# THE THIRTIETH LEGISLATURE APPLICATION FOR GRANTS

#### **CHAPTER 42F, HAWAII REVISED STATUTES**

	Type of Gra	ant Request:		
	Operating	Capital		
Legal Name of Requesting Orga Aha Hui E Kala	ınization or Individual:	Dba: Lawai International C	enter	Taken November (purpose caren humbhird vill 1609) pe historie hallan
Amount o	f State Funds Reque	sted: \$ 500,000		
Brief Description of Request (Pleas PARTIAL FUNDING OF WELCOM		to back of page if extra s	space is needed	():
Amount of Other Funds Available State: \$ 800,000 Federal: \$	e:	Total amount of State Fiscal Years: \$_800,000	e Grants Rece	ived in the Past 5
County: \$		Unrestricted Assets:		
Private/Other: \$_100,000		\$		
New Service (Presently  Type of Business	s Entity:	Mailing Address:	(Presently in	Operation):
501(C)(3) Non Profit (	Corporation	5678 Ani Street		
Other Non Profit		City:	State:	Zip:
Other		Lihue	HI	96746
Contact Person for Matters In	volving this Applicati	on		
Name: LYNN MURAMOTO		Title: President		
Email: lm@hawaii.rr.com		Phone: (808) 639-4300		
Federal Tax ID#:		State Tax ID#		
020		AMOTO, PRESIDEI	NT _	1/13/19
<b>Authorized Signature</b>	Nam	ne and Title		Date Signed

received

Applicant Aha Hui Ekala dba Lawai
International Conter

# **Application Submittal Checklist**

The following items are required for submittal of the grant application. Please verify and check off that the items have been included in the application packet.

	1) Certificate of Good Standing (If the Applicant is an Organization)						
	2) Declaration Statement						
	3) Verify that grant shall be used for a public purpose						
	4) Background and Summary						
	5) Service Summary and Outcomes						
	<ul> <li>6) Budget</li> <li>a. Budget request by source of funds (<u>Link</u>)</li> <li>b. Personnel salaries and wages (<u>Link</u>)</li> <li>c. Equipment and motor vehicles (<u>Link</u>)</li> <li>d. Capital project details (<u>Link</u>)</li> <li>e. Government contracts, grants, and grants in aid (<u>Link</u>)</li> </ul>						
	7) Experience and Capability						
	8) Personnel: Project Organization and Staffing						
Lynn Murameto, President 1/13/19							

PRINT NAME AND TITLE

AUTHORIZED SIGNATURE

DATE



# **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

#### AHA HUI E KALA

was incorporated under the laws of Hawaii on 04/24/1991; 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 14, 2019

Catani. P. Qual Colo

**Director of Commerce and Consumer Affairs** 

## 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.

AHA HUI E KALA dba LAWAI INTERNATIONAL CENTER

(Typed Name of Individual or Organization)	
1	1/13/19
(Signature)	(Date)
LYNN MURAMOTO	PRESIDENT
(Typed Name)	(Title)

#### HRS\_0042F-0102 Public Purpose

**§42F-102 Applications for grants.** Requests for grants shall be submitted to the appropriate standing committees of the legislature at the start of each regular session of the legislature. Each request shall state:

- (1) The name of the requesting organization or individual;
- (2) The public purpose for the grant;
- (3) The services to be supported by the grant;
- (4) The target group; and
- (5) The cost of the grant and the budget.

This grant will be used for a public purpose pursuant to Section 42F-102, Hawaii Revised Statutes by Aha Hui E Kala dba Lawai International Center. More information will be found in the following pages of the application.

# **Application for Grants**

If any item is not applicable to the request, the applicant should enter "not applicable".

### I. Certification – Please attach immediately after cover page

#### 1. 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, 2018.

#### 2. Declaration Statement

The applicant shall submit a declaration statement affirming its compliance with Section 42F-103, Hawaii Revised Statutes. (Link)

#### 3. Public Purpose

The applicant shall specify whether the grant will be used for a public purpose pursuant to Section 42F-102, Hawaii Revised Statutes. (Link)

## II. 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:

#### A brief description of the applicant's background;

On the island of Kauai there is a 32-acre site that includes a hillside, a pastoral valley and one bank of the Lawai stream. From the days of the earliest inhabitants on Kauai, this site has been recognized as a special place. Hawaiians journeyed by foot from all over Kauai and, as new people made Kauai their home, they too were drawn in this special valley seeking respite ad rejuvenation.

