

House District   47    
Senate District   23  

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

Log No: \_\_\_\_\_  
For Legislature's Use Only

Type of Grant Request:

GRANT REQUEST – OPERATING                       GRANT REQUEST – CAPITAL

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

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

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

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

**1. APPLICANT INFORMATION:**  
Legal Name of Requesting Organization or Individual:  
Dbas: HO'I HO'I EA  
Street Address: 49-077 Johnson Rd., Kaneohe HI 96744  
Mailing Address: 49-077 Johnson Rd., Kaneohe HI 96744

**2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:**  
Name   GEORGE KEOKI FUKUMITSU    
Title   Project Coordinator/Kalo Farmer    
Phone #   808-589-6146    
Fax # \_\_\_\_\_  
E-mail   keokikaloman@gmail.com  

**3. TYPE OF BUSINESS ENTITY:**  
 NON PROFIT CORPORATION INCORPORATED IN HAWAII  
 FOR PROFIT CORPORATION INCORPORATED IN HAWAII  
 LIMITED LIABILITY COMPANY  
 OTHER  
 SOLE PROPRIETORSHIP/INDIVIDUAL

**6. DESCRIPTIVE TITLE OF APPLICANT'S REQUEST:**  
**RESTORATION OF HAKIPU'U KALO FARM**

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

**7. AMOUNT OF STATE FUNDS REQUESTED:**  
FISCAL YEAR 2016: \$   100,000  

**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 \$   100,000    
FEDERAL \$ \_\_\_\_\_  
COUNTY \$ \_\_\_\_\_  
PRIVATE/OTHER \$   50,000  

TYPE NAME & TITLE OF AUTHORIZED REPRESENTATIVE  
\_\_\_\_\_  
AUTHORIZED SIGNATURE

\_\_\_\_\_  
NAME & TITLE  
DATE SIGNED:   1/30/15  



## **I. Background and Summary**

1. Ho'i Ho'i Ea is a 501(c)(3) federally-recognized non-profit community organization. It was established as part of an effort to reclaim kuleana kalo (taro) fields that had been lost due to change in ownership about 10 years ago. Funding from Clean Water Act (federal), through the State Health Department, State Legacy Lands funds and the City & County of Honolulu's Clean Water Natural Lands funding has provided resources to re-acquire these farm lands and restore the kalo farm that was actively farmed for over 200 years. The purpose of this grant is to restore these ancient farm lands to productivity and meet a rising demand for taro products.
2. The specific goals and objectives of this grant application is to provide two vital pieces of farm equipment that are needed to replace old, dilapidated equipment Necessary to get the farm fully operational again. This grant will also support connection of utilities needed to establish a commercial kitchen where processing of the farm products can occur.
3. The demand for locally-grown taro products has risen dramatically in recent years. Due to a chronic shortage of locally grown kalo, it is critical that the State of Hawai'i support restoration and reclamation of lo'i kalo – or taro farms – wherever possible to meet local market demand. In addition, there is increasing interest in and market potential for export of various taro products outside the State of Hawai'i. Making kalo more sustainable here in the islands, as well as a healthier and more viable part of the agricultural economy would justify investment by the State of Hawai'i in restoring this taro farm to full productivity once again.
4. The target population to be served is the people of the State of Hawai'i; a secondary target population would be out-of-state consumers.
5. The Hakipu'u kalo fields are located in the ahupua'a of Hakipu'u, district of Ko'olaupoko, O'ahu.

## **II. Service Summary and Outcomes**

1. The scope of work for this project focuses primarily on three areas: acquisition of equipment to replace old and non-working farm equipment; connection of major

utilities to enable establishment of a commercial kitchen for processing of farm products; and renovation of existing farm kitchen to meet commercial kitchen/DOH standards.

