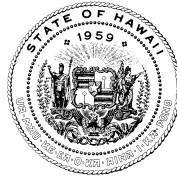


LINDA LINGLE
GOVERNOR
STATE OF HAWAII



MICAH A. KANE
CHAIRMAN
HAWAIIAN HOMES COMMISSION

BEN HENDERSON
DEPUTY TO THE CHAIRMAN

KAULANA H. PARK
EXECUTIVE ASSISTANT

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

P.O. BOX 1879
HONOLULU, HAWAII 96805

August 14, 2007

MEMO TO: All Interested Parties

FROM: Micah A. Kane, Chairman
Hawaiian Homes Commission

SUBJECT: Annual Performance Report
Native Hawaiian Housing Plan

Aloha! In December 2000, Congress amended the Native American Housing Assistance and Self-Determination Act (NAHASDA) by adding Title VIII, which included Native Hawaiians, and rules to implement Title VIII were published in June 2002 and November 2003. The Native Hawaiian Housing Block Grant (NHHBG) provided \$9,600,000.00 in grant funds to the Department of Hawaiian Home Lands (DHHL) to implement the Native Hawaiian Housing Plan (NHHP) for FY 2002; \$9,537,600.00 for FY 2003; \$9,443,950.00 for FY 2004; \$8,432,000.00 for FY 2005; and \$8,377,770.00 for FY 2006.

An Annual Performance Report (APR) for FY 2007 has been prepared and a copy is attached for your information and comment. Comments should be sent to the Department of Hawaiian Home Lands, P.O. Box 1879, Honolulu, Hawaii 96805, Attention: NAHASDA or faxed to (808) 586-3899 and will be accepted until **August 28, 2007**.

Comments and recommendations will be taken into consideration in finalizing the APR, which must be submitted to the Department of Housing and Urban Development (HUD) by August 30, 2007.

If you have any questions or if you need additional information, please call Sandra Asato, Planning and Development Coordinator/NAHASDA, at (808) 587-6487.

Mahalo!

Attachment

Part I – Reporting on the One-Year Native Hawaiian Housing Plan (NHHP)

[NOTE: A separate Part I (that includes Tables I and II) must be completed for each open grant.]

Is this the final APR for this grant? Check one: Yes No

Each year, the DHHL develops goals and objectives in the NHHP that describe the use of NHHBG funds. At the end of the program year, a report on the progress made towards achievement of the goals and objectives is provided to the public and to HUD.

1. Report on each of the one-year goals and objectives identified in the NHHP for this reporting period on a table format developed by the DHHL. The table should include the following information: Goal, Objective and Task Identification Number; Description of Goal, Objective or Task; Budgeted Amount by Goal, Objective or Task; Expended Amount by Goal, Objective or Task; Project or Program Description; and Accomplishments during the Program Year. Provide an explanation for any cost overruns or delays in completing Goals, Objectives or Tasks.

Program Year 1 Funds

All goals from the annual housing plan have been met and reported in previous APR. This report is to account for funds that have been returned during FY2006-07 and reallocated and/or expended and to account for housing units that have been completed during FY 06-07 and/or units that are still under construction.

During FY 2006-07, \$830,332.00 of the funds expended for infrastructure in the Panaewa 6 subdivision in Hilo were returned to DHHL due to a lack of NAHASDA eligible families available for this particular subdivision. These funds were reallocated and expended as follows:

- 1) Pi'ilani Mai Ke Kai (Anahola, Kauai) – Infrastructure \$75,776.75 – Goal #1, Objective 1A, Task #1
- 2) Waiohuli Resident Lots (Kula) Subsidy – 17 families @ \$5,700 each = \$96,900 – Goal #1, Objective 1A, Task #2
- 3) Panaewa Self Help Loans - \$29,851.17 - Goal #1, Objective 1A, Task #4
- 4) Kaupē'a Downpayment Subsidy – 18 families @ \$35,000 each = \$630,000 - Goal #1, Objective 1A, Task #4

Note: Total amount expended was \$832,527.92, including program income of \$2,205.92.

Additionally, PY1 funds previously expended for the following activities were completed during FY 2006-07:

- 1) East Kapolei – Engineering and Design
- 2) Waiohuli Residence Lots (Kula, Maui) – 15 of the 17 self help homes were completed during FY 06-07. One home is under construction scheduled for completion by end of summer and the last lessee had to be relocated to a different lot due to unbuildable lot conditions. DHHL will ensure the completion of this home.

See Attachment 12 for additional details of each Objective and Task.

2. Are you on schedule to complete the 5-year goals identified in your NHHP?

Check one: Yes No

3. If the answer to #2 is no, explain causes for delays and how you plan to modify your program to meet your 5-year goals and objectives. N/A

4. How would you change your programs in general as a result of your experience with the implementation of NAHASDA?

The implementation of the NHHP resulted in homeownership for many more native Hawaiian families than would have been possible without the assistance provided by NAHASDA. Because Panaewa 6 was one of DHHL's first projects in which NHHBG funds were used, 100% of the lots targeted low-income families. This was unrealistic and resulted in the return of \$830,322.00 to LOCSS. DHHL has since utilized information from its Home Ownership Assistance Program (HOAP) to plan for a percentage of cost to be covered by NHHBG funds and a like percentage of the lots reserved for NAHASDA eligible families.

Sources of Funds (Table I)

Explains the sources of funds that are available to DHHL for the housing activities. The information should be provided in table format and include: Funding Sources, Planned Amount, and Funds Actually Awarded.

Funding Sources – A list of the grants, loans and donations that DHHL received to use for housing activities. Sources could include the NHHBG, other HUD grant programs, program income generated from NHHBG funds and activities, other federal grant programs, state grant programs, and private or commercial funding.

Planned Amount – A list of the planned amounts anticipated by DHHL to be received in the NHHP. NHHBG \$9,600,000.00

Funds Actually Awarded – A list of the amounts actually received by DHHL from the various funding sources. NHHBG \$9,600,000.00 plus program income of \$2,306.00.

Narrative:

If funds actually received are different than planned amounts, explain why the planned amount was not realized and how planned activities are impacted. N/A

Uses of NHHG Funds (Table II)

Compares the funds planned to be expended in the NHHP by planned allowable activities to the actual funds expended for allowable activities. The information should be presented in a table format and compares the planned number of units and the planned number of families to be assisted in the NHHP to the actual number of units started or completed and the actual number of families assisted during the reporting period and cumulatively.

Amount of NHHBG funds (principal only) invested as of this reporting period end date.

\$ 0.00

Grant Number 02NHGHI0001**Table I – Sources of Funds**

Sources of Funds for NHHBG Activities	Planned Amount (from the NHHP)	Total Amount Actually Awarded
(a)	(b)	(c)
1. HUD Resources		
a. Native Hawaiian Housing Block Grant	\$9,600,000.00	\$9,600,000.00
b. Program Income*	\$ 0.00	\$ 2,305.92
c. Other HUD Programs	\$ 0.00	\$ 0.00
2. Other Federal Resources	\$ 0.00	\$ 0.00
a.		
b.		
c.		
3. State Resources	\$ 0.00	\$ 0.00
a.		
b.		
c.		
4. Private Resources	\$ 0.00	\$ 0.00
a.		
b.		
c.		
5. Total Resources	\$9,600,000.00	\$9,602,305.92

* Funds received from principal repayment and interest on loans issued from NHHBG funds.

Grant Number 02NHGHI0001**Table IIa – Uses of NHHG Funds**

Activity	Planned (from the NHHG)		Year-to-Date		Cumulative-to-Date			
	Budgeted NHHBG Amount	Budgeted Other Amounts	Grant (NHHBG) Funds Expended	Other Funds Expended	Grant (NHHBG) Funds Expended	Other Funds Expended	Percentage of NHHBG Grant Funds Obligated	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	
1. Development	\$8,920,000.00		\$830,322.00	\$ 2,205.92*	\$8,918,201.00	\$ 2,305.92	100.0%	
a) Rental								
	Construction of new units							
	Acquisition							
	Rehabilitation							
b) Homeownership								
	Construction of new units	\$5,570,000.00	\$ 0.00	\$ 75,776.75	\$	\$5,537,804.75	\$ 100.00	99.4%
	Loan Programs	\$3,250,000.00	\$ 0.00	\$ 27,645.25	\$ 2,205.92	\$1,473,277.25	\$ 2,205.92	45.3%
	Grants	\$ 100,000.00	\$ 0.00	\$ 726,900.00		\$1,907,119.00		1907.0%
	Acquisition							
	Rehabilitation							
2. Housing Services	\$ 200,000.00	\$ 0.00			\$ 205,519.00		102.8%	
3. Housing Management Services								
4. Crime Prevention and Safety								
5. Model Activities (specify below)								
a)								
6. Planning and Administration	\$ 480,000.00	\$ 0.00			\$ 476,280.00		99.2%	
7. Total	\$9,600,000.00		\$ 830,322.00	\$ 2,205.92	\$9,600,000.00	\$ 2,305.92	100.0%	

*Repayment of principal and accrued interest on direct loans made to eligible native Hawaiian families.

Grant Number 02NHGHI0001

Table Iib – Uses of NHHG Funds

Activity	Planned (from the NHP)		Year-to-Date		Cumulative-to-Date		Year-to-Date			Cumulative-to-Date			
	Number of Units Planned	Number of Families Planned	Number of Units Completed	Number of Units Started Not Completed	Number of Units Completed	Number of Units Started Not Completed	Number of Families Assisted			Number of Families Assisted			
							Low-income Native Hawaiian Families	Non-Low-income Native Hawaiian Families	Non-Native Hawaiian Families	Low-income Native Hawaiian Families	Non-Low-income Native Hawaiian Families	Non-Native Hawaiian Families	
(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	
1. Development													
a) Rental	Construction of new units	0	0	0	0	0	0	0	0	0	0	0	0
	Acquisition	0	0	0	0	0	0	0	0	0	0	0	0
	Rehabilitation	0	0	0	0	0	0	0	0	0	0	0	0
b) Homeownership	Construction of new units	158	158	33	0	117	0	33	0	0	117	0	0
	Acquisition	0	0	0	0	0	0	0	0	0	0	0	0
	Rehabilitation	10	10	0	0	0	0	0	0	0	0	0	0
2. Housing Services			32	0	0	0	0	6	0	0	117	0	0
3. Housing Management Services		0	0	0	0	0	0	0	0	0	0	0	0
4. Crime Prevention and Safety													
5. Model Activities (specify below)													
a)													
6. Planning and Administration													
7. Total		168	200	33	0	117	0	39	0	0	234	0	0

Part I – Reporting on the One-Year Native Hawaiian Housing Plan (NHP)

[NOTE: A separate Part I (that includes Tables I and II) must be completed for each open grant.]

Is this the final APR for this grant? Check one: Yes No X

Each year, the DHHL develops goals and objectives in the NHP that describe the use of NHHBG funds. At the end of the program year, a report on the progress made towards achievement of the goals and objectives is provided to the public and to HUD.

1. Report on each of the one-year goals and objectives identified in the NHP for this reporting period on a table format developed by the DHHL. The table should include the following information: Goal, Objective and Task Identification Number; Description of Goal, Objective or Task; Budgeted Amount by Goal, Objective or Task; Expended Amount by Goal, Objective or Task; Project or Program Description; and Accomplishments during the Program Year. Provide an explanation for any cost overruns or delays in completing Goals, Objectives or Tasks.

Highlights of FY 2006 – 2007 (Program Year 2 Funds)

Goal 1: Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.

Objective 1A: Enhance the supply of affordable housing units through the construction of infrastructure improvements or single-family, multi-family, rent-to-own, or rental housing.

Task #1: Design and construct new infrastructure improvements for at least one single-family residential subdivision to serve at least 40 eligible families.

During FY 2006-07, all NHHBG funds for infrastructure at Kaupe'a (Kapolei Village 8) were expended. This project is being constructed in three phases for a total of 326 residential lots of which an estimated 75 will be for NAHASDA eligible families. Homes are currently under construction.

Likewise, all NHHBG funds for infrastructure at Lalamilo, on the island of Hawaii, have been expended. Utilities have been installed, road paving is complete, and intersection plans are currently being reviewed by the State Department of Transportation. House construction will commence once the developer obtains building permits for the turnkey houses. Phase 1 will consist of 37 lots, of which 12 are reserved for NAHASDA eligible families. Of the 12 reserved for NAHASDA eligible families, 6 families will participate in a mutual self-help project.

Task #2: Create at least one affordable housing program that encourages the self-help (sweat equity) construction method to assist a minimum of ten (10) low-income families achieve homeownership.

Although the Panaewa Unit 6 Self-Help project was initiated with PY1 funds, most of the project was funded with PY2 funds (\$175,960) and 13 homes were completed and families moved in by 12/31/06.

The Lalamilo infrastructure project will enable 6 families to participate in a self-help project; however, delays in obtaining building permits has resulted in delays in the project start. NHHBG funds have been obligated for technical assistance and for actual construction costs—roofing, drywall, electrical and plumbing work—to enable the families to complete the houses more timely. The developer anticipates house construction to commence before the end of 2007.

Habitat for Humanity has been instrumental in providing affordable homes to low-income native Hawaiian families on Hawaiian home lands. Currently, three affiliates are actively constructing homes:

Habitat for Humanity Maui, Inc.

Habitat for Humanity Maui's "Infrastructure" project was initiated with PY 1 funds; however, a portion of this project (\$33,818.40) was funded by PY2 funds. In FY 06-07, this project was completed. The completion of infrastructure—retaining walls—enabled two families in Habitat for Humanity Maui's "Building Homes Building Lives" project to complete their homes.

Habitat for Humanity Maui's "Building Homes Building Lives" project of 10 homes was also initiated with PY 1 funds and a portion of this project (\$17,135.10) was funded by PY 2 funds. During FY 06-07, 5 homes were under construction—2 are almost complete and 3 are more than 50% completed. It is anticipated that all will be completed by September 2007.

Molokai Habitat for Humanity

One house was completed in FY 06-07 and one house is under construction and nearly completed. Another house is scheduled to start soon.

Honolulu Habitat for Humanity

One house was completed in FY 06-07. Two new families have been selected and Habitat is completing the Statutory Worksheet for the lots before construction can commence. This affiliate has been slow to meet their goal of 10 homes and DHHL has consulted with this subrecipient who assured DHHL that additional staff has been added to ensure more progress. DHHL will continue to closely monitor this affiliate.

