

House District 39

Senate District 22

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

Log No: 94-C

For Legislature's Use Only

Rec'd JAN 28 2011

Type of Grant or Subsidy Request:

GRANT REQUEST - OPERATING

GRANT REQUEST - CAPITAL

SUBSIDY REQUEST

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

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

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

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

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

1. APPLICANT INFORMATION:

Legal Name of Requesting Organization or Individual: Surfing The Nations

Db: Not Applicable

Street Address: 63 Kamehameha Highway, Wahiawa HI

Mailing Address: P. O. Box 860366
Wahiawa, HI 96786

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name CINDY BAUER

Title Director of Operations

Phone # 808-622-6234

Fax # 808-622-6236

e-mail cindy@surfingthenations.com

3. TYPE OF BUSINESS ENTITY:

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

6. DESCRIPTIVE TITLE OF APPLICANT'S REQUEST:

RENOVATION OF 63 KAMEHAMEHA HIGHWAY, WAHIAWA FACILITY
(WAHIAWA NRSA HOMELESS & NEEDY, FOOD CARE AND TRAINING CENTER)

4. FEDERAL TAX ID #: [REDACTED]

5. STATE TAX ID #: [REDACTED]

7. AMOUNT OF STATE FUNDS REQUESTED:

FY 2011-2012: \$ 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 \$0

TYPE NAME & TITLE OF AUTHORIZED REPRESENTATIVE:

[REDACTED]
AUTHORIZED SIGNATURE

TOM BAUER, PRESIDENT
NAME & TITLE

JANUARY 27, 2011
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;
Surfing The Nations (STN) is a humanitarian non-profit IRS 501(c)(3) organization that mobilizes surfers and non-surfers in Hawaii and around the world to give back through community service. Founded in 1997 by Tom & Cindy Bauer, STN has a proven track record in serving Hawaii's working poor, youth at-risk, and disenfranchised, providing not only food and care services but also providing mentoring, job skills and family services to provide a better future. STN is a unique non-profit organization in that it has a fully staffed workforce, with no paid management or staff members. For over 12 years, STN has had a full-time staff of more than 70 management, professional and hands-on staff members, each one raising their own support. Recruitment through word of mouth and viral marketing yields a steady workforce supply without wage or cost-of-living issues in the Hawaii marketplace. STN volunteer manpower and management abilities enable it to serve a full range of emerging humanitarian needs, from concept and execution of major programs, to staffing community events and labor supply for facility improvements.
2. The goals and objectives related to the request;
In 1998 STN established its first feeding the hungry outreach, serving seven families who were hungry and with little hope. Since that time, STN feeds more than 3,500 people each week through the feeding programs in Kalihi, Barbers Point, Wahiawa, Haleiwa and North Shore. Today, STN is one of the largest private distributors of Hawaii Foodbank supplies in the state. STN currently operates its food distribution from public parks and church parking lots, making available perishable as well as pantry goods so that Hawaii's needy, working poor and homeless can have nourishing meals. STN staff takes care each week of picking up goods from Hawaii Foodbank, setting up distribution tables and sites, and managing the distribution of food to more than 550 families on Oahu each week. Clothing, household supplies and furniture are given out monthly.
CHANGING NEIGHBORHOODS & FUTURES: In 2008, STN established their headquarters in the heart of downtown Wahiawa, a HUD-designated Neighborhood Revitalization Strategy Area (NRSA) that meets the threshold for low/moderate income residents (51.16%) in Wahiawa. More than 89% of residents are minorities, primarily Filipino and Japanese, as well as Native Hawaiian and Pacific Islanders. The property, formerly the site of the "Top Hat Bar," is located near destructive influences of strip bars, pornography and drugs and prostitution. STN plans to transform the current atmosphere of violence and family stress into a rich community facility and resource. STN would be "onsite" to change the destructive nature of the community and extend that influence to targeted need areas of Kalihi, Barbers Point, the Waianae Coast and Haleiwa on the North Shore. STN's impact is already being felt across the community. STN partnered with the Honolulu Police Department, Wahiawa Business and Community Association and Leilehua

High School to sponsor the first annual Ohai Street Fair to bring the community together for a day of drug-free activities along a crime-ridden corridor of Wahiawa town.

Plans are now underway to renovate the facilities. Once renovations are completed, STN plans to acquire additional property to establish a Community Outreach and Training Center which would centralize its island-wide food pantry and foods distribution operations, as well as establish a Family Center and Micro-Enterprise Training Center for job placement and family welfare initiatives.

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

THE COMMUNITY OUTREACH & TRAINING CENTER:

Food Pantry and On-Site Storage Facility: STN must currently rely on Hawaii Foodbank drops at churches and parks to get canned goods as well as fresh food to those in need. The problem is that hunger does not operate on a schedule. The Community Outreach and Training Center would feature a Food pantry as well as a food storage area to ensure on-site ability to meet the needs of the hungry immediately. Recipients would also have access to household goods, blankets and bedding and goods and services to freshen up and to help them build their self-esteem and self-worth.

