

House District  
Senate District X

THE TWENTY- FOURTH LEGISLATURE  
HAWAII STATE LEGISLATURE  
APPLICATION FOR GRANTS & SUBSIDIES  
CHAPTER 42F, HAWAII REVISED STATUTES

Log No: 222-C

For Legislature's Use Only

Type of Grant or Subsidy Request:

GRANT REQUEST - OPERATING       GRANT REQUEST - CAPITAL       SUBSIDY REQUEST

"Grant" means an award of state funds by the legislature, by an appropriation to a specified recipient, to support the activities of the recipient and permit the community to benefit from those activities.

"Subsidy" means an award of state funds by the legislature, by an appropriation to a recipient specified in the appropriation, to reduce the costs incurred by the organization or individual in providing a service available to some or all members of the public.

"Recipient" means any organization or person receiving a grant or subsidy.

STATE DEPARTMENT OR AGENCY RELATED TO THIS REQUEST (LEAVE BLANK IF UNKNOWN):

STATE PROGRAM I.D. NO. (LEAVE BLANK IF UNKNOWN):

1. APPLICANT INFORMATION:

Legal Name of Requesting Organization or Individual:  
Surfing The Nations Foundation  
Dbas:  
Surfing The Nations  
Street Address:  
2815 Kahikapu Ave. Honolulu, Hawaii 96820  
Mailing Address:  
PO Box 29393  
Honolulu, Hawaii 96820

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name LISA MOALA  
Title Business Manager  
Phone # 808-838-7873  
Fax # 808-838-7875  
e-mail [lisa@surfingthenations.com](mailto:lisa@surfingthenations.com)

3. TYPE OF BUSINESS ENTITY:

- NON PROFIT CORPORATION  
 FOR PROFIT CORPORATION  
 LIMITED LIABILITY COMPANY  
 SOLE PROPRIETORSHIP/INDIVIDUAL

7. DESCRIPTIVE TITLE OF APPLICANT'S REQUEST:

A SURFING THE NATIONS PURCHASE AND/OR CONSTRUCTION OF A HEADQUARTERS FOR CONTINUATION AND EXPANSION OF SOCIAL PROGRAMS.

4. FEDERAL TAX ID: [REDACTED]

5. STATE TAX ID: [REDACTED]

6. SSN (IF AN INDIVIDUAL): N/A

8. FISCAL YEARS AND AMOUNT OF STATE FUNDS REQUESTED:

FY 2008-2009 \$ 800,000.00

9. STATUS OF SERVICE DESCRIBED IN THIS REQUEST:

- NEW SERVICE (PRESENTLY DOES NOT EXIST)  
 EXISTING SERVICE (PRESENTLY IN OPERATION)

SPECIFY THE AMOUNT BY SOURCES OF FUNDS AVAILABLE AT THE TIME OF THIS REQUEST:

STATE \$0  
FEDERAL \$0  
COUNTY \$0  
PRIVATE/OTHER \$800,000.00

TYPE NAME & TITLE OF AUTHORIZED REPRESENTATIVE:

[REDACTED]  
AUTHORIZED SIGNATURE

CINDY BAUER- DIRECTOR  
NAME & TITLE

JANUARY 30, 2008  
DATE SIGNED

## Application for Grants and Subsidies

### I. Background and Summary

1. A BRIEF description of the applicant's background.

Surfing the Nations, a non-profit organization, was established in December 1997 in the state of Hawaii. The mission of Surfing the Nations is to meet and exceed the physical, emotional, and spiritual needs of our community. We strive to impact local communities through the sport of surfing and selfless service by meeting needs and changing lives.

What sets us apart from other non-profit organizations is our commitment to regaining and redeeming the culture that surrounds the sport of surfing. We want to restore the image that surrounds surfing to one of value and worth. By leading, training and simply *being* surfers that give back to our communities, we hope to create a lifestyle that is recognized as healthy for society. By breaking molds and crushing old clichés about surfers who lead lives of misconduct, substance abuse, and delinquency, we will demonstrate what it truly means to be "surfers giving back".

