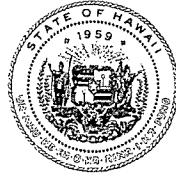


LINDA LINGLE
GOVERNOR
STATE OF HAWAII



MICAH A. KANE
CHAIRMAN
HAWAIIAN HOMES COMMISSION

KAULANA H. PARK
DEPUTY TO THE CHAIRMAN

ROBERT J. HALL
EXECUTIVE ASSISTANT

STATE OF HAWAII
DEPARTMENT OF HAWAIIAN HOME LANDS

P.O. BOX 1879
HONOLULU, HAWAII 96805

August 21, 2008

Mr. Rodger J. Boyd
Deputy Assistant Secretary for
Native American Programs
Department of Housing and Urban Development
451 Seventh St. SW, Room 4126
Washington, DC 20410

Dear Mr. Boyd:

Subject: Native Hawaiian Housing Block Grant Program
2008 Annual Performance Report

In accordance with the 24 CFR Part 1006.410, Performance reports, the Department of Hawaiian Home Lands (DHHL) is submitting the Annual Performance Report (APR) for 2008 for Grant Numbers 03NHGHI001, 04NH4HI0001, 05NH4HI0001, 06HBGHI0001, and 07HBGHI0001.

We appreciate the opportunities that the NHHBG Program provides DHHL in developing affordable housing and associated programs for Native Hawaiians on Hawaiian home lands.

If questions arise during the review of the APR or if additional information is needed to clarify any portion of the APR, please contact Sandra Asato, Planning and Development Coordinator/NAHASDA, at (808) 620-9512, e-mail sandy.s.asato@hawaii.gov or Scottina Malia Ruis, NAHASDA Planner, at (808) 620-9513, e-mail scottina.ruis@hawaii.gov.

Aloha and mahalo,

Micah A. Kane, Chairman
Hawaiian Homes Commission

Enclosure

c: Claudine Allen, Native Hawaiian Program Specialist

Annual Performance Report Cover Sheet

Department of Hawaiian Home Lands (DHHL)

Reporting period for which this APR is prepared: from: 7/1/07 (mm/dd/yy) to: 6/30/08 (mm/dd/yy)

Sandra Asato Name of Contact Person		Planning and Development Coordinator, NAHASDA Title	(808) 620-9512 Telephone no. with Area Code
Micah A. Kane Name of official authorized to submit APR	Chairman, Hawaiian Homes Commission Title	 Signature	8/21/08 Date

Certification: The information contained in this report is accurate and reflects the activities actually accomplished during the reporting period. Activities planned and accomplished are eligible under applicable statutes and regulations and were included in the applicable one-year activities in the corresponding Native Hawaiian Housing Plan.

Warning: If you knowingly make a false statement on this form, you may be subject to civil or criminal penalties under Section 1001 of Title 18 of the United States Code. In addition, any person who knowingly and materially violates any required disclosure of information, including intentional disclosure, is subject to civil money penalty not to exceed \$10,000 for each violation.

For HUD use only

Date APR is received by HUD	Time	Logged in by
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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.

Highlights of FY 2007 – 2008 (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 2007-2008, the remaining homes on the residential lots of Kaupe'a (Kapolei Village 8, O'ahu) Phases 1, 2 & 3 were completed. A total of 326 homes were built of which 57 were awarded to NAHASDA eligible families.

On the island of Hawai'i, the La'i 'Ōpua subdivision will provide 358 homes of which 72 are earmarked for NAHASDA eligible families. Mass grading for Village 4 & 5 is approximately 85% complete and is expected to be completed by the end of 2008.

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.

Habitat for Humanity has been instrumental in providing affordable homes to low-income native Hawaiian families on Hawaiian home lands.

During FY 2007-2008, Habitat for Humanity affiliates completed the following:

- Habitat for Humanity Maui – One family's driveway was completed to provide access to their home and 4 families moved into their new homes. 5 families assisted.

- Honolulu Habitat for Humanity — One home completed and four additional families were selected for construction starts. 1 family assisted.
- Moloka'i—Two homes completed. 2 families assisted.

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 2007 – 2008:

Hawai'i Community Assets – provided down payment assistance to 6 NAHASDA eligible families in Maui (2 in Leialii and 4 in Waiehu Kou 4) to either contract to construct their homes or to purchase their homes.

Hawaiian Community Development Board (HCDB) - provided down payment assistance to 5 NAHASDA eligible families on O'ahu for replacement homes. This program was initiated with PY1 funds and the balance of the project is funded by PY2 and PY3 funds. This project provides down payments for low-income families, whose homes are beyond repair, to finance the construction of a decent, safe dwelling. The project is for 25 replacement homes and HCDB has assisted families to complete 12 to date. Three additional families have begun construction, 6 families are working toward loan pre-qualification, 2 new families deemed eligible and 2 families yet to be identified. Although this project is taking much longer than anticipated, there are currently no other programs that reach these low-income families. 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 work 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.

Participation Loans – provided leveraged funding to 8 NAHASDA eligible families (7 in Kalama'ula, Moloka'i and 1 in Kaupe'a, O'ahu) that were seeking Rural Development loans.

Interim Construction Loans – provided 4 interim construction loans to NAHASDA eligible families (Kekaha, Kaua'i) that constructed self help homes. The total number of homes assisted with interim construction loans is 19, however, the remaining interim construction loans were funded using PY3 funds. Homes were completed in July 2008 and will be counted in FY 08-09.

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 2007 – 2008, continued partnerships with the City and County of Honolulu and the County of Hawai'i made Rehabilitation Loans (0% to 3% interest loans/grants) available to NAHASDA eligible families. 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 wage requirements or are either unwilling or unable to pay the Davis Bacon rates given

their limited income levels. Additionally, the loan cap of \$50,000 combined with Davis Bacon limits the amount of rehabilitation available to these individual units. Families with repairs in excess of the \$50,000 as calculated using Davis Bacon often opt to go with the county programs that utilize CDBG funds and do not require compliance with Davis Bacon for less than 8 units.

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

City and County of Honolulu – approved one loan during FY 07-08.

Hawai'i County - received and processed 9 new applications, inspected 5 homes, began rehabilitating two homes and completed 3 homes.

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 Lāna'i; Kula, Maui; Kekaha, Kaua'i; Waiākea and Pi'ihonua, Hawai'i.

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 2007 – 2008, Hawai'i Community Assets (HCA) assisted a total of 85 NAHASDA eligible individuals with Home Ownership Training (HOT) and Counseling services.

	<u>FY 06-07</u>	<u>FY 07-08</u>	<u>Cumulative Total</u>
HOT only	26	9	35
HOT and Counseling	54	27	81
Counseling only	34	49	83
	114	85	199

Additionally, of those receiving services, 58 families were pre-qualified and 46 purchased or built a home.

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 is on schedule to complete the 5-year goals identified in the NHHP, there have been some unanticipated delays during this fiscal year. Namely, the bankruptcy of Menehune Development Co/Fredco, a major contractor with the DHHL, has caused delays to the house construction of Lālāmilo Phase 1 on the

island of Hawai'i that consists of 37 lots of which 12 are reserved for NAHASDA eligible families (6 self-help & 6 turn key). The DHHL is in the process of procuring a new contractor in accordance with State guidelines.

Additionally, although the Lāna'i Island Kūlia Like Project assisted five (5) NAHASDA eligible families in FY 06-07, 4 of the 5 families assisted held construction contracts with Menehune Development Co/Fredco. Needless to say, these homes have not been completed as expected. Some of the homes were partially constructed when Menehune closed its doors and this resulted in damage to the unfinished homes that need to be remedied. Currently, one home is near completion, one requires mold remediation, one needs to be reframed due to water damage, and one did not begin construction prior to the bankruptcy. The fifth family did not hold a contract with Menehune but is still awaiting location of an USDA approved contractor.

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. Nevertheless, continued exploration of potential resolution to the negative impacts that Davis Bacon wage requirements have on individual low income home owners with regard to home repairs and/or home replacement is warranted (as opposed to larger scale development).

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 2003 NHHP. **\$9,537,600.00.**

Funds Actually Awarded – A list of the amounts actually received by DHHL from the various funding sources. **Received \$9,537,600.00 plus program income of \$213,958.00 for a total of \$9,751,558.00 available and expended by June 30, 3008.**

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

GRANT NUMBER: 03NHGHI001

DHHL FYE: 6/30/08

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.

\$ 0

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	\$9,537,600.00	\$9,537,600.00
b. Program Income	\$0.00	\$213,958.00
c. Other HUD Programs	\$0.00	\$0.00
2. Other Federal Resources		
a.	\$0.00	\$0.00
b.		
3. State Resources		
a.	\$0.00	\$0.00
b.		
4. Private Resources	\$0.00	\$0.00
a.		
b.		
5. Total Resources	\$9,537,600.00	\$9,751,558.00

Notes:

1. Program income includes interest income, P & I repayments, Rebate check from HI Electric Light for Panaewa Unit 6 and return on investment.
2. Total Resources available (\$9,751,558) is equal to the total amount expended. Grant is closed as of June 30, 2008.

DHHL FYE: 6/30/08
Grant Number 03NHGHI001

Table IIa – Uses of NHHG Funds

Activity (a)	Budgeted NHHBG (b)	Budgeted Other Amounts (c)	Year-to-Date			Cumulative-to-Date		
			Grant (NHHBG) Funds Expended (d)	Other Funds Expended (e)	Grant (NHHBG) Funds Expended (f)	Other Funds Expended (g)	% of NHHBG Funds Obligated (h)	
1. Development	\$7,310,720	\$0	\$1,306,869	\$102,860	\$8,655,124	\$197,719	120.6%	
a) Rental	\$0	\$0	\$0	\$0	\$0	\$0	0.0%	
b) Homeownership - Construction	\$5,500,000	\$0	\$984,252	\$81,643	\$7,447,888	\$173,705	137.9%	
Homeownership - Loans	\$1,000,000	\$0	\$622,295	\$16,855	\$970,237	\$17,855	98.8%	
Homeownership - Grants	\$810,720	\$0	(\$299,678)	\$4,362	\$236,999	\$6,159	30.0%	
2. Housing Services	\$400,000	\$0	\$352,910	\$7,557	\$410,702	\$7,557	104.6%	
3. Housing Management Services	\$900,000	\$0	\$0	\$0	\$0	\$0	0.0%	
4. Crime Prevention & Safety	\$250,000	\$0	\$0	\$0	\$0	\$0	0.0%	
5. Model Activities	\$200,000	\$0	\$0	\$1,788	\$97,111	\$1,788	49.4%	
6. Planning and Administration	\$476,880	\$0	\$86,367	\$6,894	\$374,663	\$6,894	80.0%	
7. Total	\$9,537,600	\$0	\$1,746,146	\$119,099	\$9,537,600	\$213,958	101.9%	

Notes: 1. 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.
2. Homeownership – Grants was adjusted and now only includes direct subsidies to families to reduce cost of home (i.e., IDA, DPA, subsidies).

DHHL FYE: 6/30/08
Grant Number 03NHGHI001

Table IIb - Uses of NHHBG Funds

Activity			Planned (From 2003 NHHP)		Units Completed			Families Assisted									
			Number of Units Planned	Number of Families Planned	Year to Date		Cumulative to Date		Year to Date			Cumulative to Date					
(i)	(j)	(k)			(l)	(m)	(n)	(o)	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families	(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	0	0
			Acquisition	0	0	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	0	0	
		b. Homeownership	Construction of New Units	100	65	7	109	89	65	0	0	0	109	0	0	0	0
			Acquisition	0	19	5	46	20	19	0	0	0	46	0	0	0	0
		Rehabilitation	50	50	4	0	7	0	4	0	0	7	0	0	0	0	
2. Housing Services		0	50	NA	NA	NA	NA	NA	85	0	0	298	0	0	0	0	
3. Housing Management Services		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
4. Crime Prevention and Safety		NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
5. Model Activities (specify below)		NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
6. Planning and Administration		NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
7. Total		150	200	88	12	162	109	178	0	0	460	0	0	0	0	0	

Notes: 1. Reduced "planned" new construction units to 100 based on the 2003 NHHP.