Aha Hui E Kala is a volunteer non-profit organization expressly formed in 1990 to protect and preserve this special place. In 1997, Aha Hui E Kala purchased the 32-acre site and dedicated it as the Lawai International Center. The 88 shrines on the hillside pathway were restored and the hillside supported by rock walls in the Hawaiian tradition. In 2013, a hand carved yellow cedar Hall of Compassion, faithful to 13th century Japanese shrine architecture, was built. Currently, infrastructure is being developed for a Welcoming Center.

All this has been done with volunteer labor and financial support from government and private donors. Aha Hui E Kala does not pay any wages or salaries.

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

Previous Legislative Grants in Aid were received in 2014 (\$300,000 to cover the cost of development of infrastructure such as permits, water, power, sewer, roadways and parking) and 2016 (\$500,000 to begin construction of the Welcoming Center). This request is for funds to complete the building of the Welcoming Center.

The Welcoming Center is an important strategic initiative for Aha Hui E Kala. It is intended to involve the community in the ongoing preservation of the cultural and spiritual history of the 32-acre Lawai International Center site. It is also intended to develop economic self=sufficiency for Aha Hui e Kala.

The lack of infrastructure currently limits the number of visitors that the Lawai International Center can service at events or in tours. There is one portable toilet on the site and water is delivered in 5-gallon jugs. There is only electricity when a generator is made available at events, which are held in tents rented for the occasion. A tent structure serves as the temporary Welcome Center.

The Welcoming Center will consolidate all of these operational expenses and provide a superior visitor experience. It is expected the Welcoming Center will be open to the public and the revenue from guests will cover the operating expenses of Lawai International Center. Current cultural programs will be housed in the Welcoming Center providing discretional funds for Aha Hui E Kala.

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

The Lawai International Center's purpose is to foster the true spirit of Aloha in the world. The rebirth of the Lawai Valley by the dedicated volunteers of Aha Hui E Kala is proof of the power of Aloha.

The Welcoming Center will house educational and public awareness programs dealing with cultural traditions embodied in ancient Hawaiian, Japanese, Chinese, and other cultures. The Lawai International Center is a place of rest, recuperation and healing for those who live on Kauai as well as visitors. This rest, recuperation and healing is embedded in programs and events which include the music, art, literature, drama, dances, cultural and humanitarian teachings of the many cultures of Kauai.

4. Describe the target population to be served; and

The target population to be served is individuals from all walks of life: those living in Hawaii and those visiting. We service all ages from keiki to kupuna.

5. Describe the geographic coverage.

The Lawai International Center is located in the Lawai Valley of Kauai. It serves the island of Kauai as well as its neighboring islands. Visitors are welcomed to the center. Once the Welcoming Center is built, Aha Hui E Kala intends to bring national and international leader to share their expertise with residents and visitors alike.

### III. 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:

Describe the scope of work, tasks and responsibilities;

Aha Hui E Kala dba Lawai International Center purchased the 32-acre Lawai Valley site identified as TMK-4-2-5-004-007. The 88 shrines on the hillside pathway have been restored and the hillside stabilized. In 2013, a yellow cedar and tile Hall of Compassion was built. The organization is currently in discussions with county and state planning agencies to acquire building permits.

The requested funding is for a planned Welcome Center. The Welcoming Center has 3,100 square feet of interior space. This is made up of a 2280 square foot assembly hall, 300 square feet of office space and 250 square feet of kitchen and 270 square feet of restrooms. There will also be 3400 square feet of covered lanai around the sides of the building. The Welcoming Center will be constructed of yellow cedar and tile and be on one story. The building plans include 66 parking spaces. The Welcoming Center facilities will be ADA compliant.

Aha Hui E Kala has raised over \$3.5 million in cash and in-kind gifts since its inception and is committed to raise the funds required to complete the Welcoming Center project.

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

January 2018 Meetings with municipality and highways.

