

House District _____

Senate District _____

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):

DEPARTMENT OF DEFENSE _____

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

1. APPLICANT INFORMATION:

Legal Name of Requesting Organization or Individual: Chamber of Commerce of Hawaii

Dbas: Military Affairs Council (MAC)

Street Address: 1132 Bishop Street, Suite 2105
Honolulu, HI 96813

Mailing Address: 1132 Bishop Street, Suite 2105
Honolulu, HI 96813

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name KAMAKANA KAIMULOA

Title Vice President of Military Affairs

Phone # (808) 380-2612

Fax # (808) 545-4369

E-mail kkaimuloa@cochawaii.org

3. TYPE OF BUSINESS ENTITY:

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

6. DESCRIPTIVE TITLE OF APPLICANT'S REQUEST:

STATE GRANT IN AID TO SHARE COSTS INCURRED BY THE MILITARY AFFAIRS COUNCIL (MAC) IN SERVING AS THE SOLE ORGANIZATION IN THE STATE COMMITTED TO PROTECTING, PRESERVING, AND PROMOTING THE CONTINUED PRESENCE OF THE MILITARY, THE STATE'S SECOND LEADING BUSINESS SECTOR, IN HAWAII.

4. FEDERAL TAX ID #: _____

5. STATE TAX ID #: _____

7. AMOUNT OF STATE FUNDS REQUESTED:

FISCAL YEAR 2017: \$ 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 \$ 225,000

FEDERAL \$ NONE

COUNTY \$ NONE

PRIVATE/OTHER \$ 67,000

SHERRY MENOR-McNAMARA, PRESIDENT & CEO

NAME & TITLE

1/22/16
DATE SIGNED



RECEIVED
1/22/16

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;

The Military Affairs Council (MAC) was established in 1985 to provide oversight for an emerging defense industry that was becoming a major component of Hawaii's economy. It is now the state's second major source of revenues next to tourism, accounting for generating \$14.7 billion into Hawaii's economy and creating more than 100,000 job opportunities for the workforce with reported household incomes exceeding \$8.6 billion annually.

The MAC has successfully served to protect, enhance and advance the military's presence in Hawaii. It advocates on behalf of the military and provides statewide oversight for the multi-billion dollar defense industry. This includes promoting the military value of Hawaii continuing to serve as the strategic forward U.S. base from which to command and control military operations in the Pacific.

The MAC is comprised of key business, government, and civic leaders, to include retired senior military flag and general officers, and has established enduring and viable relationships with US military commanders and defense officials in Hawaii and Washington, D.C.

Listed below are the major projects handled by the MAC over the years:

1. **The MAC spearheaded the state's effort to gain the approval of the U.S. Secretary of the Department of Defense to transfer the decommissioned battleship USS Missouri to Hawaii and establish the Battleship Missouri Memorial at Pearl Harbor. The Battleship Missouri Memorial now stands with the Battleship Arizona Memorial in Pearl Harbor as the "bookends" marking the beginning and the end of World War II. Both Pearl Harbor memorials are now among Hawaii's leading visitor attractions.**
2. **Assisted in enabling Hawaii to survive three base realignment and closure (BRAC) proceedings mandated by Congress during the 1990s.**

