

House District: 25

Senate District: 11

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

Log No: 20-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:

Friends of Shriners Hospitals – Honolulu, Inc.

Dbas:

Charitable arm of Shriners Hospital for Children® – Honolulu

Street Address: 1310 Punahou Street
Honolulu, HI 96826-1099

Mailing Address: Same as above

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name: STAN B. BERRY, MPH, FACHE

Title: Administrator, Shriners Hospital for Children® – Honolulu

Phone: (808) 941-4466

Fax: (808) 942-8573

E-mail: sberry@shrinenet.org

3. TYPE OF BUSINESS ENTITY:

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

6. DESCRIPTIVE TITLE OF APPLICANT'S REQUEST:

SHRINERS HOSPITAL FOR CHILDREN® - HONOLULU CAPITAL PROJECT

4. FEDERAL TAX ID #:

5. STATE TAX ID #:



7. AMOUNT OF STATE FUNDS REQUESTED:

FY 2012-2013: \$ 1,500,000

8. 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:	\$	69,300,000

TYPE NAME & TITLE OF AUTHORIZED REPRESENTATIVE:

DONALD SCHMUS, PRESIDENT
NAME & TITLE

JANUARY 25, 2012
DATE SIGNED

Application for Grants and Subsidies

If any item is not applicable to the request, the applicant should enter “not applicable.”

I. Background and Summary

This section shall clearly and concisely summarize and highlight the contents of the request in such a way as to provide the State Legislature with a broad understanding of the request. Include the following:

1. A brief description of the applicant's background;

The Friends of Shriners Hospitals – Honolulu, Inc. (hereinafter referred to a “FOSH”) is a Hawaii-based not-for-profit organization whose sole beneficiaries are Shriners Hospitals for Children® – Honolulu (hereinafter referred to as “SHCH”) and its patients. SHCH is part of the national network of children hospitals specializing in orthopaedic and burn care.

SHCH's mission is to provide the highest quality care for children with neuromuscular and skeletal conditions, post-burn deformities and other orthopaedic-related special healthcare needs of children within a compassionate, family-centered and collaborative care environment; to provide for the education of physicians and other healthcare professionals; and to conduct research to discover new knowledge that improves the quality of care and quality of life of children and families. This mission is carried out without regard to race, color, gender, creed, religion or disability, or the ability of patients and their families to pay.

SHCH defines the scope of its care in two broad categories: core clinical services and supplemental programs. Core clinical services are embedded in a care coordination process that includes an evaluation of a child and parents transportation and community support needs while in Honolulu, a comprehensive psycho-social, physical and general health assessment of each child, admission and discharge planning, implementation of a tailored plan of care developed by a multi-disciplinary team led by a pediatric orthopaedic surgeon and ongoing monitoring and assessment of outcomes by this same team. Children are often followed for years as outpatients. Optimal care coordination services are child and family centered, developmentally and culturally appropriate, easily accessible, comprehensive, coordinated, continuous and outcomes focused.

Nationwide, Shriners Hospitals for Children® is ranked 40th on the 2010 Philanthropy 400 by the *Chronicle of Philanthropy*, the most respected publication related to international charitable giving. In the October 29, 2010 issue of *Pacific Business News*, five doctors from SHCH were named “Best Doctors in Hawaii.” SHCH continues to receive excellent scores from Press Ganey Associates, Inc., which regularly conducts federally-endorsed patient satisfaction surveys on behalf of thousands of American hospitals. The hospital is in good standing with the Joint Commission on the Accreditation of Healthcare Organizations, receiving its maximum three-year accreditation award in 2010. The hospital also undergoes routine licensing surveys by the State Department of Health; an unannounced state survey in February 2010 produced no written citations or recommendations for improvement.

SHCH last underwent a major rebuild in 1967, at which time the original Dowsett mansion on the present Punahou Street location – having served as the hospital since 1930 – was demolished and replaced by a then-modern, 86,000-sq. ft. hospital facility. In 2005, a proposal for a new hospital complex was initiated with a projected cost of \$73 million. Shriners International committed \$59 million toward the construction costs, and a capital campaign was launched in 2006 with a \$14 million goal. Although the 22 hospitals in the system have all been extensively remodeled, renovated or replaced in recent decades, this marks the very first time in the 89-year history of Shriners Hospitals for Children® that a capital campaign has been launched with the expressed purpose of generating external funds for a capital project within a local or regional community.

