

House District 12

Senate District 7

THE TWENTY-EIGHTH LEGISLATURE
APPLICATION FOR GRANTS
CHAPTER 42F, HAWAII REVISED STATUTES

Log No:

For Legislature's Use Only

Type of Grant Request:

GRANT REQUEST – OPERATING

GRANT REQUEST – CAPITAL

"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.

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

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

DEPARTMENT OF AGRICULTURE _____

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

1. APPLICANT INFORMATION:

Legal Name of Requesting Organization or Individual: Homestead Community Development Corporation

Dba: Homestead Community Development Corporation

Street Address:

Mailing Address: P.O. Box 646, Anahola, HI 96703

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name ROBIN PUANANI DANNER

Title President/CEO

Phone # (808) 652-0140

Fax # _____

E-mail robin.puanani.danner@gmail.com

3. TYPE OF BUSINESS ENTITY:

- NON PROFIT CORPORATION INCORPORATED IN HAWAII
- FOR PROFIT CORPORATION INCORPORATED IN HAWAII
- LIMITED LIABILITY COMPANY
- OTHER
- SOLE PROPRIETORSHIP/INDIVIDUAL

6. DESCRIPTIVE TITLE OF APPLICANT'S REQUEST:

CIP FUNDS FOR CONSTRUCTION / EXPANSION OF NONPOTABLE AGRICULTURAL WATERLINE

4. FEDERAL TAX ID #: _____

5. STATE TAX ID #: _____

7. AMOUNT OF STATE FUNDS REQUESTED:

FISCAL YEAR 2016: \$ 1,101,850.⁰⁰

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 \$ 0

TYPE NAME & TITLE OF AUTHORIZED REPRESENTATIVE:

[Redacted Name]

BLOSSOM FEITEIRA, VICE PRESIDENT/TREASURER
NAME & TITLE

01.19.2016

DATE SIGNED



RECEIVED
1/22/16
[Signature]

I. Background and Summary:

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

Homestead Community Development Corporation ("HCDC") is a non profit community based organization established in 2004 to provide communities of the Hawaiian Homelands Trust opportunities to address their community infrastructure needs.

Based on Kaua'i, HCDC has been actively involved in community development statewide with successful projects on Kauai and Hawaii island. This project request will allow HCDC to conduct their community development activities on the island of Maui.

2. Goals and objectives and need to be served:

The goal of this request to provide non-potable water to the homestead communities located in Keokea, Maui, Hawaii.

Within this homestead area, there are 66 current agricultural homestead lots that are non-farming due to lack of sufficient water. While the lots have access to water for human consumption, the ability of these lessees to farm their lots is severely constrained due to the lack of sufficient water to support any kind of farming operation.

The current applicant list for agricultural lots for the island of Maui is 4,100, with an average wait of 21 years. The last agricultural award made on the island of Maui was in 1985. Those 66 awardees are still waiting for their water allocation. In the area of Waiohuli and Keokea, there are an additional 5,100 acres of arable and usable land for future agricultural activities.

3. The public purpose and need to be served:

In 1995, the County, State and Federal government partnered to bring water for agricultural activities to the upcountry area; however the water line ended just before Upper Kimo Drive in Kula.

It is estimated that additional construction to continue the line to Keokea will cost \$6,000,000.

The funds necessary to expand the water line will provide farmers, both current and future, with the ability to participate in securing a food source for the island of Maui. Currently, the State of Hawaii imports approximately 80% of our food sources, which leaves our state at risk should any unforeseen event occurs. Having the ability to grow our own food on island lowers the potential risk of hunger and illness we face.

4. Describe the target population to be served; and 5. Describe the geographic coverage.

Traditionally, the area known as Keokea on the island of Maui is known for its farming history. Coupled with the sugar industry, Keokea served Central Maui with fresh products, including vegetables, fruit, pork, fowl, eggs and cattle for 100 years.

In 1985, the Department of Hawaiian Homelands provided an opportunity to 66 native Hawaiians on the applicant wait list with 2 acre lots for agricultural development. There was no infrastructure available at the time of the award. In 1994, the State of Hawaii and the Department of Homelands agreed to a settlement for \$600 million (\$30 million per year for 20 years), and a restoration of approximately 30,000 acres of land to the trust.

