

**HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION
BOARD OF DIRECTORS
REGULAR MEETING**

January 13, 2022

MINUTES

The Board of Directors (Board) of the Hawaii Housing Finance and Development Corporation (HHFDC) met virtually for their Regular Meeting at their office, located at 677 Queen Street, Suite 300, Honolulu, Hawaii, on Thursday, January 13, 2022.

**I.
CALL TO
ORDER/
ROLL CALL**

A roll call was taken, declaring a quorum. Chair Donn Mende called the meeting to order at 9:00 a.m.

Those present and excused were as follows:

Present: Director Donn Mende, Chair
 Director Gary Mackler, Vice Chair
 Director Sean Sasaki
 Director Carol Reimann
 Director Mike McCartney
 Designee Gloria Chang for Director Craig Hirai

Executive Director Denise Iseri-Matsubara

Excused: Director Melvin Kahele

Staff: Sandra Ching, Deputy Attorney General
 Ciara Kahahane, Deputy Attorney General
 Francis Keeno, Executive Assistant
 Christopher Woodard, Acting Chief Planner
 Dean Minakami, Development Branch Chief
 Randy Chu, Development Section Chief
 Holly Osumi, Chief Financial Officer
 Melissa Loy, HHFDC Corporate Controller
 Gayle Nishimoto, Project Resource Specialist
 Christopher Oakes, Housing Finance Specialist
 Sam Aiona, Housing Finance Specialist
 Glori Ann Inafuku, Housing Finance Specialist
 Claude Allen Jr., Project Manager
 Evahn Beresiwsky, Housing Development Specialist
 Albert Palmer, Housing Development Specialist
 Stan Fujimoto, Housing Development Specialist
 Sery Berhanu, Housing Development Specialist
 Lorna Kometani, Sales & Counseling Section Chief
 Loreen Kawewehi, Housing Sales Coordinator
 Keri Higa, Planner
 Cynthia Nyross, Planner
 Gordon Pang, Housing Information Officer
 Marc Orbito, Information Technology Systems Analyst
 Esa Pablo, Secretary to the Board

Guest: Donn Nakamura, Accuity LLC
 Nicholas Miyamoto, Accuity LLC
 Joe (screen name)

Chair Mende asked if anyone was present at the Board's various locations. There being none, Mende called upon Deputy Attorney General (DAG) Sandra Ching to

make announcements regarding Act 220, Session Laws of Hawaii 2021 (Act 220), effective January 1, 2022.

DAG Ching informed the Board on the enacted amendments to Chapter 92, which governs the way board meetings are conducted. With the rise in COVID cases, Ching stated that the Governor issued an Emergency Proclamation that suspended the in-person meeting location requirement for remote meetings under the Sunshine Law, while retaining, but not limited to, the following provisions of Act 220:

- A quorum of board members participating in a meeting must be visible and audible at all times during the meeting.
- After roll is taken, board members must state who, if anyone, is present with them (precluding family members and pets).
- Votes must be taken by roll call; unless unanimous.
- A meeting will automatically recess for up to 30 minutes to restore communication if audiovisual communication cannot be maintained with all board members participating. Board members are to immediately contact HHFDC staff in the event their connection is lost.
- Executive Session requirements to be dealt with in executive session.

Designee Chang moved, seconded by Vice Chair Mackler, that the Regular meeting minutes of December 9, 2021, be approved.

The motion was carried unanimously.

Director Sasaki moved, seconded by Vice Chair Mackler, that the Executive Session meeting minutes of December 9, 2021, be approved.

The motion was carried unanimously.

Chair Mende called upon Executive Assistant Francis Keeno to state the oral testimony guidelines, followed by any testifiers who wish to speak on matters directly related to the agenda.

Keeno announced that all oral testimony will be taken at this time and will be limited to 3 minutes at the discretion of the Chair. Keeno asked that testifiers identify themselves, spelling out their name for the record, and indicate the agenda item they wish to testify on. Written testimony instructions were noted to be located on the first page of the meeting agenda.

There being no testifiers, Chair Mende proceed to agenda item III.A.

Vice Chair Mackler moved, seconded by Designee Chang, to approve staff's recommendation.

Chief Financial Officer Holly Osumi presented the HHFDC Financial and Compliance Audit through a PowerPoint presentation summarizing the auditor reports, financial statements, and the deployment of the Homeowners' Assistance Fund Program beginning in January 2022 for the City and County of Honolulu (Attachment A).

Osumi reported that the auditor opined that the financial statements were presented fairly in accordance with generally accepted accounting principles and federal programs complied with the *Uniform Guidance*. There were no reported deficiencies in internal control over financial reporting that were considered material weaknesses and no instances of noncompliance or other matters.

**II.A.
APPROVAL
OF MINUTES**
Regular
Meeting
12/9/21

**II.B.
APPROVAL
OF MINUTES**
Executive
Session
12/9/21

**III.A.
DISCUSSION
AND/OR
DECISION
MAKING**
Accept the Audited
Financial Statements
of the Hawaii
Housing Finance and
Development
Corporation for the
Fiscal Year Ended
June 30, 2021

Osumi stated that the Corporation’s total net position increased by \$360 million to \$1.5 billion primarily attributed to increases in the Rental Housing Revolving Fund and Dwelling Unit Revolving Fund. She further stated that the Corporation administered two new programs – the Coronavirus Relief Fund Program and Rental Assistance and Mediation Program – which provided \$72 million in the aggregate of rent and/or mortgage relief to eligible households adversely impacted by COVID.

Further financial highlights were noted to be available within the Management’s Discussion and Analysis section of the audited financial statements (pages 4-14) located on the HHFDC website. (HHFDC Financial and Compliance Audit and Single Family Mortgage Purchase Revenue Bond Fund materials were distributed to the Board electronically.)

Osumi thanked Accuity LLP auditors, Mr. Donn Nakamura and Mr. Nicholas Miyamoto, for their professionalism and knowledge throughout the auditing process.

Vice Chair Mackler commended staff for their outstanding job on implementing the new COVID related programs and expending the funds within the short timeframe given.

Nakamura thanked everyone for the opportunity to perform the audit and thank HHFDC staff for their assistance and support throughout the audit.

Chair Mende called a recess at 9:45 a.m.; reconvening the meeting at 9:50 a.m.

There being no further discussion, the motion was carried unanimously.

Chair Mende opened for discussion on this item.

(The Board did not consider staff’s recommendation stated within the For Action.)

Vice Chair Mackler moved, seconded by Director Reimann, to elect Director Sean Sasaki as the Board Secretary.

There being no objections, the motion was carried unanimously.

Development Section Chief Randy Chu and Housing Development Specialists Albert Palmer, Stan Fujimoto, and Sery Berhanu summarized the project details and events leading up to the following request for proposals (RFPs) for: (1) the 690 Pohukaina Affordable Housing Project; (2) Kapolei Northwest Corner at the Villages of Kapolei (VOK) Project; (3) Kahului Civic Center Mixed-Use Complex Project; and (4) Village 8 – 9 Acres Parcel at VOK Project.

Palmer stated that the RFP for 690 Pohukaina was published on November 17, 2021, with proposal submissions due on March 15, 2022. The RFP includes a master plan for the whole site and development only for the affordable housing component. The development may also include parking that will be leased or sold to the Department of Education. The affordable housing site is proposed to be leased to a developer for 75 years. Although no unit count was specified within the RFP, proposals are expected to contemplate between 400 – 600 units. The developers will have freedom to propose their own design, however, the final site design will be determined as part of the master planning process in collaboration with the successful offeror and the Department of Education (DOE).

Fujimoto stated that the RFP is for the remainder of the Kapolei Northwest Corner property under a 75-year ground lease. While the RFP parameters continue to be developed, HHFDC’s buy-back and shared appreciation requirements and 50% of the total residential units at or below 140% of the area median income set forth by

RECESS

9:45 a.m.

RECONVENED

9:50 a.m.

**III.B.
DISCUSSION
AND/OR
DECISION
MAKING**

Appoint the Executive Director to Serve as Secretary “Pro Tem”

**III.C.
DISCUSSION
AND/OR
DECISION
MAKING**

Update on the Requests for Proposals for (1) the 690 Pohukaina Affordable Housing Project Located in Honolulu, Oahu, TMK No.: (1) 2-1-051: 041 (portion); (2) the Northwest Corner at the Villages Of Kapolei Project Located in Kapolei, Oahu, TMK No.: (1) 9-1-016: 035 (portion); (3) the Kahului Civic Center Mixed-Use Complex Project Located in Kahului, Maui, TMK

the U.S. Department of Housing and Urban Development is currently being required. Previously a conceptual Site Plan was submitted to the City's Department of Planning and Permitting for the Hawaii State Veterans Home project.

Berhanu stated that the RFP for the Kahului Civic Center Mixed-Use Complex is expected to be issued this year for the development of 150 – 300 units, office space for the Department of Accounting and General Services, DOE's adult school, library, and commercial space.

Berhanu stated that the RFP parameters for the Village 8 – 9 Acres Parcel at the VOK are being developed and is expected to be issued this year for the planning, design, and construction of 50 single-family dwelling units.

There being no questions, the motion was carried unanimously.

Housing Finance Specialist Sam Aiona stated that because the City and County of Honolulu received its own allocation of \$11,120,347 in HOME American Rescue Plan (HOME-ARP) Program funds, HHFDC, receiving approximately \$6,413,733, plans to allocate its one-time source of funding, to be expended by September 2030, to the neighbor island counties of Hawaii, Kauai, and Maui on the production or preservation of affordable rental housing that will help serve the individuals and families within the HOME-ARP "Qualifying Populations," such as those who are homeless, at risk of homelessness, and other vulnerable populations.

There will be a 15-day comment period and HHFDC will remain in collaboration with the counties and various service providers, anticipated to return to the Board for consideration of its HOME-ARP allocation plan.

There being no questions, Chair Mende stated for the record that the Board shall use the proper terminology of "Permitted Interaction Group" (PIG), instead of "Subcommittee," when forming an investigative group tasked with a specific purpose or responsibility.

In accordance with the Sunshine Law, Development Branch Chief Dean Minakami reported that due to the nature and complexity of the Waiahole matters, the scope of the Waiahole Valley Strategic Plan PIG has evolved beyond its original purpose, and therefore, has been advised by the Department of the Attorney General and Office of Information Practices, to be dissolved. Staff will continue to work with the community to resolve issues relating to the infrastructure, lease rent and compliance, and agricultural productions. The Board will be kept apprised on progress made.

Director McCartney thanked Minakami and HHFDC staff for all their help and hard work with the Waiahole Community.

Vice Chair Mackler asked when Townscape's revisions to the plan is anticipated. Minakami stated that Townscape's revisions were received last year, and a finalized plan is anticipated to be completed in-house by this calendar year.

There being no questions on the report, Chair Mende declared the PIG dissolved.

Sales & Counseling Section Chief Lorna Kometani summarized the findings and the following recommendations of the HHFDC Leasehold Policy PIG:

(1) to establish a new lease policy that is fair and equitable for all, adding value and security for current and future generations, avoiding displacement of lessees;

(2) to establish a long term lease for 99-years with a fix rent for the initial 55 years based on common practice and covers HHFDC administrative costs; and

No.: (2) 3-7-004: 003 (portion); and (4) the Village 8 – 9 Acres Parcel at the Villages of Kapolei Project Located in Kapolei, Oahu, TMK No.: (1) 9-1-140: 159

III.D. DISCUSSION AND/OR DECISION MAKING

Discussion on the HOME American Rescue Plan (HOME-ARP) Program

IV. FINDINGS OF THE WAIAHOLE VALLEY STRATEGIC PLAN SUBCOMMITTEE (PERMITTED INTERACTION GROUP)

V. FINDINGS AND RECOMMEND- ATIONS OF THE HAWAII HOUSING FINANCE AND DEVELOPMENT CORPORATION LEASEHOLD POLICY SUBCOMMITTEE

(3) standardize lease provisions to effectively manage and enforce the lease based on current laws, regulations, and policies, preventing speculation and maintain property value.

**(PERMITTED
INTERACTION
GROUP)**

Kometani thanked the PIG members for their commitment in providing a standardized leasehold policy.

Chair Mended thanked staff for their work on this and proceeded to the Report of the Executive Director.

Executive Director Iseri-Matsubara called upon Aiona to provide the Board with an update on the Homeownership Assistance Fund (HAF) Program.

**VI.
REPORT BY
THE
EXECUTIVE
DIRECTOR**

Aiona stated that on behalf of the City and County of Honolulu, HHFDC procured the Council for Native Hawaiian Advancement (CNHA) to administer the HAF Program funds of approximately \$29 million for Oahu homeowners.

Aiona thanked Fiscal Chief Officer Holly Osumi, former Chief Planner Janice Takahashi (Retired), Contracts Officer Krystal-Lee Tabangcura, HHFDC fiscal staff, and all those involved in the inception process.

Executive Director Iseri-Matsubara clarified that per the U.S. Treasury, the goal of the HAF Program is connecting homeowners to housing counseling services to help avoid mortgage delinquencies and defaults as opposed to quickly disbursing payments.

Executive Director Iseri-Matsubara reported that the Finance Branch recently formed a Low Income Housing Tax Credit Developer's Working Group, which met yesterday, for the purposes of fostering communication and collaboration on HHFDC's programs and processes with major developers. She thanked Housing Finance Specialist Chris Oakes and his team for a successful meeting.

Executive Director Iseri-Matsubara welcomed and introduced HHFDC's new Planner Cynthia Nyross, who previously worked at the Governor's Office and was the chief of staff for the Housing Committee Chair in the House under Representative Tom Brower.

Executive Director Iseri-Matsubara thanked the Board for their continued support.

There being no further business on the agenda, Director McCartney moved, seconded by Vice Chair Mackler, to adjourn the meeting at 10:31 a.m.

**VII.
ADJOURNMENT
10:31 a.m.**

The motion was carried unanimously.



SEAN SASAKI
Secretary

State of Hawaii Hawaii Housing Finance and Development Corporation

Financial and Compliance Audit

For the Fiscal Year Ended
June 30, 2021

ATTACHMENT A



State of Hawaii
Hawaii Housing
Finance and
Development
Corporation

Presentation to the Board of Directors

January 13, 2022

Financial and Compliance Audit

for the Fiscal Year Ended June 30, 2021

Disclaimer: The presentation is a summary of facts and discussion points prepared for the Hawaii Housing Finance and Development Corporation board of directors and does not purport to be a complete representation of the audited financial statements. For the complete Financial and Compliance Audit Report, refer to the board materials or the HHFDC website.

Agenda

Auditor Reports

Financial Statements

- Significant Transactions and Activities
- Government-Wide Statements
- Governmental Funds
- Proprietary Funds

Subsequent Events

Questions or Comments

Accuity LLP, independent auditor, issued the following reports dated December 17, 2021, on the Hawaii Housing Finance and Development Corporation (“Corporation”) for the fiscal year ended June 30, 2021:

Report of Independent Auditors

Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Report of Independent Auditors on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance

ATTACHMENT A



Report of Independent Auditors

ATTACHMENT A

Accuity LLP rendered an **unmodified** opinion on the audited financial statements. The financial statements present fairly, in all material respects, the Corporation's financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with generally accepted accounting principles.

**Report of Independent
Auditors on Internal
Control Over Financial
Reporting and on
Compliance and Other
Matters Based on an
Audit of Financial
Statements Performed in
Accordance with
Government Auditing
Standards**

Internal Control Over Financial Reporting

In planning and performing the audit of the financial statements, Accuity LLP considered the Corporation's internal control over financial reporting to determine the audit procedures that are appropriate for the purpose of expressing an opinion on the financial statements and not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control.

Accuity LLP **did not identify** any deficiencies in internal control that are considered material weaknesses in respect to the limited purpose.

**Report of Independent
Auditors on Internal
Control Over Financial
Reporting and on
Compliance and Other
Matters Based on an
Audit of Financial
Statements Performed in
Accordance with
Government Auditing
Standards (continued)**

Compliance and Other Matters

Accuity LLP performed tests of compliance with certain provisions of laws, regulations, contracts and grant agreements of which noncompliance could have a direct and material effect on the determination of financial statement amounts. The results of their tests disclosed **no instances of noncompliance** or other matters that are required to be reported.

