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Chair

KAYENTA ARTS FOUNDATION

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Treasurer

Ivins City Council
ATTN: Dale Coulum, City Manager-Solicitor
Ivins City Hall
55 North Main Street
Ivins, Utah 84738

September 20, 2016

Re: Kayenta Arts Foundation's Report of Use of 2016 RAP Funds; Request for 2017 RAP Funds

Dear Council Members:

Kayenta Arts Foundation ("KAF") is pleased to submit this report on its use of Ivins City 2015 RAP funds. KAF also respectfully requests that the City distribute $10,000 to KAF of 2016 RAP revenues allocated to the arts. This request is consistent with the City's Memorandum of Understanding ("MOU") with KAF. In making this request, KAF affirms that it continues to be a Utah nonprofit corporation in good standing and retains its 501 (c) (3) recognition from the Federal Internal Revenue Services.

2016 Annual Report

KAF received Three Thousand Dollars ($3,000) of the City's first receipt of RAP revenue. Under the above-referenced MOU, KAF is to make an annual accounting to you to establish that it has expended these funds in accordance with the provisions of the MOU. Specifically, KAF is not to use the funds for salaries, but only to produce special events or to finish construction/furnishing (construction Phases III and IV) of the new Center for the Arts at Kayenta. KAF applied the total RAP funds received from the City towards materials and supplies for Phase III construction of the new Center. Ivins RAP funds account for less than 1% of the total cost for this Phase. No City funds were used for salaries.

Request for 2016 RAP Funds

The above referenced MOU provides that KAF is entitled to receive not less than $3,000 nor more than $10,000 for ten years under the City's award of RAP funds by agreement. Further, the MOU states that the City Council will determine the actual amount to be distributed to KAF each November. By this letter, KAF requests that in this second year of the MOU, Ivins distribute $10,000 of its RAP funds designated for the arts to KAF. KAF anticipates being in Phase IV of

construction, i.e. outfitting the Center with audio-visual, seating, office equipment, etc. when the City releases the RAP funds. The estimated cost of this phase of construction is approximately $350,000 as follows:

Estimated Phase 4 Construction Costs

Item	Cost
Theatre Lighting Equipment	$152,000
Theatre Sound Equipment	$ 55,800
Administration Computer Equipment	$ 24, 400
Scene Shop Equipment	$ 15,000
Furniture (including, office, lobby, dressing rooms, theatre seating & risers)	$100,000
Concession Equipment	$ 1,570
Total	$349,420

The above items are necessary to the Center being fully operational. Although $10,000 in RAP funds will cover only a small percentage of these costs, receipt of the total amount available under the MOU is vital. Demonstrated and increased support from the City helps KAF attract others to commit to the full opening of the Center.

I can be available to provide additional information to you as necessary to your funding determination or to give you a tour of the Center. KAF looks forward to your November determination. Thank you for your past support of KAF.

Respectfully Submitted for Kayenta Arts Foundation,

Judith Kapuscinski

Judith Kapuscinski, Chair