

HAWAII PUBLIC HOUSING AUTHORITY
NOTICE OF MEETING
REGULAR BOARD OF DIRECTORS MEETING
March 26, 2007
8:15 a.m.
1002 N. School Street, Bldg. L
Honolulu, Hawaii 96817

AGENDA

I. CALL TO ORDER / ROLL CALL

II. APPROVAL OF MINUTES

- A. Special Meeting January 26, 2007
- B. Regular Meeting February 15, 2007
- C. Executive Session Meeting, December 21, 2006
- D. Executive Session Meeting, February 15, 2007

III. DISCUSSION AND/OR DECISION MAKING

- A. Decision making: Acceptance of the Audited Financial Statements of the Housing and Community Development Corporation of Hawaii for the Fiscal Year Ended June 30, 2006.
 - 1. Executive Session – The Board of Directors of the Hawaii Public Housing Authority anticipates convening in executive session, pursuant to § 92-5(a)(4), HRS, to consult with the Board's attorney on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and/or liabilities as it relates to this matter.
- B. Decision making: Reappointment of Mr. Douglas Kaya and Mr. Moses S. Lum Hoy to the Oahu Eviction Board for a Two-Year Term Expiring on March 31, 2009.
- C. Decision making: Approval of Preference Amendment for the Federally Assisted Housing Projects Hawaii Administrative Rule (HAR) § 17-2028-35.
- D. **Decision making: Adoption of Revised Utility Allowances for the Federal Low Income Public Housing Program for FY08.**
- E. Discussion: Status of the Executive Director Search.
 - 1. Executive Session – The Board of Directors of the Hawaii Public Housing Authority anticipates convening in executive session to discuss personnel matters, pursuant to § 92-5(a)(2) and 92-5(a)(4), Hawaii Revised Statutes (HRS), as it relates to the hire and evaluation of named candidates for the Executive Director position.

IV. REPORTS

- A. Report of Task Force Committees.
 - Finance
 - Operations
 - Information Technology
 - Personnel
 - Homeless
- B. Report of the Executive Director Program/Project Updates.

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AGENDA Continued

V. EXECUTIVE SESSION

The Board of Directors of the Hawaii Public Housing Authority anticipates convening in executive session, pursuant to § 92-5(a)(4), HRS, to consult with the Board's attorney on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and/or liabilities as it relates to Jade Emory v. HCDCH, Civil No. 05-1-1723-09.

VI. ANNOUNCEMENTS

VII. ADJOURNMENT

If any person requires special needs (i.e. large print, taped materials, sign language interpreter, etc.), please call the Secretary to the Board at (808) 832-3818 by close of business two days prior to meeting date.

HAWAII PUBLIC HOUSING AUTHORITY

MINUTES OF THE SPECIAL MEETING
OF THE HAWAII PUBLIC HOUSING AUTHORITY
HELD AT 1002 N. SCHOOL STREET, BLDG. L
ON FRIDAY, JANUARY 26, 2007,
IN THE CITY AND COUNTY OF HONOLULU, STATE OF HAWAII

The Board of Directors of the Hawaii Public Housing Authority met for a Special Meeting at 1002 N. School Street, on Friday, January 26, 2007 at 10:30 a.m.

The meeting was called to order by the Chairman Charles Sted and, on roll call, those present and absent were as follows:

CALL TO
ORDER/
ROLL CALL

PRESENT: Director Charles A. Sted, Chairman
Director Eric Beaver
Director Carol Ignacio
Director Linda Smith
Director Travis O. Thompson
Director Matilda Yoshioka
Designee Henry Oliva

Patti Miyamoto, Executive Director

EXCUSED: Director Clarissa Hosino

STAFF PRESENT: Deputy Attorney General, Margaret Leong
Pamela Dodson, Executive Assistant
Norman Ho, Property Mgt. & Maint. Svcs. Branch Chief
Dionicia Piiohia, Clerk Typist/OED

OTHERS: William Barton, Recorder
Nhi Tran, Legal Aid Society
John Unruh, Legal Aid Society

Chairman Sted declared a quorum present. He explained that the Board members broke out into task groups before the start of the Special Board meeting. One group worked on the Executive Director search, another to identify what needs to be worked on by the staff with the support of the Board in the area of housing operations, and another group in the area of functions. The Chair said that the groups will give their reports after the first item on the Agenda.

QUORUM

The Chair reviewed in the By-Laws the Hawaii Public Housing Authority (HPHA) mission statement given to the Agency by the Legislature. The statement says that "we are to develop and maintain public housing and ensure that more homeless persons and families are being served and transitioned into permanent housing." Director Smith commented that the words "develop and maintain" in the statement is outdated, because the function as it relates to the U.S. Department of Housing and Urban Development (HUD), is no longer to develop public housing. It is to maintain existing public housing. HUD has made it clear that there shall be no more public housing built in the United States by government agencies

REVIEW
MISSION
STATEMENT
USING U.S.
DEPARTMENT
OF HOUSING
AND URBAN
DEVELOPMENT
(HUD) MISSION
STATEMENT

Designee Oliva added that at a legislative meeting he attended, questions arose about development of affordable housing by the HPHA, so we need to be clear about the message and be vigilant in distributing and disbursing information as to what our new mission is.

Director Smith also added that developing affordable housing is different from developing public housing. The guidance is clear from the federal government, no more public housing.

Director Thompson asked for a source regarding HUD's position on the

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development of public housing, because he thinks that is a widespread misconception at the County and State level and we need to make that very clear.

The Chair asked if Director Beaver's comment on trying to sell the housing stock we currently have is consistent with this mission. Director Beaver responded that maybe it's under the "maintain" language. He expressed concern about the statement "to ensure that they are served and then transitioned into permanent housing." And asked, "How do we transition homeless into permanent housing when we may not have control over all of the resources that are needed?" Director Beaver questioned the broadness of the Mission Statement in our By-Laws.

Director Smith explained that HPHA is part of the housing continuum, starting with the homeless who are on the beach and ending with homeownership. HPHA is responsible for a portion of that continuum and the Hawaii Housing Finance Development Corporation (HHFDC) is responsible for the back portion.

Director Beaver asked if it is the Board's responsibility to see that people are transitioned into permanent housing, as opposed to seeing that the housing is available. Is this Board responsible to facilitate and enable the transition to permanent housing? He stated that it seems like we will need a lot more resources.

The Chair agreed and said that's the purpose of today's meeting, to identify those types of things.

The Chair asked Director Smith, from her statewide view of this field, what she thinks our role is. Director Smith said that her personal view is that HPHA has the lead role because if we don't transition people into housing, then we can't take care of the pipeline of homelessness. She added that there is an increase in the administration's proposed budget for homeless services so service providers can work with individuals and families to move them into housing, hopefully permanent housing.

The Chair stated that we need to clarify what HPHA's role is, what HHFDC's role is, so there are not unrealistic expectations of wanting HPHA to develop housing. Director Smith stated that if we are following the national guideline, we're no longer building public housing. We're encouraging the development of affordable for sale and affordable rental housing.

The Chair stated that when we get to the end of the agenda, there will be new task groups. We're just going to sunset all the existing task groups, form new ones that are in alignment with the needs we're identifying.

Directors Thompson and Beaver suggested a report every month from the Homeless section with information about the homeless population, how many are in shelters, movements into transitional and permanent housing to show the accomplishments. Director Ignacio said that the report can be done with the Homeless Management Inspection System (HMIS), which is updated daily. The providers are required to give the State that information.

The Chair suggested coming back to the detailed level of discussion and work on the priority issues and then talk about how to organize. He stated that this last part may not be done today, but it should be done very soon. Then we come back to how we are going to implement it. That gets down to setting goals, reporting, accountability, what are the consequences of success or failure and so forth.

Director Beaver asked for clarification on the Board's responsibility to ensure that homeless persons and families are being served. The Chair said that HPHA has a broader role, we're the convener of all of the interested parties statewide, and we've got to provide leadership. We've got to look at whether we've got the staffing, the right people to fulfill that role.

Director Smith questioned what the word "serve" really means. She believes it should include resident self-sufficiency.

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Director Yoshioka asked if it is the Board's intent to change the by-laws that the Legislature set for the Agency. She questioned if the Board needs to go back to the Legislature and tell them we want these by-laws changed, because that's not our mission anymore.

Deputy Attorney General Margaret Leong stated that to change the by-laws, the Board has the flexibility to make amendments. She will confirm this after looking at the delegation, statute or resolution that was passed. She will look at the enabling legislation.

Director Beaver stated that the whole program and purpose for being is two-fold. He thought that housing was our primary focus but it's really self-sufficiency, working with the people, giving them the tools they need to become self-sufficient. Housing is almost ancillary. It's there for them to progress in the area of self-sufficiency.