**Report of
Independent
Auditors on
Compliance for
Each Major Federal
Program and on
Internal Control
Over Compliance
Required by the
Uniform Guidance**

Opinion on Each Major Federal Program

Accuity LLP identified COVID-19 Coronavirus Relief Fund (CFDA 21-019) as a major federal program.

Accuity LLP opined that the Corporation complied, in all material respects, with the types of compliance required as described in the OMB Compliance Supplement that could have a direct and material effect on the Corporation's major federal program for the year ended June 30, 2021.

Financial Statements

ATTACHMENT A

Two Types of Funds of the Corporation



Governmental Funds

Comprised of funds that are primarily financed with public funds.



Proprietary Funds

Comprised of enterprise funds which are used to account for those activities for which the intent of management is to recover, primarily through user charges, the cost of providing services to customers.

Significant Transactions and Activities

Fiscal Year Ended June 30, 2021

ATTACHMENT A

Coronavirus Relief Fund & Rental Assistance and Mediation (Governmental Funds)

Corporation administered two new programs that provided housing assistance to Hawaii residents that were impacted by the coronavirus pandemic. The Coronavirus Relief Fund Program referred to as the Housing Relief and Resiliency Program (HRRP) in Act 9, SLH 2020, and the Rental Assistance and Mediation Program (RAMP) recognized revenues and expenses of \$71.7 million in the aggregate during FYE 6/30/21.

Dwelling Unit Revolving Fund (Proprietary Fund)

Corporation recognized \$31 million gain on the sale of the leasehold interest of the Kamakee Vista for the amount of \$34.6 million in December 2020. Sales proceeds financed a DURF loan of \$10 million and funded the Rental Assistance Revolving Fund (RARF) rental subsidy in the amount of \$3.9 million.

General Obligation Bond Fund (Governmental Fund) & Rental Housing Revolving Fund (Proprietary Fund)

Act 4, SLH 2020 and Act 189, SLH 2019, collectively, resulted in the Corporation's recognition of \$300 million in State Allotted Appropriations (revenues) and increase in cash during the FYE 6/30/21.

Government-Wide Condensed Statements
for Fiscal Years Ended June 30, 2021 and 2020
(in thousands of dollars)

Government-Wide Statements of Net Position							Government-Wide Statements of Activities						
	Governmental Funds		Proprietary Funds		Total			Governmental Funds		Proprietary Funds		Total	
	2021	2020	2021	2020	2021	2020		2021	2020	2021	2020	2021	2020
Current assets	\$ 4,854	\$ 5,140	\$ 687,437	\$ 676,604	\$ 692,291	\$ 681,744	Revenues						
Restricted assets held by trustee	-	-	46,624	54,913	46,624	54,913	Program revenues						
Capital assets	-	-	93,403	96,355	93,403	96,355	Charges for services	\$ -	\$ -	\$ 44,960	\$ 48,430	\$ 44,960	\$ 48,430
Other assets	9,862	9,862	755,751	650,553	765,613	660,415	Operating grants and contributions	78,940	4,680	7,282	16,040	86,222	20,720
Total assets	14,716	15,002	1,583,215	1,478,425	1,597,931	1,493,427	General revenues						
Deferred outflows of resources	-	-	2,580	3,009	2,580	3,009	State allotted appropriations, net of lapses	300,668	117,125	-	2,000	300,668	119,125
Total assets and deferred outflows of resources	\$ 14,716	\$ 15,002	\$ 1,585,795	\$ 1,481,434	\$ 1,600,511	\$ 1,496,436	Gain on sale of capital assets	-	-	31,667	-	31,667	-
Current liabilities	\$ 435	\$ -	\$ 8,219	\$ 255,771	\$ 8,654	\$ 255,771	Total revenues	379,608	121,805	83,909	66,470	463,517	188,275
Noncurrent liabilities	-	-	86,418	95,567	86,418	95,567	Expenses						
Total liabilities	435	-	94,637	351,338	95,072	351,338	Governmental activities						
Deferred inflows of resources	-	-	1,152	600	1,152	600	Expenditures	78,985	5,645	-	-	78,985	5,645
Net position							Business-type activities						
Net investment in capital assets	-	-	93,317	96,255	93,317	96,255	Rental assistance program	-	-	1,784	1,888	1,784	1,888
Restricted	10,343	10,408	82,878	87,192	93,221	97,600	Housing development program	-	-	17,507	10,646	17,507	10,646
Unrestricted	3,938	4,594	1,313,811	946,049	1,317,749	950,643	Multi-family mortgage loan programs	-	-	1,558	1,589	1,558	1,589
Total net position	14,281	15,002	1,490,006	1,129,496	1,504,287	1,144,498	Single-family mortgage loan program	-	-	1,620	937	1,620	937
Total Liabilities and Deferred Inflows of resources and net position	\$ 14,716	\$ 15,002	\$ 1,585,795	\$ 1,481,434	\$ 1,600,511	\$ 1,496,436	Intergovernmental expense	-	-	-	250,000	-	250,000
							Others	-	-	2,274	2,311	2,274	2,311
							Total expenses	78,985	5,645	24,743	267,371	103,728	273,016
							Net change before transfers and lapses	300,623	116,160	59,166	(200,901)	359,789	(84,741)
							Transfers	(301,344)	(143,998)	301,344	143,998	-	-
							Change in net position	(721)	(27,838)	360,510	(56,903)	359,789	(84,741)
							Net position						
							Beginning of year	15,002	42,840	1,129,496	1,186,399	1,144,498	1,229,239
							End of year	\$ 14,281	\$ 15,002	\$ 1,490,006	\$ 1,129,496	\$ 1,504,287	\$ 1,144,498

FY 2020

- FY 2021** 2. During FYE 6/30/21, the Corporation disbursed \$250 million from the RHRF to the EBRF which reduced both the Due to Other State Department liability and cash balance pursuant to the mandate.
3. Act 4, SLH 2020 authorized the Director of Finance to issue GO bonds of \$250 million to be deposited into the RHRF for the FYE 6/30/21. Accordingly, the Corporation received and recorded the GO Bond funds in two steps.
- Corporation received the GO Bond funds in its GO Bond Fund, Governmental Fund, which effectively recognized the State Allotted Appropriations (revenues) and increased the cash balance.
 - Corporation transferred the cash from the GO Bond Fund to the RHRF, Proprietary Fund, which effectively reduced the cash balance and recorded a transfer-out under the GO Bond Fund. Whereas the RHRF cash balance increased and recorded a transfer-in.

Act 189, SLH 2019 appropriated \$50 million cash infusion from the State's GO Bond Fund to the RHRF. During FYE 6/30/21, the Corporation received and recorded the GO Bond funds in two steps.

- Corporation received the GO Bond funds in its GO Bond Fund, Governmental Fund, which effectively recognized the State Allotted Appropriations (revenues) and increased the cash balance.
- Corporation transferred the cash from the GO Bond Fund to the RHRF, Proprietary Fund, which effectively reduced the cash balance and recorded a transfer-out under the GO Bond Fund. Whereas the RHRF cash balance increased and recorded a transfer-in.

Pursuant to Act 4, SLH 2020 and Act 189, SLH 2019, effectively the Corporation recognized \$300 million in State Allotted Appropriations (revenues) and transfers-out under the GO Bond Fund, Governmental Funds. GO Bond Fund cash balance netted to \$0. As for the RHRF, Proprietary Funds, net \$0 change in cash balances pursuant to Act 4 transactions. However, the RHRF cash balance increased by \$50 million pursuant to Act 189 transactions and recognized transfers-in of \$300 million in the aggregate pursuant to Act 4 and Act 189.



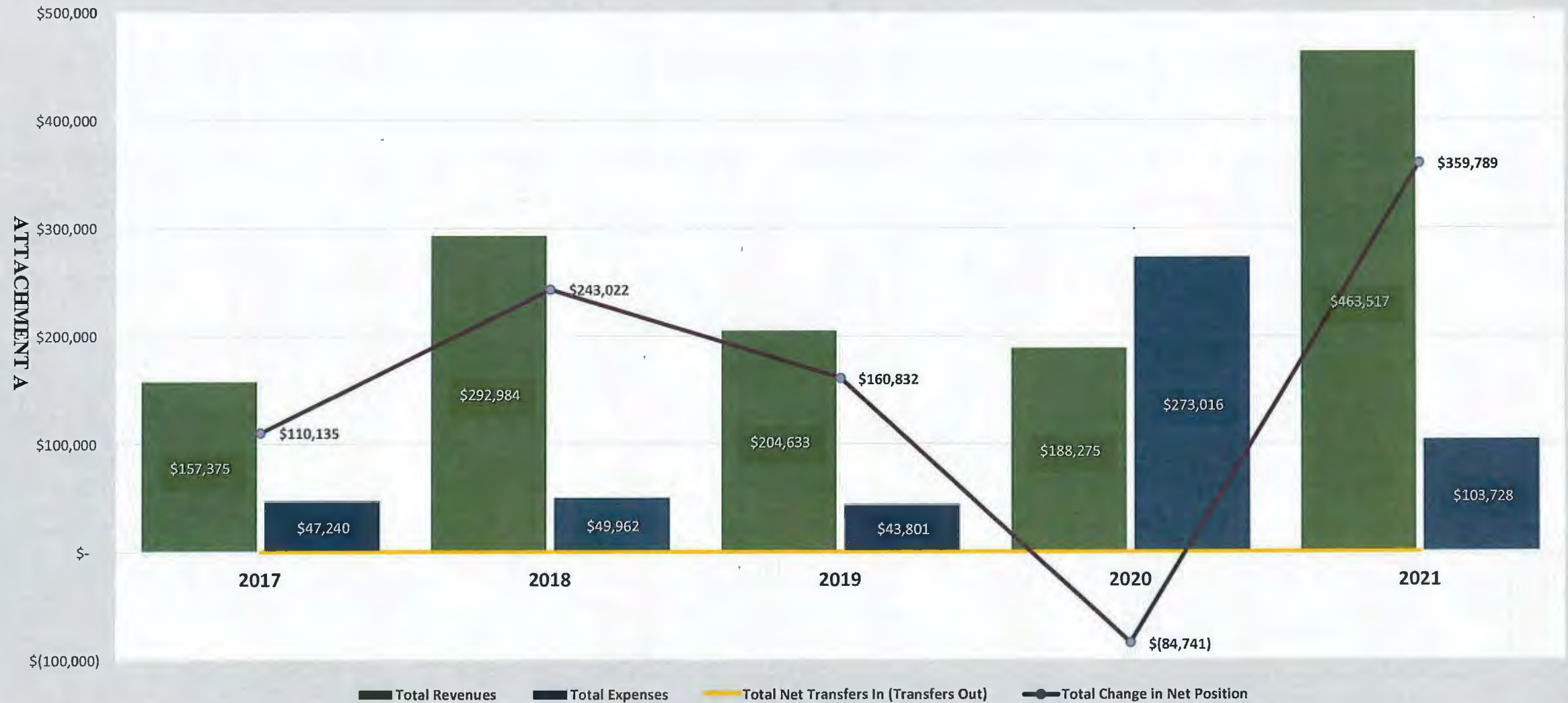
Statement of Revenues, Expenses and Change in Net Position (Statement of Activities)

The Statement of Revenues, Expenses and Changes in Net Position (or Statement of Activities) presents how the Corporation's net position changed during the fiscal year.

Hawaii Housing Finance and Development Corporation

Government-Wide Statements of Activities Trend

(in thousands of dollars)



Statement of Net Position (Balance Sheet)

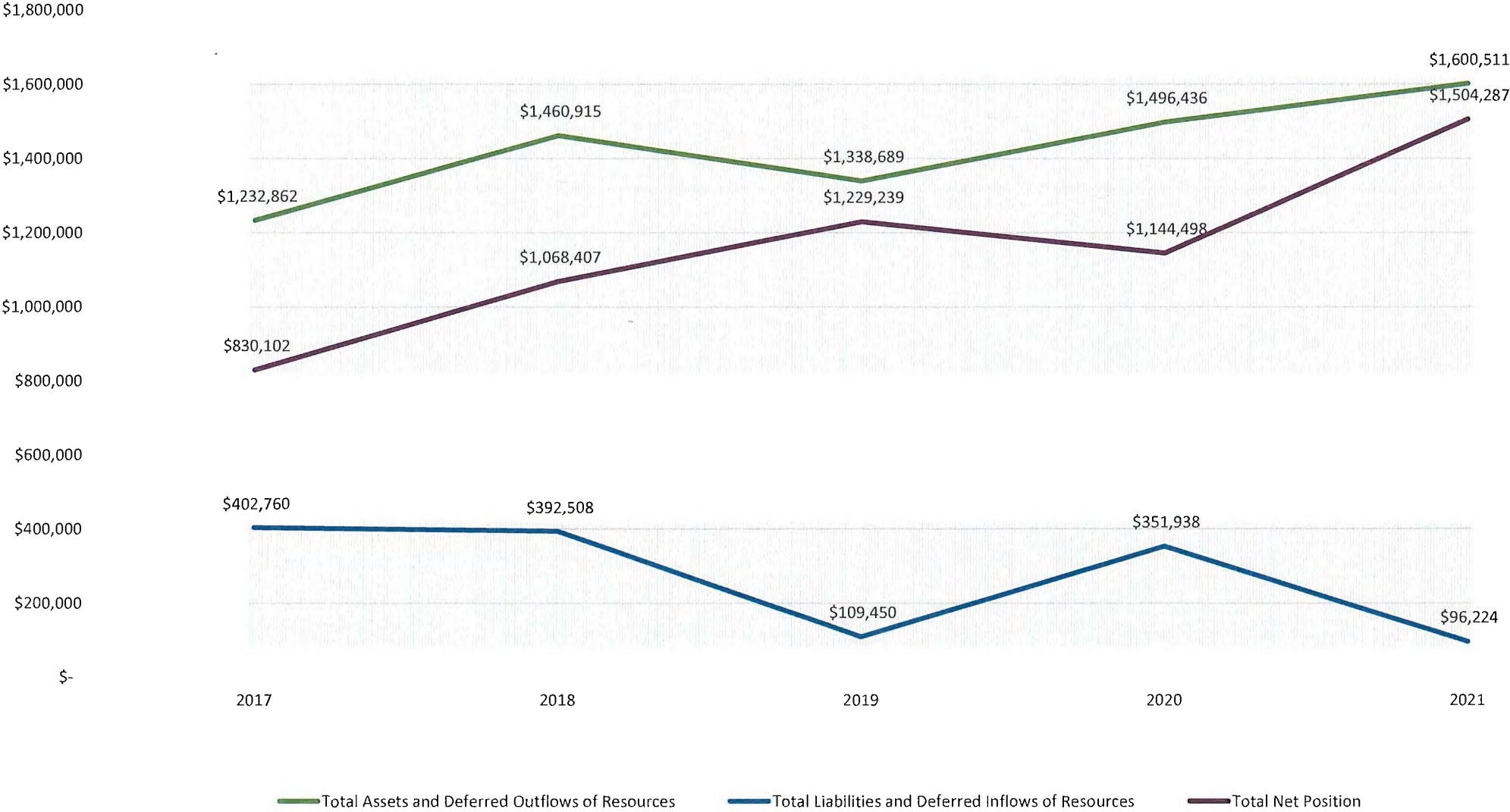
The statement of net position (or balance sheet) is a snapshot of the financial position of the Corporation as of June 30, 2021. The statement lists all of the Corporation's resources (or assets) and deferred outflows of resources and all that the Corporation owes (or liabilities) and deferred inflows of resources. The difference between the two equals the Corporation's net position.

Over time, the changes in net position may serve as a useful indicator of the Corporation's fiscal health.



Hawaii Housing Finance and Development Corporation
Government-Wide Net Position Trend
(in thousands of dollars)

ATTACHMENT A



Governmental Funds

Financial Statements

ATTACHMENT A

GENERAL FUND

GENERAL
OBLIGATION
BOND FUND

HOME
INVESTMENT
PARTNERSHIP
PROGRAM

HOUSING TRUST
FUND PROGRAM

CORONAVIRUS
RELIEF FUND
PROGRAM

RENTAL
ASSISTANCE
MEDIATION
PROGRAM

TAX CREDIT
ASSISTANCE
PROGRAM

General Fund

Accounts for the State's general fund revenues appropriated by the State Legislature to the Corporation and transfer for subsequent use by the Corporation's other funds.

