

House District 39

Senate District 22

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:

Surfing the Nations

Dbas: Not Applicable

Street Address: 64 Ohai Street, Wahiawa, HI 96786

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

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name CINDY BAUER

Title Executive Director

Phone # 808-622-6234

Fax # 808-622-6236

E-mail cindybauer@surfingthenations.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:

CONSTRUCTION OF THE NEW COMMUNITY OUTREACH AND TRAINING CENTER

4. FEDERAL TAX ID #: [REDACTED]  
5. STATE TAX ID #: [REDACTED]

7. AMOUNT OF STATE FUNDS REQUESTED:

FISCAL YEAR 2016: \$ 700,000

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	\$ <u>150,000</u>
FEDERAL	\$ <u>0</u>
COUNTY	\$ <u>119,700</u>
PRIVATE/OTHER	\$ <u>90,292</u>

TYPE NAME & TITLE OF AUTHORIZED REPRESENTATIVE:

[REDACTED SIGNATURE]

AUTHORIZED SIGNATURE

CINDY BAUER, EXECUTIVE DIRECTOR  
NAME & TITLE

JANUARY 20, 2015  
DATE SIGNED



RECEIVED  
1-20-15

✓

## 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;**

Surfing the Nations (STN) is a non-profit IRS 501 (c) 3 organization that was established in 1997 as part of the vision of founders Tom & Cindy Bauer to integrate the sport of surfing with humanitarian work. Since its humble beginnings 18 years ago, Surfing The Nations extends its humanitarian work through its mission of mobilizing volunteers in Hawaii and around the world to give back through community service.

STN has a proven track record in serving Hawaii's working poor, youth at-risk, and disenfranchised through programs such as Feeding the Hungry, Ulu Pono, an after-school children's program, and an ocean safety and mentoring program for children. By providing not only food and care services but also family services and job skills training, STN is committed to its goal of helping those in need break the cycle of homelessness, violence and poverty, particularly for those in the Central Oahu community. STN currently has 95 full-time and 35 part-time volunteer staff to serve in a full range of humanitarian needs, none of whom receives a salary or compensation for work but is responsible for raising individual support.

#### **2. The goals and objectives related to the request;**

In 2008, STN established a 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. The property, formerly the site of the "Top Hat Bar," is located near destructive influences of strip bars, pornography and drugs and prostitution. Over the past seven years, STN has been instrumental in revitalizing the heart of Wahiawa by transforming the current atmosphere of violence and family stress into a rich community facility and resource.

To date, STN has demolished the existing structure at the rear of 35 South Kamehameha Highway that was acquired for approximately \$1.4 million. STN plans to construct a new Community Outreach and Training Center to house its Feeding The Hungry Food Pantry, Ulu Pono At-Risk Youth Program, educational classrooms, office space for pro-bono

social workers and health/counseling services, and training space for outreach and community development. The planning, design and infrastructure of the Community Outreach and Training Center is complete, the foundation is being laid, and STN is ready to move into vertical build of the facility, which is estimated to cost approximately \$700,000 to complete.

**3. The public purpose and need to be served;**

**The Community Outreach & Training Center**

In 1998, STN established its first feeding the hungry outreach, serving seven families who were hungry and with little hope. Since that time, Surfing the Nations feeds more than 3,000 people each week through its feeding programs in Kalihi, Wahiawa, Waikiki, the North Shore, and Waianae, many of whom are homeless. Today, STN is one of the largest private distributors of Hawaii Foodbank supplies in the state, managing the distribution of food to nearly 600 families on Oahu each week.

**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. Unfortunately, the working poor, homeless and others in need must wait for a scheduled food distribution in order to pick up groceries, which often lead to a perpetuating cycle of desperation. 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:** In addition to providing food and household goods, Hawaii's working poor and homeless families need opportunities to learn new skills to break out of the cycle of just living day to day for basic needs. The complex would also feature a Family Renewal Center, which will offer not only a place for families to gather, but provide office space for pro-bono social workers and health/counseling services. Anti-drug materials, informational videos and children's health awareness will also be available to families.

