

House District 26  
Senate District 12

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:  
Hawaii Korean Cultural Center  
Dba:  
  
Street Address:  
1311 KAPIOLANI BLVD. STE 200, HONOLULU, Hawaii 96814  
  
Mailing Address:  
1311 KAPIOLANI BLVD. STE 200, HONOLULU, Hawaii 96814

2. CONTACT PERSON FOR MATTERS INVOLVING THIS APPLICATION:

Name AMANDA CHANG  
Title Chairperson  
Phone # 808-548-2500  
Fax # 808-548-2400  
E-mail asc@amandachang.com

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:

FUNDING TO BUILD THE KOREAN CULTURAL CENTER

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

7. AMOUNT OF STATE FUNDS REQUESTED:

FISCAL YEAR 2017: \$ 2,100,000

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 \$ 0  
FEDERAL \$ 0  
COUNTY \$ 0  
PRIVATE/OTHER \$ \_\_\_\_\_

TYPE NAME & TITLE OF AUTHORIZED REPRESENTATIVE:

Amanda Chang & Chairperson  
NAME & TITLE

DATE SIGNED

1/14/16



RECEIVED

1/22/16 *ML*

## 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 Hawaii Korean Cultural Center ("HKCC") is a Domestic Nonprofit Corporation incorporated in July 2007 with the purpose of establishing the Korean Cultural Center in Hawaii to share and promote the Korean Culture to the people of Hawaii.

Despite Hawaii being a very important place of Korean immigration history, there is no Korean Cultural Center in Hawaii yet. We believe that Hawaii should have a facility such as the Hawaii Korean Cultural Center to share with locals and visitors alike what an impact the presence of Korean immigrants in Hawaii has had in shaping and enriching the culture of Hawaii. Such a cultural center would carry an important meaning not only for residents of Hawaii, but also for Korean residents in America, as well as Korean nationals abroad.

2. The goals and objectives related to the request;

The HKCC seeks state funding at this time for capital to be used toward the construction of the Center, funds granted to HKCC would be used to toward the establishment of the Center, including and not limited to such expenditures as developing/procuring land, fundraising, planning, construction, legal expenses, and any and all expenses reasonably related to furthering the mission of establishing a Korean Cultural Center in Hawaii.

3. The public purpose and need to be served;

The HKCC seeks to provide a gathering place for the local community to hold events and teach the local community about Korean culture and history by:

1. Promoting and assisting education of Korean language and culture for the future generations
2. Promoting and assisting education for 1st generation Korean immigrants
3. Providing a place for professional and public services to all people in Hawaii
4. Providing a place for cultural events and assembly for the Korean and other

community groups in Hawaii

5. Providing a place of public information for Koreans about living in American society.

4. Describe the target population to be served; and

The focus is to serve the Korean community in Hawaii and share Korean culture with other community as well as the visitors to Hawaii. The Center would be open and welcome all groups as a place for gathering and cultural enrichment.

5. Describe the geographic coverage.

The HKCC seeks to build a cultural Center in a central location on Oahu; In November 2015, HKCC purchased property at 3075 Kalihi Street in Honolulu, Hawaii and is undergoing examination as to the feasibility of using this site as the final location for the Center.

## 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;

At this initial stage, the scope of the work is focused on fundraising to gather the capital required to secure the land, pay off the underlying mortgage on the property, and begin construction of the Center once the mortgage loan is paid off. These responsibilities are primarily in the hands of the volunteer Board of Directors and will eventually require the assistance of contractors and other hired third parties to complete the work.

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

2016 to 2018: Continue fundraising efforts (Annual Golf Tournament and Taste of Korea); develop and improve property purchased at 3075 Kalihi Street on preparation for conversion to Headquarters for the future Center or for the Center itself.

2019-2020: Pay off the underlying mortgage of \$2,100,000.00 and start the plan to demolish and build, or renovate the current structure to be used as the Center.

2021-2022: Start the actual construction of a new building or renovate the current structure to be used as the Center.

2023: Open the Center to the public

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 HKCC Board of Directors will set annual fundraising goals to use as benchmarks.

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.

