

HAWAII AERONAUTICS COMMISSION
 Special Meeting
 Tuesday, June 5, 1951

A special meeting of the Hawaii Aeronautics Commission was held on Tuesday, June 5, 1951, in CAA's Board Room, Young Hotel Building, at 10:00 a.m.

Present: Dr. F. K. Sylva, Chairman
 Mr. R. C. Honda, Secretary
 Mr. H. W. Rice, Member (Maui)
 Mr. R. A. Anderson, Member
 Mr. Roy R. Bright, Member
 Mr. O. J. Burnett, Member

Absent: Mr. Dorsey W. Edwards, Member (Kauai)
 Mr. David Furtado, Member (Hawaii)
 Mr. C. J. Pietsch, Jr., Vice Chairman

Attending:
 Mr. Peyton Harrison, Director, HAC
 Mr. Clark M. Kee, Asst. Dir., HAC
 Mr. Guy A. Murray, CAA

ACCOUNT OF MARY E. Y. LEE: Dr. Sylva reported that he was informed by Mary E. Y. Lee's representative that she was willing to pay \$8,000 right away on her \$12,000 outstanding account, and would like to make some kind of arrangement to pay monthly on the balance.

The Director was instructed to handle the matter.

RENTAL RATE, CONCRETE FIRST FLOOR: Reporting on a conference between Mr. Pietsch, Mr. Brenham and himself, the Director recommended an increase in the rate of all concrete first floor areas, which were being rented on a month-to-month basis, from 30¢ to 36¢ per square foot per year.

Dr. Sylva pointed out that some time ago rental rates on second floors were reduced to 10¢ for the relief of the tenants, but that second floors were worth 20¢ per year. Mr. Rice suggested that second floor rentals be reviewed once more. However, Dr. Sylva pointed out that a schedule of rates and charges was being worked on by a committee for acceptance by the Commission and any change in rates should be made before its presentation to the Commission. The Chairman also said that rates for all islands should be included in the schedule.

Commenting on a possible change in second floor rental rate, Mr. Honda expressed the belief that the reduction to 10¢ was for the benefit of tenants renting both the first and second floors.

In the following discussion it was the consensus of the members present that the rates as a whole seemed too low. The Chairman appointed Mr. Bright and Mr. Anderson to work with Mr. Pietsch on the Real Estate Committee, and to go over the schedule of rates point by point and prepare for adoption by the Commission at their regular June meeting; to be put into effect on July 1, 1951.

LIHUE TERMINAL, IMPROVEMENTS TO: The Director reported that the estimate submitted to him by Mr. Montgomery for improvements to Lihue Terminal was \$100,000 instead of \$60,000 as originally estimated and set up in the budget. Mr. Kee said that the plans had not been reviewed by the HAC since their completion by DPW and therefore a review may make it possible to reduce the cost. He said also that cost of materials had gone up considerably since the time the first estimate was made.

Mr. Bright moved that the plans be re-studied by the Director and his staff with the purpose of reducing cost, and a report be submitted at the next meeting of the Commission. Motion seconded by Mr. Rice and carried.

KAHULUI, REMOVAL EXPENSE: Mr. Rice moved that \$15,000 be set up for transfer of terminal from Puunene to Kahului Airport. He said that he plans to move a building from Puunene to Kahului for a terminal building and pointed out that this building could later be used for a freight terminal. Motion seconded by Mr. Bright and carried unanimously.

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KAHULUI TOWER: Mr. Rice explained that the \$15,000 appropriation did not include the tower. Mr. Kee said that a tower such as the one to be erected at Hilo, could be built for about \$50,000.

Mr. Rice moved that the Director request Public Works to proceed at once with plans and specifications for the tower. Motion seconded by Mr. Anderson and carried.

FEDERAL MATCHING FUNDS: Mr. Rice asked to hear from Mr. Murray on CAA's cash position relative to matching funds.

Mr. Murray said that they were not going to be able to match all T. H. money; that \$5,000,000 in Federal funds had been set up to be spent over a 12-year period, and that the T. H. had been given \$1,457,000 to date. He also said that he does not know how much will be appropriated this year; that the way things have been going, only \$3,000,000 would be used up in the 12-year period by the Territory. He expressed the belief that the Territory needs the money in large sums now and not in small amounts each year, because aviation in Hawaii is at its peak.

In this regard Mr. Kee said that Honolulu Airport traffic was reported third highest in the U.S.

Mr. Murray said further that because of HAC's huge construction program, the CAA could not match all the funds immediately.

WASHINGTON TRIP: Mr. Rice expressed the opinion that it was unwise to spend money on airports for which the T. H. does not have clear title. He pointed out also that CAA could not participate in work on these airports until title was vested in the Territory. He suggested that HAC representatives go to Washington to clear up this and several other unsettled matters.

Mr. Anderson moved to send the Chairman, Mr. Rice, Mr. Kee and a representative of CAA (the HAC to pay for trip of CAA representative if the CAA has insufficient funds to provide for same) to Washington to:

- (1) Attempt to secure titles to Hilo, Kahului and Molokai airports; and,
- (2) Clarify CAA's position relative to allotment of matching funds for proposed T. H. construction; specifically, additional allotment for construction of proposed new terminal for Honolulu Airport;

Also that HAC representatives visit as many mainland airports as they can while there. Motion seconded by Mr. Burnett and carried unanimously.

ELECTION OF OFFICERS: It was directed that the election of officers be placed on the June Agenda.

NAALEHU: Mr. Rice reported that a figure of \$3,000 had been quoted him for a topographic survey for an airport at Naalehu.

Justification for an airport at this location was discussed. No action taken.

ADJOURNMENT: Meeting adjourned at 11:30 a.m.

Respectfully submitted,

Ralph C. Honda
Ralph C. Honda, Secretary