2. The goals and objectives related to the request;

The Friends of Shriners Hospitals – Honolulu, Inc. is requesting a \$1,500,000 grant-in-aid from the State of Hawaii to assist SHCH in completing the final stage of the capital project for the new hospital facility, which will include the internal build-out of the remaining portions of the project and the construction of a wing which together double the capacity of the Hale Ohana Family Center from ten (10) hotel-like rooms to twenty (20). This modest request represents about 2% of the total project cost of \$73 million, and will be expended directly on both pre-construction and construction activities.

The sole purpose of the Hale Ohana Family Center is to accommodate the temporary housing needs of needy families who reside outside Honolulu's urban core and are accompanying their children for treatment at Shriners Hospital. The new hospital facility was opened in August 2009, and construction of the Education & Administration Building was completed in December 2010. What remains is the final build-out and interior construction of the Hale Ohana Family Center, from which SHCH will be able to provide necessary social services and assistance to more patient families while their children are either in the hospital, or undergoing treatment and therapy as outpatients. FOSH's primary goal is to fund \$14 million of the projects cost, with the remaining balance provided directly by the parent organization.

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

In 1930, SHCH moved to its present Punahou Street site from its original home in Nuuanu Valley, which was formerly located in a wing of the former Kauikeolani Children's Hospital on Kuakini Street (and which, in turn, is now the current location of Rehabilitation Hospital of the Pacific on Kuakini Street). Until 1967, the hospital occupied the former Dowsett mansion, which was finally razed that year and replaced by a new 40-bed facility, which at the time was considered state of the art in children's orthopaedic care.

Yet, as the first decade of the 21st century began, it became readily apparent that SHCH had now outgrown this facility, as well. A 2005 space-reutilization study, commissioned by SHCH, indicated that:

- There were a number of inherent health and safety risks associated with the nearly 40-year-old hospital building;
- The older building presented constraints in space and technological infrastructure, which rendered its accommodation with advances in healthcare technology problematic; and
- It was more cost-effective over the long term to invest the necessary capital in a complete replacement facility, rather than attempt a comprehensive retrofit of an increasingly obsolescent structure.

It should be noted that the new 24-bed SHCH facility represents a 40% reduction from the number of beds of its immediate predecessor. However, given that advancements in medical procedures and healthcare

technology have accelerated the recovery process, many surgeries that formerly required hospitalization are now performed on an outpatient basis. Further, all hospitals – regardless of locale, mission and / or specialization – have experienced a significant decrease in the average length of a patient’s hospital stay. This trend has resulted in a substantially reduced need for inpatient capacity at SHCH’s replacement facility.

Conversely, the decrease in SHCH’s bed capacity requirements has steadily increased its capacity for admissions, surgeries and outpatient visits. Thus, we are able to accommodate a greater number of patients than ever before. In recent years, SHCH has admitted between 450 to 600 patients for inpatient services and performed about the same number of surgeries. Additionally, there were more than annual 5,400 outpatient visits to the facility. SHCH also services another 1,200 outpatients at clinic sites on neighbor islands.

4. Describe the target population to be served; and

Since 1923, SHCH has provided the highest quality care for more than 18,000 of Hawaii’s children who are in need of specialized orthopedic and neuromuscular care. Nearly half its patients are either uninsured, on Medicaid or receive coverage from carriers that cover low-income patients. Many patients cope with severe disabilities and arrive using crutches or wheelchairs with the expectation that the care they receive will improve physical functions and / or appearances, and offer them opportunities to assert maximum control over their bodies, leading to better life choices, increased confidence and healthier self-esteem.

5. Describe the geographic coverage.

SHCH’s present service area encompasses the entire State of Hawaii and the U.S. Pacific territories of American Samoa, Guam and the Northern Marianas, as well as former U.S. Trust territories of the Federated States of Micronesia and the Republic of the Marshall Islands. Approximately 80% of all patients are from Hawaii.

II. Service Summary and Outcomes

The Service Summary shall include a detailed discussion of the applicant's approach to the request. The applicant shall clearly and concisely specify the results, outcomes, and measures of effectiveness from this request.