**Ulu Pono At-Risk Youth Program**

Many of the children living in the Wahiawa community are, at minimum, 1-2 grades behind in reading, and do not have parents with the educational backgrounds to help with homework. The Community Outreach and Training Center will house STN's Ulu Pono program, which is translated to mean "To Thrive on a Righteous Path." This free, after-school program provides a safe place for at-risk children to meet for supervised homework help, arts and drama activities, and character development.

**Micro-Enterprise Training Center**

Many of the working poor and homeless families desire to break the cycle of poverty or transition from homelessness to a home, but lack the employment skills necessary to do so. The Community Outreach and Training Center will feature an innovative new job

placement and family welfare program called “**LITE**”: **Learning Individuals To Employment**. Space at the new Center will be designated for attendees to 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.

**4. Describe the target population to be served; and**

The STN Feeding The Hungry program serves the communities of Kalihi, Wahiawa, Waikiki, the North Shore and Waianae, many of whom come from nearby public housing, senior care homes, the mentally challenged, veterans, or new immigrants who do not speak English. Coming from public housing, many families have at least one family member working usually at a minimum wage and making barely enough to pay rent and utilities. Many have family members with extended family in one household and crime, teen pregnancy, and the rate of high school dropouts are high. STN’s programs also serve Hawaii’s working poor, who must often forgo a meal in order to pay for another pressing need.

Through its Ulu Pono program, STN anticipates serving children in grades K-6 from area public schools, with an increase in participants once the program is expanded and housed in the Community Outreach and Training Center.

The programs and services that will be housed at the new Community Outreach and Training Center will benefit the residents of Wahiawa, of which approximately 51% meet the threshold for low/moderate income residents. More than 89% of residents are minorities, primarily Filipino, Chinese and Micronesian, as well as Native Hawaiian and Pacific Islanders.

**5. Describe the geographic coverage.**

The Community Outreach and Training Center will enable STN to more efficiently serve families through its Feeding the Hungry Program in Kalihi, Wahiawa, Waikiki, the North Shore and Waianae. In addition, the new facility will become the main site for STN’s many other programs and services which benefit Wahiawa, a community in desperate need of transformation.

**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 would be used toward construction of the Community Outreach and Training Center, located at the rear of 35 South Kamehameha Highway. In addition,

funds may be used to purchase and install furniture, fixtures, and equipment, as well as for other related 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;**

If Grant-in-Aid funding is approved, STN will begin vertical build of the Community Outreach and Training Center upon release of the funding, subject to receiving the Notice to Proceed. STN estimates that construction will be completed within approximately 12 months from release of the 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**

Overall management responsibility would fall under the direction of STN Executive Director Cindy Bauer, who will work with the project manager to determine that the renovations are completed according to budgetary and time constraints. An internal process system would be set up under Cindy's leadership, which will 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 construction progress through regular 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. This analysis provides the basis for whether changes to a program are necessary to achieve a greater level of cost effectiveness.

It is anticipated that once construction of the new facility is complete, the STN Feeding the Hungry Program will experience greater administration, as well as a more efficient coordination of distribution with the food pantry and on-site storage located at the facility. It is also anticipated that by providing food to the homeless and working poor, STN will help eliminate the stress that comes with financial distress, thereby enabling families to save some money and transition to a permanent home.

STN plans to develop data to track families served through STN services, as well as coordinate other services that would help families in need. By moving the Ulu Pono program to the first floor of the new facility, STN will be able to expand its activities to at-risk youth by adding a learning center for tutoring and language arts remediation, as well as an art and dance studio for creative arts expression.