2. Acquisition includes Downpayment assistance, matched savings programs, subsidies, and subsidized Participation/Construction Loans

3. YTD New Construction Completed = 57 Kaupē'a, 2 HfH Molokai+1 HfH Maui (infrastructure)+4 HfH Maui Waiohuli+1 HfH Honolulu = 65

4. YTD New Construction Started Not Completed = 4 Kekaha IC Loans + 3 HfH homes = 7

5. YTD Acquisition Completed = 6 HCA + 5 HCDB + 8 Participation Loans = 19

6. YTD Acquisition Started Not Completed = ALU LIKE IDA 5 (Fredco Lana 'i)

7. YTD Rehabilitation = 3 Hawaii County rehab loans + 1 Honolulu rehab loan = 4

8. CTD New Construction Completed = 75 Kaupē'a, 13 Panaewa, Kekaha IC Loans 4, and HfH Maui 10 WK3 & 2 Waiohuli, Honolulu 2, Molokai 3 = 109

9. CTD New Construction Started Not Completed = 72 La 'i 'Opua, 12 Lalamilo, 1 HfH Maui, and 4 HfH Honolulu = 89

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 2007 – 2008 (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 2007 – 2008:

Site work for Anahola Residence Lots (Pi'ilani Mai Ke Kai) on Kaua'i continued. Final subdivision approval was received in April 2008. The house construction contract has not been awarded due to high bids and it is expected to be rebid. Lot selection is expected by January 2009 and house construction is expected to begin by March 2009. This project will have 180 lots of which 45 will be reserved for NAHASDA eligible families.

On the island of Hawai'i, the La'i 'Ōpua subdivision will provide 358 homes of which 72 are earmarked for NAHASDA eligible families. Mass grading for Village 4 & 5 is approximately 85% complete and is expected to be completed by the end of 2008.

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 2007 – 2008, construction continued for Kekaha Self-Help project and was 98% complete by the end of FY 07-08. One family dropped out of the program and this lot will be re-awarded to another NAHASDA eligible family. Hawai'i Island Community Development Corporation (HICDC) is in the process of preparing the loan documents for conversion from interim construction to permanent loans for the 19 families.

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 2007 – 2008, DHHL provided the remaining 57 NAHASDA eligible families in the Kaupe'a subdivision of Kapolei, O'ahu, a subsidy of \$35,000 to assist them with their down payment and closing costs to enable the families to purchase a home.

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 Kaua'i, 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 the DHHL's Home Ownership Assistance Program (HOAP).

Additionally, three families (2 in Kaupe'a and 1 in Waiehu Kou 3) were assisted with RD Participation loans in which NHHBG funds are utilized to leverage loan funds the Rural Development.

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 2007 – 2008, the Anahola Hawaiian Homestead Association (AHHA) completed their contract certification and received a Notice to Proceed. 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 Kaua'i Police Department for a police substation in the facility. This program was moved from PY2 to PY3. HUD approval of the model activity was received in April 2007.

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.

Although no additional families were assisted utilizing the Native Hawaiian Housing Block Grant during the FY 2007-2008, the DHHL has implemented an in house Home Ownership Assistance Program (HOAP). The purpose of HOAP is to prepare and equip Native Hawaiians for homeownership. HOAP offers three (3) vehicles to address barriers that Native Hawaiians may face in achieving homeownership or preserving their home. The first is Financial Literacy services – including pre and post home ownership courses and lease cancellation prevention counseling, the second is Job Training and Placement, and the third is Addiction Treatment Services.

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

☐

As of 6/30/08, DHHL expended 96% of the \$9,443,600 appropriated for the 2004 NHHP plus program income of \$720,936 for a total of \$9,812,638 expended.

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?

DHHL is exploring the possibility of including the infrastructure costs into the loan amount that the beneficiary family obtains. Currently, the cost basis appraisal methodology does not include infrastructure costs and, likewise, the infrastructure cost is not passed along to the new homeowner. In accordance with the guidelines set forth in the 184A program, the DHHL is exploring the possibilities of including the infrastructure costs in the appraisal methodology used by the various loan products that are possible on DHHL lands.

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 \$720,936.00 for a total of \$10,164,886.00 in available resources as of June 30, 2008.**

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.

Narrative:

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

\$ 352,247.00

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	\$ 720,936.00
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	\$10,164,886.00

Notes:

1. Program Income includes interest income, P & I repayments, reimbursements and/or credits and return on investment.
2. Total Resources reflects funds that were available as of June 30, 2008 and not funds expended as of the same date.

Table IIa – Uses of NHHG Funds

Activity (a)	Budgeted NHHBG (b)	Budgeted Other Amounts (c)	Year-to-Date			Cumulative-to-Date		
			Grant (NHHBG) Funds Expended (d)	Other Funds Expended (e)		Grant (NHHBG) Funds Expended (f)	Other Funds Expended (g)	% of NHHBG Funds Obligated (h)
1. Development	7,851,753	0	4,571,006	365,426		8,495,730	682,073	142.1%
a) Rental	0	0	0	0		0	0	0.0%
b) Homeownership - Construction	6,851,753	0	1,137,708	155,077		4,886,054	470,116	87.1%
Homeownership - Loans	1,000,000	0	3,040,301	182,746		3,216,679	184,354	456.2%
Homeownership - Grants	0	0	392,997	27,603		392,997	27,603	0.0%
2. Housing Services	400,000	0	20,451	11,941		170,007	11,941	112.8%
3. Housing Management Services	100,000	0	0	0		0	0	0.0%
4. Crime Prevention & Safety	120,000	0	0	0		0	0	0.0%
5. Model Activities	500,000	0	0	0		0	0	0.0%
6. Planning and Administration	472,197	0	150,307	26,102		391,403	26,922	88.6%
7. Total	9,443,950	0	4,741,764	403,469		9,057,140	720,936	128.9%

Notes: 1. Cumulative to Date Grant Funds Expended (\$9,057,140) plus Other Funds Expended (\$720,936) is equal to the total amount expended as of June 30, 2008 (\$9,778,075.76).

2. The Total "% of NHHBG Funds Obligated" includes ALL open contracts. Once the 04NH4HI0001 grant is closed, open contracts will be carried over to another program year as applicable.

Table IIb – Uses of NHHG Funds

Activity		Planned (from NHHP)		Units Completed				Families Assisted					
				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	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families
(i)		(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)
1. Development	a. Rental												
		0	0	0	0	0	0	0	0	0	0	0	0
		0	0	0	0	0	0	0	0	0	0	0	0
b. Homeownership	Rehabilitation	0	0	0	0	0	0	0	0	0	0	0	0
	Construction of New Units	85	85	0	15	0	64	0	0	0	0	0	0
	Acquisition	20	20	79	0	79	15	79	0	0	0	79	0
2. Housing Services	Rehabilitation	20	20	0	0	1	0	0	0	0	1	0	0
		0	50	NA	NA	NA	NA	0	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		NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
	5. Model Activities (specify below)	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
6. Planning and Administration		NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
	7. Total	125	175	79	15	80	79	79	0	0	130	0	0

Notes: 1. Adjusted New Construction to 85 from 105 because Subsidies and Loans are reflected in Acquisition

2. New Construction Started Not Completed = 15 Kekaha IC loans

3. YTD Acquisition Families Assisted = 79 however, 76 are duplicate count of 57 Kaupae Subsidies (Infrastructure counted in PY2) and 19 Kekaha Subsidies (4 IC loans counted in PY2 and 15 in PY3 under New Construction), the remaining 3 are RD Loans and not a duplicate count.

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 2007 – 2008 (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 O'ahu to serve at least 50 eligible families and one on an outer island to serve at least 25 families.

During FY 2007 – 2008, mass grading for East Kapolei I, located on O'ahu, was completed, off site construction (water reservoir, water transmission line and roadway) has begun and is expected to be completed by mid 2009. A consultant is preparing subdivision application and construction plans. House construction is scheduled to begin in 2009. This project consists of four hundred and three (403) lots of which approximately 20% (80 units) will be reserved for NAHASDA eligible families.

Additionally, infrastructure work for East Kapolei II was initiated during FY 2007 – 2008. Subdivision site work is expected to begin in 2009 and house construction is expected to begin by the end of 2010. East Kapolei II will consist of eleven hundred (1,100) lots of which approximately 20% (198 units) will be reserved for NAHASDA eligible families.

Updates for the 358 unit development in La'i 'Ōpua (Villages 4 & 5) on the island of Hawai'i were provided in PY2. The consultant contract for the design of Village 1 has been initiated and the funds for this are expected to be encumbered in August or September of 2008.

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 2007-2008 Habitat for Humanity Maui began a self help project for 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. Each of the 12 homes have foundations and 9 of the 12 homes are framed and roofed. Homes are expected to be completed by the end of 2008.

Additionally, the Moloka'i Habitat for Humanity was contracted to complete 3 homes on the island of Moloka'i. Three families were selected. Construction on one home began and is expected to be completed by July 2008 and one site is pending ERR approval.

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 2007 – 2008, 4 of the 30 families that 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 met their savings goals and closed loans on their new homes. The remaining 25 families are still working toward their savings goals and awaiting completion of their homes. One family dropped out of the program and will be replaced.

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 2007 – 2008, the subrecipient Nānākuli Housing Corporation provided classroom training on self help home repairs to 35 lessees (67 individuals including family members). Of the 35 lessees that were trained, 22 remained involved with the mobile repair portion of the program and 20 of these participants completed the self help repair project that they identified as a need.

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 ☐

As of June 30, 2008, the DHHL expended 76% of the \$8,432,000 appropriated for the 2005 NHHP plus program income of \$708,943 for a total of \$7,099,462 expended.

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

DHHL is exploring the possibility of including the infrastructure costs into the loan amount that the beneficiary family obtains. Currently, the cost basis appraisal methodology does not include infrastructure costs and, likewise, the infrastructure cost is not passed along to the new homeowner. In accordance with the guidelines set forth in the 184A program, the DHHL is exploring the possibilities of including the infrastructure costs in the appraisal methodology used by the various loan products that are possible on DHHL lands.

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 \$8,432,000.00**

Funds Actually Awarded – A list of the amounts actually received by DHHL from the various funding sources. **NHHBG \$8,432,000.00 plus program income of \$708,943 for a total of \$9,140,943 available as of June 30, 2008.**

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. (See Attachment 2 for a sample)

Narrative:

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

\$ 2,041,418.00

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	\$ 708,943.00
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	\$9,140,943.00

Notes:

1. Program Income includes interest income, P & I repayments, reimbursements and/or credits and return on investment.
2. Total Resources reflects funds that were available as of June 30, 2008 and not funds expended as of the same date.

Table IIa – Uses of NHHG Funds

Activity (a)	Budgeted NHHBG (b)	Budgeted Other Amounts (c)	Grant (NHHBG) Funds Expended (d)	Other Funds Expended (e)	Grant (NHHBG) Funds Expended (f)	Other Funds Expended (g)	% of NHHBG Funds Obligated (h)
1. Development	\$7,500,000	\$0	\$3,992,089	\$384,936	\$5,677,987	\$630,018	126.0%
a) Rental	\$0	\$0	\$0	\$0	\$0	\$0	0.0%
b) Homeownership - Construction	\$6,600,000	\$0	\$4,116,448	\$377,735	\$5,596,789	\$621,033	84.8%
Homeownership - Loans	\$400,000	\$0	\$0	\$0	\$0	\$0	0.0%
Homeownership - Grants	\$500,000	\$0	(\$120,700)	\$7,201	\$81,198	\$8,985	56.0%
2. Housing Services	\$250,000	\$0	\$404,261	\$44,778	\$404,261	\$44,778	231.5%
3. Housing Management Services	\$50,000	\$0	\$0	\$0	\$0	\$0	0.0%
4. Crime Prevention & Safety	\$50,000	\$0	\$0	\$0	\$0	\$0	0.0%
5. Model Activities	\$160,400	\$0	\$0	\$0	\$0	\$0	0.0%
6. Planning and Administration	\$421,600	\$0	\$50,850	\$33,223	\$308,271	\$34,147	81.2%
7. Total	\$8,432,000	\$0	\$4,450,859	\$462,937	\$6,390,519	\$708,943	123.0%

Notes: 1. Cumulative to Date Grant Funds Expended (\$6,390,519) plus Other Funds Expended (\$708,943) is equal to the total amount expended as of June 30, 2008 (\$7,099,462).

