

# **United States Department of the Treasury**

## **Homeowner Assistance Fund Plan**

**Submitted by Governor David Y. Ige and the State of Hawaii**

HAF Grantee Plan Name

**HAFP-0093**

# United States Department of the Treasury

## Homeowner Assistance Fund Plan For Participants with Allocations \$5 million or Greater

Allocation Amount	\$5 Million or Greater
Submission Date	12/1/2021 7:18 PM
Total Plan Requested Amount	\$50,000,000.00
Record Type	State
Application Record	<a href="#">SLT-0009</a>
HAF Grantee Plan Status (external)	Funded

# Homeowner Needs and Community Engagement

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## What Quantitative Data Has Informed the Participant's Planning?

Treasury will assess the extent to which a Participant has, in the course of its HAF planning process, relied on quantitative data, including from community-based organizations or organizations that serve potentially eligible homeowners.

In its HAF planning process, has the Participant obtained quantitative data from mortgage servicers, private data providers, government entities, community-based organizations, or other sources to inform its planning about how to target and best serve eligible homeowners with mortgage delinquencies, defaults, foreclosures?

**Yes**

If yes, please list and, briefly describe each source of quantitative data.

- **Data provided by Treasury contributed by a number of federal agencies, including information on mortgage delinquencies and forbearances, breakdowns by demographic factors, and concentration among mortgage servicers.**
- **Data from Black Knight – The Participant is collaborating with the University of Hawaii Economic Research Organization (UHERO) which contracted with Black Knight to receive high-frequency microdata on mortgage delinquencies and forbearance. This data will guide plans for implementation and subsequent updates to the state's HAF plan.**

In its HAF planning process, has the Participant obtained and reviewed quantitative data or studies regarding which demographic segments in its jurisdiction have historically experienced discrimination in the housing or housing finance market?

**Yes**

If yes, please list and, briefly describe each source of quantitative data.

- **Dept. of Hawaiian Home Lands (2020). Beneficiary Study Results. Summarizes the state of Hawaiian Home Lands including the growing waiting list and other development challenges.**
- **Hawaii Advisory Committee to the US Commission on Civil Rights (2019). Micronesians in Hawaii: Migrant Group Faces Barriers to Equal Opportunity. Summarizes discrimination against Micronesian families in Hawaii.**
- **Jung, M. K. (2006). Reworking race: the making of Hawaii's interracial labor movement. Columbia University Press. Summarizes the immigrant experiences of primarily Asian immigrants to Hawaii.**
- **Kauanui, J. K. (2008). Hawaiian blood. Duke University Press. Summarizes the historical process of colonization and land dispossession from Native Hawaiians.**
- **Osorio, J. K. K. O. (2002). Dismembering Lahui. University of Hawaii Press. Summarizes the historical process of colonization and land dispossession from Native Hawaiians.**
- **Pindus, N., Kingsley, T., Biess, J., Levy, D., Simington, J., & Hayes, C. (2017). Housing needs of American Indians and Alaska Natives in Tribal areas: A report from the assessment of American Indian, Alaska Native, and Native Hawaiian housing needs: Executive summary. US Dept. of Housing and Urban Development. Summarizes housing issues among Native Hawaiian**

## Populations.

- **Pruitt, A. S., & Barile, J. P. (2020). Unsheltered in Honolulu: Examining Unsheltered Homelessness in Honolulu from 2017-2020. Prepared for the City & County of Honolulu and Partners in Care. Statistics on the disproportionate number of Native Hawaiian and Pacific Islanders experiencing homelessness.**
- **Takaki, R. (1984). Pau Hana: Plantation Life and Labor in Hawaii, 1835â 1920. University of Hawaii Press. Summarizes the immigrant experiences of primarily Asian immigrants to Hawaii.**
- **Turner, M. A. (2003). Discrimination in Metropolitan Housing Markets: Asians and Pacific Islanders. Phase 2. DIANE Publishing. Documents discrimination against AAPI households in a sample including Honolulu.**

In its HAF planning process, has the Participant obtained quantitative data from utility providers or entities charged with assessing and collecting property taxes or relied on quantitative data or studies to inform its planning about how to target and best serve eligible homeowners at risk of displacement due to utility arrearage or tax foreclosure?