Director Ignacio commented that we have all of these public housing units with families in them and she feels that as an Agency we have not looked at self-sufficiency and economic independence for these families.

Director Smith stated that the agency has two roles. The primary role is as a landlord for 5,363 units. She added that there are some ancillary responsibilities about how we help the people who are in those units. But that's ancillary to the running of a huge housing operation and in addition, we have an obligation to people who are homeless, through this continuum. She feels that the two roles run parallel, but doesn't want to lose site of our primary obligation, which is to be a good landlord.

Director Beaver asked if we know how long non-elderly residents remain in public housing. Do we measure that?

Director Smith said that public housing should be on that continuum into private rental units or private units that you own. But the reality is that many residents will not move out. Especially the elderly because they are low-income tenants and those with fixed income will most likely stay for a long period of time.

The Chair stated that he wanted Director Beaver to continue to ask questions about measuring accountability.

The Chair suggested that the task group on the Executive Director be discussed last, and asked Director Thompson to report on the finance group's list of tasks to focus on.

Director Thompson reported that the first item is to significantly reduce the unit turnaround time. The goal is to have 5 percent or less vacancy and to get people into units that are ready in a timely manner. Second is to privatize State public housing. Most of the projects are located on Oahu and financial losses are unsustainable. The Chair stated that instead of using the word privatize, let's say we would like to put in other operators' hands the 864 units of the State public housing, or lease to a nonprofit to run the project with conditions that they would have to retain and maintain them as affordable.

Director Thomson said that the next item is to focus on the emergency management of HPHA, starting with the staffing process and then the budget. We may need to revisit the recruiting process and to look at what the position requirements are, if they are necessary or too stringent. Director Thompson added that we are required to transition to project-based accounting by July 1, 2007 and to asset management by January 1, 2008 so we need to plan and execute.

Director Thompson continued with the final topic, which is to consider disposing of properties that have been approved for demolition. There are approximately 120

BOARD
ORGANIZATION
ALIGNED WITH
PROGRAM

HAWAII PUBLIC HOUSING AUTHORITY

units that have been identified at three locations.

Ms. Miyamoto explained that HUD has already approved the demolition and the plan is to replace most of the units.

Director Smith reported on the group that discussed HPHA's functions. She explained that some of their issues will overlap with other groups. She listed HPHA's operational responsibilities as having units in good repair, occupancy rates as high as possible, utilize all monies in Section 8, monitor the homeless service provider contracts, and ensure there is enough money for the homeless programs. One function is to build and operate homeless shelters, which is a new role for this organization. This raised a question as to what are the Counties' roles, because the neighbor island counties have a key role in building and operating homeless shelters. On Oahu the State has had to step in to build and operate the shelters.

BOARD
ORGANIZATION
ALIGNED WITH
FUNCTIONS

The Chair asked if there is funding. Director Smith explained there is money in the Administration's budget to continue to increase funding to service providers in the coming year. The Chair asked if the budget included additional staffing. Ms. Miyamoto said one additional position for our homeless branch was requested.

Director Smith stated that her group reviewed the organizational chart and reported on the offices as follows:

The Compliance Office assures that the Agency is meeting federal and state requirements. One issue that needs to be addressed is the security of data from a privacy standpoint.

The Fiscal Management office needs a financial management officer and accounting staff. Also, to make assure the financial data is accurate and organized in a way it can be used by the Board.

The Hearings office is okay, we need to make sure the evictions and hearings are done on a timely basis.

The Housing Information office or Public Information Officer is our spokesperson with the press, and media. He responds to inquiries and is proactive in speaking for the Agency. That position needs to be filled.

Informational Technology needs an IT master plan, funding, get staff to implement the plan, and get new computers if necessary. Then evaluate how we're doing against the IT master plan.

The Personnel office needs to fill the Personnel Officer and vacant positions.

The Planning and Evaluation office is a misnamed office that handles all the legislation, annual reports, and other periodic reports. This office does all the studies that are required by the Legislature. Need all positions filled in this office.

The Procurement office handles all of our contracting. HUD is asking us to consolidate the contracting that now is done in the Homeless branch, the Construction branch, and the Property Management branch, and put it all under this one Procurement office.

The Chair called for a 10 minute recess at 12:00 p.m.

RECESS

Director Beaver moved, seconded by Director Ignacio

EXECUTIVE
SESSION

That the Board meets in Executive Session at 12:10 p.m.

The motion was unanimously carried.

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* * * * *

The meeting reconvened in regular session at 1:10 p.m.

RECONVENED

The Chair stated that the Board discussed the work product of two of the task groups that have reported. They focused on the operating and functional matters. He asked if the members see anything that's missing before the Board goes back through and attempts to pick the highest priority items to work on.

Director Thompson said that under Operations, the Board spent time discussing maintenance. The second aspect that needs attention is the Construction Management branch. The Chair added that we want to achieve effective construction management processes, identify what are the weak spots and or breakdowns.

Director Smith said that hiring a new Executive Director should be on the priority list.

The Chair asked that each Board member vote for six categories and not cast more than one vote per item that is listed on the charts. This is a way of reaching mutual informed judgment, which is almost always valid. The Chair explained that the Board talked about a number of reasons why we're not moving as fast as we want to move. This process forces focus and this will produce some consensus. At this time the Board members marked their priority items.

The Chair called for a recess at 1:21 p.m. for the Board to vote on the categories.

RECESS

The Chair reconvened the meeting at 1:42 p.m.

RECONVENED

The Chair organized the categories that received votes and took down the categories that received no votes. He put together the categories that were related to each other and came up with five categories. The Board continued categorizing the items that were not voted on to be included with the other categories.

The Chair stated that the work needs to be divided into task groups and there needs to be a Chair for each group. This means meetings in between Board meetings, contacting the senior leadership of the organization directly, design goals, reports, deadlines, and holding people accountable for performance. And then reporting back to the Board at each meeting.

Director Ignacio asked if the Board members can get information directly from staff or certain departments.

Ms. Leong stated that it is fine and as she stated before, although it's a task group, members are gathering information to report back to the Board. That's member's overarching allowance under the subcommittees.

Director Ignacio asked that since she is on the outer island, would it be appropriate to ask the managers there for information. Ms. Miyamoto said it would be better to contact the branch manager so we know whether the staff is actually meeting deadlines or producing the information that we need. That's part of the performance appraisal and it's important that Mr. Ho knows what's being asked of each of the management units or the managers.

The Chair stated that after we get assignments made, we have initial task group meeting set up, and organizational meetings. He asked that the Secretary to the Board type up the task group listings and email them to the Board.

Director Beaver asked for clarification as Board Members on the task forces. Ms. Leong commented that the purpose of the task forces is to seek information and report back to the Board, make sure that the Agency is carrying out its policies.

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TASK GROUPS APPOINTED BY CHAIRMAN

The Chair asked for volunteers to participate on the task groups, and for a chairperson to chair each group. The following groups were formed:

Executive Director Search – Designee Oliva, Chairman, Directors Beaver and Ignacio.

Finance – Director Thompson, Chairman and Director Yoshioka.

Operations – Director Beaver, Chairman and Directors Ignacio and Hosino.

Information Technology – Director Sted, Chairman and Director Smith.

Personnel – Designee Oliva, Chairman, and Director Thompson.

Homeless – Director Smith, Chairperson and Director Yoshioka.

The Chair asked the Board Secretary to email the list of task force committees to the Board members so the chairman in each committee can begin working on this. He asked each chairman to contact Ms. Miyamoto over the next week or two weeks to begin setting up initial task group meetings.

Director Ignacio asked if everyone was clear on what is expected from each of the task groups, like what do we want to see, timeframe, what product do we want to have in hand, what is the purpose and what are the outcomes. Director Thompson suggested that at the next meeting the task groups report on the proposals and the schedules.

The Chair stated that Directors Ignacio and Beaver for the last several months have asked questions and that's the essence of what you want to do, pursue those questions that have been asked. You want accurate, timely, and informative reporting. You want to use that reporting for accountability purposes. Also to drive the activity or the function toward results and this may be some of the answers to your questions. We're being criticized for not getting results and the only way to answer it is produce results. So the main objective is to drive results.

The Chair asked that a report on the Executive Director task group be given. Designee Oliva reported that seven new applications were received. The task group will be pursuing the first five. He added that there are two bills moving forward in the legislature relating to the ED salary. The group is focusing on how to track the bills, who will do the bill presentations, who is going to meet with the legislators, the leadership, the subject committee chairs and others. Also, we wanted to identify Board members who would participate in this endeavor.

Director Smith said that the Governor's office will request that every Committee Chairman hear the Governor's bills. When a hearing is scheduled, then this Board follows up with phone calls or emails supporting the bills.

