



State of Hawaii

CONSOLIDATED PLAN ANNUAL ACTION PLAN (Draft)

Second Program Year
(July 1, 2016 - June 30, 2017)

May 2016

Hawaii Housing Finance and Development Corporation

677 Queen Street, Suite 300

Honolulu, Hawaii 96813



Annual Action Plan
2016

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Executive Summary

AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

1. Introduction

The Consolidated Plan is a planning document that ensures that jurisdictions receiving federal assistance plan for the housing and related needs of low-income and moderate-income families to improve the availability and affordability of decent, safe and sanitary housing in suitable living environments. The annual action plan identifies the objectives targeted to address priority needs for the program year. It is also an application for funds under HUD's formula grant programs: HOME Investment Partnerships (HOME), Emergency Solutions Grant (ESG) and Housing Opportunities for Persons with AIDS (HOPWA) programs. Starting in PY2016, Hawaii will receive grant funds under HUD's new National Housing Trust Fund (HTF). The HOME and HTF programs are administered by the state's Hawaii Housing Finance and Development Corporation (HHFDC) and the ESG and HOPWA programs are administered by the state's Homeless Programs Office of the Department of Human Services - Benefit, Employment and Support Services Division (DHS-BESSD). The HOME, ESG and HOPWA programs described in this plan will focus on the neighbor island Counties of Hawaii, Kauai and Maui. The HTF program will serve those counties, as well as the City and County of Honolulu. Development of this plan involved consultation with government housing agencies, continuum of care planning groups, working group meetings with public and private service providers, public hearings to solicit input on housing needs and priorities, and the publication of notices in a newspaper of general circulation and on HHFDC's website to solicit public comments on the draft Plan.

2. Summarize the objectives and outcomes identified in the Plan

HHFDC will use the annual HOME allocation to promote decent, affordable housing, strengthen communities, and increase homeownership opportunities, via the construction of new or rehabilitation of existing affordable rental and for-sale housing, for TBRA, transitional housing, affordable homeownership opportunities, various county homebuyer loan programs, and for homebuyer education and counseling sessions.

For PY2016, the State anticipates receiving approximately \$3,023,348 in HOME funds. Of this amount, 10% will be reserved for administrative costs, and 15% will be set aside for housing that will be developed, sponsored, or owned by a CHDO. The County of Kauai is scheduled to receive the PY2016 HOME allocation. HOME program income or unused balances from previous allocation years may be available for use in eligible activities. The State allows the counties to retain program income for additional eligible activities, including up to 10% for administrative purposes. The state will permit pre-awards of up to 25% percent of a county's current program year's allocation for HOME-eligible activities in order to avoid the interruption of projects and/or services. Pre-awards must be authorized in writing by the state before any costs are incurred. Pre-award costs greater than 25% will require approval by the local HUD Field Office before the costs are incurred.

For PY2016, the State anticipates receiving approximately \$439,415 in ESG and \$208,047 in HOPWA funds. DHS-BESSD anticipates requesting pre-award authority from HUD in order to continue implementation of ESG and HOPWA projects without interruption. ESG and HOPWA funds will be used

in the Counties of Hawaii, Kauai and Maui to meet the objectives of promoting decent affordable housing and strengthening communities.

PY2016 ESG funds will be allocated at approximately 1% for HMIS costs and 5% for administrative fees for DHS-BESSD/HPO. The remainder of the grant will be allocated to emergency shelter operations (40%) and homelessness prevention and rapid rehousing activities (60%). This formula reflects a greater emphasis on rapid rehousing and helping people to quickly regain stability in permanent housing after experiencing a housing crisis or homelessness. These activities include financial assistance for rents, security deposit and utilities, and housing relocation and stabilization services. Agencies awarded funding will be allowed a maximum of 2.5% in administrative fees.

For PY2016, the State anticipates using its HOPWA funds in the Counties of Hawaii, Kauai and Maui to promote decent, affordable housing and suitable living environments for persons with HIV/AIDS. DHS-BESSD/HPO awarded its entire PY2016 HOPWA funds to the Maui AIDS Foundation, which will serve as the lead agency and sponsor, to provide assistance across all three counties. Its focus will be on providing housing information, rent or deposit assistance, and other supportive services to persons with HIV/AIDS who are homeless or at risk of homelessness.

Starting in PY2016, the state anticipates receiving approximately \$3,000,000 under the National Housing Trust Fund program, which HHFDC will allocate to the four counties as subgrantees. HHFDC will retain 5% of the annual HTF allocation for administrative purposes. Fifty percent of the remaining amount will be allocated annually to the City and County of Honolulu. The remaining 50 percent will be allocated to one of the neighbor island counties of Hawaii, Kauai or Maui, on the same rotating basis as the HOME funds. The subgrantees may use HTF funds for the production or preservation of affordable rental housing serving extremely low-income (30% AMI) households.

3. Evaluation of past performance

HHFDC and DHS-BESSD, through their administration of the State's HOME, ESG and HOPWA programs, have assisted many communities and families through implementation of these programs. HHFDC acts as the pass-through agency of HOME funds to the Counties of Hawaii, Kauai and Maui; HHFDC oversees the counties to ensure appropriate use of HOME funds and compliance with the HOME program. Due to the limited amount of HOME funds available, counties have had to "save up" over several years' allocations to proceed with a project, resulting in red flags from HUD to improve meeting expenditure deadlines. In response, HHFDC instituted a rotating allocation to the counties, giving each county the entire allocation of HOME funds in a year, less HHFDC's retention of 5% for administrative purposes. The County of Kauai will receive the PY2016 HOME allocation.

DHS-BESSD administers the ESG and HOPWA programs and awards funds to service providers in the neighbor island counties through a competitive selection process. It oversees the use of ESG and HOPWA to ensure the appropriate, efficient, and timely use of funds. HUD has evaluated the State as having met its communities' needs and the goals of the HOME, ESG and HOPWA programs through its implementation of its Consolidated Plan and Annual Action Plan.

PY2016 will be HHFDC's first year to administer HUD's new National Housing Trust Fund program. HHFDC intends to administer the program similarly with its administration of the HOME program.

4. Summary of Citizen Participation Process and consultation process

Development of this plan involved consultation with government housing agencies, continuum of care planning groups, working group meetings with public and private service providers, public hearings to solicit input on housing needs and priorities, and the publication of notices in newspapers of general circulation and on HHFDC's website to solicit public comments on the draft Annual Action Plan.

A series of public hearings were held in each of the counties to solicit input on housing needs and priorities for the Plan. Public hearing notices were published in regional newspapers and in the Honolulu Star-Advertiser (a newspaper of general circulation) in September and October, 2015. Public hearings were held in October and November, 2015 in Kailua-Kona and Hilo, County of Hawaii; Lihue, County of Kauai; Wailuku, County of Maui; and Honolulu, City and County of Honolulu. Each of the counties also held public hearings, first to gather input on the need and priorities of the Plan, and subsequently to accept public comment on their respective draft Consolidated Plans.

In March 2016, HHFDC published public notices to solicit written comments on the draft Consolidated Plan and PY2016 Annual Action Plan (AAP), through April 16, 2016. The public notice and copies of the draft AAP were available for review at regional libraries throughout the state, the county housing offices, the offices of DHS-BESSD and HHFDC, and on HHFDC's website at www.hawaii.gov/dbedt/hhfdc

5. Summary of public comments

Public comments submitted at public hearings across all counties evidenced the need for more affordable housing, both rental and homeownership, and more support for persons who are disabled or homeless. All counties reported an unmet need for affordable rentals for seniors and families.

A sampling of the comments received follow: Affordable housing and transportation for persons with disabilities is needed; housing agencies must work with other agencies to provide housing near to transportation and employment opportunities. Universal design incorporated into the construction of housing can lower costs of providing accessible, affordable housing. Educating landlords on the benefits of participating in HUD programs will increase awareness and may help to get units rented to people holding HUD vouchers. Self-help homeownership housing is much less costly than the traditional construction of homes, and will provide affordable homeownership opportunities to more people. Affordable housing for elderly is needed, along with affordable, accessible transportation for seniors.

6. Summary of comments or views not accepted and the reasons for not accepting them

7. Summary

PR-05 Lead & Responsible Agencies - 91.300(b)

1. Agency/entity responsible for preparing/administering the Consolidated Plan

The following are the agencies/entities responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

Agency Role	Name	Department/Agency
Consolidated Plan Lead	Hawaii Housing Finance & Development Corporation (HHFDC)	Department of Business, Economic Development & Tourism
HOPWA Administrator	Homeless Programs Office	Department of Human Services-BESSD
HOME Administrator	HHFDC	Dept of Business, Economic Development & Tourism
ESG Administrator	Homeless Programs Office	Department of Human Services-BESSD

Table 1 – Responsible Agencies

Narrative

The Hawaii Housing Finance and Development Corporation (Department of Business, Economic Development, and Tourism) administers HUD's HOME Investment Partnerships and National Housing Trust Fund programs for the State of Hawaii, and is the lead on the Consolidated Plan for the state of Hawaii. The Homeless Programs Office (Department of Human Services - Benefit, Employment, and Support Services Division) administers HUD's Emergency Solutions Grant and Housing Opportunities for Persons with AIDS programs.

Consolidated Plan Public Contact Information

Craig Hirai is the Executive Director of HHFDC and contact person for the Consolidated Plan, HOME and HTF programs; his contact phone number is (808) 587-0641 and email is craig.k.hirai@hawaii.gov. Lori Tshako is the Administrator for the Homeless Programs Office and contact person for the ESG and HOPWA programs; her contact phone number is (808)586-7072 and email is ltshako@dhs.hawaii.gov.

AP-10 Consultation - 91.110, 91.300(b); 91.315(l)

1. Introduction

Provide a concise summary of the state's activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies

HHFDC, DHS-BESSD and the county housing agencies formed a core working group to coordinate the development and implementation of the Consolidated Plan. The core group utilized the 2015 Homeless Point-In-Time Count Report, the 2011 Hawaii Housing Planning Study, the 2014 Rental Housing Study Update, and the 2010 Analysis of Impediments to Fair Housing Choice to aid in the development of the Consolidated Plan Annual Action Plan.

The State's HHFDC oversees the affordable housing finance and development in Hawaii, for sale or rent to qualified residents. The State's DHS-BESSD administers federal and state programs that provide housing and services for the homeless and other persons with special housing needs. Together, the HHFDC and DHS-BESSD have established an extensive network of public and private organizations involved with the provision of housing or supportive services.

Pursuant to 24 CFR §91-110, HHFDC consulted with its network of organizations including HUD, DHS-BESSD, and county housing agencies; state health and human services departments, and nonprofit entities involved with financing, developing and managing housing, and providing supportive services. DHS-BESSD and the county housing agencies augmented the state's network by outreaching to stakeholders at the local level (e.g., nonprofit housing advocacy groups, shelter and service provider, local government agencies). The Counties of Hawaii, Kauai and Maui conducted surveys of its residents to measure housing needs, as well as the elderly need for supportive services such as personal care, transportation, meals and chore services.

The State of Hawaii's Department of Human Services (DHS), Homeless Programs Office (HPO), in conjunction with the office of the Governor's Coordinator on Homelessness, has continued its work on the State's Plan to End Homelessness. This plan mirrors the Federal Opening Doors plan in its major objectives, among which is a re-tooling of the Crisis Response System. While the response to homelessness in Hawaii has been on-going for many years, a lack of coordination at a macro level has been addressed by the hiring of the Governor's Coordinator on Homelessness and by the creation of the Hawaii Interagency Council on Homelessness (HICH) by state statute. Convening of the HICH has continued to help address the many service systems (such as mental health, housing, health, employment, and criminal justice sectors) working in their own silos and has sought to connect services through more meaningful, and effective partnerships.

Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness

DHS/HPO contractually requires all homeless provider agencies funded by State and/or Federal resources to participate in their respective county's Continuum of Care (CoC) for collaboration and input into the community planning efforts. The contracted agencies include those providing outreach, emergency/transitional shelters, permanent supportive housing, rapid re-housing, homeless prevention, housing first, and/or support services programs. Participants of these programs include chronically homeless and at-risk individuals and families; veterans; severely mentally ill; chronic substance abusers; persons with HIV/AIDS; victims of domestic violence; and unaccompanied youth.

Bridging the Gap (BTG) is the union of all three rural county chapters which comprise the Hawaii balance-of-state continuum of care representing the counties of Hawaii, Kauai and Maui. BTG is a geographically-based group of relevant stakeholder representatives that carries out the planning responsibilities of the CoC programs. Community Alliance Partners (Hawaii County), Kauai Community Alliance, and the Maui Homeless Alliance are the neighbor island chapters which strive to end homelessness in their geographic areas. Additionally, neighbor islanders are well-represented on the Hawaii Interagency Council on Homelessness and have adopted its strategic plan as its standard. The State convenes the Statewide Continuum of Care every other month, which includes the chairperson of each local chapter and a respective county government representative. The statewide planning body collaborates on resources, priorities and strategic planning. They have also taken on an expanded role of advising the State on funding priorities and legislative initiatives.

The general membership of the three local chapters collectively convene at least twice annually for general membership meetings. Due to the non-contiguous nature of each island, the meetings are conducted via electronic means (webinar, video teleconference, teleconference, or other generally available technologies). In 2016, BTG will implement a web-based service for general communications, meetings and trainings.