**No**

In the following text box, please list any source not listed above of quantitative information, including sources of data on the performance of any of the Participant's previously implemented programs, that the Participant used to inform its HAF planning process, briefly describe how the data informed the Participant's planning.

- **Center for NYC Neighborhoods, 11/13/2021, COVID-19 Homeowner Assistance Fund, Learning From the Hardest Hit Fund (HHF) and NYS Mortgage Assistance Program (NYS-MAP) to Maximize the Efficacy of the HEROES Act's Homeowner Assistance Fund. This working paper assesses the strengths and weaknesses of the HHF and makes programmatic recommendations for providing financial assistance under HAF.**
- **National Consumer Law Center and National Reverse Mortgage Lenders Association, April 2021, Using the Homeowner Assistance Fund to Prevent Reverse Mortgage Foreclosures: What Treasury and the States Can Do. This paper provides information on preventing reverse mortgage foreclosures resulting from property charge defaults.**
- **National Council for State Housing Agencies, May 7, 2021, Best Practices for HFA Mortgage Design: Lessons Learned from HHF and CRF Presentation. This presentation summarizes the results of NCSHA's survey of HFAs that administered the HHF program to help inform efforts to develop the HAF program.**
- **NeighborWorks, February 13, 2019, Responding to a Crisis: The National Foreclosure Mitigation Counseling Program, 2008-2018. This capstone evaluation by Urban Institute reports on the lessons learned from the NFMC program and application for similar programs in the future.**
- **HHFDC administered Rounds 2-7 of the NFMC program, as well as the Emergency Homeowners' Loan Program from 2008-2013, as well as the Rent Relief and Housing Assistance Program (RRHAP) which provided payments for rents and mortgages, funded by the CARES Act in 2020. The implementation of these programs helped to inform the HAF planning process.**

Did the Participant communicate with mortgage servicers regarding the development of its program design?

**Yes**

Did the Participant communicate with other HAF participants regarding the development of its program design?

Yes

## **How Has Community Engagement and Public Participation Informed the Participant's Planning?**

Treasury will assess the extent to which a Participant's assessment of homeowner needs has been informed by and reflects input from organizations and individuals representing eligible homeowners, including any opportunities for public participation in the development of the Participant's plan. Treasury will pay particular attention to the extent of the Participant's engagement with populations that are the subject of statutory targeting requirements.

Has the Participant requested and received input on its HAF planning process from providers of housing counseling services or providers of legal assistance to homeowners facing foreclosure or displacement?

Yes

### **Provider information**

If yes, please list such providers, including the providers' address and website. Please indicate by checking the appropriate box below if the provider's primary purpose is to serve low- and moderate-income households or to address the impacts of housing discrimination on one or more demographic groups in the Participant's jurisdiction.

<b>Provider Name Provider Address Provider Website</b>	<b>Provider Primarily Serves LMI Households</b>	<b>Provider Addresses Impact of Housing Discrimination</b>
<b>Hawaii HomeOwnership Center</b> 1259 Aala Street #201,Honolulu,Hawaii 96817 <a href="http://www.hihomeownership.org">http://www.hihomeownership.org</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Hawaiian Community Assets</b> 200 N. Vineyard Blvd. #B140,Honolulu,Hawaii 96817 <a href="http://www.hawaiiancommunity.net">http://www.hawaiiancommunity.net</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Legal Aid Society of Hawaii</b> 924 Bethel St. ,Honolulu,Hawaii 96813 <a href="http://www.legalaidhawaii.org">http://www.legalaidhawaii.org</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Council for Native Hawaiian Advancement</b> 91-1270 Kinoiki St. ,Kapolei,Hawaii 96707 <a href="http://www.hawaiiancouncil.org">http://www.hawaiiancouncil.org</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Habitat for Humanity Maui, Inc</b> 1162 Lower Main St. ,Wailuku,Hawaii 96793 <a href="http://www.habitat-maui.org">http://www.habitat-maui.org</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Hale Mahaolu</b> 95 Mahalani St. #28-2A,Wailuku,Hawaii 96793 <a href="http://www.halemahaolu.org">http://www.halemahaolu.org</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Has the Participant requested and received input regarding its HAF planning process from community-based organizations or organizations that serve potentially eligible homeowners?

