SECOND SUBSTANTIAL AMENDMENT

to the State of Hawaii’s

CONSOLIDATED PLAN

FOR PROGRAM YEARS 2010 THROUGH 2014

(July 1, 2010 - June 30, 2015)

May 2012

Hawaii Housing Finance and Development Corporation
677 Queen Street, Suite 300
Honolulu, Hawaii 96813
SECOND SUBSTANTIAL AMENDMENT

to the

State of Hawaii’s Consolidated Plan
for Program Years 2010 through 2014

Table of Contents

PURPOSE ........................................................................................................................... 1

BACKGROUND ............................................................................................................... 1

1) HOME Rotating Allocation ...................................................................................... 1
2) Up to Ten Percent of HOME Program Income for Administrative Purposes ........... 2
3) Emergency Solutions Grant Objectives and Activities ............................................. 2

CITIZEN PARTICIPATION ............................................................................................... 2

SUBSTANTIAL AMENDMENTS: ................................................................................... 3

APPENDIX A .................................................................................................................... 7
The purpose of this Second Substantial Amendment to the State of Hawaii’s Consolidated Plan for Program Years 2010 through 2014 is to:

1) reflect a change in the way annual HOME allocations are distributed;
2) permit up to 10 percent of HOME Program Income to be used for administrative purposes; and
3) include rapid re-housing, homelessness prevention, and the Homeless Management Information System (HMIS) operations as objectives and activities that may be funded by the new Emergency Solutions Grant (ESG).

BACKGROUND
1) HOME Rotating Allocation
Title 24 of the Code of Federal Regulations, Part 92, Subpart E, §92-201, Distribution of Assistance, allows participating jurisdictions (such as the State of Hawaii) to distribute
HOME funds to units of general local government (such as the Counties of Hawaii, Kauai and Maui) to carry out HOME program activities. Previously, HHFDC equally divided its annual HOME allocations between the counties of Hawaii, Kauai and Maui. While this allocation is equitable to each county, it results in the Counties having to “save up” sufficient funds, often over two or three years, for HOME-funded housing projects. This delay in expending HOME funds has lead to HUD’s evaluation of HHFDC’s administration with a “red flag” performance indicator over delayed spending. Notably, HUD has evaluated HHFDC as satisfactory in all other evaluation categories.

To address this issue, HHFDC will distribute its entire annual allocation of HOME funds to one of the three counties on a rotating basis, starting with the County of Hawaii in PY2012, the County of Kauai in PY2013, and the County of Maui in PY2014. The annual award of the State’s HOME allocation (less a portion for HHFDC’s program administration) to one county is expected to result in quicker implementation of housing projects and a more efficient administration of the HOME Program, by reducing the amount of time needed for a county’s project to proceed, and ultimately accelerating the State’s disbursement of HOME funds. As an added benefit, the counties will eventually have two years to plan for viable housing projects for its communities before receiving its expected allocation of HOME funds.

2) Up to Ten Percent of HOME Program Income for Administrative Purposes
To encourage the counties to invest more of their HOME funds into activities that generate program income, such as loan programs, HHFDC will allow 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. Investing HOME funds into these activities will help to sustain the HOME program over the long term.

3) Emergency Solutions Grant Objectives and Activities
Pursuant to the Homeless Emergency and Rapid Transition to Housing (HEARTH) Act of 2009 (Public Law 111-22), the new ESG program is focused on homelessness prevention and targeting homeless individuals and families who are living on the streets or in shelters into permanent housing. To achieve these goals, the State’s DHS-BESSD will incorporate the following new ESG activities into the 5-Year CP:
- Provide financial assistance to achieve rapid re-housing and homelessness prevention;
- Provide housing relocation and stabilization services (case management, outreach, housing search and placement, legal services, mediation, etc.) to achieve rapid re-housing and homelessness prevention; and
- Provide funding to administer and operate the HMIS.

CITIZEN PARTICIPATION
On March 27, 2012, HHFDC issued a Notice of Public Comment seeking the public’s input on the draft Second Substantial Amendment to the 5-Year CP, which revises HHFDC’s distribution of HOME funds to an annual rotation between the three counties, allows the counties to use up to 10 percent of HOME program income for administration, and includes new ESG activities. Copies of the publication affidavits for the Notice of Public Comment are attached as Appendix...
A. HHFDC’s deadline for written comments was April 26, 2012. No public comments have been received.

