

DAVID Y. IGE  
GOVERNOR



JADE T. BUTAY  
DIRECTOR

Deputy Directors  
ROSS M. HIGASHI  
EDUARDO P. MANGLALLAN  
EDWIN H. SNIFFEN

IN REPLY REFER TO:

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

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

ISSUANCE OF A REVOCABLE PERMIT FOR THIRTEEN (13) PREFERENTIAL  
HOLDROOMS LOCATED AT GATES A13, A14, A15, A16, A17, A18, A19, A20,  
B1, B2, B3, B4, AND B5 OF TERMINAL 1  
HAWAIIAN AIRLINES, INC.  
DANIEL K. INOUYE INTERNATIONAL AIRPORT  
TAX MAP KEY: (1) 1-1-003: 001 (PORTION)

O'AHU

APPLICANT:

Hawaiian Airlines, Inc. (Hawaiian Airlines), whose business address is 3375 Koapaka  
Street, Suite G350, Honolulu, Hawai'i 96819.

LEGAL REFERENCE:

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

LOCATION AND TAX MAP KEY:

A portion of the Daniel K. Inouye International Airport (Airport), Island of Oahu, State  
of Hawai'i, identified by Tax Map Key: 1<sup>st</sup> Division, 1-1-003: 001 (portion).

AREA:

Thirteen (13) Preferential Holdrooms located at Gates A13, A14, A15, A16, A17, A18,  
A19, A20, B1, B2, B3, B4, and B5, Terminal 1 of the Airport, containing an average area  
of approximately 4,215 square feet each, as described on the attached State of Hawai'i,  
Department of Transportation, Airports Division (DOTA) letter dated June 6, 2022  
(DEP-A 22.0036), labeled Exhibit A.

ZONING:

State Land Use District: Urban  
City and County of Honolulu LUO: Industrial (I-2)

**ITEM M-3**

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR THIRTEEN (13) PREFERENTIAL HOLDROOMS AT GATES A13, A14, A15, A16, A17, A18, A19, A20. B1, B2, B3, B4 AND B5, TERMINAL 1, HAWAIIAN AIRLINES, INC., DANIEL K. INOUYE INTERNATIONAL AIRPORT

Page 2

LAND TITLE STATUS:

Non-Ceded - Section 5(a) lands of the Hawai'i Admission Act  
DHHL 30% entitlement lands pursuant to Hawai'i Admission Act YES \_\_\_ NO X

CURRENT USE STATUS:

Land presently encumbered by Governor's Executive Order No. 3201, dated June 8, 1983, setting aside 3,152.177 acres designated as the Airport under the control and management of the DOTA for Airport Purposes.

CHARACTER OF USE:

For the use of thirteen (13) Preferential Holdrooms, Gates A13, A14, A15, A16, A17, A18, A19, A20, B1, B2, B3, B4, and B5 per the First Amended Lease Extension Agreement of the Airport-Airline Lease.

COMMENCEMENT DATE:

Upon execution of the revocable permit.

MONTHLY RENTAL:

\$447,812.17 (based on a rate of \$98.07 per square foot, per annum, as determined from the Airports Division Signatory Rates and Charges, Hawai'i Airports System, effective July 1, 2023.

DCCA VERIFICATION:

Place of business registration confirmed:	YES <u>X</u>	NO ___
Registered business name confirmed:	YES <u>X</u>	NO ___
Good standing confirmed:	YES <u>X</u>	NO ___

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

The environmental impacts of the proposed action to the subject land area are covered by the Honolulu International airport Master Plan Update and Noise Compatibility Program Environmental Assessment (EA), State Project No. AO1011-033. The EA is a joint State and Federal document, dated September 1989 and published in the October 23, 1989 issue of the OEQC Bulletin. Accordingly, relevant mitigation from the EA and DOTA environmental best management practice will address minimal impacts from this action.

BLNR – ISSUANCE OF A REVOCABLE PERMIT FOR THIRTEEN (13) PREFERENTIAL HOLDROOMS AT GATES A13, A14, A15, A16, A17, A18, A19, A20. B1, B2, B3, B4 AND B5, TERMINAL 1, HAWAIIAN AIRLINES, INC., DANIEL K. INOUE INTERNATIONAL AIRPORT

Page 3

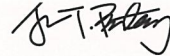
REMARKS:

In accordance with Section 171-55, HRS, relating to Permits, the Department of Transportation proposes to issue a month-to-month revocable permit to Hawaiian Airlines for thirteen (13) Preferential Holdrooms located at Gates A13, A14, A15, A16, A17, A18, A19, A20, B1, B2, B3, B4, and B5, Terminal 1 of the Airport.

RECOMMENDATION:

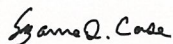
That the Board authorize the Department of Transportation to issue a month-to-month revocable permit to Hawaiian Airlines, subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; and (2) such additional terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State.