General Obligation Bond Fund

Accounts for the State's issuance and transfer of general obligation bonds proceeds to the Corporation's other funds.

HOME Investment Partnership Program

Accounts for the federally-funded program for the purpose of enhancing the State and local government's ability to provide affordable housing for low- and very low-income families through funding strategies designed to increase the supply of decent affordable housing by offering financial and technical assistance to participating jurisdictions. The Corporation makes payments to the subgrantees on a reimbursement basis.

Housing Trust Fund Program

Accounts for the federally-funded program for the purpose of enhancing the State and local government's ability to provide affordable housing for extremely low-income families through funding strategies designed to increase the supply of decent affordable housing by offering financial and technical assistance to participating jurisdictions. The Corporation makes payments to the subgrantees on a reimbursement basis.

Coronavirus Relief Fund Program

Accounts for all financial activities funded by the related federal grant. Substantially all of the fund's activity is related to providing rental and mortgage assistance to residents impacted by the coronavirus pandemic.

Rental Assistance and Mediation Program

Accounts for the proceeds from the State to provide rental assistance to residents impacted by the coronavirus pandemic.

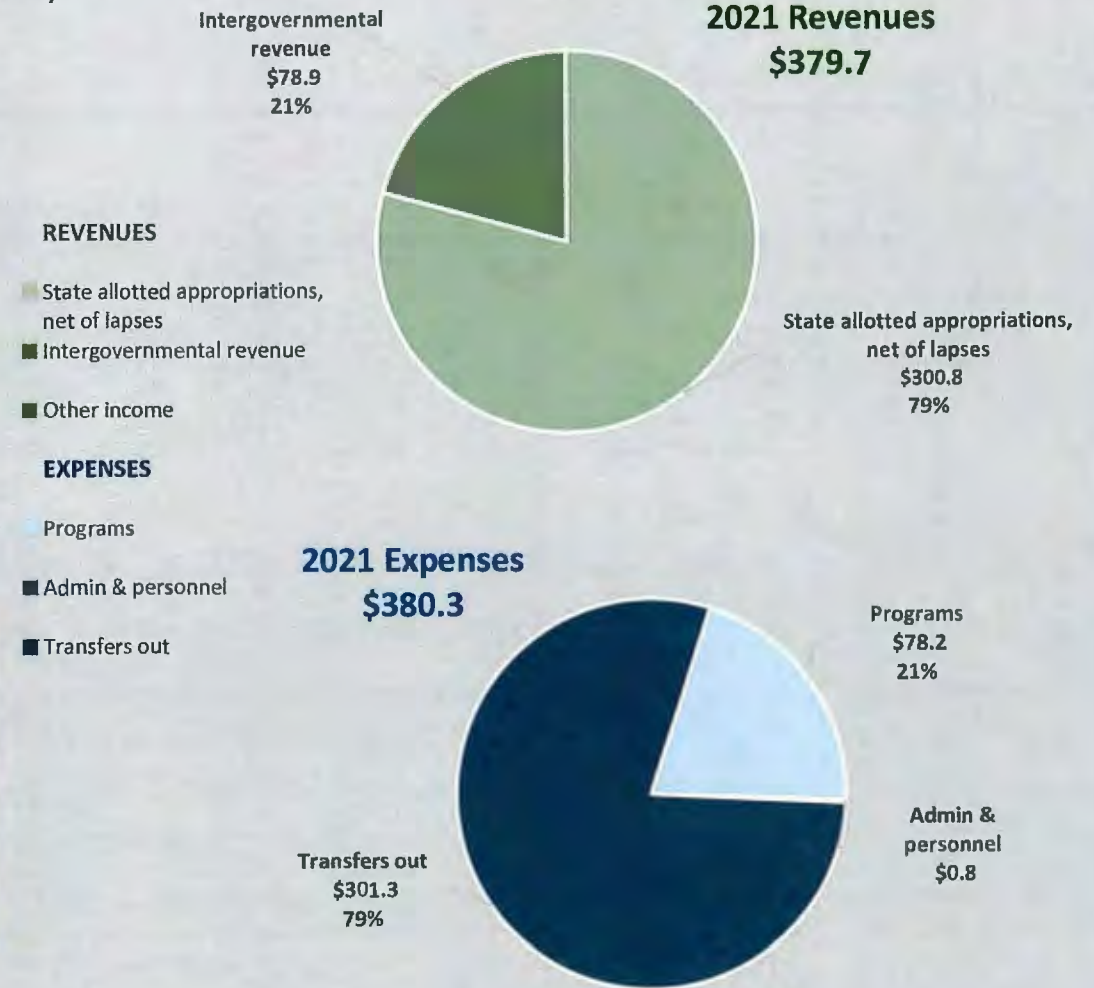
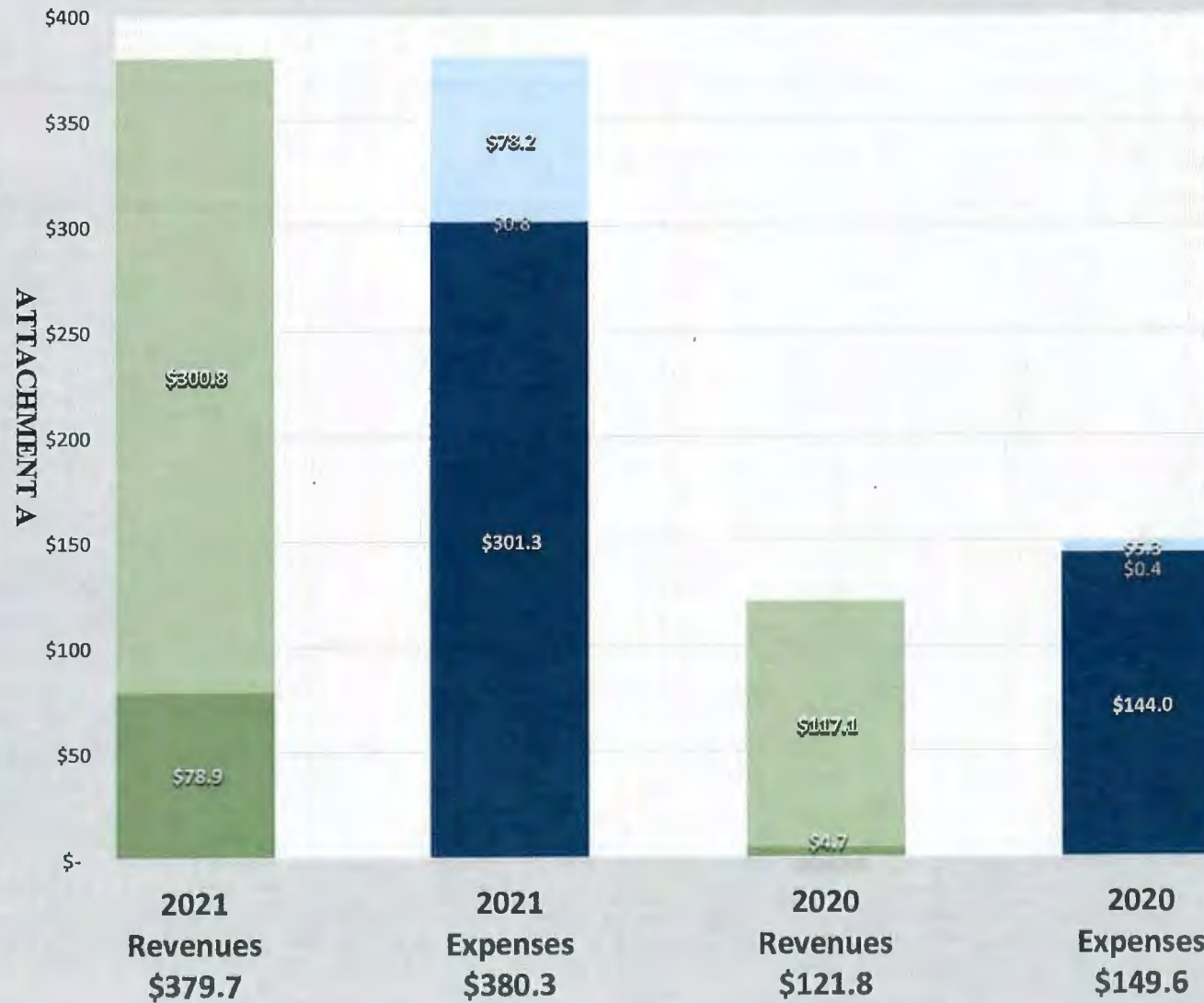
Tax Credit Assistance Program

Accounts for the federally-funded program for the purpose of providing funds directly to designated state housing credit agencies for award to affordable rental housing developments that have been allocated low-income housing tax credits and are in need of additional gap equity funding.

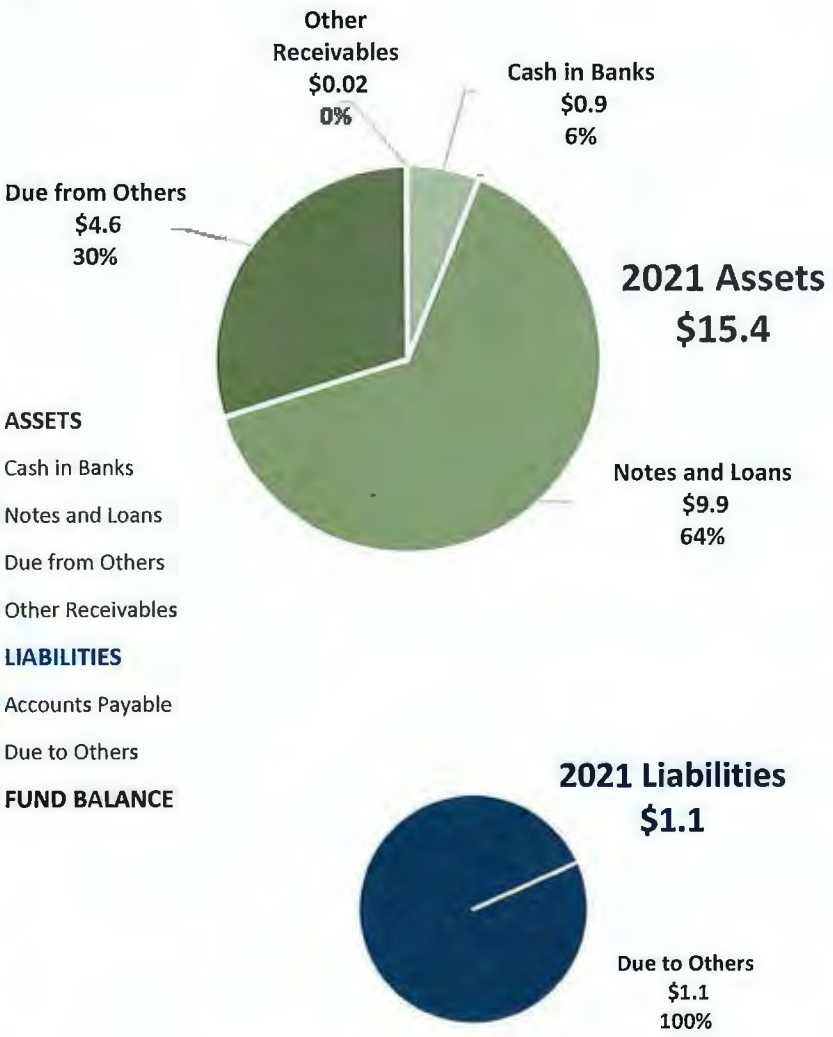
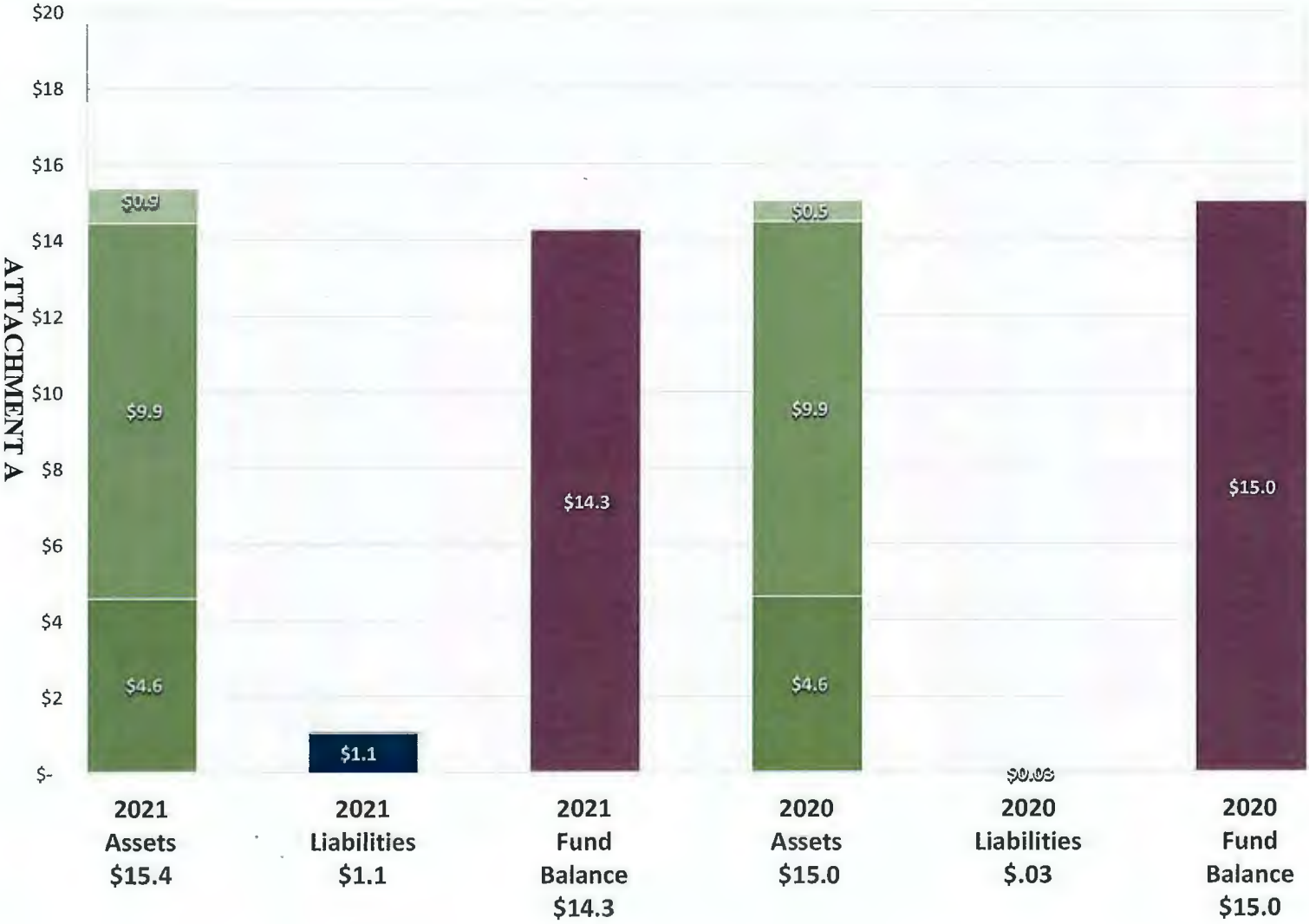
Hawaii Housing Finance and Development Corporation

Governmental Funds Revenues and Expenses

For Fiscal Years Ended June 30, 2021 and 2020
(in millions of dollars)