Director Beaver recommended a letter be drafted that lays out whatever the arguments are. The most convincing persuasive argument is that we've been trying to hire this position, but other ED positions nationwide pays almost 35 percent more than what we offer, and we haven't been able to fill this position. And we should all sign as a Board.

Director Thompson added that a fact sheet about the salary nationwide be attached to the letter. Also sending personal emails or whatever gives a personal touch works too. Designee Oliva commented that a justification was included as part of the bill that was submitted, so that information is readily available for the Board to use.

The Chair stated that all of the prior task groups, with the exception of the Executive Director search group, are to sunset as of the appointment of the new groups.

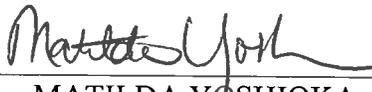
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Director Thompson moved, seconded by Director Yoshioka,

ADJOURNMENT

That the meeting be adjourned at 2:30 p.m.

The motion was unanimously carried.



MATILDA YOSHIOKA

Approved: **MAR 26 2007**

HAWAII PUBLIC HOUSING AUTHORITY

MINUTES OF THE REGULAR MEETING
OF THE HAWAII PUBLIC HOUSING AUTHORITY
HELD AT 1002 N. SCHOOL STREET, BLDG. L
ON THURSDAY, FEBRUARY 15, 2007,
IN THE CITY AND COUNTY OF HONOLULU, STATE OF HAWAII

The Board of Directors of the Hawaii Public Housing Authority met for their Regular Meeting at 1002 N. School Street, on Thursday, February 15, 2007 at 9:10 a.m.

The meeting was called to order by the Chairman Charles Sted and, on roll call, those present and absent were as follows:

CALL TO
ORDER/
ROLL CALL

PRESENT: Director Charles A. Sted
Director Eric Beaver
Director Carol Ignacio
Director Linda Smith
Director Travis Thompson
Director Matilda Yoshioka
Designee Henry Oliva

Interim Executive Director Patti Miyamoto

EXCUSED: Director Clarissa Hosino

STAFF PRESENT: Deputy Attorney General, Margaret Leong
Pamela Dodson, Executive Assistance
Shirley Befitel, Special Assistant, Personnel
Dexter Ching, Section 8 Subsidy Programs Branch Chief
Lili Funakoshi, Hearings Officer
Norman Ho, Property Mgt. & Maint. Svcs. Branch Chief
Glori Inafuku, Acting Compliance Officer
Brian Johnson, Homeless Programs Specialist
Sandra Miyoshi, Homeless Prog. Branch Administrator
Edmund Morimoto, Construction Mgmt. Section Chief
Gary Nakatsu, Data Processing System Analyst
Earl Nakaya, Program Specialist
Dionicia Piiohia, Clerk Typist/OED
Allan Sagayaga, Program Specialist

OTHERS: William Barton, Recorder
Spring Cretton, Parents And Children Together
William Hummel, River of Life Mission
Nhi Tran, Legal Aid

Chairman Sted declared a quorum present.

QUORUM

The Chair called for a motion to approve the minutes with a correction to the Agenda on item II. A. Regular Meeting January 18, 2006, that the year be corrected to 2007.

APPROVAL
OF MINUTES
REGULAR
MEETING
1/18/07

Director Thompson moved, seconded by Director Smith

That the minutes of the Regular Meeting held on
January 18, 2007 be approved as circulated.

The motion was unanimously carried.

The Chair thanked the Board Secretary and others involved for getting the minutes to the right level of detail, capturing the substance of the Board's

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discussions.

Designee Oliva reported that the Executive Director (ED) search committee interviewed six candidates yesterday, there were a total of 17 applicants. He thanked Directors Beaver and Ignacio for their participation. Applications continue to come in. Designee Oliva will have a recommendation for the Board in the Executive Session.

STATUS
OF THE
EXECUTIVE
DIRECTOR
SEARCH

Director Thompson asked for the time frame for the ED being hired. Director Beaver stated that it may be the early part of May.

Director Thompson moved, seconded by Director Yoshioka.

That the Board approve the preliminary draft of the Public Housing Agency FY 2007 Five-Year and Annual Plans to conduct required public hearings.

APPROVAL
OF THE
PRELIMINARY
DRAFT OF
THE PUBLIC
HOUSING
AGENCY
FY 2007
FIVE-YEAR
AND ANNUAL
PLANS TO
CONDUCT
REQUIRED
PUBLIC
HEARINGS

Ms. Patti Miyamoto, Interim Executive Director, introduced Mr. Earl Nakaya, Program Specialist. Mr. Nakaya reported that there are no significant changes to the draft Public Housing Agency (PHA) FY 2007 Five Year and Annual plans. He explained that to finalize the plans, two attachments are needed, the comments from the Resident Advisory Board (RAB) and responses and comments that we receive at the public hearing.

The Chair asked for the process and time line for this item, when will it return to the Board for final action. Mr. Nakaya explained that upon the Board's approval, we will prepare to go out to public hearing the first week of April. After the public hearing, staff will present the final Plan to the Board for approval, to meet the submission date of April 16, 2007 to the U.S. Department of Housing and Urban Development (HUD).

The Chair asked if a special meeting will be needed. Ms. Miyamoto said that we will schedule a special meeting to meet the deadline.

Director Thompson asked how the information is gathered from the neighbor island RAB members. Mr. Nakaya explained that there are two RAB representatives from each island. At least once a month the RAB meets on Oahu to discuss the 18 components of the PHA Plan.

The Chair asked if there are any questions. There being no further discussion,

The motion was unanimously carried.

Ms. Miyamoto reported that preferences for the federally assisted housing projects were discussed at the January 18, 2007 Board meeting. On October 19, 2006, the Board approved the proposed amendments to the rules, and also gave approval to go out to public hearing upon approval from the Governor. The preferences were streamlined to reflect what is in the PHA plan and it will help us move families into the units faster. The current three-tier system of weighted preferences is cumbersome and time consuming. We also have to change the number of offers in the admin rules, to reflect the approved PHA plan, from three offers to one offer.

APPROVAL OF
PREFERENCES
FOR THE
FEDERALLY-
ASSISTED
HOUSING
PROJECTS

Ms. Miyamoto said that the recommendation is to reaffirm the Board action taken on October 19, 2006, which approved the following:

1. The proposed amendments to and compilation of Chapter 17-2028 of the Hawaii Administrative Rules (HAR);
2. Subject to the Governor's approval, authorize the Interim ED or her designated representative(s) to conduct public hearings on the amendments to and compilation of Chapter 17-2028, HAR
3. Authorize the Interim ED to make any non-substantive amendments to the

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draft amendments to and compilation of Chapter 17-2028, HAR prior to or following the public hearing;

4. Authorize the Interim ED to make all appropriate amendments to all Hawaii Revised Statutes (HRS) references in the proposed amendments to and compilation of Chapter 17-2028 HAR; and
5. After the public hearings, authorize the Interim ED to transmit amendments to the compilation of Chapter 17-2028, HAR, to the Governor for final approval provided that no substantive amendments are made.

The Chairman summarized that the Board took action on this item in October, and there's been further thought and discussion about that action. Staff's recommendation is to reaffirm that action without further changes. He asked if it is legally necessary, given that the actions have already been taken.

Deputy Attorney General Margaret Leong stated that it's not legally necessary. But given it was brought up at the last meeting, it is useful that we reopen the discussion.

The Chair stated that the Board reaffirms the actions taken at the previous date. He asked for a motion to approve.

Director Beaver moved, seconded by Director Ignacio.

Mr. William Hummel, River of Life Mission and social work instructor at Hawaii Pacific University, wanted to know if the unsheltered homeless who are case managed will be given equal priority as those in the emergency shelter. In his experience, the process that's set up is that the homeless feed into emergency homeless shelters, then go to transitional shelters and hopefully into more permanent housing. He believes that a change in the priority status that is being proposed would have negative effects on that process because there are folks who would leave shelters and go back to the beach. There are a lot of folks who don't like to follow the rules, have case managers work with them on their issues, but they do it because in their understanding, this is a fast step towards getting housing. He feels that if the sheltered and unsheltered homeless are given equal priority, it will have a negative long-term effect on what we're all hoping will happen.

Mr. Hummel stated that the other issue is the way applications are processed through this priority status. He gave examples of folks leaving private rental housing to come into the emergency shelter, so their status will get changed to the A status on the preference list in order to get an apartment faster. He believes that the word is out, as to how to get around the system. He gave other examples of how others are getting on the priority list.

Mr. Hummel suggested periodic meetings between representatives of the transitional and emergency shelters and the housing Agency and anyone involved in the process, so some of these things can be shared.

Director Smith thanked Mr. Hummel and commented that pointing out these issues is very helpful to her. And her sense is that the Board shares the concern, that certain people may or may not be inappropriately using the system.