**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 report quarterly construction milestones to the State, and will regularly meet with Executive Director Cindy Bauer to evaluate progress and the financial costs associated with completion of the new Community Outreach and 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.**
- 2. The applicant shall provide its anticipated quarterly funding requests for the fiscal year 2016.**

Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Grant
\$175,000	\$175,000	\$175,000	\$175,000	\$700,000

- 3. The applicant shall provide a listing of all other sources of funding that they are seeking for fiscal year 2016.**

A \$700,000 grant from State Grant-in-Aid funds would enable STN to complete the funding necessary to immediately move into vertical build of the new Community Outreach and Training Center. No additional funds will be sought for this phase of the project in Fiscal Year 2016.

- 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.**

This does not apply.

- 5. The applicant shall provide a listing of all government contracts and grants it has been and will be receiving for program funding.**

This does not apply.

**6. The applicant shall provide the balance of its unrestricted current assets as of December 31, 2014.**

The balance of Surfing the Nation's unrestricted current assets as of December 31, 2014 is \$33,844.03.

**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. With more than 42 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 36 years since 1979.

In addition, STN has staff members who have degrees in teaching English as a second language, business and finance, and communications with an emphasis in marketing, as well as volunteers who have experience in working with at-risk youth and information technology. STN receives excellent program and sponsor support from leading businesses, as well as from community and 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 work force of college age and older volunteers who live, work and serve at STN throughout its 18 year history.

STN also has an active and effective Board of Directors who meets between 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 often meets monthly if it is 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 four adjoining properties that include 8 buildings with 13 addresses totaling 40,000 sq. ft., or just under 1 acre. Grant-in-aid funds would be used toward construction of a new Community Outreach and Training Center, located at the rear of 35 South

Kamehameha Highway. In addition, funds may be used to purchase and install furniture, fixtures, and equipment, as well as for other related costs.

The former brothel and crack house has been completely demolished, and the planning and design has been completed on a new facility to house STN's community-focused programs. STN determined that it would be more cost-effective to tear down the former facility, as it had become fully termite-ridden, with walls and flooring that had crumbled and given way from years of neglect. Once completed, this new facility will become the hub of STN's community outreach and training programs and a physical representation of the community change in Wahiawa from neglected to restored.

## 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 over 40 years of experience in outreach leadership, combined with Cindy's 36 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 direct supervision of Tom and Cindy Bauer, who train and prepare individuals for leadership. The program includes practical training taught through example as well as through a structured curriculum including principles such as Personal Relationships, Humble Hearts, Foundations, Leadership Effectiveness, Thankfulness, Generosity, Leading by Example and Moving Forward.

These volunteer staff and interns are responsible for facilitating all STN programs, from mediating, distributing, and listening to families through the Feeding the Hungry program, to mentoring or providing academic assistance to at-risk youth at STN's Ulu Pono program. These volunteers take turns as weekly speakers for student events, addressing a variety of topics including the dangers of drug and alcohol abuse, sexual relationships, and respect for authority, delivering the message in ways that are relevant to young people. These volunteers also act as on-call servants for the community, and have partnered with many other community organizations in the past 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.



**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.**

STN's Organizational Chart is attached.

**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.**

None of the STN staff members or volunteers, including directors Tom and Cindy Bauer, receives a salary or compensation for work, but each is responsible for raising support. STN pays two individuals for financial work and accounting, both of whom serve as contractors filing 1099s rather than W-2s. These salaries are listed below:

CFO - \$1,000 per month or \$12,000 for 12 months

Accounting Assistant - \$8 per hour for a maximum of 20 hours per week or approximately \$8,320 for 52 weeks.

**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.**

This does not apply.

**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.**

This does not apply.

**C. Federal and County Grants**

**The applicant shall separately specify the amount of federal and county grants awarded since July 1, 2014.**

STN has not been awarded any federal or county grants since July 1, 2014.

**D. 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.**

This does not apply.

