

THE TWENTY-SEVENTH LEGISLATURE  
APPLICATION FOR GRANTS AND SUBSIDIES  
CHAPTER 42F, HAWAII REVISED STATUTES

Senate Committee on Ways and Means  
State Capitol, Room 208  
Honolulu, HI 96813  
Attn: Rod Becker

House District 14  
Senate District 7

**THE TWENTY-SEVENTH LEGISLATURE  
APPLICATION FOR GRANTS AND SUBSIDIES  
CHAPTER 42F, HAWAII REVISED STATUTES**

Log No: \_\_\_\_\_

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):

DEPARTMENT OF LAND AND NATURAL RESOURCES

STATE PROGRAM I.D. NO. (LEAVE BLANK IF UNKNOWN): LNR 806

**1. APPLICANT INFORMATION:**

Legal Name of Requesting Organization or Individual: AHA HUI E KALA  
Dba: LAWAI INTERNATIONAL CENTER  
Street Address: 5678 Ani Street, Kapaa HI 96746  
Mailing Address: 5678 Ani Street, Kapaa HI 96746

**2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:**

Name LYNN MURAMOTO  
Title PRESIDENT  
Phone # (808) 639-4300  
Fax # \_\_\_\_\_  
e-mail LM@hawaii.rr.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:**

DEVELOP 32 ACRES IN LAWAI VALLEY, KAUAI, FOR CULTURAL PRESERVATION

4. FEDERAL TAX ID #: \_\_\_\_\_  
5. STATE TAX ID #: \_\_\_\_\_

**7. AMOUNT OF STATE FUNDS REQUESTED:**

FISCAL YEAR 2015: \$ 300,000

**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 \$ \_\_\_\_\_  
FEDERAL \$ \_\_\_\_\_  
COUNTY \$ \_\_\_\_\_  
PRIVATE/OTHER \$ 100,000

TYPE NAME \_\_\_\_\_

AUTHORIZED SIGNATURE

LYNN MURAMOTO, PRESIDENT  
NAME & TITLE

01/30/2014  
DATE SIGNED

## Application for Grants and Subsidies

### 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;

**Aha Hui E Kala dba Lawai International Center** is a volunteer non-profit organization expressly formed to protect and preserve the 32 acres parcel in the Lawai Valley on Kauai. To date the organization has been able to purchase the land which is the site of cultural treasures for the early Hawaiians and others who followed in subsequent years to make Kaua`i their home. The organization has taken the first step in accomplishing its goal of becoming a cultural center and restoring the valley's ancient heritage.

2. The goals and objectives related to the request;

The goal of this request is to further develop the infrastructure of the Lawai International Center. The First Phase is complete with the development of the hillside shrines, the construction of the Hall of Compassion, and the clearing of the property for improved access and parking. The Second Phase which will begin in 2014 includes the building of an Education Center to replace the tent that is in use now, the continuing rehab of the hillside shrines as well as the upgrading of access to the property and the parking area. A permanent Education Center will enhance the opportunities for the community to benefit from the preservation of its cultural and spiritual history. The foundations of the world, as we know it, are built on our collective histories. All these activities which provide opportunities to share, learn and develop are open to the public, residents and visitors alike.

3. The public purpose and need to be served;

The cultural heritage of our immigrant population is being lost. The Center will offer and foster educational and public awareness programs dealing with cultural traditions embodied in ancient Hawaiian, Japanese, Chinese, and other cultures including but not limited to music, art, literature, drama, dances and cultural and humanitarian teachings and activities of said cultures. Programs to spread the true meaning of Aloha will also be developed and nurtured internationally. The Lawai International Center will be a place of rest, recuperation, and healing for those who live on Kauai as well as all mankind.

4. Describe the target population to be served; and

The target population to be served are individuals from all walks of life in Hawaii, including youth and kupuna and, of course, our visitors.

5. Describe the geographic coverage.

The Lawai International Center is located on 32 acres in the Lawai Valley on Kauai. It will immediately serve the island of Kauai as well as its neighboring islands. It is, however, the intention of Aha Hui E Kala dba Lawai International Center to bring international and national leaders in their fields to share their expertise with residents and visitors alike.