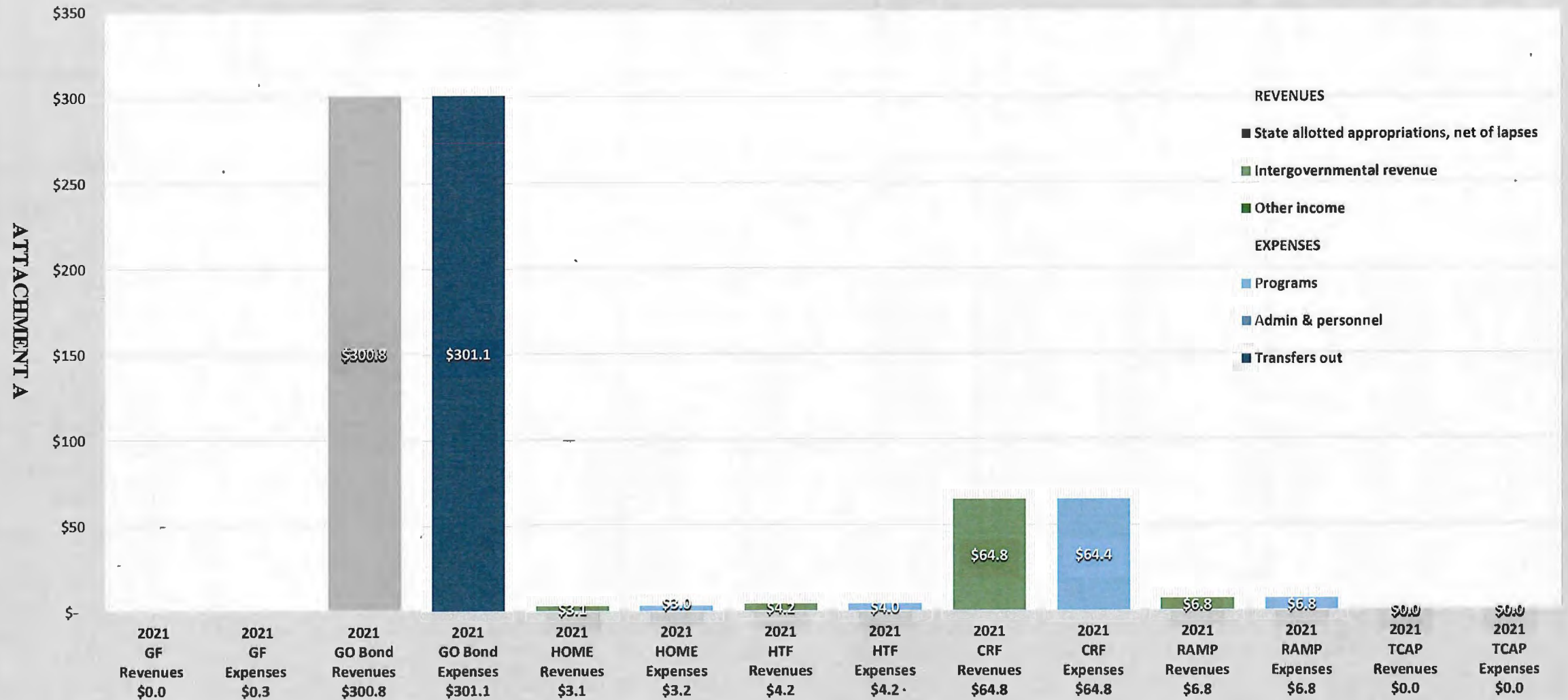
Hawaii Housing Finance and Development Corporation
Governmental Funds Assets, Liabilities and Fund Balance
For Fiscal Year Ended June 30, 2021
(in millions of dollars)



Hawaii Housing Finance and Development Corporation

Revenues and Expenses by Governmental Funds

For Fiscal Year Ended June 30, 2021
(in millions of dollars)