SUBSTANTIAL AMENDMENTS:
1) The 5-Year CP is amended to: a) change the way HOME funds are allocated, and b) permit up to 10 percent of HOME program income to be used for administrative purposes.

The first sentence of the first paragraph on Page 1, Executive Summary, Section I.C., “Action Plan Process,” is deleted, and replaced with,

“The HHFDC annually receives funding from HUD under the HOME program, and will rotate the annual allocation between the counties of Hawaii, Kauai and Maui, less 2.5% of the allowable administrative funding which will be retained by HHFDC to cover program administrative expenses. Starting with PY2012, the County of Hawaii will receive the first allocation in the rotation, the County of Kauai will receive its allocation in PY2013, and the County of Maui will receive its allocation in PY2014. The HHFDC permits the counties to use other HOME funds, such as program income and/or recaptured funds, for eligible activities or projects. To encourage the counties to invest more of their HOME funds into activities that generate program income, such as loan programs, HHFDC will allow 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 remainder of the paragraph remains unchanged.

2) The 5-Year CP is amended on Page 3, Section I.D. “Closing Statement,” to include new ESG goals:
- 120 persons living on the streets or in emergency shelters will receive financial assistance to achieve rapid re-housing;
- 120 persons living on the streets or in emergency shelters will receive housing relocation and stabilization services (case management, outreach, housing search and placement, legal services, mediation, etc.) to achieve rapid re-housing;
- 30 persons and families at risk of homelessness will receive financial assistance to prevent homelessness;
- 30 persons and families at risk of homelessness will receive housing relocation and stabilization services (case management, outreach, housing search and placement, legal services, mediation, etc.) to prevent homelessness; and
- provide for the administration and operation of HMIS.
3) The 5-Year CP is amended on page 53, Section IV.A.1., Chart 3 – Homeless Goals – Logic Model to include five new ESG objectives:

<table>
<thead>
<tr>
<th>Goals</th>
<th>Problem/ Need</th>
<th>Inputs/ Resources</th>
<th>Obj. #</th>
<th>Activities</th>
<th>Output Year</th>
<th>Output Goals</th>
<th>Community Indicators</th>
</tr>
</thead>
<tbody>
<tr>
<td>Promote Decent Affordable Housing</td>
<td>The homeless need assistance to quickly attain permanent housing and housing stability.</td>
<td>ESG</td>
<td>HP-4a</td>
<td>Provide financial assistance to individuals and families living on the streets and in emergency shelters to achieve rapid re-housing</td>
<td>2010</td>
<td>-0-</td>
<td>120 persons/families achieve housing stability by receiving rental assistance to get off the streets or out of emergency shelters.</td>
</tr>
<tr>
<td>Promote Decent Affordable Housing</td>
<td>Persons and families at risk of homelessness need assistance to retain permanent housing and stability.</td>
<td>ESG</td>
<td>HP-4b</td>
<td>Provide gap relocation &amp; stabilization evqs (case mgmt., gap search &amp; placement, legal evqs, mediation, etc.) to achieve rapid re-housing.</td>
<td>2010</td>
<td>-0-</td>
<td>120 persons/families get off the streets or out of emergency shelters &amp; achieve gap stability thru gap relocation and stabilization avs.</td>
</tr>
<tr>
<td>Promote Decent Affordable Housing</td>
<td>Persons and families at risk of homelessness need assistance to retain permanent housing and stability.</td>
<td>ESG</td>
<td>HP-4c</td>
<td>Prevent homelessness by providing financial assistance to persons and families at risk of homelessness.</td>
<td>2010</td>
<td>-0-</td>
<td>30 persons/families will receive financial assistance to remain in their homes.</td>
</tr>
<tr>
<td>Promote Decent Affordable Housing</td>
<td>Persons and families at risk of homelessness need assistance to retain permanent housing and stability.</td>
<td>ESG</td>
<td>HP-4d</td>
<td>Prevent homelessness by providing gap relocation &amp; stabilization evqs (case mgmt., gap search &amp; placement, legal evqs, mediation, etc.)</td>
<td>2010</td>
<td>-0-</td>
<td>30 persons/families will remain in their homes thru gap relocation and stabilization services.</td>
</tr>
<tr>
<td>Provide Effective Admin. &amp; Oversight of HMIS</td>
<td>Improve effectiveness of HMIS</td>
<td>ESG</td>
<td>HP-4e</td>
<td>Provide funding for HMIS administration and operation.</td>
<td>2010</td>
<td>-0-</td>
<td>All persons receiving ESG assistance will be included in the HMIS database.</td>
</tr>
</tbody>
</table>

DHS-BESSD does not plan to use, nor allow its ESG subrecipients to use, the risk factor in 24 CFR 576.2, under paragraph (1)(iii)(G) of the “at risk of homelessness” definition, which describes an individual or family that “otherwise lives in housing that has characteristics associated with instability and an increased risk of homelessness.”

