

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

House District _____
Senate District X

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): _____

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

1. APPLICANT INFORMATION:

Legal Name of Requesting Organization or Individual:

Surfing The Nations
Dba: Surfing The Nations
Street Address:
64 Ohai St. Wahiawa, HI 96786
Mailing Address:
P.O. Box 860366
Wahiawa, HI 96786

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name Daniel Balogh
Title Executive Assistant
Phone # 808-622-6234
Fax # 808-622-6236
E-mail daniel.balogh@surfingthenations.com

3. TYPE OF BUSINESS ENTITY:

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

6. DESCRIPTIVE TITLE OF APPLICANT'S REQUEST:

Surfing The Nations requesting funds to help complete construction for Community Outreach and Training Center.

4. FEDERAL TAX ID #: _____

5. STATE TAX ID #: _____

7. AMOUNT OF STATE FUNDS REQUESTED:

FISCAL YEAR 2018: \$ 335,000

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 \$ 177,357.54

Cindy Bauer EXECUTIVE DIRECTOR Jan 20, 2017



RECEIVED
1/20/17

Application for Grants

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. Please include the following:

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

***“Everyone needs to be valued. Everyone has the potential to give something back.”
-Princess Diana-***

This potential to give something back was the seed that started Tom and Cindy Bauer to found the non-profit organization, Surfing the Nations (STN) in 1997. Tom and Cindy’s desire to influence the next generation to be alive in giving back and raise up leaders of character was the foundation and start of STN. Surfing and music has been and is a tool to open doors and draw young people to the impactful work of serving the local community. Youth from around the island of Oahu began to come out to the STN headquarters in Kalihi to be a part of what was happening. Tom and Cindy began to mentor and influence these young people to be active in giving back to others in need.

Because Hawaii’s culture has always had strong ties to the ocean and music; swimming, surfing, and concerts were an easy way to bring together individuals who were challenged with the opportunity to serve others. The venue became a lifeline to help individuals that were hurting. It was a way to meet people in need of food, or clothing or just a friend to talk to. The beach outings became a way to display the spirit of Ohana to the impoverished people of the island. Oftentimes, people living in homelessness, or those who can’t afford food and clothing feel stigmatized. *Trina Y. of Waipio recalls the first time she and her children went to a food giveaway at a park in downtown Honolulu prior to ever hearing about STN.

“I work everyday and I felt so embarrassed to have to go get food at the park ‘cause I didn’t have enough money to buy food at a regular store.” She continued, “It was really dirty and had lots of spoiled vegetables. I looked at the food and felt like I failed my kids.” She said, “I always feel like people looking down on me because we get food at the food bank and other food giveaways. I felt even worse looking at some of the food that was given away, all spoiled. Like it was everyone’s leftovers and that’s what we deserved.”

No one should have to feel ashamed when they’re facing hard times in life. That’s why Surfing The Nations strives to make these individuals feel welcome and safe at the events and programs

they operate. They look at every individual as a friend, finding their needs and filling them.

*Trina Y. recalls the first STN food distribution that she went to in Wahiawa. "I walked up feeling shame." She continued, "but everybody was so friendly and they didn't look at you funny because you were there. Everything was clean and the food was good. It seemed like everyone was having fun. What a difference it was from that other food giveaway. I felt relieved. It's good to know that people are out there to help people like me and my kids and there's no judgment." (This story was used by permission from an individual who attended several food giveaways and STN's food distribution. *Name was changed for privacy.)*

Since 2009, the STN headquarters has been located in a HUD-designated Neighborhood Revitalization Strategy Area (NRSA) which meets the threshold for low/moderate income residents like Trina and her family. It has become a place where they can find a helping hand to get their needs met.

Surfing The Nations invested in communities all around the world as a training grounds to raise up the young people they were mentoring. Many impoverished people living in coastal locations around the world never learn to swim. For most of them, the ocean is what keeps their families fed, provides an occupation and sometimes is the source of keeping them clean. However, these people never come to know the ocean as a source of recreation. By providing surfing and swimming lessons, they've connected with thousands of people from impoverished areas the world over. Surfing has become a doorway to pour the Spirit of Aloha into these people who are often seen as outcasts in their own societies. Through this door, Surfing the Nations continues to give medical attention, clothing, food, help building shelters and much more to impoverished people around the world.