At this time the HKCC Board of Directors seeks capital to build and construct the Center, there is no Programming to report at this stage. But HKCC can provide an accounting of the funds appropriated. The requested grant-in-aid would be used to allow the board to explore opportunities to build the center. In November 2015, HKCC purchased a property at 3075 Kalihi St. in Honolulu, Hawaii with a mortgage in the amount of \$2,100,000. If HKCC receives the grant-in-aid, we could pay off the mortgage and start to build the Center at 3075 Kalihi St. Once the Center is open, it will be open to all people in Hawaii as well as the tourists visiting Hawaii. It will offer educational, cultural and historical exhibits about Korea, especially about the Korean immigrants who came to Hawaii starting in 1903 as sugar cane laborers. It will also provide cultural events and entertainments for all people, Hawaii residents and visitors, to enjoy and appreciate. The Center will offer a banquet space for anyone to host a first birthday luau or special events. Basically, the Center will serve as the gathering place to share Korean history, language, culture and tradition to all people in Hawaii.

### 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 2017.

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

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

Private contributions from individuals and corporations in Korea and locally in Hawaii and other grants to be applied for in 2017.

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.

None.

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.

None.

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

\$104,474.00

#### **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 HKCC Board of Directors come from various backgrounds: law, accounting, real estate, entrepreneurs, education, and medicine. The diverse backgrounds and specialties represented in the Board are conducive to planning and discussing issues relating to the building of the Center.

##### **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.

This Grant in Aid would be used to allow the Board to explore more opportunities to build the Center. In November 2015, HKCC purchased property at 3075 Kalihi Street with a mortgage in the amount of \$2,100,000. If Grant in Aid is granted to HKCC, we could pay off the mortgage

and start to build the Center at 3075 Kalihi Street in Honolulu, Hawaii or to renovate the current structure on the property to use it as the Center.

**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.

This is a request for capital for the construction of the Center. At this time, there is no staff or plans to hire full time staff; the Board of Directors all serve on a volunteer basis and devote many hours and also contribute in the way of financial donations toward building the Center. As a part of the planning and preparation for construction, we will determine when and what type of staff will be required for the maintenance and upkeep of the Center.

**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.

At this time, there is no organizational Chart to speak of, however, the officers of the HKCC Board of Directors are:

Amanda Chang, Esq. - Chairperson  
Yuk Deok Song, CPA – Treasurer  
Timothy Moon, OD – Secretary General  
Fooi Jang Byun – Secretary

**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.

Not Applicable.

## **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.

The HKCC and 3 members of its Board of Directors (Amanda Chang, Esq. Young Hae Kim, Kwan Jay Cho, PhD) have been named as defendants in a litigation. Defendants have collectively retained the law firm of WAGNER CHOI & VERBRUGGE as counsel.

The named Plaintiffs (YOUNG DON NAM, SONG KAP SO, BONG YONG PARK, PETER MYUNG, YONG S. SCHMIDT, DIANA CHANG, HONG SON, TOURNET HAWAII, INC., DR. CHAI HEALTH CENTER, INC., MU RYANG SA BUDDIST TEMPLE, THE KOREAN ARMY VETERANS ASSOCIATION OF HAWAII, RAK MOON SUNG, HANMI PRESBYTERIAN CHURCH, CHOONG CHONG FRIENDSHIP ASSOCIATION, CHO IK HWAN DOING BUSINESS AS LYDIA'S CURTAINS, TRUE LIGHT CHURCH OF HAWAII BY EUNICE JUNG HEE KIM, MONICA CHO DOING BUSINESS AS PLUMERIA BARBER, JULIANNE IN, JANG SU JANG KOREAN RESTAURANT, AUSTIN KI KANG, CORAL CREEK GOLF, INC., and THE UNITED KOREAN ASSOCIATION OF HAWAII), are represented by Dennis Jung, Esq.

The case is docketed as Civil No. 15-1-0895-05.

Plaintiffs filed the Complaint on May 8, 2015; Defendants timely filed their Answer and Counter-Claim on June 26, 2015; Plaintiffs filed a motion to maintain a class action which was denied on August 31, 2015 after hearing.

At this time no further court papers have been filed. The litigation is in its infancy and HKCC would like to resolve the matter without the need for protracted litigation.

HKCC is unable to comment further as this litigation is still open. However Defendants vehemently deny the allegations.

**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.

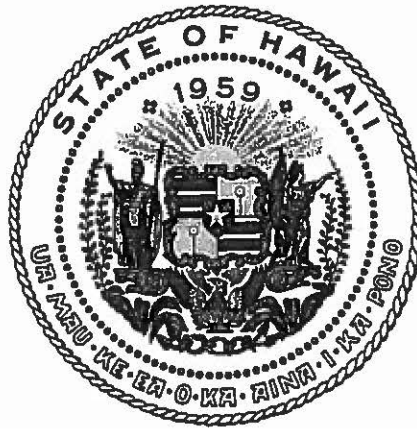
If the GIA is granted for fiscal year 2016-17, HKCC will be able to pay off the mortgage and begin to actually build a new structure or renovate the current structure to use it as the Hawaii Korean Cultural Center. If HKCC does not receive any future grants, it will continue its fundraising efforts through private channels.