## 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;

Aha Hui E Kala dba Lawai International Center has purchased the 32 acres Lawai Valley site located at TMK 4-2-5-004-007. The organization has to date raised \$3,000,000 in cash and in-kind gifts since its inception and will continue to raise the required funds to complete the project.

As funds are raised, the work will be put out to a licensed general contractor to do the actual reconstruction and restoration work

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

January 2014	Continue campaign to complete \$5,000,000 for construction and restoration of the site. Goal for calendar year is \$500,000.
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December 2014	Completion of restoration of hillside and construction of an education center.
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January 2015	Improve entry, roadway, and parking.
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3. Describe its quality assurance and evaluation plans for the request. Specify how the applicant plans to monitor, evaluate, and improve their results; and

Performance and accomplishments will be measured using the attached timeline. All efforts are focused on the efficient accomplishment of the organization's strategic goals.

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 effectiveness of the program will be measured by reviewing the following:

1. Plans for the Education Building
2. The construction of the Education Building
3. Improved access to Lawai International Center during the rainy season
4. Increased space for parking
5. Improved hillside paths

### **III. Financial**

#### **Budget**

1. The applicant shall submit a budget utilizing the enclosed budget forms as applicable, to detail the cost of the request.
2. The applicant shall provide its anticipated quarterly funding requests for the fiscal year 2015.

Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Grant
<b>100,000</b>	<b>100,000</b>	<b>100,000</b>		<b>300,000</b>

3. The applicant shall provide a listing of all other sources of funding that they are seeking for fiscal year 2015.

Private donations  
Grants  
Auction

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 the balance of its unrestricted current assets as of December 31, 2013.

Attached

## **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.

Since 1990, and the discovery of this site, Aha Hui E Kala dba Lawai International Center has held monthly activities to maintain and protect the site. During these work sessions, artifacts have been discovered and removed to another location for their preservation and safekeeping. Once the final phase has been completed, they will be returned to the Lawai International Center.

The Board has developed a strategic plan. The immediate goal was to purchase the land which has been accomplished. The second is to develop the infrastructure and the upper portion of the property. The restoration of the upper portion has begun and the wall that surrounds the lower portion of the hillside is being re-engineered.

A fund raising plan has been developed to raise \$5,000,000. To date over \$3,000,000 in cash and in-kind gifts have been raised.

Besides the Board of Directors (see attached), the Lawai International Center is fortunate to have Marion Penhallow, Professional Fund Raiser (see attached resume), The organization also has the services of Steve Long, architect; Ian Kagimoto, engineer; Dennis Esaki, engineer/surveyor; Steve Shinn, attorney; Duane Kurisu, publisher; Julie Burton, public relations; Jocelyn Fujii, writer; Joan Selix Berman, graphic designer; Heather Guigni, media producer; Ben Matsuda, printer who have donated countless hours to the project. In addition, Lawai International Center has a group of supporters/advisors headed by Dusty Baker, serving as honorary chair.

**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. The applicant shall also describe how the facilities meet ADA requirements, as applicable.

The Lawai International Center has recently completed the Hall of Compassion which is the first phase of continuing the traditions embodied by the site. The infrastructure currently includes increased parking, a temporary gathering/educational facility (tent), several port-a-potties, and increased hillside pathway access. It does not have electricity or running water which are included in the plans for Phase Two.

**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.

Currently the Board of Directors has been fortunate to secure the donated services of a variety of professionals. This will continue until the project is at a point where operations require a permanent staff.

A list of the Board of Directors and Honorary Board members is attached.

**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.

The Organization Chart is attached as well as the resumes of Lynn Muramoto and Marion Penhallow.

Lynn Muramoto                      President

Marion Penhallow                      Fundraising Coordinator

**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..

**There are no paid officers, directors, and employees.**

**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.

Aha Hui E Kala dba Lawai International Center is not a party to any lawsuits or outstanding judgments known to itself at this time.