The DHHL invested approximately \$28,000,000 in the capital improvement of the upcountry area on Maui in 1997 to begin laying out the subdivision of 380 1-acre residential lots and 66 2-acre farm lots.

Of those families that received an award in 1985, the average wait on the list was 21 years for an agricultural lease. Unfortunately, funding was not sufficient to provide sufficient agricultural water for the homestead lots.

In 1997, the County of Maui, State of Hawaii and the U.S. Department of Agriculture combined their resources to provide additional capital improvements in the upcountry area of Maui to expand the agricultural water system to accommodate the farming community. Part of that farming community included these Hawaiian Homestead lands.

Unfortunately, the amount of funding acquired was insufficient to reach the homestead community in Keokea.

Currently, there are approximately 4,100 applicants of the HHL trust who are currently on the wait list for an agricultural lot. There is an additional 5,100 acres of available lands for potential future residential and agricultural awards. The water system is necessary not only to feed into the existing 66 farm lots, but to also accommodate future farming endeavors in the Keokea area.

And, while the objective of this project is to expand the existing water line to the homestead community in Keokea, the overall goal of this project is to bring a non-potable source of water to the Kula community for farming. This project intends to complete the plan of bringing water to the farmers in west Kula areas of Maui.

II. SERVICE SUMMARY AND OUTCOMES:

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

The purpose of this request is to expand the existing agricultural water line to Keokea, Maui. Planning and development of this project will require a review of the previous plans and revisions as deemed necessary.

A re-visit to any negotiations for easements and rights of way over public and private lands and roads will also be required and implemented. A review of previous environmental studies will also be done to determine if any additional information and activities will need to take place.

A Request for Proposal (“RFP”) will be developed to provide for the construction of the expansion. This construction will include water tanks, installation of transmission pipes and maintenance roads and access points along the approximately 7 miles from Upper Kula to Keokea.

A 50,000 gallon water tank will be installed at Keokea (at a place yet to be determined) that will be used by the farmers to draw their agricultural water from on a daily basis.

2. Provide a projected annual timeline for accomplishing the results or outcomes of the service;

We anticipate that review and revision of existing plans and studies will take 60 days. Any activities relating to the renewal easement agreements, mapping revisions, access areas and development of areas for storage tanks will take an additional 90 days. Development of the RFP for actual construction of the water line will be an additional 120 days from draft, final, public solicitation, award, negotiations and contract signing. Construction of the water line is estimated to take approximately six months. The construction of the storage tank and all connections will be an additional 30 days.

In total, this project is estimated to take approximately 17 months from time of award to completion. In the FY 2017, we anticipate the following activities will take place.

Hiring of staff person:	30 days
Review and revisions of all existing plans and studies:	60 days
Community Consultation:	30 days
Negotiations for easements and access, development of necessary documents:	90 days
Review and decision making of plans with county, state, and federal agencies:	90 days

Development of RFP for mapping, construction of water line and accompanying storage tanks:	30 days
Public solicitation of RFP and review of submitted bids:	30 days

3. Describe its quality assurance and evaluation plans for the request. Specify how the applicants plans to monitor, evaluate, and improve their results;:

HCDC is a nonprofit organization that serves the Hawaiian Homestead communities statewide. In the development of this project, HCDC will be securing an employee to oversee every aspect of this project. HCDC plans to secure a contract with a consultant firm experienced in the development of plans of this nature, and securing the necessary permits and conducting the required studies and reviews.

Over the course of this project, our staff on the ground will provide continuous reports and oversight activities including meetings with the consultant, providing logistical assistance and feedback. Continual evaluation of next steps in the process shall be done to determine adequacy of work being done. Should changes to the plan be necessary to avoid delays, staff will have the necessary authority to make changes and determinations based on need.

4. 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 of effectiveness will need to be updated and transmitted to the expending agency.

It is the intention of HCDC to construct a non-potable water line that will expand the existing system to the Keokea area of Maui.

Through this improvement, the Keokea area farmers in general, and the Keokea Hawaiian Homestead farming community will benefit. In addition, as the DHHL expands its farming awards to more applicants, future farming families will gain the benefit of having water available to begin their farming activities.

We understand that should the approving body choose to reduce the amount of our request, we will need to adjust our plans to accommodate the funding amount.