DHS-BESSD believes that subrecipients will have ample opportunity to identify and serve persons deemed to be at risk of homelessness based on the six other conditions in the “at risk of homelessness” defined in 24 CFR 576.2.

DHS-BESSD will coordinate with the three CoCs over the coming year to analyze data and identify additional “at risk of homelessness” housing characteristics whose inclusion in the list of at-risk conditions would prevent more persons from falling into homelessness.
4) The 5-Year CP is amended on page 54, Section IV.A.2., Homeless Goals – Narrative. Under the second bullet entitled, “Promote decent affordable housing,” the following sentences are added to the end of the paragraph: “ESG funds may also be used to provide financial assistance and housing relocation and stabilization services for individuals and families living on the streets or in emergency shelters, and for homelessness prevention activities for individuals and families at risk of homelessness.”

5) In accordance with 24 CFR §576.400 and as a result of the collaborative efforts of DHS-BESSD, the CoC’s and BTG, written standards are being drafted to provide ESG assistance, as required by HEARTH, to: 1) determine how to allocate ESG funds each program year; 2) establish performance standards for projects and activities assisted by ESG funds; and 3) develop funding, policies and procedures for the administration and operation of the Homeless Management Information System (HMIS). These written standards, policies and procedures will be incorporated into future Action Plans and DHS-BESSD’s operations and procedures upon completion and approval.

6) DHS-BESSD is also collaborating with the CoC’s and ESG subrecipients to provide a strategic, community-wide system to prevent and end homelessness by coordinating efforts with other programs for homeless individuals and families (i.e., Shelter Plus Care, Supportive Housing Program, Section 8 Moderate Rehabilitation for SRO for Homeless Individuals, HUD-Veterans Affairs Supportive Housing, etc.) and mainstream resources for the homeless or those at risk of homelessness (i.e., public housing programs, tenant-based or project-based rental assistance, Supportive Housing for Persons with Disabilities, HOME, TANF, etc.). The system will be incorporated into DHS-BESSD’s operations and procedures upon completion and approval.

All other Charts, sections and exhibits of the 5-Year CP that refer to the way HHFDC allocates its HOME funds, HOME program income, or ESG objectives are hereafter understood to include the above-described substantial amendments.

This Substantial Amendment to the State of Hawaii Consolidated Plan for PY 2010-2014 was adopted by the Hawaii Housing Finance and Development Corporation’s Board of Directors on May 10, 2012.

Karen Seddon, Executive Director

Date: 5/10/2012

APPENDIX A

Citizen Participation
AFFIDAVIT OF PUBLICATION

IN THE MATTER OF
Public Notice

STATE OF HAWAII
City and County of Honolulu

Doc. Date: MAR 2 7 2012 # Pages: 1

Notary Name: Patricia K. Reese
First Judicial Circuit

Doc. Description: Affidavit of Publication

Printed Name: Patricia K. Reese
Notary Signature: Patricia K. Reese
Date: MAR 2 7 2012

Rose Rosales being duly sworn, deposes and says that she is a clerk, duly authorized to execute this affidavit of Oahu Publications, Inc. publisher of The Honolulu Star-Advertiser and MidWeek, that said newspapers are newspapers of general circulation in the State of Hawaii, and that the attached notice is true notice as was published in the aforementioned newspapers as follows:

Honolulu Star-Advertiser 1 times on:
03/27/2012
Midweek Wed. 0 times on:

And that affiant is not a party to or in any way interested in the above entitled matter.

Rose Rosales
Subscribed to and sworn before me this 27th day of A.D. 2012
Patricia K. Reese, Notary Public of the First Judicial Circuit, State of Hawaii

My commission expires: 07/07/2014
Ad #: 0000399995

NOTICE OF PUBLIC COMMENT

Draft Substantial Amendment to the 5-Year Consolidated Plan (CP) for Program Years 2010-2014

To increase the City and County of Honolulu’s performance in achieving the goals set forth in the Consolidated Plan, the Department of Housing and Community Development (HCDD) has proposed amendments to the Consolidated Plan to improve the quality of housing and the delivery of services to households, including but not limited to:

1. Increasing the number of units affordable to low-income households
2. Improving the quality of existing units
3. Expanding the range of services offered to households

Draft Substantial Amendment to the 5-Year CP includes new Emergency Solutions Grant (ESG) objectives for homeless prevention and rapid re-housing directed to individuals and families who are currently living on the streets or in homeless shelters in the County of Honolulu, Kauai and Maui.