**E. Future Sustainability Plan**

**The applicant shall provide a plan for sustaining after fiscal year 2015-16 the activity funded by the grant if the grant of this application is:**

- (1) Received by the applicant for fiscal year 2015-16, but**
- (2) Not received by the applicant thereafter.**

A \$700,000 grant from State Grant-in-Aid funds will complete the funding necessary to immediately move into vertical build of the new Community Outreach and Training Center to house STN's community-focused programming. The remaining funds necessary for parking and landscaping for the new facility will be raised through in-kind donations, grants from foundations and corporations, and donations from individuals and friends of STN. No additional funding will be required for this phase of the project in FY 2016-2017.

Unlike most organizations, none of the STN staff members or volunteers, including the executive directors, receives a salary or compensation for work. Each is responsible for raising support. STN receives excellent program and sponsor support from leading businesses and the community, as well as from around the world. Operating support for STN programs and services comes from training fees, rental income of STN business and apartment properties, revenue generated from the volunteer-run *Surfers Coffee Bar*, annual fundraising events and proceeds from grants. In addition, STN has received property donations from individuals and businesses.

**F. 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, 2014.**

The Certificate of Good Standing for STN is attached.

## BUDGET REQUEST BY SOURCE OF FUNDS

Period: July 1, 2015 to June 30, 2016

Applicant: Sufing 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)
<b>A. PERSONNEL COST</b>				
1. Salaries	\$0	\$0	\$0	\$0
2. Payroll Taxes & Assessments	\$0	\$0	\$0	\$0
3. Fringe Benefits	\$0	\$0	\$0	\$0
<b>TOTAL PERSONNEL COST</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>B. OTHER CURRENT EXPENSES</b>				
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				
<b>TOTAL OTHER CURRENT EXPENSES</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>C. EQUIPMENT PURCHASES</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>D. MOTOR VEHICLE PURCHASES</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>E. CAPITAL</b>	<b>\$700,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$440,008</b>
<b>TOTAL (A+B+C+D+E)</b>	<b>\$700,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$440,008</b>
<b>SOURCES OF FUNDING</b>		Budget Prepared By:		
(a) Total State Funds Requested	\$700,000	Cindy Bauer	808-622-6234	
(b) Total Federal Funds Requested	\$0	Name (Please type or print) <span style="float: right;">Phone</span>		
(c) Total County Funds Requested	\$0	January 20, 2015		
(d) Total Private/Other Funds Requested	\$440,008	Signature of Authorized Official <span style="float: right;">Date</span>		
<b>TOTAL BUDGET</b>	<b>1,140,008</b>	Cindy Bauer, Executive Director Name and Title (Please type or print)		

**Note:** To date, a total of \$359,992 has been committed toward the estimated \$1.5 million construction cost, including \$90,292 from private, philanthropic dollars, a \$150,000 grant from 2012 State GIA funds, and \$119,700 from a 2013 City GIA award.

## BUDGET JUSTIFICATION - PERSONNEL SALARIES AND WAGES

Period: July 1, 2015 to June 30, 2016

Applicant: Surfing the Nations

POSITION TITLE	FULL TIME EQUIVALENT	ANNUAL SALARY A	% OF TIME ALLOCATED TO GRANT REQUEST B	TOTAL STATE FUNDS REQUESTED (A x B)
Not Applicable				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
<b>TOTAL:</b>				
<b>JUSTIFICATION/COMMENTS:</b>				

## BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES

Period: July 1, 2015 to June 30, 2016

Applicant: Surfing the Nations

DESCRIPTION EQUIPMENT	NO. OF ITEMS	COST PER ITEM	TOTAL COST	TOTAL BUDGETED
Not Applicable			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
<b>TOTAL:</b>				

JUSTIFICATION/COMMENTS:

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
Not Applicable			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
<b>TOTAL:</b>				

JUSTIFICATION/COMMENTS:

## BUDGET JUSTIFICATION - CAPITAL PROJECT DETAILS

Period: July 1, 2015 to June 30, 2016

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: 2013-2014	FY: 2014-2015	FY:2015-2016	FY:2015-2016	FY:2016-2017	FY:2017-2018
PLANS						
LAND ACQUISITION						
DESIGN						
CONSTRUCTION	\$150,000.00	\$209,992.00	\$700,000.00	\$440,008.00	\$0.00	\$0.00
EQUIPMENT						
<b>TOTAL:</b>	<b>\$150,000.00</b>	<b>\$209,992.00</b>	<b>\$700,000.00</b>	<b>\$440,008.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>JUSTIFICATION/COMMENTS:</b> A \$700,000 grant from State GIA funds would be used toward vertical build of the new Community Outreach and Training Center and all related costs.						

# GOVERNMENT CONTRACTS AND/OR GRANTS

Applicant: Surfing the Nations

	CONTRACT DESCRIPTION	EFFECTIVE DATES	AGENCY	GOVERNMENT ENTITY (U.S. / State / Haw / Hon / Kau / Mau )	CONTRACT VALUE
1.	State Grant-in-Aid	2012	Hawaii State Legislature	State	\$150,000
2.	City Grant-in-Aid – Contract# CT- DCS-1300307	2013	Department of Community Services	Honolulu City and County	\$119,700
3.					
4.					
5.					
6.					
7.					
8.					
9.					
				TOTAL	<u>\$269,700</u>



**DECLARATION STATEMENT OF  
APPLICANTS FOR GRANTS PURSUANT TO  
CHAPTER 42F, HAWAI'I REVISED STATUTES**

The undersigned authorized representative of the applicant certifies the following:

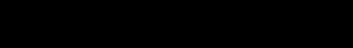
- 1) The applicant meets and will comply with all of the following standards for the award of grants pursuant to Section 42F-103, Hawai'i Revised Statutes:
  - a) Is licensed or accredited, in accordance with federal, state, or county statutes, rules, or ordinances, to conduct the activities or provide the services for which a grant 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, 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 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 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

(Typed Name of Individual or Organization)



(Signature)

January 20, 2015

(Date)