The organization's vision of "giving back" through selfless service to the community, has united people from across the globe who share the same vision. It's not just surfers who joined the Bauer's in their mission of spreading aloha and ohana, but college students and backpackers, housewives and soldiers. Today these volunteers serve the less fortunate in such far away places as Iraq, Bangladesh, India, Philippines, and even North Korea.

Surfing The Nations is an all volunteer organization with a staff of 45 full-time workers giving back. Three times a year STN runs a three month Internship Training Program. The 30-40 interns in the program receive world-class leadership training and gain entrepreneurial skills; all while living and serving the community in this beautiful island state. The staff and internship program provide the valuable resource that has supplied the steady workforce for the organization; which now has a proven track record of serving Hawaii's disenfranchised populations.

The headquarters has also become a beacon of hope among many of Wahiawa's long-time residents. The town has a long storied history going back to the early 1800's when the pineapple was introduced and grown in its fertile agricultural fields. With a mixture of retailers, restaurants and other small businesses, the "Main Street" of Wahiawa, (which is Kamehameha Highway) has been the hub of activity for the town since its early days. However, in the early 2000's the shops, which now house the STN headquarters, was the site of activity that was bringing the character

of the town down. Several of the former occupants included the Top Hat Bar, and Divine Pleasures Adult Shop. Strip bars, pornography stores, drugs and prostitution festered on the main street. Many of the long time residents felt that this area was becoming a blight on the town and damaging its historic significance. **Cathy S. a young resident of Wahiawa since 2002 said “the town was really looking and feeling trashy.” She said she was often ashamed to tell her friends she lived in the town. “I’ve never experienced living or actually seeing a real ghetto, but it really felt like Wahiawa had become one.” (These quotes were used with permission. *Subject’s name has been changed for privacy.)*

In 2009, STN made a bold move into the neighborhood with the goal of revitalizing the heart of Wahiawa and transforming its nefarious atmosphere of addiction, alcoholism and prostitution, into a family-friendly community facility and resource. Today, STN has helped a new crop of young entrepreneurs to start businesses and thrive in downtown Wahiawa. Niu Clothing Store, Aloha Subs and Aloha Lemonade along with STN’s Surfer’s Coffee Bar, line the highway. *“I remember the day that I saw the Surfing the Nation’s people painting and cleaning up the area. It was like a breath of fresh air! I kept saying, ‘thank goodness somebody’s saving this place;”* recalls Cathy S. In fact, in 2015 Surfing the Nations was recognized by the City and County of Honolulu for their work of “Transforming Wahiawa.” But STN’s vision to keep this area flourishing is not complete.

2. The goals and objectives related to the request;

The mission to serve the community is intertwined with the completion of the Community Outreach Training Center and is at the heart of everything STN does. The foremost objective is to have all renovations on the complex completed by May 2018. This will enable the organization to expand on their services to support, develop and provide opportunities for at-risk individuals and families. These programs have been instrumental in helping improve the quality of life for many of Wahiawa’s economically disadvantaged. Our mission is included below:

Surfing the Nations (STN) is a non-profit organization that provides humanitarian aide to disenfranchised and impoverished populations here on Oahu and around the world since 1997. We challenge ordinary people (surfers and non-surfers alike) to “give back” through selfless service to the community. We strive daily to impact the lives of those individuals who are experiencing poverty. We connect through engaging educational programs like our Surf Camps. We uplift them through our caring mentoring, counseling and free medical services. We share aloha (love) by filling the gaps in their basic needs through our outreaches like Feeding the Hungry. We are committed to guiding them through the steps to break the cycles of addiction, violence, joblessness and homelessness. Thereby, giving them the skills and resources to have an active role in changing their own lives and creating a brighter future.

The completed facility will house several classrooms for the Ulu Pono At-Risk Youth Program. New cultural and artistic enrichment activities have been planned and will be added to the afterschool program that already exists. The outlined office spaces will provide counseling services through the Family Renewal Center to better guide specific populations, such as

homeless veterans, to find and obtain the resources they need.

3. The public purpose and need to be served;

The Community and Outreach Training Center (COTC)

Although the organization serves the needs of people across the island, the COTC would mainly serve the community of Wahiawa. This Center will be a resource for the area's homeless population, working poor families, at-risk youth, the elderly, immigrants and the mentally challenged. Current data highlights the poverty, food insecurity and joblessness facing these people. The STN programs offered at the complex will give them the tools and training they'll need to bring about positive changes in themselves and thus affecting future generations.