Draft Substantial Amendment to the Annual Action Plan (AAP) for Program Year 2013

The draft AAP for 2013 continues the progress made in the previous years toward accomplishing the goals set forth in the Consolidated Plan. The draft AAP includes new objectives for improving the quality of existing units and expanding the range of services offered to households.

Copies are available at the following offices:

County of Hawaii, Office of Housing and Community Development
50 Malia Drive, Hilo, Hawaii
County of Maui, Department of Housing and Human Concerns
35 Lunalilo Street, Suite 102, Wailuku, Maui
County of Kauai, Kauai County Housing Agency
4444 Rice Street, Suite 350, Lihue, Kauai

State of Hawaii, HCDD, 877 Queen Street, Suite 300, Honolulu, Oahu
Department of Human Services, Benefits, Employment and Support Services Division, Homeward Bound Program, 520 Iliahi Street, Suite 605, Honolulu, Oahu

Interested persons are invited to provide written comments on any or all documents in accordance with the following address: HCDD at the aforementioned address on or before 20th of April 2012. Written comments may be submitted via email to 587-0060 or mailed to: Director, Consolidation Planning Unit, 587-0060 or mailed to: Director, Consolidation Planning Unit, 587-0060. All written comments will be considered in preparing the final documents.

If accessible and communication assistance and/or services (e.g., large print or taped materials) are required, please contact HCDD’s Personnel Office at 587-0060, by written request, or by email to stewart.s.saw@hawaii.gov. Prompts requests to ensure the availability of appropriate accommodations.

Persons on the list of stakeholders may call the following toll-free numbers:

Kauai: 215-3341, ext. 70634
From Kauai: 974-4000, ext. 70634
From Maui: 884-2400, ext. 70634
From Oahu: 587-0060, ext. 70634

HCDD does not discriminate against any person because of race, color, religion, sex, including gender identity or expression, age, disability, national origin, ancestry, marital status, or HIV infection.

Karen Suddon, Executive Director
Hawaii Housing Finance and Development Corporation
(808) 587-0060

NOTICE OF PUBLIC COMMENT


Pursuant to 24 CFR Part 91, the Hawaii Housing Finance and Development Corporation (HHFDC), Department of Business, Economic Development and Tourism, State of Hawaii, gives notice of the aforementioned documents for review and comment.

Draft Substantive Amendment to the 5-Year Consolidated Plan (CP) for Program Years 2010 – 2014

To improve the State’s timeliness in expending federal HOME Investment Partnerships (HOME) program funds, HHFDC plans to implement an annual rotation of its HOME allocation between the counties of Hawaii, Kauai, and Maui. The rotation will allow each county to receive more funds annually than in the past, shortening the time needed for a county’s project to proceed, and ultimately accelerating the State’s disbursement of HOME funds. The rotation will start in Program Year (PY) 2012 with the County of Hawaii, followed by the County of Kauai in PY2013, and the County of Maui in PY2014.

To encourage the counties to invest more of their HOME funds into activities that generate program income, HHFDC plans to allow the counties to use up to 10 percent of HOME program income received to help cover administrative costs associated with increased activities funded with program income. Investing HOME funds into these activities will also help to sustain the HOME program over the long term.

Finally, the draft Substantive Amendment to the 5-Year CP includes new Emergency Solutions Grant (ESG) objectives for homelessness prevention and rapid re-housing directed to individuals and families who are currently living on the streets or in homeless shelters in the Counties of Hawaii, Kauai, and Maui.

Draft Substantive Amendment to the Annual Action Plan (AAP) for Program Year 2011

The draft Substantive Amendment to the AAP for PY2011 includes a second allocation of PY2011 ESG funds of $131,998 to be spent on rapid re-housing activities in the Counties of Hawaii, Kauai, and Maui. The draft also includes requirements for receiving the second allocation of PY2011 ESG funds and requirements for future consolidated planning submissions.