Proprietary Funds Financial Statements

ATTACHMENT A

Rental Housing
Revolving Fund

Dwelling Unit
Revolving Fund

Single Family
Mortgage
Purchase

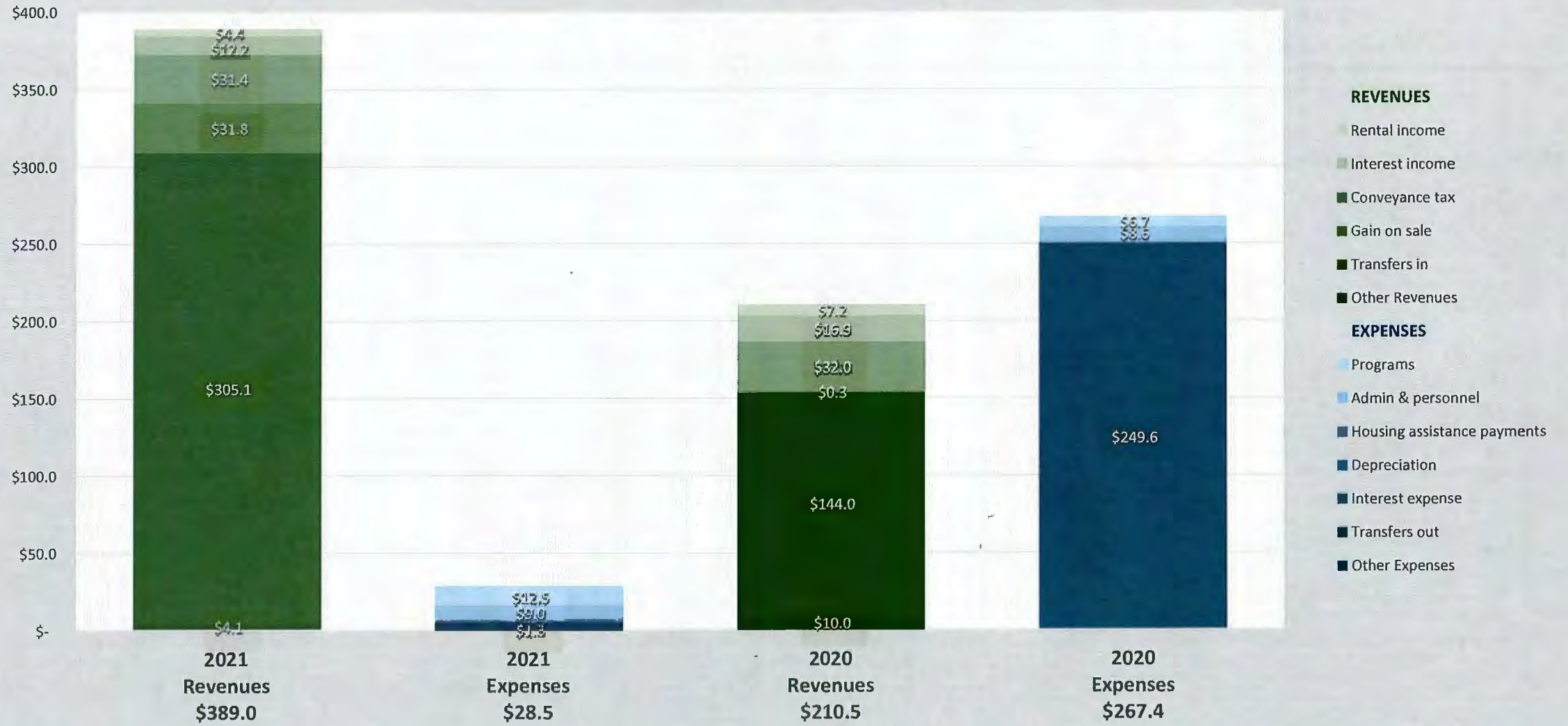
Housing Finance
Revolving Fund

Multifamily
Housing Revenue
Bond Fund

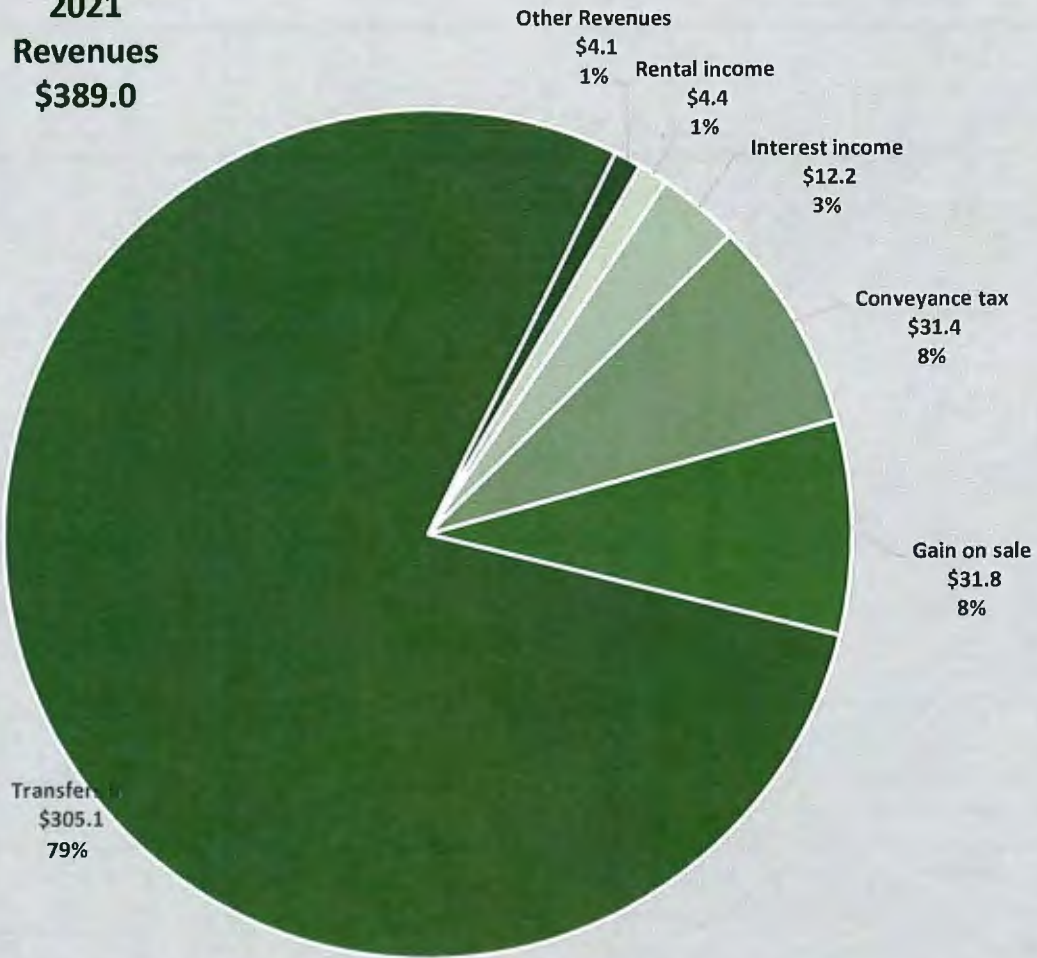
Rental Assistance
Revolving Fund

Grants in Aid
Fund

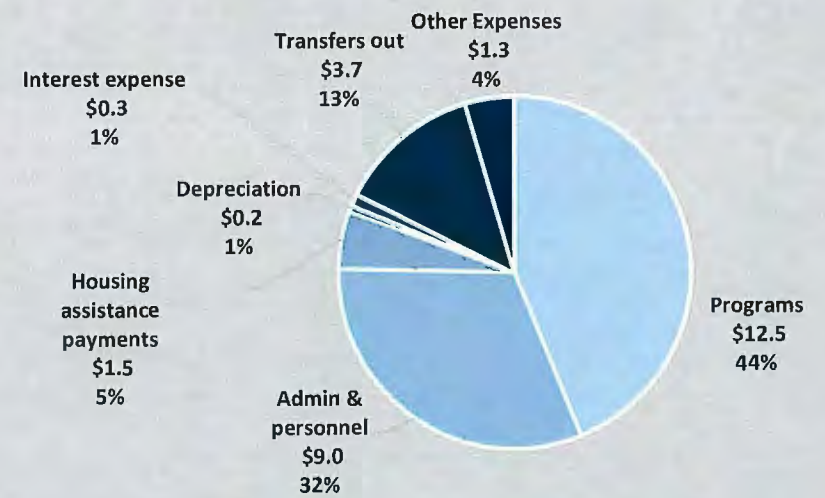
Disbursing Fund



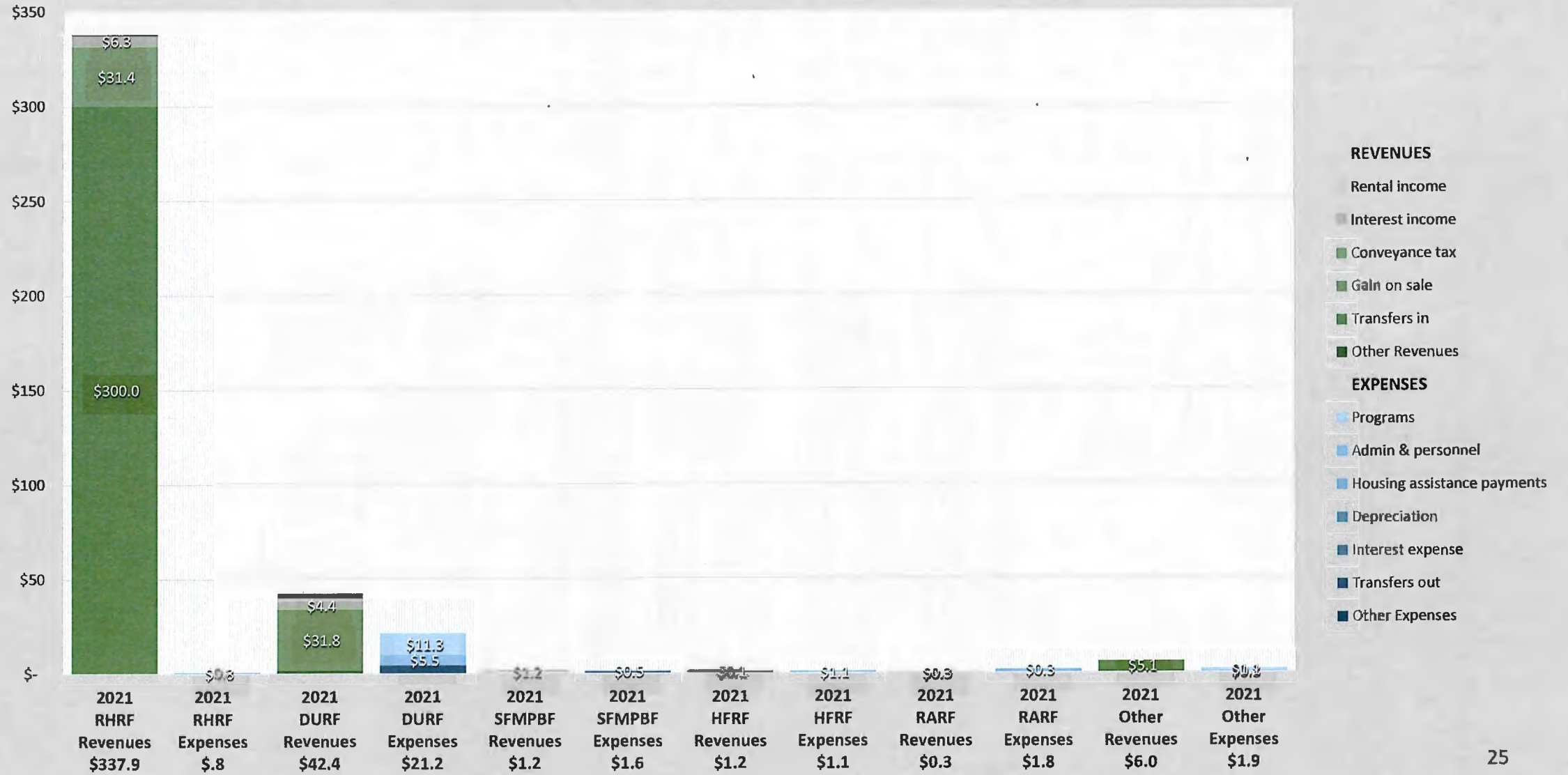
**2021
Revenues
\$389.0**



**2021
Expenses
\$28.5**



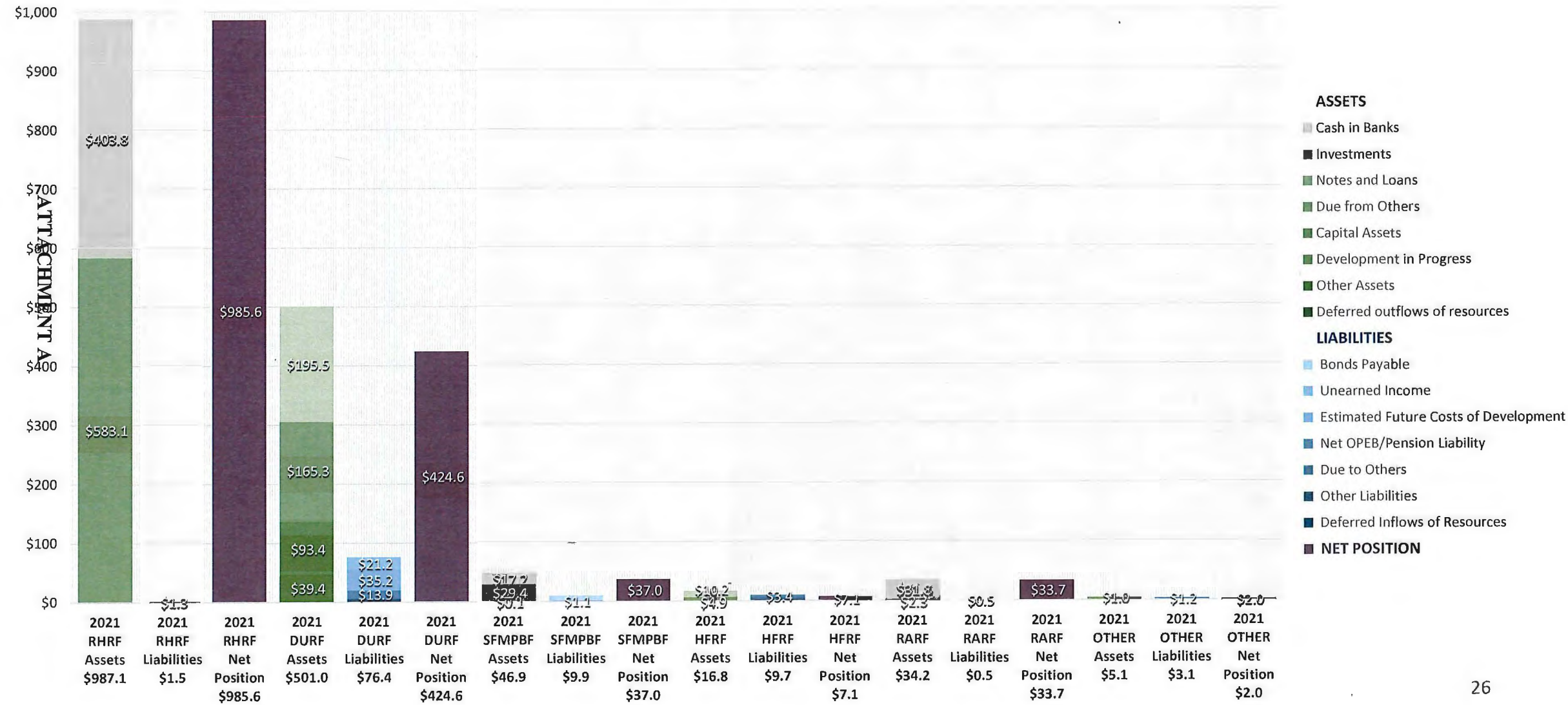
ATTACHMENT A



Hawaii Housing Finance and Development Corporation

Proprietary Funds Assets, Liabilities and Net Position

For the Fiscal Year Ended June 30, 2021
(in millions of dollars)



Rental Housing Revolving Fund

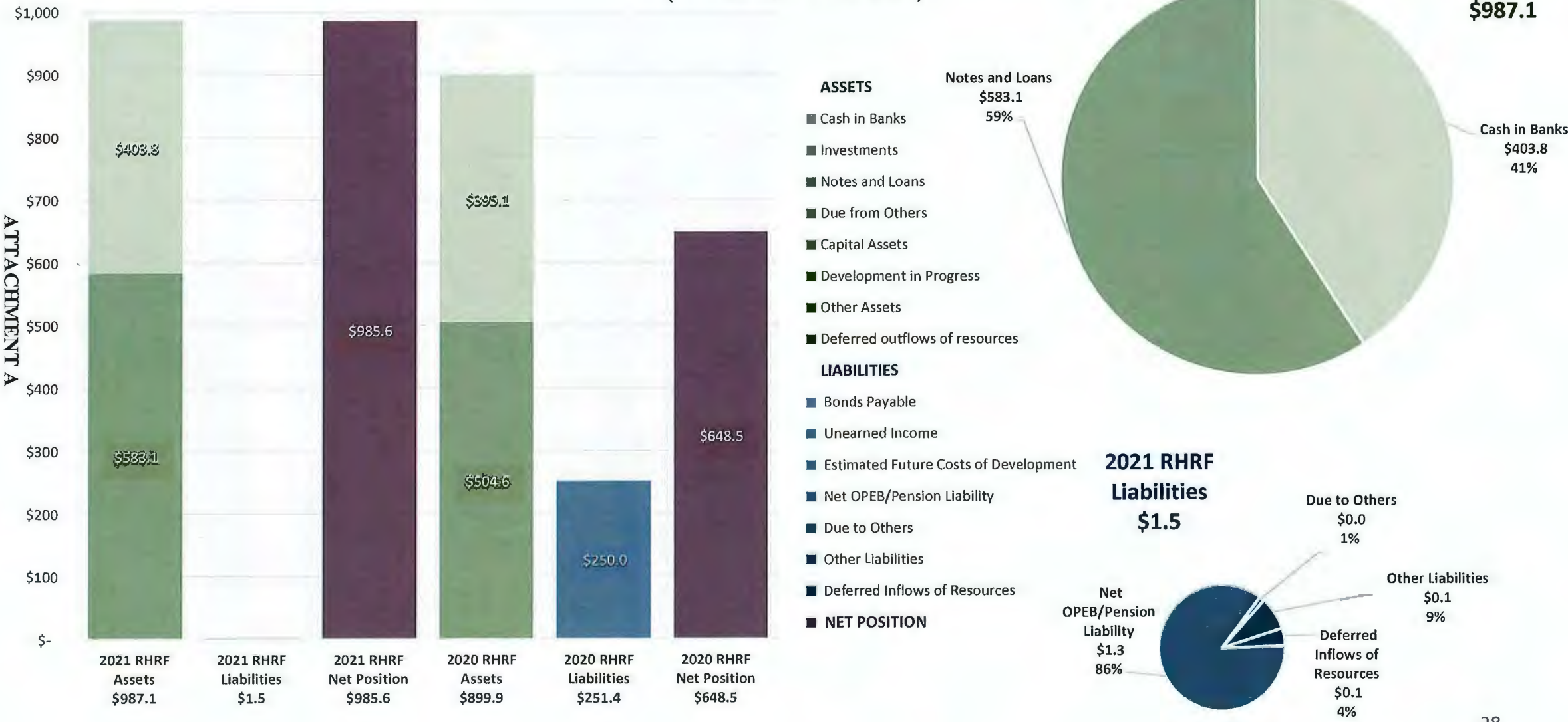
Accounts for State funds, repayment of financing, and interest earnings from the financing and investment of such funds to provide developers of qualified rental housing projects with loans and/or grants for the development, predevelopment, construction, acquisition, preservation and rehabilitation of rental housing units.



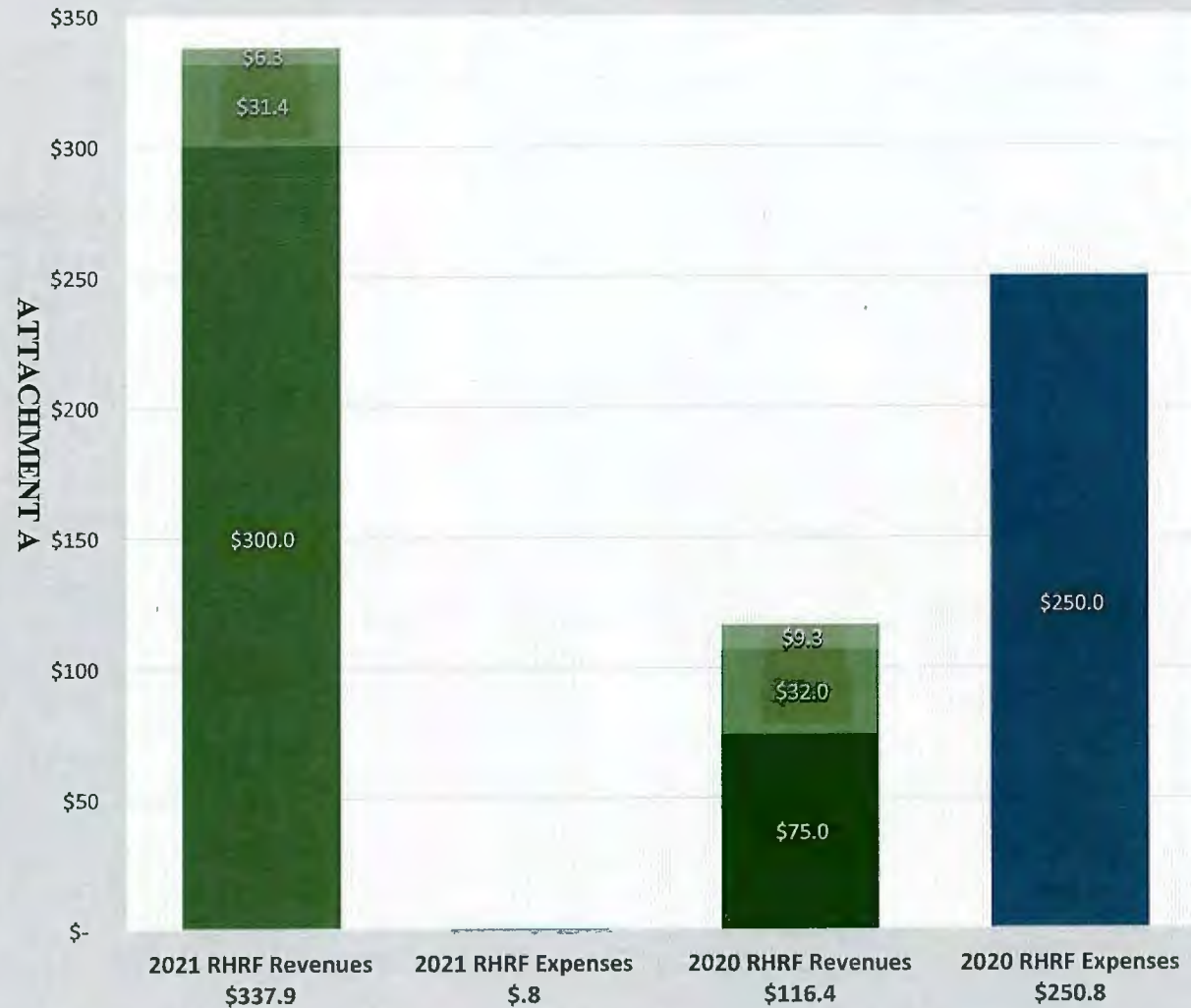
Hawaii Housing Finance and Development Corporation

Rental Housing Revolving Fund Assets and Liabilities

For the Fiscal Years Ended June 30, 2021 and 2020
(in millions of dollars)



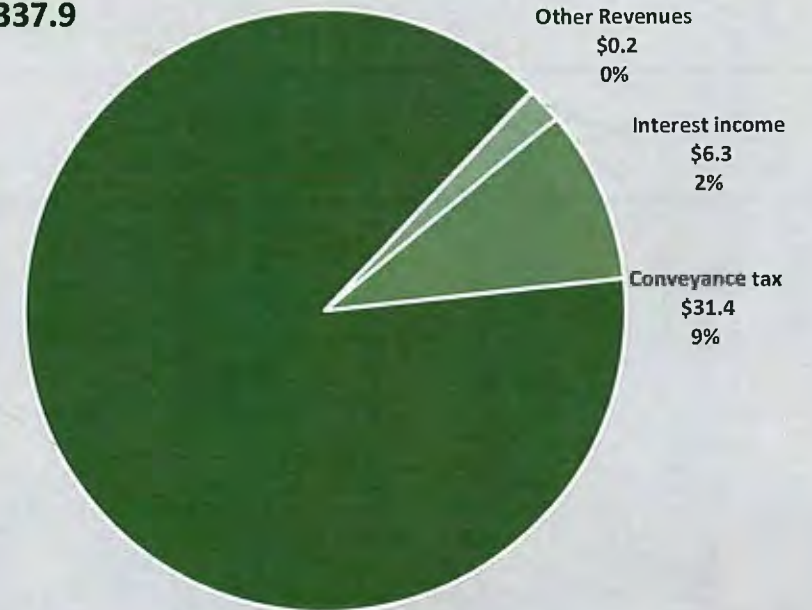
Hawaii Housing Finance and Development Corporation Rental Housing Revolving Fund Revenues and Expenses For the Fiscal Years Ended June 30, 2021 and 2020 (in millions of dollars)



REVENUES

- Rental income
- Interest income
- Conveyance tax
- Gain on sale
- Transfers in
- Other Revenues

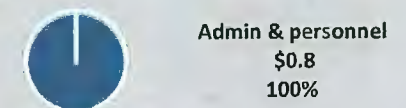
2021 RHRF Revenues
\$337.9



EXPENSES

- Programs
- Admin & personnel
- Housing assistance payments
- Depreciation
- Interest expense
- Transfers out
- Other Expenses

2021 RHRF Expenses
\$.8



Dwelling Unit Revolving Fund

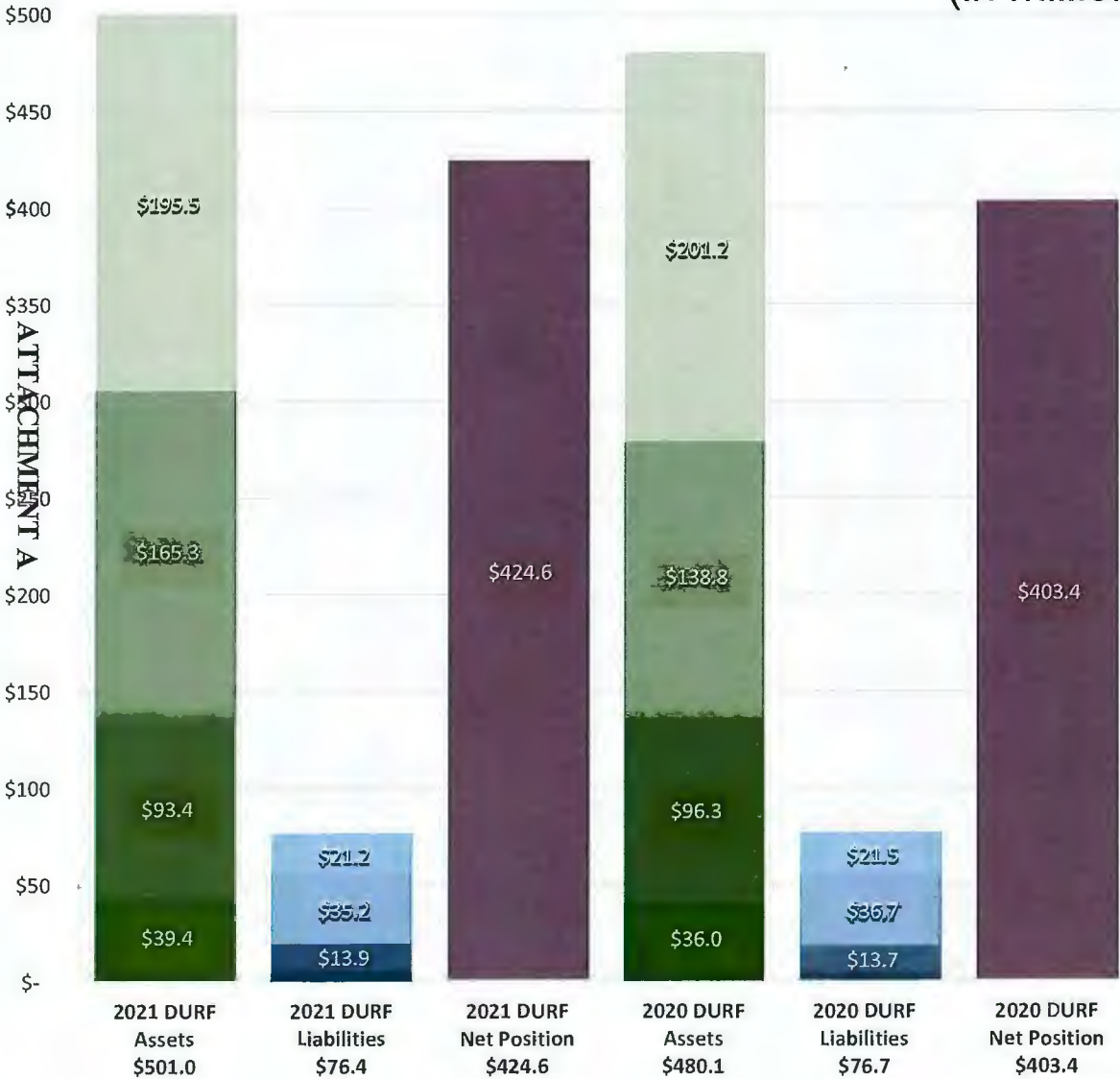
Accounts for State funds used for acquiring, developing, selling, leasing and renting residential, commercial and industrial properties and providing mortgage and interim financing, rental income, sales proceeds, and interest earnings from the financing and investment of such funds.