Task #3: Support the provision of affordable housing by offering appropriate subsidies, which may be recaptured during the useful life period, and low interest loans to at least 20 eligible native Hawaiians

During FY 2006 – 2007:

1. The Lanai Island Kulia Like Project, which is an IDA savings program administered by ALU LIKE, Inc., assisted five (5) NAHASDA eligible families who saved \$1,000 and received matching funds of \$3,000 each. This enabled the families to contract for the construction of a home on their vacant lot on Lanai. The homes are currently under construction.

2. A downpayment assistance program administered by Hawaiian Community Assets enabled 10 NAHASDA eligible families (7 on Lanai and 3 on Maui) to either contract to construct their homes or to purchase their homes. Three lessees on Maui purchased and moved into their homes in Lealii, Maui, and 7 homes on Lanai are under construction.

3. A downpayment assistance program administered by Hawaiian Community Development Board (HCDB) was initiated with PY1 funds; however, the balance of the project is funded by PY2 funds. This project provides downpayments for low-income families, whose homes are beyond repair, to finance the construction of a decent, safe dwelling. Four houses were completed and the families have moved in. Many of these families required extensive counseling, not only in budgeting but in general life skills. HCDB partnered with other nonprofit organizations to assist these families. The project is for 25 replacement homes and HCDB has assisted families to complete 7 to date. There are 2 houses under construction, 4 more houses are readying to start construction and 15 families are in loan processing. Although this project is taking much longer than anticipated, the assistance provided to these low-income families is time consuming but necessary for these families to succeed. DHHL intends to extend this subrecipient agreement to enable HCDB to assist the targeted 25 families.

4. The Rehabilitation Loan Program with the City and County of Honolulu and the County of Hawaii provides 0% to 3% interest loans/grants to very-low and low-income families. During FY 06-07, PY 2 funds were used to provide 0% interest, no-payment loans to 3 elderly families on Oahu and 2 disabled families on Hawaii.

Objective 1B: Assist in the preservation and revitalization of existing homes and communities on HHL.

Task #1: Continue working with existing Federal, State, local or private resources available for housing rehabilitation to eliminate duplication of services and leverage NAHASDA grant dollars.

During FY 2006 – 2007, partnerships with the City and County of Honolulu and the County of Hawaii resulted in a total of 5 homes being rehabilitated. Applications for assistance continue to be processed and inspections are being conducted; however, families are having difficulty locating contractors willing to comply with Davis Bacon, which increases the cost to rehabilitate the homes. The loan cap of \$50,000 limits the amount of rehabilitation to the houses.

Goal 2: Support the development and maintenance of healthy and safe communities on HHL.

Objective 2A: Support community-based initiatives which encourage "healthy" communities.

Task: Develop a community facility within at least one homestead community to provide a meeting area and community services for kupuna (elderly) and youth activities, cultural activities, community gardens and a police substation.

During FY 2006 – 2007, the Waimanalo Homestead Association expended the bulk of their grant (\$61,200) to enhance the security of their community center and to purchase equipment (programs and powerpoint projector for training). The lighting for the parking lot will be completed in the next fiscal year.

Objective 2B: Enhance public safety in the homestead communities.

Task: Work with community and resident organizations to develop projects that address drug abuse, family abuse, community policing and traffic within at least two communities.

During FY 2006 – 2007, the Papakolea Community Center completed their security upgrades for their community center. This project included the installation of security cameras, steel doors, fence gates and lighting for the basketball courts. The facility is used for a Boys and Girls Club, a children's library, a computer skills workshop, a physician's office (volunteered), office space for staff to assist community members, and for meetings to bring information to the community members. Financial literacy workshops are held in the facility.

Anahola Hawaiian Homestead Association (AHHA) received HUD approval of this model activity in April 2007. Therefore, this project has been moved to PY3. DHHL staff is working with the AHHA to finalize the subrecipient agreement. The project involves the renovation of an existing dwelling to use for community workshops on financial literacy and for other training. In addition, the AHHA is planning a partnership with the Kauai Police Department for a police substation in the facility.

Goal 4: Continue educational and training programs to address the housing and community needs on HHL.

Objective: Encourage the continuing development of and access to educational programs that assist nH families with financial literacy and pre- and post-homebuyer education, especially where new subdivisions have been or will be constructed in Lanai; Kula, Maui; Kekaha, Kauai; Waiakea and Piihonua, Hawaii.

Task 1: Contract with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education to nH families who are eligible to purchase NAHASDA assisted units, to assist families who are delinquent in their mortgages payments, to provide early intervention when families are in crisis and to provide training to families in financial management for life strategies.

During FY 2006 – 2007:

1. The Consuelo Alger Foundation completed their final 6 homes and provided financial post homeownership training for all 32 families. This project required that all participating families agree to non-violent residency. The 32 families agreed that there would be no drug abuse and no family abuse—physical or verbal. The Consuelo Alger Foundation committed to providing services to the families to ensure the atmosphere within the neighborhood remains non-violent.

2. Hawaii Community Assets (HCA) assisted a total of 114 individuals - 26 via Home Ownership Training (HOT) only, 54 via both HOT and individual counseling, and 34 via individual counseling only. Because this project has taken much longer than anticipated, a second grant, which was approved by the Hawaiian Homes Commission was withdrawn in 2007. HCA was advised that they could submit a proposal to continue their work in a future grant cycle.

See Attachment 12 for status details of each Objective and Task.

2. Are you on schedule to complete the 5-year goals identified in your NHHP?

Check one: Yes No

3. If the answer to #2 is no, explain causes for delays and how you plan to modify your program to meet your 5-year goals and objectives.

DHHL is still on schedule to complete the 5-year goals identified in the NHHP: however, DHHL has obligated 99.6% of the PY 2 funds (\$9,499,096) and actually expended approximately 81% of the PY 2 funds (\$7,699,392). Due to the return of PY 1 funds to LOCCS, DHHL had to shift funding of projects to utilize the returned funds. In addition, the Lalamilo self-help project has been delayed due to building permit delays. All PY 2 funds should be expended and most activities completed by 6/30/08.

4. How would you change your programs in general as a result of your experience with the implementation of NAHASDA?

DHHL understands that the Davis Bacon requirement cannot be waived; however, it does continue to be burdensome for low-income families doing individual home repair projects.

Sources of Funds (Table I)

Explains the sources of funds that are available to DHHL for the housing activities. The information should be provided in table format and include: Funding Sources, Planned Amount, and Funds Actually Awarded (See Attachment 1 for a sample).

Funding Sources – A list of the grants, loans and donations that DHHL received to use for housing activities. Sources could include the NHHBG, other HUD grant programs, program income generated from NHHBG funds and activities, other federal grant programs, state grant programs, and private or commercial funding.

Planned Amount – A list of the planned amounts anticipated by DHHL to be received in the NHHP. NHHBG \$9,600,000.00.

Funds Actually Awarded – A list of the amounts actually received by DHHL from the various funding sources. NHHBG \$9,537,000.00 plus program income of \$94,859.00 for a total of \$9,632,459.00.

Narrative:

If funds actually received are different than planned amounts, explain why the planned amount was not realized and how planned activities are impacted.

N/A

Uses of NHHG Funds (Table II)

Compares the funds planned to be expended in the NHHP by planned allowable activities to the actual funds expended for allowable activities. The information should be presented in a table format and compares the planned number of units and the

GRANT NUMBER: 03NHGHI001

DHHL FYE: 6/30/07

planned number of families to be assisted in the NHP to the actual number of units started or completed and the actual number of families assisted during the reporting period and cumulatively.

Narrative:

Amount of NHHBG funds (principal only) invested as of this reporting period end date.

\$ 1,899,540.00

Grant Number 03NHGHI001**Table I – Sources of Funds**

Sources of Funds for NHHBG Activities	Planned Amount (from the NHHP)	Total Amount Actually Awarded
(a)	(b)	(c)
1. HUD Resources		
a. Native Hawaiian Housing Block Grant	\$9,600,000.00	\$9,537,600.00
b. Program Income	\$0.00	\$ 94,859.00
c. Other HUD Programs	\$0.00	\$0.00
2. Other Federal Resources	\$0.00	\$0.00
d.		
e.		
f.		
3. State Resources	\$0.00	\$0.00
g.		
h.		
i.		
4. Private Resources	\$0.00	\$0.00
j.		
k.		
l.		
5. Total Resources	\$9,600,000.00	\$9,632,459.00

Grant Number 03NHGHI001**Table IIa – Uses of NHHG Funds**

Activity	Planned (from the NHHG)		Year-to-Date		Cumulative-to-Date		
	Budgeted NHHBG Amount	Budgeted Other Amounts	Grant (NHHBG) Funds Expended	Other Funds Expended	Grant (NHHBG) Funds Expended	Other Funds Expended	Percentage of NHHBG Grant Funds Obligated
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1. Development	\$7,310,720.00	\$0.00	\$ 599,209.00	\$ 55,570.00	\$7,256,193.00	\$ 94,859.00	123.4%
a) Rental							
Construction of new units *							
Acquisition							
Rehabilitation							
b) Homeownership							
Construction of new units	\$5,500,000.00	\$0.00	\$ 10,789.00	\$ 52,773.00	\$6,371,574.00	\$ 92,062.00	118.4%
Loan Programs	\$1,000,000.00	\$0.00	\$ 262,780.00	\$ 1,000.00	\$347,942.00	\$ 1,000.00	136.0%
Grants	\$ 810,720.00		\$ 325,640.00	\$ 1,797.00	\$536,677.00	\$ 1,797.00	141.5%
Acquisition							
Rehabilitation							
2. Housing Services	\$ 400,000.00	\$ 0.00	\$ 47,783.00		\$ 56,004.00		19.8%
3. Housing Management Services	\$ 900,000.00	\$0.00					0.0%
4. Crime Prevention and Safety	\$ 250,000.00	\$0.00					0.0%
5. Model Activities (specify below)							
a) Community Facility	\$ 200,000.00	\$0.00	\$ 61,399.00		\$ 98,899.00		55.6%
6. Planning and Administration	\$ 476,880.00				\$ 288,296.00		60.5%
7. Total	\$9,537,600.00		\$ 708,391.00	\$ 55,570.00	\$7,699,392.00	\$ 94,859.00	99.6%

*NOTE: The design and construction of a multi-family building to implement a mutual housing program was deleted from the Native Hawaiian Housing Plan with the approval of ONAP on 1/25/05. The funds were redistributed to other eligible housing activities.

Grant Number 03NHGHI001

Table Iib – Uses of NHHG Funds

Activity	Planned (from the NHHG)		Year-to-Date		Cumulative-to-Date		Year-to-Date			Cumulative-to-Date		
	Number of Units Planned	Number of Families Planned	Number of Units Completed	Number of Units Started Not Completed	Number of Units Completed	Number of Units Started Not Completed	Number of Families Assisted			Number of Families Assisted		
							Low-income Native Hawaiian Families	Non-Low-income Native Hawaiian Families	Non-Native Hawaiian Families	Low-income Native Hawaiian Families	Non-Low-income Native Hawaiian Families	Non-Native Hawaiian Families
(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)
1. Development												
a) Rental												
Construction of new units	0	0	0	0	0	0	0	0	0	0	0	0
Acquisition	0	0	0	0	0	0	0	0	0	0	0	0
Rehabilitation	0	0	0	0	0	0	0	0	0	0	0	0
b) Homeownership												
Construction of new units	120	120	26	89	26	89	26	0	0	26	0	0
Acquisition*	0	0	3	0	14	0	3	0	0	14	0	0
Rehabilitation	50	50	3	2	3	7	3	0	0	103**	0	0
2. Housing Services	50	50	0	0	0	0	114	0	0	114***	0	0
3. Housing Management Services	0	0	0	0	0	0	0	0	0	0	0	0
4. Crime Prevention and Safety												
5. Model Activities (specify below)												
a) Mutual Housing												
6. Planning and Administration												
7. Total	220	220	32	91	43	96	143	0	0	243	0	0

NOTE: Number of units started not completed includes start of infrastructure construction of residential lots; however, completion of new units are only counted when houses are completed.

*Downpayment assistance for 3 families participating with Hawaiian Community Assets and purchased homes in the Lealii Subdivision on Maui.

**Nanakuli Housing Corporation conducted home repair classes which were attended by 99 families. The families were taught how to rehabilitate their homes using materials obtained from Baseyard Hawaii, a nonprofit organization that obtains excess building materials from contractors, developers and other sources and provides to low-income families at no or very low cost. On site classes were also held to assist families.

***Hawaiian Community Assets conducted Homeownership Training classes.

Part I – Reporting on the One-Year Native Hawaiian Housing Plan (NHHP)

Is this the final APR for this grant? Check one: Yes No X

Each year, the DHHL develops goals and objectives in the NHHP that describe the use of NHHBG funds. At the end of the program year, a report on the progress made towards achievement of the goals and objectives is provided to the public and to HUD.

1. Report on each of the one-year goals and objectives identified in the NHHP for this reporting period on a table format developed by the DHHL. The table should include the following information: Goal, Objective and Task Identification Number; Description of Goal, Objective or Task; Budgeted Amount by Goal, Objective or Task; Expended Amount by Goal, Objective or Task; Project or Program Description; and Accomplishments during the Program Year. Provide an explanation for any cost overruns or delays in completing Goals, Objectives or Tasks.

Highlights of FY 2006 – 2007 (Program Year 3)

Goal 1: Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.

Objective 1A: Increase the supply of affordable housing units through the construction of infrastructure improvements or single-family, multi-family, rent-to-own, or rental housing.

Task #1: Design and construct new infrastructure improvements for at least one single-family residential subdivision to serve at least 75 eligible families.

During FY 2006 – 2007, construction of infrastructure for Anahola Residence Lots (Pi'ilani Mai Ke Kai) on Kauai commenced in September 2006--grading, road construction, electrical, drainage, and dry sewer lines. The project will consist of approximately 160 single family homes, of which 32 will be targeted for NAHASDA eligible families. While constructing the infrastructure, DHHL has been meeting with the families who will reside in the project; financial information is obtained and families are participating in the DHHL's Homeownership Assistance Program (HOAP) to ready them for the responsibility of owning a home.