Yes

**Community Information**

If yes, please list such organizations, including the providers' address and website if available. Please indicate by checking the appropriate box below if the provider's primary purpose is to serve low- and moderate-income households or to address the impacts of housing discrimination on one or more demographic groups in the Participant's jurisdiction.

<b>Organization Name</b> <b>Organization Address</b> <b>Organization Website</b>	<b>Organization Primarily Serves LMI Households</b>	<b>Provider Addresses Impact of Housing Discrimination</b>
<b>Hawaii Habitat for Humanity Association</b> 2051 Young St.#82, Honolulu, Hawaii 96826 <a href="http://www.hawaiihabitat.org">http://www.hawaiihabitat.org</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Hawaii Community Lending</b> 200 N. Vineyard Blvd.#B140, Honolulu, Hawaii 96817 <a href="http://www.hawaiiancommunity.net">http://www.hawaiiancommunity.net</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Council for Native Hawaiian Advancement</b> 91-1270 Kinoiki St., Kapolei, Hawaii 96707 <a href="http://www.hawaiiancouncil.org">http://www.hawaiiancouncil.org</a>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Has the Participant consulted with localities or tribal governments (cities, counties, or rural communities) in its jurisdiction regarding the needs of eligible homeowners in its jurisdiction?

Yes

Has the Participant provided an opportunity for public input regarding its HAF Plan through public hearings or published materials?

Yes

If yes, please indicate whether a proposed or draft plan was published, please describe where details about the comment solicitation were posted, for how long, in what languages, and whether any efforts were made to make the posting accessible to persons with disabilities or individuals without reliable internet access.

**In addition to outreach to local housing agencies and community organizations, a virtual public hearing (with phone access) on the draft HAF Plan was held on June 10, 2021. Notices of the hearing and availability of the draft HAF plan, which was published in English, were posted to the State of Hawaii public meeting and HHFDC websites, as well as emailed to members of the public who have requested notification of HHFDC meetings. Auxiliary aid/service or other accommodations due to a disability were available upon request. The draft HAF Plan remained**

**posted on HHFDC's website beyond the public hearing date. Counties and stakeholders attended and offered comments on the draft HAF Plan. Staff follow-ups with commenters were made to flesh out comments.**

## **How Will the Participant Continue to Assess the Needs of Eligible Homeowners?**

Treasury anticipates that an ongoing process of assessing the needs of eligible homeowners will help address the needs of potentially eligible homeowners as economic conditions change over time.

Does the Participant plan to update its assessment of community needs within the next year to determine whether its HAF program design should be updated to address changing needs of potentially eligible homeowners?

**Yes**

What additional data would be helpful to the Participant as it seeks to assess homeowner needs over time?

- UHERO has contracted with Black Knight to receive monthly updates on delinquency and forbearance.**
- Monthly data for utility and property tax delinquencies will be pursued.**

# Program Design

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## **What are the Program Design Elements Through Which the Participant Will Deliver HAF Assistance to Eligible Homeowners?**

A program design element is a specific activity or program, which is consistent with a qualified expense category, under which a Participant will disburse HAF funds in accordance with the HAF Plan. Please note that multiple program design elements may fit under a single qualified expense category; for example, a mortgage assistance program that has different terms for federally backed mortgages and manufactured-home mortgages may constitute two separate program design elements, for which case the Participant provides a separate term sheet or other description for each program design element.

HAF participants must have at least one program design element intended to reduce mortgage delinquency among targeted populations. Treasury encourages HAF participants to consider program design elements that address homeownership preservation for targeted populations in areas where there is a sustained trend of increasing property taxes or utility costs, including for households that do not have mortgages.

Please identify each qualified expense category in which the Participant will offer a program design element by checking the boxes below.