**B. Licensure or Accreditation**

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

The organization has no accreditation or licensure but members of the Board are licensed in Real Estate, Law and Organizational Development.



**BUDGET REQUEST BY SOURCE OF FUNDS**  
(Period: July 1, 2014 to June 30, 2015)

Applicant:   AHA HUI E KALA dba LAWAI INTERNATIONAL CENTE

<b>BUDGET CATEGORIES</b>	<b>Total State Funds Requested (a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>
<b>A. PERSONNEL COST</b>				
1. Salaries				
2. Payroll Taxes & Assessments				
3. Fringe Benefits				
<b>TOTAL PERSONNEL COST</b>	<b>0</b>			
<b>B. OTHER CURRENT EXPENSES</b>				
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				
<b>TOTAL OTHER CURRENT EXPENSES</b>	<b>0</b>			
<b>C. EQUIPMENT PURCHASES</b>	<b>0</b>			
<b>D. MOTOR VEHICLE PURCHASES</b>	<b>0</b>			
<b>E. CAPITAL</b>	<b>300,000</b>			
<b>TOTAL (A+B+C+D+E)</b>	<b>300,000</b>			
<b>SOURCES OF FUNDING</b>		Budget Prepared By:		
(a) Total State Funds Requested		Lynn Muramoto	808-639-4300	
(b)		Name (Please type	Phone	
			01/30/14	
		Signature of Authorized Official	Date	
<b>TOTAL BUDGET</b>		Lynn Muramoto, President		
		Name and Title (Please type or print)		

## BUDGET JUSTIFICATION PERSONNEL - SALARIES AND WAGES

Applicant:   AHA HUI E KALA  

dba LAWAI INTERNATIONAL CENTER

Period: July 1, 2014 to June 30, 2015

POSITION TITLE	FULL TIME EQUIVALENT	ANNUAL SALARY A	% OF TIME ALLOCATED TO GRANT REQUEST B	TOTAL STATE FUNDS REQUESTED (A x B)
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
<b>TOTAL:</b>				<b>NA</b>
<b>JUSTIFICATION/COMMENTS:</b>				

## BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES

Applicant: AHA HUI E KALA  
 dba LAWAI INTERNATIONAL CENTER

Period: July 1, 2014 to June 30, 2015

DESCRIPTION EQUIPMENT	NO. OF ITEMS	COST PER ITEM	TOTAL COST	TOTAL BUDGETED
			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
TOTAL:				<b>NA</b>

JUSTIFICATION/COMMENTS:

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
TOTAL:				<b>NA</b>

JUSTIFICATION/COMMENTS:

**BUDGET JUSTIFICATION  
CAPITAL PROJECT DETAILS**

Applicant: AHA HUI E KALA  
dba LAWAI INTERNATIONAL CENTER

Period: July 1, 2014 to June 30, 2015

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: 2012-2013	FY: 2013-2014	FY:2014-2015	FY:2014-2015	FY:2015-2016	FY:2016-2017
PLANS						
LAND ACQUISITION						
DESIGN						
CONSTRUCTION			300000			
EQUIPMENT						
<b>TOTAL:</b>			300,000			
<b>JUSTIFICATION/COMMENTS:</b>						



AHA HUI E KALA  
 DBA LAWAI INTERNATIONAL CENTER  
 BALANCE SHEET  
 As of December 31, 2013

ASSETS	
CURRENT ASSETS	
Petty Cash	3,000.00
Cash in Checking account	7,953.47
Cash in Maximizer account	52,736.55
Prepaid Insurance	797.00
Inventory	11,589.16
	76,076.18
PROPERTY & EQUIPMENT	
Land	250,000.00
Site restoration	82,757.69
Hall of Compassion - Note 1	657,103.92
Equipment	12,757.35
	1,002,618.96
Less Accumulated Depreciation	(7,749.54)
	994,869.42
	1,070,945.60
LIABILITIES & CAPITAL	
Unrestricted Funds	1,045,042.37
Net income for six months	25,903.23
	1,070,945.60