Mr. Hummel stated that he is not denying the legitimacy of the overcrowding situation but there is a serious swell of individuals and families out there who are in overcrowded housing situations and are jeopardizing the leases of family members by letting them stay, and that this situation needs to be looked into.

Director Thompson thanked Mr. Hummel for sharing his experience and asked to hear staff's response and input to help in the decision making. Ms. Sandra Miyoshi, Homeless Programs Branch Administrator, commented that there are two different issues that are getting mixed up. One that Mr. Hummel brought up to her was that the different shelters also have a preference. The transitional

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shelters look at who is most in need of entering the shelter. So their priority 2 is the unsheltered, priority 2 are those from an emergency shelter and priority 3, very low on the list, is somebody transitioning from another emergency shelter, because it's not working out for them at the other place.

Ms. Miyoshi stated that the priority is to get people out of harm's way into a safer living environment. The administration has responded with such a growth in available facilities. Mr. Hummel encountered problems in moving someone from his emergency shelter into a transitional shelter, because they are saying, our top priority is unsheltered. She added that they have been telling the transitional shelters that people coming out of the emergency shelters are a top priority, so that is one issue. The other issue is the PHA plan which gives a preference to homeless.

Ms. Miyoshi explained that on the neighbor islands there are many unsheltered people at the outreach agencies that are case managed and ready to move into a shelter or a housing unit, but there's no room due to the lack of shelters. That's why the rules are being changed, so that we would not be discriminating against the neighbor island homeless, where there are less shelters.

Director Smith wanted comments on a suggestion that a chit be given to those who are doubled up with a friend or family member and goes into one of the emergency or transitional shelters for 30 days. If they can demonstrate compliance with a service plan, they can go back to the double housing situation. They would get a chit to make them eligible for public housing. This will free up spaces in the emergency shelters. Director Smith wants to know the Board's response.

The Chair said that procedurally the Board wants to continue this discussion. But believes that this would be a modification to the policy. Ms. Miyamoto commented that it would affect the current PHA plan, and the previous "For Action."

Director Smith stated the Vets are not addressed in this plan, and what happens to those who have a criminal record as to how long do they have to be clean before they are eligible for housing.

The Chair questioned if we need to go back and start at the beginning with HUD if the For Action is amended. Ms. Miyamoto said if it changes our preferences or there's a substantive change, yes, we have to start all over and we have to take it back to the RAB again.

Ms. Miyamoto stated that there is a timing issue because the PHA plan for the next fiscal year is due to HUD April 16, 2007. We need the time to take it out to public hearing, get all the approvals and be able to submit to HUD on that date.

The Chair stated that it would be better from a governance and leadership point of view to keep moving with what we have and to take time to think this through carefully.

Director Beaver asked if there is flexibility to the eligibility rules. Ms. Miyamoto stated that some eligibility requirements are dictated by HUD and cannot change. And some are imposed by the authority and we can be flexible with those.

Ms. Leong clarified that eligibility for federal public housing is governed by federal regulation. That wouldn't necessarily apply to the individual homeless shelters. There are definitely State basic minimums set out by the federal regulations which the Board is not able to change. Drug usage, if you owe money, if you have been previously evicted, et cetera. There is no flexibility there because that's by federal regulation. So now you can possibly add some rules, as long as it's not in violation of those federal regulations or any other law.

Regarding the homeless preference, Director Smith suggested that those doubling

HAWAII PUBLIC HOUSING AUTHORITY

up with families or friends then move into one of our emergency or transitional shelters for 30 days, be given a chit to make them eligible for public housing. Then they can move back in with family and friends. She didn't know if it was a good idea but was offering it for discussion. Ms. Miyoshi believes that their stay and their continued participation in the program at the shelter would probably be a better alternative than returning into the doubling up situation where they are jeopardizing their families' leasehold. Ms. Miyamoto added that the City and County of Honolulu has an occupancy standard for overcrowding and we cannot exceed the City ordinance. There are no occupancy standards on the neighbor islands. The Chair commented that we do not want to change that today.

Director Smith asked what the public housing eligibility requirements are for those with criminal records.

Ms. Pamela Dodson, Executive Assistant, clarified that those with criminal records are not denied automatically. She explained that it depends on the type of record they have. They cannot have committed fraud, bribery or any other criminal act in connection with any federal housing program here or on the mainland. They cannot be using a controlled substance. The Admin states that if it's been over three years since an applicant has been arrested for a crime, the applicant is eligible for public housing.

Ms. Leong clarified that those admin rules are based on the federal regulations, so they mirror them and that under the federal regulations, if you're in a rehabilitation facility and have completed rehab, that does not disqualify you from applying for public housing. Once you're in public housing, drug usage is a basis for eviction. This has gone all the way up to the United States Supreme Court. Lawyers call it the "One Strike Law." The court has gone so far as upholding a case in which a mother was evicted because her son was dealing off property.

The Chair asked the Board if they wanted to propose an amendment. Director Smith stated that she wants to go out with this proposal the way it's written and allow the public hearing process to air some of these issues, as well as suggestions. There might be additional resources out in the community to sort through the ramifications, but she feels comfortable moving forward as written in this For Action.

There being no further discussion, the Chair called for a motion.

The motion was unanimously carried.

The Chair call for a recess at 10:16 a.m. The Chair called the meeting back to order and the meeting reconvened at 10:30 a.m.

Director Thompson reported that the Finance section has the largest personnel vacancy percentage within the Agency. The committee had discussions with the Interim ED to look at options to hire public accountants or consultants. There will be a meeting with the Auditor to go over the audit report and to look at what our options are to getting some people within the finance organization to provide services.

Director Beaver said that he and Director Ignacio met with Mr. Ho and Ms. Miyamoto to get a sense of all the operations and found that there are vacancies in property management, but the number one concern was the lack of an accounting staff. Ms. Miyamoto commented that an accountant from Account Temp was hired for temporary service. Director Beaver expressed concern and discussed hiring an 89-day hire because reports are due soon. Ms. Miyamoto explained that the accountant positions are in recruitment for the lower level accountants, but not the higher level accountant like the chief accountant and supervisor over a unit.

RECESS
RECONVENED

REPORT OF
THE TASK
FORCE
COMMITTEES

FINANCE
COMMITTEE

OPERATIONS
COMMITTEE

HAWAII PUBLIC HOUSING AUTHORITY

Director Thompson stated that it's a serious concern and requested that we have to get some support from within the State.

Director Beaver stated that the committee discussed whether we could get help in-house within the State or contract that out. Ms. Miyamoto added that the Department of Human Services (DHS) will be coming in overtime to assist us and we're paying for that overtime. Not at the higher accounting level but for example, to address things like helping the staff getting payments out within 30 days. But we still need the higher level positions and talking to DHS staff, they don't have anyone who can assist us in that capacity. Ms. Miyamoto spoke to the Department of Account and General Services (DAGS) from the Audit Division, because they helped us in the past. There is one individual that could help us, but he's on an assignment and not available.

Director Ignacio wanted to relate to the Board the commitment the Operations Committee made to Ms. Miyamoto and Mr. Ho to support the decisions that they made regarding getting units repaired and wanted to make sure that we said it on the record.

The Chair stated that the Information Technology Committee has not yet met and will get together regarding Emphasys.

Designee Oliva reported that personnel activity needs to ramp up. He met with a number of individuals and the task group met to assess the situation. Mr. Ed Nose, Personnel Officer, gave the committee an update of how Personnel functioned previously at the Agency and brought us to where it is today. Designee Oliva explained to the Board the evolution of the Personnel section of the PHA. He said that the purpose of the meeting was to look at hiring positions, come up with a rough timetable for filling positions, but it was more complicated than that. And from today's reports, we realize that nothing is going to happen unless we get the bodies to do the work.

Designee Oliva handed out a sheet identifying the priority positions in the Agency and stated that there are a number of vacant positions. The committee is asking the operating departments to report back to inform them of the exact status of those positions. The committee made a number of assignments to the people who were at the meeting and to others who were not at the meeting to obtain information that would be relevant in looking at our next steps to fill the positions.

Director Thompson added that there are 90 vacancies and 41 names on this priority list. Designee Oliva reported a vacancy rate at 21 percent, however, when you separate the 19-hour Tenant Aides, the vacancy rate is 14 percent.

Director Beaver asked which 15 positions were filled last month. Ms. Befitel said the Public Housing Specialists, Supervisors for Section 8, Maintenance Staff, Tenant Aides were recruited to various positions.

Designee Oliva commended the Kauai Manager for the extraordinary effort made in filling their tenant aide positions. The committee wants to know whether the other Management Units (MU) are going to fill their tenant aide positions or not, and what is being done to recruit or get information out so tenants are aware that these positions are available.