Family Renewal Center: The complex would also feature a Family Renewal Center, a place for families to gather. By providing a place for children as well as adults to gather with the support of STN's young adults, families will be encouraged to learn new skills and break out of the cycle of living day to day for basic needs. Anti-drug videos and materials for kids would be available.

Micro-Enterprise Training Center: Surfing the Nations will also feature its innovative new job placement and family welfare program called "**LITE**": **Learning Individuals To Employment**. Attendees learn to prepare for employment through skills training in how to apply for a job, how to fill out an application form, dressing for success and handling the interview situation. This skills workshop will be conducted on site on a scheduled basis for Oahu residents who want to get a job. As part of this effort, STN will utilize staff members who are certified in English as a Second Language as well as water safety and foodservice certifications to provide access to training and certification for ocean safety classes, foodservice training, self-sustaining gardening and community improvement.

4. Describe the target population to be served; and
Hawaii's needy, working poor, homeless, youth at risk and the elderly.
5. Describe the geographic coverage.
Wahiawa, Haleiwa, North Shore, Waianae Coast, Kalihi and Barbers Point

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;
Grant in aid funds would be used for renovations to its main facility. A general contractor would be hired by Surfing the Nations to perform the renovations.

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

2011/2012: (6 month construction project once grant in aid funding is secured and released)

- Extensive renovations to our main facility at 63 Kamehameha Highway. The 1950 sq ft facility provides a large and open commercial space which is excellent for use in a variety of community events and activities (estimated cost \$500,000).

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

Overall management responsibility would fall under the direction of STN Director of Operations Cindy Bauer. Cindy would be responsible for working with STN community partners to develop a process that is effective, cost effective and practical.

An internal process system would be set up under Cindy's leadership and include time and expertise of several key STN staff members. Together the staff has more than 25 years of financial, management, IT and organizational experience. STN staff and management will monitor and evaluate through quarterly updates and reports of those served. The success of our programs will also be measured through recognition events for the community.

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.

- Renovate the Wahiawa facility located at 63 Kamehameha Highway for approximately \$500,000 in 2011-2012. The project is expected to take 6 months to complete once funding is in place.

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 Budget Forms are attached

2. The applicant shall provide its anticipated quarterly funding requests for the fiscal year 2011-2012.

Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Grant
\$500,000				\$500,000

3. The applicant shall provide a listing of all other sources of funding that they are trying to obtain for fiscal year 2011-2012.

Not Applicable

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 directors Tom & Cindy Bauer, who have a heart for the poor. Tom is a visionary, dedicated leader who inspires and is a catalyst for change. Tom has more than 40 years of experience in outreach leadership. Cindy has since 1979 been in business and operations management.

STN has staff members with degrees including teaching English as a second language, business and finance, communications with an emphasis in marketing, youth at-risk programs, in addition to photography professionals and a computer entrepreneur and trainer.

There are no paid staff members at STN. All staff members, from directors Tom and Cindy Bauer, to the hundreds of young people who work at STN programs, are responsible for raising their own support. STN also receives excellent program and sponsor support from leading businesses, as well as from community and foundations in Hawaii and around the world.

This means that there is always a full-time work force of 50-75 college age and older volunteers who live, work and serve at STN all the time. It has been so for the past 12 years, and with STN's dynamic communications network worldwide. STN always has young people eager and willing to serve.

It is indeed an enviable manpower and staffing model, and STN is probably the only nonprofit of its kind in the world that can count on such an impressive stable, always available work force to execute its projects and program needs.

The participants in this program come from all over the world. They are drawn to Hawaii for its natural beauty and a gift it has given the world; surfing. They leave with the ability to provide the afflicted with counseling, the lost with guidance, and the troubled with direction.

The program includes a three-month internship that trains and prepares individuals for leadership. This is taught through example as well as a structured program. Curriculum includes principles such as: Personal Relationships, Humble Hearts, Foundations, Leadership Effectiveness, Thankfulness, Generosity, Leading by Example and Moving Forward.

This group of students comprises the individuals who facilitate all STN programs. For Feeding the Hungry, they act as mediators, distributors, and open ears for those who come to receive food. For youth programs, they are mentors, speakers and friends. Surfers take turns as weekly speakers for student events, giving each surfer in leadership training the ability to grow while teaching their younger counterparts. Speakers address a variety of topics including the dangers of drug and alcohol abuse, sexual relationships, and respect for authority, all geared to delivering the message in ways that are relevant to young people.

The students also act as on-call servants for the community. If an organization or individual needs manpower or any kind of support, STN is there to help. Staff members have partnered to support Children & Youth Day, Wave Hawaii's Summer Bash, River of Life Mission programs, Hawaii Foodbank's Walk for Hunger, beach clean ups, various surf contests and water sports education programs.