Poverty is the leading factor that causes many of the ills that plague at-risk populations. This is true for certain sectors of the population in this community. According to the 2016 U.S. Census Bureau, 20.8 % of all births in Wahiawa are to unwed mothers. Furthermore, statistics go on to reveal that, 21.8 % of households in Wahiawa are headed by single mothers raising children under the age of 18. An additional 9% of households are headed by single fathers. These figures are of concern because according to an online report by singlemothersguide.org, it states, "single parent families are among the poorest in the nation."

Family Renewal Center: This program will be the resource to address the physical health and mental health needs facing single-parent families and others who may be struggling to find help in these areas. The additional office space provided at the complex will allow for people with other issues, such as drug and alcohol addiction, to obtain the services of pro-bono social workers and health/counseling professionals. Beside professional help, people in need may obtain information in various forms. One can gain access to anti-drug materials, find a variety of informational videos and discover information to help them better care for their children's health and their own.

Research by the national non-profit organization Feeding America, indicates that poverty and food insecurity often go hand in hand. Also, according to an Aloha Harvest Report from 2010, "the risk of hunger rises to 35.4% in households led by single mothers and by 23.6% when led by single fathers." In Wahiawa it's evident that poverty faced by many families is affecting the nutritional well-being of a great deal of children. Of the 8,272 children enrolled in the public school system in Wahiawa, a staggering 55.2% of those children are considered "economically disadvantaged." (2016 HI-DOE Report.) Thus, 4,500 children in this community come from families living at or below the poverty line which qualifies them to receive free or reduced priced school meals. Currently, if a family's household income is at \$21,590 or below, the children qualify for reduced priced meals. If the family's household income drops to \$15,171 or below, the child qualifies for free school meals. It's sad to imagine that for some of these kids, the school meal is probably the one nutritional meal they have in a day.

Another factor that must be considered is the amount of immigrants living in Wahiawa is quite high. The number of naturalized citizens is 31% and the number of non- citizens is 21%. Studies have shown that the adverse affects of issues such as poverty are much higher among immigrants

and newly arrived citizens. A national study on hunger revealed that “food insecurity is two times higher among immigrant households versus any other population in the country.” The language barrier and the inability to navigate community resources keeps some of these citizens and their children from seeking the help they need.

Feeding the Hungry Outreach & Food Pantry and On-Site Storage Facility:

Food distributions can be a source that relieves hunger as both a symptom and cause of poverty. They have been one of the best practices used around the nation to get large quantities of food to large quantities of people. However, a food distribution event’s success depends on its efficiency. An event that is well-staffed, well-organized, well supplied and safe can make an enormous impact on those they serve.

Since 2012, STN has held food distribution events on Wednesdays and Thursdays. Last year, the organization was successful in distributing 21,000 pounds of food to 750 people every week. A total of 91,177 hungry people walked through their food lines and received supplies. They will continue to do those things that have worked well in the past. However, this year they plan to challenge themselves to implement newly created procedures to make each event more efficient. These positive changes will not only increase efficiency, but productivity as well, by making better use of the resources and time of their partner organizations.

Currently the major source of food supplies comes from the Hawaii Food Bank. Unfortunately, the timing of food drop-offs does not coincide with the schedules of many working poor families. This leaves them in a state of desperation when they are unable to pick up supplies to fill their food shortages. The completion of the Community Outreach Center’s Food Pantry will make it possible to have food available for longer hours. Not only will STN be able to continue their partnership with the Hawaii Food Bank, but, they will be able to collect food supplies from donations collected in the community. Participants will be able to obtain household goods and bedding supplies from the On-Site Storage Facility as well. These items are essential to take care of other basic living needs. The organization knows these things are important to raise self-esteem and self-worth.

The lack of economic opportunity is a major contributor to the entire situation of poverty. Wahiawa faces a sobering statistic that 37% of people 16 years and above are not in the labor force and 15% families in Wahiawa have no one working. (2016 American Community Survey Data.) This means that out of a population of 17,653 people, close to 6,500 individuals (age 16 and above) are not in the labor force. Out of the 5,734 families in Wahiawa, 917 families have no one working. If ever there was a need to help the people in the community to gain job skills or the skills for entrepreneurship, the time is now.

The Micro-Enterprise Training Center: will offer an in-depth training program to help people gain skills and prepare for employment. **“LITE”:** **Learning Individuals to Employment** will teach skills such as how to apply for a job/ filling out an application, how to dress appropriately for a job interview and job interview techniques. Besides skills training, the Center will feature a job placement component that will help to match individuals to upcoming job opportunities. There will also be opportunities available for those who desire to learn about entrepreneurship to

do so.