Hawaii Housing Finance and Development Corporation

Dwelling Unit Revolving Funds Assets and Liabilities

For the Fiscal Years Ended June 30, 2021 and 2020
(in millions of dollars)

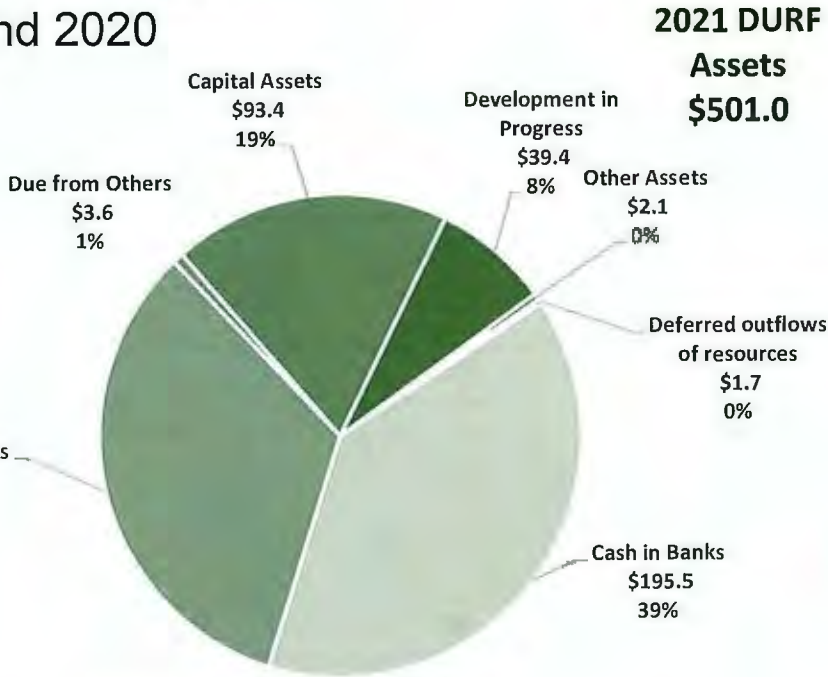


ASSETS

- Cash in Banks
- Investments
- Notes and Loans
- Due from Others
- Capital Assets
- Development in Progress
- Other Assets
- Deferred outflows of resources

LIABILITIES

- Bonds Payable
- Unearned Income
- Estimated Future Costs of Development
- Net OPEB/Pension Liability
- Due to Others
- Other Liabilities
- Deferred Inflows of Resources
- NET POSITION

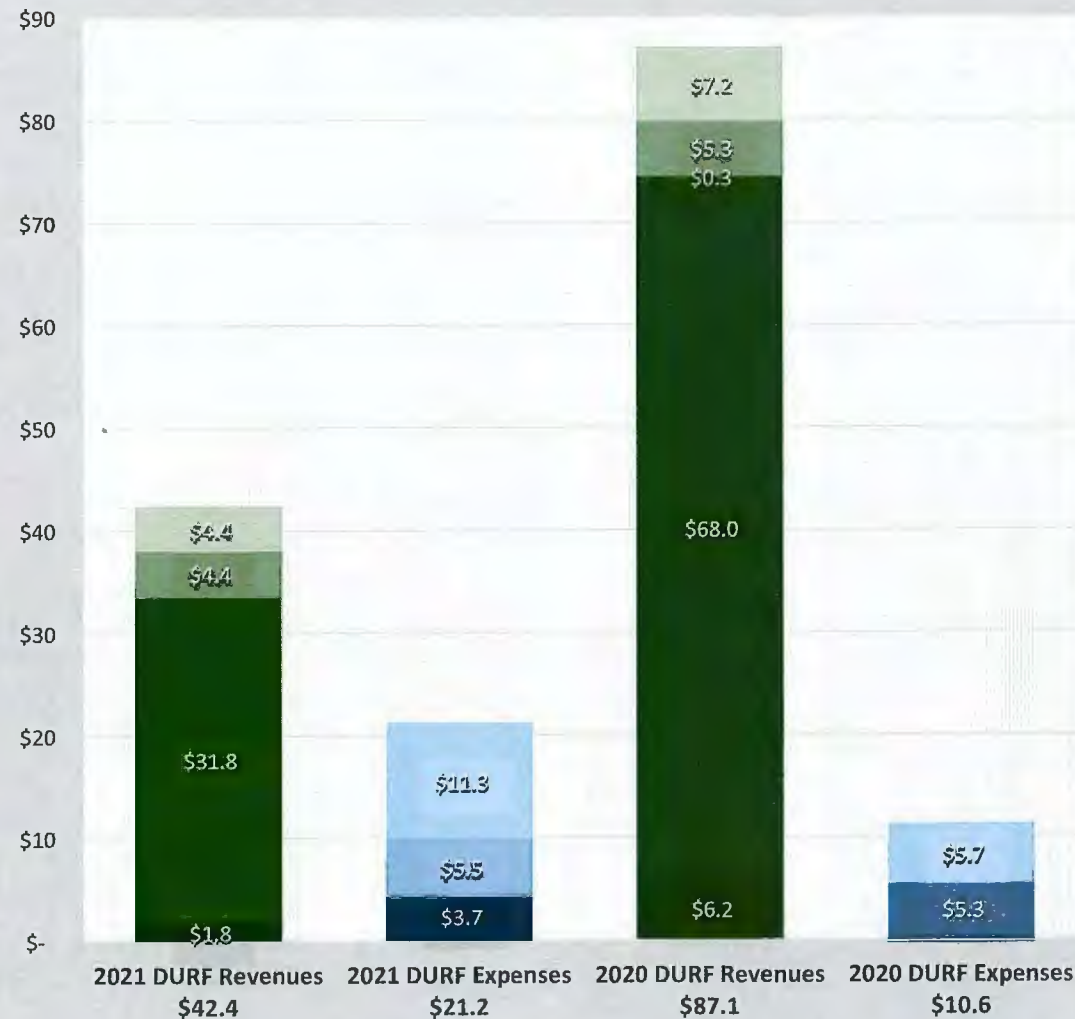


2021 DUF Liabilities \$76.4



Hawaii Housing Finance and Development Corporation Dwelling Unit Revolving Fund Revenues and Expenses For the Fiscal Years Ended June 30, 2021 and 2020 (in millions of dollars)

ATTACHMENT A



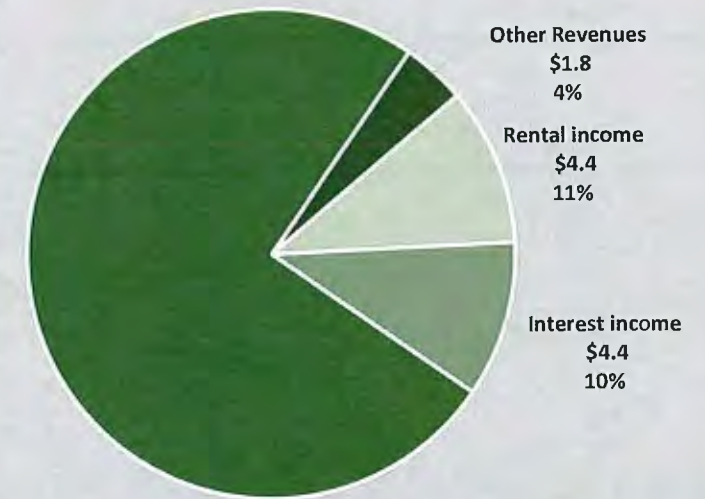
REVENUES

- Rental income
- Interest income
- Conveyance tax
- Gain on sale
- Transfers in
- Other Revenues

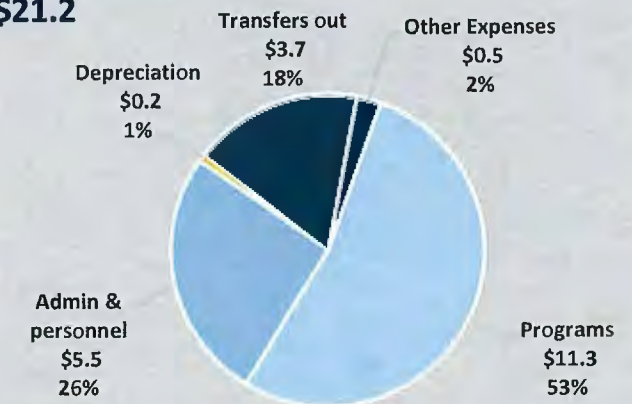
EXPENSES

- Programs
- Admin & personnel
- Housing assistance payments
- Depreciation
- Interest expense
- Transfers out
- Other Expenses

2021 DURF Revenues \$42.4



2021 DURF Expenses \$21.2

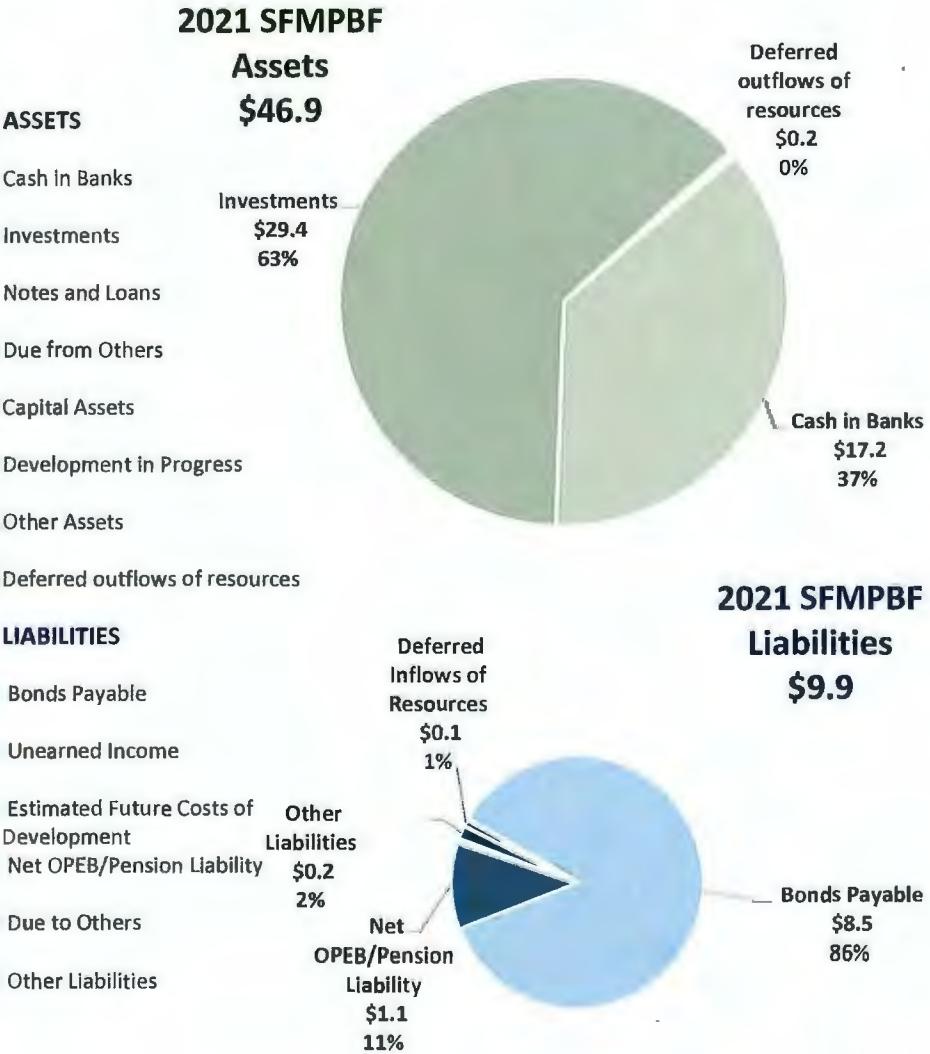
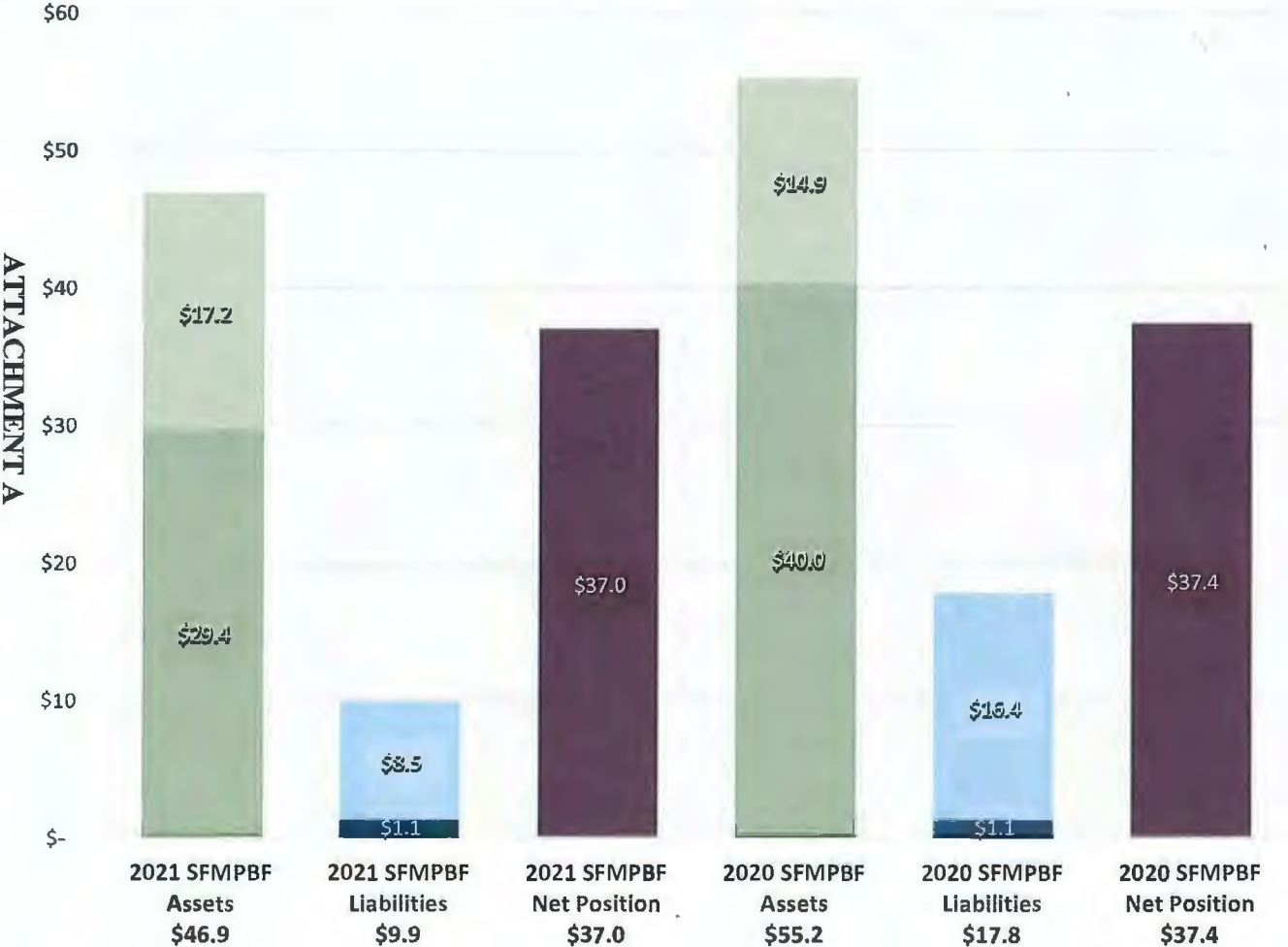


Single Family Mortgage Purchase Bond Fund

Accounts for the proceeds from the issuance of bonds used to make below-market interest rate mortgage loans and the repayment, interest and earning from such loans and investments of such funds.