The Kekaha Residence Lots site improvements were completed in March 2006 and this was reported in the 2006 APR. Homes are currently being constructed.

Task #2: Provide funding for technical assistance for at least one affordable housing project that encourages the self-help (sweat equity) construction method to assist a minimum of ten (10) low-income families achieve homeownership.

During FY 2006 – 2007, two contracts were executed to provide technical assistance to 20 families in a mutual self-help project in Kekaha, Kauai. Hawaii Island Community Development Corporation (HICDC) provides financial counseling and monitors the participation of families. Kikiaola provides construction training and oversight during construction (i.e. a site project manager). Construction has begun on all 20 homes.

Task #3: Support the provision of affordable housing by offering appropriate subsidies, which may be recaptured during the useful life period, and low-interest loans to at least 20 eligible native Hawaiians.

During FY 2006 – 2007, construction of homes in Kaupe'a (Village 8 of Kapolei), which is being done in 3 phases, moved at a rapid pace. DHHL is providing NAHASDA eligible families a subsidy of \$35,000 to assist them with their downpayment and closing costs to enable the families to purchase a home. Eighteen NAHASDA eligible families have moved in and this is reported in PY 1, the balance of 57 families will be funded with PY 3 funds. It is anticipated that all families should be moved in by mid 2008.

In the Kekaha Self-Help project, the participating families are very-low and low-income families who qualify for Rural Development loans. A change in Rural Development's procedures regarding the use of RD 523 loans (self-help) is that the self-help provider be certified by Rural Development. Due to a change in self-help providers and the lack of RD certified self-help providers on Kauai, DHHL opted to provide no-interest loans to the 20 families during the interim construction period. In addition, the families were provided subsidies to reduce the cost of the homes. Most of the families come from an area called Makaweli; they are Hawaiian speaking people and most do not have traditional jobs, most are fishermen. (In combination with Task No. 2) At the completion of the project, permanent Rural Development 502 direct loans will be made to those that qualify. For those that cannot qualify for the RD loan, a NAHASDA low interest loan will be provided and families will receive counseling through HOAP.

Objective 1B: Assist in the preservation and revitalization of existing homes and communities on HHL.

Task #1: Continue working with existing Federal, State, local or private resources available for housing rehabilitation to eliminate duplication of services and leverage NAHASDA grant dollars.

During FY 2006 – 2007, DHHL continued partnerships with the City and County of Honolulu and the County of Hawaii to provide reduced rate loans to low income families. This effort has been slow because the families in need have had difficulty finding contractors and because the Davis Bacon requirements inflate the costs of the needed repairs to amounts that are in excess of the scope of the program.

DHHL contracted with Environet to perform inspections of homes built prior to 1978 to assess for lead-based paint, prepare abatement plan, monitor abatement and/or provide clearance. One family home that was scheduled for rehabilitative work was found to have lead-based paint and was assisted in this regard.

Task #2: Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.

During FY 2006 – 2007, one very low-income elderly family received a 0% loan with no monthly payments to repair their home. If the family remains in the home for 20 years, the loan will be forgiven.

Goal 2: Support the development and maintenance of healthy and safe communities on HHL.

Objective 2A: Support community-based initiatives which encourage "healthy" communities.

Task: Develop a community facility within at least one homestead community to provide a meeting area and community services for kupuna (elderly) and youth activities, cultural activities, community gardens and a police substation.

During FY 2006 – 2007, the Anahola Hawaiian Homestead Association finalized their budget to rehabilitate an existing dwelling to provide a meeting place and a training center for members of the community and to plan for a police substation. As noted earlier, this program was moved from PY2 to PY3. HUD approval of the model activity was received in April 2007.

Goal 3: Encourage self-determination within nH communities located on HHL in resolving housing and community development issues.

Objective: Equip and empower community organizations and Hui Kako'o become active partners in resolving housing and community development issues within their communities.

Unfortunately, DHHL has not been successful in partnering with community organizations for activities to meet this goal. Staff has met with community leaders to receive input; however, capacity needs to be built within the community organizations to achieve this goal.

Goal 4: Continue educational and training programs to address the housing and community needs on HHL.

Objective: Encourage the continuing development of and access to educational programs that assist nH families with financial literacy and pre- and post-homebuyer education, especially where new subdivisions have been or will be constructed.

Task: Contract with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education to nH families who are eligible to purchase NAHASDA assisted units, to assist families who are delinquent in their mortgages.

During FY 2006 – 2007, 125 individuals representing 50 NAHASDA eligible families received homeownership counseling and entered into case management with the subrecipient Nanakuli Housing Corporation.

See Attachment 12 for status details of each Objective and Task.

2. Are you on schedule to complete the 5-year goals identified in your NHHP?

Check one: Yes No

2. If the answer to #2 is no, explain causes for delays and how you plan to modify your program to meet your 5-year goals and objectives.

As of 6/30/07, DHHL has obligated 97.6% of PY3 funds; however, DHHL has

expended 44% of the funds (\$4,137,990). The subsidies for Kaupea will not be expended until the houses are completed (\$1,995,000), the interim loans for Kekaha were initially funded with DHHL trust funds and DHHL should be reimbursed with NHHBG funds (\$1,783,600) and the Kekaha subsidies will also be disbursed within a few months (\$615,000).

5. How would you change your programs in general as a result of your experience with the implementation of NAHASDA?

DHHL has been able to work within the parameters of NAHASDA for its housing programs.

DHHL is awaiting response from the Office of Native American Programs with regard to the "useful life" requirement. Of greatest concern is successorship. The Hawaiian Homes Commission Act affords a lessee the right to name the successor to their lease. The "useful life" restriction as it is defined now, would strip the lessee of the right to name their successor by requiring that they can only pass their lease to a family who is NAHASDA eligible.

In addition, since DHHL does not pass on the cost of improving the land to any lessee, the "useful life" requirement is being placed only on low-income lessees.

Sources of Funds (Table I)

Explains the sources of funds that are available to DHHL for the housing activities. The information should be provided in table format and include: Funding Sources, Planned Amount, and Funds Actually Awarded.

Funding Sources – A list of the grants, loans and donations that DHHL received to use for housing activities. Sources could include the NHHBG, other HUD grant programs, program income generated from NHHBG funds and activities, other federal grant programs, state grant programs, and private or commercial funding.

Planned Amount – A list of the planned amounts anticipated by DHHL to be received in the NHHP. NHHBG \$9,443,950.00.

Funds Actually Awarded – A list of the amounts actually received by DHHL from the various funding sources. NHHBG \$9,443,950.00 plus program income of \$317,466.00 for a total of \$9,761,416.00.

Narrative:

If funds actually received are different than planned amounts, explain why the planned amount was not realized and how planned activities are impacted.

N/A

Uses of NHHG Funds (Table II)

Compares the funds planned to be expended in the NHHP by planned allowable activities to the actual funds expended for allowable activities. The information should be presented in a table format and compares the planned number of units and the

GRANT NUMBER: 04NH4HI0001

DHHL FYE: 6/30/07

planned number of families to be assisted in the NHP to the actual number of units started or completed and the actual number of families assisted during the reporting period and cumulatively.

Narrative:

Amount of NHHBG funds (principal only) invested as of this reporting period end date.

\$ 5,586,561.00

Grant Number 04NH4HI0001**Table I – Sources of Funds**

Sources of Funds for NHHBG Activities	Planned Amount (from the NHHP)	Total Amount Actually Awarded
(a)	(b)	(c)
1. HUD Resources		
a. Native Hawaiian Housing Block Grant	\$9,443,950.00	\$9,443,950.00
b. Program Income	\$0.00	\$ 317,466.00
c. Other HUD Programs	\$0.00	\$0.00
2. Other Federal Resources	\$0.00	\$0.00
a.		
b.		
c.		
3. State Resources	\$0.00	\$0.00
a.		
b.		
c.		
4. Private Resources	\$0.00	\$0.00
a.		
b.		
c.		
5. Total Resources	\$9,443,950.00	\$9,761,416.00

Grant Number 04NH4HI0001

Table IIa – Uses of NHHG Funds

Activity	Planned (from the NHP)		Year-to-Date		Cumulative-to-Date		Percentage of NHHBG Grant Funds Obligated
	Budgeted NHHBG Amount	Budgeted Other Amounts	Grant (NHHBG) Funds Expended	Other Funds Expended	Grant (NHHBG) Funds Expended	Other Funds Expended	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1. Development	\$7,851,753.00	\$0.00	\$ 1,876,210.00	\$ 225,501.00	\$ 3,747,341.00	\$ 316,647.00	112.3%
a) Rental							
Construction of new units							
Acquisition							
Rehabilitation							
b) Homeownership							
Construction of new units	\$6,851,753.00	\$0.00	\$ 1,699,832.00	\$ 223,893.00	\$ 3,570,963.00	\$ 315,039.00	65.6%
Loan Programs	\$1,000,000.00	\$0.00	\$ 176,378.00	\$ 1,608.00	\$ 176,378.00	\$ 1,608.00	432.4%
Grants							
Acquisition							
Rehabilitation							
2. Housing Services	\$ 400,000.00	\$ 0.00	\$ 110,389.00		\$ 149,556.00		38.7%
3. Housing Management Services	\$ 100,000.00	\$0.00					0.0%
4. Crime Prevention and Safety	\$ 120,000.00	\$0.00					0.0%
5. Model Activities (specify below)							0.0%
a)	\$ 500,000.00	\$0.00					0.0%
6. Planning and Administration	\$ 472,197.00		\$ 1,837.00		\$ 241,096.00	\$ 820.00	51.2%
7. Total	\$9,443,950.00		\$ 1,988,436.00	\$ 225,501.00	\$ 4,137,990.00	\$ 317,467.00	97.6%

Grant Number 04NH4HI0001

Table IIb – Uses of NHHG Funds

Activity	Planned (from the NHP)		Year-to-Date		Cumulative-to-Date		Year-to-Date			Cumulative-to-Date		
	Number of Units Planned	Number of Families Planned	Number of Units Completed	Number of Units Started Not Completed	Number of Units Completed	Number of Units Started Not Completed	Number of Families Assisted			Number of Families Assisted		
							Low-income Native Hawaiian Families	Non-Low-income Native Hawaiian Families	Non-Native Hawaiian Families	Low-income Native Hawaiian Families	Non-Low-income Native Hawaiian Families	Non-Native Hawaiian Families
(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)
1. Development												
a) Rental	Construction of new units	0	0	0	0	0	0	0	0	0	0	0
	Acquisition	0	0	0	0	0	0	0	0	0	0	0
	Rehabilitation	0	0	0	0	0	0	0	0	0	0	0
b) Homeownership	Construction of new units	105	105	0	32	0	54	0	0	0	0	0
	Acquisition	0	0	0	0	0	0	0	0	0	0	0
	Rehabilitation	20	20	0	0	0	0	0	0	0	0	0
2. Housing Services	50	50	0	0	0	0	23	0	0	50	0	0
3. Housing Management Services	0	0	0	0	0	0	0	0	0	0	0	0
4. Crime Prevention and Safety												
5. Model Activities (specify below)												
6. Planning and Administration												
7. Total	175	175	0	32	0	54	23	0	0	50	0	0

NOTE: There are 22 units under construction in Kekaha—NHHBG funds were used for infrastructure, self-help technical assistance, interim construction loans and subsidies. The 22 are only counted once.

Part I – Reporting on the One-Year Native Hawaiian Housing Plan (NHP)

[NOTE: A separate Part I (that includes Tables I and II) must be completed for each open grant.]

Is this the final APR for this grant? Check one: Yes No X

Each year, the DHHL develops goals and objectives in the NHP that describe the use of NHHBG funds. At the end of the program year, a report on the progress made towards achievement of the goals and objectives is provided to the public and to HUD.

1. Report on each of the one-year goals and objectives identified in the NHP for this reporting period on a table format developed by the DHHL. The table should include the following information: Goal, Objective and Task Identification Number; Description of Goal, Objective or Task; Budgeted Amount by Goal, Objective or Task; Expended Amount by Goal, Objective or Task; Project or Program Description; and Accomplishments during the Program Year. Provide an explanation for any cost overruns or delays in completing Goals, Objectives or Tasks.

Highlights of FY 2006 – 2007 (Program Year 4)

Goal 1: Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.

Objective 1A: Increase the supply of affordable housing units through the construction of infrastructure improvements or single-family housing.

Task #1: Construct infrastructure improvements for at least one single-family residential subdivision on the leeward coast of the island of Oahu to serve at least 50 eligible families and one on an outer island to serve at least 25 families.

During FY 2006 – 2007, tentative subdivision approval was received in July 2006 for East Kapolei 1, located on Oahu. Mass grading has begun and was approximately 60% complete as of June 2007. Four hundred and three (403) lots will be improved and approximately 18% (73 units) will be reserved for NAHASDA eligible families. The construction of a water reservoir, water transmission line and roadway is expected to commence before the end of 2007.

On the island of Hawaii some unanticipated delays were encountered for the development of Laiopua Villages 4 and 5, 242 lots and 116 lots, respectively, of which 20% (72 lots) will be reserved for NAHASDA eligible families. DHHL published the FONSI and NOIRRF for Laiopua Village 4 in October 2006 and learned of environmental concerns for endangered plants—the uhiuhi and aupaka plants. As a result, DHHL obtained a consultant to update the ERR and included Villages 1, 2, 4, and 5. The FONSI/NOIRRF was published in May 2007 and the Environmental Release of Funds was received on July 31, 2007. Construction is scheduled to commence in late 2007.

Task #2: Provide funding for technical assistance for at least one affordable housing project that encourages the self-help (sweat equity) construction method to assist a minimum of ten (10) low-income families achieve homeownership.

Habitat for Humanity Maui will provide technical assistance to 12 families in the Waiehu Kou IV subdivision on Maui. A Buildathon took place on July 21, 2007 and all 12 homes got a quick start.

Task #3: Support the provision of affordable housing by offering appropriate subsidies, which may be recaptured during the useful life period, and low-interest loans to at least 20 eligible native Hawaiians.

During FY 2006 – 2007, 30 families opened IDA accounts with First Hawaiian Bank through a program developed by the Council for Native Hawaiian Advancement (subrecipient) and serviced by Hawaiian Community Assets/Hawaiian Community Lending. Matching funds, up to \$7,500, will be provided when the participants open escrow for the purchase of a home or initiation of a construction contract to build their home.

