

### A BILL FOR AN ACT

RELATING TO KALAELOA AIRPORT.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that the Kalaeloa
- 2 Airport, under the jurisdiction of the Hawaii department of
- 3 transportation, airports division, includes airport facilities,
- 4 general aviation businesses, aircraft hangars and T-hangars,
- 5 undeveloped areas, and other general infrastructure. Further,
- 6 Kalaeloa Airport acts as a general aviation reliever airport for
- 7 Honolulu International Airport and provides important training
- 8 facilities for student and expert pilots alike.
- 9 The legislature further finds that tenants at Kalaeloa
- 10 Airport enter into lease agreements governing the tenants' use
- 11 of Kalaeloa Airport facilities. However, unlike other airports
- 12 in the State, these lease agreements have been subjected to
- 13 unpredictable increases in ground lease rents and appraisals in
- 14 land and lease rates and charges as well as a lack of
- 15 transparency as to the department of transportation's criteria
- 16 for determining who qualifies for a lease.

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Airport from unpredictable and unreasonable rate increases by 2 3 requiring the department of transportation, airports division, 4 to expressly specify the rates and charges for a specified term 5 in any lease between the department and any person for private 6 hangar facilities at Kalaeloa Airport and require the department 7 to determine and make public a list of criteria for determining 8 who qualifies for a lease for private hangar facilities at 9 Kalaeloa Airport. 10 SECTION 2. Chapter 261, Hawaii Revised Statutes, is

The purpose of this bill is to protect tenants at Kalaeloa

"S261- Operation and use privileges; Kalaeloa Airport;

14 additional requirements. (a) In addition to section 261-7, this

15 section shall apply to all operations and use privileges at

16 Kalaeloa Airport.

amended by adding a new section to be appropriately designated

17 (b) In any lease between the department and any person for

18 private hangar facilities at Kalaeloa Airport, the lease must

19 contain a provision setting forth an expressed amount for any

20 rates and charges of the tenant for a specified term or

21 duration.

and to read as follows:

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1	(c) The department shall determine a list of criteria for
2	determining who qualifies for a lease for private hangar
3	facilities at Kalaeloa Airport. A copy of this list of criteria
4	shall be made public and must be available to any prospective
5	tenant at the time of applying for a lease.
6	(d) The department shall provide the methodology used to
7	determine rates and charges in accordance with section 261-7(e),
8	along with any lease between the department and any person for
9	private hangar facilities at Kalaeloa Airport.
10	(e) The department shall provide the prepared detailed
11	report on the circumstances and rates and charges established in
12	accordance with section 261-7(e), along with any lease between
13	the department and any person for private hangar facilities at
14	Kalaeloa Airport."
15	SECTION 3. New statutory material is underscored.
16	SECTION 4. This Act shall take effect upon its approval.
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	INTRODUCED BY:
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### Report Title:

Airports; Kalaeloa; Leases

#### Description:

Requires the department of transportation to specify the rates and charges for a specified term in any lease for private hangar facilities at Kalaeloa Airport. Requires the department to make a list of criteria. Requires the department to provide the list of criteria, methodology, and report along with the lease.

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