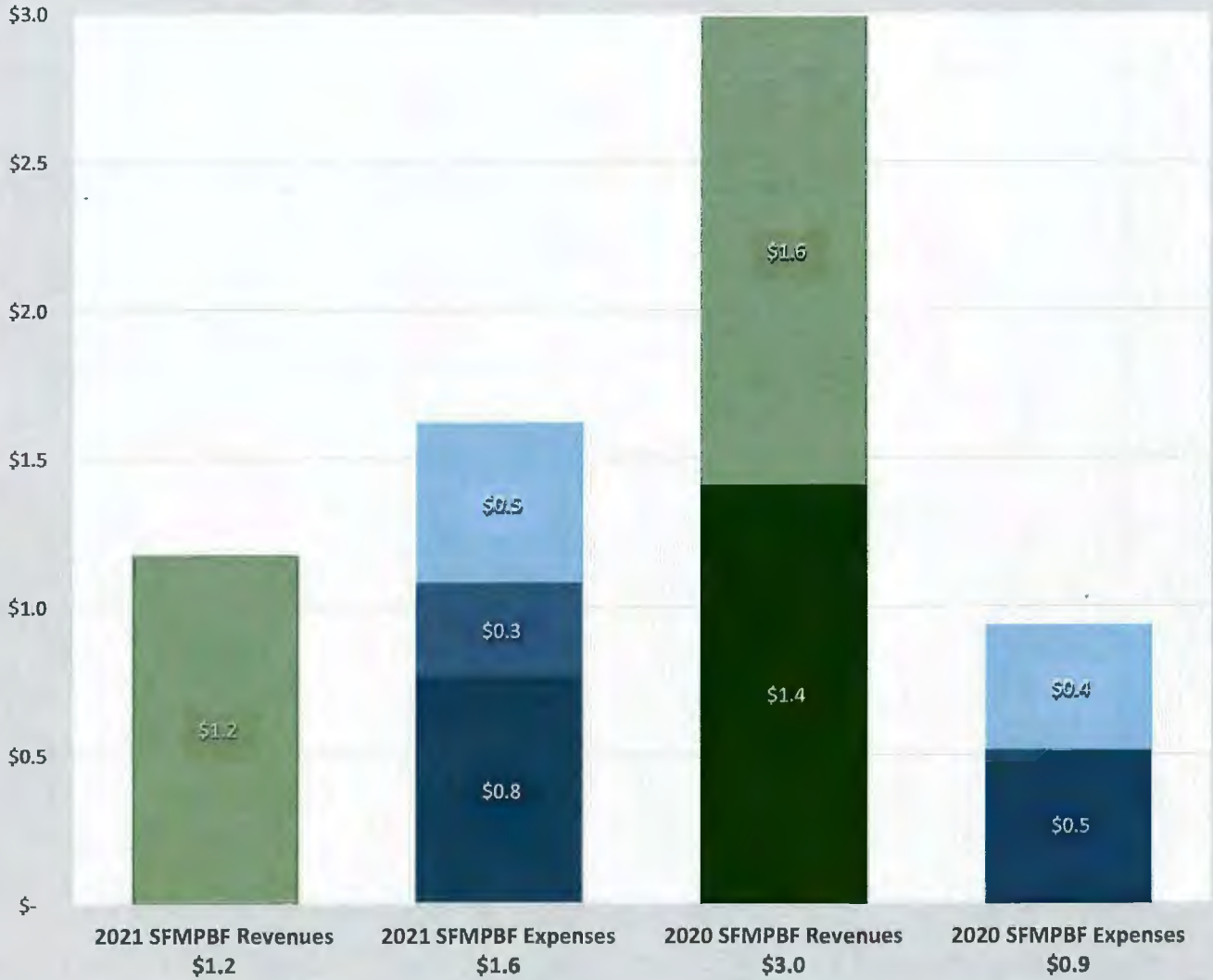


Hawaii Housing Finance and Development Corporation
Single Family Mortgage Purchase Revenue Bond Fund Assets and Liabilities
For the Fiscal Years Ended June 30, 2021 and 2020
(in millions of dollars)



Hawaii Housing Finance and Development Corporation
Single Family Mortgage Purchase Bond Fund Revenues and Expenses
For the Fiscal Years Ended June 30, 2021 and 2020
(in millions of dollars)

ATTACHMENT A

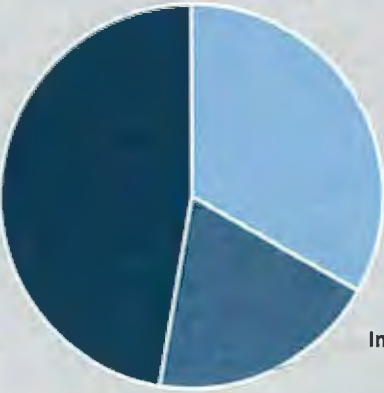


2021 SFMPBF Revenues
\$1.2

- REVENUES**
- Rental income
 - Interest Income
 - Conveyance tax
 - Gain on sale
 - Transfers in
 - Other Revenues
- EXPENSES**
- Programs
 - Admin & personnel
 - Housing assistance payments
 - Depreciation
 - Interest expense
 - Transfers out
 - Other Expenses



2021 SFMPBF Expenses
\$1.6



Housing Finance Revolving Fund

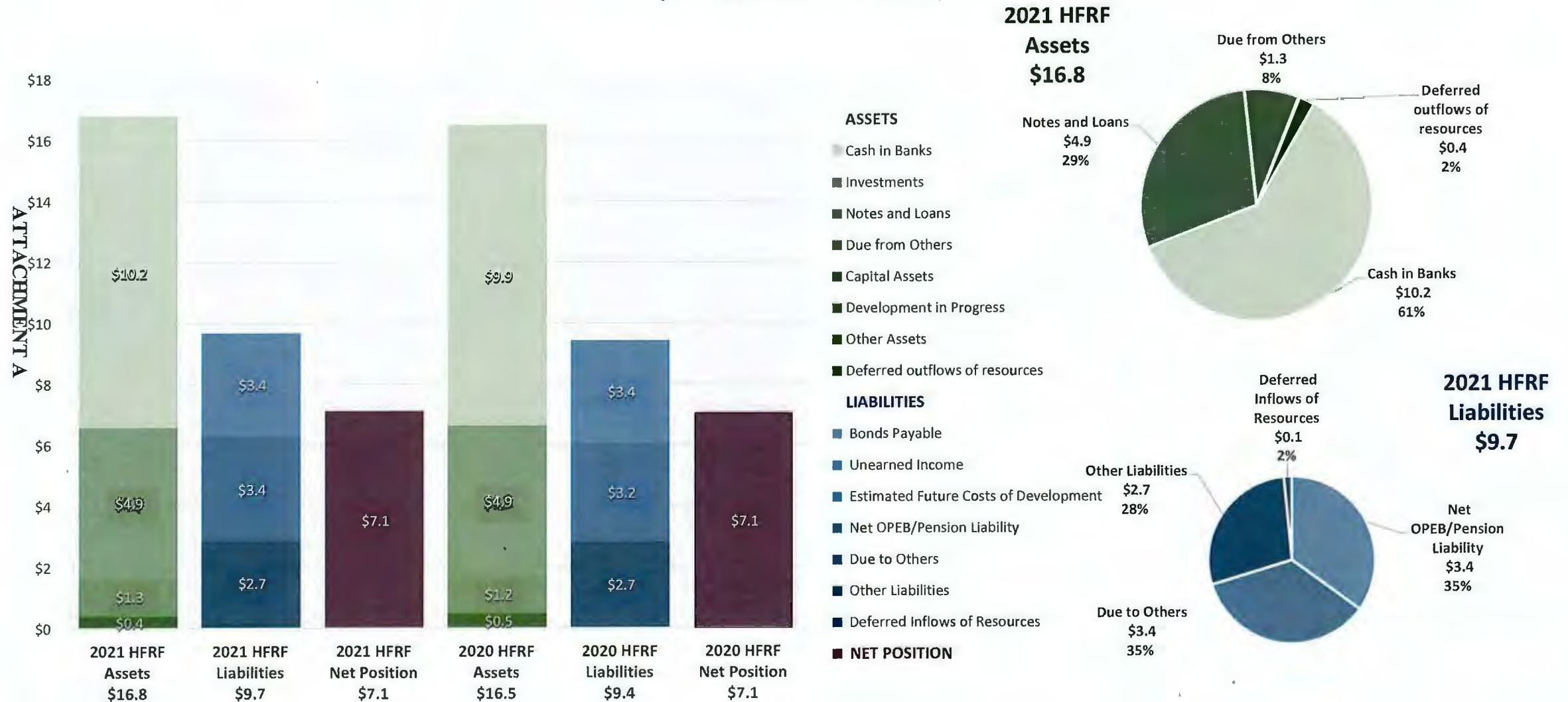
The Housing Finance Revolving Fund was created to be used for long-term and other special financing provided by the Corporation. The fund also accounts for monies received and collected by the Corporation, not otherwise pledged or obligated nor required by law to be placed in another proprietary fund.



Hawaii Housing Finance and Development Corporation

Housing Finance Revolving Fund Assets and Liabilities

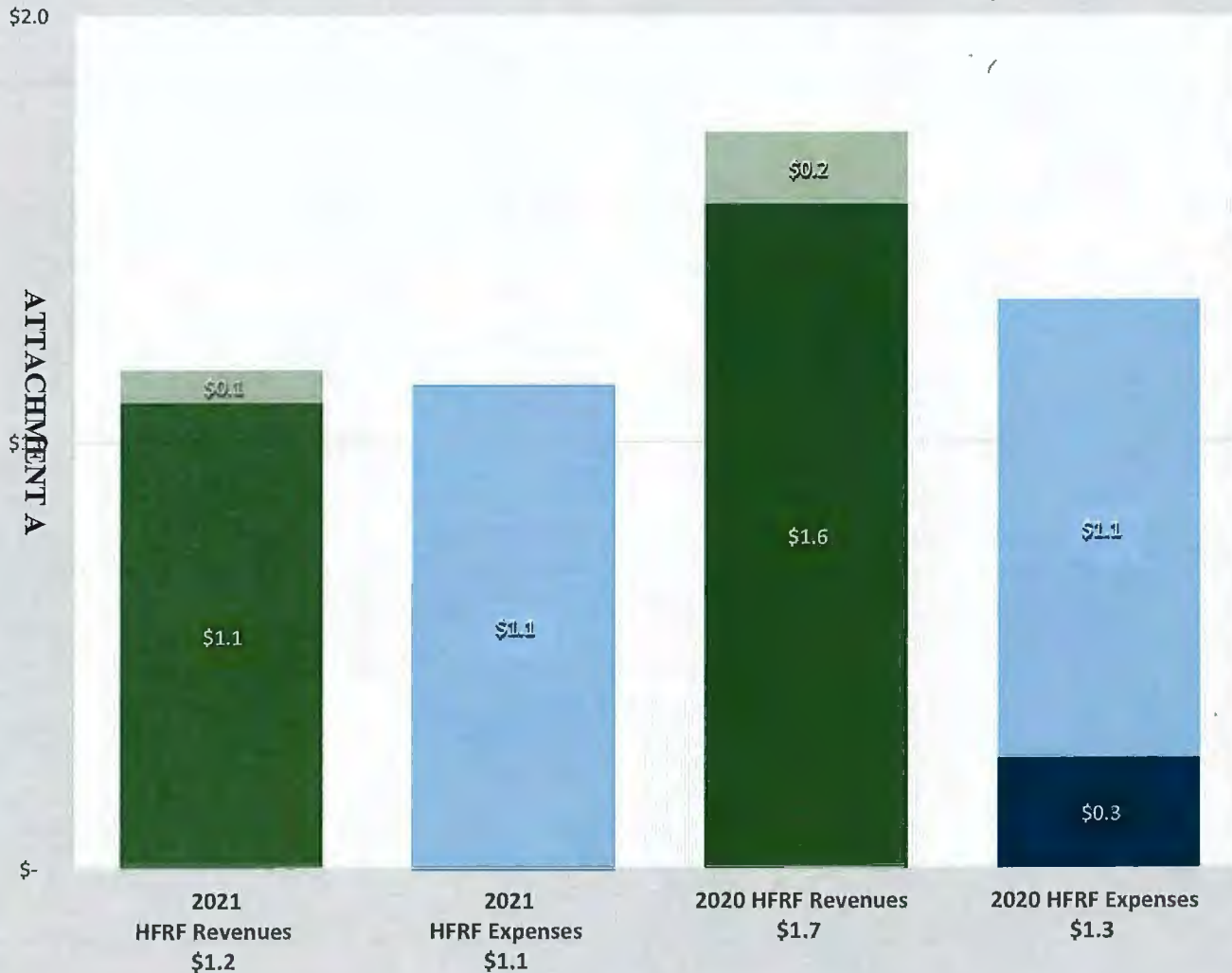
For the Fiscal Year Ended June 30, 2021 (in millions of dollars)



Hawaii Housing Finance and Development Corporation

Housing Finance Revolving Fund Revenues and Expenses

For the Fiscal Year Ended June 30, 2021
(in millions of dollars)



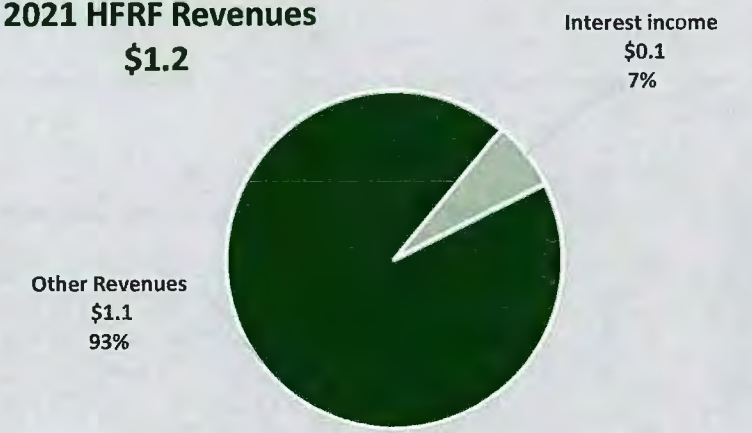
REVENUES

- Rental income
- Interest income
- Conveyance tax
- Gain on sale
- Transfers in
- Other Revenues

EXPENSES

- Programs
- Admin & personnel
- Housing assistance payments
- Depreciation
- Interest expense
- Transfers out
- Other Expenses