2. The projected timeline for implementing the tasks of this grant would be:  
Months 1-3 – Acquire farm equipment and begin preparing the land and planting  
Months 4-6 – Acquire permits and complete applications for utility installations and hookups  
Months 7-9 – Begin renovations to farm kitchen to convert to commercial kitchen  
Months 10-12 – Complete inspections and processing of application for commercial kitchen.
3. Quality assurance, evaluation and monitoring of this project will include the following activities:
  - Keep a log of tasks, duration, and when completed
  - Provide quarterly reports of progress to funders and other stakeholders
  - Maintain records of expenditures to ensure compliance with funding limitations (i.e., remaining within budget)
4. These are the measures of effectiveness to demonstrate that the project has been implemented successfully:
  - Respond to monthly State Dept. of Agriculture census to report poundage of taro harvested, acreage in production, etc.
  - Maintain a log of clearing, planting, harvesting and marketing of farm product
  - Identify what improvements may be needed for future expansion of the farm

### III. Financial

#### Budget

1. (see attached budget form)
2. Ho'i Ho'i Ea's anticipated quarterly requests for fiscal year 2016 are as follows:

Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Grant
77,000	10,000	10,000	3,000	100,000

3. Other sources of funding that we are seeking for FY2016 include private organizations such as American Savings Bank, Hawai'i Community Foundation, Harold Castle Foundation, among others.

4. Applicant has no state or federal tax credits currently or in the past.
5. Because Ho`i Ho`i Ea is a very new non-profit, it does not currently have any unrestricted assets.

#### **IV. Experience and Capability**

##### **A. Necessary Skills and Experience**

Applicant includes a family of Hawaiian kalo farmers who have been farming taro for many generations, cultural practitioners and others who have experience in education and land trust management. The non-profit works with the Trust for Public Lands, which assisted Ho`i Ho`i Ea in reclaiming this property and soliciting public funds for re-acquiring the farm lands.

##### **B. Facilities**

On the property, there is a farm house adjacent to the taro fields. The fields are irrigated by auwai from nearby Hakipu`u Stream. However, the farm house is in need of utility upgrades to meet requirements of the DOH for a certified commercial kitchen. This grant would facilitate improvements to make this farm capable of processing food products for market distribution.

#### **V. Personnel: Project Organization & Staffing**

##### **A. Proposed Staffing, Staffing Qualifications, Supervision & Training**

First six months, applicant will rely upon volunteer labor to begin the clearing, planting and harvesting of kalo at the farm. Subsequently, revenues from farm products will provide resources to hire farm labor and other employees. Primary staff needs are for: (1) farm manager; (2) farm workers; (3) marketing specialist; (4) volunteer coordinator; and (5) cultural education specialist to work with youth groups and visitors.

##### **B. Organization Chart**

Ho`i Ho`i Ea Board of Directors

Project Coordinator

Farm Manager / Marketing Specialist / Volunteer Coordinator / Education Specialist

Farm Workers

**C. Compensation**

The organization has no paid employees.

**VI. Other**

**A. Litigation**

Ho`i Ho`i Ea does not have any pending litigation.

**B. Licensure or Accreditation**

Ho`i Ho`i Ea possesses a general excise tax license for use when marketing taro products.

**C. Federal and County Grants**

The organization has had no federal or county grants.

**D. Private Education Institutions**

The grant will not be used to support or benefit a sectarian or non-sectarian private educational institution.

**E. Future Sustainability Plan**

Ho`i Ho`i Ea's plan for sustaining after fiscal year 2015-16 will include the following:

- (1) Utilizing revenue from the sale of taro products to fund operations, equipment and staff;
- (2) Utilizing volunteers to promote and teach cultural awareness programs.

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

See attached.



