Department of Land and Natural Resources, approved by the Environmental Council on June 5, 2015, Exemption Class No. 3, 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.” Exhibit C.

DCCA VERIFICATION:
Not applicable. Government agency.

APPLICANT REQUIREMENTS:
Not applicable. The Applicant has provided material and information for the preparation of the maps and description of the requested easements

REMARKS:
In 1992, Sand Island Business Association (“SIBA”) became the master tenant for General Lease No. 5261, covering the Sand Island Industrial Park for over 70 acres of State lands. In 1993, the City and County of Honolulu (“City”) approved the subdivision of the area which resulted in over 100 individual and roadway lots, and utility easements. All of these were eventually recorded under File Plan 2102.

Pursuant to the conditions of GL 5261, SIBA is required to maintain the infrastructure
improvements until such improvements are dedicated to the City or other appropriate utility companies. In addition, roads, utilities, storm and sewer drains, water system, underground electric, telephone and streetlight systems are defined as infrastructure improvements.

Land Division is working SIBA regarding the dedication of improvements to the respective entities/agencies. In fact, the dedication of electrical and telephone lines was taken care of pursuant to the Board action on August 14, 2015, under agenda item D-10. Today’s request pertains to the waterlines and water meters, and staff will bring request(s) to the Board for consideration at the later date(s).

Staff did not solicit comments from other agencies on the subject request as it is pertaining to the compliance of a specific lease conditions. Staff has no objection to the request.

RECOMMENDATION: That the Board:

1. Declare that, after considering the potential effects of the proposed disposition as provided by Chapter 343, HRS, and Chapter 11-200, HAR, this project will probably have minimal or no significant effect on the environment and is therefore exempt from the preparation of an environmental assessment.

2. Authorize the issuance of a perpetual, non-exclusive easement to the City and County of Honolulu covering the subject area for waterlines and water meters purposes under the terms and conditions cited above, which are by this reference incorporated herein and further subject to the following:

   A. The standard terms and conditions of the most current perpetual easement document form, as may be amended from time to time;

   B. Review and approval by the Department of the Attorney General; and

   C. Such other terms and conditions as may be prescribed by the Chairperson to best serve the interests of the State.

Respectfully Submitted,

Barry Cheung
District Land Agent

APPROVED FOR SUBMITTAL:

Suzanne D. Case, Chairperson
Note: The area in red above shows the general area of the Sand Island Industrial Park. Individual tax map keys encumbered by the subject easement are listed in the document attached as Exhibit B of this submittal.
LIST OF REQUESTED EASEMENTS AND ASSOCIATED INFORMATION

<table>
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<th>Easement No.</th>
<th>Purposes</th>
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<th>Affecting Lot(s)</th>
<th>Area (sq ft)</th>
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# This easement covers multiple road lots created under File Plan 2102.
EXEMPTION NOTIFICATION

Regarding the preparation of an environmental assessment pursuant to Chapter 343, HRS and Chapter 11-200, HAR

Project Title: Consent to sublease for utility easement purposes

Project / Reference No.: 110D-195

Project Location: Sand Island, Honolulu, Oahu Tax Map Key: (1) 1-5-041: various

Project Description: Waterlines and water meters easements

Chap. 343 Trigger(s): Use of State Land

Exemption Class No.: In accordance with the Exemption List for the Department of Land and Natural Resources, approved by the Environmental Council on June 5, 2015, Exemption Class No. 3, 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.”

The request pertains to some waterlines and water meters easements installed for the development of the industrial park. While majority of the easements were covered in the 1990 Negative Declaration when the industrial park was developed, there are a few easements that were built subsequent to the 1990 determination. Staff does not anticipate the additional easements will create any additional environmental impact. Therefore, staff recommends the Board declare the project exempting from the preparation of the environmental assessment.

Consulted Parties Not applicable

Recommendation: That the Board find this project will probably have minimal or no significant effect on the environment and is presumed to be exempt from the preparation of an environmental assessment.

Suzanne D. Case, Chairperson
Date AUG 19 2015

EXHIBIT C