Objective 1B: Assist in the preservation and revitalization of existing homes and communities on HHL.

Task #2: Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.

During FY 2006 – 2007, the subrecipient Nanakuli Housing Corporation expanded their home repair program by mobilizing it. Home repair courses were held at their facility in Kalaeloa (Barbers Point), which will be followed up with on site classes and on-the-job training. A total of 21 NAHASDA eligible families received training during this fiscal year.

See Attachment 12 for status details of each Objective and Task.

2. Are you on schedule to complete the 5-year goals identified in your NHHP?

Check one: Yes No

3. If the answer to #2 is no, explain causes for delays and how you plan to modify your program to meet your 5-year goals and objectives.

Although DHHL has expended only 20% of 05NH4HI0001 funds (\$1,697,134), the contracts for East Kapolei and Laiopua will obligate 95% of the grant funds. It is anticipated that these projects will commence before the end of 2007.

4. How would you change your programs in general as a result of your experience with the implementation of NAHASDA?

DHHL has been able to work within the parameters of NAHASDA for its housing programs.

DHHL is awaiting response from the Office of Native American Programs with regard to the “useful life” requirement. Of greatest concern is successorship. The Hawaiian Homes Commission Act affords a lessee the right to name the successor to their lease. The “useful life” restriction as it is defined now, would strip the lessee of the

right to name their successor by requiring that they can only pass their lease to a family who is NAHASDA eligible.

In addition, since DHHL does not pass on the cost of improving the land to any lessee, the "useful life" requirement is being placed only on low-income lessees.

Sources of Funds (Table I)

Explains the sources of funds that are available to DHHL for the housing activities. The information should be provided in table format and include: Funding Sources, Planned Amount, and Funds Actually Awarded (See Attachment 1 for a sample).

Funding Sources – A list of the grants, loans and donations that DHHL received to use for housing activities. Sources could include the NHHBG, other HUD grant programs, program income generated from NHHBG funds and activities, other federal grant programs, state grant programs, and private or commercial funding.

Planned Amount – A list of the planned amounts anticipated by DHHL to be received in the NHP. NHHBG \$8,432,000.00

Funds Actually Awarded – A list of the amounts actually received by DHHL from the various funding sources. NHHBG \$8,432,000.00

Narrative:

If funds actually received are different than planned amounts, explain why the planned amount was not realized and how planned activities are impacted.

DHHL received authorization to invest 05NH4HI0001 funds on December 6, 2005. The funds were deposited in Central Pacific Bank and earnings totaled \$246,005.00.

Uses of NHHG Funds (Table II)

Compares the funds planned to be expended in the NHP by planned allowable activities to the actual funds expended for allowable activities. The information should be presented in a table format and compares the planned number of units and the planned number of families to be assisted in the NHP to the actual number of units started or completed and the actual number of families assisted during the reporting period and cumulatively. (See Attachment 2 for a sample)

Narrative:

Amount of NHHBG funds (principal only) invested as of this reporting period end date.

\$ 7,043,547.00

Grant Number 05NH4HI0001**Table I – Sources of Funds**

Sources of Funds for NHHBG Activities	Planned Amount (from the NHHP)	Total Amount Actually Awarded
(a)	(b)	(c)
1. HUD Resources		
a. Native Hawaiian Housing Block Grant	\$8,432,000.00	\$8,432,000.00
b. Program Income	\$0.00	\$ 246,005.00
c. Other HUD Programs	\$0.00	\$0.00
2. Other Federal Resources	\$0.00	\$0.00
a.		
b.		
c.		
3. State Resources	\$0.00	\$0.00
a.		
b.		
c.		
4. Private Resources	\$0.00	\$0.00
a.		
b.		
c.		
5. Total Resources	\$8,432,000.00	\$8,678,005.00

Grant Number 05NH4HI0001**Table IIa – Uses of NHHG Funds**

Activity	Planned (from the NHHG)		Year-to-Date		Cumulative-to-Date		
	Budgeted NHHBG Amount	Budgeted Other Amounts	Grant (NHHBG) Funds Expended	Other Funds Expended	Grant (NHHBG) Funds Expended	Other Funds Expended	Percentage of NHHBG Grant Funds Obligated
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1. Development	\$7,500,000.00	\$0.00	\$ 1,382,245.00	\$ 156,329.00	\$ 1,440,817.00	\$ 245,081.00	103.4%
a) Rental							
Construction of new units							
Acquisition							
Rehabilitation							
b) Homeownership							
Construction of new units	\$6,600,000.00	\$0.00	\$ 1,182,130.00	\$ 154,546.00	\$ 1,240,702.00	\$ 243,298.00	104.6%
Loan Programs	\$ 400,000.00	\$0.00	\$ 200,115.00	\$ 1,784.00	\$ 200,115.00	\$ 1,784.00	169.8%
Grants	\$ 500,000.00						
Acquisition							
Rehabilitation							
2. Housing Services	\$ 250,000.00	\$ 0.00					0.0%
3. Housing Management Services	\$ 50,000.00	\$0.00					0.0%
4. Crime Prevention and Safety	\$ 50,000.00	\$0.00					0.0%
5. Model Activities (specify below)							0.0%
a)	\$ 160,400.00	\$0.00					0.0%
6. Planning and Administration	\$ 421,600.00		\$ 256,496.00	\$ 924.00	\$ 256,496.00	\$ 924.00	61.1%
7. Total	\$8,432,000.00		\$ 1,638,742.00	\$ 157,254.00	\$ 1,697,314.00	\$ 246,006.00	95.0%

Grant Number 05NH4HI0001

Table IIb – Uses of NHHG Funds

Activity	Planned (from the NHHG)		Year-to-Date		Cumulative-to-Date		Year-to-Date			Cumulative-to-Date		
	Number of Units Planned	Number of Families Planned	Number of Units Completed	Number of Units Started Not Completed	Number of Units Completed	Number of Units Started Not Completed	Number of Families Assisted			Number of Families Assisted		
							Low-income Native Hawaiian Families	Non Low-income Native Hawaiian Families	Non-Native Hawaiian Families	Low-income Native Hawaiian Families	Non Low-income Native Hawaiian Families	Non-Native Hawaiian Families
(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)
1. Development												
a) Rental												
Construction of new units	0	0	0	0	0	0	0	0	0	0	0	0
Acquisition	0	0	0	0	0	0	0	0	0	0	0	0
Rehabilitation	0	0	0	0	0	0	0	0	0	0	0	0
b) Homeownership												
Construction of new units	85	85	0	85	0	85	0	0	0	0	0	0
Acquisition*	20	20	0	0	0	0	30	0	0	30	0	0
Rehabilitation	20	20	0	0	0	0	21	0	0	21	0	0
2. Housing Services	50	50	0	0	0	0	0	0	0	0	0	0
3. Housing Management Services	0	0	0	0	0	0	0	0	0	0	0	0
4. Crime Prevention and Safety												
5. Model Activities (specify below)												
6. Planning and Administration												
7. Total	175	175	0	65	0	85	51	0	0	51	0	0

* NOTE: Downpayment loans and IDAs will be identified here to document assistance to low-income home buyers.

Part I – Reporting on the One-Year Native Hawaiian Housing Plan (NHHP)

[NOTE: A separate Part I (that includes Tables I and II) must be completed for each open grant.]

Is this the final APR for this grant? Check one: Yes No X

Each year, the DHHL develops goals and objectives in the NHHP that describe the use of NHHBG funds. At the end of the program year, a report on the progress made towards achievement of the goals and objectives is provided to the public and to HUD.

1. Report on each of the one-year goals and objectives identified in the NHHP for this reporting period on a table format developed by the DHHL. The table should include the following information: Goal, Objective and Task Identification Number; Description of Goal, Objective or Task; Budgeted Amount by Goal, Objective or Task; Expended Amount by Goal, Objective or Task; Project or Program Description; and Accomplishments during the Program Year. Provide an explanation for any cost overruns or delays in completing Goals, Objectives or Tasks.

Although various projects for this program year are underway, no funds have been obligated as of the writing of this report.

See Attachment 12 for status details of each Objective and Task.

2. Are you on schedule to complete the 5-year goals identified in your NHHP?

Check one: Yes X No

3. If the answer to #2 is no, explain causes for delays and how you plan to modify your program to meet your 5-year goals and objectives.

Although various projects for this program year are underway, no funds have been obligated as of the writing of this report.

4. How would you change your programs in general as a result of your experience with the implementation of NAHASDA?

DHHL has been able to work within the parameters of NAHASDA for its housing programs.

DHHL is awaiting response from the Office of Native American Programs with regard to the “useful life” requirement. Of greatest concern is successorship. The Hawaiian Homes Commission Act affords a lessee the right to name the successor to their lease. The “useful life” restriction as it is defined now, would strip the lessee of the right to name their successor by requiring that they can only pass their lease to a family who is NAHASDA eligible.

In addition, since DHHL does not pass on the cost of improving the land to any lessee, the “useful life” requirement is being placed only on low-income lessees.

Sources of Funds (Table I)

Explains the sources of funds that are available to DHHL for the housing activities. The information should be provided in table format and include: Funding Sources, Planned Amount, and Funds Actually Awarded (See Attachment 1 for a sample).

Funding Sources – A list of the grants, loans and donations that DHHL received to use for housing activities. Sources could include the NHHBG, other HUD grant programs, program income generated from NHHBG funds and activities, other federal grant programs, state grant programs, and private or commercial funding.

Planned Amount – A list of the planned amounts anticipated by DHHL to be received in the NHHP. NHHBG \$8,377,770.00

Funds Actually Awarded – A list of the amounts actually received by DHHL from the various funding sources. NHHBG \$8,377,770.00

Narrative:

If funds actually received are different than planned amounts, explain why the planned amount was not realized and how planned activities are impacted.

Uses of NHHG Funds (Table II)

Compares the funds planned to be expended in the NHHP by planned allowable activities to the actual funds expended for allowable activities. The information should be presented in a table format and compares the planned number of units and the planned number of families to be assisted in the NHHP to the actual number of units started or completed and the actual number of families assisted during the reporting period and cumulatively. (See Attachment 2 for a sample)

Narrative:

Amount of NHHBG funds (principal only) invested as of this reporting period end date.

\$ 8,461,572.00

Grant Number 06HBGHI0001**Table I – Sources of Funds**

Sources of Funds for NHHBG Activities	Planned Amount (from the NHHP)	Total Amount Actually Awarded
(a)	(b)	(c)
1. HUD Resources		
a. Native Hawaiian Housing Block Grant	\$8,377,770.00	\$8,377,770.00
b. Program Income	\$ 100,000.00	\$ 12,406.00
c. Other HUD Programs		
2. Other Federal Resources		
a.		
b.		
c.		
3. State Resources		
a.		
b.		
c.		
4. Private Resources		
a.		
b.		
c.		
5. Total Resources	\$8,477,770.00	\$8,390,176.00

Grant Number 06HBGHI0001

Table IIa – Uses of NHHG Funds

Activity	Planned (from the NHHG)		Year-to-Date		Cumulative-to-Date		
	Budgeted NHHBG Amount	Budgeted Other Amounts	Grant (NHHBG) Funds Expended	Other Funds Expended	Grant (NHHBG) Funds Expended	Other Funds Expended	Percentage of NHHBG Grant Funds Obligated
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1. Development	\$6,999,782.00	\$ 100,000.00					0.0%
a) Rental							
Construction of new units							
Acquisition							
Rehabilitation							
b) Homeownership							
Construction of new units	\$5,999,782.00	\$ 100,000.00					0.0%
Loan Programs	\$1,000,000.00						0.0%
Grants							
Acquisition							
Rehabilitation							
2. Housing Services	\$ 500,000.00						0.0%
3. Housing Management Services	\$ 150,000.00						0.0%
4. Crime Prevention and Safety	\$ 150,000.00						0.0%
5. Model Activities (specify below)							
a)	\$ 159,000.00						0.0%
6. Planning and Administration	\$ 418,888.00						0.0%
7. Total	\$8,377,770.00	\$ 100,000.00					0.0%

NOTE: Funds were not available to DHHL until February 2007.

Grant Number 06HBGHI0001

Table IIb – Uses of NHHG Funds

Activity	Planned (from the NHHG)		Year-to-Date		Cumulative-to-Date		Year-to-Date			Cumulative-to-Date		
	Number of Units Planned	Number of Families Planned	Number of Units Completed	Number of Units Started Not Completed	Number of Units Completed	Number of Units Started Not Completed	Number of Families Assisted			Number of Families Assisted		
							Low-income Native Hawaiian Families	Non Low-income Native Hawaiian Families	Non-Native Hawaiian Families	Low-income Native Hawaiian Families	Non Low-income Native Hawaiian Families	Non-Native Hawaiian Families
(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)
1. Development												
a) Rental												
Construction of new units												
Acquisition												
Rehabilitation												
b) Homeownership												
Construction of new units												
Acquisition*												
Rehabilitation												
2. Housing Services												
3. Housing Management Services												
4. Crime Prevention and Safety												
5. Model Activities (specify below)												
6. Planning and Administration												
7. Total												

Part II – Reporting on Program Year Accomplishments

[This Part is not grant specific. A single Part II consisting of Sections A through C (including the Inspection of Assisted Housing table), is to be prepared and submitted at the end of each fiscal year and will cover all open grants.]

SECTION A – ASSESSMENT

1. Self-Assessment: Sec. 819(b) of the NAHASDA requires the DHHL to annually review its activities and to include the results of this review in its APR. Under this section, provide a narrative briefly describing the activities monitored, the findings of the DHHL related to these activities, actions planned to address significant deficiencies, and any specific actions conducted to monitor sub-recipients.