- mortgage payment assistance
- mortgage principal reduction, including with respect to a second mortgage provided by a nonprofit or government entity
- payment assistance for homeowner's utilities, including electric, gas, home energy, and water
- payment assistance for homeowner's insurance, flood insurance, and mortgage insurance
- payment assistance for delinquent property taxes to prevent homeowner tax foreclosures
- payment assistance for down payment assistance loans provided by nonprofit or government entities
- financial assistance to allow a homeowner to reinstate a mortgage or to pay other housing-related costs related to a period of forbearance, delinquency, or default
- facilitating mortgage interest rate reductions
- payment assistance for homeowner's internet service, including broadband internet access service, as defined in 47 CFR 8.1(b)
- payment assistance for homeowner's association fees or liens, condominium association fees, or common charges
- measures to prevent homeowner displacement, such as home repairs to maintain the habitability of a home or assistance to enable households to receive clear title to their properties



For each program design element that the Participant will offer, the Participant is required to upload a term sheet or other description, that, at a minimum, provides the following information regarding that program design element. Term sheets for all of Participant's HAF programs may be uploaded together as one document.

Title	Upload Date
HAF-Term-Sheets for Hawaii final_08172021	8/17/2021 4:31 PM
HAF-Grantee-Plan-Template for Hawaii abbreviated REVISED2021-Nov.	11/29/2021 6:32 PM
HAF-Grantee-Plan-Template for Hawaii abbreviated REVISED2021-12-1-2021	12/1/2021 7:16 PM
HAF Plan Revised 2021-11-08 GC final	11/9/2021 3:03 PM
HAF-Term-Sheets for Hawaii final_08172021_rev11052021	11/29/2021 6:32 PM

A HAF participant may elect to revise its HAF Plan over time to add or subtract program design elements. Does the Participant anticipate adding additional program design elements to this HAF Plan within one year of this submission?

**Yes**

Treasury has provided sample term sheets to assist HAF participants in developing their HAF plans. Participants may use these sample term sheets, in whole or in part, as part of their submission. To the extent the Participant intends to structure the program differently with respect to significant program terms described in the Sample Term Sheets, Treasury will, in the course of its review of the HAF Plan, request a justification for how the alternate approach will further the objectives of the HAF, including targeting and prioritization requirements. In the chart below, the HAF Participant may provide a justification for significant deviations from the terms described in the sample term sheets upon initial submittal. (optional for initial submission)

Program Design Element	Deviation from sample terms	Justification
Home Repair Assistance	Not offered.	Limited funds; focus on mortgage sustainability, foreclosure prevention, and mitigating delinquencies for mortgage and other housing related expenses including taxes, insurance, HOA fees, and utilities.

## Documentation of Homeowner Income

Homeowners are eligible to receive amounts allocated to a HAF participant under the HAF only if they have incomes equal to or less than 150% of the area median income or 100% of the median income for the United States, whichever is greater. In addition, not less than 60% of amounts made available to each HAF participant must be used for qualified expenses that assist homeowners having incomes equal to or less than 100% of the area median income or equal to or less than 100% of the median income for the United States, whichever is greater. The HAF guidance describes permissible ways for HAF participants to determine homeowner income.

Under the HAF guidance, one permissible approach for determining income is for (1) the household to provide a written attestation as to household income and (2) the HAF participant to use a reasonable fact-specific proxy for household income, such as reliance on data regarding average incomes in the household's geographic area. Will the Participant allow income to be determined in this way?

**No**

Under the HAF guidance, HAF participants may provide waivers or exceptions to this documentation requirement as reasonably necessary to accommodate extenuating circumstances, such as disabilities, practical challenges related to the pandemic, or a lack of technological access by homeowners; in these cases, the HAF participant is still responsible for making the required determination regarding household income and documenting that determination. Will the Participant allow applicants to request such waivers or exceptions?

**Yes**

### **Eligible Mortgage Types**

Please indicate which of the following mortgage types are eligible to be assisted under one or more of the Participant's program design elements.

- First Mortgages
- Reverse Mortgages (Home Equity Conversion Mortgages, Single-Purposes Reverse Mortgages, or Proprietary Reverse Mortgages)
- Contracts for Deed or Land Contract (if it is a credit transaction secured by a consensual security interest in a dwelling)
- Second Mortgages
- Loans Secured by Manufactured Housing (secured by real estate or dwelling)

If the Participant excludes any of the forgoing mortgage types from one or more program design elements, explain the exclusion.