- These efforts limited BRAC actions in Hawaii to the directed closure of Naval Station Barber's Point in 1993.
3. The MAC assisted in local efforts to gain the approval of the US Navy to use the national historic aviation landmarks on Ford Island and in establishing the Pacific Aviation Museum (PAM) at Pearl Harbor to commemorate the history of military and commercial aviation in the Pacific. The PAM has now entered phase two of its four phase plan to restore Pearl Harbor's aviation landmarks.
 4. The MAC led lobbying efforts to end Hawaii's antiquated animal quarantine law that required incoming pets of military personnel to endure an extremely difficult 6-month rabies screening process. The state finally passed legislation in 2004 that prescribed new procedures that allow for the timely release of pets upon arrival. The benefits of the new quarantine procedures are now enjoyed by all Hawaii residents and other non-military personnel as well, including tourists.
 5. The MAC successfully led local efforts to save the state's largest industrial complex at the Pearl Harbor Naval Shipyard from closure and realignment in 2005. The state was notified that the BRAC Commission had placed the shipyard on the proposed BRAC list at the last minute, leaving the MAC with less than 30 days to protect it from closure. The MAC developed the state's testimony that was signed by Governor Linda Lingle. The testimony was successful in removing the shipyard from the closure list, saving 4,500 civilian jobs with excellent pay and benefits and an industrial complex that pumps \$875,000,000 annually into the state's economy.
 6. Despite a wave of budget cuts and force realignment actions mandated by the Budget Control Act of 2011, the MAC has strived to protect and preserve the continued presence of the largest and most diverse combatant commands in the world, the U.S. Pacific Command, and the Pacific component commands for the Army, Navy, Air Force, Marine Corps, and Coast Guard. These efforts will provide needed oversight to protect the second major source of revenues to the state and employment opportunities for over 100,000 residents.
 7. The MAC was successful in organizing residents, local businesses, community leaders, and elected officials in opposing the downsizing of approximately 20,000 soldiers at Schofield Barracks and Fort Shafter, and action that would have economically devastated the community of Wahiawa. Through the "Keep Hawaii's Heroes" initiative, the MAC exceeded its goal of gathering 40,000 signatures in support of keeping the Army in Hawaii. As a result of the community's efforts, the personnel reduction was minimized to 1,200. Initiatives like these are needed to raise public awareness and combat similar budget-minded proposals that Hawaii may face in the future as it attempts to preserve its U.S. military presence.

2. The goals and objectives related to the request;

This request is submitted to sustain the continued operation of the Military Affairs Council (MAC) and protect Hawaii from defense budget cutbacks and base closure and realignment actions that would have severe negative impacts on the state's \$14.7 billion defense industry and the more than 100,000 defense related jobs for our resident workforce.

Sequestration resulting from the Budget Control Act of 2011 is requiring the Pentagon to reduce the budgets for the armed services by nearly a trillion dollars by 2021. This will force the Pentagon to reduce the size of the armed services and realign its forces worldwide, to include actions aimed at realigning and rebalancing the active and reserve/guard components. This places all Army, Navy, Marine Corps, Air Force, and Coast Guard commands in Hawaii, including the Hawaii Army National Guard, the Hawaii Air National Guard, and all Hawaii-based Reserve units, at risk in being reduced in size or realigned outside the state.

Defense communities throughout the Nation are faced with these same concerns and have taken steps to protect themselves against adverse actions that would devastate state economies. There is much state lobbying ongoing and political influence being directed at Pentagon officials and senior military commanders.

While much of its focus on stakeholder engagement and education has occurred primarily on Oahu due to the large concentration of military installations and assets, the MAC has recently begun to engage neighbor island communities. It is the MAC's hope that this GIA request will assist in identifying potential partnerships with community organizations on the neighbor islands and working with them to develop their own opportunities to support on-island service men and women.

3. The public purpose and need to be served;

Hawaii's multi-billion dollar defense industry is the catalyst in growing Hawaii's economy and a leading source of high paying jobs for the workforce. This GIA will ensure that the MAC is able to continue its work in protecting and preserving the defense industry's significant contributions to the state's economy and workforce.

While the direct and indirect impacts are concentrated primarily in defense communities on O'ahu, defense spending extends to Kauai, Maui, and Hawaii Island and filters down to all communities in the state. For example,

The Pacific Missile Range Facility (PMRF) at Barking Sands is one of the largest employers on the island of Kauai.

The loss of Army presence on O`ahu would directly impact the communities of Wahiawa/Mililani/North Shore. Decreases in Navy/Air Force presence would directly impact Pearl City/Aiea/Halawa/Moanalua, and Marines would impact Kaneohe/Kailua/Waimanalo. But the indirect impacts of these losses would extend to such places as the Ala Moana Shopping Center, Waikiki, Laie, and other locations, including the neighbor islands.

This would have serious impacts on revenues and jobs at shopping malls, retailers, restaurants/bars, hotels, auto dealers, airlines, food distributors, schools, entertainment centers, etc.

Furthermore, the MAC worked closely with Hawaii's CODEL to protect against military realignment and rebalancing actions that could cause serious impacts on our economy and workforce.

The MAC is aware of the increasing political challenges posed by competing defense communities on the mainland. To meet the challenges, the MAC was transformed in 2013 to strengthen its capabilities in enhancing Hawaii's strategic value to the military. This included opening membership on the MAC to a statewide audience, reaching out to business and labor and any community group that desired to actively and financially support programs and activities aimed at meeting challenges posed by competing defense communities.