In accordance with the HEARTH Act, BTG works to use multiple resources to prevent homelessness or quickly rehouse homeless individuals and families while minimizing trauma and dislocation. BTG mandates collaboration among providers, promotes access to homeless assistance programs, encourages effective utilization of mainstream programs especially for special populations, and strives to optimize self-sufficiency among individuals and families experiencing homelessness or are at risk of homelessness.

Describe consultation with the Continuum(s) of Care that serves the State in determining how to allocate ESG funds, develop performance standards for and evaluate outcomes of projects and activities assisted by ESG funds, and develop funding, policies and procedures for the operation and administration of HMIS

Bridging the Gap works closely with the State's Homeless Programs Office, the ESG program administrator, to ensure that the Consolidated Plan and Annual Action Plan are completed accurately and represent local efforts in each rural county jurisdiction. As the responsible party for the homeless and special needs sections of the ConPlan, this planning consortium discusses subgrantee resource

utilization, funding prioritization, and performance standards. The CoC consistently partners with HPO to provide assistance to all jurisdictions with regard to the ConPlan development process. Annual Point In Time data is used to supplement and add context to the reporting along with performance, demographic, and subpopulation characteristics of specific counties and over the entire CoC.

BTG, in collaboration with DHS/HPO, elected to allocate the ESG grant by dedicating one percent (1%) to HMIS, five percent (5%) to State administration, and apportioning the remaining forty percent (40%) to emergency shelter operations and sixty percent (60%) to homelessness prevention and rapid re-housing activities. This allocation formula reflects BTG's greater emphasis on rapid re-housing and helping people to quickly regain stability in permanent housing after experiencing a housing crisis and homelessness. Homelessness prevention and rapid re-housing activities include financial assistance for rents, security deposit and utilities, and housing relocation and stabilization services. BTG elected to award HPRP funds to one agency each in Maui, Kauai and Hawaii counties. ESG funds for each component are distributed based on population ratios: Hawaii (50%); Maui (34%); and Kauai (16%). BTG has, over the course of multiple years, considered changes to the allocation ratios to each county, although a new formula has not yet been determined.

Data-driven performance standards are continually being updated and refined. These enhancements will allow the CoC to utilize outcome measures to determine funding levels for applicants. HPO persists in its efforts to develop a means to transform State funding determinations to more closely reflect performance standards and performance based funding as does HUD. While these systemic changes are ongoing, the mechanisms to achieve and maintain progress have been executed. The State acts as the lead agency for HMIS and administers all HMIS-related funding for BTG and Partners in Care (PIC), Oahu's CoC. A Data Committee meeting with representatives from both CoCs is convened monthly. Currently, BTG and PIC continue their collaboration to accomplish the full implementation a new HMIS solution which complies with HUD's data standards.

BTG has also benefitted greatly from recent HUD technical assistance (TA) with HMIS, performance measures, evaluation criteria, CoC operations, and guidance in creating policies and procedures. As of this writing, HPO and BTG are coordinating a series of technical assistance trainings on each island with Technical Assistance Collaborative (TAC), through the sponsorship of HUD's Honolulu Field Office. The planned scope of work for the 2016 TA is to include:

- A review of CoC Governance and Operations: review existing documents for compliance and provide feedback to each County
- BTG Monitoring Policy
- BTG Monitoring Forms
- BTG Risk Matrix
- BTG performance standards

Delivery of a workshop on coordinated entry:

- Coordinated Entry (CE) 101+; define some common terms of CE systems and what a model CE system looks like
- Discuss what is currently happening with CE in Hawaii (and will ultimately roll up into BTG)
- Discuss vets@home TA and how it complements the CE TA
- Design a plan and next step implementation timeline for the Hawaii CE system

2. Agencies, groups, organizations and others who participated in the process and consultations

Table 2 – Agencies, groups, organizations who participated

Identify any Agency Types not consulted and provide rationale for not consulting

Other local/regional/state/federal planning efforts considered when preparing the Plan

Name of Plan	Lead Organization	How do the goals of your Strategic Plan overlap with the goals of each plan?
Continuum of Care		

Table 3 - Other local / regional / federal planning efforts

Narrative

County agencies, in collaboration with the local CoC and service providers, contribute greatly to the plan to end homelessness in their jurisdictions. Major efforts are described below:

Kauai County’s HOME program, in partnership with Kauai Community Alliance, anticipates implementing a Tenant Based Rental Assistance (TBRA) program. This program will provide subsidies to assist up to 15 homeless families with minor children with security deposits, utility deposits and rents for up to 24 months. Execution of this program is subject to County Council and HUD appropriations/approval.

Kauai County, in partnership with the Kauai Economic Opportunity (KEO), has requested funds to increase the capacity at its Homeless Emergency and Transitional Shelter from 19 to 39 beds with funds from the CDBG Program and the County’s General Fund. The County, through its CDBG program is providing funds to purchase 10-double bunk beds and 20-storage lockers. Pre-award of funds for this project is being requested through the County Council and HUD, and is contingent on funding appropriation and approval.

Kauai County’s CDBG program has selected several agencies for award for the PY 2016 CDBG cycle. Programs include substance abuse services, job training, and financial education. Currently, the County is in its comment period and is scheduled to go before the Council in April; all award selections are subject to Council and HUD appropriation/approval.

AP-12 Participation - 91.115, 91.300(c)

1. Summary of citizen participation process/Efforts made to broaden citizen participation Summarize citizen participation process and how it impacted goal-setting

In developing the Consolidated Plan and PY2016 Annual Action Plan, a series of public hearings were held in each of the counties to solicit input on housing needs and priorities. For PY2016, public hearing notices were published in regional newspapers and in the Honolulu Star-Advertiser (a newspaper of general circulation) in September and October, 2015. Public hearings were held in October and November, 2015 in Kailua-Kona and Hilo (County of Hawaii), Wailuku (County of Maui), Lihue (County of Kauai), and in Honolulu, City and County of Honolulu. Each of the counties also held public hearings, first to gather input on the needs and priorities of the Consolidated Plan and PY2016 Annual Action Plan, and subsequently to accept public comment on their respective draft PY2016 Annual Action Plans.

In March, 2016, HHFDC published public notices to solicit comments through April 16, 2016 on the draft PY2016 Annual Action Plan. The public notice and copies of the draft Annual Action Plan were available for review at regional libraries, the county housing offices, the offices of DHS-BESSD and HHFDC, and on HHFDC's website at www.hawaii.gov/dbedt/hhfdc.

Citizen Participation Outreach

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/ attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
1	Public Hearing	Non-targeted/ broad community	<p>Public hearings in each county were well-attended by members of the public, nonprofits, government agencies, council representatives, and interested parties. Affordable housing, both rental and homeownership, are needed across all counties. More support for persons who are homeless or disabled was also a great need across all counties. Families with incomes at or below 30% to 80% AMI have the greatest need for affordable housing. All counties reported an unmet need for affordable rentals for seniors and families.</p>	<p>Members of the public attending the public hearings provided the following comments: Affordable housing and transportation for persons with disabilities is needed; housing agencies must work with other agencies to provide housing near to transportation and employment opportunities. Universal design incorporated into the construction of housing can lower costs of providing accessible, affordable housing. Educating landlords on the benefits of participating in HUD programs will increase awareness and may help to get units rented to people holding HUD vouchers. Self-help homeownership housing is much less costly than the traditional construction of homes, and will provide more affordable homeownership opportunities. Affordable housing for elderly is needed, close to affordable, accessible transportation.</p>		

Table 4 – Citizen Participation Outreach

Expected Resources

AP-15 Expected Resources – 91.320(c)(1,2)

Introduction

HHFDC and its neighbor island partners will use the annual HOME allocation to promote decent, affordable housing, strengthen communities, and increase homeownership opportunities. HOME funds will be used for the construction of new or rehabilitation of existing affordable rental housing and for-sale housing, for tenant based rental assistance, for the development of transitional housing for the homeless, provide development funds for affordable homeownership projects using a self-help building method, provide downpayment/closing cost assistance and gap loans through various county homebuyer loan programs, and provide homebuyer education and counseling sessions.

DHS/HPO and its partners will strengthen communities through its use of annual ESG and HOPWA funds. ESG funds will be used for operations funding for emergency shelters, and for homelessness prevention and rapid re-housing activities. HOPWA funds will be used to provide housing information and rent/deposit assistance service and support services, and to fund a portion of the market rental unit costs for homeless and homeless-at-risk persons with HIV/AIDS.

HHFDC anticipates the implementation of its Housing Trust Fund program in PY2016, subject to available funding. HHFDC anticipates receiving approximately \$3,000,000 under the HTF program. Given the funding levels of the HTF program, HHFDC will focus its HTF solely on rental housing activities for households with incomes at or below 30% AMI. HHFDC plans to allocate 50% annually to the City and County of Honolulu. The remaining 50% will be rotated between the three neighbor island counties on the same rotation being implemented for the HOME program. For PY2016, the County of Kauai will

receive 50% of the allocation. HHFDC's HTF allocation plan is attached.

Anticipated Resources

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Reminder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
HOME	public - federal	Acquisition Homebuyer assistance Homeowner rehab Multifamily rental new construction Multifamily rental rehab New construction for ownership TBRA	3,023,348	914,449	531,325	4,469,122	9,000,000	The County of Kauai will receive the 2016 HOME allocation, & plans to undertake:
HOPWA	public - federal	Permanent housing in facilities Permanent housing placement Short term or transitional housing facilities STRMU Supportive services TBRA	208,047	0	0	208,047	471,953	HOPWA funds will be utilized for tenant based rental assistance, short- term rent, mortgage, utility assistance, supportive services, housing placement and administrative costs.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Reminder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
ESG	public - federal	Conversion and rehab for transitional housing Financial Assistance Overnight shelter Rapid re-housing (rental assistance) Rental Assistance Services Transitional housing	439,415	0	0	439,415	1,160,585	ESG funds will be utilized for shelter operation costs and homelessness prevention/rapid re-housing activities including rent, security deposit and utility assistance, and support services.
Continuum of Care	public - federal	Permanent housing in facilities Permanent housing placement Rental Assistance Services Supportive services TBRA	1,600,000	0	0	1,600,000	4,800,000	CoC funds are utilized for tenant or sponsor-based rental assistance and support services for those who are homeless with serious mental illness, or co-occurring serious mental illness and substance abuse or other disabling condition. Funds are also utilized for leasing and operation costs for permanent supportive housing facilities; and support services for victims of domestic abuse.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Reminder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
Housing Trust Fund	public - federal	Acquisition Multifamily rental new construction Multifamily rental rehab	3,000,000	0	0	3,000,000	9,000,000	HTF activities will be selected by the County of Kauai and the City and County of Honolulu (HHFDC's subgrantees). The selected activities will be incorporated into this AAP by substantial amendment.
Other	public - state	Financial Assistance Permanent housing placement Rental Assistance Services	2,500,000	0	0	2,500,000	750,000	The State will provide funds to contracted agencies to assist eligible families and housing voucher holders to secure and retain permanent housing.
Other	public - state	Financial Assistance Supportive services	500,000	0	0	500,000	1,500,000	Contracted agencies will provide emergency grants to benefit homeless and at-risk individuals and/or families to obtain or retain housing. Assistance includes rental deposits, rents, utility deposits and costs, and immediate needs such as food/supplies, medical needs, child and dependent care costs.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Reminder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
Other	public - state	Overnight shelter Services Short term or transitional housing facilities	13,500,000	0	0	13,500,000	40,500,000	Contracted agencies for emergency and/or transitional shelters provide a secure environment where homeless individuals and families can stabilize their lives, address their needs and strengthen their economic situation.
Other	public - state	Permanent housing placement Rental Assistance Services Supportive services	1,500,000	0	0	1,500,000	4,500,000	Provide services for those who are unsheltered, most vulnerable, and chronically homeless to move into sustainable, permanent housing with necessary support services to maintain housing and prevent recidivism back into homelessness.
Other	public - state	Services Supportive services Other	2,194,000	0	0	2,194,000	6,582,000	The State Homeless Outreach Program contracts with various agencies to provide comprehensive geographic coverage of the State's four counties Oahu, Maui, Kauai and Hawaii.

Table 5 - Expected Resources – Priority Table

Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied

HOME program funds will be used for TBRA and to assist in the development of affordable rental housing and affordable homeownership housing. Projects utilizing HOME funds have historically leveraged HOME to secure other state and federal funding such as USDA, Low-income Housing Tax Credits, and Rental Housing Trust Funds, in addition to forgone taxes, fees and charges. It is anticipated that projects will continue to seek other local, state and federal funding to satisfy the matching funds requirement of the HOME program; the State Recipients have banked more than \$13.9M in match as of 06/30/2015.

To satisfy the anticipated matching funds requirement under the ESG program, DHS/HPO will provide state funds to agencies in the Counties of Hawaii, Kauai and Maui by contracting for services under the State Homeless Shelter Program, Outreach, Emergency Grants Programs, Housing First, and State TANF funded Housing Placement Program. Additional funds are also expected under the federal Continuum of Care Homeless Assistance programs (formerly known as Shelter Plus Care and Supportive Housing Program).

Given the extremely low-income households targeted by HHFDC's HTF program, it is anticipated that HTF activities will be used in projects leveraging other funds, such as HHFDC's Low-Income Housing Tax Credits or Rental Housing Revolving Fund.

