

STATE OF HAWAII DEPARTMENT OF TRANSPORTATION

869 PUNCHBOWL STREET HONOLULU, HAWAII 96813-5097 JADE T. BUTAY DIRECTOR

Deputy Directors LYNN A.S. ARAKI-REGAN DEREK J. CHOW ROSS M. HIGASHI EDWIN H. SNIFFEN

IN REPLY REFER TO:

O'AHU

Board of Land and Natural Resources State of Hawai'i Honolulu, Hawai'i

> ISSUANCE OF A REVOCABLE PERMIT FOR AN EXECUTIVE LOUNGE IASS HAWAII, LLC CENTRAL CONCOURSE DANIEL K. INOUYE INTERNATIONAL AIRPORT TAX MAP KEY: (1) 1-1-003: 050 (PORTION)

APPLICANT/LESSEE:

IASS Hawaii, LLC (IASS), whose mailing address is 169 S. Kukui Street, 3rd Floor, Honolulu, Hawai'i 96813.

LEGAL REFERENCE:

Section 171-55, Hawai'i Revised Statutes (HRS).

LOCATION AND TAX MAP KEY:

A portion of Building 350, Central Concourse, Ground Level, of the Daniel K. Inouye International Airport (Airport), Island of O'ahu, State of Hawai'i, identified by Tax Map Key: 1st Division, 1-1-003: 050 (Portion).

AREA:

Building/Room No. 350-147D, containing approximately 1,692 square feet, as shown and delineated on the attached map labeled Exhibit "A".

ZONING:

State Land Use District:

Urban

City and County of Honolulu: I-2 (Industrial)

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR AN EXECUTIVE LOUNGE IASS HAWAII, LLC, CENTRAL CONCOURSE DANIEL K. INOUYE INTERNATIONAL AIRPORT Page 2

LAND TITLE STATUS:

Section 5(a) lands of the Hawaii Admissions Act: Non-ceded

DHHL 30% entitlement lands pursuant to the Hawai'i State Constitution: YES

NO X

CURRENT USE STATUS:

Land presently encumbered by Governor's Executive Order No. 3201, dated June 8, 1983, setting aside a portion of the Airport under the control and management of the, State of Hawai'i Department of Transportation, Airports Division, (DOTA), for Airport Purposes.

CHARACTER OF USE:

IASS will use and maintain the space for an Executive Lounge providing drinks, flight information, newspapers, magazines, and internet connection for premier members of specific credit card companies under contract with IASS Co., Ltd., the Applicant/ Lessee's parent company en route to and from worldwide destinations.

COMMENCEMENT DATE:

To be determined by the Director of Transportation at a later date.

MONTHLY RENTAL:

\$5,312.88 (as determined from the DOTA schedule of ratees and charges established by appraisal of Airports property statewide, plus \$659.88 for utilities and \$423.00 for air conditioning).

SECURITY DEPOSIT:

Three (3) times the monthly rental in effect

DCCA VERIFICATION:

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

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

Pursuant to Section 11-200-8(a), Environmental Impact Statement Rules of the Department of Health, State of Hawai'i, this disposition is exempt from requirements

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR AN EXECUTIVE LOUNGE IASS HAWAII, LLC, CENTRAL CONCOURSE DANIEL K. INOUYE INTERNATIONAL AIRPORT Page 3

regarding preparation of an environmental assessment, negative declaration, or environmental impact statement as required by Chapter 343, Hawai'i Revised Statutes, as amended, relating to Environmental Impact Statements, because the proposed action falls within Exemption Class #1, Comprehensive Exemption List for the State of Hawai'i, Department of Transportation (DOT), dated November 15, 2000, as approved by the Environmental Quality Council. Exemption Class #1 covers operations, repairs, or maintenance of existing structures, facilities, equipment, or topographical features involving negligible or no expansion or change of use beyond that previously existing.

DOTA consulted with the U.S. Federal Aviation Administration (FAA) as to the appropriateness of the citation of the Environmental Exemption Class from the Comprehensive list for the DOT, dated November 15, 2000. The FAA concurred on the appropriateness.

REMARKS:

In accordance with Section 171-55, HRS, relating to <u>Permits</u>, the DOT proposes to issue a month-to-month revocable permit to IASS for the use and maintenance of an Executive Lounge to provide a facility for their premier members of credit card companies under contract with IASS Co., Ltd. en route to and from worldwide destinations.

RECOMMENDATION:

That the Board authorize the DOT to issue a direct lease to IASS, subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; (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) review and approval of the Department of the Attorney General as to the lease form and content.

Respectfully submitted

JADE T. BUTA

Director of Transportation

APPROVED FOR SUBMITTAL:

Chairperson and Member