4. Describe the target population to be served; and

A broad segment of the business sector, local governments, and resident workforce on O`ahu, Kaua`i, Hawai`i, and Maui are directly impacted by the military's presence in Hawai`i.

This includes the large prime defense contractors such as Boeing, Northrop Grumman, BAE Systems, Lockheed Martin, Raytheon, General Dynamics, etc., as well as hundreds of local general contractors, suppliers, retailers, manufacturers, and other small businesses that rely on sales and contracting opportunities from defense spending and the thousands of residents that are employed in the jobs created.

5. Describe the geographic coverage.

Defense spending is primarily centered on O`ahu and extends to Kauai, Hawaii Island, and Maui.

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;

The scope of the work for the MAC encompasses the state of Hawaii and extends to agencies and officials on the U.S. mainland, especially in Washington, D.C., that have influence on defense programs, events, and activities. This includes the Hawaii Business Roundtable, Pacific Resource Partnership, the Chamber of Commerce Hawaii, Hawaii's state/county/federal government leadership, Hawaii's military commands, and other business and labor organizations.

The MAC serves to protect, enhance, and advance Hawaii's key role as the strategic forward deployed U.S. base from which to command and control military operations in the Asia Pacific. The MAC also provides oversight for Hawaii's multi-billion dollar defense industry and serves as the advocate for the military. In doing so, the MAC:

- **Meets regularly with the senior commanders for the US Pacific Command, US Pacific Fleet, Pacific Air Forces, US Army Pacific, Marine Forces Pacific, 14th Coast Guard District, and Hawaii's National Guard, and their subordinate commands such as the 25th Infantry Division, Third Marine Regiment, Pearl Harbor Naval Shipyard, Submarine Forces Pacific, and Naval Surface Group, Mid-Pacific.**
- **Ensures positive base-community relations in communities surrounding military bases and promotes federal contracting and employment opportunities.**
- **Conducts conferences and informational briefings for senior military commanders to discuss and update Hawaii's government and business leaders on security issues in the Asia Pacific and status of military presence in Hawaii.**
- **Conducts the annual Hawaii Military Appreciation Month during the month of May to demonstrate Hawaii's appreciation for all that the military does to make Hawaii a safer and better place.**
- **Sends a delegation to Washington, DC, whenever required to protect, enhance, and advance Hawaii's key role in the Nation's security strategy for the Asia Pacific. The MAC delegation would meet with senior defense officials and the service secretaries and military chiefs in the Pentagon; Hawaii's Congressional delegation; professional**

- staffers on the US Senate and House Armed Services Committees; and other defense and security officials.
- **Raises community awareness about the economic and strategic importance of the U.S. Military presence in the state through stakeholder engagement and education by facilitating visits to military installations across the state and hosting topic-driven events for the public that feature senior military leaders.**
2. Provide a projected annual timeline for accomplishing the results or outcomes of the service;

The following is the timeline for accomplishing the MAC program:

- **The Executive Committee of the Military Affairs Council meets on a regular basis at least four times annually to ensure that the military is provided with the resources necessary to fulfill its missions and have access to a good quality of life for its members and their families. The MAC establishes sub-committees to address topics of concern to the military, state, or local defense communities. The sub-committees also meet at least four times annually.**
 - **Conducts a conference in January for senior commanders and defense officials to meet with Hawaii's government and business leaders to discuss security concerns in the Asia Pacific and to provide an update on the status of military forces in Hawaii.**
 - **Review proposed legislation being considered by the Legislature and provide appropriate testimony on bills and resolutions that impact or could potentially impact the military.**
 - **Travels to Washington, D.C. in March to meet with military and political leaders to discuss the opportunities and challenges that local military commanders encounter.**
 - **Conduct annual visits with senior commanders in Hawaii to determine the priority topics that require action by the state or counties, or by Hawaii's congressional delegation.**
 - **Plans a program of activities in support of Hawaii Military Appreciation Month during the month of May.**
 - **Facilitates at least four visits each year to military installations for MAC members and business and community leaders between July and September.**
3. Describe its quality assurance and evaluation plans for the request. Specify how the applicant plans to monitor, evaluate, and improve their results; and

The work of the MAC sub-committees is monitored and evaluated by the Executive Committee, which includes the MAC Chair and Vice Chairs, retired senior military advisors, and the Chairs of the sub-committees. The MAC Chair and/or the MAC Executive Committee meets with the Governor

of Hawaii as required discussing concerns that require the Governor's attention.