1. Describe the scope of work, tasks and responsibilities;

The new hospital was opened in August 2009, and construction of the the Education & Administration Building was completed in December 2010. What remains is the final build-out and interior construction of the Hale Ohana Family Center, from which SHCH will be able to provide necessary temporary housing, social services and other supportive assistance to more patient families while their children are either in the hospital, or undergoing outpatient services.

The requested funds will build ten additional apartment units for needy families who reside outside of Honolulu's urban core (with priority given to those families residing in rural Oahu and the neighbor islands), so that they can remain on premises with their hospitalized children. Studies have shown that keeping parents and children in close proximity with one another during treatments both reduces anxiety and hastens the recovery and healing process.

The planning and design for the final interior and exterior build-out has already been completed, and permitting and construction are ready to commence once funding is securely in place for the final portion of the project. Once completed the added space will be comprised of 1,920 sq. ft. in completed shelled area of existing floor space housing four additional family apartments, another 6,452 sq. ft. in new construction and floor space for six (6) additional apartments, thus allowing the facility to fully conform to its final design plan.

2. The applicant shall provide a projected annual timeline for accomplishing the results or outcomes of the service;

SHCH anticipates a timeline with an approximate duration of 20 months to complete the all portions of said project, which shall commence while this application is being presently considered by the Legislature, and then proceed as follows:

- Conceptual Design: _____ May – Sept. 2012
- Planned Review Use (if required): _____ Oct. – Nov. 2012
- Sub-recipient Agreement: _____ Nov. 2012 (or Oct. 2012, if no PRU required)
- Request for Proposals: _____ Nov. – Dec. 2012 (or Oct. – Nov. 2012, if no PRU required)
- Construction: _____ Jan. – Sept. 2013 (or Dec. 2012 – Aug. 2012, if no PRU required)
- Final Commission of Project: _____ Oct. 2013 (or Sept. 2013, if no PRU required)
- Closing Docs. & Occupancy Permit: _____ Nov. – Dec. 2013 (or Nov. 2013, if no PRU required)

3. The applicant shall describe its quality assurance and evaluation plans for the request. Specify how the applicant plans to monitor, evaluate, and improve their results; and

The new SHCH facility offers patients and their families a safe and modern environment with state-of-the-art equipment and accommodations to provide the highest level of care necessary to serve the needs of children requiring comprehensive treatment for congenital orthopaedic disabilities, neuromuscular conditions, post-acute burn scarring and spinal cord injuries. Also, included in the facility is clinical space for prosthetics, dental care, and physical therapy, occupational and recreational therapy.

During the planning and design process prior to construction, physicians and hospital staff were actively solicited for advice regarding their needs and requirements for the optimal environment in which to treat patients and conduct such activities in a smooth and efficient way. Since its opening last fall, they have been asked to continue on in their advisory capacities, in order to properly evaluate the new facility's overall functionality and the level of care it offers to patients and their families.

Quality assurance protocols and processes for evaluating care will continue to be rigorously followed at SHCH, ensuring that the facility will continue to provide safe and effective patient care and produce optimum treatment outcomes; maintain high patient / family satisfaction scores as measured by Press Ganey, Inc.; and receive the highest ratings from both the State of Hawaii Licensing and Certification Agency and The Joint Commission, the well-respected accreditation agency for hospitals nationwide.

4. The applicant shall list the measure(s) of effectiveness that will be reported to the State agency through which grant funds are appropriated (the expending agency). The measure(s) will provide a standard and objective way for the State to assess the program's achievement or accomplishment. Please note that if the level of appropriation differs from the amount included in this application that the measure(s) of effectiveness will need to be updated and transmitted to the expending agency.

Because the requested \$1.5 million grant-in-aid from the State pertains to a capital improvement project, and such funds would, if appropriated, be expended for construction of the final phase of the new SHCH facility, and further, given the projected 20-month timeline for the completion of said project, it is anticipated that the State agency charged with the administration of this grant-in-aid shall be able to track the CIP's progress as such funds are drawn down with each successive request for reimbursement submitted by SHCH to the administrating agency.

III. Financial

Budget

1. The applicant shall submit a budget utilizing the enclosed budget forms as applicable, to detail the cost of the request.