2. The Total "% of NHHBG Funds Obligated" includes ALL open contracts. Once the 05NH4HI0001 grant is closed, open contracts will be carried over to another program year as applicable.

Table IIb – Uses of NHHG Funds

Activity	Planned (from NHHF)		Units Completed				Families Assisted					
	Number of Units Planned	Number of Families Planned	Year to Date		Cumulative to Date		Year to Date			Cumulative to Date		
			Number of Units Completed	Number of Units Started, Not Completed	Number of Units Completed	Number of Units Started, Not Completed	Low Income Hawaiian Families	Non Low Income 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	85	0	201	0	291	0	0	0	0	0	0
	Acquisition	20	4	0	4	0	4	0	0	4	0	0
	Rehabilitation	20	0	0	0	0	0	0	0	0	0	0
2. Housing Services		0	0	0	0	0	46	0	0	67	0	0
3. Housing Management Services		0	0	0	0	0	0	0	0	0	0	0
4. Crime Prevention and Safety	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
5. Model Activities (specify below)	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
6. Planning and Administration	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
7. Total	125	160	4	201	4	291	50	0	0	71	0	0

Notes: 1. Acquisition includes Downpayment assistance, matched savings programs, subsidies, and subsidized Participation/Construction Loans

2. Cumulative New Construction Started Not Completed includes 80 East Kapolei I, 198 EKII, 12 HfH Maui, 1 HfH Molokai

3. Cumulative New Construction Started Not Completed does not include 2 additional HfH Molokai

4. YTD New Construction Started Not Completed does not include 12 HfH Maui and 80 East Kapolei I

5. YTD & Cumulative Acquisition includes 4 HCA DPA paid out in FY 07-08

6. YTD Housing Services is the 67 total individuals assisted via NHC less the 21 that were reported in FY 06-07, so YTD total = 46

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.

Highlights of FY 2007 – 2008 (Program Year 5)

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 island of O'ahu to serve at least 30 eligible families and one on an outer island to serve at least 25 families.

During FY 2007-2008, on the island of O'ahu, site work for Kumuhau and Kaka'ina, located in Waimānalo began. This project will consist of 100 lots of which 18 will be reserved for NAHASDA eligible families.

Additionally, mass grading for Kaupuni Village, located in Wai'anae, was completed. Although not full funded by NAHASDA, and no NAHASDA funds have been expended to date, the project will target families that have total household incomes at or below 80% area median income levels and will consist of 21 lots. This project is also earmarked to be a "green", energy efficient, project.

On the island of Hawai'i, the La'i 'Ōpua subdivision will provide 358 homes of which 72 are earmarked for NAHASDA eligible families. Mass grading for Village 4 & 5 is approximately 85% complete and is expected to be completed by the end of 2008.

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 2007 – 2008, Honolulu Habitat for Humanity was contracted to build 2 homes on the island of Lāna'i.

Objective 1b: Assist in the preservation and revitalization of existing homes and Communities on Hawaiian Home Lands.

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 2007-2008, Moloka'i Community Service Council was contracted to develop and implement a home repair program on the island of Moloka'i that targets elderly households in need of home repairs.

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

Objective: Equip and empower community organizations to become active partners in resolving housing 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 qualified supervision.

During FY 2007 – 2008, Nānākuli Housing Corporation was contracted to conduct mobile self help home repair courses in the various O'ahu Hawaiian Home Land communities.

Goal 5: Enhance the capacity to implement NAHASDA and actively seek partnership opportunities w/ non-profit & for-profit housing & housing- related service providers.

During FY 2007 – 2008, SMS Research was contracted to complete a Beneficiary Study. This study provides the DHHL with statistical data that is required to demonstrate the housing needs of the native Hawaiian population.

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 ☐

As of June 30, 2008, 25% of the \$8,377,770 appropriated for the 2006 NHHP was obligated and \$181,144 of program income was expended.

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?

DHHL is exploring the possibility of including the infrastructure costs into the loan amount that the beneficiary family obtains. Currently, the cost basis appraisal methodology does not include infrastructure costs and, likewise, the infrastructure cost is not passed along to the new homeowner. In accordance with the guidelines set forth in the 184A program, the DHHL is exploring the possibilities of including the

infrastructure costs in the appraisal methodology used by the various loan products that are possible on DHHL lands.

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 plus program income of \$375,574 for a total of \$8,753,344 available as of June 30, 2008.**

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.

\$ 8,377,770.00

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	\$375,574.00
c. Other HUD Programs		
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	\$8,477,770.00	\$8,753,344.00

Notes:

1. Program Income includes interest income, P & I repayments, reimbursements and/or credits and return on investment.
2. Total Resources reflects funds that were available as of June 30, 2008 and not funds expended as of the same date.

Table IIa – Uses of NHHG Funds

Activity (a)	Budgeted NHHBG (b)	Budgeted Other Amounts (c)	Year-to-Date		Cumulative-to-Date		
			Grant (NHHBG) Funds Expended (d)	Other Funds Expended (e)	Grant (NHHBG) Funds Expended (f)	Other Funds Expended (g)	% of NHHBG Funds Obligated (h)
1. Development	\$7,062,678	\$637,322	\$0	\$81,986	\$0	\$81,986	17.6%
a) Rental	\$0	\$0	\$0	\$0	\$0	\$0	0.0%
b) Homeownership - Construction	\$6,062,678	\$637,322	\$0	\$81,986	\$0	\$81,986	20.4%
Homeownership - Loans	\$500,000	\$0	\$0	\$0	\$0	\$0	0.0%
Homeownership - Grants	\$500,000	\$0	\$0	\$0	\$0	\$0	0.0%
2. Housing Services	\$500,000	\$0	\$0	\$99,158	\$0	\$99,158	148.2%
3. Housing Management Services	\$146,322	\$0	\$0	\$0	\$0	\$0	0.0%
4. Crime Prevention & Safety	\$150,000	\$0	\$0	\$0	\$0	\$0	0.0%
5. Model Activities	\$100,000	\$0	\$0	\$0	\$0	\$0	0.0%
6. Planning and Administration	\$418,770	\$0	\$0	\$0	\$0	\$0	37.7%
7. Total	\$8,377,770	\$637,322	\$0	\$181,144	\$0	\$181,144	25.5%

Notes: 1. Funds were not available to DHHL until February 2007.

2. As of June 30, 2008, no grant funds were expended, only program income (\$181,144).

Table 11b – Uses of NHHG Funds

Activity			Planned (from NHHP)		Units Completed			Families Assisted					
			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	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families	(u)
(i)	(j)	(k)											
1. Development													
a. Rental													
	0	0	0	0	0	0	0	0	0	0	0	0	0
	0	0	0	0	0	0	0	0	0	0	0	0	0
	0	0	0	0									
b. Homeownership													
	65	65	0	18	0	0	0	0	0	0	0	0	0
	20	20	0	0	0	0	0	0	0	0	0	0	0
	20	20	0	0	0	0	0	0	0	0	0	0	0
2. Housing Services			0	25	0	0	0	0	0	0	0	0	0
3. Housing Management Services			0	0	0	0	0	0	0	0	0	0	0
4. Crime Prevention and Safety			NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
5. Model Activities (specify below)			NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
6. Planning and Administration			NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
7. Total			105	130	0	18	0	0	0	0	0	0	0

Note: 1. Acquisition includes Down payment assistance, matched savings programs, subsidies, and subsidized Participation/Construction Loans

2. New Construction Started Not Completed includes 18 units in Kumuhau 7 Kaka'ina in Waimanalo, O'ahu.

3. The 21 units for Kaupuni Village, Waianae, O'ahu have not been counted because no NAHASDA funds have been expended to date for this project.

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.

Highlights of FY 2007 – 2008 (Program Year 6)

Funds for Grant #07HBGHI0001 were made available for DHHL in February 2008. 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. N/A
4. How would you change your programs in general as a result of your experience with the implementation of NAHASDA?

DHHL is exploring the possibility of including the infrastructure costs into the loan amount that the beneficiary family obtains. Currently, the cost basis appraisal methodology does not include infrastructure costs and, likewise, the infrastructure cost is not passed along to the new homeowner. In accordance with the guidelines set forth in the 184A program, the DHHL is exploring the possibilities of including the infrastructure costs in the appraisal methodology used by the various loan products that are possible on DHHL lands.

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 plus program income of \$39,470.00 for a total of \$8,417,240.00.**

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.

\$ 8,377,770.00

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	\$39,470.00
c. Other HUD Programs		
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	\$8,477,770.00	\$8,417,240.00

Notes:

1. *Program Income includes interest income, P & I repayments, reimbursements and/or credits and return on investment.*
2. *Total Resources reflects funds that were available as of June 30, 2008 and not funds expended as of the same date.*

Table IIa – Uses of NHHG Funds

Activity	Budgeted NHHBG	Budgeted Other Amounts	Grant (NHHBG) Funds Expended	Other Funds Expended	Grant (NHHBG) Funds Expended	Other Funds Expended	% of NHHBG Funds Obligated
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1. Development	\$7,062,678	\$0	\$0	\$0	\$0	\$0	0.0%
a) Rental	\$0	\$0	\$0	\$0	\$0	\$0	0.0%
b) Homeownership - Construction	\$6,062,678	\$0	\$0	\$0	\$0	\$0	0.0%
Homeownership - Loans	\$500,000	\$0	\$0	\$0	\$0	\$0	0.0%
Homeownership - Grants	\$500,000	\$0	\$0	\$0	\$0	\$0	0.0%
2. Housing Services	\$500,000	\$0	\$0	\$0	\$0	\$0	0.0%
3. Housing Management Services	\$146,322	\$0	\$0	\$0	\$0	\$0	0.0%
4. Crime Prevention & Safety	\$150,000	\$0	\$0	\$0	\$0	\$0	0.0%
5. Model Activities	\$100,000	\$0	\$0	\$0	\$0	\$0	0.0%
6. Planning and Administration	\$418,770	\$0	\$0	\$0	\$0	\$0	0.0%
7. Total	\$8,377,770	\$0	\$0	\$0	\$0	\$0	0.0%

Notes: 1. Funds were not available to DHHL until February 2008.