Director Ignacio asked if Tenant Aides could support the projects in cleaning and other types of work. Mr. Ho explained that the management unit supervisors have been actively going out to the tenants requesting for Tenant Aides who get paid \$7.25 an hour. Ms. Befitel added that managers can recruit at various public housing, not necessarily at their own project.

Director Smith reported that there are four things going on. First, the housing policy study done by SMS Research. Ms. Miyoshi commented that the study was

INFORMATION
TECHNOLOGY
COMMITTEE

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COMMITTEE

HOMELESS
COMMITTEE

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put on the website today. Director Smith explained that the study addresses the homeless issue and gives us a snapshot of the "hidden homelessness". These are either the "at risk" or the doubled up situation sharing accommodations. Director Smith briefly explained the report.

The standard figure used in the State of Hawaii is 6,000 individuals, who are unsheltered on any one day. Director Smith mentioned the Governor's Leeward coast meeting where the Administration shared information about the Onelau'ena shelter in the Kalaeloa area and the Waianae Civic Center, which is ready to be opened. The U.S. Vets will be the service provider for that facility, which will accommodate approximately 300 individuals. People are feeling that we're beginning to make progress in that geographic area. On Kauai there is a structure being worked on that will be the first major facility. Director Yoshioka commented that this is the first in over ten years.

Director Smith stated that Ms. Miyoshi is tracking various bills which appropriates funding for more homeless and transitional shelters on the neighbor islands, as well as support for what we're doing here on Oahu. We need to work with Ms. Miyoshi and her staff to gather information from the database on how many shelters and units we have, how many occupants, who the service provider is, and the dollar amounts involved so we can present it to the Board on a regular basis to see the progress. Ms. Miyoshi stated that she has hard copies available.

The Chair asked when the next Finance committee meeting is. Director Thompson said February 22, 2007. Operations and Personnel have not scheduled a meeting yet. Homeless will meet the second week of March. The Chair stated that the reason is because there is great urgency to all of this and the task forces' involvement is greater and it's going to drive accountability.

The Chair asked if the REAC report will meet the deadline. Ms. Miyamoto said it will and to assist us with this, she is looking at a few Certified Public Accounting (CPA) firms locally and that our independent auditor KMH is helping. She added that Mr. Choy from KMH thinks that if a CPA firm were to dedicate two full-time CPA types or accountants for two weeks, it can be done because they have to do the financial data schedule to go into the financial statements for the audit.

The Chair suggested starting sooner and to go forth with twice as many resources as needed to make sure, absolutely failsafe, foolproof, that it gets done. Ms. Miyamoto is working on it and hopes to have someone on board next week.

Ms. Miyamoto reported that the Section 8 program is continuing to utilize the budget given to the Agency by HUD and is reaching a point where we will start turning people away because we are maximizing the funds. Mr. Dexter Ching, Section 8 Subsidy Programs Branch Chief, explained that in the past, we have taken in "ports," participants from the other PHA's coming into our state, and were putting them on our program expenditures. He added that we are going to be administering the mainland transfers now. In February, we overspent about 8 percent of our budget and if the trend continues, it's going to impact the bottom line at the end of the calendar year. They have literally stopped issuing vouchers. Mr. Ching noticed that because of the rising cost of rents, people are falling out of the program. Also, the inspection unit reported an increase of phone calls from landlords looking for tenants, which is unusual.

Director Smith asked if we find a place for those ports. Mr. Ching explained that we have an option to administer the program. We bill the other PHA the cost that we're spending and in return, we get part of their administrative fees. We inform the PHA of our payment standard being as high as it is, then they inform the family if they can or cannot transfer. We have the same jurisdiction for porting out and if it's going to cost us more, we will inform the family that they cannot move or to look for another place that's cheaper. Or unless the receiving PHA will absorb that family, then that will be no cost to us. He explained that last month, there were three ports from other jurisdictions.

REPORT
OF THE
EXECUTIVE
DIRECTOR
PROGRAM/
PROJECT
UPDATES

HAWAII PUBLIC HOUSING AUTHORITY

Director Yoshioka asked if the Fair Market Rents (FMR) are high. Mr. Ching said Hawaii and about 14 other states are at 50 percent where most states are at 40 percent FMR. HUD recognized that Hawaii has a higher rental market so they upped Hawaii to 50 percent. He added that in the Section 8 program, rents are stabilized. Regarding the rent supplement program, we're utilized approximately 70 percent of our funding and we'll be 100 percent by the end the fiscal year.

Ms. Miyoshi reported that the ED's Report has a list of all the new homeless shelters, their capacity and whether they are State owned or privately owned. Also, the Grants In Aid assigned to the HPHA via Act 100 are contracted out. All funds have been released by the Governor and allotted by DAGS. The specific allocation to all the rural Counties has been approved for release. They submitted a plan and we're doing a Memorandum of Understanding (MOU) on what the money will be used for. The City and County of Honolulu has prepared a partial proposal for \$1.5 million so that leaves \$500,000 in the pot. They will get a proposal for that to Ms. Miyoshi before the end of the fiscal year so we don't lapse that money.

Ms. Miyoshi's section is working on three programs, the Stipend, Outreach and the Grant program. Those are the three primary statutory programs, in which the Governor's budget request is double the amount from the previous budget. We are reviewing incoming proposals and will allocate an amount to each one and prepare contracts. At the end of the Legislative session, we will know how much money to allocate to those agencies and the contract will begin August 1, 2007. We have another Notice of Funding Availability. HUD is delayed in putting out their competitive application process, because they haven't announced the results of last year's. But we will be putting together a proposal to compete with the rest of the nation for federal funds for the rural counties. Honolulu competes for their share of that pot. The statewide point in time count was completed and the results will be ready the first week of March. The study on the At Risk and the Hidden Homeless was also completed.

Director Thompson asked what the status was for the funds on Maui. Ms. Miyoshi said that Maui's proposal of \$400,000 was approved for release by the Governor but they want to change the plan to purchase a property instead of renovating a property. A request for an amendment needs to be made on their proposal, but at this time there is no risk of lapsing or losing funds. Director Thompson requested that he be kept informed of this.

Ms. Miyamoto informed the Board that she received an email notification from HUD that the physical inspection for the fiscal year 2006 has been waived. HUD gave the Agency the same score from 2005. There will be no physical inspection, so based on the 2005 score, we passed the physical inspection. The financial one is pending, and management operations based on our self-certification and the resident survey also passed. If we don't get the financial information in, that will make us a troubled PHA, but there are no sanctions for being substandard in that one area. But we will make the effort to get that information in. Ms. Miyamoto added that it is all subject to HUD doing a confirmatory review for the management operation, because that is self-certified. They come in and check our records and want to see everything to make sure we reported it correctly.

The Chair asked why HUD would waive the physical inspection. Ms. Miyamoto explained that the federal regulations allow that you if you have a certain score that's passing, they can waive the inspection.

Mr. Ho reported that the Central Maintenance Section staff is turning around vacant units in Hilo, at Mayor Wright Homes, Kalihi Valley Homes and will be going to Maui and Waimea. There are about 139 units ready and the Application office is working to fill those units. There are approximately 270 homes that's Type A, B and C's; A's and B's are about 170 and C's 100. He added that 10 of the 17 management units (MU's) reported zero discrepancies for emergency work orders and those emergency work orders were completed within 24 hours.

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RECESS
RECONVENED

The Chair called for a recess at 10:25 a.m. due to lack of quorum. The meeting reconvened at 10:30 a.m.

Mr. Ho praised the Managers on their accomplishments. The Annual Unit Inspections (AUI) are 68 percent completed and he is confident to be at 100 percent by June 30, 2007. The re-exams are at 93.3 percent, we need to obtain 95 percent. Mr. Ho is confident that they will meet that goal. Mr. Gary Nakatsu will get Emphasys up to par with the Public Housing Information Center (PIC) by next Tuesday. Ten Banyan Street units will be renovated and the Consultant knows that the deadline is September 30, 2007. The Wilikina Request for Proposal (RFP) for a consultant will be sent to the Attorney General's office.

Director Smith commented that she spoke to some people about volunteering to be the consultant once the RFP is out, but there is so much work out there and everyone is busy that she couldn't get anyone to do it for free.

The Chair said that he wanted to make sure that the consultant we're looking for is a consultant that will put the deal together and advise us on all the steps to get a deal done. Mr. Ho agreed. He reported on a meeting he attended at the Kalihi/Palama Neighborhood Board on January 17th where they were concerned about crime and safety. Mr. Ho met with the Weed & Seed, our security company, the resident association, Board Members, and the MU staff on January 25th to come up with a plan of action, which they all approved. That plan of action is to open up the back gate of Mayor Wright Homes on Pua Lane, make some modifications by adding lights and a cattle gate. The next meeting is next Wednesday evening and he will put the word out as to what we have done

Mr. Edmund Morimoto presented a chart showing all the current Construction Management Section (CMS) projects. The end dates on the list are incorrect and will be corrected next month. The list will be separated by projects, islands, and state when each one was completed.