The entire cost of the SHCH Capital Project is \$73,000,000. Additionally, please note the following estimated cost breakdown of the final portion of the project for which State GIA funding would be used, if appropriated. These costs are based upon both an initial estimated cost of approximately \$150 / sq. ft. and the current design plans:

- Interior build-out for four new apartments in Hale Ohana Family Center: _____ \$ 192,000
- Construction of addition to Hale Ohana Family Center for six new apartments: _____ \$1,399,800
- Driveway realignment, retaining wall and fence: _____ \$ 200,000

2. The applicant shall provide its anticipated quarterly funding requests for the fiscal year 2012-2013.

As stated earlier on page 4, SHCH anticipates a timeline with an approximate duration of 20 months to complete the all portions of said project, which shall commence while this application is being presently considered by the Legislature. Therefore, anticipated funding requests, based upon the requested GIA amount of \$1,500,000, shall be approximately as follows:

Fiscal Quarter & Corresponding Project Phase	Amount Requested
Quarter 1: July 1 – September 30, 2012 <i>Final Design</i>	\$ 50,000
Quarter 2: October 1 – December 31, 2012 <i>Planned Review Use, Sub-recipient Agreement, Request for Proposals</i>	100,000
Quarter 3: January 1 – March 31, 2013 <i>Construction</i>	550,000
Quarter 4: April 1 – June 30, 2013 <i>Construction</i>	450,000
Quarter 5: July 1 – September 30, 2013 <i>Construction</i>	350,000
Quarter 6: October 1 – December 31, 2013 <i>Final Commission, Closing documents & Occupancy Permit</i>	0
TOTAL:	\$ 1,500,000

3. The applicant shall provide a listing of all other sources of funding that they are trying to obtain for fiscal year 2012-2013.

FOSH and SHCH are currently in the final stages of a capital campaign to complete the \$73 million project. The Harry & Jeanette Weinberg Foundation have recently given a \$1.5 million gift, and a \$1 million application is presently pending with the Clarence T.C. Ching Foundation. A \$500,000 request will be submitted to the Thomas J. Long Foundation in February. Other funding will be sought as necessary from other private sources.

4. The applicant shall provide a listing of all state and federal tax credits that have been granted within the prior three years. Additionally, the applicant shall provide a listing of all state and federal tax credits they have applied for or anticipate applying for pertaining to any capital project, if applicable.

Neither FOSH nor SHCH has been the recipient nor grantee of any state or federal tax credits; nor does either organization anticipate applying for the same in the near or projected future.

IV. Experience and Capability

A. Necessary Skills and Experience

The applicant shall demonstrate that it has the necessary skills, abilities, knowledge of, and experience relating to the request. State your experience and appropriateness for providing the service proposed in this application. The applicant shall also provide a listing of verifiable experience of related projects or contracts for the most recent three years that are pertinent to the request.

STAN BERRY, Administrator for Shriners Hospitals for Children® – Honolulu, has been with the facility since October 2007. He has headed SHCH during a most important period of transition and growth, implementing strategies to contain or reduce costs and improve efficiency and staff productivity, providing critical administrative support to a heretofore successful capital campaign, and overseeing a successful building program that resulted in the completion of the new, expanded, state-of-the-art pediatric hospital.

TOM OCHAB, Director of Facilities Maintenance, has over 40 years of building management experience, which includes work completed for six hospitals with budgets ranging from \$23 to over \$120 million. He holds a Bachelor of Science degree in Civil Engineering, and a Master of Science in Mechanical Engineering. Mr. Ochoab has been with Shriners Hospitals for Children® for the past 14 years.

STARLAND THOMAS, Director of Safety and Security, has been with SHCH since May 2007, and was responsible for representing the hospital's interests with building contractors regarding any safety issues during the active period of construction. Currently, he manages SHCH's Safety and Occupational Health Program, and consults and advises the administration on all matters pertaining to OSHA compliance, as well as all other applicable state and federal regulations.

STEPHEN BOYER, Director of Plant and Maintenance since September 2006, is responsible for building maintenance, housekeeping, and security for the entire 7-acre campus. He served as project manager during the period of planning, design and construction of the new facilities, which included the solicitation and evaluation of bids; consultation with architects, engineers and contractors; ensuring facility conformance with all requisite applicable local, state and federal building codes befitting a modern healthcare facility; the negotiation of service agreements, and the development and management of the capital and operational budgets.

B. Facilities

The applicant shall provide a description of its facilities and demonstrate its adequacy in relation to the request. If facilities are not presently available, describe plans to secure facilities. Also describe how the facilities meet ADA requirements, as applicable.