Draft Annual Action Plan for Program Year 2012

The draft AAP for PY2012 consists of 1) a strategic plan for the provision of affordable and special needs housing, and prevention of homelessness; and 2) an action plan including available resources and description of the State’s method for disbursing funds to local governments and non-profit organizations to carry out activities to address the priority of needs. The AAP for PY 2012 describes activities that will be funded by the HOME, ESG and HOPWA programs.

The three documents, as well as other consolidated planning reports, are available for public review at HHFDC’s website at http://hawaii.gov/obedf/hhfdc and at regional libraries. Interested persons may call Medy Estenina at 587-0634; Neighbor Island residents may call toll free at the following numbers to be mailed copies:

From Kauai: 274-3141, ext. 70634 From Hawaii: 974-4000, ext. 70634
From Maui: 984-2400, ext. 70634 From Molokai/Lanai: 1-800-468-4644, ext. 70634

Copies are also available at the following offices from 7:45 a.m. to 4:30 p.m.:
County of Hawaii, Office of Housing and Community Development
50 Wailuku Drive, Wailuku, Hawaii

County of Maui, Department of Housing and Human Concerns
35 Lunalilo Street, Suite 102, Wailuku, Maui

County of Kauai, Kauai County Housing Agency
4444 Rice Street, Suite 333, Lihue, Kauai

State of Hawaii, HHFDC, 677 Queen Street, Suite 300, Honolulu, Oahu

Department of Human Services, Benefits, Employment and Support Services Division, Homeless Programs, 820 Millani Street, Suite 606, Honolulu, Oahu

Interested persons are invited to provide written comments on any or all documents to HHFDC at the aforementioned address by April 26, 2012 at 4:00 p.m. Written comments may also be submitted via fax to (808) 587-0610 or emailed to hhfcd.consolidatedplan@hawaii.gov by 4:00 p.m. on April 26, 2012. All written comments will be considered in preparing the final documents.

If access or communication assistance and/or services (e.g., large print or taped materials) are required, please contact HHFDC’s Personnel Office at 887-0610, by written request, or by email to steven.s.sung@hawaii.gov by March 30, 2012. Prompt requests help to ensure the availability of appropriate accommodations. Persons on the neighbor islands may call the following toll free numbers:

From Kauai, 274-3141, ext. 70610 From Hawaii, 974-4000, ext. 70610
From Maui, 984-2400, ext. 70610 From Molokai & Lanai, 1-800-468-4644, ext. 70610

HHFDC does not discriminate against any person because of race, color, religion, sex, including gender identity or expression, sexual orientation, disability, familial status, ancestry, age, marital status, or HIV infection.

Karen Seddon, Executive Director
Hawaii Housing Finance and Development Corporation

(436451 Hawaii Tribune-Herald: March 27, 2012)
AFFIDAVIT OF PUBLICATION

State of Hawaii  )
                  ) SS:
County of Hawaii  )

___________________________________, being first

LEILANI K. R. HIGAKI

duly sworn, deposes and says:

1. That she is the BUSINESS MANAGER of
   HAWAII TRIBUNE-HERALD
   newspaper published in the City of HILO
   State of Hawaii.

2. That the "NOTICE OF PUBLIC COMMENT on Draft Substantial
   Amendments...etc.,
   "...
   of which a clipping from the newspaper as published is attached hereto, was pub-
   lished in said newspaper on the following date(s)
   March 27, 2012

___________________________________

Subscribed and sworn to before me

this ____ 30th ____ day of __March, 2012__

___________________________________

SHARON H. P. OGATA
Notary Public, Third Circuit, State of Hawaii
My commission expires ____October 1, 2012____
NOTICE OF PUBLIC COMMENT

on Draft Substantia1 Amendments to the State of Hawaii's Consolidated Plan for Program Years 2010 through 2014 and Annual Action Plan for Program Year 2011; and the Draft Annual Action Plan for Program Year 2012

Pursuant to 24 CFR Part 91, the Hawaii Housing Finance and Development Corporation (HHFDC), Department of Business, Economic Development and Tourism, State of Hawaii, gives notice of the aforementioned documents for review and comment.

Draft Substantia1 Amendment to the 5-Year Consolidated Plan (CP) for Program Years 2010 - 2014

To improve the State’s timeliness in expending federal HOME Investment Partnerships (HOME) program funds, HHFDC plans to implement an annual rotation of its HOME allocation between the counties of Hawaii, Kauai and Maui. The rotation will allow each county to receive more funds annually than in the past, shortening the time needed for a county’s project to proceed, and ultimately accelerating the State’s disbursement of HOME funds. The rotation will start in Program Year (PY) 2012 with the County of Hawaii, followed by the County of Kauai in PY2013, and the County of Maui in PY2014.