If appropriate, describe publically owned land or property located within the jurisdiction that may be used to address the needs identified in the plan

n/a

Discussion

Annual Goals and Objectives

AP-20 Annual Goals and Objectives – 91.320(c)(3)&(e)

Goals Summary Information

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
1	HP-1 Emergency Shelter Operations	2015	2019	Homeless	Rural Counties	Unsheltered Homeless Transition to Permanent Housing Rapid Re-housing Coordinated Entry System	ESG: \$126,911	Homeless Person Overnight Shelter: 1760 Persons Assisted
2	HP-2 Domestic Violence Emergency Shelter	2015	2019	Non-Homeless Special Needs	Rural Counties	Victims of Domestic Violence Coordinated Entry System	ESG: \$38,309	Homeless Person Overnight Shelter: 620 Persons Assisted
3	HP-3 HOPWA Support Services	2015	2019	Non-Homeless Special Needs		Services for Persons with HIV/AIDS HIV/AIDS Housing Assistance Coordinated Entry System	HOPWA: \$53,115	Public service activities other than Low/Moderate Income Housing Benefit: 480 Persons Assisted
4	HP-4 Transition to Permanent Housing	2015	2019	Homeless	Rural Counties	Unsheltered Homeless Victims of Domestic Violence Transition to Permanent Housing Rapid Re-housing Coordinated Entry System	ESG: \$165,220	Other: 580 Other
5	HP-4a Rapid Re-housing Financial Assistance	2015	2019	Homeless	Rural Counties	Unsheltered Homeless Rapid Re-housing Coordinated Entry System	ESG: \$104,089	Tenant-based rental assistance / Rapid Rehousing: 54 Households Assisted
6	HP-4b Rapid Re-housing Support Services	2015	2019	Homeless	Rural Counties	Rapid Re-housing Coordinated Entry System	ESG: \$49,566	Tenant-based rental assistance / Rapid Rehousing: 79 Households Assisted
7	HP-4c Homelessness Prevention Financial Assistance	2015	2019	At Risk of Homelessness	Rural Counties	Homelessness Prevention Coordinated Entry System	ESG: \$69,392	Homelessness Prevention: 30 Persons Assisted
8	HP-4d Homelessness Prevention Support Services	2015	2019	At Risk of Homelessness	Rural Counties	Homelessness Prevention	ESG: \$24,783	Homelessness Prevention: 30 Persons Assisted

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
9	HP-4e Homeless Management Information System	2015	2019	Homeless Non-Homeless Special Needs	Rural Counties	Unsheltered Homeless Services for Persons with HIV/AIDS Transition to Permanent Housing Rapid Re-housing Homelessness Prevention HIV/AIDS Housing Assistance Coordinated Entry System	ESG: \$4,394	Other: 0 Other
10	HP-5 HOPWA Housing Financial Assistance	2015	2019	Non-Homeless Special Needs		Services for Persons with HIV/AIDS HIV/AIDS Housing Assistance	HOPWA: \$117,711	Tenant-based rental assistance / Rapid Rehousing: 15 Households Assisted
11	HP-6 Administration	2015	2019	Homeless Non-Homeless Special Needs	Rural Counties	Unsheltered Homeless Victims of Domestic Violence Services for Persons with HIV/AIDS Transition to Permanent Housing Rapid Re-housing Homelessness Prevention HIV/AIDS Housing Assistance	HOPWA: \$6,241 ESG: \$21,971	Other: 0 Other
12	HP-7 Coordinated Entry System	2015	2019	Homeless Non-Homeless Special Needs	Rural Counties	Unsheltered Homeless Victims of Domestic Violence Services for Persons with HIV/AIDS Transition to Permanent Housing Rapid Re-housing HIV/AIDS Housing Assistance Coordinated Entry System	Continuum of Care: \$21,000	Other: 800 Other
13	HR-1 New Construction/Rehab - Rental Hsg	2018	2019	Affordable Housing	Rural Counties	Rental Housing	HOME: \$2,292,511	Rental units constructed: 24 Household Housing Unit
14	HR-2 Tenant Based Rental Assistance	2015	2019	Affordable Housing	Rural Counties	Unsheltered Homeless Victims of Domestic Violence Transition to Permanent Housing Rental Housing	HOME: \$334,987	Tenant-based rental assistance / Rapid Rehousing: 15 Households Assisted

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
15	HO-2 Self Help Housing	2015	2019	Affordable Housing	Rural Counties	Affordable Homeownership Opportunities	HOME: \$1,539,290	Homeowner Housing Added: 9 Household Housing Unit
16	HA-1 Program Administration	2015	2019	Administration	Rural Counties	Fair Housing Planning and Administration	HOME: \$302,334	

Table 6 – Goals Summary

Goal Descriptions

1	Goal Name	HP-1 Emergency Shelter Operations
	Goal Description	Unsheltered homeless need a safe place to sleep. Provide operations funding to providers of emergency shelters for the unsheltered (Maui, Kauai and Hawaii).
2	Goal Name	HP-2 Domestic Violence Emergency Shelter
	Goal Description	Persons fleeing from domestic violence need a safe place to sleep. Provide operations funding to providers of emergency shelters for victims of domestic violence.
3	Goal Name	HP-3 HOPWA Support Services
	Goal Description	Persons with HIV/AIDS need services to achieve housing stability. Provide housing information and rent/deposit assistance and other supportive services to persons with HIV/AIDS in the counties of Hawaii, Kauai and Maui.
4	Goal Name	HP-4 Transition to Permanent Housing
	Goal Description	The homeless are not able to find affordable rentals. Agencies funded by ESG Shelter Operations will include transitioning homeless persons to permanent housing as an integral activity (Hawaii, Kauai and Maui).
5	Goal Name	HP-4a Rapid Re-housing Financial Assistance
	Goal Description	Provide financial assistance to individuals and families who lack a fixed, regular and adequate nighttime residence to achieve housing stability in permanent housing.
6	Goal Name	HP-4b Rapid Re-housing Support Services
	Goal Description	Provide housing relocation and stabilization services (case management, housing search and placement, legal services, landlord mediation, etc.) to achieve housing stability in permanent housing.
7	Goal Name	HP-4c Homelessness Prevention Financial Assistance
	Goal Description	Prevent homelessness by providing financial assistance to persons and families at risk of homelessness.
8	Goal Name	HP-4d Homelessness Prevention Support Services
	Goal Description	Prevent homelessness by providing housing relocation and stabilization services (case management, legal services, mediations, etc.).
9	Goal Name	HP-4e Homeless Management Information System
	Goal Description	Funding for the administration and operation of the Homeless Management Information System HMIS).

10	Goal Name	HP-5 HOPWA Housing Financial Assistance
	Goal Description	Provide funds to pay a portion of the market rental unit costs of homeless and persons at risk of homelessness with HIV/AIDS through tenant based rental assistance.
11	Goal Name	HP-6 Administration
	Goal Description	Ensure appropriate, effective and efficient use of ESG and HOPWA funds.
12	Goal Name	HP-7 Coordinated Entry System
	Goal Description	Agencies funded by ESG and HOPWA will utilize VI-SPDAT, a common assessment tool to ensure those with greatest needs are prioritized for assistance.
13	Goal Name	HR-1 New Construction/Rehab - Rental Hsg
	Goal Description	The County of Kauai will use approximately \$2,267,511 in PY2016 HOME funds to construct 136 affordable rental units in the Ko'ae Workforce Housing Development project in Koloa, Kauai. Eight of the units will be HOME-assisted and targeted to households with incomes at or below 80% of Kauai's median income.
14	Goal Name	HR-2 Tenant Based Rental Assistance
	Goal Description	The County of Kauai intends to use approximately \$309,987 in prior years' HOME funds for its TBRA program, serving approximately 13-15 homeless families with minor children in the County of Kauai, for up to 24 months. The County of Hawaii plans to use an anticipated \$25,000 in program income for its TBRA program. Its current administrative rules allow for eligible tenants to be selected from its Section 8 program wait list, with preferences to certain categories of households, including those affected by natural disaster, government action, domestic violence, homelessness, and terminal illness, among others.
15	Goal Name	HO-2 Self Help Housing
	Goal Description	In PY2016, the County of Kauai intends to use approximately \$453,503 of PY2016 HOME CHDO funds, prior years' HOME funds of \$221,338, and \$864,449 in anticipated HOME program income for its Ele'ele Iluna II project. The project is a self-help homeownership project, expected to produce an estimated 59 affordable homeownership units, 9 of which will be HOME-assisted
16	Goal Name	HA-1 Program Administration
	Goal Description	

Table 7 – Goal Descriptions

AP-25 Allocation Priorities – 91.320(d)

Introduction

The State's HOME, ESG, and HOPWA Program funds will be used in the State of Hawaii, particularly in the Counties of Hawaii, Kauai and Maui. Although most projects and activities will benefit areas of minority concentration, funds will not be specifically targeted for that sole purpose. HHFDC annually receives funding from HUD under the HOME program. Since the City and County of Honolulu receives its own HOME Program allocation, HHFDC elects to give preference in the allocation of its HOME funds to the counties of Hawaii, Kauai and Maui, as "State Recipients," under an annual rotation between the

three counties. The HOME funds will be utilized to address the priority needs and objectives identified in the State’s Consolidated Plan. State Recipients do not allocate their HOME funds based on geographic areas. In general, the HOME funds are allocated through a Request for Proposal or application process, which ranks and rates projects for program eligibility, need, and meeting the Consolidated Plan priorities, objectives, and performance measures. Should a State Recipient choose not to (or, based on the HHFDC’s determination, is unable to) administer their regular HOME program funds, such as program income or CHDO or other set-aside, the funds may be administered directly by HHFDC or reallocated to other State Recipients. Any HOME funds returned to HHFDC, whether declined, released or recaptured from a State Recipient, will be placed in eligible projects which best meet the HOME priority needs and objectives in the following order of priority: 1. Re-allocated to a State Recipient other than the one from which the funds are being released or recaptured; 2. Awarded through a competitive selection process, with preference give to projects located outside of the City and County of Honolulu; or 3. Invested in a HHFDC project located throughout the State. HHFDC will retain five percent of the allowable administrative funding to cover program administrative expenses.

HHFDC permits the counties to use other HOME funds, such as program income and/or recaptured funds, for eligible activities or projects. Should HOME funds become available from cancelled or completed projects, or through the receipt of program income, such funds may be reprogrammed to any open HOME-assisted Action Plan project in accordance with the State’s Citizen Participation Plan. To encourage the counties to invest more of their HOME funds into activities that generate program income, such as loan programs, HHFDC allows the counties to use up to 10 percent of program income received to help cover administrative costs associated with increased activities funded with program income, subject to HHFDC’s approval.

The Department of Human Services (DHS) Homeless Programs Office (HPO) receives annual formula allocations of the ESG and HOPWA grants, and administers both programs for the counties of Hawaii, Kauai and Maui. In PY2016, the State anticipates receiving approximately \$439,415 in ESG funds, to meet the Consolidated Plan objectives of strengthening communities and promoting decent affordable housing. In addition, the State anticipates receiving \$208,047 in HOPWA funds which will be utilized to promote decent, affordable housing and suitable living environments for persons with HIV/AIDS.

Funding Allocation Priorities

	HP-1 Emerg ency Shelte r Opera tions (%)	HP-2 Dome stic Viole nce Emer gency Shelte r (%)	HP-3 HOP WA Supp ort Servi ces (%)	HP-4 Transi tion to Perma nent Housi ng (%)	HP-4a Rapid Re- housi ng Financ ial Assist ance (%)	HP- 4b Rapi d Re- hous ing Supp ort Servi ces (%)	HP-4c Homele ssness Prevent ion Financi al Assistan ce (%)	HP-4d Homele ssness Prevent ion Suppor t Servi ces (%)	HP-4e Homele ss Manage ment Informa tion System (%)	HP-5 HOPWA Housin g Financi al Assista nce (%)	HP-6 Admini stratio n (%)	HP-7 Coordi nated Entry System (%)	HR-1 New Constru ction/R ehab - Rental Hsg (%)	HR-2 Tenant Based Rental Assista nce (%)	HO-2 Self Help Housi ng (%)	HA-1 Progra m Admini stratio n (%)	Total (%)
HOME	0	0	0	0	0	0	0	0	0	0	0	0	51	7	35	7	100
HOPWA	0	0	20	0	0	0	0	0	1	70	7	2	0	0	0	0	100
ESG	25	4	0	10	25	9	15	9	1	0	0	2	0	0	0	0	100

Continuum of Care	0	0	0	87	0	0	0	0	2	0	7	4	0	0	0	0	100
Housing Trust Fund	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Housing First Program	0	0	0	90	0	0	0	0	3	0	0	7	0	0	0	0	100
Other Housing Placement Program	0	0	0	25	45	20	10	0	0	0	0	0	0	0	0	0	100
Other State Homeless Emergency Grants Program	0	0	0	0	50	10	35	5	0	0	0	0	0	0	0	0	100
Other State Homeless Shelter Program	55	5	0	20	0	15	0	0	0	0	0	5	0	0	0	0	100
Other State Outreach Program	0	3	0	35	20	20	2	2	8	0	0	10	0	0	0	0	100

Table 8 – Funding Allocation Priorities

Reason for Allocation Priorities

Testimony at public hearings support the need for affordable housing, both rental and homeownership, statewide. HHFDC’s 2014 Rental Housing update cited the need for more than 64,000 housing units by 2020; of this amount 43,000 of this need are for families earning 80% or less of the area median income. The HOME program will fund affordable rental units for families and special needs populations, tenant based rental assistance, affordable homeownership opportunities, county homebuyer loan programs, and homebuyer education, all serving families with incomes of 80% or less of the area median income.