The new 135,919-sq. ft. SHCH hospital facility was completed in August 2009, and includes an open, two-story lobby with an atrium; 24 beds in twelve inpatient rooms; two operating suites with a recovery unit; an outpatient clinic with 13 examination rooms; a physical therapy department; an imaging department with two digital radiography rooms; a prosthetics and orthotics fitting room and fabrication lab; a children's library; private areas for patient registration and waiting, a dining room which is open to the public; a dental clinic

that provides free care to patients; and ample space for laundry services, environment services, facility maintenance, security, and storage.

The Education & Administrative Building includes a multi-purpose auditorium, a dedicated boardroom, and offices and meeting rooms for the hospital's administration and medical staff. The auditorium is available for use by outside not-for-profit and non-political organizations at no charge, which allows SHCH to initiate, develop and enhance relationships with other healthcare professionals and community organizations.

The Hale Ohana Family Center and Recreational Therapy wing features a 10-unit family quarters, complete with a large kitchen, recreational and dining areas, and sizable common space equipped with TVs and computers with internet access. This new facility has since proven itself cost-effective in terms of reducing transportation and lodging costs for needy families, and most importantly, providing for the immediate proximity of children's families during periods of hospitalization which facilitate a faster recovery time for these young patients. SHCH's Recreation Therapy Department was designed for use by children (supervised by professionals) that participate in arts and crafts activities, cooking, playing games, and entertainment by visiting individuals and groups. There is a room designated just for teenagers, and an enclosed therapy pool is attached.

SHCH is fully compliant with all applicable state and federal standards and guidelines regarding the construction of a modern medical facility, and is particularly sensitive to those requirements which ensure public access for persons with physical disabilities, given the Shriners Hospitals' mission and the general demographics of the SHCH patient base. Further, SHCH has always adhered to all stated applicable federal guidelines regarding fair labor standards, both in its operations and during the period of construction of the new facilities, and will continue to do so.

V. Personnel: Project Organization and Staffing

A. Proposed Staffing, Staff Qualifications, Supervision and Training

The applicant shall describe the proposed staffing pattern and proposed service capacity appropriate for the viability of the request. The applicant shall provide the qualifications and experience of personnel for the request and shall describe its ability to supervise, train and provide administrative direction relative to the request.

Because the request pertains to the completion of a capital development project, this section is not applicable.

B. Organization Chart

The applicant shall illustrate the position of each staff and line of responsibility / supervision. If the request is part of a large, multi-purpose organization, include an organizational chart that illustrates the placement of this request.

Please see attached organizational charts for both The Friends of Shriners Hospitals – Honolulu, Inc. as the applicant and the Shriners Hospitals for Children® – Honolulu as the beneficiary.

VI. Other

A. Litigation

The applicant shall disclose any pending litigation to which they are a party, including the disclosure of any outstanding judgement. If applicable, please explain.

There is no litigation pending against either the Friends of Shriners Hospitals – Honolulu, Inc. or the Shriners Hospitals for Children® – Honolulu, and neither organization is a standing party to any current or pending litigation or lawsuit.

B. Licensure or Accreditation

Specify any special qualifications, including but not limited to licensure or accreditation that applicant possesses relevant to this request.

SHCH is fully compliant with all applicable state and federal standards and guidelines regarding the construction of a modern medical facility, and is in possession of all necessary permits for the final phase of the project.

BUDGET REQUEST BY SOURCE OF FUNDS
 (Period: July 1, 2012 to June 30, 2013)

Applicant: Friends of Shriners Hospital - Honolulu, Inc.