To encourage the counties to invest more of their HOME funds into activities that generate program income, HHFDC plans to allow the counties to use up to 10 percent of HOME program income received to help cover administrative costs associated with increased activities funded with program income. Investing HOME funds into these activities will also help to sustain the HOME program over the long-term.

Finally, the draft Substantia1 Amendment to the 5-Year CP includes new Emergency Solutions Grant (ESG) objectives for homelessness prevention and rapid re-housing directed to individuals and families who are currently living on the streets or in homeless shelters in the Counties of Hawaii, Kauai and Maui.

Draft Substantia1 Amendment to the Annual Action Plan (AAP) for Program Year 2011

The draft Substantia1 Amendment to the AAP for PY2011 includes a second allocation of PY2011 ESG funds of $131,996 to be spent on rapid re-housing activities in the Counties of Hawaii, Kauai and Maui. The draft also includes requirements for receiving the second allocation of PY2011 ESG funds and requirements for future consolidated planning submissions.

Draft Annual Action Plan for Program Year 2012

The draft AAP for PY2012 consists of 1) a strategic plan for the provision of affordable and special needs housing, and prevention of homelessness; and 2) an action plan including available resources and description of the State’s method for disbursing funds to local governments and non-profit organizations to carry out activities to address the priority of needs. The AAP for PY2012 describes activities that will be funded by the HOME, ESG and HOPWA programs.

The three documents, as well as other consolidated planning reports, are available for public review at HHFDC’s website at http://hhfdc.hawaii.gov/ and at regional libraries. Interested persons may call Meda Esmen at 857-8034; Neighbor Island residents may call free at the following numbers, to be mailed copies:

From Kauai: 274-3341, ext. 70634 From Hawaii: 974-4000, ext. 70634
From Maui: 884-2400, ext. 70634 From Molokai & Lanai: 1-800-465-4644, ext. 70634

Copies are also available at the following offices from 7:45 a.m. to 4:00 p.m.:

County of Hawaii, Office of Housing and Community Development
50 Waihoku Drive, Hilo, Hawaii
County of Maui, Department of Housing and Human Concerns
35 Lunalilo Street, Suite 102, Wailuku, Maui
County of Kauai, Kauai County Housing Agency
4444 Rice Street, Suite 320, Lihue, Kauai
State of Hawaii, HHFDC, 677 Queen Street, Suite 300, Honolulu, Oahu

Department of Human Services, Benefits, Employment and Support Services Division, Homeless Programs, 820 Miliani Street, Suite 696, Honolulu, Oahu

Interested persons are invited to provide written comments on any or all documents to HHFDC at the aforementioned address by April 25, 2012 at 4:00 p.m. Written comments may also be submitted via fax at (808) 587-0690 or emailed to hhfdochc@hhfcd.hawaii.gov by 4:00 p.m. on April 26, 2012. All written comments will be considered in preparing the final documents.

If access or communication assistance and/or services (e.g., large print or taped material) are required, please contact HHFDC’s Personnel Office at 587-0610, by written request, or by email to hhhfdochc@hhfcd.hawaii.gov by March 30, 2012. Prompt requests help to ensure the availability of appropriate accommodations. Persons on the neighbor islands may call the following toll free numbers:

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Karen Seddon, Executive Director
Hawaii Housing Finance and Development Corporation

(No. 57056-West Hawaii Today: March 27, 2012)
AFFIDAVIT OF PUBLICATION

State of Hawaii )
             ) SS:
County of Hawaii )

M. R. Chavez, being first duly sworn, deposes and says:

1. That she is the Classified Accountant of WEST HAWAII TODAY, a newspaper published in the City of Kailua Kona, State of Hawaii.

2. That "NOTICE OF PUBLIC COMMENT on Draft Substantial Amendments to the State of Hawaii's Consolidated Plan"of which a clipping from the newspaper is attached hereto, was published in said newspaper on the following date(s) March 27, 2012 (etc.)

_________________________________________
M. R. Chavez

Subscribed and sworn to before me
This 27th day of March, 2012

Henriann P. Kahananui
Notary Public, Third Circuit,
State of Hawaii

My Commission expires: June 6, 2015
# Page(s): 1
NOTICE OF PUBLIC COMMENT
on Draft Substantial Amendment to the State of Hawaii’s
Consolidated Plan for Program Years 2010 through 2014
and Annual Action Plan for Program Year 2012
Draft Annual Action Plan for Program Year 2012
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Department of Business, Economic Development and Tourism, State of Hawaii, gives notice of
the aforementioned documents for review and comment.