The Continuum of Care (CoC) for the rural counties, Bridging the Gap (BTG), and the DHS/HPO have determined that Emergency Solutions Grant funds for PY2016 will be allocated at approximately one percent for Homeless Management Information System (HMIS) costs and allowable five percent for administrative fees for DHS /HPO. BTG elected to allocate the remaining ESG grant funds by apportioning forty percent (40%) to emergency shelter operations and sixty percent (60%) to homelessness prevention and rapid re-housing activities. Within the HPRP component, approximately forty percent (40%) will be apportioned to homeless prevention and sixty percent (60%) to rapid re-housing. This allocation formula reflects the CoC's deep commitment to providing financial

assistance and support services to retain or obtain permanent housing. Preference will be given to rapid re-housing activities targeted to individuals and families living on the street or in shelters. Homelessness prevention and rapid re-housing activities include financial assistance for rents, security deposit and utilities, and housing relocation and stabilization services. Agencies that are awarded funding will be allowed a maximum of 2.5% in administrative fees.

One hundred percent (100%) of the ESG funds for emergency shelters will be allocated to operational costs. These funds are instrumental in supplementing the State's Shelter Program grants. The State has been slowly revising contractual requirements for agencies providing emergency shelters in an effort to reflect a Housing First modality. For example, tracking the length of stay for clients, promoting (and eventually incentivizing) shorter lengths of stay, focusing services on permanent housing and housing stability as the goal.

One provider will serve as a centralized administrative agency to provide HOPWA-funded activities, such as tenant-based rental assistance (TBRA), short-term rental, mortgage and utility (STRMU) payments, permanent housing placement, and supportive services, for persons living with HIV/AIDS in the Counties of Hawaii, Kauai and Maui. Maui AIDS Foundations will serve as the lead agency and sponsor in collaboration with Malama Pono and Hawaii Island HIV/AIDS Foundation. The State will retain three percent (3%) of the grant for administration. Of the remainder, approximately seventy-five percent (75%) of the funds will be allocated to financial assistance for housing through TBRA, STRMU, and permanent housing placement support. Roughly eighteen percent (18%) of the funds will be allocated to supportive services, and seven (7%) for the agency's administrative costs. This apportionment reflects the priority of permanent housing through prevention and rapid re-housing assistance.

How will the proposed distribution of funds will address the priority needs and specific objectives described in the Consolidated Plan?

In accordance with HHFDC's annual rotation of HOME funds, its PY2016 HOME allocation will be distributed to the County of Kauai. The County of Kauai will use its regular HOME funds of \$2,267,511 to provide affordable rental housing in its Koae Workforce Housing Development project. It plans to use its CHDO reserve, prior years' uncommitted funds, and anticipated program income, totaling \$1,539,290, to provide affordable homeownership opportunities in its Ele'ele Iluna, Phase II, self-help project. The County of Kauai will use additional prior years' uncommitted funds for its tenant-based rental assistance program targeting low- and very low-income households in the County of Kauai, with preference for homeless families with minor children.

The County of Maui anticipates receiving approximately \$25,000, which will be used for its Kulamalu project, an affordable rental housing project in Pukalani. The County of Hawaii anticipates receiving \$25,000 in program income, which will be used for its TBRA program serving low-income and very low-income families within the County of Hawaii.

One of the State's objectives in expending ESG funds is to strengthen communities through homelessness prevention for those at risk of homelessness, and rapid re-housing activities targeted to individuals and families living on the streets or in homeless shelters. Under a Request for Interest (RFI) process, the DHS/HPO awarded approximately \$247,830 in anticipated funds to agencies to provide

homelessness prevention and rapid re-housing activities in the neighbor island counties of Kauai, Hawaii and Maui.

The remaining anticipated ESG funds of approximately \$165,220 will be used for operations of emergency shelters for the unsheltered homeless and victims of domestic violence. To achieve DHS/HPO's second objective of promoting decent, affordable housing, providers will include transitioning homeless persons to permanent housing as an integral activity.

The State will retain one per cent (\$4,394) for HMIS, and five per cent (\$21,971) for costs related to the effective administration of the program.

The State anticipates receiving approximately \$208,047 in HOPWA funds for PY16. HOPWA funds will both strengthen communities and promote decent affordable housing by providing housing information, rent or deposit assistance, and other supportive services to persons with HIV/AIDS who are homeless or at risk of homelessness.

In collaboration with BTG, DHS/HPO issued an RFI for one provider to serve as a centralized administrative agency to provide HOPWA-funded activities, such as tenant-based rental assistance, short-term rental, mortgage and utility payments, permanent housing placement, and supportive services, for persons living with HIV/AIDS in the Counties of Hawaii, Kauai and Maui.

DHS/HPO awarded its anticipated PY16 HOPWA funds of \$201,806 to the Maui AIDS Foundation, which will act as lead agency/sponsor and work collaboratively with agencies in all three of the neighbor island counties to attain the Consolidated Plan objectives of strengthening communities and promoting decent affordable housing. HOPWA funds will be utilized for tenant-based rental assistance (TBRA); short-term rent mortgage utility (STRMU); and permanent housing support and services. The State will retain \$6,241 for administrative costs.

AP-30 Methods of Distribution – 91.320(d)&(k)

Introduction

The State's HHFDC administers the HOME Program and HTF Program. The state's Homeless Programs Office of the Department of Human Services - Benefits, Employment and Support Services Division (HPO), administers the ESG and HOPWA programs.

The City and County of Honolulu (City) receives its own allocation of HOME, ESG and HOPWA, so HHFDC and HPO distribute the state's HOME, ESG and HOPWA funds to the neighbor island counties of Hawaii, Kauai and Maui through their respective processes. The City does not receive a HTF allocation, so HHFDC will allocate funds to the City as well as the neighbor island counties.

Distribution Methods

Table 9 - Distribution Methods by State Program

1	State Program Name:	Hawaii
	Funding Sources:	HOPWA HOME ESG Continuum of Care Housing Trust Fund Housing First Program

<p>Describe the state program addressed by the Method of Distribution.</p>	<p>HHFDC distributes its HOME allocation annually on a rotating basis between the Counties of Hawaii, Kauai and Maui. In prior years, the three neighbor island counties annually received a pro-rated share of the HOME allocation, requiring them to "save up" before enough funds were available to proceed. This resulted in slow or delayed expenditure of HOME funds, and "red flags" from HUD. To address the issue, HHFDC instituted the rotation of the full annual allocation between the three neighbor island counties. The County of Kauai will receive the PY2016 allocation, the County of Maui will receive it in PY2017, and the County of Hawaii in PY2018.</p> <p>In PY2016, HHFDC anticipates the implementaton of the new Housing Trust FUnd program; HHFDC will annually allocate 50% of its HTF funds to the City and County of Honolulu and 50% to the neighbor island county in the HOME rotation to receive HOME funds that year. For PY2016, since the County of Kauai will receive the HOME funds, it will also receive 50% of the HTF allocation, to be used for the production or preservation of affordable rental housing for families with incomes at or below 30% AMI.</p> <p>The State's HPO annually issues a Request for Information for its ESG and HOPWA program funds, soliciting providers to serve the Counties of Hawaii, Kauai and Maui. The RFI requires ESG applicants to submit work plans that identify clear gloals, objectives and outcomes for the ESG Shelter Operations program and the ESG Homelessness Prevention and Rapid Re-Housing Program. The HOPWA RFI is posted simultaneously.</p>
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<p>Describe all of the criteria that will be used to select applications and the relative importance of these criteria.</p>	<p>HHFDC does not select applicants for the HOME program, but rotates its HOME funds to one of the three neighbor island counties, or State Recipients, who do. In general, State Recipients issue Requests for Proposals or applications in their county to solicit entities that can help meet its goals and objectives - the two main objectives are the development or preservation of affordable rental housing and affordable homeownership housing. Criteria generally used to select applicants include the housing need being met by the proposal; the applicant's specialized experience, capacity and budget reasonableness; the project's readiness to proceed; and a project's leveraging of other resources.</p> <p>HHFDC will annually subgrant its HTF funds to the City and County of Honolulu and one of the neighbor island counties. Like HOME, HTF activities will be selected by the counties, using an RFP or application process. Selection criteria includes factors such as timeliness, readiness to proceed, the extent to which an activity meets the priorities of the Consolidated Plan, developer experience and financial capacity, financial feasibility of the project, and leveraging.</p> <p>The CoC and HPO provides assistance to ESG recipients across all entitlement jurisdictions. DHS/HPO administers ESG funding procured through an objective Request for Interest (RFI) process on behalf of all rural chapters. Each local chapter is represented in the decision making process through designated chairs and county government personnel on the BTG leadership team.</p> <p>Embedded in the RFI evaluation process are a number of performance criteria that aid the CoC in maximizing the ESG funding allocation, including BTG's emphasis on permanent housing and helping people quickly regain stability after experiencing a housing crisis. Additionally, ESG applicants are evaluated based on completeness of the application, experience, expenditure rates, monitoring findings, performance data, financial feasibility, CoC participation, and clear goals/objectives/outcomes. HMIS data and national best practices are being examined more frequently by the CoC to determine appropriate ESG funding allocations.</p>
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<p>If only summary criteria were described, how can potential applicants access application manuals or other state publications describing the application criteria? (CDBG only)</p>	
<p>Describe the process for awarding funds to state recipients and how the state will make its allocation available to units of general local government, and non-profit organizations, including community and faith-based organizations. (ESG only)</p>	<p>The Department of Human Services posts a Request for Information (RFI) on the State Procurement Office (SPO) website. Publication on a public website allows the State to reach a wide variety of interested stakeholders including non-profit, private community and faith-based organizations. Additionally, the notice of publication is delivered through each local chapter listserv. The RFI is created in such a way that does not preclude applications by providers that have no previous history of CoC funding.</p> <p>The RFI requires work plan forms to identify clear goals, objectives and outcomes for two distinct programs: ESG Shelter Operations and ESG Homelessness Prevention and Rapid Re-housing.</p> <p>Applications are competitive and evaluated by a team consisting of individuals with no conflict of interest, representing each of the three CoC county chapters and the State. In general, applications are scored based on the criteria listed above. The evaluation committee selects the awardees (usually agencies scoring 80% or higher). HPO submits a combined proposal on behalf of the ESG/HOPWA awardees through the related sections of the Annual Action Plan to the Hawaii Housing Finance and Development Corporation (HHFDC). After a grant agreement is executed with HUD, DHS/HPO executes contracts with the selected provider agencies. The award list is posted on the SPO website as contracts are executed.</p>
<p>Identify the method of selecting project sponsors (including providing full access to grassroots faith-based and other community-based organizations). (HOPWA only)</p>	<p>The Housing Opportunities for Persons with AIDS (HOPWA) RFI is simultaneously posted with the ESG RFI, and follows the same process. Eligible applicants (provider agencies) submit their project information in strict accordance to the RFI requirements within the specified deadline. Maui AIDS Foundation was selected to administer the HOPWA program in collaboration with agencies on the islands of Hawaii and Kauai to provide services and assistance to persons with HIV/AIDS.</p>