**Hawaii receives the minimum HAF allocation of \$50 million. With roughly 12,000 homeowners in forbearance and another 5,000 at least 30 days delinquent, funding to assist all homeowners is not available. Therefore, first mortgages are the priority. See additional exclusion rationale below.**

**• Second mortgages. Should a lender in the second position decide to foreclose on a property, it must fully repay the lender in the first position before recovering the money it is owed. If there is insufficient equity in the property, it is unlikely that the holder of the second mortgage will foreclose. It is also unlikely that government or nonprofit entities, in the business of making second mortgages to assist low income homebuyers with down payment loans, would foreclose without first trying to work with the homeowner.**

**• Reverse mortgages have been excluded because senior homeowners convert their home equity into cash income with no monthly mortgage payments. However, the HAF program will assist with curing past due housing related expenses (e.g., condominium association maintenance or HOA fees, PUD community association fees, leasehold payments, property taxes, etc.) to the extent that past due amounts may not otherwise be deferred or allowed to be made under a payment plan to reach and "affordable" payment.**

- **Loans secured by manufactured housing. In Hawaii, manufactured homes with a permanent foundation are essentially treated like traditional “stick built” ones. Hawaii building codes do not allow mobile homes or manufactured housing without a permanent foundation.**
- **Contracts for deed or land contract. There is insufficient data on contracts for deed, referred to as agreements of sale. However, the HAF program will assist with curing past due housing related expenses (e.g., HOA and PUD fees, leasehold payments, property taxes, etc.) to the extent that past due amounts may not otherwise be deferred or allowed to be made under a payment plan to reach and “affordable” payment.**

## **How Will the Participant Target HAF Resources Consistent with Statutory Requirements?**

The Participant must describe how it will target HAF resources in accordance with the HAF guidance. Targeting strategies are affirmative efforts to inform, encourage the participation of, and facilitate access to resources for targeted households, including by offering multiple intake formats, engaging with nonprofit organizations (e.g., housing counselors or legal services organizations) to provide additional pathways into the program, and providing community outreach, partnerships with housing counseling agencies or legal aid organizations, or other educational services that are aligned with the HAF participant’s program design, in a manner that is culturally and linguistically relevant to the targeted communities.

### **Defining Socially Disadvantaged Individual**

Please describe the process the Participant will use to determine whether a homeowner is a “socially disadvantaged individual” as defined in the HAF guidance.

**The HAF application form will include a field for race and ethnicity. Applicants which self-identify as any of the following categories will be determined to be “socially disadvantaged individuals” – (1) Native Hawaiians; (2) Pacific Islanders, particularly COFA migrants; (3) Asian Americans; (4) multi-ethnic individuals who identify, at least in part, as any of the aforementioned categories; (5) Blacks; and (6) Hispanics.**

### **Public Communications**

Will the Participant engage in a public communications campaign to raise awareness among targeted populations about the availability of HAF resources, in media such as television, newspapers, online media, or social media?

**Yes**

If yes, please indicate whether the public communications campaign will include communications that primarily target the following populations:

- Homeowners earning less than 100% of area median income
- member of a group that has been subjected to racial or ethnic prejudice or cultural bias within American society;
- resident of a majority-minority Census tract; (3)
- resident of a U.S. territory, Indian reservation, or Hawaiian Home Land

- homeowners in persistent poverty counties;
- individual with limited English proficiency

Please indicate in which languages, in addition to English, public communications to targeted populations will be undertaken:

**Spanish; Chinese; Korean; Tagalog; Other**

Please list any other languages.

**Other languages will be made available through subcontracted language bank providers.**

## **Outreach**

Will the Participant engage in outreach through partnerships with organizations that focus primarily on serving homeowners earning incomes below 100% of area median income or socially disadvantaged individuals and that have the capacity to engage targeted communities in a culturally and linguistically relevant manner to encourage the submission of applications for HAF resources from targeted populations?