Note I: Hall of Compassion does not include "In Kind" donations of \$740,830

INTERNAL REVENUE SERVICE  
DISTRICT DIRECTOR  
2 CUPANIA CIRCLE  
MONTEREY PARK, CA 91755-7406

DEPARTMENT OF THE TREASURY

Date: **FEB 21 1996**

AHA HUI E KALA  
C/O LYNN MURAMOTO  
[REDACTED]

Employer Identification Number:

99-[REDACTED]

Number:

Person:

AHMED AHMED

Contact Telephone Number:

Letter Dated:

April 22, 1992

Addendum Applies:

no

Dear Applicant:

This modifies our letter of the above date in which we stated that you would be treated as an organization that is not a private foundation until the expiration of your advance ruling period.

Your exempt status under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3) is still in effect. Based on the information you submitted, we have determined that you are not a private foundation within the meaning of section 509(a) of the Code because you are an organization of the type described in section 509(a)(1) and 170(b)(1)(A)(vi).

Grantors and contributors may rely on this determination unless the Internal Revenue Service publishes notice to the contrary. However, if you lose your section 509(a)(1) status, a grantor or contributor may not rely on this determination if he or she was in part responsible for, or was aware of, the act or failure to act, or the substantial or material change on the part of the organization that resulted in your loss of such status, or if he or she acquired knowledge that the Internal Revenue Service had given notice that you would no longer be classified as a section 509(a)(1) organization.

As of January 1, 1984, you are liable for taxes under the Federal Insurance Contributions Act (social security taxes) on remuneration of \$100 or more you pay to each of your employees during a calendar year. You are not liable for the tax imposed under the Federal Unemployment Tax Act (FUTA).

You are required to file Form 990 only if your gross receipts each year are normally more than \$25,000. For guidance in determining whether your gross receipts are "normally" more than \$25,000, see the instructions for Form 990. If a return is required, it must be filed by the 15th day of the fifth month after the end of your annual accounting period. A penalty of \$10 a day is charged when a return is filed late, unless there is reasonable cause for the delay. However, the maximum penalty charged cannot exceed \$5,000 or 5 percent of your gross receipts for the year, whichever is less. This penalty may also be charged if a return is not complete, so please be sure your return is complete before you file it.

If we have indicated in the heading of this letter that an addendum applies, the addendum enclosed is an integral part of this letter.

Letter 1050 (DO/CG)



**Aha Hui E Kala  
dba Lawai International Center**

**Board of Directors**

**Officers**

President  
Lynn Muramoto

Vice President  
Marion Penhallow

Secretary/Treasurer  
Gloria Nakea

Board Members  
Ray Nitta  
Mark Selier

Consultants  
Ian Kagimoto  
Ellen Ching  
Steven Shinn

**Honorary Board**

Chairperson  
Dusty Baker

Mike McCartney

Maryanne Kusaka

Dennis Esaki

Charlie King

Rodney Veary





**Aha Hui E Kala  
dba Lawai International Center**

**Organization Chart**

**Board of Directors**  
(See list of members)

**President**  
Lynn Muramoto

**Fundraising Director**  
Marion Penhallow

**Volunteers**

**Honorary Board**

## Lynn Muramoto



### Career Highlights:

- 1990 to present      President  
Aha Hui E Kala dba Lawai International Center  
Founder of a community project located in Lawai Valley, Kauai.  
Responsible for creating a center of compassion and Aloha.  
Responsible for ensuring that this land continues to be a place  
where people from all parts of the world can get in touch with the  
vestiges of their spiritual and cultural roots and traditions and to  
share these integrative practices and beliefs throughout the world  
for greater compassion and aloha.
- 2005 to 2012      Director  
Qi Center Kaua'i  
Developed a community based organization where the people  
participate in a system of natural healing practices for prevention,  
healing and rejuvenation while offering wellness and  
humanitarian services for all people.
- 1994 to present      President  
Family Flowers Enterprises  
A Hawaii based orchid business offering support to 30 family-  
based flower and orchid farms. The business represents, markets  
their flowers throughout the nation and the world sharing beauty  
and essence of Hawaii.
- 1975 to 1989      Teacher  
Kauai District Hawaii  
Developed gifted and talented program for students to grow and  
glow beyond the stars.  
Implemented school-wide fundraiser Computer Triathlon for the  
first computer resource classroom on the island.  
Initiated Save Kapaa's Courtyard, an island wide community  
project to preserve the heart and soul of an elementary school.
- 1974      Research Analyst  
Hawaii State Legislature

### Education:

Bachelor of Education, University of Hawaii.