Archaeological/Cultural Survey complete and

**Environmental Assessment underway** 

April 2018 Survey and preliminary architectural drawings

in place

June 2018 Environmental Assessment complete and

engineering drawings done

October 2018 Final architectural drawings done and permit

applications made

January 2019 Building permits in place

April 2019 Completion of on-site infrastructure and

Construction of Welcoming Center begins

June 2019 Slab complete and framing begins

October 2019 Trusses installed and building framing

complete

January 2020 Roof on and building at lock-up

April 2020 Interior drywall, plumbing and electrical

June 2020 Interior painting and cabinetry

October 2020 Expected completion

3. Describe its quality assurance and evaluation plans for the request. Specify how the applicant plans to monitor, evaluate, and improve their results; and

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

4. List the measure(s) of effectiveness that will be reported to the State agency through which grant funds are appropriated (the expending agency). The measure(s) will provide a standard and objective way for the State to assess the program's achievement or accomplishment. Please note that if the level of appropriation differs from the amount included in this application that the measure(s) of effectiveness will need to be updated and transmitted to the expending agency.

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

- Approved plans for the Welcoming Center
- 2. Completion of on-site infrastructure
- 3. The construction of the Welcoming Center
- 4. Improved access for visitors to Lawai International Center
- 5. Economic self-sufficiency for Aha Hui E Kala

## IV. Financial

### **Budget**

- 1. The applicant shall submit a budget utilizing the enclosed budget forms as applicable, to detail the cost of the request.
  - a. Budget request by source of funds (Link)
  - b. Personnel salaries and wages (Link)
  - c. Equipment and motor vehicles (Link)
  - d. Capital project details (Link)
  - e. Government contracts, grants, and grants in aid (Link)

#### See attached

2. The applicant shall provide its anticipated quarterly funding requests for the fiscal year 2020.

Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Grant
\$125,000	\$125,000	\$125,000	\$125,000	\$500,000

3. The applicant shall provide a listing of all other sources of funding that they are seeking for fiscal year 2020.

Private cash donations In-kind donations Non-government grants

4. The applicant shall provide a listing of all state and federal tax credits it has been granted within the prior three years. Additionally, the applicant shall provide a listing of all state and federal tax credits they have applied for or anticipate applying for pertaining to any capital project, if applicable.

## Not applicable

5. The applicant shall provide a listing of all federal, state, and county government contracts, grants, and grants in aid it has been granted within the prior three years and will be receiving for fiscal year 2020 for program funding.

27th Session Legislative Grant In Aid - \$300,000
28th Session Legislative Grant in Aid - \$500,000
2018 HTA CEP funding for Cultural Events - \$30,000 (expended in 2018)
2019 HTA CEP funding for Cultural Events - \$30,000 (to be expended in 2019)

6. The applicant shall provide the balance of its unrestricted current assets as of December 31, 2018.

\$684,505.63

# V. Experience and Capability

#### 1. Necessary Skills and Experience

The applicant shall demonstrate that it has the necessary skills, abilities, knowledge of, and experience relating to the request. State your experience and appropriateness for providing the service proposed in this application. The applicant shall also provide a listing of verifiable experience of related projects or contracts for the most recent three years that are pertinent to the request.

Since 1990, Aha Hui E Kala dba Lawai International Center has held monthly activities to maintain and protect the site. There are no paid positions in the organization. Everything has been done and is done by dedicated volunteers.

At the inception of Aha Hui E Kala, the Board of Directors developed a strategic plan. The immediate goal was to purchase and preserve the land and this has been accomplished. The second goal was to develop the infrastructure of the upper portion of the property where the historic 88 shrines pathway is located. This has been accomplished with the construction of the Hall of Compassion and surrounding garden. The third goal is construction of a Welcoming Center so the public could enjoy the Lawai International Center. The strategic intent of building a Welcoming Center is to bring economic self-sufficiency to Lawai International Center. This grant proposal is asking for funding the strategic goal.

Aha Hui E Kala has raised over \$3,500,000 in cash and in-kind gifts since 1990. The organization carries approximately \$1.5 million in assets on its balance sheet and has no debt. Aha Hui E Kala has been honored with previous Legislative Grants In Aid of \$800,000 in support of the Welcoming Center initiative.