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To improve the State’s timeliness in expediting federal HOME Investment Partnerships (HOME)
program funds, HHFDC seeks to address the priority status of the HOME allocation between
the counties of Hawaii, Kauai and Maui. The rotation will allow each county to receive more funds
annually than in the past, shortening the time needed for a county’s project to proceed, and
ultimately accelerating the State’s disbursement of HOME funds. The rotation will start in Program
Year (PY) 2012 with the County of Hawaii, followed by the County of Kauai in PY2012, and the
County of Maui in PY2014.

To encourage the counties to invest more of their HOME funds into activities that generate program
income, HHFDC plans to allow the counties to use up to 10 percent of HOME program income
received to help cover administrative costs associated with increased activities funded with program
income. Investing HOME funds into these activities will also help to sustain the HOME program
over the long term.

Finally, the draft Substantial Amendment to the 5-Year CP includes new Emergency Solutions
Grant (ESG) objectives for homelessness prevention and rapid re-housing directed to individuals and
families who are currently living on the streets or in homeless shelters in the Counties of Hawaii,
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Draft Substantial Amendment to the Annual Action Plan (AAP) for Program Year 2011
The draft Substantial Amendment to the AAP for FY2011 includes a second allocation of FY2011
ESG funds of $131,996 to be spent on rapid re-housing activities in the Counties of Hawaii, Kauai and
Maui. The draft also includes requirements for receiving the second allocation of FY2011 ESG
funds and requirements for future consolidated planning submissions.

Draft Annual Action Plan for Program Year 2012
The draft AAP for FY2012 consists of 1) a strategic plan for the provision of affordable and special
needs housing, and prevention of homelessness; and 2) an action plan including available resources
and description of the State’s method for disbursing funds to local governments and non-profit
groups to carry out activities to address the problem of homelessness. The AAP for FY2012 describes
activities that will be funded by the HOME, ESG and HOPEA programs.

The three documents, as well as other consolidated planning reports, are available for public review
at HHFDC’s website at http://hawaii.gov/dbhud/ and at regional libraries. Interested persons may
call Medy Esmana at 867-0634. Neighbor Island residents may call toll free at the following
numbers, to be mailed copies:
From Kauai: 274-3141, ext. 70634 From Hawaii: 974-4000, ext. 70634
From Maui: 984-2400, ext. 70634 From Molokai/Lanai: 1-800-468-4444, ext. 70634
Copies are also available at the following offices from 7:45 a.m. to 4:30 p.m.:
County of Hawaii, Office of Housing and Community Development 50 Wailuku Drive, Hilo, Hawaii
County of Maui, Department of Housing and Human Concerns 35 Lunahilo Street, Suite 102, Wailuku, Maui
County of Kauai, Kauai County Housing Agency 4444 Rice Street, Suite 330, Lihue, Kauai
State of Hawaii, HHFDC, 677 Queen Street, Suite 306, Honolulu, Oahu
Department of Human Services, Benefits, Employment and Support Services Division, Homeless Programs, 500 Millikan Street, Suite 406, Honolulu, Oahu

Interested persons are invited to provide written comments on any or all documents to HHFDC as
the aforementioned address by April 26, 2012 at 4:00 p.m. Written comments may also be
submitted via fax to (808) 587-0600 or emailed to hhfc.consolidatedplan@hawaii.gov by March 30, 2012. Prompt requests help to ensure the availability of
appropriate accommodations. Persons on the neighbor islands may call the following toll free numbers:
From Kauai: 374-3141, ext. 70610 From Hawaii: 974-4000, ext. 70610
From Maui: 984-2400, ext. 70610 From Molokai & Lanai: 1-800-468-4444, ext. 70610

HHFDC does not discriminate against any person because of race, color, religion, sex, including
gender identity or expression, sexual orientation, disability, familial status, ancestry, age, marital
status, or HIV infection.

Karen Seddon, Executive Director
Hawaii Housing Finance and Development Corporation
(March 27, 2012)
AFFIDAVIT OF PUBLICATION

STATE OF HAWAII,  \{ ss. \}
County of Maui.