1975  
1971

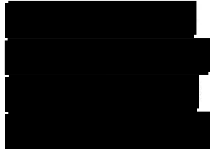
Professional Certification, University of Hawaii  
Mid Pacific Institute, Hawaii

**Awards**

1985  
1985

Kauai District Teacher of the Year, Hawaii.  
NASA Teacher in Space Project, Hawaii State Alternate

Marion S. Penhallow, CFRE



(e-mail)

## CURRICULUM VITAE

### EDUCATION

B.A. French, College of Notre Dame, Belmont, California, 1956  
M.A. French, Institut Catholique, Paris, France, 1966  
M.A. Counseling, Stanford University, Stanford, California, 1968  
Certified Fund Raising Executive, National Society of Fund  
Raising Executives, 1993

### PROFESSIONAL EXPERIENCE

Fund Development Consultant, Penhallow Associates, Hilo,  
Hawaii, 2000-present  
Wilcox Hospital Foundation, Lihue, Kauai, Hawaii, Vice President-  
Development, 1987-1999  
California State University, Fullerton, Associate Vice President for  
University Relations and Development, 1984-1987  
California State University, Fullerton, Acting Vice President for  
Administration, 1982-1984  
California State University, Fullerton, Associate Vice President of  
Student Services, 1977-1982  
Chapman University, Orange, California, Vice President for  
Student Affairs, 1969-1987  
World Campus Afloat, Chapman University, Orange, California,  
1969, Dean of Students  
College of Notre Dame, Belmont, California, Dean of Students,  
1964-1968

### PROFESSIONAL ASSOCIATIONS

Association of Fundraising Professionals  
Hawaii Planned Giving Council  
National Committee on Planned Giving  
International Women's Forum

### COMMUNITY SERVICE

Kauai Housing Development Corporation, Board President,  
1991-2000  
Kauai Historical Society Board, 1997-1999

Kauai Public Land Trust Board, 1989-2002  
'Imi Ola, Fund Raising Chair, 1999  
Aha Hui E Kala dba Lawai International Center, 1999-present  
Zonta International, Kauai, Vice President, 1996-1997  
Mayor's Kauai Blue Ribbon Committee, 1996  
Kauai Board of Water Supply, Secretary and Chair, Public  
Relations Committee, 1997-2000  
Planning Committee for Office of Economic Development Update,  
1997-1998  
Story Book Theater, Chair, Steering Committee, 1996-1998  
Dog Fanciers of Kauai, Board Member

#### HONORS

Garden Island Newspaper – 1998 Woman of the Year

#### HOBBIES

Raise and train show dogs  
Photography  
Gardening



### Year of Grace

Even before it had a name, Lawai International Center was built and defined by grace.

It was grace that sparked the first glimmerings of hope in the Native Hawaiians and immigrants who built the shrines.

It was grace that led Grandma Nonaka to bring new life to a place long forgotten.

And now more than a century after it was founded, it is grace of the volunteers and supporters that sustains Lawai as a source of light and hope for the world.

This year, more than 1,600 volunteers and supporters heard the call and gave of their hearts and hands. They knew that the love, time and effort they devoted to Lawai would expand exponentially, beyond all boundaries, sending light and grace to the universe.

And they built tangibly, too. The Hall of Compassion stands firmly on these sacred grounds, an anthem of generosity and hope. With its 13<sup>th</sup> century Japanese architecture, it will remain standing for more than 1,000 years.

Together, we have proven that miracles are real.

Mahalo Nui loa for all you have done, and for continuing to move us forward.

Lawai International Center 639-430, [www.lawaicenter.org](http://www.lawaicenter.org)