IV. Experience and Capability

A. Necessary Skills and Experience

HCDC is a community development organization organized as a 501(c)(3) organization. Staffing is made up of one person, the CEO, who serves in a volunteer capacity.

The current CEO has an extensive background in community development including grantwriting, administration, and finance, and in construction.

HCDC is a fairly new organization, formed in 2010 to assist homestead communities with community and economic development projects. Based on the island of Kauai, HCDC developed several highly successful projects for the Kauai homestead community, including:

Anahola Marketplace. This 10 acre site is home to café, small cottage based industries and a thrift store. Located on the Kaumuali'i Highway, Anahola Marketplace enjoys visits from both residents and visitors to Kauai.

Kumu Camp. Kumu Camp is a family based camping area established at Anahola Beach, Kauai. This area was a known haven for substance abuse, homelessness and criminal activity. HCDC, working with the homestead community established a campground with tentalos, hot showers and a community area for gathering and activities. Kumu Camp provides employment opportunity and is responsible for cleaning up the area and putting it back in the hands of the community to enjoy.

Kekaha Community Enterprise Center. The Kekaha Community Enterprise Center ("KCE") serves as the only community gathering place for the homestead community in West Kauai. KCE provides the Kekaha, Makaweli and Hanapepe community with space to meet, hold community meetings, convene workshops, and family gatherings.

HCDC is also responsible for the development of the largest solar farm on Kauai. Working in partnership with Kauai Island Development Corporation, HCDC played an integral role in securing the land necessary for the development of the solar farm, securing community support and realizing a new employment opportunity for the community members.

B. Facilities

HCDC currently operates out of an abandoned home that was once used by drug dealers. Re-possessioned by the Department of Hawaiian Home Lands, the Anahola Hawaiian Homes Community Association purchased the home and renovated it to be used by community organizations working in the community.

For this project on Maui, HCDC will secure facilities to operate out of during the planning and construction phase of the project.

V. Personnel: Project Organization and Staffing:

A. Proposed Staffing, Staff Qualifications, Supervision and Training

There will be three positions responsible for this project.

The CEO will be responsible for the overall supervision of the project and all negotiations for consultants and contract negotiations, community engagement and compliance requirements for this project. The CEO will also be responsible for the monitoring of the "On-the-ground" staff person on island.

The CEO of Homestead Community Development Corporation has over 15 years of Community Based Development and is well versed in the compliance process of the State, up to and including all permitting, compliance in environmental review and community engagement.

A staff person will be hired for the day to day administration and community engagement activities. This will be full-time position responsible to and under the direct supervision of the CEO. This position will also work closely with the construction contractor and consultants on the island and report to the CEO on the on-going activities. This position will be responsible for all logistics of the project.