STN also has a very active and effective Board of Directors who meets quarterly to plan and evaluate the organization's programs and goals. The board is also effective in raising the annual support necessary.

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 property at 64 Ohai Street, Wahiawa is a 15 unit apartment building that is located directly behind the 63 Kamehameha Highway facility that offers 12 units @ 725 sq ft each and 3 @ 360 sq ft. This building houses our staff and interns (everyone with STN is a volunteer being compensated by room only). Each unit offers a full bath and kitchen.

The 63 Kamehameha Highway facility located in Wahiawa is a 1,950 sq ft facility and provides a large and open commercial space, excellent for a variety of community events and activities. Planned renovations include the development of a full commercial kitchen, ADA bathroom facilities, air conditioning and other major repairs. The estimated cost is approximately \$500,000.

Both the properties at 64 Ohai Street and at 63 Kamehameha Highway were purchased on December 28, 2008 for \$1.5 million. Both properties are debt-free.

At 35 South Kamehameha Highway Wahiawa, TMK 730020870000: The .3444 acre property is available for purchase by the owner for \$850,000. The property is vitally needed to improve and expand our programs to the community. The new facility would provide:

- Improved food distribution
- Space for a Wahiawa NRSA homeless & needy food care & training center
- Space for Micro-Enterprise Training Center for job placement and family welfare initiations
- Provide critical office space
- Urgently needed parking space

Funding for the facility will be obtained from the Board of Directors, Individuals, Corporations and Foundations.

V. Personnel: Project Organization and Staffing

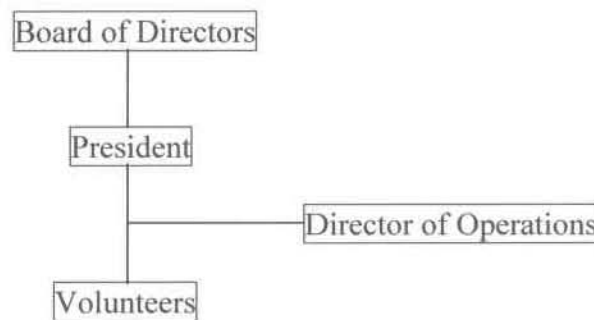
A. Proposed Staffing, Staff Qualifications, Supervision and Training

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.

All staff are volunteers

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.



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

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

Not Applicable

BUDGET REQUEST BY SOURCE OF FUNDS
(Period: July 1, 2011 to June 30, 2012)

Applicant: Surfing The Nations

BUDGET CATEGORIES	Total State Funds Requested (a)	(b)	(c)	(d)
A. PERSONNEL COST				
1. Salaries				
2. Payroll Taxes & Assessments				
3. Fringe Benefits				
TOTAL PERSONNEL COST				
B. OTHER CURRENT EXPENSES				
1. Airfare, Inter-Island				
2. Insurance				
3. Lease/Rental of Equipment				
4. Lease/Rental of Space				
5. Staff Training				
6. Supplies				
7. Telecommunication				
8. Utilities				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
TOTAL OTHER CURRENT EXPENSES				
C. EQUIPMENT PURCHASES				
D. MOTOR VEHICLE PURCHASES				
E. CAPITAL	500,000			
TOTAL (A+B+C+D+E)	500,000			
SOURCES OF FUNDING		Budget Prepared By:		
(a) Total State Funds Requested	500,000	Tom Bauer	808-622-6234	
(b)		Name (Please type or print)	Phone	
(c)		Signature of Authorized Official		Date
(d)		Tom Bauer, President		
TOTAL BUDGET	500,000	Name and Title (Please type or print)		

BUDGET JUSTIFICATION PERSONNEL - SALARIES AND WAGES

Applicant: Surfing The Nations

Period: July 1, 2011 to June 30, 2012

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: Surfing The Nations

Period: July 1, 2011 to June 30, 2012

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: Surfing The Nations

Period: July 1, 2011 to June 30, 2012

FUNDING AMOUNT REQUESTED						
TOTAL PROJECT COST	ALL SOURCES OF FUNDS RECEIVED IN PRIOR YEARS		STATE FUNDS REQUESTED	OF FUNDS	FUNDING REQUIRED IN SUCCEEDING YEARS	
	FY: 2009-2010	FY: 2010-2011	FY:2011-2012	FY:2011-2012	FY:2012-2013	FY:2013-2014
PLANS						
LAND ACQUISITION						
DESIGN						
CONSTRUCTION-RENOVATIONS			500000			
EQUIPMENT						
TOTAL:			500,000			
<p>Justification/Comments: Renovations of the facility at 63 Kamehameha Highway Wahiawa will enable STN to provide a full range of urgently needed services for the community. Renovations will include electrical upgrade, commercial kitchen, ADA bathroom facilities, air conditioning, roof repairs, and other needed improvements.</p>						

**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.

Surfing The Nations
(Typed Name of Individual or Organization)

 Jan. 27, 2011
(Signature) (Date)

Tom Bauer President
(Typed Name) (Title)