DHHL monitors all contracts and subrecipient agreements according to conditions within the contracts. Physical inspections are done by DHHL staff or contractors hired by DHHL to verify progress of construction reported by contractors. Between July 1, 2006 to June 30, 2007, the following contractors/subrecipients were given Notice to Proceed:

Counsel for Native Hawaiian Advancement To assist 30 families with a 3:1 match on money saved to be used toward downpayment.	\$280,080.00
Habitat for Humanity – Maui To assist 12 families construct homes in Waiehu Kou IV on Maui.	\$356,940.00
Hawaii Island Community Development Corporation To provide 20 families technical assistance, financial counseling, and assisting families in finding resources for interim and permanent home financing. (Kekaha Self Help)	\$160,000.00
Kikiaola To provide 20 families with on site construction supervision (i.e. a site project manager) and participant training. (Kekaha Self Help)	\$276,000.00
Molokai Habitat for Humanity To assist 3 low income families build their homes.	\$74,400.00
Environet For lead-based paint inspection and abatement plan	\$50,000.00
Menehune Development Corporation To provide technical assistance to 6 families in Lalamilo	\$113,250.00
Nanakuli Housing Corporation To provide mobile home repair instruction for 20 NAHASDA eligible families.	\$137,459.00
	<u>SUBTOTAL: \$1,448,129.00</u>

Monitoring of the existing contracts/subrecipient agreements continued. The following agreements are still in place (Amounts noted are the original contract amount).

ALU LIKE, Inc.	\$ 45,000.00
To provide matching funds for Individual Development Accounts for families on Lanai. (13 families are enrolled and 5 have already received matching funds.)	
City & County of Honolulu	\$ 50,000.00
To provide assistance to low and very-low income families rehabilitating their homes. If the families qualify for program, direct loans utilizing NHHBG funds would be available.	
County of Hawaii	\$ 50,000.00
To provide low and very-low income families assistance in rehabilitating their homes. If the families qualify for program direct loans utilizing NHHBG funds would be available.	
Hawaiian Community Assets	\$120,000.00
For homeownership and financial literacy counseling in Maui County. (199 individuals assisted to date)	
Hawaiian Community Assets	\$180,000.00
To provide downpayment assistance to families purchasing homes in Maui County. (To date, 16 downpayment grants have been made.)	
Hawaiian Community Development Board	\$393,750.00
To assist 25 lessees on the island of Oahu obtain contractors to construct replacement homes on their homestead lot and provide downpayment assistance of \$15,000 each. (To date, 7 homes have been completed, 2 are under construction and 4 are readying to start construction and 15 families are in loan review.)	
Honolulu Habitat for Humanity	\$236,615.00
To assist families on Oahu with homes that must be rebuilt/replaced. To date, 1 house is complete and 2 are scheduled to begin construction by the end of 2007.	
Molokai Habitat for Humanity	\$ 46,900.00
To assist 3 families build their homes. To date, 1 home is complete, 1 is almost complete, and 1 is ready to begin construction.	

Nanakuli Housing Corporation	\$150,000.00
To create and operate a self-help home repair program, teaching families how to make minor repairs and to maintain their homes. (99 families have participated in their program to date, project is complete)	
Road to Homeownership—Financial literacy—125 individuals attended classes representing 50 families	\$154,968.00
Menehune Development Corporation	\$58,800.00
For construction of roofing, plumbing, electrical--Lalamilo	
Waimanalo Hawaiian Homestead Association	\$ 61,200.00
To install fencing, security lights and parking lot for community facility. (The project is near completion, lighting is yet to be installed)	
<u>SUBTOTAL: \$1,547,233.00</u>	

In addition to the contracts/subrecipient agreements being monitored by DHHL NAHASDA staff, the following infrastructure projects, which are partially funded by NHHBG funds were still active between July 1, 2006 and June 30, 2007:

East Kapolei 1 (Oahu)	
Planning/on and off-site design	\$ 447,300.00
Mass grading	\$1,309,000.00
Water reservoir	\$2,560,000.00
Lalamilo Res. Lots Ph. 1 (Hawaii)	
12 lots for NAHASDA families	\$2,000,000.00
Kaupea Ph. 1, 2, & 3 (Kapolei, Oahu)	
75 lots for NAHASDA families	\$4,400,074.00
Kekaha Res. Lots (Kauai)	
Infrastructure for 22 NAHASDA	\$1,848,700.00
Pi'ilani Mai Ke Kai (Anahola, Kauai)	
160 lots - 40 for NAHASDA eligible families	<u>\$2,050,000.00</u>
SUBTOTAL: \$14,615,074.00	
<u>TOTAL: \$17,610,436.00</u>	

During DHHL's FY 07-08, the following projects will be initiated:

East Kapolei, Ph 1 403 lots (Kapolei, Oahu) 73 lots for NAHASDA eligible families—street and utilities
Kaupuni Village 21 lots all NAHASDA—grading, street and utilities
Kumuhau 52 lots (Waimanalo, Oahu) 10 lots for NAHASDA eligible families—grading, street and utilities
Laiopua Villages 4 (242) & 5 (116) (Kona, Hawaii) 73 lots for NAHASDA eligible families—grading and roadway access
Laiopua Villages 1 & 2 (Kona, Hawaii)—design
Lealii 1B (Lahaina, Maui)--design

DHHL has policies and procedures for financial management of all funds received and disbursed. Monthly financial reports to DHHL administrators and quarterly reports to the Hawaiian Homes Commission provide the financial status of all budgeted amounts versus actual expenditures by appropriations. Independent audits are conducted annually and a legislative audit is conducted every three years.

DHHL has an accountant on staff to monitor receipt and disbursements of all NHHBG funds.

All procurement of services and goods are guided by the Hawaii Public Procurement Code, Hawaii Revised Statutes (HAR), Chapters 103D and 103F, in addition to 24 CFR Part 85. The DHHL Fiscal Office and/or the State Procurement Office reviews all contracts to ensure compliance. DHHL staff has created a Procurement Manual to be used for all contracts funded with federal funds.

DHHL staff received training from Mr. Robert Kroll, Deputy Administrator of the SWONAP Office, to ensure that the policies of the National Environmental Policy Act of 1969 (NEPA) and other provisions of Federal law (24 CFR 58.5) are implemented in the expenditure of NHHBG funds. An environmental review is conducted for each project or activity funded with NHHBG funds and the applicable forms completed prior to contracting.

In addition, three staff members completed requirements of Management Concepts' Grants Management Certificate Program for the Recipient and Pass-Through Tracks.

2. Assisted Housing Unit Inspection: Sec. 819(b)(2) specifies that self-assessment must include an on-site inspection of housing units assisted with NHHBG funds. A summary of the results of the assisted housing units inspected in this reporting period should be included in the APR in table format.

During this reporting period, there were no NAHASDA assisted rental units constructed on Hawaiian home lands; therefore, no inspections were conducted.

Inspection of Assisted Housing (Table III)

Provide the information in table format summarizing the results of assisted housing unit inspection. The table should include the following information: Type of Housing; Total Number of Assisted Housing; Number of Units Inspected; Number of Units in Standard Condition; Number of Units Needing Moderate Rehabilitation (costing less than \$20,000); Number of Units Needing Substantial Rehabilitation (costing more than \$20,000); and Number of Units Needing Replacement (See Attachment 3 for a sample).

Table III – Inspection of Assisted Housing

Type of Housing	Total Number of Assisted Units	Units Inspected				
		Total Number of Units Inspected	Number of Units in Standard Condition	Number of Units Needing Moderate Rehabilitation (costing less than \$20,000)	Number of Units Needing Substantial Rehabilitation (more than \$20,000)	Number Units Needing Replacement
Homeownership	0	0	0	0	0	0
Rental	0	0	0	0	0	0
Total	0	0	0	0	0	0

SECTION B – PUBLIC ACCOUNTABILITY

Section 820(d) of NAHASDA requires the DHHL to make the APR available for public comment and to provide a summary of any comments received from beneficiaries with the submission to HUD. The DHHL placed the APR for DHHL FYE 6/30/07 on Grant Nos. 02NHGHI0001, 03NHGHI001, 04NH4HI0001, 05NH4HI0001 and 06HBGHI0001 on the DHHL website and invited comments from any interested party. In addition, copies of the APR were sent to the following organizations and individuals for comment:

1. Hawaiian Service Institutions and Agencies (HSIA)
 - a. ALU LIKE, Inc.
 - b. Office of Hawaiian Affairs
 - c. Queen Liliuokalani Children's Center
 - d. Kamehameha Schools
 - e. Bernice Pauahi Bishop Museum
 - f. Lunalilo Home
 - g. Queen Emma Foundation
 - h. Papa Ola Lokahi

2. Federal, State and County Housing Directors and Administrators
 - a. Lorraine Shin, State Director, USDA Rural Development
 - b. Gordan Furutani, Field Office Director, HUD
 - c. Michael Flores, Director, Public Housing, HUD
 - d. Herman Andaya, Acting Housing Administrator, County of Maui
 - e. Edwin Taira, Housing Administrator, County of Hawaii
 - f. Kenneth Rainforth, Executive on Housing, County of Kauai
 - g. Janice Takahashi, Acting, Executive Director, Hawaii Housing and Finance Development Corporation (HHFDC)
 - h. Gail Kaito, Department of Community Services, C&C of Honolulu
 - i. Gary Iwai, Division Chief, Community Assistance Division, City & County of Honolulu

3. Hui Kako'o Aina Ho'opulapula, Board of Directors (Applicant Organization)

4. State Council of Hawaiian Homestead Association (SCHHA)
 - a. Executive Council
 - b. Aboriginal Native Hawaiian Association
 - c. Aged Hawaiians
 - d. Anahola Hawaiian Homes Assn.
 - e. Anahola Hawaiian Lands Farms Assn.
 - f. Anahola Homestead Native Hawaiian Assn.
 - g. Ha'ola Inc.
 - h. Ho'olehua Homestead Agricultural Assn.
 - i. Ho'olehua Homestead Assn.
 - j. Hui Ho'omau o Keaukaha Pana'ewa
 - k. Ka `Ohana O Kahikinui, Inc.
 - l. Kailapa Community Association

- m. Kalalea Farmers Assn.
- n. Kalamaula Mauka Homestead Assn.
- o. Kalamaula Hawaiian Homestead Assn.
- p. Kalawahine Streamside Association
- q. Kamiloloa-One Ali'i Homesteaders Assn.
- r. Kaniohale Homestead Association
- s. Kapa'akea Homesteaders Assn.
- t. Kawaihae Puaka`ilima Community Assn.
- u. Keaukaha Community Association
- v. Keaukaha-Panaewa Farmers Association
- w. Kekaha Hawaiian Homesteaders Assn.
- x. Keokea Hawaiian Homes Farmers Assn.
- y. Kewalo Hawaiian Homestead Community Assn.
- z. Maku`u Farmers Association
- aa. Maluohai Residents Association
- bb. Nanakuli Hawaiian Homestead Community Assn.
- cc. Panaewa Hawaiian Home Lands Community Assn.
- dd. Papakolea Community Assn.
- ee. Paukukalo Hawaiian Homestead Community Assn., Inc.
- ff. Princess Kahanu Estates Hawaiian Homes Assn.
- gg. Waianae Kai Homestead Assn.
- hh. Waianae Valley Homestead Community Assn.
- ii. Waiehu Kou Community Homestead Assn.
- jj. Waiehu Kou Residence Lots, Phase 2 Assn.
- kk. Waiehu Kou Residence Lots, Phase 3 Assn.
- ll. Waimanalo Hawaiian Homes Assn.
- mm. Waimea Hawaiian Homesteaders Assn., Inc.
- nn. Waiohuli Hawaiian Homesteaders, Inc.

5. Hawaiian Homes Commissioners

6. Department of Hawaiian Home Lands Administrators

- a. Micah Kane, Chairman, Hawaiian Homes Commission
- b. Ben Henderson, Deputy to the Chairman
- c. Kaulana Park, Executive Assistant
- d. Kamana'o Mills, Special Assistant
- e. Rodney Lau, Administrative Services Officer
- f. James Pao, Fiscal Management Officer
- g. Darrell Yagodich, Program Planning Manager
- h. Robert Hall, Homestead Services Administrator
- i. Linda Chinn, Land Management Division, Interim Administrator
- j. Lloyd Yonenaka, Information and Community Relations Officer
- k. Francis Apoliona, Compliance Officer
- l. Larry Sumida, Land Development Division Administrator
- m. Sandy Asato, Planning and Development Coordinator, NAHASDA

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '02-'03 O2NHGHI0001 PROGRAM YEAR 1				
	DESCRIPTION	FUNDS EXPENDED	PROJECT/PROGRAM	STATUS
GOAL NO. 1	To increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.			
OBJECTIVE 1A	To enhance the supply of affordable housing units through the construction of infrastructure improvements or single-family, multi-family, rent-to-own, or rental housing.			
TASK NO. 1	Design and construct new infrastructure improvements for at least one single-family residential subdivision.	\$ 1,014,828.28	Waiakea 6 (40 units)--Infrastructure construction--55% of units (22) for NAHASDA eligible families	Staff determined that only 22 awardees (13 self-help and 9 package homes) met the 80% of median requirement. LDD used trust funds and returned \$830,322 to LOCCS in 11/06. CONSTRUCTION CONTRACT CLOSED IN 4/06.
		\$ 4,000,000.00	Waiehu Kou Ph.3 (115 units)--Infrastructure construction--of which 44% or 51 lots are to NAHASDA eligible families	Occupancy of houses occurred in FY04-05 and FY 05-06 for the turn-key and self-help homes. There are 37 vacant lots and the families are responsible to construct their own homes. The occupancy of these homes will vary. INFRASTRUCTURE COMPLETED 9/05.
		\$ 447,300.00	East Kapolei--Engineering and Design	Total cost of planning/on and off-site design was estimated at approximately \$2.5M. NAHASDA portion of \$447,300 is about 18% of total cost. Infrastructure construction is partially funded from 05NH4HI0001 and is reflected in that PY. This segment COMPLETED 3/07.
***		\$ 75,776.75	Piilani MaiKeKai (Anahola 6)	Delta Construction Contract 55122 for \$2,050,00 is in PY 3; however, in order to spend down PY2 funds first, this invoice was paid from PY2 funds.
		\$ 94,078.83	Infrastructure on three lots in Waiohuli Maui	Infrastructure COMPLETED IN FY 05-06; however, only Kaeo living in home. 2 houses under construction. Balance of contract is funded in PY2.
		\$ 175,034.90	Building Homes/Building Lives--10 houses for Maui beneficiaries.	Five houses completed (Naeole, Keahi, Haleakala, Pahia, Kepa) in FY 05-06. Balance of project is funded in PY2.
TASK NO. 2	To partner with private non-profit and/or for-profit organizations in the construction of affordable housing units for at least one single-family residential subdivision.	\$ 564,000.00	Kapolei Self Help (33 units)--TA to supervise families in constructing homes	All 33 houses assisted with NHHBG funds completed and occupied. COMPLETED 12/04
		\$ 11,293.32	Waianae Valley Project (32 units)--Assistance to families in qualifying for mortgages.	This project was done in phases, FY 03-04--8 houses; FY 04-05--8 homes; FY 05-06--10 homes. Families continue to receive counseling from Consuelo Alger. See PY2 for balance of homes completed.