2. As of June 30, 2008, no grant funds or program income were expended.

Table IIb – Uses of NHHG Funds

Activity	Planned (from NHHF)		Units Completed				Families Assisted					
	Number of Units Planned Number of Families Planned		Year to Date		Cumulative to Date		Year to Date		Cumulative to Date			
			Number of Units Completed	Number of Units Started, Not Completed	Number of Units Completed	Number of Units Started, Not Completed	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families	Low Income native Hawaiian Families	Non Low Income native Hawaiian Families
(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)
1. Development												
	a. Rental	0	0	0	0	0	0	0	0	0	0	0
		0	0	0	0	0	0	0	0	0	0	0
b. Homeownership	0	0	0	0	0	0	0	0	0	0	0	0
	75	75	0	0	0	0	0	0	0	0	0	0
	20	20	0	0	0	0	0	0	0	0	0	0
	20	20	0	0	0	0	0	0	0	0	0	0
2. Housing Services	0	25	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	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
5. Model Activities (specify below)	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
6. Planning and Administration	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
7. Total	115	140	0	0	0	0	0	0	0	0	0	0

Note: Acquisition includes Down payment assistance, matched savings programs, subsidies, and subsidized Participation/Construction Loans

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/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. From July 1, 2007 to June 30, 2008, the following contractors/subrecipients were given Notice to Proceed:

<u>Nānākuli Housing Corporation</u>	\$267,806.00
Mobile Self Help Repair Program to assist 40 families in completing minor home repairs.	
<u>Habitat for Humanity Leeward</u>	\$80,000.00
To build 4 homes for eligible families on the Leeward side of O'ahu using a self help/sweat equity model.	
<u>Habitat for Humanity West Hawai'i</u>	\$100,000.00
To build 5 homes for eligible families in the Kawaihae area on the island of Hawai'i using a self help/sweat equity model.	
<u>Honolulu Habitat for Humanity</u>	\$40,000.00
To build 2 homes for eligible families on the island of Lāna'i using a self help/sweat equity model.	
<u>Moloka'i Community Service Council</u>	\$253,342.00
To develop a loan repair program for 10 eligible elderly families on the island of Moloka'i.	
<u>SMS Research</u>	\$158,000.00
To conduct a Beneficiary Study	
Total	\$899,148.00

Monitoring of the existing contracts/subrecipient agreements consists of several components. Internal development of residential units is overseen by the Land Development Division (LDD) of the DHHL and each specific project is coordinated by a Project Manager in the LDD. Currently, the NAHASDA Planner receives status updates from the Project Manager on a quarterly basis. The NAHASDA Planner also coordinates periodic physical site visits to subrecipients in addition to receiving quarterly status updates from them in accordance with their contract.

The following agreements were active during the FY 2007 - 2008. Amounts noted are the original contract amount.

ALU LIKE, Inc. (PY2 & PY3)

To provide matching funds for Individual Development Accounts for families on Lāna'i. To date, 5 families assisted of which 4 have had construction delays due to bankruptcy of Menehune Development Co./Fredco. \$45,000.00

City & County of Honolulu (PY 2 & PY3)

To provide assistance to low and very-low income families rehabilitating their homes. If the families qualify for program, direct loans or grants for elderly utilizing NHHBG funds would be available. To date, 4 families assisted. \$50,000.00

Council for Native Hawaiian Advancement (PY4)

To assist 30 families with a 3:1 match on money saved to be used toward down payment. To date, 4 families assisted. \$280,080.00

County of Hawai'i (PY 2 & PY3)

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. To date, 4 families assisted. \$50,000.00

Environet (PY3)

For lead-based paint inspection and abatement plan. To date, 1 family assisted. \$50,000.00

Habitat for Humanity – Maui (PY4)

To assist 12 families construct homes in Waiehu Kou IV on Maui. Homes expected to be completed by the end of 2008. \$356,940.00

Hawai'i Island Community Development Corporation (PY3)

To provide 20 families technical assistance, financial counseling, and assisting families in finding resources for interim and permanent home financing. (Kekaha Self Help) Homes have been constructed for 19 families (1 dropped out) and families moved in during July 2008. Currently, completing conversion from interim construction to permanent loans. \$160,000.00

Hawaiian Community Assets (PY2)

For homeownership and financial literacy counseling in Maui County. To date, 199 individuals assisted of which 58 were pre-qualified for loans and 46 purchased homes. Contract closed during fiscal year. \$120,000.00

Hawaiian Community Assets (PY2 & PY3)

To provide down payment assistance to families purchasing homes in Maui County. To date, 22 down payment grants have been made. \$180,000.00

Hawaiian Community Development Board (PY2 & PY3)

To assist 25 lessees on the island of O'ahu obtain contractors to construct replacement homes on their homestead lot and provide down payment assistance of \$15,000 each. To date, 12 homes have been completed, 3 are under construction and 6 families are in loan review, 2 are newly recruited, and 2 are yet to be identified. \$393,750.00

Honolulu Habitat for Humanity (PY2 & PY3)

To assist 10 families on O'ahu with homes that must be rebuilt or replaced. Agreement reduced to 6 homes. To date, 2 homes complete, 1 in construction, 2 will begin construction by the end of 2008, and 1 family is yet to be identified. \$236,615.00

Kikiaola (PY3)

To provide 20 families with on site construction supervision (i.e. a site project manager) and participant training. (Kekaha Self Help) As of June 30, 2008, 19 homes were near completion with move in dates set for July 2008. \$386,360.00

Menehune Development Corporation (PY3)

Lālāmilo Self Help TA for construction of roofing, plumbing, electrical. Contract will be canceled due to bankruptcy of contractor. No funds were disbursed to contractor. \$58,800.00

Moloka'i Habitat for Humanity (PY2)

To assist 3 families build their homes. To date, 3 homes have been completed and 3 families assisted. Contract remains open due to tax clearance requirement for final payment. Expect to close by July 2008. \$46,900.00

Moloka'i Habitat for Humanity (PY4)

To assist 3 low income families build their homes. To date, 3 families have been selected, one home is under construction and one home is in the process of completing the Environmental Review. \$74,400.00

Nānākuli Housing Corporation

1) To create and operate a self-help home repair program, teaching families how to make minor repairs and to maintain their homes. To date, 99 families assisted. Project is complete (PY2). \$150,000.00

2) Road to Homeownership—Financial literacy—125 individuals attended classes representing 50 families. Project is complete (PY3). \$154,968.00

3) To provide mobile home repair instruction for 20 NAHASDA eligible families. To date, 22 families assisted of which 20 completed their needed repairs. Project is complete (PY4). \$137,459.00

Waimānalo Hawaiian Homestead Association (PY2 & PY3)

To install fencing, security lights and parking lot for community facility. The project is not progressing with final phase, lighting. \$ 61,200.00

Sub Total \$2,992,472.00

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 active between July 1, 2007 and June 30, 2008:

East Kapolei 1 (O'ahu)	Mass grading	\$1,484,000.00
80 NAHASDA Lots	Water reservoir	\$2,560,000.00
Kekaha Res. Lots (Kaua'i)		
22 NAHASDA Lots	Infrastructure	\$1,848,700.00
Kumuhau & Kaka'ina		
20 NAHASDA Lots	Site Work	\$1,180,000.00
La'i 'Ōpua Villages 4 & 5	Water Master Plan	\$59,500.00
72 NAHASDA Lots	Plant Mitigation & Road Work	\$624,000.00
	Mass grading	\$2,921,500.00
Lālāmilo Res. Lots Ph. 1 (Hawai'i)		
12 NAHASDA Lots		\$2,000,000.00
Pi'ilani Mai Ke Kai (Anahola, Kaua'i)		
45 NAHASDA Lots		
		\$2,023,685.00
	Sub Total	\$14,701,385.00
	<u>TOTAL:</u>	<u>\$17,693,857.00</u>

Monitoring site visits were conducted for the following subrecipients during FY 07-08:

Honolulu Habitat for Humanity - PY2 & PY3

Date of Visit:	<u>10/10/2007</u>
<u>Items Reviewed</u>	<u>Status</u>
Financial	No Deficiencies Identified.
Personnel	No Deficiencies Identified.
Procurement	No Deficiencies Identified.
Property	No Deficiencies Identified.
Program	Honolulu Habitat for Humanity's activities reflect those stated in the proposal. Honolulu Habitat for Humanity is geared to serve families that are typically 50% or below area median income. Their files reflect tax returns, 2 periods of pay stubs and all other sources of household income. Threshold comparisons between AMI and household income is also documented in the file. The original proposal included 4 positions to include the ED (Anne Marie Beck), Volunteer Coordinator, Office Manager (Kris Esposito), and Project Manager. Since inception, the organization lost both the Volunteer Coordinator and the Project Manager positions that the board decided not to fill. The responsibilities of the Volunteer Coordinator has been absorbed by the Office Manager and the Project Manager position is now contracted out per home (s). The two key staff, Anne Marie Beck and Kris Esposito, have a clear understanding of the project. Based on a revised schedule and reduced number of homes to complete, Honolulu Habitat for Humanity is on

schedule for completing at least 4 of the remaining 5 homes. They currently have three families identified and a fourth family pending board approval. The fifth and final family has not yet been identified.

Waimānalo Community Center - PY2 & PY3

Date of Visit: 1/28/2008

<u>Items Reviewed</u>	<u>Status</u>	
Financial	Documentation not available for review.	<i>Note: Final deadline for submission of review items, along with lighting estimate and time frame is August, 31, 2008. If not received by this date, balance of contract will be canceled.</i>
Personnel	Documentation not available for review.	
Procurement	Documentation not available for review.	
Property	Documentation not available for review.	
Program	This model activity is 90% complete and is pending installation of lighting for their community center's parking area as a safety feature. Board members are volunteers and coordination for viewing of required files has not proven successful to date. Final deadline for submission of required documentation is August 31, 2008. If not received, balance of contract will be canceled.	

Alu Like - Lāna'i IDA - PY2 & PY3

Date of Visit: 10/22/07 & 10/23/07

<u>Items Reviewed</u>	<u>Status</u>
Financial	No Deficiencies Identified.
Personnel	No Deficiencies Identified.
Procurement	No Deficiencies Identified.
Property	No Deficiencies Identified.
	Discussed process used to manage accounts and to verify income.
Program	Reviewed all files and did site visitation to determine status of house construction. Delays in awarding matching funds is based on current economic conditions on Lāna'i and construction delays for the DHHL lots due to bankruptcy of Menehune Development Co/Fredco.

Habitat for Humanity Maui (Waiehu Kou IV) - PY4

Date of Visit: 7/18/2008

<u>Items Reviewed</u>	<u>Status</u>
Financial	No Deficiencies Identified.
Personnel	No Deficiencies Identified.
Procurement	No Deficiencies Identified.
Property	No Deficiencies Identified.
Program	House construction for 12 homes is on schedule and targeted to be completed by end of 2008. Review of files indicated that documentation was current and included a record of sweat equity, credit counseling class attendance, down payment and sweat equity agreement signed by partner family, permits as necessary and individual data. Further review of individual data indicated that total household income and size was verified as documented by pay stubs and tax returns.

Recommended that the actual HUD income thresholds utilized to determine family eligibility be included in each file.

Hawai'i Community Assets – DPA – PY2 & PY3

Date of Visit:	2/6/2008
<u>Items Reviewed</u>	<u>Status</u>
Financial	Recommended that comparisons be made between budgeted and actual expenditures.
Personnel	No Deficiencies Identified.
Procurement	HCA's current policy manual does not address standards of conduct. Although a previous site visit in 2005 and follow up correspondence with the Executive Director at the time, Jim Wagele, indicated that this was addressed, no documentation can be located to substantiate this. Michelle Kauhane, existing Executive Director, updated this policy manual by June 30, 2008 and provided DHHL with a copy.
Property	No Deficiencies Identified.
Program	Grant was awarded in January 2005 and was intended for Waiehu Kou 3. Initial challenges included availability of additional resources for targeted families to close their home loans (i.e., AHP IDAs) leaving excess funds and no families in need. Grant was expanded to all of Maui County and remains need based. Project files included documentation of intake assessment, tax returns, W-2s, notarized letters explaining any unusual circumstance, etc., and is reflective of the intended target population (80% or below median income levels). Since grant was awarded in 2005, all key staff have transitioned. Original ED (Jim Wagele) was replaced by Michelle Kauhane, their Director of Community Services (Blossom Feiteria) was replaced by Pono Filimoe'atu (previously a program assistant), and their case manager (Patience Kahula) is no longer there. Their existing referrals come from USDA, HCL loan officers, or other banks (i.e. ASB or Home Street). Their existing process includes acceptance of application, review of lender's summary, & re-verification of eligibility by the Director of Community Services. Final approval and request of funds from DHHL is done by the Executive Director. Staff demonstrate adequate knowledge and understanding about the program.

