



January 5, 2017

Subject: State of Hawaii Harbor User Fee Increase and New Security Fee effective Feb. 1, 2017

Dear Matson Customer,

As previously announced, the State of Hawaii Department of Transportation, Harbors Division will be implementing wharfage fee increases over the next two years, with the next increase of 17% taking effect on February 1, 2017. Part of the State's financing plan for its multi-year harbors modernization program, this increase is scheduled to be followed by an increase of 15% effective October 1, 2017, and a third increase of 15% effective July 1, 2018.

While rates vary depending on equipment size, commodity and destination, for the majority of our customers the February 2017 change will result in increases of approximately \$15 - \$30 per container on domestic Honolulu freight and \$32 - \$64 on domestic Neighbor Island freight.

In addition, the State of Hawaii has announced that it will introduce a new Facilities Security Charge of \$15 per container for Oahu and \$22.50 per container for Neighbor Island shipments effective February 1, 2017. This charge is scheduled to increase to \$17.25 per container for Oahu and \$25.87 per container for Neighbor Island shipments effective October 1, 2017; and to \$19.84 per container for Oahu and \$29.76 per container for Neighbor Island shipments effective July 1, 2018.

Matson will begin to pass through these new State fees starting Sunday, February 5, 2017.

Specific rate-by-commodity information is available in the State's notice: [State of Hawaii Notice](#)

If you have any questions, please contact your account executive or our Customer Service Center at 1-800-4MATSON (800-462-8766) or customerservice@matson.com.

Thank you for shipping with Matson.