<p>Describe how resources will be allocated among funding categories.</p>	<p>HOME funds will be allocated by State Recipients, to eligible projects in all categories. HTF funds will be allocated by HHFDC's Subgrantees, to eligible rental housing projects.</p> <p>BTG, in collaboration with DHS/HPO, elected to allocate the ESG grant by dedicating one percent (1%) to HMIS, five percent (5%) for State administrative costs, and apportioning the remaining 40% to ESG shelter operations and 60% to homelessness prevention and rapid re-housing (HPRP) activities. Within the HPRP program, funding is allocated at minimally 60% to rapid re-housing and 40% to homelessness prevention. These allocation decisions reflected BTG's greater emphasis on permanent housing and helping people quickly regain stability after experiencing a housing crisis.</p> <p>HOPWA funds will be awarded to the Maui AIDS Foundation as the administrative lead agency. Funds will be dispersed in the counties of Hawaii, Kauai and Maui. Approximately 60% will be used for market rental unit costs for homeless and homeless-at-risk persons with HIV/AIDS, and 30% will be used for housing information and rent/deposit assistance services and other supportive services to persons with HIV/AIDS. 10% is set aside for administration of the programs.</p>
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<p>Describe threshold factors and grant size limits.</p>	<p>In general, HHFDC's State Recipients for the HOME Program issue Requests for Proposals or applications to solicit eligible activities. Selected proposals are limited to the aggregate total that does not exceed the annual HOME allocation. Fifteen percent of the HOME allocation is set aside for Community Development Organizations, and ten percent of the HOME allocation may be used for administration of the program. Each of the State Recipients establishes their threshold factors. Generally, proposals competing for HOME funds are evaluated on the extent to which a proposal meets the needs and objectives of the HOME program and community's needs, experience and capacity of the applicant, and leveraging.</p> <p>Like the HOME program, HHFDC's Subgrantees under the HTF program will, in general, issue RFPs or applications to solicit eligible activities. Selected proposals are limited to the aggregate total that does not exceed the annual HTF allocation. Ten percent of the HTF allocation may be used for administration of the program. In selecting HTF activities, subgrantees will consider factors such as timeliness and readiness to proceed; the extent to which a project meets rental housing objectives for both the county and HHFDC; developer experience and capacity; financial feasibility; and use of non-federal funding sources.</p> <p>Limited, existing ESG and HOPWA awards are insufficient to meet demand. The CoC saw a spike in both the total and unsheltered 2015 Point in Time counts when comparing the previous two years, but funding for ESG has not increased in proportion to need. DHS distributes funds throughout the neighbor island counties, generally based on need and population size. HOPWA funds are allocated based on geographic need, unmet housing needs, and the acuity levels of program participants. The HOPWA Consolidated Annual Performance and Evaluation Report (CAPER) identifies multiple eligible households that have unmet housing subsidy assistance need.</p>
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<p>What are the outcome measures expected as a result of the method of distribution?</p>	<p>The four emergency shelter and two domestic violence shelter providers funded by ESG track and report on the output and outcomes, including as proposed in the categories below:</p> <ul style="list-style-type: none"> • Number of unduplicated participants who have completed the initial social service plan. • Number of unduplicated participants who participated in and completed programs that promote self-sufficiency including, but not limited to: education; job training; substance abuse and/or mental health treatment. • Number of unduplicated participants who retained employment for at least three (3) months. • Number of unduplicated participants who transitioned to permanent housing. • Number of unduplicated participants who retained permanent housing for at least six (6) months after exiting the ESG program. • Any additional data as may be required by the STATE or HUD. <p>The three providers receiving ESG HPRP funds in Hawaii, Kauai and Maui respectively are required to track and report output and outcomes, including those listed below:</p> <ul style="list-style-type: none"> • Number of unduplicated persons and households who have received short term rental assistance. • Number of unduplicated persons or households who have received medium term rental assistance. • Number of unduplicated persons or households who received security deposits. • Number of unduplicated persons or households who received utility deposits. • Number of unduplicated persons or households who received utility payment assistance. • Number of unduplicated persons or households who received moving cost assistance. • Number of unduplicated persons or households who received assistance with last month's rent. • Number of unduplicated persons or households who received assistance with rent arrears. • Number of unduplicated persons or households who received housing search services. • Number of unduplicated persons or households who received housing stability case management. • Number of unduplicated persons or households who received mediation/legal services related to housing. • Number of unduplicated persons or households who received credit repair and/or budgeting assistance.
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		<ul style="list-style-type: none"> • Number of unduplicated persons and households served during the quarter and cumulatively since grant execution, as determined by Housing Status at entry. • Expenditures during the quarter and cumulatively since grant execution by activity. • Expenditures during the quarter and cumulatively since grant execution by categories of assistance as determined by housing status at entry and service type. • Percentage of program participants stably housed at exit after receiving homeless prevention or rapid re-housing assistance. • Any additional data as may be required by the STATE or HUD.
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Discussion

AP-35 Projects – (Optional)

Introduction

HOME funds will provide decent, affordable housing and strengthen communities through the production and development of affordable rental housing, tenant-based rental assistance, and affordable homeownership opportunities and education.

National Housing Trust Fund program funds will provide decent, affordable rental housing and strengthen communities through the production and preservation of affordable rental housing serving extremely low-income households.

The Emergency Solutions Grant was authorized by Section 1503 of the Homeless Emergency Assistance and Rapid Transition to Housing (HEARTH) Act, signed into law on May 20, 2009 (Pub.L. 111-22). Formerly known as the Emergency Shelter Grant program, the program was re-named to signify a shift to permanent housing goals by funding homelessness prevention and rapid re-housing activities, in addition to emergency shelters.

HOPWA funds will both strengthen communities and promote decent affordable housing by providing housing information, rent or deposit assistance, and other supportive services to persons with HIV/AIDS who are homeless or at risk of homelessness.

#	Project Name
1	ESG16 Hawaii
2	HOPWA16 Maui AIDS Foundation
3	HOPW16 Hawaii DHS Admin
4	HOME 2016 - Koa'e Workforce Housing Development
5	HOME 2016 - Eleele Iluna Phase II - Increment 'B'
6	HOME 2016 - Tenant Based Rental Assistance Kauai
7	HOME 2016 - Administration - County of Kauai
8	HOME 2016 - Administration - HHFDC
9	HOME 2016 - Tenant Based Rental Assistance Hawaii
10	HOME 2016 - Kulamalu

Table 10 – Project Information

Describe the reasons for allocation priorities and any obstacles to addressing underserved needs

Since the City and County of Honolulu receives its own HOME program allocation, HHFDC has elected to distribute the State's HOME funds in the Counties of Hawaii, Kauai, and Maui, on an annual rotating basis. HOME funds will be utilized to address the priority needs and objectives identified in the State's Consolidated Plan. The Counties of Hawaii, Kauai and Maui have assigned a high priority to housing for all types of households with incomes under 80% of the area median income. Such priorities include activities that expand or preserve the supply of safe, decent and affordable rental housing, particularly rental housing for very low- and low-income families and special needs populations. Priorities also include the provision of TBRA, new construction or acquisition and/or rehabilitation of housing for first-

time homebuyers, county homebuyer loan programs, and homebuyer education.

The State's HTF funds will focus on the production and preservation of affordable rental housing for very low-income (50% AMI) and extremely low-income (30% AMI) families, in all four counties including the City and County of Honolulu.

While emergency shelters continue to provide essential services, obtaining permanent housing for the homeless and retaining housing for at-risk individual and families feature prominently in BTG's decision to place more emphasis on ESG HPRP. Rapid re-housing and prevention activities include financial assistance for rents, security deposit and utilities, and housing relocation and stabilization services. BTG elected to allocate HPRP funds to one agency each in Maui, Kauai and Hawaii counties. ESG funds for each component (Shelter and HPRP) are distributed based on population ratios: Hawaii (50%); Maui (34%); and Kauai (16%).

The Maui AIDS Foundation (MAF) is the HOPWA project sponsor/lead agency and will provide administrative management and accountability for the agencies which comprise the Neighbor Island HIV/AIDS Coalition (NIHAC): Maui AIDS Foundation, Malama Pono (MP), Health Services (Kauai), and Hawaii Island HIV/AIDS Foundation (HIHAF). HOPWA funds were distributed equitably throughout the counties based on geographic need, unmet needs and acuity levels of individuals/households. Major barriers in Hawaii include scarcity of living-wage jobs and the overall high cost of living, especially for housing. Demand for affordable housing in the CoC jurisdictions exceeds the supply of such units making Hawaii is one of the most expensive states in which to reside. Housing costs, for purchase or rent, are not reasonable for most middle-income wage earners, much less extremely low-income persons who often have other challenges. Additionally, the lack of dependable public transportation in the rural counties makes client access to services and jobs more difficult.

AP-38 Project Summary

Project Summary Information

Table 11 – Project Summary

1	Project Name	ESG16 Hawaii
	Target Area	
	Goals Supported	<p>HP-1 Emergency Shelter Operations HP-2 Domestic Violence Emergency Shelter HP-4 Transition to Permanent Housing HP-4a Rapid Re-housing Financial Assistance HP-4b Rapid Re-housing Support Services HP-4c Homelessness Prevention Financial Assistance HP-4d Homelessness Prevention Support Services HP-4e Homeless Management Information System HP-6 Administration HP-7 Coordinated Entry System</p>
	Needs Addressed	<p>Unsheltered Homeless Victims of Domestic Violence Transition to Permanent Housing Rapid Re-housing Homelessness Prevention Coordinated Entry System</p>
	Funding	<p>ESG: \$439,415 Continuum of Care: \$1,600,000 Housing First Program: \$1,500,000 Housing Placement Program: \$1,213,000 State Homeless Emergency Grants Program: \$500,000 State Homeless Shelter Program: \$13,700,000 State Outreach Program: \$2,194,000</p>
	Description	<p>ESG Shelter Operations funds (\$165,220) will be utilized for emergency shelter operation costs including maintenance/repair, food, security, supplies, utilities and insurance. ESG HPRP funds (\$247,830) will provide financial assistance and supportive services to prevent homelessness among at-risk individuals/families, and rapidly re-house those who are literally homeless and ensure stability after the ESG assistance ends. Five percent of ESG funds will be used for the State Department of Human Services administrative costs (\$21,971), and one percent will be utilized for the maintenance and operations of HMIS (\$4,394).</p>
	Target Date	6/30/2017

<p>Estimate the number and type of families that will benefit from the proposed activities</p>	<p>Emergency Shelter Operations: 1,760 unsheltered homeless and 620 victims of domestic violence will be provided a safe place to sleep.</p> <p>Transition to Permanent Housing: Agencies funded by ESG Shelter Operations will include transitioning persons to permanent housing as an integral activity. 360 homeless persons and victims of domestic violence who are not able to find affordable rentals will achieve housing stability by transitioning from shelter living to placement in permanent housing.</p> <p>Rapid Re-housing Financial Assistance: 54 individuals and families who lack a fixed, regular and adequate nighttime residence will receive financial assistance to achieve housing stability in permanent housing.</p> <p>Rapid Re-housing Support Services: 79 individuals and families will receive housing relocation and stabilization services (case management, housing search and placement, legal services, landlord mediation, etc.) to achieve housing stability in permanent housing.</p> <p>Homelessness Prevention Financial Assistance: 30 at-risk persons will achieve housing stability by receiving financial assistance to prevent homelessness.</p> <p>Homelessness Prevention Support Services: 30 at-risk persons will receive housing relocation and stabilization services (case management, legal services, mediations, etc.) to achieve housing stability.</p>						
<p>Location Description</p>	<p>ESG Services will be provided in the counties of:</p> <p>Hawaii: HOPE Services (Shelter/HPRP); Child and Family Services (DV Shelter)</p> <p>Kauai: Kauai Economic Opportunity (Shelter/HPRP)</p> <p>Maui: Family Life Center (Shelter/HPRP); Ka Hale A Ke Ola Homeless Resource Center (Shelter); Women Helping Women (DV Shelter)</p>						
<p>Planned Activities</p>	<p>Emergency Shelter Operations: ESG shelter funds will provide for operational costs including maintenance, utilities, security, food, supplies and insurance.</p> <p>Homelessness Prevention and Rapid Re-housing activities include financial assistance for short and medium term rents, security deposits and utilities; and housing relocation and stabilization services, including case management, outreach, housing search and placement, legal services, mediation and credit repair.</p> <p>The State will retain one per cent for the Homeless Management Information System.</p> <p>The State will retain five per cent for costs related to the effective administration of the ESG program, including overall program management, sub-recipient monitoring, fiscal oversight, and preparing reports and other documents for HUD.</p>						
<p>2</p>	<table border="1"> <tr> <td data-bbox="245 1654 548 1692"> <p>Project Name</p> </td> <td data-bbox="548 1654 1430 1692"> <p>HOPWA16 Maui AIDS Foundation</p> </td> </tr> <tr> <td data-bbox="245 1692 548 1730"> <p>Target Area</p> </td> <td data-bbox="548 1692 1430 1730"> </td> </tr> <tr> <td data-bbox="245 1730 548 1871"> <p>Goals Supported</p> </td> <td data-bbox="548 1730 1430 1871"> <p>HP-3 HOPWA Support Services HP-4e Homeless Management Information System HP-5 HOPWA Housing Financial Assistance HP-7 Coordinated Entry System</p> </td> </tr> </table>	<p>Project Name</p>	<p>HOPWA16 Maui AIDS Foundation</p>	<p>Target Area</p>		<p>Goals Supported</p>	<p>HP-3 HOPWA Support Services HP-4e Homeless Management Information System HP-5 HOPWA Housing Financial Assistance HP-7 Coordinated Entry System</p>
<p>Project Name</p>	<p>HOPWA16 Maui AIDS Foundation</p>						
<p>Target Area</p>							
<p>Goals Supported</p>	<p>HP-3 HOPWA Support Services HP-4e Homeless Management Information System HP-5 HOPWA Housing Financial Assistance HP-7 Coordinated Entry System</p>						

Needs Addressed	Services for Persons with HIV/AIDS HIV/AIDS Housing Assistance Coordinated Entry System
Funding	HOPWA: \$201,806
Description	Provide tenant based rental assistance (TBRA); short term rental, mortgage and utility (STRMU); permanent housing assistance; and supportive services to those living with Human Immunodeficiency virus (HIV)/Acquired Immunodeficiency syndrome (AIDS).
Target Date	6/30/2017
Estimate the number and type of families that will benefit from the proposed activities	Provide financial assistance for housing and supportive services to those who are homeless or at risk of homelessness with HIV/AIDS through: Tenant based rental assistance (TBRA) - 15 households Short Term Rent Mortgage Utility (STRMU) - 6 households Support Services - 480 persons Permanent Housing Placement - 4 households
Location Description	HOPWA funds will be utilized to serve the Counties of Hawaii, Kauai and Maui by the Neighbor Island Housing Program (NIHP), comprised of: <ul style="list-style-type: none"> • Maui AIDS Foundation (MAF - lead agency and sponsor) - 1935 Main Street, Suite 101, Wailuku, HI 96793 • Hawaii Island HIV/AIDS Foundation (HIHAF) - 240 Nani Kailua, Kailua, Kona, HI 96740 • Malama Pono (MP) - 4357 Rice Street, Lihue HI 96766