Ulu Pono At-Risk Youth Program: As mentioned earlier, this community has a high rate of immigrant residents, a combined total of 52%, (newly naturalized and non-citizens). Recent statistics show that in one neighborhood of Wahiawa, 85% of the residents are immigrants. The largest immigrant groups are Filipino and Micronesian. Statistics also tell us the 25.4% of families in Wahiawa speak another language at home. When the children of immigrant families enter the school system, they are sometimes affected by the factors of their home life. Many immigrant parents lack the educational foundation to effectively help their children with school work. That's where the Ulu Pono program steps in. The term is translated to mean "To Thrive on a Righteous Path." This free, after-school program allows immigrant children and other at-risk youth to get the help they need to flourish in school. It has become a fun and safe environment for these kids to learn character development and expand their learning through exposure to arts, drama and cultural activities.

4. Describe the target population to be served; and

Every week, the Feeding the Hungry Outreach program serves an estimated 600 to 800 hungry individuals. Most of the recipients come from the Wahiawa community, but also from as far away as North Shore and Waianae. We also serve the Kalihi community with a weekly food distribution event once a week. The people attending the distribution held at the headquarters come from nearby public housing, senior care homes, the homeless encampments and many working poor families in the community. Right now, the food distribution has been the most frequently used program that STN offers. As long as food is available, no one is ever turned away.

STN continues to also provide other basic needs to families throughout the week. Between 5 to 10 families may arrive at the offices in need of supplies such as clothing and shoes, household and personal care items. Once the Outreach Center is established, those families who come off the streets to receive help, will also have access to showering facilities. The free counseling services will be made available to investigate other resources the family may benefit from, and then guide them in the right direction.

The Ulu Pono At-Risk Youth program is a free afterschool program that invites children from underprivileged families in area to attend and receive homework help. More than 50% of the children who attend come from immigrant families and live in the community's public housing. The language barrier at home and low educational background of some of the parents makes it difficult for the children to get help at home. The STN staff is available to tutor these kids and help them to improve their math, reading and study skills. But everything is not about homework. The staff also encourages these children to stretch their imaginations and use their creative abilities at art and music classes. Currently, 30 children between the ages of five to 18, consistently attend the afterschool program during the school year. During the summertime, its estimated that 30 to 60 children will come through STN's doors. Due to space constraints the staff has come up with a staggered schedule to allow for as many kids possible to attend fun classes and activities.

5. Describe the geographic coverage.

The community of Wahiawa has been the area of focus since 2009 when Surfing the Nations moved in with the vision of transforming the main street of the town. The Community Outreach Training Center is part of the master plan of this transformation. It will also help the organization to more efficiently serve the needs of people in communities where they have already established themselves as a resource. These communities are Kalihi, Haleiwa and Waianae.

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. The applicant shall:

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

Grant-in-Aid funds will be used for the completion of both exterior and interior construction of the property located behind 35 South Kamehameha Highway. The original houses on this lot had become dilapidated from many years of neglect, but since 2013, the organization has worked to transform these properties into a multifunctional facility. Additionally, the funds may be used to purchase and install fixtures, furnishing and equipment and other project costs. The STN Project Manager will have overall responsibility for the project to ensure that it is completed on time and within budgetary constraints.

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

Once all Grant-In-Aid funding is secured and released, STN will consult with an interior designer to work out the use of space for the facility. All rooms will need to be purposefully planned for multifunctional usage. The rooms will not only hold activities for children, but will also be available for staff training and adult classes. General contractors will also be consulted to complete all exterior work necessary for the facility. STN estimates that it will take approximately 8 months to complete upon the release of Grant-in-Aid funding.

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

The overall management responsibility will fall under the direction of STN Executive Director, Cindy Bauer, who will work with the project manager to determine that renovations are completed according to budgetary and time constraints. An internal process system would be setup under Ms. Bauer's leadership, which will include time and expertise of several key STN staff members. Together the staff has three decades of financial, management, IT and organizational experience. STN staff and management will monitor and evaluate progress of the

renovations through weekly updates and reports of those served.