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '02-'03 O2NHGHI0001 PROGRAM YEAR 1

	DESCRIPTION	FUNDS EXPENDED	PROJECT/PROGRAM	STATUS
TASK NO. 3	To create at least one affordable housing program that encourages the self-help (sweat equity) construction method and the use of private capital (if possible) to assist low-income families achieve homeownership.	\$ 349,265.00	Waiohuli Res. Lots (Kula) 17 families--TA for self-help construction and electrical, plumbing, wastewater and lot clearing	DHHL worked with another nonprofit to complete project. Includes \$179,265 TA and \$170,000 direct assistance to families. <u>6/12/07</u> - Per Connie, original contract was with Self Help Housing Corporation of Hawaii (Claudia Shay), which expired. New contract in place with Lokahi Pacific using Trust funds to complete the project. 15 homes completed and families moved in in FY 06-07. One home is still under construction and one lessee had to be relocated to another lot, construction of the home should begin shortly.
***		\$ 96,900.00	Waiohuli Res. Lots (Kula)--subsidy to cover increased costs due to delays	Each family was provided an additional \$5,700 each to complete the homes. Costs increased because of the delays caused by the change in TA provider. <u>6/12/07</u> - Per Connie, there are only two families remaining, Kaaihili and Soo. Soo should be completed by August 07 and Kaaihili is being relocated to Hikina, which is not built yet. Additionally, RD is verifying his loan app and updating docs as original was done some 3 years ago.
		\$ 36,040.00	Panaewa Unit 6 (13 lots)-- Technical Assistance and Low Interest Loans	Balance of project funded in PY 2. Status is given in PY 2.
TASK NO. 4	To support the provision of affordable housing activities by offering appropriate financing options to eligible nH.	\$ 1,275,631.78	Loan Programs	All loan funds drawn down from LOCCS to reimburse DHHL for interim loans deposited to escrow--total \$1,308,057--calculated interim interest to be an additional \$40,000 needed for the permanent loans, which will be paid out of PY2 funds. \$32,425.22 (balance of the interim loan for Kalamau was carried over into PY2 funds). COMPLETED 12/06
***		\$ 29,851.17	Permanent Loans for Panaewa Self-Help	A portion of the permanent loans to lessees was paid from PY 1 funds
***		\$ 630,000.00	Downpayment subsidy	To assist at least 18 families achieve homeownership, a subsidy of \$35,000 per household is provided to reduce the loan amount needed to purchase the home. <u>6/12/07</u> - All 18 expended, however, not phase specific (Phases 1,2,3). COMPLETED FOR 18 FAMILIES AS OF 6/30/07
TASK NO. 5	To initiate the search for and acquisition of real estate, which may require renovation, for a mutual housing project--to provide housing, education and experience for eligible applicants to transition from renter to homeowner.	PROJECT DELETED		Letter sent ot ONAP to request deletion of this project from theNHHP. Letter from HUD, dated 7/26/04, approving request to delete activity received 8/2/04.
OBJECTIVE 1B	To assist in the preservation and revitalization of existing homes and communities on HHL.			

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '02-'03 O2NHGHI0001 PROGRAM YEAR 1				
	DESCRIPTION	FUNDS EXPENDED	PROJECT/PROGRAM	STATUS
TASK NO. 1	Coordinate with existing Federal, State, local or private resources available for housing rehabilitation to eliminate duplication and leverage NAHASDA grant dollars.		All islands	Activity is funded in PY 2.
TASK NO. 2	Create a subsidized loan and/or grant program to assist eligible families rehabilitate or expand existing housing units.	\$ 131,800.00	25 replacement homes for Nanakuli	3 houses were completed as of 6/30/06 (Helekahi, Mahelona, Wagner). Balance of project is funded in PY2 and status is given in PY 2.
GOAL NO. 2	To support the development and maintenance of healthy and safe communities on HHL.			Community Grant Program initiated in PY2.
GOAL NO. 3	To encourage self-determination within nH communities located on HHL in resolving housing and community development issues.			Community Grant Program initiated in PY 2.
GOAL NO. 4	To develop educational and training programs to address the housing and community needs on HHL.		All islands	
OBJECTIVE	To encourage development of and access to educational programs that assist nH families with financial literacy and pre- and post-homebuyer education.			
TASK	Partner with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education services to nH families who are eligible to purchase NAHASDA assisted units.	\$ 135,010.18	Oahu and Hawaii	Contract Complete. NHC held 7 orientation meetings (289 attendees) and 8 workshops (185 attended) on Oahu and Hawaii. 60 have received PQs from lenders. COMPLETED Final invoice received on 9/6/05.
		\$ 59,215.71	Maui County	Meeting held on 5/15/06 regarding Kekaha self-help selectees. HCA will assist applicants to get pq'd. This will adjust their budget back to original amount. Balance of project is funded in PY2.
GOAL NO. 5	To enhance the capacity to implement NAHASDA and actively seek partnership opportunities with non-profit and for-profit housing and housing related service providers.	\$ 186,478.74		
OBJECTIVE 5A	To provide sufficient administration and organizational capabilities to manage affordable housing programs, properties and assets on HHL.			
TASK NO. 1	Increase staff resources for DHHL to administer and manage the NAHASDA program.			NAHASDA staff now includes NAHASDA Coordinator (Sandra Asato), Accountant (Warren Kasashima) and Loans (Sharon Mendoza)
TASK NO. 2	Contract for survey beneficiary eligibility for NAHASDA assistance	\$ 105,610.00		Final report submitted by SMS Research. COMPLETED
		\$ 24,800.00		Alu Like used 2000 Census to obtain population profiles for selected HHL communities for NAHASDA planning. COMPLETED
TASK NO. 3	Enhance the loan servicing capacity available for lending on HHL.			Sharon Mendoza started work in the Mortgage Loan Specialist position for NAHASDA on 8/16/04

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '02-'03 O2NHGHI0001 PROGRAM YEAR 1				
	DESCRIPTION	FUNDS EXPENDED	PROJECT/PROGRAM	STATUS
OBJECTIVE 5B	To establish collaborative partnerships to address affordable housing needs.			
TASK NO. 1	Provide technical assistance to community based organizations located on HHL, non-profit and for-profit affordable housing providers, nH service organizations, State and local housing agencies, and other organizations that provide housing and community se	\$ 159,391.26		COMPLETED.
TASK NO. 2	Pursue opportunities to educate private lenders and encourage their participation in the Section 184A program or other financing programs created utilizing NAHASDA dollars.			Agreement between ONAP and DHHL executed on 5/21/06. Procedures being worked on by ONAP.
	TOTAL FUNDS EXPENDED	\$ 9,602,305.92		Program Income of \$2,305.92 from interest earned on investments or loans were expended in addition to grant funds.

*** NOTE: Because DHHL had to return \$830,322 for ineligible families in Panaewa 6, these projects were funded using the returned funds.

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001 PROGRAM YEAR 2

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
DHHL received notification from HUD on October 29, 2003, that the Native Hawaiian Housing Plan was accepted and funding of \$9,537,600 was the 2003 allocation for Grant No. 03NHGHI001					
GOAL NO. 1	Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.				
OBJECTIVE 1A	Enhance the supply of affordable housing units through the construction of infrastructure improvements or single-family, multi-family, rent-to-own, or rental housing.				
TASK NO. 1	Design and construct new infrastructure improvements for at least one single-family	\$ 2,000,000.00	\$ 2,000,000.00	Lalamilo Residential Lots Project, Phase I (36 lots)--Infrastructure	Utilities installed, road paving completed. Remaining work--channelized intersection--pre-
		\$ 113,250.00	\$ 63,562.61	Supplemental Contract to Menehune Development to provide technical assistance to 6 self-help families.	As of June 30, 2007, construction has not started on self-help houses.
				Kekaha Residential Lots (49 lots)--Infrastructure construction. Approx. \$3.75M.	Because of delays in contracting for this project, replacing this project with Kapolei Village 8, which was originally scheduled to use FY 04-05 funds.
		\$ 4,400,073.59	\$ 4,400,073.59	Kaupea (Kapolei Village 8) (326 lots)--Infrastructure construction--approx. 24% to NAHASDA eligible families (75).	All NHHBG funds expended for infrastructure in FY 06-07; however, contract not closed pending punchlist items. Housing development: Phase 1: more than 50% of houses completed and loans closed--13 NAHASDA eligible buyers identified; Phase 2: Houses currently under construction--25 NAHASDA buyers identified. Phase 3: Houses currently under construction--20 NAHASDA buyers identified.
				Nanakuli 5-3 (Ulei Loop)--18-20 lots--Infrastructure construction. Approx. \$1.5M	Will not use NHHBG funds for this project.
		\$ 33,818.40	\$ 33,818.40	Infrastructure on three lots in Waiohuli Maui	In PY1 utilized \$94,078.83 of \$130,000. Balance expended from PY 2 funds. Infrastructure completed. Houses on Lots No. 194 and No. 305 completed. Site work on driveway for Lot No. 158 completed. Retaining wall on lot 305 completed. COMPLETED 2 houses in FY 06-07
		\$ 17,135.10	\$ 17,135.10	Building Homes/Building Lives--10 houses for Maui beneficiaries.	In PY 1 \$175,034.90 of the \$192,170 obligated was expended. Balance expended from PY 2 funds. Two houses almost completed--Davidson and Maiehua. Kipapa, Crawford and Pali are more than 50% complete. All homes will be completed by September 2007. All NHHBG funds expended; however, still monitoring until all homes completed--Habitat utilizing other funds for admin expenses to complete the houses.

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001 PROGRAM YEAR 2

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
TASK NO. 2	Create at least one affordable housing program that encourages the self-help (sweat equity) construction method to assist a minimum of ten (10) low-income families achieve homeownership.	\$ 175,960.00	\$ 103,325.00	Panaewa Res Lots, Unit 6, 13 self-help houses.	Dedication held on 12/22/06. All families have moved in. HICDC has submitted final billing for 13 families. Balance of contract will be cancelled. 13 houses COMPLETED as of 12/31/06.
TASK NO. 3	Support the provision of affordable housing by offering appropriate subsidies, which may be recaptured during the useful life period, and low interest loans to at least 20 eligible native Hawaiians	\$ 45,000.00	\$ 15,000.00	Lanai IDA	There are 13 families enrolled. Five requests for matching funds were processed (L. Mano, R. Alonzo, C. Zablan, G. Hera, E. Kekiwi). Four have withdrawn and 4 accounts are still open. ALU LIKE will continue recruitment. 5 families assisted in FY 06-07; however, houses not completed.
		\$ 180,000.00	\$ 94,740.44	Downpayment Assistance Program for Maui County	6 lessees assisted in FY 05-06 (Huihui, Tavares, Hanaike, Keahi, Rivera, Nihoa). In FY 06-07 seven Lanai lessees were assisted--L. Mano, Kekiwi, Zablan, Hera, Russi, Batoon, K. Mano; however, houses are not completed. In FY 06-07 three lessees in Leialii --Nakihei, M. AhHee, N. AhHee-- moved into homes.
		\$ 236,615.00	\$ 23,661.50	Rebuilding homes on Oahu	In FY 06-07 Kamaiopili house completed. Habitat planned to start another house; however did not complete the Stat. Worksheet; therefore, used other funding. They have selected 2 other families; however, have not begun.
		\$ 46,900.00	\$ 40,793.50	Building at least 3 houses.	In FY 06-07 Damien Garces' home completed. Nakihei home almost completed. ERR received for Haliniak--Buildathon planned for July.
		\$ -	\$ -	Kapolei Village 8 -- \$630,000	Using PY 1 funds, returned from Panaewa 6--this activity moved to PY1 status sheet.
		\$ 128,441.46	\$ 128,441.46	Various	Leverage loans with RD to provide funding for low income families. (FY 05-06 Armitage, Kauhaahaa, Garner, Gilbert) (FY 06-07 Duarte)
		\$ 261,950.00	\$ 60,000.00	25 replacement homes for Nanakuli	In PY 1 utilized \$131,800 of \$393,750 subrecipient agreement amount (8 DPA and \$11,800 TA)--3 houses were completed by 6/30/06. Balance will be expended from PY 2 funds. 4 houses completed (Kayatani, Kaolulo, Kahai, Tabali) as of 6/30/07 for FY 06-07 , 2 houses under construction (Salis, Machado) 4 loans approved and readying for construction (Alberto, Davis, Kaneakua, Kaaihue). 15 others in loan processing or contractor negotiations.
		\$ 32,425.22	\$ 32,425.22	Panaewa Res Lots, Unit 6, 13 self-help houses.	Balance of loans paid to escrow for Panaewa 6 Self-Help (Kalamau) COMPLETED

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001 PROGRAM YEAR 2

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
TASK NO. 4	Contract to design and construct a multi-family building to implement a mutual housing project--to provide housing, education and experience for at least 30 eligible applicants to transition from renter to homeowner.				Letter from ONAP approving request to delete activity, dated 1/25/05, received 1/31/05.
OBJECTIVE 1B	Assist in the preservation and revitalization of existing homes and communities on HHL.				
TASK NO. 1	Continue working with existing Federal, State, local or private resources available for housing rehabilitation to eliminate duplication of services and leverage NAHASDA grant dollars.	\$ 50,000.00	\$ 6,850.00		County amended their program to increase loan amount from \$25,000 to \$50,000. This was needed to assist families and to comply with Davis Bacon. In FY 06-07 Hawaii County received and processed 10 applications, inspected 9 houses and two homes being rehabilitated (Original and Pauline).
		\$ 50,000.00	\$ 6,225.00		In FY 05-06 two loans approved. In FY 06-07, C&C of Honolulu received and processed 4 applications, did 4 home inspections, and 4 additional loans were approved. 3 homes were completed (Wright, Beers, Ramseyer) in FY 06-07.
		\$ 500,000.00			0% Rehab loan subsidy.
		\$ 500,000.00	\$ 75,000.00	Island Title Corp.	0% Rehab loan subsidy.
TASK NO. 2	Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.	\$ 99,000.00	\$ 99,000.00	Low Interest Loans for rehab.	These loans are tied to the C&C of Honolulu Rehab Loan Program. In FY 05-06 loan approved for Beers, but drawn in FY 06-07. In FY 06-07, loans for Kahoonei, Ramseyer and Christian approved; however, Christian cancelled NAHASDA loan because the requirement to adhere to DavisBacon increased cost. Lessee elected to use another program to do repairs. Beers and Ramseyer home completed. (NOTE: Wright loan used PY 3 funds)
TASK NO. 3	Work with a non-profit organization to create a pilot self-help program to do small repairs/painting on existing homes for at least 15 families	\$ 150,000.00	\$ 150,000.00	Self-help repair program for small home repairs.	99 individuals participated in the workshops FY 05-06. Final report received. COMPLETED
GOAL NO. 2	Support the development and maintenance of healthy and safe communities on HHL.				
OBJECTIVE 2A	Support community-based initiatives which encourage "healthy" communities.				
TASK	Develop a community facility within at least one homestead community to provide a meeting area and community services for kupuna (elderly) and youth activities, cultural activities, community gardens and a police substation.	\$ 61,200.00	\$ 48,898.91	Install fencing, security lights, parking lot for community center	In FY 06-07 WHHA purchased computer program, powerpoint projector and screen; purchased the building security system, completed the stonewall and obtained arch. plans for kitchen. Per conversation with Paul Richards, lighting for parking not done. He will be requesting amendment to apply saved funds from previous work done toward lighting costs.
OBJECTIVE 2B	Enhance public safety in the homestead communities.				