Hawai'i Community Development Board (Replacement Homes) – PY2 & PY3

Date of Visit:	2/21/2008
<u>Items Reviewed</u>	<u>Status</u>
Financial	Recommended that comparisons be made between budgeted and actual expenditures.
Personnel	Recommended that independent contractor agreement be kept on file for key staff. Submitted copy for our records on March 19, 2008.
Procurement	Current policy manual does not address standards of conduct. Recommended that this be added to the manual.
Property	No Deficiencies Identified.
Program	This project is to provide 25 replacement homes for families at or below 80% area median income that have substandard housing. The program began in 2004 and, as of the site visit, 10 homes were completed. An extension was approved thru December 31, 2008. Files included documentation on initial assessment of housing condition and documentation of substandard conditions, family composition, estimated and actual income based on W2s and pay stubs, comparison of annual income to income thresholds, participant agreements, construction

contracts, ERR, and Homebuyer Training Certificates of Completion. Although extended, the project is still delayed. Major challenges are 1) identification of eligible families, 2) credit issues of eligible families- this results in intensive outreach and counseling, and 3) families that are eligible are faced with barriers that often stem from the multigenerational nature of the family composition, limited educational levels, unemployment and underemployment, limited income and often times, health issues that act as barriers to successful participation in the program. In general, although the program is needed, it is labor intensive, time consuming, and families often drop out even after significant outreach and counseling have been provided. There have been several participants that have passed away after outreach was initiated.

Council for Native Hawaiian Advancement - Homestead Individual Development Accounts (HIDA) - PY4

Date of Visit: 6/24/2008	
<u>Items Reviewed</u>	<u>Status</u>
Financial	No Deficiencies Identified.
Personnel	No Deficiencies Identified.
Procurement	No Deficiencies Identified.
Property	No Deficiencies Identified.
Program	The HIDA program is a matched savings program. The files reviewed reflected the appropriate client population to be served including pay stubs, tax returns, and income thresholds utilized to make the determination that a family was eligible. Previous status reports indicated that several participants were not consistently making regular monthly deposits. In reviewing the files, 3 of 5 files did not reflect regular monthly savings deposits, nor did they reflect appropriate correspondence or contact with the families in this regard. The files reviewed were not consistently updated. CNHA advised that since their intent was to transition program administration to Hawaiian Community Assets (HCA) the required documentation may be currently housed with HCA. After follow up with HCA, it was determined that documentation was not present due to a workload/staffing issue. CNHA subsequently outlined a plan of action to address this issue.

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.

Two DHHL staff members completed requirements of Management Concepts' Grants Management Certificate Program for the Recipient and Pass-Through Tracks and the third NAHASDA staff is in the process of completing both of the aforementioned training tracks. The four NAHASDA staff, as well as other DHHL staff, have completed the HUD sponsored Environmental Review Training, Davis Bacon Training, and Self Monitoring Training.

As a part of the DHHL's self monitoring plan, the DHHL is either doing or considering the following:

1. Insurance for all NAHASDA assisted units – may be monitored and tracked by the NAHASDA Loan Specialist. Work load of the NAHASDA Loan Specialist must be assessed to ensure that this option is feasible and/or if additional staff will be required.
2. Labor Standards Compliance – the DHHL currently has a Labor Standards Specialist that reviews all NAHASDA projects, as applicable. An assessment to determine the percentage of time that this position allocates to NAHASDA related issues must be conducted. Additional staff may be required.
3. Environmental Review Records for NAHASDA projects – are currently reviewed by the NAHASDA planner and may be spot checked by the NAHASDA accountant and the NAHASDA Loan Specialist. Again, an assessment of work load must be conducted to determine the feasibility of the current staff completing this task or if there is a need for additional staff.
4. Procurement - All procurement of services and goods are guided by the Hawai'i Public Procurement Code, Hawai'i Revised Statutes (HRS), Chapters 103D and 103F, in addition to 24 CFR Part 85.36. 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.
5. Subrecipient Monitoring - will continue to be conducted by the NAHASDA Planner and the NAHASDA Accountant.
6. Useful Life Tracking – will be conducted by the NAHASDA Planner. During FY 07-08 an initial data base was established to log all NAHASDA assisted lots. As new NAHASDA lots are developed, tracking requirements will grow and surpass the capacity of existing staff.

The primary challenge with tracking the above named elements is that the current system that the DHHL uses for lease recordation and/or lessee tracking is not sufficient for the multiple tracking needs that NAHASDA requires. It is anticipated that funds will be required to help address the NAHASDA tracking requirements that are in excess of the current DHHL system needs/capacity levels in addition to the staffing needs noted above. This will require an increase from the 5% that is currently allowed for administrative purposes, ideally with flexibility to go up to the 20% threshold that is normally allowed for other NAHASDA block grants.

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 Lili'uokalani Children's Center – comment received in support of APR
 - d. Kamehameha Schools
 - e. Bernice Pauahi Bishop Museum
 - f. Lunalilo Home
 - g. Queen Emma Foundation
 - h. Papa Ola Lōkahi
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. Wayde Oshiro, HOME Program Coordinator, County of Maui
 - e. Edwin Taira, Housing Administrator, County of Hawai'i
 - f. Kenneth Rainforth, Executive on Housing, County of Kaua'i
 - g. Janice Takahashi, Chief Planner, Hawai'i Housing and Finance Development Corporation (HHFDC)
 - h. Karen Seddon, Executive Director, HHFDC
 - i. Gail Kaito, Department of Community Services, C&C of Honolulu
 - j. Gary Iwai, Division Chief, Community Assistance Division, City & County of Honolulu
3. Hui Kāko'o 'Āina Ho'opulapula, Board of Directors (Applicant Organization)
4. Hawaiian Homestead Associations
 - a. Aboriginal Native Hawaiian Association
 - b. Aged Hawaiians
 - c. Anahola Hawaiian Homes Association (SCHHA)
 - d. Anahola Hawaiian Lands Farms Association (SCHHA)
 - e. Anahola Homestead Native Hawaiian Association
 - f. Ha'ola Inc.
 - g. Ho'olehua Homestead Agricultural Association (SCHHA)
 - h. Ho'olehua Homestead Association (SCHHA)
 - i. Hui Ho'omau o Keaukaha Pana'ewa
 - j. Ka 'Ohana O Kahikinui, Inc. (SCHHA)
 - k. Kailapa Community Association
 - l. Kalalea Farmers Association
 - m. Kalama'ula Hawaiian Homestead Association

- n. Kalama'ula Mauka Homestead Association (SCHHA)
 - o. Kalāwahine Streamside Association (SCHHA)
 - p. Kamiloloa-One Ali'i Homesteaders Association (SCHHA)
 - q. Kaniohale at the Villages of La'I 'Ōpua Association
 - r. Kapa'akea Homesteaders Association (SCHHA)
 - s. Kawaihae Puaka'ilima Community Association
 - t. Keaukaha Community Association
 - u. Keaukaha-Pana'ewa Farmers Association
 - v. Kekaha Hawaiian Home Mutual Self-Help Project
 - w. Kekaha Hawaiian Homesteaders Association (SCHHA)
 - x. Keōkea Hawaiian Homes Farmers Association (SCHHA)
 - y. Kewalo Hawaiian Homestead Community Association (SCHHA)
 - z. Maku'u Farmers Association
 - aa. Maluohai Residents Association
 - bb. Moloka'i Homestead Farmers Alliance
 - cc. Nānākuli Hawaiian Homestead Community Association (SCHHA)
 - dd. Pana'ewa Hawaiian Home Lands Community Association (SCHHA)
 - ee. Papakōlea Community Association (SCHHA)
 - ff. Paukukalo Hawaiian Homestead Community Association, Inc. (SCHHA)
 - gg. Princess Kahanu Estates Hawaiian Homes Association
 - hh. Sovereign Council of Hawaiian Homestead Assembly (Board Members)
 - ii. Villages of Leiali'i Association
 - jj. Wai'anae Kai Homestead Association (SCHHA)
 - kk. Wai'anae Valley Homestead Community Association (SCHHA)
 - ll. Waiehu Kou Community Homestead Association (SCHHA)
 - mm. Waiehu Kou IV Homeowners Association
 - nn. Waiehu Kou Residence Lots, Phase 2 Association (SCHHA)
 - oo. Waiehu Kou Residence Lots, Phase 3 Association (SCHHA)
 - pp. Waimānalo Hawaiian Homes Association – comment received in support of APR and of how organizations funded through the NHHBG benefits community members
 - qq. Waimea Hawaiian Homesteaders Association, Inc. (SCHHA)
 - rr. Waiohuli Hawaiian Homesteaders, Inc.
5. Hawaiian Homes Commissioners
6. Department of Hawaiian Home Lands Administrators
- a. Micah A. Kane, Chairman, Hawaiian Homes Commission
 - b. Kaulana H. Park, Deputy to the Chairman
 - c. Robert J. Hall, 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

- I. Larry Sumida, Land Development Division Administrator
- m. Sandy Asato, Planning and Development Coordinator, NAHASDA

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE ---NATIVE HAWAIIAN HOUSING					PROGRAM YEAR 2	
PLAN/NAHASDA FY '03-'04 03NHGH1001						
	DESCRIPTION	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. 03NHGH1001						
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 residential subdivision to serve at least 40 eligible families.	\$ 2,000,000.00	Lalamilo Residential Lots Project, Phase I (37 lots)--Infrastructure construction--12 lots reserved for NAHASDA eligible familiesTotal project cost was \$6,953,595 (\$4,953,595 is trust funds)	FY 06-07 \$2M of NAHASDA funds expended. Utilities installed, road paving completed. Remaining work--channelized intersection--pre-cast concrete culvert for entrance to subdivision--plans being reviewed by DOT. FY 07-08 - project consists of two subdivisions, one has 20 homes and the other has 17 homes. Construction was scheduled to begin in early 09, however, in December 2007, contractor (Menehune) went bankrupt and house construction can not begin until new contractor is procured. 7/15/08 - DHHL received an exemption to use existing site contractor (Willcox) in lieu of RFP process. Contract is executed but work has not started. Remaining infrastructure work expected to begin by Aug and run thru March 09.		
		\$ -	Supplemental Contract to Menehune Development to provide technical assistance to 6 self-help families.	FY 06-07 - As of June 30, 2007, construction has not started on self-help houses. FY 07-08 - NAHASDA portion of funds was drawn down inadvertently and replaced with Trust funds. Since contractor (Menehune) went bankrupt in December 2007, house construction has not begun. DHHL still plans to do self help and will get RFP for new contractor out by Aug. Future reporting will be in FY04.		
			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	Kaupea (Kapolei Village 8) (326 lots)--Infrastructure construction--approx. 24% to NAHASDA eligible families (75). Total cost of project is \$21M.	FY 06-07 - All NHHBG funds expended for infrastructure; 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. FY 07-08 - Amount reflected includes \$73.59 late payment fee. All homes completed. NAHASDA eligible families total 75 of which 72 received DPA and 3 were qualified through RD (transfers) and did not receive DPA because original lessee was not NAHASDA eligible. COMPLETED 75 NAHASDA homes in FY 07-08. Project is COMPLETE.		
			Nanakuli 5-3 (Ulei Loop)--18-20 lots--Infrastructure construction. Approx. \$1.5M	Will not use NHHBG funds for this project.		
		\$ 1,073,706.30	Laiopua Villages 4 & 5 mass grading (\$2,655,000) for 72 NAHASDA homes (358 total)	Amount reflected here is balance of contract #56362-02 to CTS Earthmoving for mass grading. Total is split as follows: \$1,073,706.30 in PY2, \$904,459.94 in PY 3, and \$676,023.83 in PY4. Supplemental contracts are reflected separately. FY 07-08 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. Awarded Mass Grading Contract in Aug 07. 85% complete and expect Village 5 to be done by Sept 08 and Village 4 to be done by Dec 08.		