In addition, the STN Board of Directors will evaluate all STN programs on the principle of ‘outcome accountability’ which focuses on whether STN is achieving its promised results and doing so cost effectively without excessive overhead or administrative costs. The analysis will provide the basis for whether changes to a program are necessary to achieve a greater level of cost effectiveness. It is anticipated that once the facility is complete, the STN programs will experience greater administration, as well as a more efficient coordination. For example, by being able to provide more efficient services through Feeding the Hungry Outreach to the target populations, STN will help eliminate the stress that comes from experiencing food insecurity. According to the Hawaii Appleseed Center for Law and Economic Justice report on the State of Poverty in Hawaii, “62% of food bank clients said they would forego medication or healthcare in order to buy food.” By providing the food outreach services, STN has helped to effect a positive change in a person’s life and has eliminated the need for them to make harsh tradeoffs.

The renovated Community Outreach and Training Center will also enable STN to expand its programs and services to include the job training skills for families to break the cycle of poverty. The Center will conduct Skills workshops for those needing jobs. STN staff members who are certified ESL (English as a Second Language) will be available to help job seekers with limited English proficiency. Other skills workshops will include water safety and food service training, thus enabling those attending to gain certification in those areas. Families will also be able to take part in a self-gardening workshop that will not only provide the skills to grow food for these families, but will also provide an avenue for the people attending to give back to the community as well as these gardens will beautify community spaces.

The ability to have all STN programs under one roof allows for increased data gathering of the target population participating in various STN programs. As information is obtained and analyzed this enables the organization to hone their services to better meet the needs of the people they serve. For example, STN anticipates that upon moving the Ulu Pono program to the new facility, the program will be expanded to include more staff. The increased staff will be able to work in partnership with the area’s school teachers to determine program participants who need the most academic enrichment. The staff can conduct follow-up meetings with the participant’s teachers at the end of the semester and receive input which will further improve the Ulu Pono tutoring and remediation activities.

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(s) of effectiveness will need to be updated and transmitted to the expending agency.

The Project Manager will review the specific measurable quality goals of the renovations and will meet on a weekly basis with Ms. Bauer to evaluate progress and financial costs associated

with completion of the Community Outreach Training Center.

III. Financial

Budget

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

See all Budget Forms attached.

2. The applicant shall provide its anticipated quarterly funding requests for the fiscal year 2018.

Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Grant
\$100,000	\$65,000	\$90,000	\$80,000	\$335,000

3. The applicant shall provide a listing of all other sources of funding that they are seeking for fiscal year 2018.

- Individual Donors - \$30,000
- Corporate Donors - \$50,000
- Other Grants - \$25,000

4. The applicant shall provide a listing of all state and federal tax credits it has 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.

NOT APPLICABLE

5. The applicant shall provide a listing of all federal, state, and county government contracts and grants it has been and will be receiving for program funding.

- State of Hawaii Grant (Contract # OCS-GIA-12-08) - \$150,000
 - Funds released in June 2013
- City and County Grant (Contract # CT-DCS-1300307) - \$185,200 (\$100,000 to construction)
 - Awarded in June 2013

6. The applicant shall provide the balance of its unrestricted current assets as of December 31, 2016.

Balance of unrestricted current assets is \$485,596.

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.

STN operates under the leadership of the directors Tom and Cindy Bauer, who have a heart for the poor. With more than 40 years of experience in outreach leadership, Tom is a dedicated leader who inspires and is a catalyst for change. Cindy has been in business and operations management for the past 38 years since 1979. In addition, STN has staff members who have degrees in teaching English as a Second Language, engineering business, finance, and communications with an emphasis in marketing. Many of the volunteers have experience working with at-risk youth and information technology. None of the staff members or volunteers, including the directors, receives a salary or compensation for their work, but each is responsible for raising support. STN receives excellent program and sponsor support from leading businesses as well as from community foundations in Hawaii and around the world. This, in combination with STN's dynamic worldwide communications network, has enabled STN to have a full-time workforce of college age and older volunteers who live, work and serve at STN throughout its 20 years.

STN also has an active Board of Directors who meets 6-8 times each year to plan and evaluate the organization's programs and goals, and is instrumental in raising STN's annual support. The Board meets monthly if warranted.

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.

STN owns eight adjoining properties that include eight buildings with 13 addresses totaling approximately 40,000 sq. ft., just under 1 acre. STN purchased two properties (TMK 7-3-02:36) on December 28, 2008 located at 63 South Kamehameha Highway and 64 Ohai Street, which together cost \$1.5 million and were paid in full in 23 months through \$1.3 million in cash and by a \$200,000 mortgage held by the previous owner. The property located at 64 Ohai Street is a 15-unit apartment complex. The facility located at 63 Kamehameha Highway is a 1,950 sq. ft. facility that has been renovated and transformed into the Surfer's Coffee Bar, a large and open space for the community to

gather and express themselves through music or art, as well as participate in a variety of community events and activities. Completed renovations for both debt-free properties include ADA bathroom facilities, air conditioning and other major repairs estimated to cost approximately \$500,000, as well as \$200,000 in minor renovations to the apartment complex.