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001 PROGRAM YEAR 2

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
TASK	Work with community and resident organizations to develop projects that address drug abuse, family abuse, community policing and traffic within at least two communities.		\$ -	Renovate units to house police substation and to provide training and resources to lessees	In FY 06-07 finalized budget for project. Model activity approved on 4/4/07. Subrecipient agreement must be executed. MOVE TO PY 3
		\$ 50,000.00	\$ 50,000.00	Renovation of vacant room and safety and security enhancements to the exterior and park grounds.	Project completed in FY 06-07. Contract closed.
GOAL NO. 3	Encourage self-determination within nH communities located on HHL in resolving housing and community development issues.				
OBJECTIVE	Equip and empower community organizations and the Hui Kako'o to become active partners in resolving housing and community development issues within their communities.				
TASK	Provide technical assistance to community-based organizations located on Hawaiian home lands, Hui Kako'o, non-profit and for-profit affordable housing providers, native Hawaiian service organizations, State and local housing agencies, and other organizations.	\$ 5,608.74	\$ 5,608.74	Community Grant Program Training	Contract completed in FY 04-05, Contract closed in FY 05-06.
GOAL NO. 4	Continue educational and training programs to address the housing and community needs on HHL.				
OBJECTIVE	Encourage the continuing development of and access to educational programs that assist nH families with financial literacy and pre- and post-homebuyer education, especially where new subdivisions have been or will be constructed in Lanai; Kula, Maui; Kekaha, Kauai; Waiakea and Piihonua, Hawaii.				
TASK NO. 1	Contract with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education to nH families who are eligible to purchase NAHASDA assisted units, to assist families who are delinquent in their mortgage payments, to provide early intervention when families are in crisis and to provide training to families in financial management for life strategies.			2nd year funding for homeownership classes--pending \$59,800	Based on slow progress of first year grant, requested HCA withdraw request for these funds. Request to withdraw proposal received in 4-07.
		\$ 60,784.29	\$ 47,757.54	Maui County	In PY 1 \$59,215.71 of \$120,000 contract was expended and 25 lessees were assisted. Balance of \$60,784.29 will be expended from PY 2 funds and include the Kekaha self-help selectees.
		\$ 2,637.33	\$ 2,637.33	Waianae Valley Project (32 units)-- Assistance to families in qualifying for mortgages.	In PY 1 \$11,293.32 of the \$42,547 contract was utilized to counsel families. \$2,637.33 was expended from this Purchase Order, which was subsequently inadvertently cancelled. SIX HOUSES COMPLETED in FY 06-07.

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001 PROGRAM YEAR 2

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
		\$ 10,000.00	\$ -	Waianae Valley Project (32 units)-- Assistance to families in qualifying for mortgages.	To address the remaining commitment of Consuelo Alger Foundation to conduct post homeownership classes, a new PO generated for \$10,000. Post homeownership counseling for 32 families in FY 06 07.
TASK NO. 2	Work with community associations to provide training classes for at least 15 homeowners to do home repairs and maintenance (In addition to self-help repair program.)				
TASK NO. 3	Enhance the capacity to implement NAHASDA and actively seek partnership opportunities with non-profit and for-profit housing and housing related service providers.	\$ 288,295.82	\$ 288,295.82		Administration
GOAL NO. 5	Provide sufficient administration and organizational capabilities to manage affordable housing programs, properties and assets on HHL.				
OBJECTIVE 5A	Hire an accountant to maintain records of NAHASDA expended funds and provide required reporting				COMPLETED.
TASK NO. 1	Hire one additional loan servicing person to provide loan origination and servicing of NAHASDA loan funds.				COMPLETED.
TASK NO. 2	Continue collaborative partnerships addressing affordable housing needs.				Meetings with community groups throughout the FY did not materialize in any projects.
OBJECTIVE 5B	Provide opportunities for applicant based organizations, such as Hui Kako'o, to organize area applicants to participate in planning of future homestead developments.				Per Bobby Hall, still working with Hui Kakoo in establishing scope of work.
TASK	Dependent on proposed rules for the use of Section 184A loan program, pursue opportunities to educate private lenders and encourage their participation in the Section 184A program or other financial programs that use NAHASDA dollars.			Waiohuli Residence Lots--17 residential lots for house construction.	DHHL obtained 11 loans from Wells Fargo as institutional borrower. In April 2006, these loans were paid in full with Trust Funds to mitigate losses. Will pursue development of 184A for individual borrowers. Agreement between ONAP and DHHL executed on 5/21/06. ONAP working on procedures.
	TOTAL	\$ 9,499,094.95	\$ 7,793,250.16		

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '04-'05 04NH4HI0001 PROGRAM YEAR 3

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
DHHL received notification the NHHP in compliance on 10/19/04. NHHBG in amount of \$9,443,950					
GOAL NO. 1	Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.				
OBJECTIVE 1A	Increase the supply of affordable housing units through the construction of infrastructure improvements or single-family, multi-family, rent-to-own, or rental housing.				
TASK NO. 1	Design and construct new infrastructure improvements for at least one single-family residential subdivision to serve at least 75 eligible families.			Kaupea (Kapolei Village 8) \$4.4M budgeted	Moved to 2nd Program Year Funds. Authority to Use Grant Funds received 12/10/04.
		\$1,844,532.71	\$1,844,532.71	Kekaha Residential Lots (49 lots)--Infrastructure construction. 22 lots reserved for NAHASDA eligible families	Site construction COMPLETED in FY 05-06 (3/06).
				Waiohuli/Keokea Phase 1 Maui \$4M budgeted	Project deleted because ERR for Phase 1 not completed before contracting.
		\$ 1,974,435.47	\$ 1,647,830.06	Anahola Residence Lots, Unit 6 (Pi'ilani Mai Ke Kai) 160 lots--20% reserved for 80% of median	Delta Construction--grading, road construction, electrical, drainage, dry sewer lines. Notice to Proceed given 9/20/06.
		\$ 49,250.00	\$33,136.00	Anahola Residence Lots, Unit 6 (Pi'ilani Mai Ke Kai) 160 lots--20% reserved for 80% of median	Per Warren's report dated 4/30/07 - Geolabs Inc., Technical service to observe site grading, provide field compaction tests, lab tests, etc.
TASK NO. 2	Provide funding for technical assistance for at least one affordable housing project that encourages the self-help (sweat equity) construction method to assist a minimum of ten (10) low-income families achieve homeownership.	\$ 80,000.00	\$80,000.00	Self-Help Housing Corporation of Hawaii	Scope of work for family selection, counseling and income certification completed in FY 05-06 (DHHL sent SCHHC letter on May 4, 2006 to cancel construction phase). Grant proposal for the \$175,000 balance was denied in same letter. DHHL contracted with HICDC and Kikiaola to complete the construction phase of the project. COMPLETE
		\$ 160,014.63	\$114,014.63	Hawaii Island Community Development Corporation (HICDC) Kekaha Self-Help	Contract dated 10/2/06 for Technical assistance covering homeownership, financial counseling, assistance with funding resources for interim and permanent financing.
		\$ 276,000.00	\$116,489.00	Kikiaola Construction Co. Kekaha Self-Help	Contract date 10/27/06 to provide project manager, temporary utilities, training of participants in safety and construction, oversight during construction. <u>6/7/07</u> - Per Kamuela/project report, all but 3 have wall frames up, roof frames next. Scheduled to be done construction by year end.
				Lalamilo Residence Lots, self-help-Technical Assistance Contract	NOIRRF published 4/20/06. HUD approval for Release of Funds received on 5/23/06. Supplemental contract certified by DAGS on 2/14/07. NO HOUSE STARTS IN FY 06-07.
		\$ 58,800.00		Menehune Development Lalamilo Self-Help \$58,800 (7 units)	NOIRRF published 4/20/06. HUD approval for Release of Funds received on 5/23/06. NO HOUSE STARTS IN FY 06-07.

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '04-'05 04NH4HI0001 PROGRAM YEAR 3

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
TASK NO. 2	(Continued)			Menehune Development Molokai Self-Help \$68,600 (6 units)	MDC requested withdrawal of grant proposal.
TASK NO. 3	Support the provision of affordable housing by offering appropriate subsidies, which may be recaptured during the useful life period, and low-interest loans to at least 20 eligible native Hawaiians.	\$ 390,000.00		Kekaha Residence Lots--self-help subsidy	Due to the delays in commencing this project, the cost of materials and services increased. DHHL wanted to keep the cost of the homes the same for the families so additional subsidies were approved. \$37,000 for families at or below 50% of median (15) and \$12,000 for those above 50% and below 80% of median (5). This is used in conjunction with the Kekaha Interim Construction Loans. The amount needed is more than the \$390,000; however, the final amount will be offset when the permanent loans are made--some lessees will get RD loans and the interim loans will be paid off.
		\$ 2,100,000.00	\$175,000.00	Kaupea--Kapolei Village 8--\$2.1M for \$35,000 subsidy for 60 families	HHC approved subsidy (\$35,000@) for the 60 homes reserved for NAHASDA eligible families. As of 6/30/07, houses still under construction and 0 families receiving grants have moved in.
		\$ 1,783,600.00		Kekaha Interim Construction Loans	Loans were made for the 20 lessees; however used DHHL loan funds. These loans should have been drawn down from NHHBG funds. HOUSE CONSTRUCTION FOR 20 BEGAN IN FY 06-07.
OBJECTIVE 1B	Assist in the preservation and revitalization of existing homes and communities on HHL.				
TASK NO. 1	Continue working with existing Federal, State, local or private resources available for housing rehabilitation to eliminate duplication of services and leverage NAHASDA grant dollars.				Program with County of Hawaii and the C&C of Honolulu ongoing. Loans will be issued upon qualification of borrowers based on loan packages for rehabilitation of units, which also includes no-interest, no-payment "loans" to very-low income elderly lessees. Davis Bacon is driving cost up. Purchase order using PY2 funds has not been depleted as of 6/30/07.
		\$ 50,000.00	\$2,986.07	Perform inspections of homes built prior to 1978 for lead-based paint, assess, prepare abatement plan, monitor abatement and/or provide clearance.	Contract certified by DAGS on 12/8/06. Notice to Proceed given on 12/20/06. 1 family (Kepa) assisted in FY 06-07.
TASK NO. 2	Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.				Program with County of Hawaii and the C&C of Honolulu ongoing. Loans will be issued upon qualification of borrowers, based on loan packages for rehabilitation of units, which also includes no-interest, no-payment "loans" to very-low income elderly lessees. Davis Bacon is driving cost up. Purchase order using PY2 funds has not been depleted as of 6/30/07.

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '04-'05 04NH4HI0001 PROGRAM YEAR 3

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
		\$ 50,000.00	\$50,000.00		No interest, no payment loan with retention period of 20 years for Wright--C&C Rehab program. Repairs to house completed in FY 06-07
GOAL NO. 2	Support the development and maintenance of healthy and safe communities on HHL.				
OBJECTIVE 2A	Support community-based initiatives which encourage "healthy" communities.				
TASK	Develop a community facility within at least one homestead community to provide a meeting area and community services for kupuna (elderly) and youth activities, cultural activities, community gardens and a police substation.		\$ -	Renovate units to house police substation and to provide training and resources to lessees	In FY 06-07 finalized budget for project. Model activity approved on 4/4/07. Subrecipient agreement must be executed. MOVED FROM PY 2
OBJECTIVE 2B	Enhance public safety in the homestead communities.				
TASK	Work with community & resident organizations to develop projects that address drug abuse, family abuse, community policing & traffic within at least 2 communities.				Met with community leaders to encourage partnerships with non-profit organizations to provide housing services. No requests received.
GOAL NO. 3	Encourage self-determination within nH communities located on HHL in resolving housing and community development issues.				Met with community leaders to encourage partnerships with non-profit organizations to provide housing services. No requests received.
OBJECTIVE	Equip and empower community organizations and Hui Kako'o become active partners in resolving hsg. and community development issues within their communities.				
TASK	DHHL staff and/or contractor to educate community based organizations located on Hawaiian home lands, Hui Kako'o, non-profit and for-profit affordable housing providers, native Hawaiian service organizations, State and local housing agencies, and other or				
GOAL NO. 4	Continue educational and training programs to address the housing and community needs on HHL.				
OBJECTIVE	Encourage the continuing development of and access to educational programs that assist nH families with financial literacy and pre- and post-homebuyer education, especially where new subdivisions have been or will be constructed.				
TASK	Contract with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education to nH families who are eligible to purchase NAHASDA assisted units, to assist families who are delinquent in their mortgages.	\$ 154,968.00	\$149,556.15	Nanakuli Housing Corporaiton-- Road to Homeownership	In FY 05-06 NHC conducted 4 classes for 69 individuals. In FY 06-07 NHC conducted 4 classes for 56 individuals. These 125 individuals represent 50 NAHASDA eligible families. During FY 06-07, 50 families entered into case management with NHC.
GOAL NO. 5	Enhance the capacity to implement NAHASDA and actively seek partnership opportunities w/ non-profit & for-profit housing & housing- related service providers.				