The foremost aspiration of our organization is to give a world where hope is absent the means to grasp it. Surfing the Nations provides outlets for surfers to bring sustenance to the needy and destitute. We target people with passions for extreme sports, primarily surfing, who wish to channel that passion towards helping others. We allocate resources and seek to develop the worth and merit of surfers who strive to make a positive impression on the island state of Hawaii and throughout the globe. In a world of heartache and despair, we are committed to send hope.

2. The goals and objectives related to the request;

We are raising funds of over \$3 million in order to purchase a permanent headquarters for the continuation and expansion of service to the needy of Oahu. We are asking for \$800,000 in Hawaii State Grants-in Aid.

As a social outreach ministry, the goals of Surfing the Nations are simple. We strive to meet all of the aforementioned needs of our community while enhancing the quality of life for each individual we encounter. We have an immense passion for the people of Oahu and an eagerness to see the lives in our community change for the better.

In relation to this request for state funds, our goal is to purchase land and/or physical structures that can facilitate all of our many programs the acquisition of property will propel a transformation in the ways that the poor, needy, and lost of our island home receive assistance.

Our main objective for the youth of Oahu is to see them off the streets, unencumbered by the pressures to use drugs and alcohol, and integrated in a solid community of peers who feel responsible for the betterment of their generation. By using surfing as a way to reach young people, we are given an immediate connection, enabling us to pursue mentoring relationships with them. It is our goal to see all surfers revert to the lifetime mission of giving back.

We never wish to turn down a person in need, and we are committed to provide food, sundries and other goods. What families really need is a place to come where they can obtain food that will adequately feed themselves and feel no shame: a place that Surfing the Nations is able and eager to provide.

For the families and individuals who are unable to make it to our on-site weekly food distribution events, we want to reach out and assure each person's comfort and to compensate for their specific needs. Hungry people who are homeless confront an even greater sense of shame than others in poverty, so it is our goal to spend time with each person that receives food, developing friendships and instilling self-worth.

To tie this web of programs together, we have established a training school for surfers, young and old, who set out to channel their energies toward enhancing their communities. By living lifestyles of compassion and humility, these surfing leaders and mentors are the ones who carry out the feeding of Oahu's hungry, the concentration on healthy upbringing for our youth, and a number of other projects that serve Hawaii and other parts of the world.

Aside from the building of relational bonds, the most important catalyst for this organization lies within a building. Each aspect of Surfing the Nations' work relies on a place that can serve as storage for food, housing for students, a home-away-from-home for at-risk youth, and training grounds for this generation's mentors and leaders. Just as our ministry encompasses an array of outreaches and goals, our building will serve as a means to carry them out, and each day it will fulfill a different and distinct purpose

3. State the public purpose and need to be served;

To say that Oahu is an island of diversity would significantly understate the exceptional composition of this place that we call home. The ethnic, social, and economic make-up of Honolulu alone is extremely diverse, and we wish to be correspondingly versatile in our outreach to the poor, troubled youth, addicts, widows, families, and whoever presents with a need, and also in our partnership with whoever desires to serve alongside us. Therefore we have a strong desire to continue our efforts in Kalihi Valley, Ewa, and central areas of Honolulu.

Kalihi is such a culturally complex area of Oahu that words cannot do justice to the place or the people that reside here. It is rich in beauty and natural splendor, but parched of healthy family life. It is overflowing with variety but uniformly impoverished.

Kalihi needs an organization such as Surfing the Nations to be established in the midst of this complexity so as to bring hope to the community.

According to reports from the University of Hawaii's Center on the Family, Kalihi is an immigrant community which is home to higher percentages of Asians, Filipinos', and other foreign-born residents than any other place in the state of Hawaii. Many other Pacific Islanders live in Kalihi, and the valley is known for housing one of the highest concentrations of this population group. The thing that most attracts us to this place is the severe poverty that exists there. The per capita income, at \$14,634 falls in the bottom 25% for the entire state. Compared to the rest of Hawaii, there are lower rates of home ownership and higher rates of unemployment. Many families depend on food stamps and welfare just to get by. All too often, month by month, Kalihi residents find themselves facing the choice of whether to pay rent for their homes or buy food for their families.