Respectfully submitted,



JADE T. BUTAY  
Director of Transportation

APPROVED FOR SUBMITTAL:



SUZANNE D. CASE  
Chairperson and Member

DAVID Y. IGE  
GOVERNOR



STATE OF HAWAII  
DEPARTMENT OF TRANSPORTATION  
AIRPORTS DIVISION  
400 RODGERS BOULEVARD, SUITE 700  
HONOLULU, HAWAII 96819-1880

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DIRECTOR

Deputy Directors  
ROSS M. HIGASHI  
EDUARDO P. MANGLALLAN  
EDWIN H. SNIFFEN

IN REPLY REFER TO:  
DEP-A  
22.0036

June 6, 2022

Mr. Mark Berg  
Managing Director, Corporate Real Estate  
Hawaiian Airlines  
P.O. Box 30008  
Honolulu, Hawaii 96820-0008

Dear Mr. Berg:

Subject: Preferential Holdrooms/Gates for Fiscal Year 2023

The First Amended Lease Extension Agreement provides airlines the opportunity to qualify for the preferential lease of holdroom(s)/gate(s) if they are able to complete a minimum of six daily turns per holdroom/gate. Due to the pandemic and its adverse impacts to air travel, preferential leasing was suspended for fiscal years 2021 and 2022.

With the demand for air travel quickly rebounding, preferential lease of holdroom(s) will be reinstated for fiscal year 2023. Qualification criteria remains the same for all airports except for Daniel K. Inouye International Airport (HNL), which is revised as follows.

1. Minimum of six daily turns on a single gate, or
2. Minimum of five daily turns on a single gate but less than six, and the total number of seats is greater than six times the average seats per turn for all scheduled commercial flights at HNL, based upon the projected flight schedules for the first month of the qualifying period.

For July 2022, the average number of seats per turn for all scheduled commercial flights at HNL equals 387. Accordingly, to qualify under this criterion, an airline must be able to accommodate five or five and one-half daily turns with greater than 2,322 seats on a single gate.

EXHIBIT A

In accordance with the above, and the Preferential Holdroom Lease Policies agreed to in 2013 between the State of Hawaii, Department of Transportation, Airports Division (DOT-A) and the Airlines Committee of Hawaii, four airlines requested preferential holdrooms/gates for fiscal year 2023 as follows.

**Daniel K. Inouye International Airport**

- Alaska Airlines – Two preferential holdroom/gate
- Hawaiian Airlines – Thirteen preferential holdrooms/gates
- Southwest Airlines – Six preferential holdrooms/gates
- United Airlines – Three preferential holdrooms/gates

**Kahului Airport**

- Alaska Airlines – One preferential holdroom/gate
- Hawaiian Airlines – Seven preferential holdrooms/gates
- Southwest Airlines – Four preferential holdrooms/gates
- United Airlines – One Preferential holdroom/gate

**Ellison Onizuka Kona International Airport at Keahole**

- Alaska Airlines – One preferential holdroom/gate
- Hawaiian Airlines – Three preferential holdrooms/gates
- Southwest Airlines – Two preferential holdrooms/gates

**Lihue Airport**

- Hawaiian Airlines – Three preferential holdrooms/gates
- Southwest Airlines – Two preferential holdrooms/gates

**Hilo International Airport**

- Hawaiian Airlines – Two preferential holdrooms/gates
- Southwest Airlines – One preferential holdroom/gate

Based upon a review of the aggregate flight schedules at the respective airports and the most efficient utilization of gates, the following preferential holdroom/gate requests are approved effective July 1, 2022, based upon the conditions outlined below.

**Daniel K. Inouye International Airport**

- Alaska Airlines – Preferential lease of holdroom/gate E2
- Hawaiian Airlines – Preferential lease of holdrooms/gates A13, A14, A15, A16, A17, A18, A19, A20, B1, B2, B3, B4 and B5
- Southwest Airlines – Preferential lease of holdrooms/gates E1, E3, E5, E7 and E9
- United Airlines – Preferential lease of holdrooms/gates G3, G4 and G5

**Kahului Airport**

- Hawaiian Airlines – Preferential lease of holdrooms/gates 17, 19, 21, 23, 27 and 29
- Southwest Airlines – Preferential lease of holdrooms/gates 5, 7 and 9

**Ellison Onizuka Kona International Airport at Keahole**

- Hawaiian Airlines – Preferential lease of holdrooms/gates 9 and 10 (which includes gates 10A, 10B and 10C)
- Southwest Airlines – Preferential lease of holdroom/gate 5 (which includes gates 4 and 6)

**Lihue Airport**

- Hawaiian Airlines – Preferential lease of holdrooms/gates 3 and 4
- Southwest Airlines – Preferential lease of holdroom/gate 8

**Hilo International Airport**

- Hawaiian Airlines – Preferential lease of holdrooms/gates 6 and 7

The airlines granted preferential holdrooms/gates understand that the DOT-A has the discretion to gate other airlines' flights on preferential holdrooms when the airline with preferential holdrooms are not utilizing a holdroom. Failure to accommodate other airline flights on preferential holdrooms/gates as directed by the DOT-A will result in the immediate loss of one or more preferential holdroom(s)/gate(s). Further, the DOT-A has the authority to reduce the number of, or eliminate, preferential leasing of holdroom(s)/gate(s) at any time.

All flights by other airlines that are directed by the DOT-A to utilize a preferential holdroom/gate will be assessed the applicable joint use holdroom charge by the DOT-A.

Mr. Mark Berg  
June 6, 2022  
Page 4

DEP-A  
22.0036

The DOT-A appreciates your continued support and cooperation. If you have any questions, please contact me at (808) 838-8602.

Sincerely,



ROSS M. HIGASHI  
Deputy Director - Airports

c: Jade Butay, Director (DOT)  
Davis Yogi, Acting ADM (AIR-O)  
Marvin Moniz, ADM (AIR-M)  
Chauncey Wong Yuen, ADM (AIR-H)  
Steven Santiago, ADM (AIR-HL)  
Hawaii Airline Liaison Office