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '04-'05 04NH4HI0001 PROGRAM YEAR 3

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
OBJECTIVE 5A	Provide sufficient administration and organizational capabilities to manage affordable housing programs, properties and assets on HHL.	\$ 241,912.78	\$ 241,912.78		
TASK	Hire a grants specialist to assist in the reviewing of grant proposals, documenting grants, monitoring of subrecipients, and record keeping.				
OBJECTIVE 5B	Continue collaborative partnerships addressing affordable housing needs				
TASK NO. 1	Continue to provide opp. for applicant based org., such as Hui Kako'o to organize area applicants to participate in planning of future homestead dev.				
TASK NO. 2	Pursue use of Section 184A loan program.				Agreement executed by DHHL and ONAP on 5/21/06. ONAP preparing procedures.
	TOTAL	\$ 9,213,513.59	\$4,455,457.40		

NOTE: Interim loans for Kekaha Self-Help should have been drawn down and if that had been done, the total of expended funds would be \$6,239,057.40

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '05-'06 05NH4HI0001 PROGRAM YEAR 4

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
DHHL received notification the NHHP in compliance on 8/30/05. NHHBG in amount of \$8,432,000					
GOAL NO. 1	Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.				
OBJECTIVE 1A	Increase the supply of affordable housing units through the construction of infrastructure improvements or single-family housing.				
TASK NO. 1	Construct infrastructure improvements for at least one single-family residential subdivision on the leeward coast of the island of Oahu to serve at least 50 eligible families and one on an outer island to serve at least 25 families.	\$ 879,000.00	\$ 879,000.00	East Kapolei Mass grading \$4,006,977 DHHL Trust Funds, \$879,000 NHHBG= \$4,885,977 total	Tentative subdivision approval received 7/21/06. Mass grading NTP awaiting approval of grading plans and NPDES permit. <u>6/5/07</u> - Per Darrell, mass grading is approximately 60% complete. They have tentative subdivision approval.
		\$ 430,000.00	\$ 430,000.00	East Kapolei Mass grading , Change Order	Change order (dated 3/5/07) required due to DHHL's instruction that contractor use coral for capping and fine grading of the lots
		\$ 2,560,000.00	\$ -	East Kapolei water reservoir, water transmission line, architect, roadway	Construction for off site utilities (water, sewer, Kapolei parkway extension). Contract recently certified by DAGS.
		\$ 175,000.00	\$ 175,000.00	East Kapolei II--Planning, surveying and engineering services	<u>6/5/07</u> - Per Darrell, contract was certified and NTP was given to Community Planning and Engineering, Inc.
			\$ -	Laiopua Villages 4 & 5 mass grading \$2,859,000	NOIRRF transmitted to ONAP on 7/3/07 for \$21.3 M for the consultant services, mass grading and related work, infrastructure construction, payment of utility facility charges, house construction loans or down-payment assistance grants, self-help technical assistance, and plant mitigation.
				Kaupuni Village (FKA:Consuelo) -- Waianae 21 residential lots. (\$3.5 M)	MOVED TO 06HBGHI0001
TASK NO. 2	Provide funding for technical assistance for at least one affordable housing project that encourages the self-help (sweat equity) construction method to assist a minimum of ten (10) low-income families achieve homeownership.	\$ 356,940.00	\$ 66,217.55	Waiehu Kou IV - Self Help	Habitat for Humanity Maui will provide TA for 12 families to construct houses. Family selection completed. Buildathon scheduled for 7/21/07.
		\$ 74,400.00	\$ -	TA for 3 families on Molokai.	Molokai (\$74,400) approved by the Hawaiian Homes Commission in August. Will prepare subrecipient agreements for execution.
TASK NO. 3	Support the provision of affordable housing by offering appropriate subsidies, which may be recaptured during the useful life period, and low-interest loans to at least 20 eligible native Hawaiians.				NHHBG funds are used to make "participation loans" with Rural Development for very-low income families.
		\$ 280,080.00	\$ 29,859.14	HIDA - Matched Savings Program	IDA program for undivided interest lessees in partnerships with HCA. In FY 06-07 30 families opened IDA accounts with First Hawaiian Bank. Matching funds will be provided upon opening of escrow.

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '05-'06 05NH4HI0001 PROGRAM YEAR 4

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
OBJECTIVE 1B	Assist in the preservation and revitalization of existing homes and communities on HHL.				
TASK NO. 1	Continue working with existing Federal, State, local or private resources available for housing rehabilitation to eliminate duplication of services and leverage NAHASDA grant dollars.				Program with County of Hawaii and the City & County of Honolulu ongoing. Loans will be issued upon qualification of borrowers as agencies submit loan packages for rehabilitation of units, which also includes no-interest, no-payment "loans" to very-low income elderly lessees. Davis Bacon is driving cost up. Purchase order using PY2 funds has not been depleted as of 6/30/07.
TASK NO. 2	Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.				Program with County of Hawaii and the City & County of Honolulu ongoing. Loans will be issued upon qualification of borrowers as agencies submit loan packages for rehabilitation of units, which also includes no-interest, no-payment "loans" to very-low income elderly lessees. Davis Bacon is driving cost up. Purchase order using PY2 funds has not been depleted as of 6/30/07.
		\$ 137,459.00	\$ 105,821.72	Mobile Home Repair Program	21 families received classroom training in FY 06-07. The training van will go to various sites within the homestead areas on Oahu to do on-site training.
GOAL NO. 2	Support the development and maintenance of healthy and safe communities on HHL.				
OBJECTIVE 2A	Support community-based initiatives which encourage "healthy" communities.				
TASK	Develop a community facility within at least one homestead community to provide a meeting area and community services for kupuna (elderly) and youth activities, cultural activities, community gardens and a police substation.				
OBJECTIVE 2B	Enhance public safety in the homestead communities.				
TASK	Work with community & resident organizations to develop projects that address drug abuse (such as "scared straight"), family abuse, community policing & traffic (speed bumps) within at least 2 communities.				
GOAL NO. 3	Encourage self-determination within nH communities located on HHL in resolving housing and community development issues.				
OBJECTIVE	Equip and empower community organizations and Hui Kako'o become active partners in resolving hsg. and community development issues within their communities.				

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '05-'06 05NH4HI0001 PROGRAM YEAR 4

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
TASK NO. 1	Work with community & resident organizations to develop programs such as home retention (helping families who are delinquent in their mortgage payments), minor repairs, and other eligible projects.				
TASK NO. 2	Provide funding for Hui Kako`o to further their efforts in expediting the placement of eligible affordable housing applicants on HHL.				Hui Kakoo working with Homestead Services Division to locate Kauai applicants who are eligible to receive lease awards. No progress to date.
GOAL NO. 4	Continue educational and training programs to address the housing and community needs on HHL.				
OBJECTIVE	Encourage the continuing development of and access to educational programs that assist nH families with financial literacy and pre- and post-homebuyer education, especially where new subdivisions have been or will be constructed.				
TASK	Contract with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education to nH families who are eligible to purchase NAHASDA assisted units, to assist families who are delinquent in their mortga				
GOAL NO. 5	Enhance the capacity to implement NAHASDA and actively seek partnership opportunities w/ non-profit & for-profit housing & housing- related service providers.				
OBJECTIVE 5A	Provide sufficient administration and organizational capabilities to manage affordable housing programs, properties and assets on HHL.	\$ 257,420.65	\$ 257,420.65		Scottina Ruis employed as of 3/16/07 to assist with the day-to-day monitoring of subrecipients. Staff for NHHBG now includes Sandra Asato, Scottina Ruis, Warren Kasashima and Sharon Mendoza
TASK NO. 1	Provide training to grants specialist to assist in the reviewing of grant proposals, documenting grants, monitoring of subrecipients and record keeping.				
TASK NO. 2	Provide assistance to individuals, non-profit and for profit organizations, and public entities in preparing Environmental Review documentation to utilize NHHBG funds.				
OBJECTIVE 5B	Continue collaborative partnerships addressing affordable housing needs				
TASK NO. 1	Continue working with ONAP to implement Section 184A loan program for individual borrowers.				
TASK NO. 2	Document procedures in utilizing the Section 184A loan program on HHL.				ONAP finalizing guidelines for 184A.
TASK NO. 3	Coordinate with local and national lenders to utilize Section 184A on HHL.				ONAP recruiting lenders.
	TOTAL	\$ 5,150,299.65	\$ 1,943,319.06		

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '06-'07 06HBGHI0001 PROGRAM YEAR 5

	DESCRIPTION	BUDGET	FUNDS OBLIG.	PROJECT/PROGRAM	STATUS
Received notice from ONAP (dated 12/1/06) that plan approved and actual funding is \$8,377,770. Program income of \$100,000 is projected and included.					
GOAL NO. 1	Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.	\$ 7,100,000.00			
OBJECTIVE 1A	Increase the supply of affordable housing units through the construction of infrastructure improvements or single-family housing.				
TASK NO. 1	Construct infrastructure improvements for at least one single-family residential subdivision on the island of Oahu to serve at least 30 eligible families and one on an outer island to serve at least 25 families.			Kumuhau and Kaikaina (Waimanalo) Total project cost \$14.5M for 120 lots (NHHBG \$2.6M or approximately 18% or 21 lots)	Request for Release of Funds sent to ONAP on 6/7/07.
				Kaupuni Village (FKA:Consuelo) -- Waianae 21 residential lots. (\$3.5 M)	Environmental Release of Funds (dated 9/1/06) received. Completed mass grading and currently monitoring structural fill (non expansive material/dirt) on an ongoing basis expected thru September before going out to bid for infrastructure.
TASK NO. 2	Provide funding for technical assistance for at least one affordable housing project that encourages the self-help (sweat equity) construction method to assist a minimum of ten (10) low-income families achieve homeownership.			Construct 4 houses on the Leeward Coast (\$80,000)	Grant proposal was submitted for the May 31, 2007 grant cycle. Requesting Hawaiian Homes Commission approval on 7/24/07
				Kawaihae Home Builds (\$100,000)	Grant proposal was submitted for the May 31, 2007 grant cycle. Requesting Hawaiian Homes Commission approval on 7/24/07
				Construct 2 houses for very-low income families on Lanai (\$40,000)	Grant proposal was submitted for the May 31, 2007 grant cycle. Requesting Hawaiian Homes Commission approval on 7/24/07
TASK NO. 3	Offer appropriate subsidies, such as downpayment assistance/principal reduction, or matching funds for Individual Development Accounts (IDA), which may be recaptured during the useful life period, and low interest loans to at least 20 eligible native Hawa				
OBJECTIVE 1B	Assist in the preservation and revitalization of existing homes and communities on HHL.	\$ 150,000.00			
TASK NO. 1	Continue working with the City and County of Honolulu and the County of Hawaii to provide lessees assistance with the rehabilitation of existing homes on HHL.				
TASK NO. 2	Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.			Mobile Self-Help Repair Program (\$267,806)	Grant proposal was submitted for the May 31, 2007 grant cycle. Requesting Hawaiian Homes Commission approval on 7/24/07
				Hale Hana Hou: Housing Repair Program (\$253,342)	Grant proposal was submitted for the May 31, 2007 grant cycle. Requesting Hawaiian Homes Commission approval on 7/24/07
GOAL NO. 2	Support the development and maintenance of healthy and safe communities on HHL.				

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '06-'07 06HBGHI0001 PROGRAM YEAR 5

	DESCRIPTION	BUDGET	FUNDS OBLIG.	PROJECT/PROGRAM	STATUS
OBJECTIVE 2A	Support community-based initiatives which encourage "healthy" communities.	\$ 159,000.00			
TASK NO. 1	Select an existing community facility which can be renovated to provide better space for needed services or recreational area for children of the community.				
TASK NO. 2	Assist community in coordinating the facets of renovation; design, budget, procurement, scheduling, and construction.				
OBJECTIVE 2B	Enhance public safety in the homestead communities.	\$ 150,000.00			
TASK	Continue to encourage and assist community and resident organizations to develop projects that address drug abuse, family abuse, community policing & traffic. Promote partnerships with existing providers and the police departments within each county.				
GOAL NO. 3	Encourage self-determination within nH communities located on HHL in resolving housing and community development issues.	\$ 350,000.00			
OBJECTIVE	Equip and empower community organizations to become active partners in resolving hsg. and community development issues within their communities.				
TASK	Work with a targeted community and resident organization to develop and implement a home repair program for minor repairs, such as painting, yard cleaning, window repairs and minor structural repairs to be done by community members and volunteers with qua				
GOAL NO. 4	Continue educational and training programs to address the housing and community needs on HHL.	\$ 150,000.00			
OBJECTIVE	Encourage the continuing development of and access to educational programs that assist nH families with financial literacy and pre- and post-homebuyer education, especially where new subdivisions have been or will be constructed.				
TASK	Contract with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education to nH families who are eligible to purchase NAHASDA assisted units, to assist families who are delinquent in their mortga				
GOAL NO. 5	Enhance the capacity to implement NAHASDA and actively seek partnership opportunities w/ non-profit & for-profit housing & housing- related service providers.	\$ 418,770.00			

PERFORMANCE OBJECTIVES---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '06-'07 06HBGHI0001 PROGRAM YEAR 5

	DESCRIPTION	BUDGET	FUNDS OBLIG.	PROJECT/PROGRAM	STATUS
OBJECTIVE 5A	Provide sufficient administration and organizational capabilities to manage affordable housing programs, properties and assets on HHL.				
TASK	Work with ONAP to provide training to DHHL staff, other government agency staff and non-profit or for profit organizations on Federal requirements when utilizing NHHBG funds.				
OBJECTIVE 5B	Implement Section 184A Loan Program				
TASK NO. 1	Assist ONAP in documenting underwriting guidelines and procedures for lenders when submitting loans for guarantee and when servicing 184A loans for individuals.				
TASK NO. 2	Engage local lenders to utilize the 184A guaranteed loan as another lending product.				
	TOTAL	\$	8,477,770.00		