Of course such problems are not confined to Kalihi. Many other residents of Hawaii are facing hunger and poverty daily. According to reports from the Hawaii Food Bank, over 131,000 people are currently in need of emergency food each year. Of these, 33,000 are children and over 14,000 are seniors. The health and safety of these families and individuals are at great risk. 27 percent of these people say that they must choose between paying for medical bills or food.

The level of education of Kalihi heads of households is significantly lower than in many other areas of the state. In fact the percentage of Kalihi adults with a high school diploma is lower than any other community statewide. With this level of deficiency in parental education, little sense of value in schooling is passed on to young people. One major challenge that the children of Kalihi face is in the classroom. More children from Kalihi than from other districts score below average on standardized exams for reading and math at the elementary level. The rates of public school graduation fall behind most other communities, and rates of college acceptance are also much lower. These kids need a place to go to be influenced by positive mentors and educated leaders who are available to guide, tutor, and simply love them.

The youth of Oahu are continually facing obstacles in school, at home, and social relations. Because these people lack direction and parental supervision in the home, they are left with nowhere else to turn. Many of them use alcohol or drugs as a means of escape. Statistics show that, on average, Hawaii's youth begin to experiment with alcohol at age 13 and marijuana at age 14. To make matters worse, 35 percent of parents in Hawaii see drinking as a rite of passage for their children, and allow them to drink "under certain circumstances". By contrast, teens whose parents make it clear that they wish them to abstain from alcohol and drug abuse are 400 percent more likely to avoid this than the children of parents who do not clearly advocate abstinence. Surfing the Nations is committed to stepping-in in such situations to be an additional support for both the youth and their parents. We are dedicated to providing alternative outlets for youth from unstable backgrounds, and giving positive mentoring to suit their individual needs.

Furthermore the prevalence of cigarette smoking in high-school-aged individuals is far higher than in the rest of the state. Almost 17% of high school sophomores and 19% of seniors have been identified as meeting the criteria of substance dependence or abuse. Through the acquisition of a property Surfing the Nations plans to implement a higher-caliber substance abuse prevention program.

In addition to the challenges presented by low educational attainment and substance abuse, many children face obstacles in the home as well. The number of conflict reports from youth in Kalihi is higher than in any other community in Hawaii. Child abuse statistics are also above state average. Children report substance abuse in the home at a lower rate than the state average, but this level of reporting is still much higher than in most other communities in the Honolulu area. Children and parents' alike need a place where they can go to escape these hardships and feel welcomed into a sustaining, shame-free family environment. Surfing the Nations aspires to continue to expand our vision for this to take place by purchasing a permanent headquarters either in the Kalihi area, or other needy parts of Honolulu, or places such as 'Ewa Beach.

According to the UH Center on the Family there are also large areas of low-income multi-unit rental properties, and families in multi-generational and multi-family homes, in lower Waipahu, 'Ewa, and 'Ewa Beach. We expect that with the relocation of Surfing the Nations we will have more opportunity to branch out into this area of the island and meet needs there.

According to a local newspaper article published in 2006, "The latest effort to revitalize Chinatown, and chip away at its reputation for drugs, prostitution, and sleazy bars, comes as art galleries are moving in and crime is decreasing. But residents and business owners say they still grapple with persistent problems - drug use, homelessness... among them." It is evident through our current involvement in this area that Chinatown is still in need of much assistance, despite efforts to redeem its history and beauty. Surfing the Nations is eager to be a part of that transformation.

Throughout the week a building can mean many different things to each person that passes through it. On Mondays, for example, we want this building to serve as a classroom and gathering-place for students to learn how to be effective role-models and leaders in their communities. It will house all of the materials necessary for teaching, and it will have a place where staff and interns to congregate to learn. For its residents, it will be more than a home; it will be a place to grow in them and in their relationships with others.