**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.

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

**HAWAII KOREAN CULTURAL CENTER**

was incorporated under the laws of Hawaii on 07/20/2007 ; 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 11, 2016



Director of Commerce and Consumer Affairs

## BUDGET REQUEST BY SOURCE OF FUNDS

Period: July 1, 2016 to June 30, 2017

Applicant: HAWAII KOREAN CULTURAL CENTER

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				
2. Payroll Taxes & Assessments				
3. Fringe Benefits				
<b>TOTAL PERSONNEL COST</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>C. EQUIPMENT PURCHASES</b>				
<b>D. MOTOR VEHICLE PURCHASES</b>				
<b>E. CAPITAL</b>	2,100,000			
<b>TOTAL (A+B+C+D+E)</b>	<b>2,100,000</b>			
<b>SOURCES OF FUNDING</b>	2,100,000	Budget Prepared By:		
(a) Total State Funds Requested		Amanda Chang <span style="float: right;">808-548-2500</span>		
(b) Total Federal Funds Requested		Name (Please type or print) <span style="float: right;">Phone</span>		
(c) Total County Funds Requested		1/14/16		
(d) Total Private/Other Funds Requested		Signature of Authorized Official <span style="float: right;">Date</span>		
<b>TOTAL BUDGET</b>		Chairperson		
		Name and Title (Please type or print)		

## BUDGET JUSTIFICATION - PERSONNEL SALARIES AND WAGES

Period: July 1, 2016 to June 30, 2017

Applicant: HAWAII KOREAN CULTURAL CENTER

POSITION TITLE	FULL TIME EQUIVALENT	ANNUAL SALARY A	% OF TIME ALLOCATED TO GRANT REQUEST B	TOTAL STATE FUNDS REQUESTED (A x B)
NONE; NOT APPLICABLE				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
				\$ -
<b>TOTAL:</b>				
<b>JUSTIFICATION/COMMENTS:</b>				

## BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES

Period: July 1, 2016 to June 30, 2017

Applicant: HAWAII KOREAN CULTURAL CENTE

DESCRIPTION EQUIPMENT	NO. OF ITEMS	COST PER ITEM	TOTAL COST	TOTAL BUDGETED
NONE; NOT APPLICABLE			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
<b>TOTAL:</b>				
<b>JUSTIFICATION/COMMENTS:</b>				

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
NONE; NOT APPLICABLE			\$ -	
			\$ -	
			\$ -	
			\$ -	
			\$ -	
<b>TOTAL:</b>				
<b>JUSTIFICATION/COMMENTS:</b>				

## BUDGET JUSTIFICATION - CAPITAL PROJECT DETAILS

Period: July 1, 2016 to June 30, 2017

Applicant: HAWAII KOREAN CULTURAL CENT

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: 2014-2015	FY: 2015-2016	FY:2016-2017	FY:2016-2017	FY:2017-2018	FY:2018-2019
PLANS			0	0		
LAND ACQUISITION			\$2.1mm	0		
DESIGN			0	0		
CONSTRUCTION			0	0		
EQUIPMENT			0	0		
<b>TOTAL:</b>			<b>\$2.1mm</b>	<b>0</b>		
<b>JUSTIFICATION/COMMENT</b> This is the Hawaii Korean Cultural Center's first request for State funding toward its constuction						

**GOVERNMENT CONTRACTS AND / OR GRANTS**

Ap# HAWAII KOREAN CULTURAL CENTER

Contracts Total: -

	<b>CONTRACT DESCRIPTION</b>	<b>EFFECTIVE DATES</b>	<b>AGENCY</b>	<b>GOVERNMENT ENTITY (U.S. / State / Haw / Hon / Kau / Mau)</b>	<b>CONTRACT VALUE</b>
1	NONE; NOT APPLICABLE				
2					
3					
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**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.

Hawaii Korean Cultural Center  
(Typed Name of Individual or Organization)

  
(Signature)

1/14/16  
(Date)

Amanda Chang Chairperson  
(Typed Name) (Title)