The Chair commented that the CMS log is informative and good, and another example of accountability, and keeping focused on targets and meeting targets.

Ms. Lili Funakoshi, Hearings officer, reported on how many hearings were heard, in January, how many were evicted, how many evicted with conditions, and how many hearings were continued.

Director Ignacio asked Ms. Funakoshi to explain what is meant by "Others." Ms. Funakoshi explained that "Others" mean non-rent violations and it could be drugs, or reexamination, or pets, or any type of thing. A ten-day cure is where the Board can make a decision to allow the tenant to cure the violation within ten days from the date they receive the written order of eviction. If they do not cure the violation, then they will be evicted.

Director Beaver asked what conditions would be attached to an eviction. Ms. Funakoshi explained that if the tenant has cured their violation by the time they get to the eviction hearing, and the Board is reluctant to order their eviction, even though they have violated the rental agreement, they will put them on probation saying "You must comply with paying your rent on time for a conditional period of 12 months, and within that 12-month period effective March 1, 2007, if you breach, then you will be evicted." The tenant does not come back to the Board for another hearing, they will just be evicted.

It was explained to the Directors that the number of hearings fluctuated because of the absence of the Hearings Officer and during the holiday months, it has been the PHA's policy to not hold hearings for non payment of rents.

Director Ignacio asked to explain why back rents are allowed to run up to \$5,000 and how did that happen. Mr. Ho explained the rent collection policies where the MU supervisor's responsibility is to get the eviction letters out as soon as tenants

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haven't paid the first month's rent, then wait for 14 days, if no response, an appointment is made with the resident. If there is still no response within 30 days, an eviction notice is sent.

Ms Leong addressed the legal side because she handles the eviction appeals. She explained that the statute is clear as to what the procedures are. It's very clear that you give them the first notice, X number of days they either have the right to respond and/or exercise their right to grievance. Then you have X number of days, if they do grieve, then you go to this or that, if they don't grieve, the second notice of a continuing violation is sent. As long as management continues to follow that time line, you're still going to be looking at a bare minimum of four months, start to finish.

Mr. Gary Nakatsu, Information Technology Office, reported that the agency got HUD approval to split the Emphasys contract into three phases. There were service packs that they had developed to keep us compliant with HUD. That contract is ready to go, it's signed, and we need their corporate resolution which we should receive today. We are also going to execute a purchase order for three months that will give us time to negotiate the third phase which is a second contract to take us to project-based accounting. He stated that we are going to explore having Emphasys expand their role to fulfill some of the duties of a finance officer. Emphasys will send a price quote.

The Chair stated that it is a good approach. Mr. Nakatsu will need some input from the Finance Committee to see if that matches up with their expectations.

Ms. Befitel reported that we are recruiting for the Accounting positions and hopes to get a list by next week, and will start interviewing Accounting 4, 3, 2's and clerks within two weeks. Also we have internal applicants throughout DHS, and we will see if we can get listings from outside through DHRD in two weeks, so we can start the interview process.

Director Thompson asked if it was possible that some candidates for the Executive Director position may be qualified to be the Chief Financial Officer or other positions in the PHA. Director Beaver commented that he would need to review the resumes.

The Chair called for a five-minute recess.

RECESS

Director Beaver moved, seconded by Director Smith,

EXECUTIVE SESSION

That the meeting be recessed at 12:07 p.m. and at 12:12 p.m., the Board entered in Executive Session.

The motion was unanimously carried.

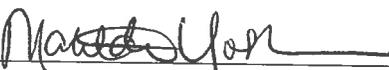
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Director Thompson moved, seconded by Director Beaver,

ADJOURNMENT

That the meeting be adjourned at 12:55 p.m.

The motion was unanimously carried.


MATILDA YOSHIOKA

Approved: **MAR 26 2007**

FOR ACTION

SUBJECT: Acceptance of the Audited Financial Statements of the Housing and Community Development Corporation of Hawaii for the Fiscal Year Ended June 30, 2006

I. FACTS

- A. The audit of the Housing and Community Development Corporation of Hawaii's financial statements for the fiscal year ended June 30, 2006 has been completed.
- B. The auditors, KMH, LLP, have issued the required financial reports for the above audit. See Exhibit "A"
- C. They reported financial statement and federal award findings and questioned costs in the areas of internal control and compliance. The management addressed the auditor's findings and implemented corrective action plans to resolve the deficiencies.

II. RECOMMENDATION

That the Hawaii Public Housing Authority's Board of Directors accept the audited financial statements for the fiscal year ending June 30, 2006.

Attachment: Exhibit "A" Report on Audit of Financial Statements

Prepared by: Patti Y. Miyamoto, Interim Executive Director 

**Approved by the Board of Directors at its meeting on
MAR 26 2007**

FISCAL MANAGEMENT OFFICE

Please take necessary action


INTERIM EXECUTIVE DIRECTOR

Financial Statements and Report of Independent Public Accountants
(Office of Management and Budget (OMB) Circular A-133)

Housing and Community Development Corporation of Hawaii

Year ended June 30, 2006

Housing and Community Development Corporation of Hawaii

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Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

The management of the Housing and Community Development Corporation of Hawaii (Corporation) offers readers of the Corporation's financial statements this narrative overview and analysis of their financial activities for the fiscal year ended (FYE) June 30, 2006. This document should be read in conjunction with the audited financial statements.

Introduction

The Housing and Community Development Corporation of Hawaii is a housing authority, established by the State Legislature effective July 1, 1988. The Corporation consolidated the former Hawaii Housing Authority, the Housing Finance and Development Corporation, and the Rental Housing Trust Fund Commission.

The Corporation administers the following major programs:

- Federal and State public housing programs
- Federal and State rent subsidy programs
- Homeless programs
- Development programs
- Financing programs to facilitate affordable housing development
- Financing programs to assist first-time homebuyers

The Corporation is responsible for the administration of over 5,300 federal public housing units in Hawaii, with funds received from the United States Department of Housing and Urban Development (HUD). The Corporation also administers the HUD Section 8 Housing Assistance Payments – Special Allocations Program, through a subcontract with the Bremerton (Washington) Housing Authority.

The Corporation has received authority from the State of Hawaii (State) to assist in the delivery of affordable rental housing throughout the State on a cost-effective basis, through the financing and/or refinancing of rental housing projects developed or acquired by the Corporation.

In addition, the Corporation administers a rental assistance program that subsidizes rental payments to persons and families with incomes that do not exceed 80% of the area median income. The Corporation also provides incentives, through tax credits, to developers and owners of private rental housing projects where the monthly rents are affordable to tenants with incomes of 60% or lower of the area median income.

The Corporation is administratively attached to the State Department of Human Services. The Corporation's Board of Directors consists of nine members, six of whom are public members appointed by the Governor, and confirmed by the Senate of the State of Hawaii. Public members shall be appointed from each of the counties of Honolulu, Hawaii, Maui and Kauai. At least one public member shall be a person who is assisted under the federal low-rent public housing or federal section 8 tenant-based housing assistance payments program. The Director of Business, Economic Development and Tourism; the Director of Human Services; and the Governor's Senior Policy Advisor are ex-officio voting members. All Corporation action is taken by the affirmative vote of at least five members.

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

Financial Highlights

- The Corporation's total assets decreased by \$65.0 million (or 5.7%) to \$1,081.2 million as compared to \$1,146.2 million in the previous year. The decrease resulted primarily from the use of assets held by trustee for the early bond redemptions of \$67.7 million in the Single Family Mortgage Purchase Revenue Bond program. Through the issuance of revenue bonds, the Corporation provides eligible borrowers with mortgage loans at below market interest rates. The revenue bonds may also be redeemed without premium prior to maturity, at the option of the Corporation, as funds become available from un-disbursed bond proceeds, principal payments and prepayments of mortgages, excess mounts in the debt service reserve account or excess revenues (as described in the bond indentures).
- Total government-wide revenues and expenses were \$160.2 million and \$148.8 million, respectively, resulting in an increase in net assets of \$11.4 million during the fiscal year. The net assets of the Business-type activities increased by \$4.7 million and the net assets of the Governmental activities increased by \$6.7 million.
- At the end of the fiscal year ending June 30, 2006, the Corporation's governmental funds reported a combined ending fund balance of \$15.1 million, an increase of \$8.8 million from the prior year. The increase is due primarily to increases of State allotted appropriations of \$8.1 million for the General Funds and \$3.7 million for the State Capital Projects Fund. The General Funds experienced a corresponding increase in expenditures of \$2.1 million from the prior year for an excess of revenues over expenditures of \$6.0 million.