**Yes**

If yes, please indicate whether the community outreach efforts will include partnerships with organizations that primarily target the following populations:

- member of a group that has been subjected to racial or ethnic prejudice or cultural bias within American society;
- resident of a majority-minority Census tract; (3) individual with limited English proficiency;
- resident of a U.S. territory, Indian reservation, or Hawaiian Home Land;
- homeowners that reside in persistent poverty counties;
- individual with limited English proficiency.

Please list any other languages.

**Other languages will be made available through subcontracted language bank providers.**

## **Housing Counseling and Legal Services**

Will the Participant facilitate access for eligible households to housing counseling or legal services?

**Yes**

If yes, please identify below the providers of housing counseling or legal services that have indicated to the Participant that they are willing and able to support homeowners receiving assistance under the Participant's HAF programs.

<b>Provider Name Provider Address Provider Website</b>	<b>Provider Primarily Serves LMI Households</b>	<b>Provider Addresses Impact of Housing Discrimination</b>
<b>Hawaii HomeOwnership Center</b> 1259 Aala St. #201, Honolulu, Hawaii 96817 <a href="http://www.hihomeownership.org">http://www.hihomeownership.org</a>	✓	✓
<b>Hawaiian Community Assets</b> 200 N. Vineyard Blvd. #B140, Honolulu, Hawaii 96817 <a href="http://www.hawaiiancommunity.net">http://www.hawaiiancommunity.net</a>	✓	✓
<b>Legal Aid Society of Hawaii</b> 924 Bethel St. , Honolulu, Hawaii 96813 <a href="http://www.legalaidhawaii.org">http://www.legalaidhawaii.org</a>	✓	✓
<b>Council for Native Hawaiian Advancement</b> 91-1270 Kinoiki St. , Kapolei, Hawaii 96707 <a href="http://www.hawaiiancouncil.org">http://www.hawaiiancouncil.org</a>	✓	✓
<b>Habitat for Humanity Maui, Inc</b> 1162 Lower Main St. , Wailuku, Hawaii 96793 <a href="http://www.habitat-maui.org">http://www.habitat-maui.org</a>	✓	✓
<b>Hale Mahaolu</b> 95 Mahalani St. #28-2A, Wailuku, Hawaii 96793 <a href="http://www.halemahaolu.org">http://www.halemahaolu.org</a>	✓	✓

### **Targeting specific groups of homeowners**

Will the Participant conduct outreach specifically tailored to target potentially eligible households that:

- ✓ have mortgages or mortgage assistance contracts held or backed by the Participant?
- ✓ have mortgages backed by any of the following agencies: Federal Housing Administration; Department of Veterans Affairs; U.S. Department of Agriculture?
- ✓ have privately held mortgages?

### **What Efforts will be Made to Address Barriers to HAF Program Participation for Potentially Eligible Homeowners, Including Those with Limited English Proficiency or Who are Disabled?**

Targeted outreach may be needed to reach homeowners who are likely to experience barriers to access, including persons with limited English proficiency and those with disabilities.

Indicate all of the languages, in addition to English, in which the Participant's HAF application and other program documents will be made available.

#### **Other**

Please list any other languages.

**Interpreters will assist LEP homeowners with applications.**

Will the Participant's HAF applications and other program documents be provided in forms that are accessible to persons with disabilities?

**Yes**

# Performance Goals

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Treasury will consider the goals and benchmarks the Participant proposes to use to measure the effectiveness of its programs, including whether those goals address the homeowner needs identified by the Participant, the extent to which the goals are disaggregated by key homeowner characteristics as appropriate for the jurisdiction, and whether they include a goal focused on reducing mortgage delinquency.

Please describe Participant's goals and benchmarks for each of its programs with the following program design elements.