On Tuesdays this building will be an escape for many of Oahu's youth that feel out of place in their own homes. It will act as a place of safety and comfort for people whose afflictions are too heavy to carry alone. It will give kids a place to meet a good role model, to receive encouragement to stay free of substance abuse, and receive a positive message about life. It will also be a place where the mentors that are being

trained to can put their education to good use and develop friendships with children and teens that really need their love and support. Based on the current functioning of this youth program, the new headquarters must be able to accommodate 100 youth for gatherings and events.

On Thursdays, this building will serve as a place where hundreds of families can gather to interact socially and receive up to a week's supply of food. We wish not just to give a handout but to interact with these families so that they go home not just with food but an increased sense of self-worth. We aim to attend to their emotional and spiritual needs with such a high level of love and respect that they will permanently affected, so that this will set the building apart in their minds from any other place or organization that they may attend.

At the weekends, this building will be a home and sanctuary for all who live in and enter it. It will be a place of welcome and comfort.

Throughout the week, it will serve as a place where food donations and other goods can be stored and prepared for anyone in urgent need. This will require refrigeration and space for 5000 lbs of food.

It will be a place that Surfing the Nations' volunteer staff can call home. It will provide hospitality to travelling guests who are involved in similar work elsewhere. It must be able to house anywhere from thirty to fifty full-time and short-term volunteer staff and students. This building will be much more than a warehouse; it will be a home that stands for all that Surfing the Nations does and aspires to do.

4. Describe the target population to be served; and

The primary target population for Surfing the Nations is Hawaii's families. The heart of our program is geared towards at-risk youth to be mentored, the working poor who need food assistance, and Hawaii's surfers for leadership training. The secondary target population includes high-school and college students, local ministries, and other entities interested in the development of leaders, safety for young people, and enrichment of the poor and hungry.

5. Describe the geographic coverage.

Surfing the Nations is in a time of transition, which is an immense opportunity for us to expand our operations. Our old headquarters in Kalihi has been sold and we have relocated our housing and training facilities temporarily to the Salt Lake area. A new headquarters will serve as accommodation and a base for our various programs and the administration that goes with them. We aim to locate our new headquarters so that we can reach out to a wider area, including Kalihi, 'Ewa and downtown Honolulu, including Chinatown.

Our ambition for the purchase (and if necessary renovation) of a new headquarters is to

be centrally established, allowing for mobile programs of youth outreach and food distribution as we identify specific needs in different areas.

We aim to relocate to an impoverished area of Oahu so as to continue to meet the needs of our clients whom we have been serving for the past ten years.

**II. Service Summary and Outcomes**

The scope of work for this task includes the acquisition of a property with existing facilities that can be molded to fit the needs of the Surfing The Nations programs. The outcome of this request for state funds will be purchase of land and estate where the community's needs are being met and lives are being changed on a daily, continual basis.

The responsibility of identifying a suitable property headquarters lies within members of the Board of Directors. Once a secure location is identified, our contractor will make the appropriate inspections and determine whether the building is acceptable. Meetings with land owners, property owners, and banks will follow accordingly.

Our objectives for the year 2008 include the following steps:

1. The third quarter: Purchase of land and building(s) for the purpose of facilitating the Surfing The Nations programs-like Feeding the Hungry, Youth-At-Risk, and Surfer's Leadership Training School.
2. The fourth quarter: Build and /or renovate existing facilities to better suit the needs of the community. Launch operations in new location. Expand services from current transitional states in permanent, organized, island-wide programs for the poor, needy and the lost.

**III. Financial**

**Budget**

Our objectives for the year 2008 include the following steps:

1. The third quarter: Purchase of land and building(s) for the purpose of facilitating the Surfing The Nations programs like Feeding the Hungry, Youth-At-Risk, and Surfer's Leadership Training School.
2. The fourth quarter: Build and /or renovate existing facilities to better suit the needs of the community. Launch operations in new location. Expand services from current transitional states in permanent, organized, island-wide programs for the poor, needy and the lost.

| Quarter 1 | Quarter 2 | Quarter 3  | Quarter 4  | Total Grant |
|-----------|-----------|------------|------------|-------------|
|           |           | 600,000.00 | 200,000.00 | 800,000.00  |

#### **IV. Experience and Capability**

##### **A. Necessary Skills and Experience**

Surfing the Nations has its humble roots in the simple care for mentoring and working within a local Hawaiian community. Out of these concerns for the people around them, Tom and Cindy Bauer, founders of Surfing the Nations, established what has emerged as polished collections of social programs that benefit Oahu and the world at large.