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE ---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001				PROGRAM YEAR 2	
	DESCRIPTION	EXPENDED	PROJECT/PROGRAM	STATUS	
		\$ 147,813.00	Laiopua - Keanalehu Drive Extension (Plant Mitigation & Road Work) - CTS Earth Moving	Total Contract is for \$2,765,611 and NAHASDA portion is \$624,000, split between PY2 (\$147,813) and PY3 (\$476,187). FY 07-08 Contract Awarded in March 08, plant mitigation began in April 08 and Road Work began in June 08. 15% complete and expected to be complete by Oct/Nov 08.	
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.	\$ 110,660.00	Panaewa Res Lots, Unit 6, 13 self-help houses. (HICDC)	FY 06-07 - 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. 7/6/07 LDD closed contract and cancelled \$65,300 of contract as not needed (instead of 20 families only 13 constructed homes due to lack of qualified eligible applicants). Original Amount \$175,960. - project is COMPLETE	
		\$ 33,818.40	Habitat for Humanity Maui Subrecipient - Infrastructure on three lots in Waiohuli Maui	In PY1 utilized \$94,078.83 of \$130,000. Balance expended from PY 2 funds. FY 06-07 - 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. FY07-08 - COMPLETED remaining home. Project is COMPLETE.	
		\$ 17,135.10	Habitat for Humanity Maui Subrecipient - 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 Maielua. Kipapa, Crawford and Pali are more than 50% complete. All homes will be completed by September 2007. FY 07-08 Habitat utilizing other funds for admin expenses to complete the houses. Completed 4 homes: Davidson dedicated 8/10/07, Pali dedicated on 10/15/07, Crawford dedicated in 12/28/07, and Kipapa dedicated on 4/5/08. Project is COMPLETE.	
		\$ 23,661.50	Honolulu Habitat for Humanity Subrecipient - Rebuilding homes on Oahu	FY 06-07 Kamaioipili house completed. Habitat planned to start another house; however did not complete the Stat. Worksheet; therefore, used other funding. FY 07-08 - 4 families selected - Toth, Galarde, Silva, and Hao. One home completed (Toth). Galarde in construction, Silva ground breaking expected in Aug 08, Hao ground breaking expected in Oct 08. Balance of \$212,953.50 transferred to PY3. See PY3 for future updates.	
		\$ 44,400.98	Molokai Habitat for Humanity Subrecipient - Building at least 3 houses.	FY 06-07 Damien Garces' home completed. Nakihei home almost completed. ERR received for Haliniak--Buildathon planned for July. FY 07-08 - completed 2 homes, Nakihei and Haliniak. Balance of \$2,499.02 transferred to PY3.	
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	\$ 15,000.00	ALU LIKE, Inc. Subrecipient - Lanai IDA	FY 06-07 There are 13 families enrolled. Five requests for matching funds were processed (L. Mano, R. Alonzo, C. Zablan, G. Hera, E. Kekiwai). Four have withdrawn (Basques, Kahihikolo, Kaukeano, and Paoa) and 4 accounts (Benanua E., Benanua P., Kahohalahala, Kanno) are still open. ALU LIKE will continue recruitment. Of the 5 families assisted, houses not complete. FY07-08 The 5 participants that were assisted began construction, however, 4 of the 5 had construction contracts with Fredco and have been adversely impacted by their bankruptcy. Of the 4 with Fredco contracts, 1 home needs to be demolished (Mano), 2 homes may need to be demolished (Alonzo & Hera), and construction was not started on the last home (Kekiwai). The one home that was not with Fredco (Zablan) is still waiting for USDA to find an approved contractor. Of the 4 open accounts, 3 met their savings goals (Kahohalahala, Kanno, P. Benanua) and are awaiting loan approval or contractor selection. The last (E. Benanua) has to re start due to hard ship. No additional funds disbursed. Recruitment has been difficult due to harsh economic times on Moloka	
		\$ 117,240.44	Hawaiian Community Assets Subrecipient - Downpayment Assistance Program for (DPA) Maui County	FY 05-06 - 6 lessees assisted (Huihui, Tavares, Hanaika, Keahi, Rivera, Nihoa). FY 06-07 - 10 assisted: 7 Lanai lessees were assisted--L. Mano, Kekiwai, Zablan, Hera, Russi, Batoon, K. Mano; however, houses are not completed AND 3 lessees in Leialii --Nakihei, M. AhHee, N. AhHee-- moved into homes. FY07-08 - 6 assisted: 2 in Leialii - Haia and I'i have moved in AND 4 assisted in WK4 - Dela Cruz, Kauhola, Kamau and Keahi. The final 2 program participants Kalehuawehe and Kahananui, are pending closing dates. Balance of \$62,759.56 transferred to PY3. See PY3 for future updates.	
		\$ -	Kapolei Village 8 -- \$630,000	Using PY 1 funds, returned from Panaewa 6--this activity moved to PY1 status sheet.	

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE ---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001				PROGRAM YEAR 2	
	DESCRIPTION	EXPENDED	PROJECT/PROGRAM	STATUS	
		\$ 296,919.14	Loans Branch - RD Leveraged Loans	Leverage loans with RD to provide funding for low income families. FY 05-06 processed 4 loans for Armitage, Kauhaahaa, Garner, Gilbert. FY 06-07 processed 1 loan for Duarte FY 07-08 - processed 8 loans, 7 in Kalamaula; Crivello, Domingo, Kailikane, Keouloa, Lin Kee, Tamoria, Wright; and 1 in Kaupae'a: Akana. TOTAL 12	
		\$ 77,100.00	HCDB Subrecipient - 25 replacement homes on Oahu	FY 05-06 reported in PY 1 utilized \$131,800 of \$393,750 subrecipient agreement amount - 3 houses were completed by 6/30/06. FY 06-07 - 4 houses completed (Kayatani, Kaolulo, Kahai, Tabali) as of 6/30/07 and 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. FY 07-08 5 additional homes completed (Adams (Alberto), Kaaihue, Kaneakua, Machado, & Salis), 3 families (Davis, Lopes & Kamealoha) have begun construction, 6 families are working toward loan pre-qualification, 2 new families deemed eligible (Rule, Kamae) and 2 families yet to be identified. Cumulative completed to date = 12 homes. Balance of \$184,850 transferred to PY3. See future updates in PY3	
		\$ -	HCDB Subrecipient - TA for 25 replacement homes	12/28/07 - Supplemental agreement for administrative costs through completion of 25 homes in effect as of Nov 2007. Entire amount of \$24,000 transferred to PY3. See future updates in PY3	
		\$ 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	
		\$ 385,520.00	Kekaha Interim Construction Loans	FY 07-08 - 4 loans - Taniguchi, Shintani, Kahale, Huihui @ \$96,380 each. Balance of interim construction loans are taken from PY3 funds.	
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.		NA	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.	\$ 11,372.36	County of Hawaii--Dawnelle Forsythe--Subrecipient	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. FY 06-07 Hawaii County received and processed 10 applications, inspected 9 houses and being began rehabilitating one homes (Original). FY 07-08 - Hawaii County received and processed 9 new applications, inspected 5 homes and completed 3 homes (Original Borges, Pauline). 4/1/08 - Balance of \$38,627.64 to PY 3.	
		\$ 6,225.00	C&C of Honolulu--Dan Tully--Subrecipient	FY 05-06 two loans approved. 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, Ramsever) FY 07-08 - Processed 7 applications and did 7 home inspections, 1 loan approved (Kawakami @ 3%), 2 submitted to DHHL in July 08 and 4 are awaiting response from client. Balance of \$43,775 to PY3	
TASK NO. 2	Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.	\$ -	C&C of Honolulu--Dan Tully--Subrecipient - PO for 0% loans/subsidies	12/28/07- Beers (0%) & Wright (0%) done previous to initiation of PO. Beers taken from PY2 funds (see below) Wright taken from PY3 funds. No additional funds expended to date. Entire \$500,000 PO transferred to PY 3	

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE ---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGH001				PROGRAM YEAR 2	
	DESCRIPTION	EXPENDED	PROJECT/PROGRAM	STATUS	
		\$ 145,000.00	C&C of Honolulu - 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 (0%), but drawn in FY 06-07. In FY 06-07, loans for Kahoonai, Ramseyer (3%) 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 (0%) loan used PY 3 funds. FY 07-08 - Eva Kahoonai decided to cancel because of length of time taken for her to secure a contractor, Kawakami (\$46,000 @ 3%) processed. NOTE: \$500,000 listed above is specific to 0% loans/subsidy and initiated AFTER Beers & Wright were processed.	
		\$ 110,630.32	County of Hawaii--Dawnelle Forsythe--Subrecipient - Island Title Corp. (\$500,000)	0% Rehab loan subsidy. (\$25,000 Original; \$50,000 Pauline, \$35,630.32 Borges). 1/14/08 - of the total \$500,000 PO, \$12,800 was moved to PY3 to process additional loan for Borges in the amount of \$12,800. Funds in PY2 were insufficient to cover entire amount. Balance of \$376,569.68 transferred to PY3	
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	Nanakuli Housing Corporation Subrecipient - Self-help repair program for small home repairs.	99 individuals participated in the workshops FY 05-06. Final report received, total families served = 20. Total home repairs completed = 16. 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.	\$ 48,898.91	Waimanalo Hawaiian Homestead Association Subrecipient - Install fencing, security lights, parking lot for community center	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. FY 07-08 No significant activity during this fiscal year. WHHA still awaiting lighting estimate that is within their budget. Recommendation to close balance of contract and have WHHA submit for new grant for the lighting or other safety needs that Balance of \$12,301.09 to PY 3 Future updates in PY3.	
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.	\$ -	Anahola Hawaiian Homestead Association Subrecipient	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	Papakolea Community Center Subrecipient	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 Kaka'o to become active partners in resolving housing and community development issues within their communities.				

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE ---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGH1001				PROGRAM YEAR 2	
TASK	DESCRIPTION	EXPENDED	PROJECT/PROGRAM	STATUS	
	Provide technical assistance to community-based organizations located on Hawaiian homelands, 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	Council for Native Hawaiian Advancement-- Contractor	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 Piipihonua, 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.	\$ 60,784.29	Hawaiian Community Assets Subrecipient - Maui County (Literacy)	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. FY 07-08 - a total of 199 individuals enrolled in the program, 164 received counseling (either HOT and Counseling or Counseling only) and 116 received HOT (either HOT only or Counseling and HOT). Note: not all families enrolled in HOT received Counseling. Additionally, of those receiving services, 58 families were pre-qualified and 46 purchased or built a home. Projected COMPLETED.	
			Hawaiian Community Assets Subrecipient	2nd year funding for homeownership classes--pending \$559,800. Based on slow progress of first year grant, requested HCA withdraw request for these funds. Request to withdraw proposal received in 4-07.	
		\$ 2,637.33	Consuelo Alger Foundation	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. Balance of \$2637.33 expended from PY 2 funds. Fourteen houses in Phase 1 and 18 houses in Phase 2 completed.	
		\$ 3,370.84	Waianae Valley Project (32 units)--Assistance to families in qualifying for mortgages.	FY 06-07 - 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 completed. FY 07-07 Additional class held but few families attended. Balance of \$6,629.16 transferred to PY3 COMPLETED	
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.	\$ 381,555.21		Administration	

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE ---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '03-'04 03NHGHI001					PROGRAM YEAR 2	
	DESCRIPTION	EXPENDED	PROJECT/PROGRAM	STATUS		
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.	Guidelines completed. All forms finalized.		
TOTAL		\$	9,751,556.67			