<b>Program Design Element</b>	<b>Metric of Success</b>	<b>Goal</b>
Mortgage Payment Assistance	Number of home losses avoided due to HAF funds.	Prevent 1,400-2,500 homeowners from losing their homes thru a combination of mortgage payments assistance; mortgage reinstatements; mortgage principal reduction; and mortgage interest rate reductions.
Payment Assistance for Homeowners Utilities	Number of home losses avoided due to HAF funds.	Prevent approximately 1,000 homeowners from displacement thru a combination of payments for utilities, insurance, HOA fees, PUD fees, property taxes, lease rent or other housing related expenses.
Mortgage Reinstatement	Number of home losses avoided due to HAF funds.	Prevent 1,400-2,500 homeowners from losing their homes thru a combination of mortgage payments assistance; mortgage reinstatements; mortgage principal reduction; and mortgage interest rate reductions.
Mortgage Principal Reduction	Number of home losses avoided due to HAF funds.	Prevent 1,400-2,500 homeowners from losing their homes thru a combination of mortgage payments assistance; mortgage reinstatements; mortgage principal reduction; and mortgage interest rate reductions.
Facilitate Mortgage Interest Rate Reduction	Number of home losses avoided due to HAF funds.	Prevent 1,400-2,500 homeowners from losing their homes thru a combination of mortgage payments assistance; mortgage reinstatements; mortgage principal reduction; and mortgage interest rate reductions.
Payment Assistance for Homeowner's Insurance	Number of home losses avoided due to HAF funds.	Prevent approximately 1,000 homeowners from displacement thru a combination of payments for utilities, insurance, HOA fees, PUD fees, property taxes, lease rent or other housing related expenses.
Payment Assistance for HOA fees or liens	Number of home losses avoided due to HAF funds.	Prevent approximately 1,000 homeowners from displacement thru a combination of payments for utilities, insurance, HOA fees, PUD fees, property taxes, lease rent or other housing related expenses.
Payment Assistance for Delinquent Property Taxes	Number of home losses avoided due to HAF funds.	Prevent approximately 1,000 homeowners from displacement thru a combination of payments for utilities, insurance, HOA fees, PUD fees, property taxes, lease rent or other housing related expenses.



# Readiness

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## **Staffing, Systems and Contractors**

Treasury seeks information regarding the Participant's organizational capacity to implement its HAF Plan.

Does the Participant anticipate needing to hire additional staff to implement this HAF Plan?

**Yes**

Does the Participant anticipate significant information technology system upgrades to implement this HAF Plan?

**Yes**

Does the Participant have policies or procedures that govern the implementation of each HAF program design element described in this HAF Plan?

**No**

If no, is a policy and procedure in development for each HAF program design element described in this HAF Plan?

**Yes**

Will the Participant use HAF funds to assist eligible households through a program that was operational before the Participant first received HAF funds?

**No**

Will the Participant use any third-party contractor or partner to conduct program administration (such as reviewing applications, determining eligibility, processing payments, conducting reporting, and reviewing compliance) for some or all of the Participant's HAF programs?

**Yes**

If yes, has the Participant entered into all necessary arrangements with all of the third-party contractors or partners that will conduct program administration?

**No**

## **Use of Initial Payment**

If the Participant has already received any HAF funds from Treasury, provide the following information about the use of such funds as of June 30, 2021.

What amount of the HAF funds that the Participant has received been disbursed to eligible homeowners?

**\$0.00**

Has the Participant begun accepting applications from homeowners for any HAF-funded programs?

**No**

How much of the HAF funds that the Participant has received been obligated?

**\$100,000.00**

Provide a brief description of how the Participant has used the HAF funds it has received.

**HAF funds were used to contract with the University of Hawaii Economic and Research Organization to provide data and analysis to inform the HAF plan. Funds will also be used to implement pilot programs in the Counties of Hawaii and Kauai.**

# Budget

## **Budgeting of HAF Funds by Program Design Element**

Specify the amounts of HAF funds that the Participant proposes to allocate to each of the following program design elements, if offered:

Measure	Amount
Mortgage Payment Assistance	\$31,000,000.00
Mortgage Principal Reduction	\$0.00
Payment Assistance for Homeowner's Internet Service	\$0.00
Payment Assistance for HOA fees or liens	\$0.00
Payment Assistance for Delinquent Property Taxes	\$9,000,000.00
Mortgage Reinstatement	\$0.00
Facilitate Mortgage Interest Rate Reduction	\$0.00
Payment Assistance for Homeowner's Insurance	\$0.00
Payment Assistance for Down Payment Assist. Loans	\$0.00
Payment Assistance for Homeowners Utilities	\$0.00

### **Other measures to prevent homeowner displacement**

Measure	Amount
This section is not applicable to Hawaii's application.	\$0.00

Displacement Prevention Sub-Total	<b>\$40,000,000.00</b>
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### **Counseling or Legal Services**

The Participant may allocate up to 5% of its HAF funds for counseling or educational efforts by housing counseling agencies approved by the Department of Housing and Urban Development or a tribal government, or legal services, target to households eligible to be served with funding from the HAF related to foreclosure prevention or displacement.