The Board of Directors consists of:

Lynn Muramoto Marion Penhallow Gloria Nakea President Vice President Treasurer Dora Hong Secretary
Ray Nitta Member
Camilla Matsumoto Member

In addition, to the Board of Directors, Aha Hui E Kala has an Honorary Board of Directors consisting of:

Dusty Baker (Chairperson)

Jack Suyderhoud, PhD

Mike McCarthy

Former Professional Baseball Manager
Retired UH Professor of Economics
Governor Ige's Chief of Staff

Maryanne Kusaka Former Mayor of Kauai

Donna Ikeda Former Hawaii State Senator

Dennis Esaki Esaki Surveying
Ian Kagimoto Aqua Engineers
Charlie King King Auto Center

Rodney Veary Attorney

Norm Caris Managing Director, B. Riley & Co.

Aha Hui E Kala is registered with Dunn and Bradstreet and has been assigned DUNS Number 030707652. Aha Hui E Kala operates in the Civic and Social Organizations industry. The NAICS designation is 813410, the SIC code is 86999904.

#### 2. 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.

Aha Hui E Kala currently rents an office in an old schoolhouse in Lihue. The office is inexpensive and provides a place for logistic support for events and recordkeeping. The registered office for Aha Hui E Kala is:

5678 Ani Street Kapaa, Hawaii 96746

## VI. Personnel: Project Organization and Staffing

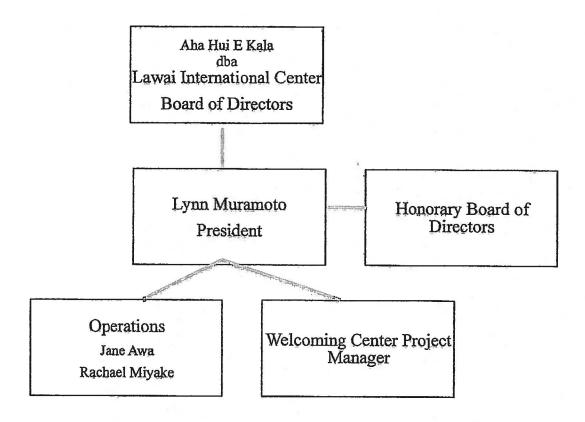
# 1. Proposed Staffing, Staff Qualifications, Supervision and Training

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.

Aha Hui E Kala's Board of Directors has been fortunate to secure the donated services of a variety of professionals: Stephen Long, architect: Ian Kagimoto, engineer; Dennis Esaki, engineer/surveyor; Steve Shinn, attorney; Brian McKenzie PhD, consultant; Duane Kurisu, publisher; Julie Burton, public relations; Jocelyn Fujii, writer; Joan Selix Berman, graphic designer; Heather Guigni, media producer; Richard Chamberlain, actor.

#### 2. 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.



## 3. Compensation

The applicant shall provide an annual salary range paid by the applicant to the three highest paid officers, directors, or employees of the organization by position title, <u>not employee name</u>.

There are no paid officers, directors, and employees.

### VII. Other

#### 1. Litigation

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

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

#### 2. 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.

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

#### 3. 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 <u>Article X, Section 1, of the State Constitution</u> for the relevance of this question.

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

## 4. Future Sustainability Plan

The applicant shall provide a plan for sustaining after fiscal year 2019-20 the activity funded by the grant if the grant of this application is:

- (a) Received by the applicant for fiscal year 2019-20, but
- (b) Not received by the applicant thereafter.

This is a request for capital funding to assist in financing a \$2 million Welcoming Center. If the grant requested is received for the fiscal 2019-2020 but not thereafter the project will have enough funds to continue to completion.