## 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

HO'I HO'IEA

was incorporated under the laws of Hawaii on 06/14/2013 ; 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 30, 2015

Director of Commerce and Consumer Affairs



## BUDGET REQUEST BY SOURCE OF FUNDS

(Period: July 1, 2015 to June 30, 2016)

App

Ho'i Ho'i Ea

BUDGET CATEGORIES	Total State Funds Requested (a)	(b)	(c)	(d)
<b>A. PERSONNEL COST</b>				
1. Salaries				
2. Payroll Taxes & Assessments				
3. Fringe Benefits				
<b>TOTAL PERSONNEL COST</b>				
<b>B. OTHER CURRENT EXPENSES</b>				
1. Airfare, Inter-Island				2,400
2. Insurance	3,000			
3. Lease/Rental of Equipment				
4. Lease/Rental of Space				
5. Staff Training				
6. Supplies	2,400			2,400
7. Telecommunication	1,200			
8. Utilities	15,000			6,700
9. Contract svcs proj mmt	6,400			6,100
10. Contract svcs-kitchen renov.	10,000			10,000
11. Shipping				2,400
12. Printing & packaging				5,000
13				
14				
15				
16				
17				
18				
19				
20				
<b>TOTAL OTHER CURRENT EXPENSES</b>	<b>38,000</b>			<b>35,000</b>
<b>C. EQUIPMENT PURCHASES</b>	<b>62,000</b>			
<b>D. MOTOR VEHICLE PURCHASES</b>				<b>15,000</b>
<b>E. CAPITAL</b>				
<b>TOTAL (A+B+C+D+E)</b>	<b>100,000</b>			<b>50,000</b>
<b>SOURCES OF FUNDING</b>		Budget Prepared By:		
(a) Total State Funds Requested	100,000	George Fukumitsu	(808) 589-6146	
(b)		Name (Please type or print)		Phone
(c)				42,034
(d)	50,000	Signature of Authorized Official		Date
<b>TOTAL BUDGET</b>	<b>150,000</b>	George Fukumitsu, Project Coordinator		
		Name and Title (Please type or print)		

**BUDGET JUSTIFICATION  
PERSONNEL - SALARIES AND WAGES**

Applicant: Ho'i Ho'i Ea

Period: July 1, 2015 to June 30, 2016

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

**JUSTIFICATION/COMMENTS:**



## BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES

Applicant: Ho'i Ho'i Ea

Period: July 1, 2015 to June 30, 2016

DESCRIPTION EQUIPMENT	NO. OF ITEMS	COST PER ITEM	TOTAL COST	TOTAL BUDGETED
Farm tractor	1.00	\$62,000.00	\$ 62,000.00	62000
			\$ -	
			\$ -	
			\$ -	
<b>TOTAL:</b>	<b>1</b>		<b>\$ 62,000.00</b>	<b>62,000</b>

**JUSTIFICATION/COMMENTS:**

Farm tractor is over 30 years old and has chronic repair problems, needs replacement in order to restore kalo farm recently re-acquired

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
Farm truck	1.00	\$15,000.00	\$ 15,000.00	15000
			\$ -	
			\$ -	
			\$ -	
<b>TOTAL:</b>	<b>1</b>		<b>\$ 15,000.00</b>	<b>15,000</b>

**JUSTIFICATION/COMMENTS:**

Farm truck is completely non-working, at least 25 years old. Truck is needed to resume supply of food products to community venues

**BUDGET JUSTIFICATION  
CAPITAL PROJECT DETAILS**

Applicant: HO'I HO'I EA

Period: July 1, 2015 to June 30, 2016

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						
EQUIPMENT						
<b>TOTAL:</b>						
<b>JUSTIFICATION/COMMENTS:</b>  <p align="center">Not Applicable</p>						

**DECLARATION STATEMENT OF  
APPLICANTS FOR GRANTS AND SUBSIDIES PURSUANT TO  
CHAPTER 42F, HAWAI'I REVISED 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 and subsidies pursuant to Section 42F-103, Hawai'i 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 or subsidy 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 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.
- 2) The applicant meets the following requirements pursuant to Section 42F-103, Hawai'i 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 or subsidy 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, Hawai'i 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, Hawai'i Revised Statutes, for grants or subsidies 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.

HO'I HO'I EA

\_\_\_\_\_  
(Typed Name of Individual or Organization)

\_\_\_\_\_

(Signature)

1/30/15  
\_\_\_\_\_  
(Date)

GEORGE FUKUMITSU  
(Typed Name)

Project Coordinator & Kalo Farmer  
(Title)