	Planned Activities	<p>Activities planned under the PY16 HOPWA project include:</p> <p>Tenant-based rental assistance (TBRA): Provide funds to pay a portion of the market rental unit costs for homeless and at-risk persons with HIV/AIDS.</p> <p>Short term rent, mortgage and utility (STRMU): Provide short term financial assistance, paid on the participant's behalf as an intervention to help households maintain their current housing to prevent homelessness.</p> <p>Permanent housing placement services: Provide housing information and financial assistance, including security deposits which may be used to help eligible persons establish a new residence where ongoing occupancy is expected to continue.</p> <p>Supportive Services: Provide supportive services such as health care accessibility, transportation, housing information, with or without housing activities, to those living with HIV/AIDS. Other services include counseling and referrals for physical and mental health; assessment; drug and alcohol abuse treatment and counseling; personal assistance; nutritional services; intensive care, when required; and assistance in gaining access to local, State, and Federal government benefits and services. Health services shall only be provided to individuals with HIV/AIDS or related diseases.</p> <p>Administration: Project Sponsor Maui AIDS Foundation will utilize administrative funds for overall program management, coordination, evaluation, record-keeping and reporting by the staff assigned to the HOPWA Program. Program administration activities include monitoring program compliance, preparing HUD reports and documents, program budget, and evaluating program results.</p>
3	Project Name	HOPW16 Hawaii DHS Admin
	Target Area	
	Goals Supported	HP-6 Administration
	Needs Addressed	Services for Persons with HIV/AIDS
	Funding	:
	Description	The Hawaii State Department of Human Services (DHS), the HOPWA program administrator, will support the provision of effective program administration.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	N/A
	Location Description	Department of Human Services, Homeless Programs Office. 820 Mililani Street, Suite 606, Honolulu, HI 96813
	Planned Activities	General program management, fiscal oversight, monitoring, and coordination of CoC meetings and trainings.
4	Project Name	HOME 2016 - Koae Workforce Housing Development
	Target Area	

	Goals Supported	HR-1 New Construction/Rehab - Rental Hsg
	Needs Addressed	Rental Housing
	Funding	HOME: \$2,267,511
	Description	Development of a 136 unit rental project, consisting of 1, 2 and 3 bedroom units in four-plex buildings on an 11 acre parcel of County owned land. HOME units will have a 20 year affordability period.
	Target Date	5/31/2018
	Estimate the number and type of families that will benefit from the proposed activities	Twelve (12) of the total 136 units will be HOME assisted for households at or below 80% of Kauai median income. Two units will be designated Low HOME and ten units will be designated High HOME units.
	Location Description	(4) 2-6-004:019 Koloa, Kauai
	Planned Activities	HOME funds will be used for the development of the 136 unit affordable rental housing project, which will provide 1, 2 and 3 bedroom units for households below 80% AMI.
5	Project Name	HOME 2016 - Eleele Iluna Phase II - Increment 'B'
	Target Area	Rural Counties
	Goals Supported	HR-1 New Construction/Rehab - Rental Hsg
	Needs Addressed	Affordable Homeownership Opportunities
	Funding	HOME: \$1,539,290
	Description	Kauai Habitat for Humanity homebuyer activity. Development of site infrastructure to construct and prepare subdivision lots for self-help homebuilding for 59 first-time homeowners ranging from 30% to 50% of Kauai median income. HOME units will have a 15 year affordability period.
	Target Date	12/31/2018
	Estimate the number and type of families that will benefit from the proposed activities	Fifty-nine first-time homeowners, with incomes ranging from 30% - 50% of Kauai's median income. Nine of the 59 units will be HOME-assisted.
	Location Description	Ele'ele, County of Kauai (4) 2-1-010:052
Planned Activities	\$1,539,290 in HOME funds (PY2016 CHDO funds of \$453,503, prior years' uncommitted funds of \$221,338, and anticipated program income of \$864,449) will be used for the development of site infrastructure to construct and prepare 59 subdivision lots for self-help homebuilding, 9 of which will be HOME-assisted.	
6	Project Name	HOME 2016 - Tenant Based Rental Assistance Kauai
	Target Area	
	Goals Supported	HR-2 Tenant Based Rental Assistance
	Needs Addressed	Rental Housing
	Funding	HOME: \$309,987

	Description	The County of Kauai determined an essential need for the TBRA program to address the increasing homeless population in the county. Rent subsidy to assist households with rent, security deposits and utility deposits when choosing a housing unit. Rent subsidy will give preference to assist 13 - 15 homeless families with minor children for up to 24 months.
	Target Date	8/31/2018
	Estimate the number and type of families that will benefit from the proposed activities	Through consultation with the Continuum of Care partners, the County of Kauai identified the most vulnerable homeless population as families with minor children. TBRA will be used to assist 13 - 15 homeless families with minor children for up to 24 months with rent, security deposit and utility deposit payments.
	Location Description	TBRA will be used to assist households with rent, security deposits and utility deposits when choosing a housing unit within the county.
	Planned Activities	As a result of the Governor's emergency proclamation to address homelessness statewide, the county worked with the Continuum of Care partners such as Catholic Charities, KEO, YWCA, Women in Need and others to promote permanent housing for the homeless. The county will continue to work with the CoC partners and efforts will be made to encourage landlords to participate in the program.
7	Project Name	HOME 2016 - Administration - County of Kauai
	Target Area	
	Goals Supported	HA-1 Program Administration
	Needs Addressed	Planning and Administration
	Funding	HOME: \$151,167
	Description	The County of Kauai will utilize HOME funds to administer and coordinate the county's HOME program to ensure effective and timely project implementation in accordance with all applicable HUD rules and regulations.
	Target Date	
	Estimate the number and type of families that will benefit from the proposed activities	
	Location Description	
	Planned Activities	
8	Project Name	HOME 2016 - Administration - HHFDC
	Target Area	
	Goals Supported	HA-1 Program Administration
	Needs Addressed	Planning and Administration
	Funding	HOME: \$151,167
	Description	The Hawaii Housing Finance and Development Corporation (HHFDC) will utilize HOME funds to administer and coordinate the State's HOME program to ensure effective and timely project implementation in accordance with all applicable HUD rules and regulations.

	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	
	Location Description	
	Planned Activities	
9	Project Name	HOME 2016 - Tenant Based Rental Assistance Hawaii
	Target Area	Rural Counties
	Goals Supported	HR-2 Tenant Based Rental Assistance
	Needs Addressed	Rental Housing
	Funding	HOME: \$25,000
	Description	The County of Hawaii anticipates receipt of program income in the amount of \$25,000. PI funds received will be used to assist very low and low income households in subsidizing their rent payments for the HOME TBRA program.
	Target Date	6/30/2016
	Estimate the number and type of families that will benefit from the proposed activities	
	Location Description	County of Hawaii
	Planned Activities	The County of Hawaii will use anticipated program income of \$25,000 for its TBRA program. The program is governed by the County's administrative rules, and administered using the County's Housing Choice Voucher (Section 8) program structure. Its current administrative rules allow for eligible tenants to be selected from its Section 8 program wait list, with preferences to certain households, such as those affected by natural disaster, government action, domestic violence, homelessness, terminal illness, among others.
10	Project Name	HOME 2016 - Kulamalu
	Target Area	
	Goals Supported	HR-1 New Construction/Rehab - Rental Hsg
	Needs Addressed	Rental Housing
	Funding	HOME: \$25,000
	Description	The County of Maui anticipates receipt of program income in the amount of \$25,000. PI funds received will be used for the Kulamalu Affordable Rentals in Pukalani, Maui.
	Target Date	6/30/2016
	Estimate the number and type of families that will benefit from the proposed activities	
	Location Description	
	Planned Activities	

AP-40 Section 108 Loan Guarantee – 91.320(k)(1)(ii)

Will the state help non-entitlement units of general local government to apply for Section 108 loan funds?

No

Available Grant Amounts

Not applicable

Acceptance process of applications

Not applicable

AP-45 Community Revitalization Strategies – 91.320(k)(1)(ii)

Will the state allow units of general local government to carry out community revitalization strategies?

No

State’s Process and Criteria for approving local government revitalization strategies

Not applicable

AP-50 Geographic Distribution – 91.320(f)

Description of the geographic areas of the state (including areas of low-income and minority concentration) where assistance will be directed

The HOME, ESG and HOPWA program funds will be used in the State of Hawaii, particularly in the Counties of Hawaii, Kauai and Maui. Although most projects and activities will benefit areas of minority concentration, funds will not be specifically targeted for that sole purpose.

The HTF program funds will be used in all four counties of the State of Hawaii.

Geographic Distribution

Target Area	Percentage of Funds
Rural Counties	100

Table 12 - Geographic Distribution

Rationale for the priorities for allocating investments geographically

The HOME, ESG and HOPWA program funds will be used in the State of Hawaii, focused on the rural counties of Hawaii, Kauai and Maui. The City and County of Honolulu receives its own allocation of HOME, ESG and HOPWA funds. Although most projects and activities will benefit areas of minority concentration, funds will not be specifically targeted for that purpose.

The HTF program funds will be used in all counties of the State, including Honolulu, for rental housing projects serving households with incomes at or below 30 percent of the Area Median Income. Like the HOME funds, projects and activities will likely benefit areas of minority concentration, but funds will not be specifically targeted for that purpose.

Discussion

The State distributes its annual HOME allocation among the Counties of Hawaii, Kauai and Maui, as “State Recipients,” and will distribute its annual HTF allocation to all four counties, as “Subgrantees.” State Recipients and Subgrantees will not allocate their HOME funds based on geographic areas. In general, the HOME funds and HTF funds will be allocated through a Request for Proposals process or application process, which ranks and rates projects for program eligibility, the extent to which a proposal meets the needs of the community, and meeting the Consolidated Plan priorities, objectives and performance measures.

Affordable Housing

AP-55 Affordable Housing – 24 CFR 91.320(g)

Introduction

One Year Goals for the Number of Households to be Supported	
Homeless	0
Non-Homeless	0
Special-Needs	0
Total	0

Table 13 - One Year Goals for Affordable Housing by Support Requirement

One Year Goals for the Number of Households Supported Through	
Rental Assistance	15
The Production of New Units	24
Rehab of Existing Units	0
Acquisition of Existing Units	0
Total	39

Table 14 - One Year Goals for Affordable Housing by Support Type

Discussion

AP-60 Public Housing - 24 CFR 91.320(j)

Introduction

Actions planned during the next year to address the needs to public housing

Actions to encourage public housing residents to become more involved in management and participate in homeownership

If the PHA is designated as troubled, describe the manner in which financial assistance will be provided or other assistance

Discussion

Information Forthcoming.

AP-65 Homeless and Other Special Needs Activities – 91.320(h)

Introduction

Through the collaborative efforts of the Hawaii Interagency Council and numerous interested stakeholders, a unified, robust plan for the State of Hawaii has been developed. From this strong foundation emerged a clear direction for Bridging the Gap and DHS/HPO to frame the 5 Year Consolidated Plan, and the subsequent Annual Action Plans.

Describe the jurisdictions one-year goals and actions for reducing and ending homelessness including

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

A cohesive, coordinated outreach effort is ongoing in the rural counties to ensure that the individuals and families assessed via VI-SPDAT for a permanent supportive housing level of care. The State Homeless Outreach Program will continue to provide comprehensive geographic coverage of the State's four counties: Oahu, Maui, Kauai and Hawaii. The rural counties will ramp up the use of the coordinated entry system in FY16. The outreach agencies contracted by the State seek out the unsheltered homeless on beaches, in parks, on the streets, and other places where the homeless congregate. The unsheltered homeless and at-risk population who might not otherwise receive assistance are provided with basic intake and assessment to identify their individual needs and barriers. The Outreach Program facilitates a more stable living condition through the access to permanent housing. The State anticipates additional funding to be allocated to homeless outreach services to strengthen assertive outreach and navigation services for unsheltered individuals and families.

Ongoing efforts to work collaboratively with health care systems have yielded positive outcomes over the past year. The State's largest health insurance provider has begun research into cost savings achieved by the State's Housing First Program. Although these preliminary findings have not yet been vetted for publication, the State anticipates the information to be available by the end of 2016.

A significant goal for PY16 is to create a by-name list of homeless individuals with corresponding VI-SPDAT scores so that, based on vulnerability and other prioritization factors, all can be matched with the resources most appropriate to their needs. Assertive community outreach is conducted to identify and engage the homeless. While not yet finalized, BTG's plan is for local representatives to convene case conferencing meetings with service providers in each jurisdiction to discuss individual client needs and match services to meet those needs. Additionally, the CoC will have the opportunity to assess, identify and document gaps in the service system during this process. Since the demand for affordable housing far exceeds the supply in each county, an efficient coordinated entry system is essential.