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---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). Includes original contract of \$1.6M plus 2 amendments of \$108,383.25 and \$136,149.46; Self help accounts for 19 of the 22 NAHASDA homes.
				Waiohuli/Keokea Phase 1 Maui \$4M budgeted	Project deleted because ERR for Phase 1 not completed before contracting. Tust funds used for project.
		\$ 1,974,435.47	\$ 1,974,435.47	Anahola Residence Lots, Unit 6 (P'ilani Mai Ke Kai) 180 lots total -- 45 NAHASDA. Akinaka & Assoc.	(\$1,974,435.47 amount includes late payment fee of \$212.22) FY 06-07 Delta Construction--grading, road construction, electrical, drainage, dry sewer lines. Notice to Proceed given 9/20/06. FY 07-08 Final subdivision approval received in April 2008. Went out to bid for construction contract but came in high. Will go out again in Sept 2008. Expect to do lot selection in Jan 09 and begin house construction by March 09.
		\$ 49,250.00	\$ 49,250.00	Site Construction for Anahola Residence Lots, Unit 6 (P'ilani Mai Ke Kai) 180 lots total -- 45 NAHASDA/Akinaka & Assoc. (sub Geolabs)	FY 07-08 Technical service to observe site grading, provide field compaction tests, soil tests, lab tests, etc. Expected to be completed by Sept 08.
		\$ 904,459.94	\$ 904,459.94	Mass grading of Laopua \$2,655,000 (Total is split as follows: \$1,073,706.30 in PY2, \$904,459.94 in PY 3, and \$676,833.76 in PY4) CTS Earth Moving	FY 07-08 Reported in PY2
		\$ 476,187.00	\$ 17,950.60	Laopua - Keanalehu Drive Extension (Plant Mitigation & Road Work) CTS Earth Moving	Total Contract is for \$2,765,611 and NAHASDA portion is \$624,000, split between PY2 (\$147,813) and PY3 (\$476,187). Reported in PY2.
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

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '04-'05					PROGRAM YEAR 3	
04NH4HI0001		FUNDS OBLIG.		EXPENDED	PROJECT/PROGRAM	STATUS
DESCRIPTION						
		\$ 160,014.63	\$ 133,014.63		Hawaii Island Community Development Corporation (HICDC) Kekaha Self-Help	(Amount reflected includes lat fee of \$14.63) FY 06-07 Contract dated 10/2/06 for Technical assistance covering homeownership, financial counseling, assistance with funding resources for interim and permanent financing. FY 07-08 Worked with families to package the loans and will update prior to conversion from interim construction to permanent loans.
		\$ 276,000.00	\$ 276,000.00		Kikiaola Construction Co. Kekaha Self-Help (20 units)	FY 06-07 Contract to provide project manager, temporary utilities, training of participants in safety and construction, oversight during construction. Construction began in June 07 - all but 3 have wall frames up, roof frames next. Scheduled to be done construction by year end. FY 07-08 Construction moved slower than expected. By the end of fiscal year, 19 homes were in final stages of construction. Dedication ceremony and move in is scheduled for July 08 and will report completed homes in the next fiscal year. 1 family dropped out and the lot will be reawarded to a NAHASDA eligible family.
		\$ 110,447.26	\$ 76,527.26		Kikiaola Construction Co. Kekaha Self-Help (Supplemental Agreement for additional TA)	FY 07-08 Contract effective December 2007. Budgeted \$140K, Actual contract for \$110,360. Expended amount includes late payment of \$87.26. Assisted 19 families with TA portion of self-help agreement.
		\$ 58,800.00	\$ -		Menehune Development Lalamilo Self-Help \$58,800 (7 units)	FY 06-07 NOIIRF published 4/20/06. HUD approval for Release of Funds received on 5/23/06. NO HOUSE STARTS. FY 07-08 Final subdivision approved and all lots have TMKs, however, contractor filed bankruptcy in late 2007. DHHL will publish RFP to procure new self-help provider and cancel this contract. NO HOUSE STARTS.
					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.	\$ 353,000.00	\$ 353,000.00		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. FY 07-08 assisted 19 families with subsidies to reduce cost of homes, one dropped out (Niau).
		\$ 1,320,700.00	\$ 1,320,700.00		Kekaha Interim Construction Loans	FY 06-07 House construction began. FY 07-08 House construction near completion. Dedication and move in scheduled for July 08.
		\$ 2,100,000.00	\$ 1,890,000.00		Kaupea--Kapolei Village 8--\$2.1M for \$35,000 subsidy for 60 families	HHC approved subsidy (\$35,000 each) for the 60 homes reserved for NAHASDA eligible families. FY 06-07, houses still under construction and 0 families receiving grants have moved in. FY 07-08 assisted 57 families, 3 additional families deemed NAHASDA eligible via RD for count purposes, but did not qualify for grant because original lessee was not eligible. All families moved in.

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '04-'05 04NH4HI0001					PROGRAM YEAR 3	
	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS	
		\$ 62,759.56	\$ 30,000.00	Hawaiian Community Assets Subrecipient - Downpayment Assistance Program for (DPA) Maui County	Spent \$117,240.44 in PY2. Balance of \$62,759.56 transferred to PY3 as of 4/1/08. No additional information to report.	
		\$ 212,953.50	\$ 23,661.50	Honolulu Habitat for Humanity Subrecipient - Rebuilding homes on Oahu (Originally 10, Reduced to 6 - Contract Amount not amended but will be reduced accordingly)	Spent \$23,661.50 in PY2. Balance of contract \$212,953.50 transferred to PY3 as of 4/1/08. No additional information to report.	
		\$ 2,499.02	\$ -	Molokai Habitat for Humanity Subrecipient - Building at least 3 houses.	Spent \$44,400.98 in PY2 and balance of \$2,499.02 transferred to PY3 as of 4/1/08. Tax clearance received as of 7/16/08. Due to time required for tax clearance, HfH Molokai will resubmit final invoice for processing and close out.	
		\$ 30,000.00	\$ -	ALU LIKE, Inc. Subrecipient - Lanai IDA	Spent \$15,000 in PY2 and balance of \$30,000 transferred to PY3 as of 4/1/08. No additional information to report.	
		\$ 184,850.00	\$ 37,600.00	HCDB Subrecipient -25 replacement homes	Spent \$77,100 in PY2, balance of \$184,850 transferred to PY3 as of 4/1/08. No additional information to report.	
		\$ 24,000.00	\$ -	HCDB Subrecipient - TA for 25 replacement homes	Due to high levels of attrition and/or fall out of families after extensive work/effort has been expended by the subrecipient, HCDB, this amendment to the existing agreement is for an additional \$24,000 in administrative expenses to be charged based on benchmarks or phases of completion in working with families, not only for home completion. No funds expended in FY 07-08.	
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.	\$ 38,627.64	\$ 8,331.76	County of Hawaii--Dawnelle Forsythe--Subrecipient - Service Reimbursements for Reduced Interest Rate Rehab Loans	Spent \$11,372.36 in PY2 and transferred \$38,627.64 to PY3 as of 4/1/08. No additional information to report.	
		\$ 43,775.00		C&C of Honolulu--Dan Tully-- Subrecipient - Service Reimbursements for Reduced Interest Rate Rehab Loans	Spent \$6,225.00 in PY2 and transferred \$43,775.00 to PY3 as of 4/1/08. No additional information to report.	
		\$ 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. Environet	FY 06-07 Contract certified by DAGS on 12/8/06. Notice to Proceed given on 12/20/06. 1 family (Kepa) assisted. FY 07-08 No new activity, no new funds expended, no additional families assisted to date.	
TASK NO. 2	Continue providing subsidized loans and/or grant program to assist at least 20 eligible families rehabilitate or expand existing housing units.	\$ 500,000.00	\$ -	C&C of Honolulu--Dan Tully-- Subrecipient - PO for 0% loans/subsidies	Although some loans have been processed for this agreement, none have been processed since the establishment of this PO. Entire amount transferred from PY2 as of 4/1/08. No additional information to report.	

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---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
		\$ 119,201.00	\$ 119,201.00	Loans Branch - RD Participation Loans	FY 07-08 assisted 3 families with RD Participation loans for Lynissa Kealooha \$48,000 (Kaupe'a), Colleen Aiwohi \$48,500 (Kaupe'a) and Janice Aki \$22,701 (WK3).
		\$ 376,569.68	\$ -	County of Hawaii--Dawnelle Forsythe--Subrecipient - Island Title Corp. (\$500,000)	Spent \$110,630.32 in FY2 and \$376,569.68 balance of PO transferred to FY3 as of 4/1/08. No additional information to report.
		\$ 12,800.00	\$ 12,800.00	County of Hawaii--Dawnelle Forsythe--Subrecipient - Island Title Corp. (\$500,000)	FY 07-08 0% Rehab loan subsidy, funds in FY2 were insufficient to cover entire amount of Borges loan. Balance funded from FY3 funds.
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.	\$ 131,079.00	\$ -	Anahola Hawaiian Homestead Association	Renovate units to house police substation and to provide training and resources to lessees FY 06-07 finalized budget for project. Model activity approved on 4/4/07. Subrecipient agreement must be executed. MOVED FROM PY 2 FY 07-08 contract certified and issued NTP on 2/21/08.
OBJECTIVE 2B	Enhance public safety in the homestead communities.	\$ 12,301.09	\$ -	Waimanalo Hawaiian Homestead Association Subrecipient	Install fencing, security lights, parking lot for community center. Spent \$48,898.91 in FY2 and balance of \$12,301.09 transferred to PY3 as of 4/1/08. No additional information to report.
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				

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '04-'05						PROGRAM YEAR 3	
04NH4HI0001							
	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS		
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	\$ 154,968.00	Nanakuli Housing Corporation-- 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. COMPLETED		
GOAL NO. 5	Enhance the capacity to implement NAHASDA and actively seek partnership opportunities w/ non-profit & for-profit housing & housing-related service providers.	\$ 6,629.16	\$ 331.98	Waianae Valley Project (32 units)--Assistance to families in qualifying for mortgages.	Initiated in PY1 and carried over to PY2. The balance of \$6,629.16 was carried over to PY3 however, as of June 30, 2008, only \$331.98 expended and P.O. canceled. Since the families are already living in their homes, there is a lack of leverage for attendance. Additional families in need will be referred to HOAP. COMPLETED		
OBJECTIVE 5A	Provide sufficient administration and organizational capabilities to manage affordable housing programs, properties and assets on HHL.	\$ 418,324.84	\$ 418,324.84				
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. Guidelines Completed.		
	TOTAL	\$12,139,164.50	\$9,778,075.76				

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---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	FY 06-07 Goodfellow - Tentative subdivision approval received 7/21/06. Mass grading NTP awaiting approval of grading plans and NPDES permit. Mass grading is approximately 60% complete. They have tentative subdivision approval. <u>FY 07-08</u> Mass Grading. COMPLETED	
		\$	\$ 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. <u>1/7/08</u> - Mass Grading completed 10/18/07. COMPLETED	
		\$	\$ 2,560,000.00	\$ 2,560,000.00	East Kapolei Off site work (water reservoir, water transmission line, architect, roadway)	<u>FY 07-08</u> Construction for off site utilities (water, sewer, Kapolei parkway extension). Contract to Goodfellow certified by DAGS. Site work is on schedule, about 44% complete and should be done mid 2009.	
		\$	\$ 175,000.00	\$ 175,000.00	East Kapolei II--Planning, surveying and engineering services	<u>FY 06-07</u> Contract certified and issued NTP. <u>FY 07-08</u> Community Planning and Engineering, Inc. doing construction plans for East West road and off site construction. Conveyance Subdivision Tentative Approval received 11/29/07. Consultant preparing East-West Road subdivision application and construction plans. Expects subdivision site work to be developer built and house construction to begin mid to late 09.	
		\$	\$ 677,023.83	\$ 677,023.83	Laipua Villages 4 & 5 mass grading \$2,655,000 (Total is split as follows: \$1,073,706.30 in PY2, \$904,459.94 in PY 3, and \$676,833.76 in PY4)	<u>FY 07-08</u> Reported in PY2.	
		\$	\$ 94,000.00	\$ 94,000.00	Laipua Villages 4 & 5 mass grading	Dec 07 - Supplemental Agreement for CTS Earthmoving for mass grading. Reported in PY2.	
		\$	\$ 84,000.00	\$ 84,000.00	Laipua Villages 4 & 5 mass grading	Jan 08 - Supplemental Agreement #2 for CTS Earthmoving for mass grading. Reported in PY2.	
		\$	\$ 88,500.00	\$	Laipua Villages 4 & 5 mass grading	Jan 08 - Supplemental Agreement #3 for CTS Earthmoving for mass grading. Reported in PY2.	
					Kaupuni Village (FKA:Consuelo) --Waianae 21 residential lots. (\$3.5 M)	MOVED TO 06HBGHI0001	
		\$	\$ 4,183,700.00	\$ 1,318,799.10	East Kapolei I - Infrastructure site work/ road and sewer.	<u>FY 07-08</u> Royal Construction Sitework is 44% complete, should be done late 2009.	
		\$	\$	\$	Technical assistance to 6 self-help families.	Originally in PY2 and moved due to bankruptcy of original contractor (Menhune Development) DHHL still plans to do self help in this project and will get RFP for new contractor out by Aug.	