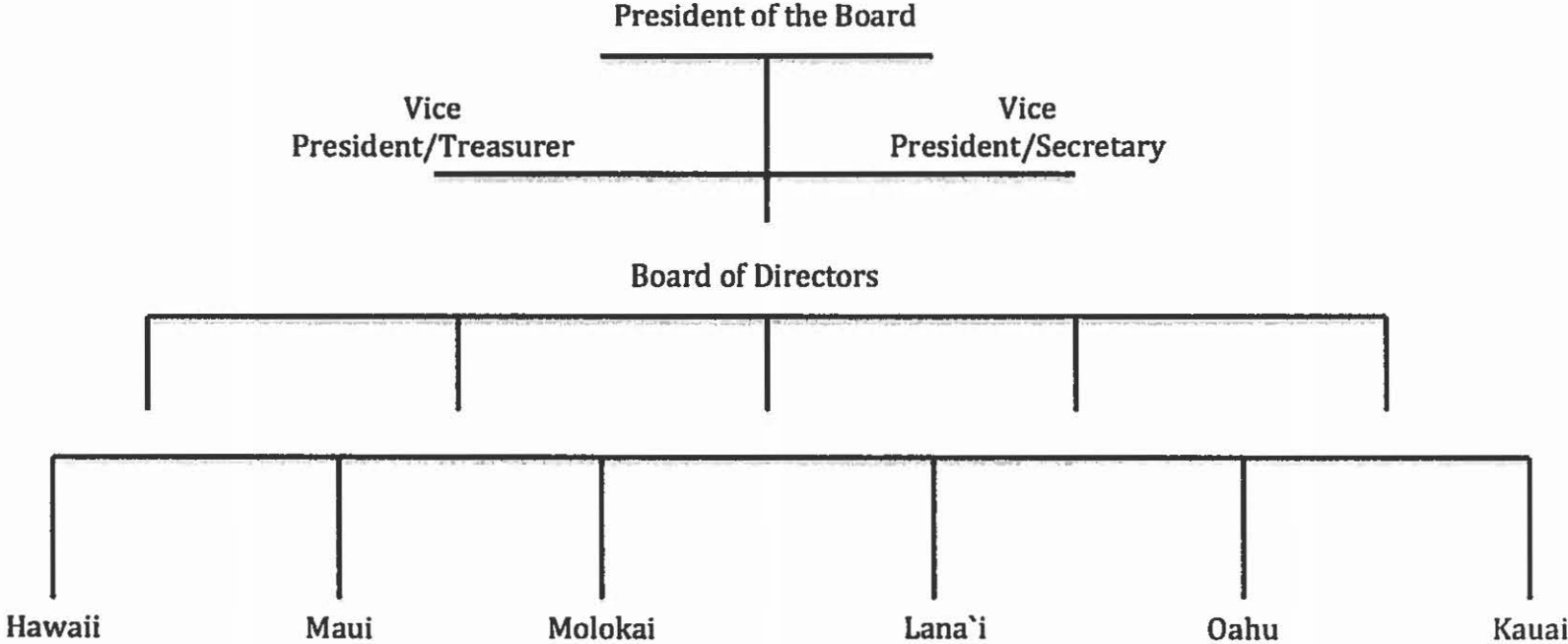
B. Organization Chart

See attached.

C. Compensation

Staff salaries identified in this budget request are to fund one position only, that is the person on the island of Maui. This position is identified as a project based position and not a permanent part of the organization.

**Homestead Community Development
Corporation
Organizational Chart**



VI. Other

A. Litigation

There are no pending litigation to which HCDC is a party to, including any outstanding judgements.

B. Licensure or Accreditation

HCDC is a non-profit 501(c)(3) organization registered with the State of Hawaii. HCDC is a community development organization whose role is to assist communities on Hawaiian Homestead Trust Lands meet the social, economic, political and cultural needs of the community.

C. Private Educational Institutions

This project will not be used to support or benefit a sectarian or nonsectarian private educational institution.

D. Future Sustainability Plan.

This project is finite in nature. Once the expansion is completed, the system will be maintained by the County of Maui as part of their overall maintenance plan for water delivery systems county-wide.

E. Certificate of Good Standing.

See attached.

BUDGET REQUEST BY SOURCE OF FUNDS

Period: July 1, 2016 to June 30, 2017

Applicant: Homestead Community Development Corporation

BUDGET CATEGORIES	Total State Funds Requested (a)	Total Federal Funds Requested (b)	Total County Funds Requested (c)	Total Private/Other Funds Requested (d)
A. PERSONNEL COST				
1. Salaries	45,000			
2. Payroll Taxes & Assessments	12,600			
3. Fringe Benefits	2,250			
TOTAL PERSONNEL COST	59,850			
B. OTHER CURRENT EXPENSES				
1. Airfare, Inter-Island	12,000			
2. Insurance	9,000			
3. Lease/Rental of Equipment	5,000			
4. Lease/Rental of Space	35,000			
5. Staff Training	1,000			
6. Supplies	1,200			
7. Telecommunication	1,200			
8. Utilities	600			
9. Construction Contractor	90,000			
10. Planning Consultant Contractor	350,000			
11. Environmental Review/Update	150,000			
12. Permits/Compliance	220,000			
13. Maps/Surveys	150,000			
14. Materials/Printing/Copies	12,000			
15. Advertising/Solicitations	5,000			
16				
17				
18				
19				
20				
TOTAL OTHER CURRENT EXPENSES	1,042,000			
C. EQUIPMENT PURCHASES				
D. MOTOR VEHICLE PURCHASES				
E. CAPITAL				
TOTAL (A+B+C+D+E)	1,101,850			
SOURCES OF FUNDING		Budget Prepared By:		
(a) Total State Funds Requested	1,101,850	Blossom Feiteira 808-446-5572		
(b) Total Federal Funds Requested		Name (Please type or print) Phone		
(c) Total County Funds Requested		[Redacted] 01.19.2016		
(d) Total Private/Other Funds Requested		Signature of Authorized Official Date		
TOTAL BUDGET	1,101,850	Blossom Feiteira Name and Title (Please type or print) Vice President/Treasurer		