BUDGET CATEGORIES	Total State Funds Requested (a)	Other Funds Requested (b)	Funds from Shriners Int'l (c)	Funds from Other Sources (d)
A. PERSONNEL COSTS				
1. Salaries				
2. Payroll Taxes & Assessments				
3. Fringe Benefits				
TOTAL PERSONNEL COST				
B. CAPITAL EXPENSES				
1. Planning & Design			1,500,000	3,800,000
2. Construction (Hard Costs)	1,500,000		51,650,755	1,500,000
3. Construction (Soft Costs)		500,000	6,225,245	
4. Furnishings, Fixtures & Equipment		1,450,000	2,163,316	1,836,684
5. Onsite Improvements		200,000		
6. Building Rehabilitation			624,000	
7. Landscaping		50,000		
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
TOTAL CAPITAL EXPENSES	1,500,000	2,200,000	62,163,316	7,136,684
C. EQUIPMENT PURCHASES				
D. MOTOR VEHICLE PURCHASES				
E. OTHER CURRENT EXPENSES				
TOTAL (A+B+C+D+E)	1,500,000	2,200,000	62,163,316	7,136,684
SOURCES OF FUNDING		Budget Prepared By:		
(a) Total State Funds Requested	1,500,000	JOHN AETO, Development Director (808) 941-4466		
(b) Other Funds Requested	2,200,000	Name (Please type or print) Phone		
(c) Shriners International	62,163,316	[REDACTED] an. 20, 2012		
(d) Received from Other Sources	7,136,684	Date		
TOTAL BUDGET	73,000,000	DONALD SCHMUS, President Name and Title (Please type or print)		

BUDGET JUSTIFICATION PERSONNEL - SALARIES AND WAGES

Applicant: Friends of Shriners Hospital - Honolulu, Inc.

Period: July 1, 2012 to June 30, 2013

POSITION TITLE	FULL TIME EQUIVALENT	ANNUAL SALARY A	% OF TIME ALLOCATED TO GRANT REQUEST B	TOTAL STATE FUNDS REQUESTED (A x B)
NOT APPLICABLE.				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
TOTAL:				
JUSTIFICATION/COMMENTS:				

BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES

Applicant: Friends of Shriners Hospital - Honolulu

Period: July 1, 2012 to June 30, 2013

DESCRIPTION EQUIPMENT	NO. OF ITEMS	COST PER ITEM	TOTAL COST	TOTAL BUDGETED
NOT APPLICABLE.			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
TOTAL:				
JUSTIFICATION/COMMENTS:				

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
NOT APPLICABLE.			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
TOTAL:				
JUSTIFICATION/COMMENTS:				

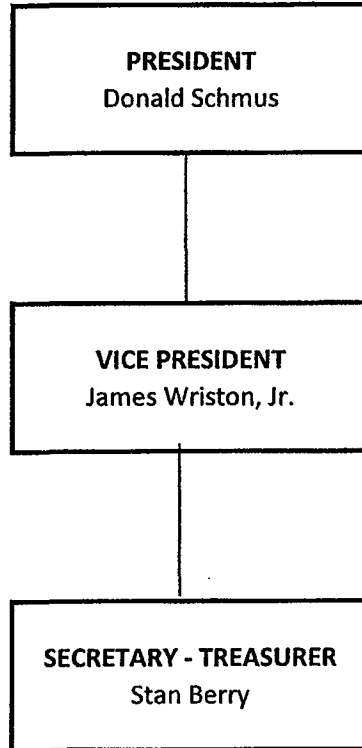
BUDGET JUSTIFICATION CAPITAL PROJECT DETAILS