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.

To the extent possible, the MAC will complete the events and programs specified in Section II regardless of the level of appropriation granted by the state. The MAC will evaluate the effectiveness of the events and programs and submit a summary report to the expending state agency as required.

III. Financial

Budget

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

Please see attached.

2. The applicant shall provide its anticipated quarterly funding requests for the fiscal year 2017.

Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Grant
\$25,000	\$25,000	\$25,000	\$25,000	\$100,000

3. The applicant shall provide a listing of all other sources of funding that they are seeking for fiscal year 2017.

In past years, the MAC was funded largely by the dues revenues paid by members and private sector donations.

This GIA is being requested because Hawaii's defense industry has morphed into a \$14.7 billion statewide defense industry, the second major source of revenues to the state next to tourism. Moreover, the U.S. Department of Defense is undergoing a near trillion dollar cut to its budget, as mandated by the Budget Control Act of 2011, and is forced to take drastic measures that will surely impact defense communities throughout the U.S.

The GIA will enable the MAC to protect the state from the challenges being posed by competing defense communities on the mainland and deny any action that would result in severe reductions in military spending.

While the Chamber of Commerce has received grants for its manufacturing initiatives, the MAC has no other government funding source beyond the GIA it requests from the Legislature each year.

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.

Please see attached.

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

Please see attached.

6. The applicant shall provide the balance of its unrestricted current assets as of December 31, 2015.

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.

The MAC has successfully accomplished its work serving as the state liaison for matters relating to the military since 1985. The MAC is led by Hawaii's top business leaders and high ranking retired flag and general military officers who elected to retire in Hawaii. Its major accomplishments include:

- **Successfully competing against other US ports in 1985 to have the decommissioned battleship USS Missouri home-ported at Pearl Harbor to complement the USS Arizona Memorial as fitting historic tributes that mark the beginning and ending of World War II.**
- **Successfully coordinated the actions of four Base Realignment and Closure (BRAC) Commissions mandated by Congress during the 1990s and limited impact to Hawaii with only the closure of Naval Air Station-Barber's Point.**

- **Successfully led efforts that resulted in revising Hawaii's antiquated animal quarantine law in 2004 that now allows pets entering Hawaii to be released upon arrival rather than being locked in quarantine for 6 months.**
- **Successfully secured private sector funding to develop Hawaii's testimony that saved the Pearl Harbor Naval Shipyard from closure during proceedings of the 2005 BRAC Commission. This action precluded the forced closure of Hawaii's largest industrial center, saving 4,500 civilian engineering and skilled technical jobs for residents.**
- **Successfully mobilized community opposition to a proposed downsizing by the Army of 20,000 soldiers at Schofield Barracks and Fort Shafter. This effort minimized the downsizing of Army personnel to 1,200 in 2015.**
- **The MAC has been successful in protecting, enhancing, and advancing Hawaii's strategic military value in being the forward deployed U.S. base from which to command and control military operations in the Asia Pacific. The success of this U.S. security strategy has resulted in peace and stability and enabling commerce and trade to thrive throughout the region that now accounts for more than half of the global economy. Defense spending in Hawaii has been the stabilizing force in the economy following 9/11 and prevailing through the economic downturn from 2008, and has grown to become the second major source of revenues to the state, next to tourism.**

The MAC remains the state's only organization dedicated to protect, enhance, and advance the presence of forward deployed combat ready forces in Hawaii. It serves to protect against the loss of any military commands or programs to military bases outside of Hawaii and provides oversight for the \$14.7 billion defense industry.

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 military affairs program receives program support through the use of facilities and services available at the offices of the Chamber of Commerce Hawaii. No additional facilities are required. The facilities meet ADA requirements.

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.

The military affairs program is directed by the Vice President of Military Affairs who works with consultants (communications & marketing, event management, strategy facilitators), volunteers and Chamber staff. The incumbent Vice President is a former congressional staff member with experience in working with Hawaii's military leaders.