# **BUDGET REQUEST BY SOURCE OF FUNDS**

Period: July 1, 2019 to June 30, 2020

#### AHA HUI E KALA dba LAWAI INTERNATIONAL CENTER

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		10-1-10-10-10-10-10-10-10-10-10-10-10-10		
1. Salaries		***************************************		
Payroll Taxes & Assessments				
Fringe Benefits				
TOTAL PERSONNEL COST				
B. OTHER CURRENT EXPENSES				
Airfare, Inter-Island				
2. Insurance				
Lease/Rental of Equipment				
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				
TOTAL OTHER CURRENT EXPENSES			************	- 9.00
C. EQUIPMENT PURCHASES		, , , , , , , , , , , , , , , , , , ,		-
D. MOTOR VEHICLE PURCHASES				
E. CAPITAL	500,000			700,000
TOTAL (A+B+C+D+E)	500,000			700,000
SOURCES OF FUNDING		Budget Prepared By:		
(a) Total State Funds Requested	500,000	Brian McKenzie PhD		(808) 245-3620
		Name (Please type or print)		(808) 245-3620 Phone
(b) Total Federal Funds Requested		a Da		1/12/19
(c) Total County Funds Requested	0		7-1	1171
(d) Total Private/Other Funds Requested	700,000	Signature of Authorized Office	aai	Date
		LYNN MURAMOTO, PRESI	DENT	
TOTAL BUDGET	1,200,000	Name and Title (Please type	or print)	

#### **BUDGET JUSTIFICATION - PERSONNEL SALARIES AND WAGES**

Period: July 1, 2019 to June 30, 2020

#### AHA HUI E KALA dba LAWAI INTERNATIONAL CENTER

POSITION TITLE	FULL TIME EQUIVALENT	ANNUAL SALARY A	% OF TIME ALLOCATED TO GRANT REQUEST B	TOTAL STATE FUNDS REQUESTED (A x B)	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
				\$	
			2000	\$	
				\$	
				\$	_
		. 20220-2020-2020-2020-2020-2020-2020-20		\$	_
TOTAL:					
TOTAL: FICATION/COMMENTS:					

## **BUDGET JUSTIFICATION - EQUIPMENT AND MOTOR VEHICLES**

Period: July 1, 2019 to June 30, 2020

AHA HUI E KALA dba LAWAI INTERNATIONAL CENTER

DESCRIPTION EQUIPMENT	NO. OF ITEMS	COST PER	TOTAL COST	TOTAL BUDGETED
			\$ -	
			\$ -	
			\$ -	
		(#1 I	\$ -	
			-	
TOTAL:				

JUSTIFICATION/COMMENTS:

No equipment purchases or lease included in this request

DESCRIPTION OF MOTOR VEHICLE	NO. OF VEHICLES	COST PER VEHICLE	TOTAL COST	TOTAL BUDGETED
			\$ -	
*			\$ -	
			\$ -	
			\$ -	
			\$ -	
TOTAL:				

JUSTIFICATION/COMMENTS:

No motor vehicle purchase or lease included in this request

## **BUDGET JUSTIFICATION - CAPITAL PROJECT DETAILS**

Period: July 1, 2019 to June 30, 2020

#### AHA HUI E KALA dba LAWAI INTERNATIONA CENTER

TOTAL PROJECT COST		ALL SOURCES OF FUNDS RECEIVED IN PRIOR YEARS		OTHER SOURCES OF FUNDS REQUESTED	FUNDING REQUIRED IN SUCCEEDING YEARS	
	FY: 2017-2018	FY: 2018-2019	FY:2019-2020	FY:2019-2020	FY:2020-2021	FY:2021-2022
PLANS	35,000				6 · · · ·	71 4 4
LAND ACQUISITION						
DESIGN	105,000					
CONSTRUCTION	660,000		500,000	700,000		
EQUIPMENT						
TOTAL:	800,000		500,000	700,000		

JUSTIFICATION/COMMENTS:

This funding request is expected to see the \$2 million Welcoming Center project to completion

# **GOVERNMENT CONTRACTS, GRANTS, AND / OR GRANTS IN AID**

AHA HUI E KALA dba LAWAI INTERNATIONAL CENTER

**Contracts Total:** 

800,000

	CONTRACT DESCRIPTION	EFFECTIVE DATES	AGENCY	GOVERNMENT ENTITY (U.S. / State / Haw / Hon / Kau / Mau)	CONTRACT VALUE
1	27th Session Legislative Grant in Aid	2016 - 2017	DLNR	State	300,000
2	28th Session Legislative Grant in Aid	2017 - 2018	DLNR	State	500,000
3					
4					
5					
6					
7					
8					
9					
10				ASIM ASIM ASIM ASIM ASIM ASIM ASIM ASIM	
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24	0				
25					
26					
27					
28					
29					
30					