<b>Specify the Participant's allocations for the following</b>	<b>Amount</b>
Counseling or Educational Services	\$2,000,000.00
Legal Services	\$500,000.00

<b>Services Sub-Total</b>	<b>\$2,500,000.00</b>
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### **Reimbursement of Funds Expended After January 21, 2020**

As described in the HAF guidance, HAF funds may be used for reimbursement of certain expenses between January 21, 2020 and the date when the first HAF funds are disbursed by the HAF participant under the HAF for a qualified expense (with certain limitations, as set forth in the HAF guidance).

<b>Type of Expense</b>	<b>Amount</b>
This section is not applicable to Hawaii's application.	\$0.00

<b>Reimbursement Sub-Total</b>	<b>\$0.00</b>
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### **Allocation of Administrative Expenses**

<b>Type of Expense</b>	<b>Amount</b>
Community engagement	\$1,130,000.00
Needs assessment	\$100,000.00
Administrative expenses (incl. Planning)	\$6,270,000.00

<b>Administrative Expenses Sub-Total</b>	<b>\$7,500,000.00</b>
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<b>Total Plan Requested Amount</b>	<b>\$50,000,000.00</b>
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Amount Requested Confirmation:

**Yes**

# Contacts

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Please identify up to three contacts for the Participant- a primary contact, a designated point of contact for reporting, and an additional contact.

## Primary Contact

Name: **Craig K. Hirai**

Agency/Office: **Department of Budget and Finance**

Email: [craig.k.hirai@hawaii.gov](mailto:craig.k.hirai@hawaii.gov)

Phone Number: **18085861518**

## Reporting Contact

Name: **Mark K. Anderson**

Agency/Office: **Department of Budget and Finance**

Email: [mark.k.anderson@hawaii.gov](mailto:mark.k.anderson@hawaii.gov)

Phone Number: **18085863035**

## Additional Contact

Name: **Denise Iseri-Matsubara**

Agency/Office: **Hawaii Housing Finance and Development Corporation**

Email: [denise.iseri-matsubara@hawaii.gov](mailto:denise.iseri-matsubara@hawaii.gov)

Phone Number: **18085870641**

## Proprietary or Otherwise Non-Public Information

Does your plan submission include any information or materials that are proprietary or otherwise non-public?

**No**

If "Yes," please indicate which information or materials are proprietary or otherwise non-public.

# Title VI Assurances

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You must provide on behalf of the HAF Participant assurances that the HAF Participant will comply with Title VI of Civil Rights Act of 1964. Please download the assurances, then review, sign, and upload the signed copy to this page before submitting the HAF Plan.

Title	Upload Date
6. HAF-Title VI Assurance (5-18-2021) (part 1) - signed	8/18/2021 4:29 PM

# Official Certification

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I (the undersigned) certify that the information provided in the HAF submission is accurate and complete after reasonable inquiry of people, systems, and other information available to the HAF Participant. The HAF participant and I acknowledge that any materially false, fictitious, or fraudulent statement or representation (or concealment or omission of material fact) in this submission may be the subject of criminal prosecution under the False Statements Accountability Act of 1996, as amended, 18 U.S.C. § 1001 and also may subject me and HAF Participant to civil penalties and/or administrative remedies for false claims or otherwise, (including 31 U.S.C. §3729 et seq.). I am an authorized representative of HAF Participant with authority to make the above certifications and representations on behalf of the HAF Participant.

Name of HAF Participant:

**Governor David Y. Ige and the State of Hawaii**

Name and Title of Certifying Official

Name: **Craig K. Hirai**

Title: **Director**

Telephone: **18085861518**

Email: [craig.k.hirai@hawaii.gov](mailto:craig.k.hirai@hawaii.gov)