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.

The Vice President of Military Affairs is functionally aligned under the President & CEO of the Chamber of Commerce Hawaii and receives direction from the Chair of the MAC Executive Committee.

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 is currently one salaried employee under Military Affairs:

- Vice President of Military Affairs: \$70,000.00**

VI. Other

A. Litigation

The applicant shall disclose any pending litigation to which they are a party, including the disclosure of any outstanding judgement. If applicable, please explain.

Not applicable.

B. Licensure or Accreditation

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

Not applicable.

C. Private Educational Institutions

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

Not applicable.

D. Future Sustainability Plan

The applicant shall provide a plan for sustaining after fiscal year 2016-17 the activity funded by the grant if the grant of this application is:

- (1) Received by the applicant for fiscal year 2016-17, but
- (2) Not received by the applicant thereafter.

Should the MAC receive the requested GIA for 2016-17 but not receive GIA funding thereafter, the organization will rely solely on membership revenue to meet its budgetary needs.

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

If the applicant is an organization, the applicant shall submit one (1) copy of a certificate of good standing from the Director of Commerce and Consumer Affairs that is dated no earlier than December 1, 2015.

Please see attached.

BUDGET REQUEST BY SOURCE OF FUNDS

Period: July 1, 2016 to June 30, 2017

Applicant: _____ Military Affairs Council

BUDGET CATEGORIES	Total State Funds Requested (a)	Total Federal Funds Requested (b)	Total County Funds Requested (c)	Total Private/Other Funds Requested (d)
A. PERSONNEL COST				
1. Salaries				70,000
2. Payroll Taxes & Assessments				9,695
3. Fringe Benefits				16,226
TOTAL PERSONNEL COST				95,921
B. OTHER CURRENT EXPENSES				
1. Airfare, Inter-Island				10,000
2. Insurance				
3. Lease/Rental of Equipment				
4. Lease/Rental of Space				
5. Staff Training				
6. Supplies				5,000
7. Telecommunication				
8. Utilities				
9. Stakeholder Engagement & Education	100,000			100,000
10. Government Relations (DC)				76,000
11. Consultant Services				144,000
12				
13				
14				
15				
16				
17				
18				
19				
20				
TOTAL OTHER CURRENT EXPENSES	100,000			335,000
C. EQUIPMENT PURCHASES				
D. MOTOR VEHICLE PURCHASES				
E. CAPITAL				
TOTAL (A+B+C+D+E)	100,000			430,921
SOURCES OF FUNDING		Budget Prepared By:		
(a) Total State Funds Requested	100,000	<div style="background-color: black; width: 100%; height: 100%; display: flex; align-items: center; justify-content: center;"> <div style="text-align: right; margin-right: 10px;">(808) 380-2612 Phone</div> <div style="text-align: left; margin-left: 10px;">1/22/16 Date</div> </div>		
(b) Total Federal Funds Requested				
(c) Total County Funds Requested				
(d) Total Private/Other Funds Requested	430,921			
TOTAL BUDGET	530,921	Sherry Menor-McNamara, President & CEO Name and Title (Please type or print)		

BUDGET JUSTIFICATION - PERSONNEL SALARIES AND WAGES

Period: July 1, 2016 to June 30, 2017

Applicant: Military Affairs Council

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

Period: July 1, 2016 to June 30, 2017

Applicant: Military Affairs Council

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

Period: July 1, 2016 to June 30, 2017

Applicant: Military Affairs Council

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: 2014-2015	FY: 2015-2016	FY: 2016-2017	FY: 2016-2017	FY: 2017-2018	FY: 2018-2019
PLANS	N/A	N/A	N/A	N/A	N/A	N/A
LAND ACQUISITION	N/A	N/A	N/A	N/A	N/A	N/A
DESIGN	N/A	N/A	N/A	N/A	N/A	N/A
CONSTRUCTION	N/A	N/A	N/A	N/A	N/A	N/A
EQUIPMENT	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL:						
JUSTIFICATION/COMMENTS:						