Rhonda M. Kurohara, being duly sworn, deposes and says, that she is in Advertising Sales of the Maui Publishing Co., Ltd., publishers of THE MAUI NEWS, newspaper published in Waikoloa, County of Maui, State of Hawaii, that the ordered publication as to Notice of Public Comment

of which the annexed is a true and correct printed notice, was published 1 times in THE MAUI NEWS, aforesaid, commencing on the 27th day of March, 2012, and ending on the 27th day of March, 2012, (both days inclusive), to wit: on March 27, 2012

and that affiant is not a party to or in any way interested in the above
entitled matter.

This 1 page Notice of Public Comment, dated March 27, 2012, was subscribed and sworn to before me this 27th day of March, 2012, in the Second Circuit of the State of Hawaii, by

Rhonda M. Kurohara

Notary Public, Second Judicial Circuit, State of Hawaii

BETTY E. UEHARA
My Commission expires 09-26-15

NOTICE OF PUBLIC COMMENT
on Draft Substantial Amendments to the State of Hawaii's Consolidated Plan for Program Years 2010 through 2014 and Annual Action Plan for Program Year 2011; and the Draft Annual Action Plan for Program Year 2012


Draft Substantial Amendment to the 5-Year Consolidated Plan (CP) for Program Years 2010-2014

To improve the State's circumstances in expanding federal HOME Investment Partnerships (HOME) program funds, HHFDC plans to allow the counties to use up to 10 percent of HOME program income received to help cover administrative costs associated with increased activities funded with program income investing HOME funds into these activities will also help to sustain the HOME program over the long term.

Finally, the draft Substantial Amendment to the 5-Year CP includes new Emergency Solutions Grant (ESG) objectives for homelessness prevention, and rapid re-housing activities. The draft also includes requirements for retraining of the State's Homeless Program staff and activities that are currently being used.

Draft Supplemental Amendment to the Annual Action Plan (AAP) for Program Year 2011

The draft Substantial Amendment to the AAP for PY2011 includes a second allocation of ESG funds to continue the indirect Supportive Services Program (SSP) for PY2011.

Draft Annual Action Plan for Program Year 2012

The draft AAP for PY2012 consists of 1) an operational plan for the provision of affordable and special needs housing, and prevention of homelessness, and 2) an action plan for the provision of affordable and special needs housing, and prevention of homelessness. The operational plan contains activities that are currently being used.

The draft AAP for PY2012 includes the following requirements for Homelessness Plan:

- All documents, as well as other consolidated planning reports, are available for public review at HHFDC's website at http://www.hawaii.gov/hhfdc and at local libraries.
- Interested persons may call Ed Hoeneke at 387-6537. Interested persons may call Ed Hoeneke at 387-6537. Interested persons may call Ed Hoeneke at 387-6537.

Copies are also available at the following offices from 7:30 a.m. to 5:00 p.m.: County of Hawaii, Office of Housing and Community Development, 2050 Kuhio Avenue, Suite 230, Honolulu, Hawaii County of Maui, Department of Housing and Human Concerns, 35 Lunalilo Street, Suite 102, Wailuku, Maui County of Hawaii, Office of the Mayor, 2481 Bui Street, Suite 100, Honolulu, Hawaii

- Department of Human Services, Benefits, Employment and Support Services Division, Honolulu Programs, 833 Mililani Street, Suite 600, Honolulu, Hawaii

- Interested persons are invited to provide written comments on any and all documents to HHFDC at the following address by April 26, 2012 at 4:00 p.m. Written comments may also be submitted via fax (808) 387-6537 or email to hhhfddc@hawaii.gov by 4:00 p.m. on April 26, 2012. All written comments will be considered in preparing the final documents.

- If access to communication assistance and services (e.g., large print or taped materials) are required, please contact HHFDC's Personnel Office at 808-387-6760. Written comments may also be submitted via fax (808) 387-6537 or email to hhhfddc@hawaii.gov by March 30, 2011. Prompt requests help to ensure the availability of appropriate accommodations. Persons on the island neighbors may call the following toll-free numbers:

  - From Kauai, 274-3341, ext. 70634
  - From Hawaii: 974-4000, ext. 70634
  - From Molokai and Lanai: 1-800-466-4464, ext. 70634

- HHFDC does not discriminate against any person because of race, color, religion, sex, including gender identity or expression, sexual orientation, disability, familial status, ancestry, age, marital status, or HIV infection.

- Karen Sedgwick, Executive Director
- Hawaii Housing Finance and Development Corporation

(MN-Mar. 27, 2012)