In 2015, the BTG General Membership unanimously voted to adopt the Order of Priority (Notice: CPD-14-02) in CoC Program-funded permanent supportive housing (PSH) beds for persons experiencing chronic homelessness and other vulnerable homeless persons. PSH project applicants will be required to describe the targeted populations to be served by their programs and to explain the alignment with the

CoC's adopted priorities of:

1. Chronically homeless individuals and families with the longest history of homelessness and the most severe service needs
2. Chronically homeless individuals and families with the longest history of homelessness
3. Chronically homeless individuals and families with the most severe service needs
4. All other chronically homeless individuals and families

Addressing the emergency shelter and transitional housing needs of homeless persons

The ESG Shelter Operations and the State Homeless Shelter Program will continue to fund emergency and transitional shelters with the intent to achieve broad geographic accessibility throughout the state. Hawaii's shelters provide a secure environment where individuals and families can stabilize their lives, address their needs and strengthen their economic situation. These facilities provide a broad spectrum of services to address the multiple needs of homeless clients, including substance abuse, mental health and educational services; job and life skills training; and family support.

As the first step, all shelters provide access to basic needs, such as a safe and decent place to sleep, prepared meals and/or food/kitchen facilities, hygiene essentials, and clothing. Each shelter will be contractually required to utilize a common assessment tool (VI-SPDAT) and submit the survey to the State's Coordinated Entry System. The system is being further developed as a tool to help emergency and transitional shelter providers better assess level of care needed by clients, determining which individuals/families could best benefit from shelter services.

For those entering shelters, an intake and assessment will be performed to identify the individual's areas of need (i.e., health, education, substance abuse problems, employment skills, etc.). These are then incorporated into a social service plan that focuses on the participant's individual goals, achievement activities, and a timeline for completion. The shelters also provide referrals and on-site classes or services to further assist clients in realizing their goals, permanent housing being the priority. Programs are available to aggressively remove barriers to achieve self-sufficiency. For example, the State recently awarded Grant In Aid funding to an agency in Kauai County to address child care and transportation needs; employment and independent living preparation; financial planning; and permanent housing assistance. For all families exiting into permanent housing, follow-up services are provided for up to 6 months to ensure families have the best possibility of retaining their housing.

In FY16, the State anticipates serving 1,760 unsheltered homeless and 620 victims of domestic violence in the three rural counties.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

The State will continue to combine Emergency Solutions Grant funding and complementary state

funding, including the State Homeless Emergency Grant Program, to address homelessness prevention. Contracted agencies will provide emergency grants to benefit homeless and at-risk individuals and/or families to obtain or retain housing. Assistance includes rental deposits, rents, utility deposits and costs, and immediate needs such as food/supplies, medical needs, child and dependent care costs. Additionally, the State will continue to encourage the strategic use of local (county) resources to address the needs of at-risk individuals and families.

Other steps include: 1) Leveraging State TANF, SSVF, Housing First, and Section 8 resources so that eligible families can transition to permanent housing (PH) as effectively as possible. 2) Systematic analysis of changes in homelessness among family individuals, referral-to-housed rates, recidivism rates, lengths of stay, and PH placements at the project, program type, and funding source levels. 3) Legislative advocacy for increases in shallow subsidies specifically targeting at-risk families

In an exceptional private/public partnership, the State awarded five million dollars to the Aloha United Way in 2016 to develop an Emergency Assistance and Housing Coordination Center. This program is designed to build on existing efforts to battle homelessness in the state and includes the following activities: 1) Statewide Rent and Utility Assistance for Rapid Re-Housing and Homelessness Prevention: Includes rental deposits, monthly and past-due rents; utilities deposit, monthly and past-due costs; and assist clients in completing all necessary paperwork, including leases. The program also includes individualized housing plans, landlord relationship, and a database of affordable rental units in applicable areas. 2) Statewide Housing Coordination Center Services: Maintain a statewide database to address needs related to housing and/or homelessness; receive inquiries from individuals experiencing homelessness or a housing crisis; and provide an appropriate referral to a provider that will address that need. 3) Development of Longer-Term Strategies for Addressing Key Homeless Sub-Populations: Conduct a study to better understand and recommend longer-term strategies to address the needs of youth leaving the foster care system, prisoners completing their incarceration, and individuals discharged from hospitals directly into homelessness.

Moreover, BTG member agencies, Family Life Center (Maui County) and HOPE Services Hawaii (Hawaii County), have been selected to participate in the Housing ASAP project sponsored by the Hawaii Community Foundation (HCF). Numerous community funders and donors have committed support for three years with a total of four million dollars in funding. The project's goal is to "build a statewide network of homeless service providers who will move more homeless families into stable housing faster and help them stay there."

A total of eight providers, representing 50% of the beds available for homeless families in Hawaii, participate in the network. The network's impact on family homelessness in Hawaii will be demonstrated in four concrete outcomes:

- 1) Increase the number of families placed in stable housing;
- 2) reduce the time required to place families in stable housing;
- 3) increase the number of families who remain in stable housing; and
- 4) develop a network of change agents and increase collaboration among organizations and providers serving homeless families.

Data collection and analysis is ongoing. However, HCF was able to confirm and report that for 2015, Housing ASAP's goal was to place 20% more families into permanent housing than the 2014 baseline of

218 families. This goal was exceeded by placing 30% more families into housing, a total of 284 families.

Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs

The State will continue the work of the Hawaii Interagency Council on Homelessness (HICH) to create “common ground” solutions between large public systems such as hospitals, prisons and mental institutions regarding resource allocation and discharge planning both for the homeless and non-homeless populations.

Hospitals across the State are being actively engaged with the HICH’s efforts to end homelessness. As part of the state’s strategies, chronic homeless that have the highest acuity have been prioritized for placement and services in permanent supportive housing. This does not mean, however, that other vulnerable populations have been forgotten. The Affordable Care Act (ACA) has prompted hospitals to become more engaged with the homeless system of care. These partnerships have launched additional discussions about how homeless resources may be utilized to prevent exiting patients from becoming homeless again.

The HICH and the State’s Homeless Programs Office will also be working with private partner entities such as HMSA, Ohana Health, and AlohaCare to explore potential avenues to engage contracted service providers in far reaching training. Although these discussions have just been initiated in 2015, the expectation is that training in evidence based best practices for case management, critical time intervention, and harm reduction can be accessed across the state. These evidence based practices are all applicable to the target populations being serviced, and will hopefully assure a more consistent level of training among those who are expected to provide the “support services” in the permanent supportive housing model.

Discussion

AP-70 HOPWA Goals – 91.320(k)(4)

One year goals for the number of households to be provided housing through the use of HOPWA for:	
Short-term rent, mortgage, and utility assistance to prevent homelessness of the individual or family	6
Tenant-based rental assistance	15
Units provided in permanent housing facilities developed, leased, or operated with HOPWA funds	0
Units provided in transitional short-term housing facilities developed, leased, or operated with HOPWA funds	0
Total	21

AP-75 Barriers to affordable housing – 91.320(i)

Introduction

Many factors contribute to the shortage of housing and, consequently, the lack of affordability in housing in the State. Included are demographic changes, market forces, changes in federal housing policy, changes in federal tax policy, and development constraints (including lack of “reasonably priced,” developable land, lack of infrastructure, high development costs, government regulations, community opposition, and growing environmental requirements).

Actions it planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment

Integral to any strategy to remove or ameliorate the barriers to affordable housing is collaboration through public-private partnerships. Partnerships are needed to educate decision-makers, be at the table to champion affordable housing, and find ways to incentivize the development of affordable housing.

Tax Policy Strategies – Continue to utilize Section 201H-36, Hawaii Revised Statutes (HRS), which authorizes HHFDC and the counties to approve and certify for exemption from general excise taxes any qualified person or firm involved with a newly constructed, or moderately or substantially rehabilitated, affordable housing project.

Provide lawmakers with information on the success of Housing Bond and Low-Income Housing Tax Credit programs and request increased credit resources to help combat the affordable housing crisis. Government regulation strategies – Continue to utilize Section 201H-38, HRS, which provide eligible affordable housing projects with an expedited process to obtain land use and zoning approvals. It also provides greater flexibility in the design of housing projects.

Continue to work to accelerate regulatory and building permits by supporting third-party reviews, eliminating duplicative reviews at the State and County levels, and creating design standards for workforce housing, as well as transit-oriented development. Participate in pilot projects, such as micro-apartment units or container housing, to find ways to reduce development costs.

Infrastructure strategies – Implement alternative financing mechanisms to fund infrastructure improvements including community facilities districts and tax increment financing. Explore mixed-use developments that incorporate affordable housing and other community services in close proximity to high quality public transit.

Resource strategies – Continue to make government land and financing resources (e.g., Rental Housing Trust Fund, LIHTCs) available for affordable housing development. Explore alternative financing sources including a Transit Oriented Affordable Housing (TOAH) Fund which is a public-private financing resource funded by government, philanthropic and financial entities for the development of affordable housing

and community facilities near transit lines.

Continue to advocate for funding for the Rental Housing Trust Fund and capital improvement project funds for affordable rental housing projects.

Explore additional incentives for private development participation in the development of affordable housing. Also explore opportunities to collaborate with new public partners in the mixed-use residential development of government land.

Discussion

AP-85 Other Actions – 91.320(j)

Introduction

As a condition to receiving HUD Community Planning and Development funds such as the HOME program, grantees like HHFDC are required to affirmatively further the purposes of the Fair Housing Act. To help identify impediments to fair housing choice, grantees do an Analysis of Impediments to Fair Housing Choice (AI) that analyzes existing conditions affecting fair housing, identifies impediments to fair housing, and proposes an agency action plan outlining steps to reduce the impediments. Generally, HHFDC has updated its AI every five years to coincide with the Consolidated Plan. HHFDC conducted a staff update to its 2010 AI in 2015. HHFDC has collaborated with other state and county agencies to contract with the University of Hawaii's Center on Disability Studies to conduct an AI focused on impediments facing people with disability. Participants are HHFDC, Office of Hawaiian Affairs, Department of Human Services – Benefits, Employment and Support Services Division, Hawaii Public Housing Authority, County of Hawaii, City and County of Honolulu, County of Kauai and County of Maui. The completed AI is expected in the Fall of 2016.

Actions planned to address obstacles to meeting underserved needs

Major obstacles to meeting underserved needs are the severe shortage of affordable housing and the lack of funding. To address these obstacles, the State will pursue, or continue to pursue, the following: advocate for increases in State funding to support the development of affordable housing, homelessness prevention and rapid re-housing activities, and for homeless/ shelter services and improvements; consolidate CoC SuperNOFA applications for funding to meet underserved needs and provide technical assistance to improve outcomes; work with State Recipients to improve the administration of the HOME program; leverage federal resources such as HOME funds with other financing such as LIHTCs to increase the supply of rental housing for underserved low-income populations; invest federal sources such as HOME funds to provide low-cost rental units for transitional housing and supportive services to homeless populations, and sheltered families who are at risk of becoming homeless; apply for competitive federal funds to acquire/build supportive housing to meet the housing and service needs of the chronically homeless and homeless families; continue programs to help homeless, Section 8 voucher holders, and at-risk families in securing private sector permanent housing with assistance in first month's rent, rental deposit, landlord intervention to foster good tenancy, landlord solicitation to increase the number of available units, budgeting classes, and other support services.

Actions planned to foster and maintain affordable housing

Part of the plans to foster and maintain affordable housing is to remove or ameliorate barriers to affordable housing. HHFDC plans to collaborate through public-private partnerships to educate decision-makers, be at the table to champion affordable housing, and find ways to incentivize the development of affordable housing.

HHFDC will continue to make government land and financing resources (e.g., Rental Housing Trust Fund, LIHTCs) available to affordable housing development, and explore alternative financing sources, including a Transit-Oriented Affordable Housing (TOAH) funds which is a public-private financing

resource funded by government, philanthropic and financial entities for the development of affordable housing and community facilities near transit lines.

HHFDC will continue to advocate for funding for the Rental Housing Trust Fund and capital improvement project funds for affordable rental housing projects; explore additional incentives for private development participation in the development of affordable housing; and explore opportunities to collaborate with new public partners in the mixed-use residential development of government land. In addition, HHFDC will continue to utilize section 201H-38, HRS, which provides eligible affordable housing projects with an expedited process to obtain land use and zoning approvals, and greater flexibility in the design of housing projects. HHFDC will work to accelerate regulatory and building permits by supporting third-party reviews, eliminating duplicative reviews at the State and County levels, and creating design standards for workforce housing, as well as transit-oriented development. Participation in pilot projects, such as micro-apartment units or container housing, to find ways to reduce development costs, will also help to produce affordable housing.

Actions planned to reduce lead-based paint hazards

While almost all of HPHAs family projects have been tested and either encapsulated or abated, the Department of Health requires that with each modernization, updated test results must be provided that is no more than 2 years old. Therefore, when doing modernization, HPHA will include LBP testing as part of the scope and abate/encapsulate as required, or treat the entire project as under the assumption that it is lead-containing and monitor and abate/encapsulate as required in lieu of obtaining new test reports.

Actions planned to reduce the number of poverty-level families

The mission of the State's Department of Human Services (DHS) is to direct resources toward protecting and helping those least able to care for themselves and to provide services designed towards achieving self-sufficiency for clients as soon as possible. The production and preservation of affordable housing provide housing stability that assists families in their efforts to attain economic self-sufficiency. The HHFDC, DHS-BESSD, HPHA, and counties will continue to consult with DHS to coordinate and maximize program benefits to poverty-level families. The affordable housing strategy will assist to reduce the number of poverty-level families.