BUDGET JUSTIFICATION - PERSONNEL SALARIES AND WAGES

Period: July 1, 2016 to June 30, 2017

Applicant: Homestead Community Development Corporation

POSITION TITLE	FULL TIME EQUIVALENT	ANNUAL SALARY A	% OF TIME ALLOCATED TO GRANT REQUEST B	TOTAL STATE FUNDS REQUESTED (A x B)
Community Coordinator	1	\$45,000.00	100.00%	\$ 45,000.00
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
TOTAL:				45,000.00
JUSTIFICATION/COMMENTS:				

BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES

Period: July 1, 2016 to June 30, 2017

Applicant: Homestead Community Development Corporation

DESCRIPTION EQUIPMENT	NO. OF ITEMS	COST PER ITEM	TOTAL COST	TOTAL BUDGETED
N/A			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
TOTAL:			\$ -	
JUSTIFICATION/COMMENTS:				

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
N/A			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
TOTAL:			\$ -	
JUSTIFICATION/COMMENTS:				

BUDGET JUSTIFICATION - CAPITAL PROJECT DETAILS

Period: July 1, 2016 to June 30, 2017

Applicant: Homestead Community Development Corporation

FUNDING AMOUNT REQUESTED						
TOTAL PROJECT COST	ALL SOURCES OF FUNDS RECEIVED IN PRIOR YEARS		STATE FUNDS REQUESTED	OTHER SOURCES OF FUNDS REQUESTED	FUNDING REQUIRED IN SUCCEEDING YEARS	
	FY: 2014-2015	FY: 2015-2016	FY:2016-2017	FY:2016-2017	FY:2017-2018	FY:2018-2019
PLANS			350000			
LAND ACQUISITION			150000			
DESIGN			100000			
CONSTRUCTION						
EQUIPMENT						
TOTAL:			600,000			
JUSTIFICATION/COMMENTS:						

GOVERNMENT CONTRACTS AND / OR GRANTS

Applicant: Honolulu Community Development Corporation

Contracts Total: 0 -

	CONTRACT DESCRIPTION	EFFECTIVE DATES	AGENCY	GOVERNMENT ENTITY (U.S. / State / Haw / Hon / Kau / Mau)	CONTRACT VALUE
1	N/A				
2					
3					
4					
5					
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12					
13					
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**DECLARATION STATEMENT OF
APPLICANTS FOR GRANTS PURSUANT TO
CHAPTER 42F, HAWAII REVISIED STATUTES**

The undersigned authorized representative of the applicant certifies the following:

- 1) The applicant meets and will comply with all of the following standards for the award of grants pursuant to Section 42F-103, Hawaii Revised Statutes:
 - a) 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 is awarded;
 - b) Complies 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;
 - c) Agrees not to use state funds for entertainment or lobbying activities; and
 - d) Allows the state agency to which funds for the grant 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.

- 2) If the applicant is an organization, the applicant meets the following requirements pursuant to Section 42F-103, Hawaii Revised Statutes:
 - a) Is incorporated under the laws of the State; and
 - b) Has bylaws or policies that describe the manner in which the activities or services for which a grant is awarded shall be conducted or provided.

- 3) If the applicant is a non-profit organization, it meets the following requirements pursuant to Section 42F-103, Hawaii Revised Statutes:
 - a) Is determined and designated to be a non-profit organization by the Internal Revenue Service; and
 - b) Has a governing board whose members have no material conflict of interest and serve without compensation.

Pursuant to Section 42F-103, Hawaii Revised Statutes, for grants used for the acquisition of land, when the organization discontinues the activities or services on the land acquired for which the grant 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 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.

Honestead Community Development Corporation
(Typed Name of Individual or Organization)



(Signature)

01-19-2016
(Date)

Diossem Feiteira
(Typed Name)

Vice President/Treasurer
(Title)