GOVERNMENT CONTRACTS AND / OR GRANTS

Military Affairs Council
 Applicant: _____

Contracts Total: 321,000

	CONTRACT DESCRIPTION	EFFECTIVE DATES	AGENCY	GOVERNMENT ENTITY (U.S. / State / Haw / Hon / Kau / Mau)	CONTRACT VALUE
1	Grant In Aid-Military Affairs Council	11/2015-6/2016	Dept of Defense	State of Hawaii	225,000
2	Manufacturing Program	1/2016-12/2016	MEP/NHIST	US Commerce/HTDC	86,000
3	Manufacturing Program and Branding Program Outreach	1/2016-12/2016	Dept of Agriculture	State of Hawaii	10,000
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**DECLARATION STATEMENT OF
APPLICANTS FOR GRANTS PURSUANT TO
CHAPTER 42F, HAWAII REVISED STATUTES**

The undersigned authorized representative of the applicant certifies the following:

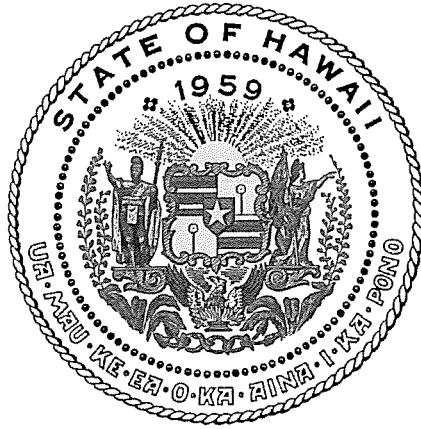
- 1) The applicant meets and will comply with all of the following standards for the award of grants pursuant to Section 42F-103, Hawaii Revised Statutes:
 - a) Is licensed or accredited, in accordance with federal, state, or county statutes, rules, or ordinances, to conduct the activities or provide the services for which a grant is awarded;
 - b) Complies with all applicable federal and state laws prohibiting discrimination against any person on the basis of race, color, national origin, religion, creed, sex, age, sexual orientation, or disability;
 - c) Agrees not to use state funds for entertainment or lobbying activities; and
 - d) Allows the state agency to which funds for the grant were appropriated for expenditure, legislative committees and their staff, and the auditor full access to their records, reports, files, and other related documents and information for purposes of monitoring, measuring the effectiveness, and ensuring the proper expenditure of the grant.
- 2) If the applicant is an organization, the applicant meets the following requirements pursuant to Section 42F-103, Hawaii Revised Statutes:
 - a) Is incorporated under the laws of the State; and
 - b) Has bylaws or policies that describe the manner in which the activities or services for which a grant is awarded shall be conducted or provided.
- 3) If the applicant is a non-profit organization, it meets the following requirements pursuant to Section 42F-103, Hawaii Revised Statutes:
 - a) Is determined and designated to be a non-profit organization by the Internal Revenue Service; and
 - b) Has a governing board whose members have no material conflict of interest and serve without compensation.

Pursuant to Section 42F-103, Hawaii Revised Statutes, for grants used for the acquisition of land, when the organization discontinues the activities or services on the land acquired for which the grant was awarded and disposes of the land in fee simple or by lease, the organization shall negotiate with the expending agency for a lump sum or installment repayment to the State of the amount of the grant used for the acquisition of the land.

Further, the undersigned authorized representative certifies that this statement is true and correct to the best of the applicant's knowledge.

 _____
(Signature) 1/22/14 _____
(Date)

Sherry Menor-McNamara President & CEO
(Typed Name) (Title)



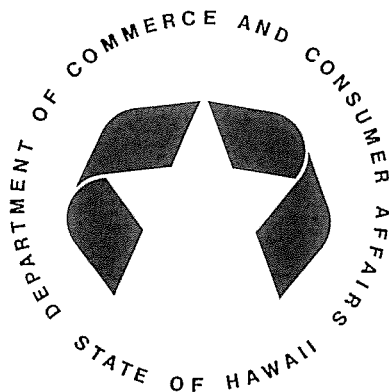
Department of Commerce and Consumer Affairs

CERTIFICATE OF GOOD STANDING

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

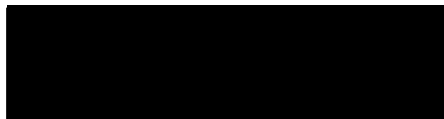
CHAMBER OF COMMERCE OF HAWAII

was incorporated under the laws of Hawaii on 08/27/1871 ; 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 21, 2016



Director of Commerce and Consumer Affairs