2021 HFRF Revenues \$1.2

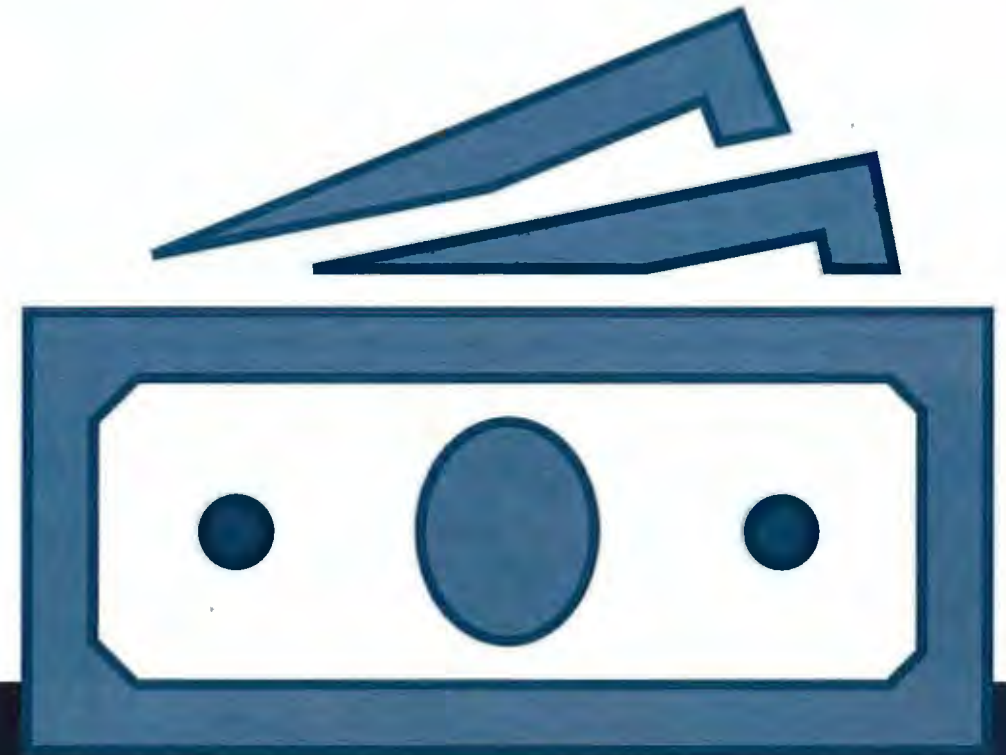


2021 HFRF Expenses \$1.1



Rental Assistance Revolving Fund

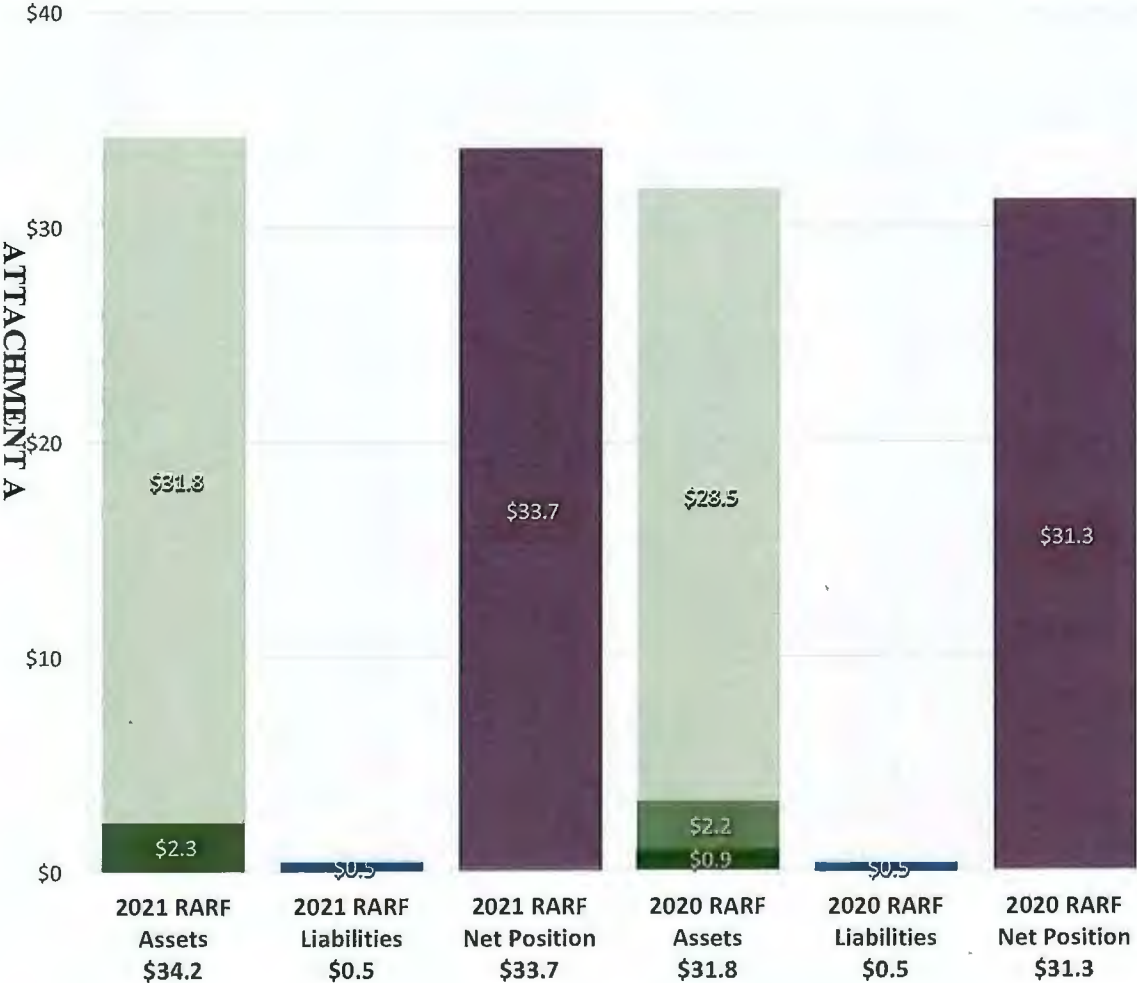
Accounts for the rental assistance subsidies provided to qualified owners to assist eligible tenants who live in rental housing developments and to provide for interim construction financing for rental housing projects.



Hawaii Housing Finance and Development Corporation

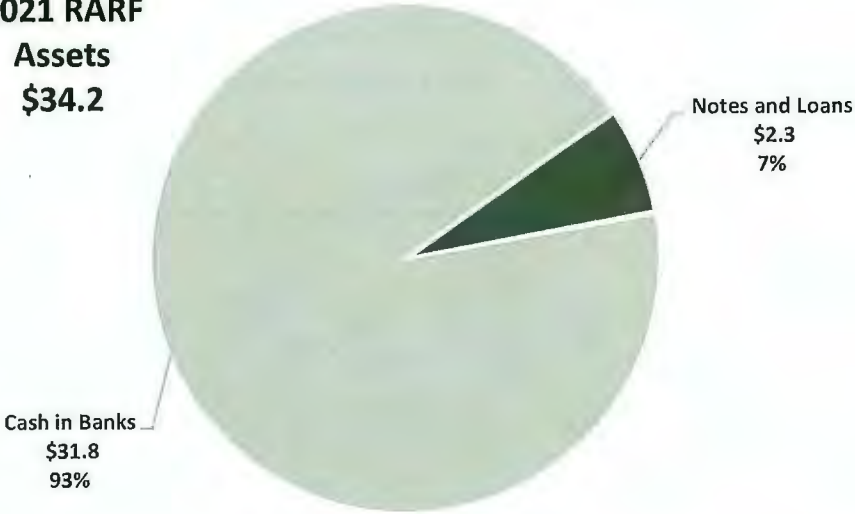
Rental Assistance Revolving Fund Assets and Liabilities

For the Fiscal Years Ended June 30, 2021 and 2020
(in millions of dollars)

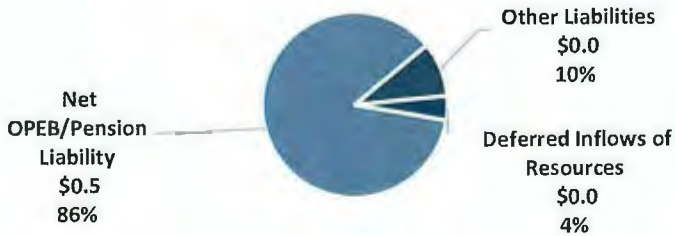


- ASSETS**
- Cash in Banks
 - Investments
 - Notes and Loans
 - Due from Others
 - Development in Progress
 - Capital Assets
 - Other Assets
 - Deferred outflows of resources
- LIABILITIES**
- Bonds Payable
 - Unearned Income
 - Estimated Future Costs of Development
 - Net OPEB/Pension Liability
 - Due to Others
 - Other Liabilities
 - Deferred Inflows of Resources

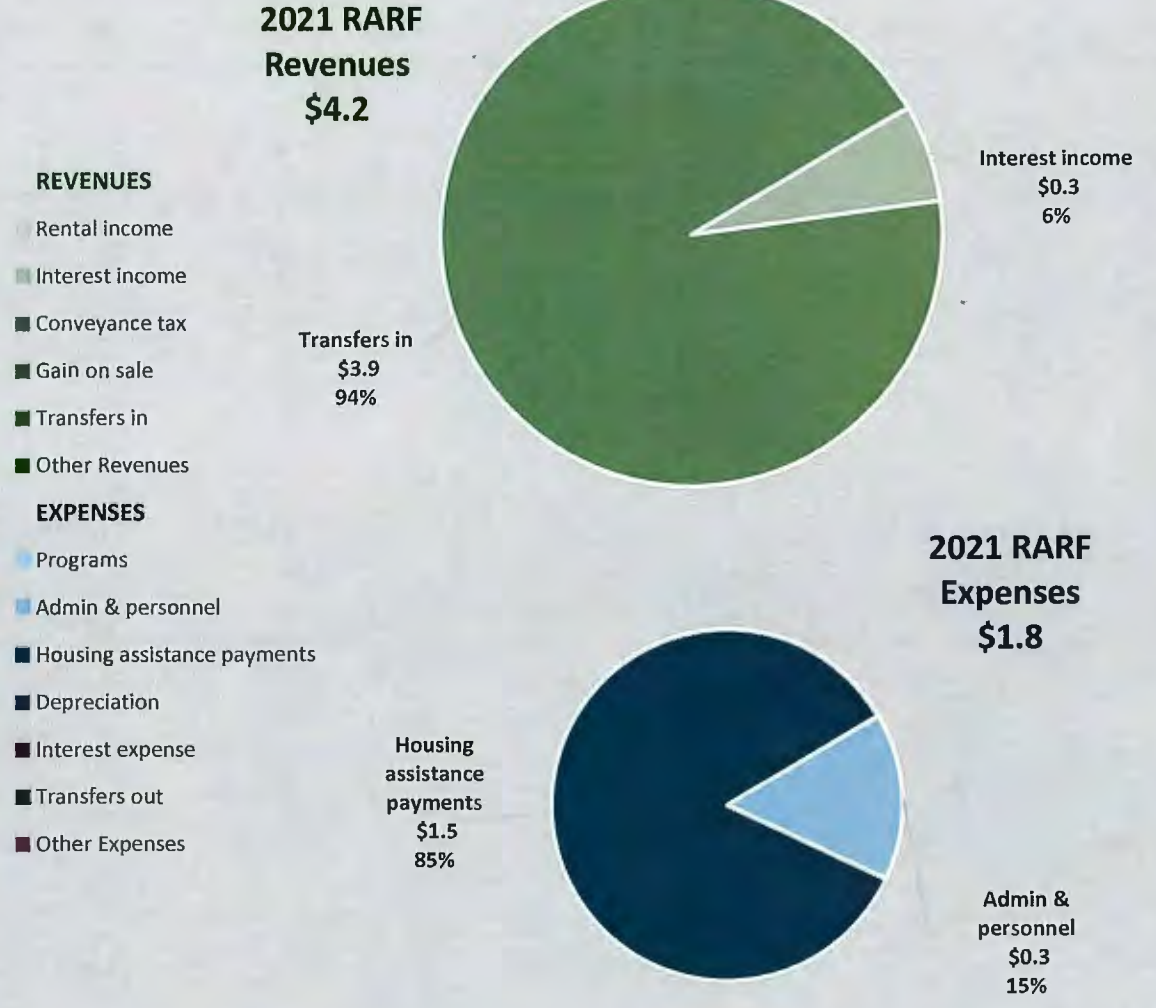
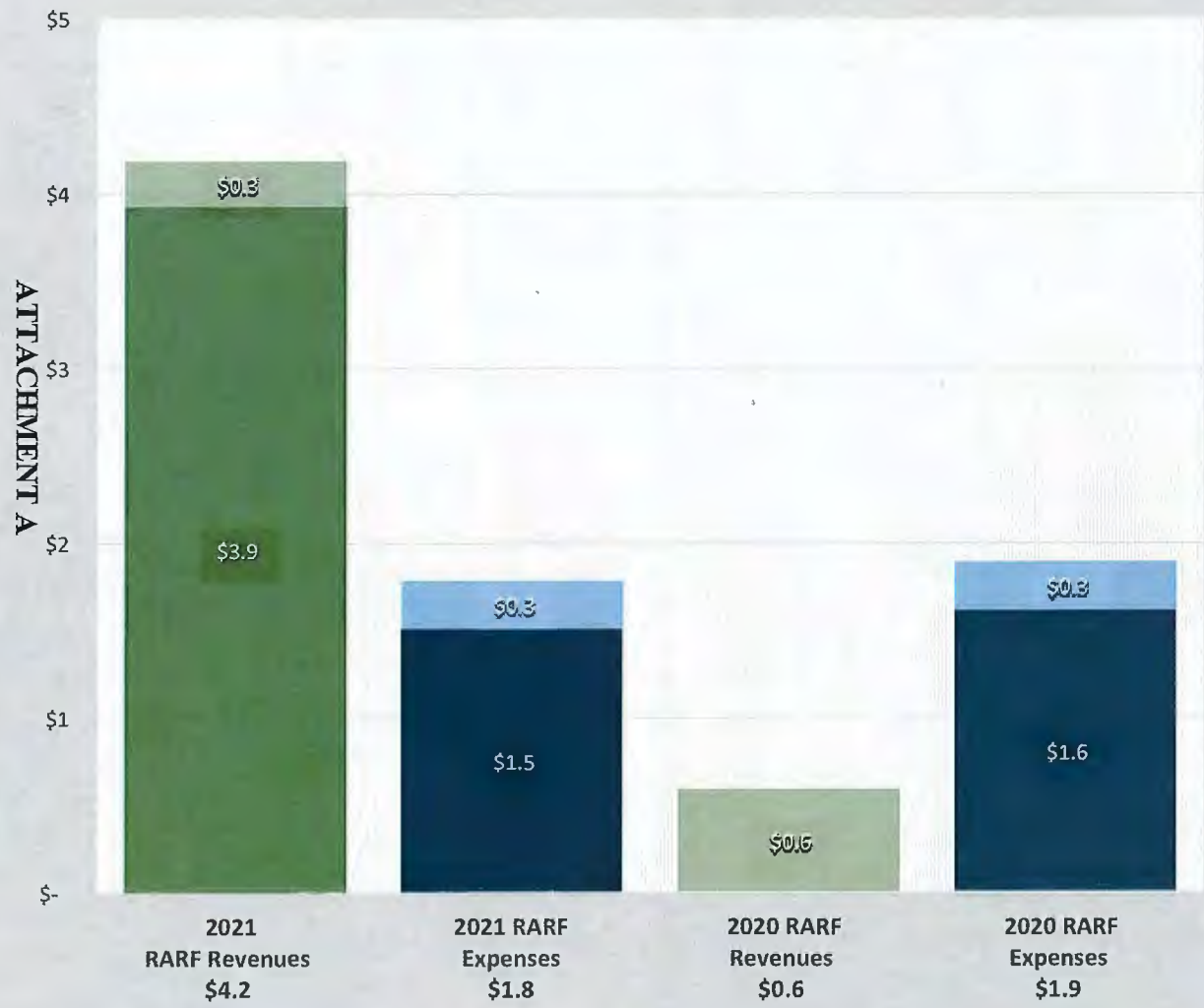
2021 RARF
Assets
\$34.2



2021 RARF
Liabilities
\$0.5



Hawaii Housing Finance and Development Corporation
Rental Assistance Revolving Fund Revenues and Expenses
For the Fiscal Years Ended June 30, 2021 and 2020
(in millions of dollars)



Subsequent Events

ATTACHMENT A



**Homeowners' Assistance Fund for
the City and County of Honolulu**

Questions or Comments