After 10 years of profound service, what was once a vision and small-time operation is now a full-time food pantry, weekly on-site food distribution program, youth-at-risk center, leadership training school, and international humanitarian mission base.

Annually, approximately 100 individuals participate in and complete a three-month leadership training curriculum. Each week, there are over a thousand individuals fed through Surfing the Nations Feeding the Hungry program. Many of Oahu's youth are afforded the opportunity to meet weekly with mentors from the leadership program, and dozens go on an international humanitarian outreach.

The genesis alone proves the suitability of an organization like Surfing the Nations to provide the service and manage the programs that are currently established. In addition to this, our organization is equipped with a highly educated and skilled staff with the training and experience needed to operate such a foundation.

##### **B. Facilities**

The new facility will become the headquarters for Surfing the Nations many programs and staff accommodations. Our new home will include a new center for counseling our communities at risk youth. It will have the capacity to house 30-50 full-time volunteers and act as the primary training facility for rising mentors and leaders. It will store food and material goods for our islands' poor and hungry. The facility will operate as our agency's central administrative department and function as an international research and preparation post for humanitarian expeditions.

The acquisition of this headquarters is projected to take place in 2008 and will comply with all ADA regulations.

#### **V. Personnel: Project Organization and Staffing**

##### **A. Proposed Staffing, Staff Qualifications, Supervision and Training**

No funds will be necessary for the staffing of Surfing the Nations



Surfing the Nations is comprised of highly educated and qualified volunteer staff. The following individuals represent the Board of Directors that are both local and from the mainland United States.

**Hawaii:**

Tom Bauer: Founder, President, International Director

- Annual agenda management
- International program coordination
- Marketing/promotional supervision
- Recruitment and public relations
- Operational visionary

Cindy Bauer: Director of Operations, Secretary

- Communication management
- Hawaii Food Bank board member
- Administrative supervisor
- Procedural Management

Stefan Eriksson: Director of Personnel, Property Resource Manager

- Personnel deployment
- Facility/property management
- Staff director

James Yamada: Treasurer

- Mentor/Teacher
- Advisor

Christy Eriksson: Associate Director of Operations/Co Director of Marketing

*BA Communications*

*Minor Marketing*

- Head of all correspondence
- Event Coordinator
- Conference representative for recruitment purpose

Lisa Moala: Surfing The Nations Business Manager: Director of Feeding the Hungry,

*BA Human Resources*

*BA Management*

- Program Director of Capital Campaign
- Registrar

Steven Suzuki: Director of Finance

- Record keeping
- Accounts payable
- Accounts receivable

Josh Matrisciana: Director of Information Technology and Media

- Head technician/mechanical upkeep
- Promotional marketing
- Website and graphic designer

Kristin Flynn: Director of Surfers Leadership School  
*BA International Relations*

- Local outreach planning and preparation
- Tax receipts (monetary and physical)

Andrew Carrier: Director of Island Youth Program & Community Affairs  
BA

- Youth events coordinator

Zachary Ifland: Director of Public Relations / Co Director of Marketing  
*BA Communications*

*Minor Business*

- Public Relations
- Head of annual Surf Contest
- Head of Waikiki Beach outreach

Each of facets of Surfing the Nations is blanketed by the supervision of qualified staff member. The range of knowledge and training is so vast within our administrative makeup that it allows us to maintain everything from food distribution program to a leadership training program for the purpose of mentoring at-risk youth with certainty that it is overseen properly.

With certified teachers on staff, we are able to develop a powerful curriculum for the leadership training school; with leaders educated in business management, we are able to adequately organize our operations; with youth specialists, we have the leadership needed to run an effective program for young people; and with hundreds of full-time and short-term volunteers, we are able to carry out each part of Surfing The Nations that makes it such a unique, far reaching establishment.