Actions planned to develop institutional structure

HHFDC, DHS-BESSD, and the counties will continue to take the lead in implementing the state Consolidated Plan, in consultation with an extensive network of public and private organizations involved with providing affordable housing, special needs housing and supportive services. The strengths of the delivery system in the State are derived from the many different entities striving toward one common goal: to provide for more affordable and supportive housing in the State. State, federal and county agencies, private nonprofits, private social service providers, private lenders, and private for-profit developers are partnering to respond to the urgency of the housing situation in Hawaii. Each stakeholder in the delivery system contributes resources and expertise from its specific area of operation. In overcoming gaps in the delivery system, an integrated approach will be undertaken to achieve a common vision for housing. Commitment, coordination and collaboration among and within all levels of government, private sector, nonprofits and consumers are necessary. In the homeless arena, the Hawaii

Interagency Council on Homelessness is achieving this integrated approach to increase the state's capacity to end homelessness, through collaborative efforts across governmental agencies and service providers.

Actions planned to enhance coordination between public and private housing and social service agencies

HHFDC, DHS-BESSD, and the counties will solicit nonprofit developers and service providers to continue to provide affordable rental housing, self-help housing, and housing for special needs group. Private industry, including for-profit developers and financial institutions, will play a major role in expanding affordable housing opportunities for Hawaii's low- and moderate-income households. Private foundations will be a source of grants and other resources. Faith-based groups will provide grants, manpower, support services, and other resources, primarily for the most vulnerable populations, such as the homeless and persons with special housing needs. Government agencies involved with the "bricks and mortar" of housing and related infrastructure, including HHFDC, Department of Hawaiian Home Lands, county housing agencies, HUD and USDA-Rural Development, will facilitate the development of affordable housing by providing financing tools and other resources. Governmental agencies involved with the provision of human services and health, including the Departments of Health and Human Services, will provide resources either directly to clients or through nonprofit health and service providers to support low- and moderate-income households.

Discussion

Program Specific Requirements

AP-90 Program Specific Requirements – 91.320(k)(1,2,3)

Introduction

According to the Hawaii Housing Planning Study 2014 Update, more than 27,000 housing units are needed by 2020 to fulfil the demand for low- and moderate-income households (\leq 80 percent AMI). In response to the decreasing availability of affordable units due to rapid growth in private sector housing sales, coupled with limited housing production, HOME funds will be used for families earning 80 percent or less of the area median income, through the construction of affordable rental units, tenant based rental assistance, and the development of affordable homeownership opportunities. These federal funds will leverage other government and/or private resources.

HOME Investment Partnership Program (HOME)

Reference 24 CFR 91.320(k)(2)

1. A description of other forms of investment being used beyond those identified in Section 92.205 is as follows:

The forms of assistance provided under the State's HOME program will be consistent with 24 CFR 92.205. No other forms of investments will be provided.

2. A description of the guidelines that will be used for resale or recapture of HOME funds when used for homebuyer activities as required in 92.254, is as follows:

When HOME funds are used for homebuyer assistance or the development of homeownership housing, the HHFDC requires State Recipients (the Counties of Hawaii, Kauai and Maui) to establish and impose resale or recapture provisions in accordance with 24 CFR §92.254(a)(5) to ensure affordability in the event of a subsequent sale of a property during the period of affordability.

The County of Hawaii will recapture the total amount of HOME funds expended for a project when the recipient fails to comply with the terms of its agreement with the County, or refuses to accept conditions imposed by the County, HHFDC, or HUD, when the recipient sells or otherwise transfers any real or personal property purchased or constructed with the HOME funds within the applicable period of affordability and when the recipient ceases to use the property constructed, rehabilitated and/or renovated with HOME funds for the applicable period of affordability, following the issuance of final payment for the project by the County.

The County of Kaua'i will use either the resale or recapture provision depending on land tenure. With fee-simple sales, the County will utilize a recapture provision. If a borrower elects to transfer or sell the HOME-assisted property prior to the end of the affordability period, the total amount of HOME funds provided shall be due to the County from available net proceeds. With leasehold sales, the County will utilize a resale provision. If a borrower elects to transfer or sell the HOME-assisted property prior to the end of the affordability period, the property must be sold to another HOME eligible purchaser. The fair rate of return for resale will be set by an objective standard, using appraised value performed by a duly licensed appraiser at initial purchase (the "base price") and

appraised value at time of resale. The homeowner's share will be equal to twenty-five percent (25%) of the increase in appraised value. To ensure that housing under the resale provision remains affordable, the County has defined the reasonable range of low-income homebuyers targeted for subsequent purchase as those with incomes between 70 and 80 percent of area median income.

The County of Maui will use either a recapture or resale provision depending on land tenure. A resale provision will be applied for Community Land Trust properties and a recapture provision will be applied for all other properties. The County of Maui provides for a recapture provision if the home is sold during the affordability period. The County requires a recapture of the HOME direct subsidy for the unit, less the subsidy amount prorated for the length of time the homeowner owned and occupied the unit. The homeowner is allowed to recover the homeowner's entire investment (down payment and capital improvements made since purchase) before any of the Direct Subsidy is recaptured. The recapture amount is limited to net proceeds. Net proceeds are the sales price less the superior loan repayment (other than the Direct Subsidy) and any closing costs. The County of Maui also allows for the assumption of recapture obligations by a subsequent homebuyer, provided the subsequent homebuyer is HOME eligible and no additional HOME assistance is provided to the subsequent homebuyer. If the subsequent homebuyer does not assume the HOME recapture obligations, the homeowner must repay the prorated HOME investment from any net proceeds. The Direct HOME subsidy provided to the homebuyer is calculated using the difference, at the time of purchase, between the purchase price of the home and the appraised value of the home. See attached County of Maui resale provision.

3. A description of the guidelines for resale or recapture that ensures the affordability of units acquired with HOME funds? See 24 CFR 92.254(a)(4) are as follows:

HHFDC's State Recipient Agreement with each County requires all housing assisted with HOME Program funds to meet the affordability requirements of 24 CFR §92.252 (affordable rental housing) or 24 CFR §92.254 (affordable homeownership housing) of the HOME Program regulations, and requires the repayment of HOME Program funds to the HHFDC if the housing does not meet the affordability requirements for the specified time period. Each County shall require the maintenance of all affordability requirements by executing deed restrictions and lien recordations or through the filing of restrictive covenants running with the land.

4. Plans for using HOME funds to refinance existing debt secured by multifamily housing that is rehabilitated with HOME funds along with a description of the refinancing guidelines required that will be used under 24 CFR 92.206(b), are as follows:

HHFDC does not plan to use HOME funds to refinance existing debt secured by multifamily housing that is rehabilitated with HOME funds.

**Emergency Solutions Grant (ESG)
Reference 24 CFR 91.320(k)(3)**

1. Include written standards for providing ESG assistance (may include as attachment)

Standardized written eligibility requirements are being developed by Bridging the Gap and HPO with technical assistance from Technical Assistance Collaborative. Currently, sub-recipient agencies

providing ESG assistance are contractually required by the State, detailed in the Scope of Service, to follow standards in accordance with United States, 24 Code of Federal Regulations Part 576 (24CFR Part 576) Homeless Emergency Assistance and Rapid Transition to Housing Act of 2009 (HEARTH Act), Emergency Solutions Grant Interim Rule. Eligibility standards are written in DHS/HPO's ESG Policies and Procedures Manual.

(Attachment X: Eligible Participants for Emergency Solutions Grant).

2. If the Continuum of Care has established centralized or coordinated assessment system that meets HUD requirements, describe that centralized or coordinated assessment system.

BTG has adopted "housing first" as a philosophical premise of its efforts to end homelessness. This approach emphasizes providing support for stable housing as an important first, rather than last, step in a transition to independently sustained permanent housing. The provider shall not place preconditions or eligibility requirements (other than those required by HUD) on persons entering housing, nor require program participants to participate in supportive housing activities or make other rules (i.e., sobriety) a condition of housing. The provider may offer and encourage clients to participate in support services, but shall not set any time limits as to when he/she must do so.

Moreover, BTG has selected a common assessment tool, the Vulnerability Index & Service Prioritization Decision Assistance Tool (VI-SPDAT), and completed a substantial number of assessments using this pre-screening tool in each county. The VI-SPDAT is typically completed during a program's intake process, and surveys are forwarded to an organization contracted for the data analysis. VI-SPDAT data is cross-checked against data in the HMIS for data quality and accuracy. Based on responses from the survey, an individual will be assigned a score ranging from 0 - 20. Homeless individuals are then matched with the most appropriate level of care based on the scores: 10 - 20 Permanent Supportive Housing; 5 - 9 Rapid Rehousing; and 0 - 4 Mainstream/Usual Care. The HMIS currently being implemented will soon have the capability of calculating and scoring the VI-SPDAT inputs.

While a coordinated entry system has been adopted by Bridging the Gap and has recently commenced on the neighbor islands, it has not yet reached its full potential. Bridging the Gap and HPO, with technical assistance from Technical Assistance Collaborative, are working through the challenges of fully implementing the coordinated entry system in three different counties which are separated by the ocean (Kauai, Hawaii, and Maui Counties). BTG envisions the process beginning with assertive community outreach to identify and engage the homeless, then utilizing the VI-SPDAT, the common assessment tool, to assign a vulnerability score. (An important goal of the CoC is to create a by-name list with corresponding VI-SPDAT score so that, based on vulnerability and other prioritization factors, all homeless individuals can be matched with the resources most appropriate to their needs.) Local representatives will then convene case conferencing (CC) meetings throughout all rural county jurisdictions. CC is the venue where client needs are discussed and services are offered to meet those needs. CC also provides the opportunity for communities to assess the needs of the homeless and begin to document the gaps that exist in the service system. Within the CoC, it is known that the current supply of affordable housing does not meet the demand for those most in need, making the need for an efficient coordinated entry process that much more important.

3. Identify the process for making sub-awards and describe how the ESG allocation available to private nonprofit organizations (including community and faith-based organizations). The Department of Human Services posts a Request for Information (RFI) on the State Procurement Office (SPO) website. Publication on a public website allows the State to reach a wide variety of interested stakeholders including non-profit, private community and faith-based organizations. Additionally, the notice of publication is delivered through each local chapter listserv. The RFI is created in such a way that does not preclude providers from applying that previously had not received CoC funding.

The RFI requires work plan forms to identify clear goals, objectives and outcomes for two distinct programs: ESG Shelter Operations and ESG Homelessness Prevention and Rapid Re-housing. The Housing Opportunities for Persons with AIDS (HOPWA) RFI is simultaneously posted and follows the same processes and procedures as ESG. Eligible applicants (provider agencies) submit their project information in strict accordance to the RFI requirements within the specified deadline.

DHS/HPO reviews the applications and may request additional information from the applicants, if necessary. Applications are competitive and evaluated by a team consisting of individuals with no conflict of interest, representing each of the three CoC county chapters and the State. In general, applications are scored according to completeness of the application; agency's qualifications; financial feasibility; past performance; and agency's participation in CoC activities. The evaluation committee selects the awardees (usually agencies scoring 80% or higher). HPO verifies that the awardee agencies and its principals are not suspended or disbarred or otherwise excluded from participating in the transaction per 2 CFR section 180.995. This verification is accomplished by running a report for each agency through the System for Award Management (SAM) website. Awardees are notified through written notices.

HPO submits a combined proposal on behalf of the ESG/HOPWA awardees through the related sections of the Annual Action Plan to the Hawaii Housing Finance and Development Corporation (HHFDC). HHFDC consolidates the HOME, ESG and HOPWA information and publishes a draft Annual Action Plan for a 30 day comment period. After the 30-day comment period, HHFDC seeks consideration and approval from the HHFDC Board. When approved, HHFDC submits the plan to HUD by the established deadline. After review by HUD, HHFDC is notified of the award and a grant agreement is executed. The grant agreement names the Department of Human Services as the department designated to administer the grant. (DHS and HHFDC maintain a memorandum of agreement for the administration of the ESG and HOPWA programs.) DHS executes contracts with the selected provider agencies. Award list is posted on the SPO website as contracts are executed.

4. If the jurisdiction is unable to meet the homeless participation requirement in 24 CFR 576.405(a), the jurisdiction must specify its plan for reaching out to and consulting with homeless or formerly homeless individuals in considering policies and funding decisions regarding facilities and services funded under ESG.

The Bridging the Gap governance charter stipulates that a minimum of nine individuals shall comprise the BTG Board. Each of the three county chapters (Maui, Kauai and Hawaii) shall name three individuals from their membership to participate on the BTG board. One out of the three selected people shall be a representative of the respective county government. The second representative shall be the chair of the local chapter or their designated representative. The

remaining member of the counties' delegation shall be chosen from the chapters' general voting membership. If one of the nine does not meet the homeless or formerly homeless criteria, then an individual meeting those criteria will be selected from the general membership. BTG is currently in the process of defining the selection process for person(s) meeting the homeless or formerly homeless criteria if none such person(s) is represented. Presently, a formerly homeless individual sits on the BTG Board.

5. Describe performance standards for evaluating ESG.

Written performance standards are in the process of being developed by BTG in collaboration with DHS/HPO, and guidance from Technical Assistance Collaborative in 2016. BTG has also benefitted from HUD technical assistance in 2015, and will utilize the knowledge gained from their expertise in finalizing the standardized performance measures.

Discussion