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '05-'06

05NH4HI0001

PROGRAM YEAR 4

	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS
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	\$ 291,917.24	Habitat for Humanity Maui - Waiehu Kou IV - Self Help (TA for 12 homes)	FY 06-07 Contract Certified in April 07. Family selection completed. Buildathon scheduled for 7/21/07. FY 07-08 construction on all 12 homes begun, foundation complete, 9 homes with frame and roof complete.
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.	\$ 74,400.00	\$ 19,662.55	Molokai Habitat for Humanity - TA for 3 families on Molokai.	FY 07-08 Molokai (\$74,400) approved by the Hawaiian Homes Commission in August. Selected 3 families: Kaopuiki, Duvauchelle, and Burrows. Began construction on Kaopuiki. House purchase, blessing and celebration is scheduled for 7/26/08. Duvauchelle pending ERR approval. Burrows in the permitting stage.
OBJECTIVE 1B	Assist in the preservation and revitalization of existing homes and communities on HHL.			CNHA - HIDA - Matched Savings Program for 30 families (\$280,080 original contract + \$9,900 supplemental agreement)	IDA program for undivided interest lessees in partnerships with HCA. FY 06-07 30 families opened IDA accounts with First Hawaiian Bank. Matching funds will be provided upon opening of escrow. FY 07-08 four families met their savings goals, closed loans. 25 families still working toward savings goals. 1 family dropped out (Mathias).
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 6/30/08. Balance currently in PY3.
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 6/30/08. Balance currently in PY3
		\$ 137,459.00	\$ 137,459.00	Nanakuli Housing Corporation - Mobile Home Repair Program	FY 06-07. 21 families received classroom training. FY 07-08 - 27 home assessments completed, 35 lessees trained (67 including family members), 27 home assessments completed, 22 families entered the program and completed classroom and mobile training, and 20 completed their intended repairs. - 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.				

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '05-'06 05NH4HI0001					PROGRAM YEAR 4	
	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS	
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.					
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.					

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '05-'06 05NH4HI0001						PROGRAM YEAR 4	
	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.	\$ 342,418.32	\$ 342,418.32		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 finalized guidelines for 184A in September 2007.		
TASK NO. 3	Coordinate with local and national lenders to utilize Section 184A on HHL.				ONAP recruiting lenders.		
	TOTAL	\$ 10,372,421.15	\$ 7,099,461.95				

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '06-'07 06HBGHI0001							PROGRAM YEAR 5	
	DESCRIPTION	FUNDS OBLIG.	EXPENDED	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.							
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.	\$ 1,180,000.00	\$ 81,985.85	Kumuhaui and Kaikaina - Elite Pacific Construction (site work) Total project cost \$14.5M for 420-100 lots (NH-HBG \$2.6M or approximately 18% or 24 18 lots)	FY 06-07 Requested Release of Funds on 6/7/07. FY 07-08 Contract Certified for Elite Pacific Construction and site work construction began. Number of homes reduced to 100 (from 120).			
				Kaupuni Village (FKA:Consuelo) --Waianae 21 residential lots. (\$3.5 M)	FY 06-07 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. FY 07-08 Mass grading final inspection completed by City and funded via Trust (Royal). Approximately \$2.1 M of NAHASDA is budgeted for infrastructure and the balance for indirect construction costs. Expect to go to bid for construction contract in Sept/Oct 08.			
		\$ 59,500.00	\$ -	Laipua - Water Master Plan and Village 5 Subdivision - Akinaka & Associates, LTD.	This contract was Awarded in previous fiscal years and funded with Trust funds. Scope included design of Water Master Plan for all of Laipua and construction plans for Village 5. Water Mater Plan was approved by the county in Oct 06. FY 07-08 Supplemental Contract #7 (specific to NAHASDA) was Certified March 2008. Construction plans for Village 5 are expected to be completed by Sept 08.			
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	\$ 8,680.96	Habitat for Humanity Leeward - Construct 4 houses on the Leeward Coast	FY 07-08 proposal submitted and awarded. Contract certified in Nov 07. ERR for Kaheaku and Solomon submitted. Expect the last two families to be selected in July 08.			
		\$ 100,000.00	\$ -	Habitat for Humanity West Hawaii - Kawaihae Home Builds to build 5 homes	FY 07-08 proposal submitted and awarded. Contract certified in May 08. One family selected and began pre-selection phase (working with Housing Branch) to award two vacant lots to eligible families.			
		\$ 40,000.00	\$ -	Honolulu Habitat for Humanity - Construct 2 houses for very-low income families on Lanai	FY 07-08 proposal submitted and awarded. Contract certified in April 08. Two families selected and ERR initiated.			

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '06- '07 06HBGHI0001							PROGRAM YEAR 5	
	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS			
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 Hawaiian families.							
OBJECTIVE 1B	Assist in the preservation and revitalization of existing homes and communities on HHL.							
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.	\$ 253,342.00	\$	Molokai Community Service Council - Hale Hana Hou: Housing Repair Program	FY 07-08 proposal submitted and contract certified in Jan 08. Policies & procedures manual drafted, family identification/selection begun.			
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 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.							
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.							
OBJECTIVE	Equip and empower community organizations to become active partners in resolving hsg. and community development issues within their communities.							

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '06-'07 06HBGHI0001							PROGRAM YEAR 5	
	DESCRIPTION	FUNDS OBLIG.	EXPENDED	PROJECT/PROGRAM	STATUS			
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 qualified supervision.	\$ 267,806.00	\$ 90,477.18	Nanakuli Housing Corporation - Mobile Self-Help Repair Program 40 families	FY 07-08 - proposal submitted and contract certified in Nov 07. 40 families identified and completed cultural orientation. Assessment of home repairs needed and classroom workshops have begun.			
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 native Hawaiian families, especially those who are delinquent on their mortgages or those readying to purchase a home.							
GOAL NO. 5	Enhance the capacity to implement NAHASDA and actively seek partnership opportunities w/ non-profit & for-profit housing & housing-related service providers.	\$ 158,000.00	\$ -	SMS Beneficiary Study	FY 07-08 Total contract is for \$198,000 (\$40,000 from Trust Funds). Last Beneficiary Study was done in 2003. The survey is still heavily geared for HUD type demographic data and includes a small portion of DHHL related questions, thus the supplemental Trust funding. Anticipated completion is April 2009.			
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	\$ 2,138,648.00	\$ 181,143.99					

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '07-'08 #07HBGHI0001					PROGRAM YEAR 6	
	DESCRIPTION	BUDGET	FUNDS OBLIG.	PROJECT/PROGRAM	STATUS	
*Grant amount is \$8,377,770 and budget includes projected program income of \$637,322.00						
GOAL NO. 1	Increase the affordable housing inventory on HHL to meet the increasing or unmet demand for housing by low-income nH families.	\$ 6,700,000.00				
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 30 eligible families.					
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 15 low-income families achieve homeownership.					
OBJECTIVE 1B	Provide direct assistance to potential qualified homeowners through downpayment assistance and/or principal reduction subsidies, low interest rate loans, matching funds for Individual Development Accounts (IDA's), or other means/methods that become available.					
TASK	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 Hawaiian families.					
GOAL NO. 2	Reduce the number of homes in need of repair or replacement that are occupied by low income native Hawaiian families.	\$ 1,146,322.00				
OBJECTIVE 2A	Assist in the preservation and revitalization of existing homes and communities on Hawaiian home lands.					
TASK NO. 1	Continue working with the City and County of Honolulu and the County of Hawai'i to provide lessees assistance with the rehabilitation of existing homes on Hawaiian home lands.					
TASK NO. 2	Provide low-interest or no-interest loans and/or grants to at least 25 eligible families to rehabilitate existing housing units.					
TASK NO. 3	Initiate new partnerships and/or encourage the development of home repair and/or replacement programs for areas not currently being served by existing City and County partnerships.					
GOAL NO. 3	Promote safe communities on Hawaiian home lands through various methods of engaging and supporting communities that express interest and active levels of involvement in their respective communities.	\$ 150,000.00				

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '07-'08 #07HBGHI0001					PROGRAM YEAR 6	
	DESCRIPTION	BUDGET	FUNDS OBLIG.	PROJECT/PROGRAM	STATUS	
OBJECTIVE 3A	Enhance public safety in the homestead communities and support community-based initiatives that encourage safe communities.					
TASK NO. 1	Continue to encourage and assist community and resident organizations to develop projects that address drug abuse, family abuse, community policing and traffic.					
TASK NO. 2	Promote partnerships with existing providers and the police departments within each county.					
OBJECTIVE 3B	Assist homestead communities in assessing the viability of and planning for community centers that will further enhance community safety, homeownership education, and affordable housing activities that will serve applicants and residents of affordable housing.					
TASK NO. 1	Support community initiatives directed at community level enhancements that promote safe communities or supplement other housing related activities.					
TASK NO. 2	Work with self identified communities that indicate an interest in the development of new or renovation of existing community centers to determine if the proposed usage of the center and community composition meets with NAHASDA regulations.					
TASK NO. 3	Refer communities with interest in accessing NAHASDA funds for community centers to appropriate alternative funding sources.					
GOAL NO. 4	Develop educational and training programs to address the housing and community needs for existing or potential beneficiaries on Hawaiian home lands.	\$ 300,000.00				
OBJECTIVE	Encourage the continuing development of and access to educational programs that assist native Hawaiian families with financial literacy and pre- and post-homebuyer education for applicant families, "Undivided Interest" families, or existing lessees, especially those who are delinquent on their mortgages.					
TASK	Continue to contract with private non-profit or for-profit organizations to provide homebuyer counseling services or financial literacy education to native Hawaiian families, which includes DHHL's Home Ownership Assistance Program (HOAP).					
GOAL NO. 5	Encourage self-determination within native Hawaiian communities located on Hawaiian home lands in resolving housing and community development issues.	\$ 300,000.00				
OBJECTIVE	Equip and empower community organizations to become active partners in resolving housing and community development issues within their communities.					

PERFORMANCE OBJECTIVES IMPLEMENTATION GUIDE---NATIVE HAWAIIAN HOUSING PLAN/NAHASDA FY '07-'08 #07HBGHI0001					PROGRAM YEAR 6	
	DESCRIPTION	BUDGET	FUNDS OBLIG.	PROJECT/PROGRAM	STATUS	
TASK NO. 1	Assist community resident organizations to secure the resources necessary to assume greater self-determination (e.g., partnerships, grants, and professional assistance).					
TASK NO. 2	Facilitate the networking of homestead organizations with for-profit or non-profit organizations to collaboratively resolve housing issues.					
GOAL NO. 6	Enhance the capacity of DHHL to implement NAHASDA and actively seek partnership opportunities with non-profit and for-profit housing and housing related service providers.	\$ 418,770.00				
OBJECTIVE 6A	Provide sufficient administration and organizational capabilities to manage affordable housing programs, properties, and assets on Hawaiian home lands.					
TASK	Work with ONAP staff to provide training to Department of Hawaiian Home Lands staff, other government agency staff and non-profit or for-profit organizations on Federal requirements when utilizing Native Hawaiian Housing Block Grant (NHHBG) funds.					
OBJECTIVE 6B	Establish collaborative partnerships to address affordable housing needs.					
TASK NO. 1	Conduct community outreach as needed.					
TASK NO. 2	Engage local lenders to utilize the 184A guaranteed loan as another lending product.					
	TOTAL	\$ 9,015,092.00				