STATE OF HAWAII DEPARTMENT OF TRANSPORTATION MEMORANDUM

HAR-PM.25.0065

TO: EDWIN H. SNIFFEN, DIR DATE: July 16, 2024

FROM: DREANALEE K. KALILI, DEP-H Quanahee Kalik

SUBJECT: LAND SUBMITTAL

REQUEST FOR AUTHORIZATION TO ISSUE A MONTH-TO-MONTH REVOCABLE PERMIT TO ALOHA PETROLEUM LLC, FOR STORAGE OF EQUIPMENT, SITUATED AT PIER 2, NAWILIWILI HARBOR, ISLAND OF KAUAI, TAX MAP KEY NO. (4) 3-2-004:034 (PORTION), GOVERNOR'S

EXECUTIVE ORDER NO. 1332

We respectfully request your approval and signature to the enclosed land submittal.

Should you have any questions, please contact Ms. Karli Taniguchi, Harbors Property Manager, at (808) 587-1944 or by email at karli.taniguchi@hawaii.gov.

Enclosures



STATE OF HAWAI'I | KA MOKU'ĀINA 'O HAWAI'I DEPARTMENT OF TRANSPORTATION | KA 'OIHANA ALAKAU 860 DI INCHROWI STREET

869 PUNCHBOWL STREET HONOLULU, HAWAII 96813-5097

July 25, 2024

EDWIN H. SNIFFEN DIRECTOR KA LUNA HO'OKELE

Deputy Directors

Nā Hope Luna Ho'okele

DREANALEE K. KALILI

TAMMY L. LEE

CURT T. OTAGURO

ROBIN K. SHISHIDO

IN REPLY REFER TO:

Mr. Edwin H. Sniffen, Director Department of Transportation 869 Punchbowl Street Honolulu, Hawaii 96813

<u>KAUAI</u>

Request for Authorization to issue a month-to-month Revocable Permit (RP) to Aloha Petroleum LLC, for storage of equipment, situated at Pier 2, Nawiliwili Harbor, island of Kauai, Tax Map Key (TMK) No. (4) 3-2-004:034 (Portion), Governor's Executive Order No. 1332

<u>LEGAL REFERENCE</u>:

Hawaii Revised Statutes (HRS), Sections 171-6, 171-11, 171-13, 171-17, 171-55, and 171-59, as amended.

APPLICANT:

Aloha Petroleum LLC (Applicant) is a foreign limited liability company whose mailing address is 8801 South Yale Avenue, Suite 200, Tulsa, Oklahoma 74137.

CHARACTER OF USE:

Storage of equipment.

LOCATION:

Portion of Government lands at Pier 2, Nawiliwili Harbor, island of Kauai, TMK No. (4) 3-2-004:034 (Portion), as shown on enclosed Exhibit A.

ZONING:

State Land Use Commission: Urban County of Kauai: Unknown

AREA: See enclosed Exhibit A

AREA	DESCRIPTION	TYPE	SQ. FT.	RATE	RENTAL	SECURITY DEPOSIT
1	Storage of Equipment	Improved Land - Unpaved	200	\$ 0.27	\$ 54.00	\$ 108.00

CONSIDERATION:

Month-to-month rent determined by appraisal as of January 1, 2021, for RPs in Nawiliwili Harbor, Kauai.

LAND TITLE STATUS:

Governor's Executive Order No. 1332 for addition to Nawiliwili Harbor Front, situated at Nawiliwili, Lihue, Kauai, to be under the control and management of the Board of Harbor Commissioners.

TRUST LAND STATUS:

Subsection 5 (a).

CURRENT USE STATUS:

The Pier 2, Nawiliwili Harbor area is used for cargo handling and storage areas. The Hawaii Department of Transportation (HDOT) has been reviewing all month-to-month RPs to ensure compliance with and applicability to HRS, Sections 171-17 and 171-55.

CHAPTER 343 - ENVIRONMENTAL ASSESSMENT:

This use is exempt from the Office of Planning and Sustainable Development, and Environmental Review Program requirements pursuant to Hawaii Administrative Rules (HAR), Subchapter 11-200.1, which exempts the following:

"Exemption Type 1: Operations, repairs, or maintenance of existing structures, facilities, equipment or topographical features, involving minor expansion or minor change of use beyond that previously existing."

Mr. Edwin H. Sniffen, Director July 25, 2024 Page 3

The HDOT deems the action as de minimis and exempts it from the preparation of an exemption notice in accordance with HAR, Subchapter 11-200.1-16 (b). The exemption declaration for the action described above, based on the Exemption List for the HDOT, reviewed and concurred to by the Environmental Advisory Council on February 1, 2022, is as follows:

Exemption Type 1, Part 1:

 No. B2. "Temporary storage and staging of equipment and materials on State lands as necessary to support exempted and planned repair or maintenance activities.

Exemption Type 8, Part 1:

- No. 8g. "Creation or extension of leases, revocable permits or easements involving negligible or minor expansion or change of use beyond that previously existing."

REMARKS:

The Applicant was first established in Hawaii in 1977. The Applicant is the largest gasoline marketer and convenience store operator in the State. The Applicant's operations include gas stations, fuel distribution terminals, convenience stores, and now Subway and Dunkin Donut franchises across Oahu, Maui, Hawaii, and Kauai.

RECOMMENDATION:

Based on this submittal, testimony and facts presented, the HDOT recommends the issuance of five month-to-month RPs to the Applicant including its conditions and rent, under the terms and conditions cited above and other terms and conditions as may be prescribed by the Director of Transportation to best serve the interest of the State.

Sincerely,

Zreanahee Kahh

DREANALEE K. KALILI Deputy Director of Transportation for Harbors

Enclosures

Area – Storage of Equipment



AREA	DESCRIPTION	TYPE	DIMENSIONS	SQ. FT.
1	Storage of Equipment	Improved Land - Unpaved		200