The property at 43B S. Kamehameha Highway (TMK 7-3-02:74), was purchased for \$400,000 and includes 43A and 45 S. Kamehameha Highway. STN also purchased property located at 55 S. Kamehameha Highway (TMK 7-3-02:73), which is a storefront and office building and includes 56 Ohai Street, a parking lot. Facilities at the above locations have been renovated to invite micro-enterprise opportunities for four start up businesses, including a women's boutique, a sub sandwich deli, an antique and collectibles store, and a lemonade shop.

Grant-in-aid funds would be used to complete the construction of the Community Outreach and Training Center (COTC), located behind the 35 S. Kamehameha Highway property. In addition, funds may be used to bring proper water supply for the fire sprinkler system, pave the 24-space parking lot, bring underground electrical supply to the building, installation of flooring, adding sound-proofing to walls, and install furniture, fixtures, and equipment, as well as other related costs. The building that previously was at this location had been used as a multiple family home, brothel and crack house for a number of years. Run-down and termite-ridden, its walls and flooring had crumbled and given way from years of neglect. Once completed, the new building will become the hub of STN's community outreach and training programs and a physical representation of the community change in Wahiawa from run-down and neglected to restored and transformed.

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.

With director Tom Bauer's 40 years of experience in outreach leadership, combined with his wife's 38 years of business and operations management, STN has been able to create an enviable model of manpower and staffing. STN is one of the few nonprofits of its kind in the world that can count on such an impressive, stable, always available, work force of college age and older volunteers to execute its projects and program needs.

STN's volunteer program includes a three-month internship under the supervision of the

Bauers, who train and prepare individuals for leadership. The program includes practical training taught through example as well as through a structured curriculum. All staff and internship training focuses on these key principles:

- developing personal relationships
- having a heart of humility
- developing a solid foundation
- leading effectively
- having an attitude of thankfulness
- sharing generosity
- leading by example
- moving forward

Once their training is complete, the volunteer interns are responsible for facilitating all STN programs. Through the Feeding the Hungry Outreach, volunteer interns have the opportunity to serve in the simplest capacity such as distributing food, to more complex capacities such as mediating and assessing the needs of families. In the Ulu Pono program, volunteer interns provide academic assistance to at-risk youth. They also take turns as weekly speakers for student events, addressing a variety of topics including the dangers of drugs and alcohol abuse, sexual relationships, respect for authority; delivering the message in ways relevant to young people. The interns also act as community helpers, partnering with other organizations and events such as Children & Youth Day, Wave Hawaii's Summer Bash, River of Life Mission programs, Hawaii Food Bank's Walk for Hunger, beach clean ups, various surf contests and water sports education programs.

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 organization chart that illustrates the placement of this request.

Organizational Chart attached to application.

C. Compensation

The applicant shall provide the annual salaries paid by the applicant to the three highest paid officers, directors, or employees of the organization by position.

STN is an all volunteer organization, not paying any annual salaries. Hourly wages are paid only to the accounting work of our bookkeeper (\$20/hour), controller (\$40/hour) and financial advisor (\$240/hour).

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.

NOT APPLICABLE

B. Licensure or Accreditation

The applicant shall specify any special qualifications, including but not limited to licensure or accreditation that the applicant possesses relevant to this request.

NOT APPLICABLE

C. Private Educational Institutions

The applicant shall specify whether the grant will be used to support or benefit a sectarian or non-sectarian private educational institution. Please see Article X, Section 1, of the State Constitution for the relevance of this question.

NOT APPLICABLE

D. Future Sustainability Plan

The applicant shall provide a plan for sustaining after fiscal year 2017-18 the activity funded by the grant if the grant of this application is:

- (1) Received by the applicant for fiscal year 2017-18, but
- (2) Not received by the applicant thereafter.

Surfing The Nations is already running as a sustainable organization with adequate funding for all its expenses and programs. The requested funds from this grant would be solely used to complete the construction of the new community center. The building would increase Surfing The Nations' efficiency and impact on the local community and allow us to improve and deepen our work with the hungry, the homeless, the hurting, and the unwanted.