## **B. Organization Chart**

Please see attached

## **VI. Other**

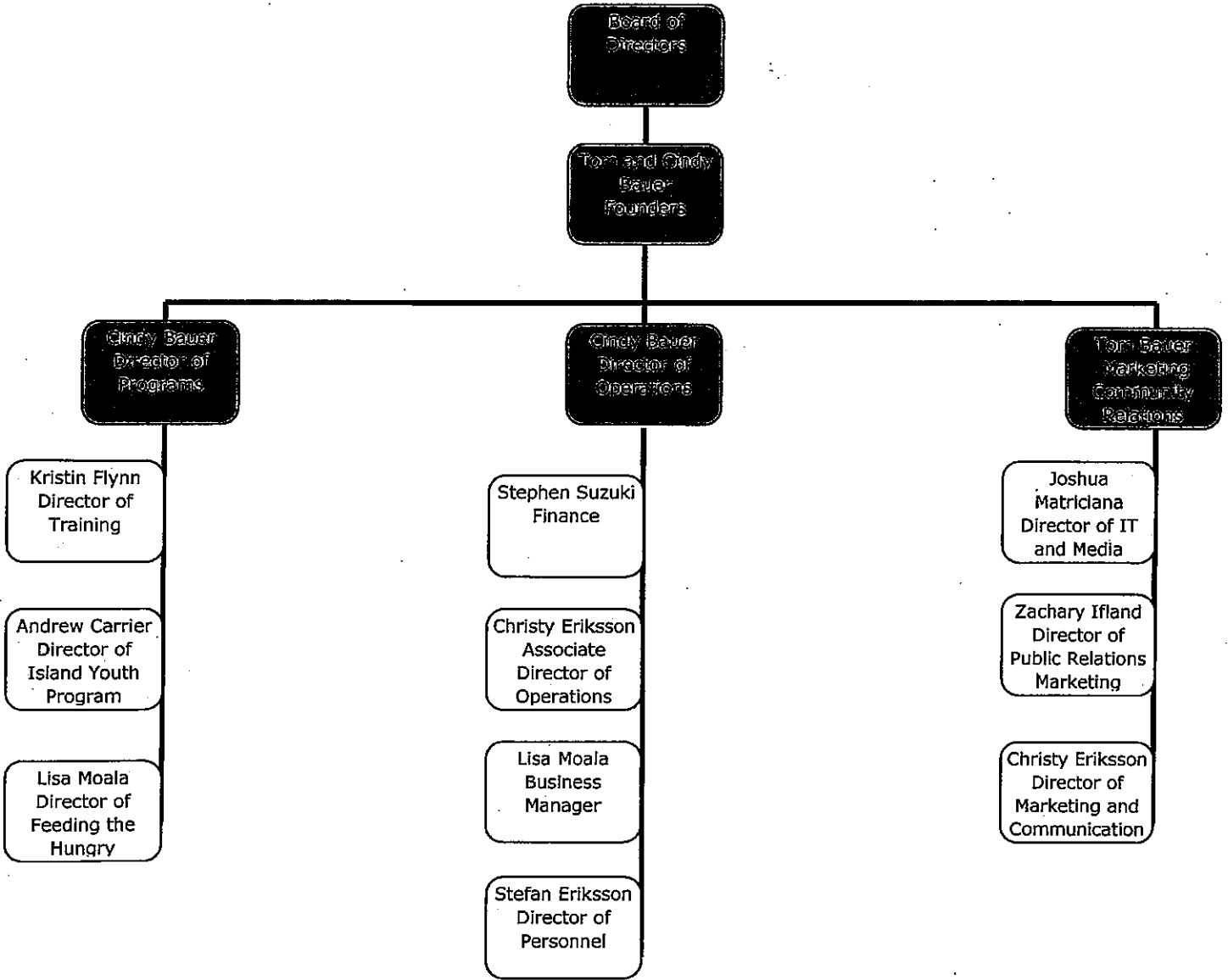
### **A. Litigation**

Surfing The Nations has no pending litigation.