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the financial statements of the Corporation. The financial statements consists of four parts: (1) Management's Discussion and Analysis; (2) the basic financial statements; (3) related notes to the financial statements and (4) other required supplementary information. These components are described below:

Basic Financial Statements

The basic financial statements include two kinds of statements that present different views of the Corporation:

- The first two statements are Corporation-wide financial statements that provide information about the Corporation's overall financial position and results of operations. These statements, which are presented on an accrual basis of accounting, consist of the Statement of Net Assets and the Statement of Activities.
- The remaining statements are fund financial statements of the Corporation's overall governmental funds, for which activities are funded primarily from appropriations from the State or by contributions from HUD, and the Corporation's major and non-major proprietary funds, which operate similar to business activities. The governmental funds are presented on a modified accrual basis of accounting. The proprietary and the fiduciary funds are presented on an accrual basis of accounting.
- The basic financial statements also include a "Notes to Financial Statements" section that explains some of the information in the Government-wide and the Fund financial statements and provides more detailed data.
- The "Notes to Financial Statements" are followed by a "Supplementary Information" section, which presents a budgetary comparison schedule, which is required supplementary information, and information on non-major funds, which is not required.

Government-Wide Financial Statements

The government-wide statements report information about the Corporation as a whole using accounting methods similar to those used by private sector companies. The statement of net assets provides both short-term and long-term information about the Corporation's financial position, which assists in assessing the Corporation's economic condition at the end of the fiscal year. All of the current year revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. Most of the Corporation's activities are business-type activities and are reported in its proprietary funds. The government-wide financial statements include two statements:

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

- The *statement of net assets* presents all of the Corporation's assets and liabilities, with the difference between the two reported as "net assets." Over time, increases and decreases in the Corporation's net assets may serve as a useful indicator of whether the financial position of the Corporation is improving or deteriorating.
- The *statement of activities* presents information indicating how the Corporation's net assets changed during the most recent fiscal year.

The government-wide financial statements of the Corporation are divided into two categories:

- Governmental activities – The activities in this section are primarily supported by State appropriations or by HUD contributions.
- Business-type activities – These functions normally are intended to recover all or a significant portion of their costs through user fees and charges to external users.

Fund Financial Statements

The fund financial statements provide more detailed information about the Corporation's most significant funds and not the Corporation as a whole. The financial activities of the Corporation are recorded in individual funds, each of which is deemed to be a separate accounting entity. Funds are either reported as a major fund or a non-major fund. In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement 34, *Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments*, which sets forth the minimum criteria for the determination of major funds. The Corporation was required to implement these standards for the fiscal year ended June 30, 2002. The non-major funds are combined in a column in the fund financial statements and are detailed in the combining section of the financial statements.

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

The Corporation has three types of funds:

- Governmental Funds:
 - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.
 - Governmental fund financial statements help determine whether there are more or fewer financial resources that can be spent in the near future to finance the Corporation's programs.
 - The focus of the governmental funds is narrower than that of the government-wide financial statements, therefore it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decision.
 - Both the governmental fund balance sheet and the governmental statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

- Proprietary Funds:
 - Enterprise Funds are used to account for those activities for which the intent of management is to recover, primarily through user charges, the cost of providing services to customers.
 - Internal Service Funds are used by the Corporation to account for its central equipment and vehicles.

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

- Fiduciary Funds:
 - Fiduciary Funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Corporation's own programs.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements follow the basic financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This section includes a budgetary comparison schedule, which includes a reconciliation between the statutory fund balance for budgetary purpose and the fund balance for the major governmental funds as presented in the governmental fund financial statements. This management's discussion and analysis is also required supplementary information that is required to be presented preceding the financial statements.

Other information

The combining statements, which include non-major funds, governmental, enterprise and internal service funds are presented as other information.

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

Government-Wide Financial Analysis

As noted earlier, the *statement of net assets* presents all of the Corporation's assets and liabilities, with the difference between the two reported as net assets. Over time, changes in net assets may serve as a useful indicator of the Corporation's financial position. As indicated below, as of June 30, 2006, the Corporation's total net asset balance was \$617.2 million, an increase of \$11.4 million (or 1.9%) from the previous year.

Condensed Statement of Net Assets
June 30, 2006 and June 30, 2005
(In thousand of dollars)

	Governmental Activities		Business Activities		Total		Total Percentage Change
	2006	2005	2006	2005	2006	2005	2006-2005
Current assets	\$ 22,359	\$ 11,800	\$ 229,679	\$ 219,227	\$ 252,037	\$ 231,027	9.1%
Assets held by trustee	-	-	329,550	413,792	329,550	413,792	-20.4%
Capital assets	39,075	41,195	354,443	358,591	393,518	399,786	-1.6%
Other assets	-	-	106,089	101,562	106,089	101,562	4.5%
Total assets	\$ 61,434	\$ 52,995	\$ 1,019,761	\$ 1,093,172	\$ 1,081,194	\$ 1,146,167	-5.7%
Current liabilities	\$ 7,600	\$ 5,860	\$ 65,984	\$ 106,882	\$ 73,583	112,742	-34.7%
Long-term liabilities	-	-	390,376	427,630	390,376	427,630	-8.7%
Total liabilities	7,600	5,860	456,360	534,512	463,959	540,372	-14.1%
Net assets							
Invested in capital assets							
net of related debt	39,075	41,195	245,803	247,728	284,878	288,923	-1.4%
Restricted	-	-	338,056	421,248	338,056	421,248	-19.7%
Unrestricted	14,759	5,940	(20,458)	(110,316)	(5,699)	(104,376)	94.5%
Total net assets	53,834	47,135	563,401	558,660	617,235	605,795	1.9%
Total liabilities and net assets	\$ 61,434	\$ 52,995	\$ 1,019,761	\$ 1,093,172	\$ 1,081,194	\$ 1,146,167	-5.7%

Restricted net assets represent resources that are subject to external restrictions on how they may be used. The majority of this balance is attributed to approximately \$268.4 million of assets held by trustees under the Single Family Revenue Bond Fund. The Revenue Bond Funds trust indentures require cash and investments be held by a trustee.

Investment in capital assets consists of all capital assets, reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Housing and Community Development Corporation of Hawaii

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June 30, 2006

Unrestricted net assets consist of net assets that do not meet the definition of "restricted" or "net assets invested in capital assets, net of related debt." At the end of the fiscal year ending June 30, 2006, unrestricted net assets reflected a deficit balance. This is primarily due to the Single Family Mortgage Revenue Bond Fund's revenue bonds payable balances of \$233.6 million. The assets that support these liabilities are the assets held by trustees, which are reflected as restricted net assets.

The decrease in long-term liabilities of \$37.2 million (or 8.7%) is primarily due to the redemptions of revenue bonds in fiscal year 2006. The long-term revenue bonds payable balance decreased by \$36.8 million (or 8.8%).

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

The statement of activities presents information indicating how the Corporation's net assets changed during the most recent fiscal year.

Government-Wide Statement of Activities Years Ended June 30, 2006 and June 30, 2005 (In thousand of dollars)							
	Governmental Activities		Business Activities		Total		Total Percentage Change 2006-2005
	2006	2005	2006	2005	2006	2005	
Revenues							
Program revenues:							
Charges for services	\$ -	\$ -	\$ 72,194	\$ 86,289	\$ 72,194	\$ 86,289	-16.3%
Operating grants and contributions	37,208	37,717	18,439	29,290	55,647	67,007	-16.9%
Capital grants and contributions	-	-	12,533	22,355	12,533	22,355	-34.6%
General revenues:							
State allotted appropriations, net of lapses	19,853	7,726	-	-	19,853	7,726	157.0%
Total revenues	<u>57,061</u>	<u>45,443</u>	<u>103,166</u>	<u>137,934</u>	<u>160,227</u>	<u>183,377</u>	-12.6%
Expenses							
Governmental activities							
Homeless services and assistance program	8,045	2,889	-	-	8,045	2,889	178.5%
Rental housing and assistance program	40,142	43,458	-	-	40,142	43,458	-7.6%
Business-type activities							
Rental assistance program	-	-	47,120	43,061	47,120	43,061	9.4%
Housing development program	-	-	5,353	31,987	5,353	31,987	-83.3%
Multi-family mortgage loan programs	-	-	3,279	2,996	3,279	2,996	9.4%
Single-family mortgage loan program	-	-	15,849	21,213	15,849	21,213	-25.3%
Rental housing program	-	-	23,824	23,379	23,824	23,379	1.9%
Others	-	-	5,149	4,699	5,149	4,699	11.1%
Total government-wide expenses	<u>48,187</u>	<u>46,347</u>	<u>100,574</u>	<u>127,335</u>	<u>148,761</u>	<u>173,682</u>	-14.3%
Excess of revenues over expenses	<u>8,874</u>	<u>(904)</u>	<u>2,592</u>	<u>10,599</u>	<u>11,466</u>	<u>9,695</u>	18.3%
Transfers	<u>(2,175)</u>	<u>(1,187)</u>	<u>2,149</u>	<u>1,178</u>	<u>(26)</u>	<u>(9)</u>	-188.9%
CHANGE IN NET ASSETS	6,699	(2,091)	4,741	11,777	11,440	9,686	18.1%
Total net assets, beginning of year	<u>47,135</u>	<u>49,226</u>	<u>558,660</u>	<u>546,883</u>	<u>605,795</u>	<u>596,109</u>	1.6%
Total net assets, end of year	<u>\$ 53,834</u>	<u>\$ 47,135</u>	<u>\$ 563,401</u>	<u>\$ 558,660</u>	<u>\$ 617,235</u>	<u>\$ 605,795</u>	1.9%

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

Governmental Activities

Total net assets of the governmental activities were \$53.8 million at June 30, 2006, an increase of \$6.7 million from the previous year. Key elements of this increase are as follows:

- State allotted appropriations increased \$12.1 million from the prior year, primarily due to an increase in appropriations to the General Funds of \$8.1 million and an increase in appropriations to the State Capital Projects Fund of \$3.7 million
- Expenses for the Homeless services and assistance program increased \$5.2 million from the prior year.