E. Certificate of Good Standing (If the Applicant is an Organization)

If the applicant is an organization, the applicant shall submit one (1) copy of a certificate of good standing from the Director of Commerce and Consumer Affairs that is dated no earlier than December 1, 2016.

Certificate of Good Standing is attached to application.

BUDGET REQUEST BY SOURCE OF FUNDS

Period: July 1, 2017 to June 30, 2018

Applicant: Surfing The Nations

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	0	0	0	0
2. Payroll Taxes & Assessments	0	0	0	0
3. Fringe Benefits	0	0	0	0
TOTAL PERSONNEL COST	0	0	0	0
B. OTHER CURRENT EXPENSES				
1. Airfare, Inter-island	0	0	0	0
2. Insurance	0	0	0	0
3. Lease/Rental of Equipment	0	0	0	0
4. Lease/Rental of Space	0	0	0	0
5. Staff Training	0	0	0	0
6. Supplies	0	0	0	0
7. Telecommunication	0	0	0	0
8. Utilities	0	0	0	0
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
TOTAL OTHER CURRENT EXPENSES	0	0	0	0
C. EQUIPMENT PURCHASES	0	0	0	0
D. MOTOR VEHICLE PURCHASES	0	0	0	0
E. CAPITAL	335,000	0	0	105,000
TOTAL (A+B+C+D+E)	335,000	0	0	105,000
SOURCES OF FUNDING		Budget Prepared By:		
(a) Total State Funds Requested	335,000	<div style="display: flex; justify-content: space-between;"> <div style="width: 60%;"> <p><i>Cindy Bauer</i></p> <p><i>808-349-2371</i></p> <p><i>Jan 20 2017</i></p> <p><i>Cindy Bauer, EXECUTIVE DIRECTOR</i></p> </div> <div style="width: 35%;"> <p>Phone</p> <p>Date</p> </div> </div>		
(b) Total Federal Funds Requested	0			
(c) Total County Funds Requested	0			
(d) Total Private/Other Funds Requested	105,000			
TOTAL BUDGET	440,000	Name and Title (Please type or print)		

Applicant: Surfing The Nations

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

JUSTIFICATION/COMMENTS:

Funds requested will not be used towards equipment.

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

JUSTIFICATION/COMMENTS:

Funds requested will not be used for vehicles.

Applicant: ___Surfing The Nations_____

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: 2015-2016	FY: 2016-2017	FY:2017-2018	FY:2017-2018	FY:2018-2019	FY:2019-2020
PLANS						
LAND ACQUISITION						
DESIGN						
CONSTRUCTION	487555	176433	335000	105000	0	0
EQUIPMENT						
TOTAL:	487,555	176,433	335,000	105,000	0	0
JUSTIFICATION/COMMENTS:						