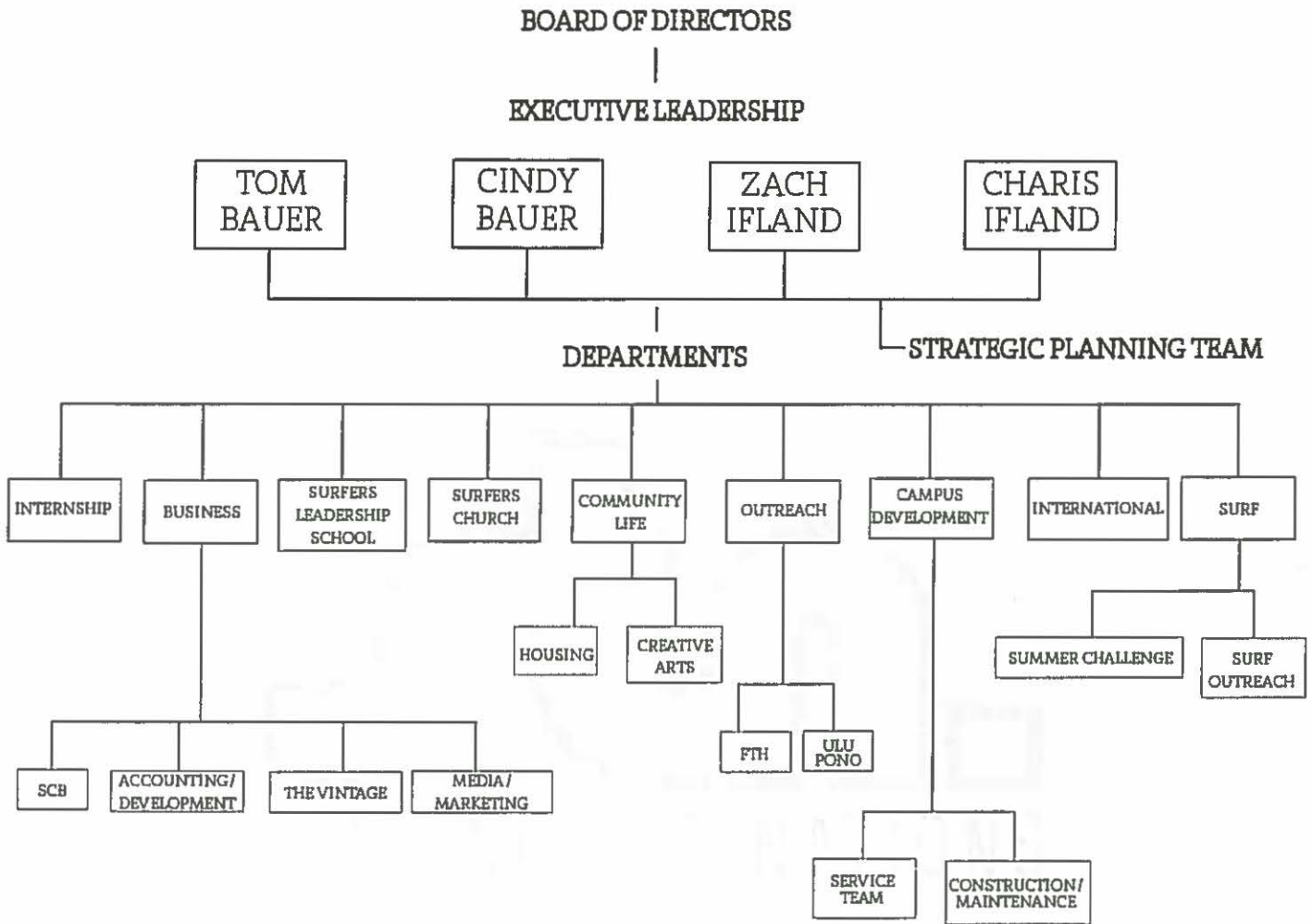
Cindy Bauer

(Typed Name)

Executive Director

(Title)

# ORGANIZATIONAL STRUCTURE



*/// Board of Directors:*

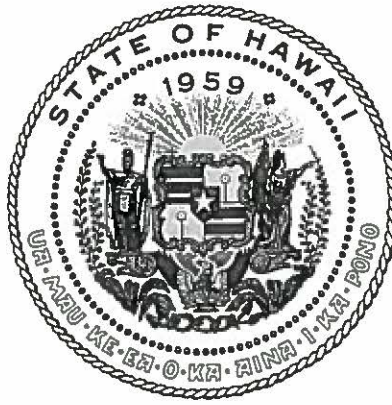
Tom Bauer	President	Hawaii
Cindy Bauer	Treasurer	Hawaii
Dennis Young	Director	Hawaii
Richard Moore	Vice President	Hawaii
Taylor Hanes	Chairman of the Board	Alabama
Dr. Charles Hanes	Director	Alabama
Ken Curry	Director	Colorado
Stefan Eriksson	Director	Sweden
Tom Craft	Director	California
Charis Ifland	Secretary	Hawaii

*/// Founders:*

Tom Bauer  
Cindy Bauer

*/// Executive Leadership:*

Tom Bauer  
Cindy Bauer  
Charis Ifland  
Zach Ifland



## Department of Commerce and Consumer Affairs

### CERTIFICATE OF GOOD STANDING

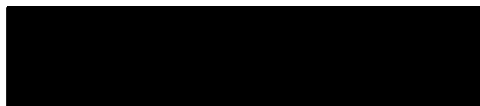
I, the undersigned Director of Commerce and Consumer Affairs of the State of Hawaii, do hereby certify that

#### 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 10, 2015



Interim Director of Commerce and Consumer Affairs