### **B. Licensure or Accreditation**

Surfing The Nations is incorporated in the State of Hawaii as a non-profit 501 (C) (3) organization.

### SURFING THE NATIONS FOUNDATION Organizational Charts



**BUDGET REQUEST BY SOURCE OF FUNDS**  
(Period: July 1, 2008 to June 30, 2009)

Applicant: \_\_\_\_\_ Surfing The Nations Foundation

| <b>BUDGET CATEGORIES</b>            | <b>Total State Funds Requested (a)</b> | <b>(b)</b>                            | <b>(c)</b>   | <b>(d)</b> |
|-------------------------------------|--|---------------------------------------|--------------|------------|
| <b>A. PERSONNEL COST</b>            |  |                                       |              |            |
| 1. Salaries                         | 0                                      |                                       |              |            |
| 2. Payroll Taxes & Assessments      | 0                                      |                                       |              |            |
| 3. Fringe Benefits                  | 0                                      |                                       |              |            |
| <b>TOTAL PERSONNEL COST</b>         | <b>0</b>                               |                                       |              |            |
| <b>B. OTHER CURRENT EXPENSES</b>    |  |                                       |              |            |
| 1. Airfare, Inter-Island            | 0                                      |                                       |              |            |
| 2. Insurance                        | 0                                      |                                       |              |            |
| 3. Lease/Rental of Equipment        | 0                                      |                                       |              |            |
| 4. Lease/Rental of Space            | 0                                      |                                       |              |            |
| 5. Staff Training                   | 0                                      |                                       |              |            |
| 6. Supplies                         | 0                                      |                                       |              |            |
| 7. Telecommunication                | 0                                      |                                       |              |            |
| 8. Utilities                        | 0                                      |                                       |              |            |
| 9                                   |  |                                       |              |            |
| 10                                  |  |                                       |              |            |
| 11                                  |  |                                       |              |            |
| 12                                  |  |                                       |              |            |
| 13                                  |  |                                       |              |            |
| 14                                  |  |                                       |              |            |
| 15                                  |  |                                       |              |            |
| 16                                  |  |                                       |              |            |
| 17                                  |  |                                       |              |            |
| 18                                  |  |                                       |              |            |
| 19                                  |  |                                       |              |            |
| 20                                  |  |                                       |              |            |
| <b>TOTAL OTHER CURRENT EXPENSES</b> | <b>0</b>                               |                                       |              |            |
| <b>C. EQUIPMENT PURCHASES</b>       | <b>0</b>                               |                                       |              |            |
| <b>D. MOTOR VEHICLE PURCHASES</b>   | <b>0</b>                               |                                       |              |            |
| <b>E. CAPITAL</b>                   | <b>800,000</b>                         |                                       |              |            |
| <b>TOTAL (A+B+C+D+E)</b>            | <b>800,000</b>                         |                                       |              |            |
| <b>SOURCES OF FUNDING</b>           |  | Budget Prepared By:                   |              |            |
| (a) Total State Funds Requested     | 800,000                                | Cindy Bauer                           | 808-349-2371 |            |
| (b)                                 |  | Name                                  | Phone        |            |
| (c)                                 |  | Signature of Authorized Official      |              | Date       |
| (d)                                 |  | Cindy Bauer - Director                |              | Jan 30 08  |
| <b>TOTAL REVENUE</b>                | <b>800,000</b>                         | Name and Title (Please type or print) |              |            |



# BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES

Applicant: Surfing The Nations Foundation

Period: July 1, 2008 to June 30, 2009

| DESCRIPTION<br>EQUIPMENT | NO. OF<br>ITEMS | COST PER<br>ITEM | TOTAL<br>COST | TOTAL<br>BUDGETED |
|--------------------------|-----------------|------------------|---------------|-------------------|
|                          |                 | \$               | -             |                   |
|                          |                 | \$               | -             |                   |
|                          |                 | \$               | -             |                   |
|                          |                 | \$               | -             |                   |
|                          |                 | \$               | -             |                   |
| <b>TOTAL:</b>            | 0               |                  |               | 0                 |
| JUSTIFICATION/COMMENTS:  |                 |                  |               |                   |

| DESCRIPTION<br>OF MOTOR VEHICLE | NO. OF<br>VEHICLES | COST PER<br>VEHICLE | TOTAL<br>COST | TOTAL<br>BUDGETED |
|---------------------------------|--------------------|---------------------|---------------|-------------------|
|                                 |                    | \$                  | -             |                   |
|                                 |                    | \$                  | -             |                   |
|                                 |                    | \$                  | -             |                   |
|                                 |                    | \$                  | -             |                   |
|                                 |                    | \$                  | -             |                   |
| <b>TOTAL:</b>                   | 0                  |                     |               | 0                 |
| JUSTIFICATION/COMMENTS:         |                    |                     |               |                   |

**BUDGET JUSTIFICATION  
CAPITAL PROJECT DETAILS**

Applicant: Surfing The Nations Foundation

Period: July 1, 2008 to June 30, 2009

| FUNDING AMOUNT REQUESTED |   |               |                       |               |                                      |               |
|--------------------------|---|---------------|-----------------------|---------------|--------------------------------------|---------------|
| TOTAL PROJECT COST       | ANY OTHER SOURCE OF FUNDS RECEIVED IN PRIOR YEARS |               | STATE FUNDS REQUESTED |               | FUNDING REQUIRED IN SUCCEEDING YEARS |               |
|                          | FY: 2005-2006                                     | FY: 2006-2007 | FY: 2007-2008         | FY: 2008-2009 | FY: 2009-2010                        | FY: 2010-2011 |
| PLANS                    |   |               |                       |               |                                      |               |
| LAND ACQUISITION         |   |               |                       | 600000        |                                      |               |
| DESIGN                   |   |               |                       |               |                                      |               |
| CONSTRUCTION             |   |               |                       | 200000        |                                      |               |
| EQUIPMENT                |   |               |                       |               |                                      |               |
| <b>TOTAL:</b>            |   |               |                       | <b>800000</b> |                                      |               |
| JUSTIFICATION/COMMENTS:  |   |               |                       |               |                                      |               |

**DECLARATION STATEMENT  
APPLICANTS FOR GRANTS AND SUBSIDIES  
CHAPTER 42F, HAWAII REVISED STATUTES**

The undersigned authorized representative of the applicant acknowledges that said applicant meets and will comply with all of the following standards for the award of grants and subsidies pursuant to section 42F-103, Hawaii Revised Statutes:

- (1) Is licensed or accredited, in accordance with federal, state, or county statutes, rules, or ordinances, to conduct the activities or provide the services for which a grant or subsidy is awarded;
- (2) Comply with all applicable federal and state laws prohibiting discrimination against any person on the basis of race, color, national origin, religion, creed, sex, age, sexual orientation, or disability;
- (3) Agree not to use state funds for entertainment or lobbying activities; and
- (4) Allow the state agency to which funds for the grant or subsidy were appropriated for expenditure, legislative committees and their staff, and the auditor full access to their records, reports, files, and other related documents and information for purposes of monitoring, measuring the effectiveness, and assuring the proper expenditure of the grant or subsidy.

In addition, a grant or subsidy may be made to an organization only if the organization:

- (1) Is incorporated under the laws of the State; and
- (2) Has bylaws or policies that describe the manner in which the activities or services for which a grant or subsidy is awarded shall be conducted or provided.

Further, a grant or subsidy may be awarded to a non-profit organization only if the organization:

- (1) Has been determined and designated to be a non-profit organization by the Internal Revenue Service; and
- (2) Has a governing board whose members have no material conflict of interest and serve without compensation.

Further, the undersigned authorized representative certifies that this statement is true and correct to the best of the applicant's knowledge.

Surfing the Nations Foundation  
(Typed Name of Individual or Organization)

\_\_\_\_\_  
(Signature)

Cindy Bauer  
(Typed Name)

January 30, 2008  
(Date)

Director of Operations  
(Title)