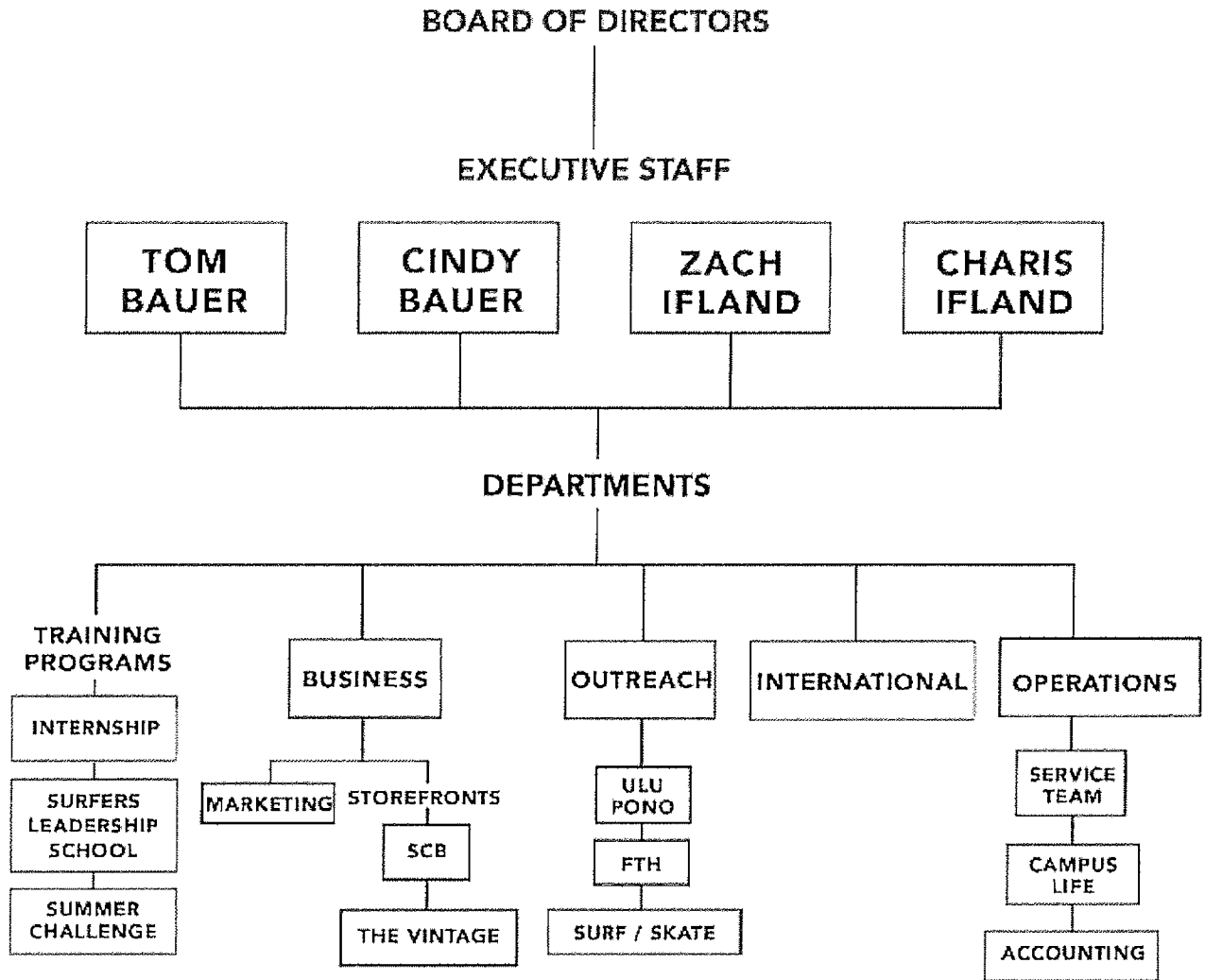
GOVERNMENT CONTRACTS AND / OR GRANTS

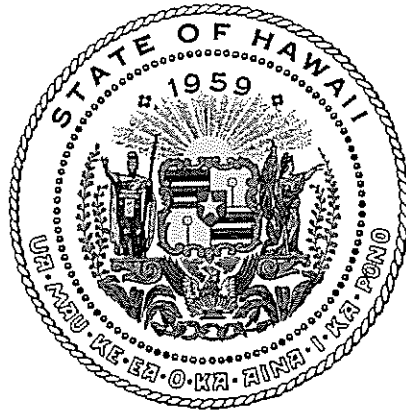
Applicant: Surfing The Nations

Contracts Total: 0.00 -

	CONTRACT DESCRIPTION	EFFECTIVE DATES	AGENCY	GOVERNMENT ENTITY (U.S. / State / Haw / Hon / Kau / Mau)	CONTRACT VALUE
1	N/A				
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
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19					
20					
21					
22					
23					
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27					
28					

Organizational Chart





Department of Commerce and Consumer Affairs

CERTIFICATE OF GOOD STANDING

I, the undersigned Director of Commerce and Consumer Affairs of the State of Hawaii, do hereby certify that

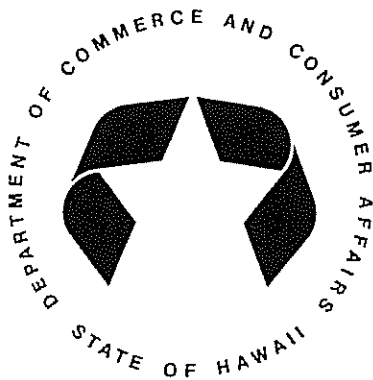
SURFING THE NATIONS

was incorporated under the laws of Hawaii on 06/06/2003 ; that it is an existing nonprofit corporation; and that, as far as the records of this Department reveal, has complied with all of the provisions of the Hawaii Nonprofit Corporations Act, regulating domestic nonprofit corporations.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Department of Commerce and Consumer Affairs, at Honolulu, Hawaii.

Dated: January 20, 2017

Director of Commerce and Consumer Affairs




**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.

Surfing The Nations

Cindy Bauer
(Typed Name)

January 20, 2017
(Date)
EXECUTIVE Director
(Title)