Applicant: Friends of Shriners Hospital - Hono

Period: July 1, 2012 to June 30, 2013

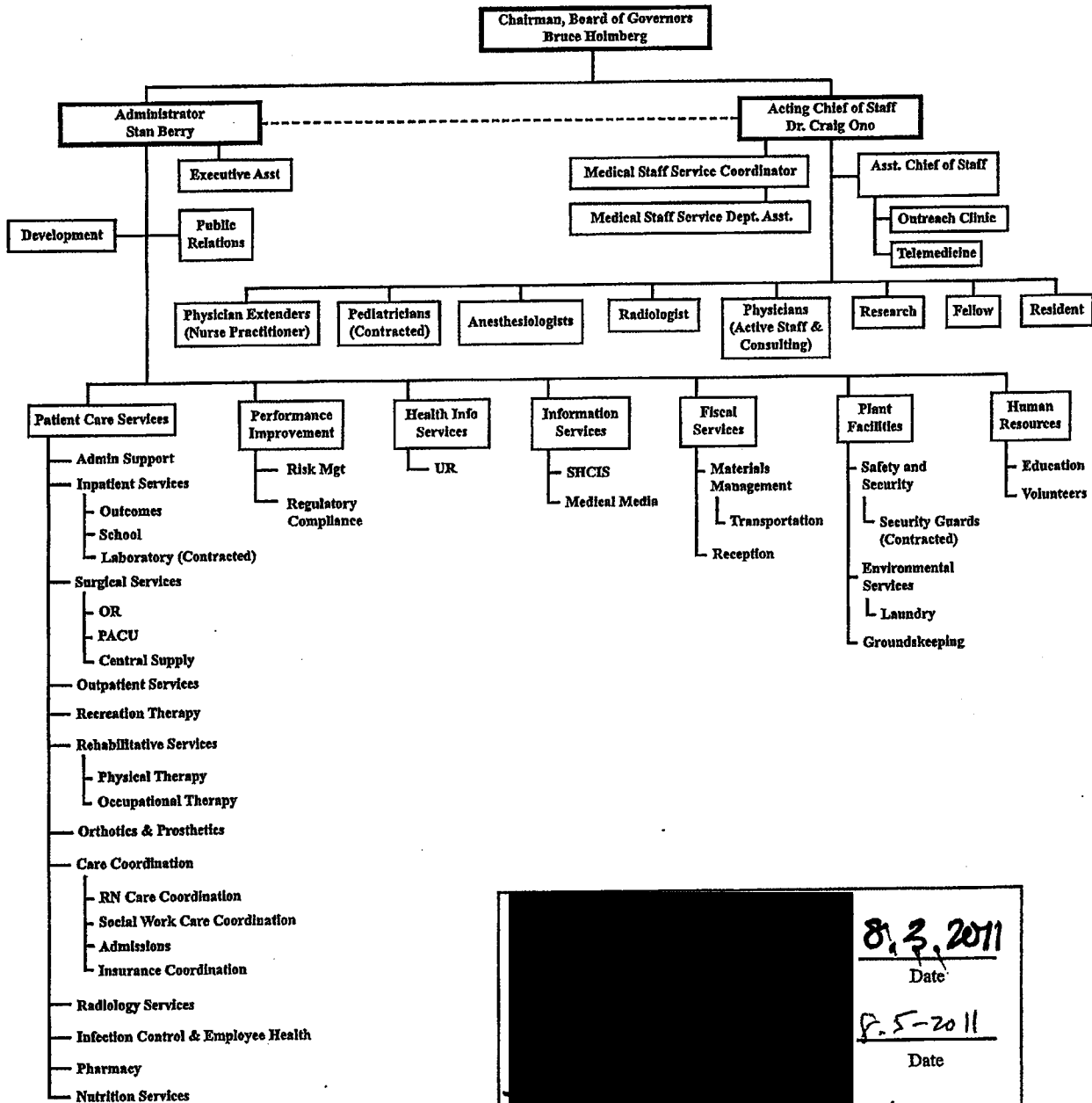
FUNDING AMOUNT REQUESTED						
TOTAL PROJECT COST	ALL SOURCES OF FUNDS RECEIVED IN PRIOR YEARS		STATE FUNDS REQUESTED	OF FUNDS REQUESTED	FUNDING REQUIRED IN SUCCEEDING YEARS	
	FY: 2010-2011	FY: 2011-2012	FY:2012-2013	FY:2012-2013	FY:2013-2014	FY:2014-2015
PLANNING & DESIGN	5300000					
CONSTRUCTION (Hard & Soft Costs)	57876000	1500000	1500000	500000		
FURNISHINGS, FIXTURES & EQUIPMENT	4000000			1450000		
BLDG. REHABILITATION & ONSITE IMPROVEMENTS		624000		200000		
LANDSCAPING				50000		
TOTAL:	67176000	2124000	1,500,000	2,200,000		
JUSTIFICATION/COMMENTS:						

FRIENDS OF SHRINERS HOSPITALS - HONOLULU, INC.



Shriners Hospitals for Children® Honolulu Hospital

August 1, 2011



	8/3/2011
	Date
	P. 5-2011
	Date
	8/17/11
	Date

**DECLARATION STATEMENT
APPLICANTS FOR GRANTS AND SUBSIDIES
CHAPTER 42F, HAWAII REVISIED 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 ensuring 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.

For a grant or subsidy used for the acquisition of land, when the organization discontinues the activities or services on the land acquired for which the grant or subsidy was awarded and disposes of the land in fee simple or by lease, the organization shall negotiate with the expending agency for a lump sum or installment repayment to the State of the amount of the grant or subsidy used for the acquisition of the land.

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

Friends of Shriners Hospital – Honolulu, Inc.



01.20.2012
(Date)

DONALD SCHMUS
(Typed Name)

President
(Title)