Business-type Activities

Revenues of the Corporation's business-type activities were primarily from charges for services, program investment income and federal assistance program funds. Charges for services consist primarily of rental income and interest income on loans related to the Corporation's lending programs. The majority of the program investment income is from income earned within the Corporation's bond funds and is restricted to those funds.

For the fiscal year ending June 30, 2006, business-type activities increased the Corporation's net assets by \$4.7 million. Key elements of this increase are as follows:

- Capital grants and contributions decreased by \$9.8 million primarily due to a decrease in HUD Capital grants received.
- The Rental Housing Trust Fund recognized an increase in net assets of \$18.8 million, primarily due to the influx of \$17.0 million of conveyance tax transfers.
- The Dwelling Unit Revolving Fund had an increase in net assets of \$3.3 million primarily due to the \$1.2 million net gain on the sale of land and units and an operating transfer in of funds of \$1.1 million.
- The Single Family Mortgage Purchase Revenue Bond Fund incurred a decrease in mortgage-backed securities of \$10.1 million which resulted in a decrease in net assets of \$7.0 million.

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

Financial Analysis of the Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Corporation, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirement.

Governmental Funds

At June 30, 2006, the Corporation's governmental funds reported a combined ending fund balance of \$15.1 million, an increase of \$8.8 million in comparison to the combined fund balance of \$6.3 at June 30, 2005. The increase was primarily due to the following:

- The *State Capital Improvement Projects Fund* recognized an increase in fund balance of \$3.9 million. During the current year, the fund received \$4.9 million of State allotted appropriations for capital projects, expended \$0.7 million for capital outlays and transferred out \$0.3 million.
- The fund balance of the *General Funds* increased \$5.8 million. This was primarily due to an increase in State allotted appropriations of \$8.1 million and an increase in homeless services expenditures of \$2.0 million.

Proprietary Funds

The proprietary fund consists of four major and several non-major funds. The four major funds are: 1) Federal Low Rent Program, 2) Dwelling Unit Revolving Fund, 3) Hawaii Rental Housing System Revenue Bond Fund and 4) Single Family Mortgage Purchase Revenue Bond Fund.

- Under the *Federal Low Rent Program*, the Corporation administers the operations of over 5,300 federal public housing units. HUD provides the Corporation with funds to operate, repair and maintain the public housing inventory. During fiscal year 2006, the Corporation received \$25.7 million of HUD operating subsidies and grants, a decrease of \$7.7 million from the prior year. The decrease was due primarily to a decrease in revenues attributed to the federal capital grant program.
- The *Dwelling Unit Revolving Fund* accounts for State funds used for acquiring, developing, selling, leasing and renting residential, commercial and industrial properties, providing mortgage and interim financing, which generates rental income, sales proceeds and interest earnings from the financing and investment of such funds. Net assets increased by \$3.3 million during the current year. The increase in net assets is primarily due to the sales of land and units which resulted in a net gain of \$1.2 million and a net operating transfer in of funds of \$1.1 million.
- The *Hawaii Rental Housing System Revenue Bond Fund* accounts for special funds for housing projects or systems of housing projects financed from proceeds of bonds secured under the

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

same trust indenture. The fund accounts for six multifamily rental housing projects located throughout the State. Net assets increased by \$0.1 million during the current year.

- The *Single Family Mortgage Purchase Revenue Bond Fund* accounts for the proceeds from the issuance of bonds used to make below-market interest rate mortgage loans and the repayment, interest, and earnings from such loans and investment of such funds. Change in net assets was a decrease of \$7.0 million in 2006 compared to an increase of \$0.9 million in the prior year. The decrease in net assets was primarily due to the adjustment to the fair value of investments. There was a net *decrease* in fair value of mortgage-backed securities of \$10.1 million in the current year compared to a net *increase* in fair value of \$1.5 million in the prior year.

During the current year, the Single Family Mortgage Purchase Revenue Bond Fund had early redemptions of \$67.7 million.

Budgetary Analysis

The differences between the original and final amended budgets were relatively minor. The actual expenditures for the general funded rental housing and homeless service programs were \$106,962 less than the budgeted expenditures. This was due primarily to program requirements.

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

Capital Assets and Debt Administration

Capital Assets

As of June 30, 2006, the Corporation had invested approximately \$393.5 million (net of accumulated depreciation of \$344.9 million) in a broad range of capital assets. This amount represents a decrease of \$6.3 million (or 1.6%) over the prior year.

Corporation's Capital Assets
Years Ended June 30, 2006 and June 30, 2005
(In thousand of dollars)

	Governmental		Business		Total		Total
	Activities		Activities				Percentage
	2006	2005	2006	2005	2006	2005	Change
							2006-2005
Land	\$ 2,373	\$ 2,373	\$ 44,003	\$ 44,146	\$ 46,376	\$ 46,519	-0.3%
Buildings and improvements	37,471	34,671	596,269	566,942	633,740	601,613	5.3%
Equipment	1,097	1,097	11,971	12,021	13,068	13,118	-0.4%
Construction in progress	18,148	21,907	27,103	44,688	45,251	66,595	-32.1%
Total	59,089	60,048	679,346	667,797	738,435	727,845	1.5%
Accumulated depreciation	(20,014)	(18,853)	(324,903)	(309,205)	(344,917)	(328,058)	5.1%
Total Capital Assets, net	\$ 39,075	\$ 41,195	\$ 354,443	\$358,592	\$393,518	\$ 399,787	-1.6%

Debt Administration

Through June 30, 2006, approximately \$2.13 billion of revenue bonds have been issued. The revenue bonds are payable solely from the revenues and other monies and assets of the Revenue Bond Funds and other assets of the Corporation pledged under the various bond indentures. Revenue bonds payable decreased \$69.6 million to \$388.6 million at June 30, 2006 from \$458.2 million at June 30, 2005. During the year ended June 30, 2006, the Corporation issued approximately \$6.2 million of new bonds and had bond redemptions of approximately \$76.3 million. As defined in the bond indentures, under certain conditions, revenue bonds may be redeemed without premium prior to maturity. Included in the current year bond redemptions were early redemptions of \$67.7 million.

During fiscal year 2006, Moody's Investors Service's rating of the Corporation continued to be A2 with a negative outlook. The Corporation's bond ratings for the Single Family Mortgage Purchase Revenue Bond program were as follows:

- Standard & Poor's Rating Services: AAA
- Moody's Investors Service: Aaa
- Fitch Ratings: AAA

Housing and Community Development Corporation of Hawaii

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

Currently Known Facts, Decisions, or Conditions

- In accordance with Act 196, SLH 2005, the Corporation will be split into two organizations to more effectively concentrate on the development of affordable housing. The legislature found that the State's role in maintaining affordable housing in Hawaii has evolved into two parts: (1) Administering the State's public housing programs; and (2) Financing and developing affordable housing. Effective July 1, 2006 the Corporation will be bifurcated into (1) the Hawaii public housing administration and (2) the Hawaii housing finance and development administration.
- On July 1, 2006, the Corporation redeemed \$11.3 million of outstanding revenue bonds from the Single Family Mortgage Purchase Revenue Bond Fund, including \$5.8 million of early redemptions.

Requests for Information

This report is designed to provide an overview of the Corporation's finances. Questions concerning any of the information found in this report or requests for additional information should be directed to the Fiscal Management Officer, Housing and Community Development Corporation of Hawaii, 677 Queen Street, Suite 300, Honolulu, Hawaii 96813.

SECTION I
FINANCIAL STATEMENTS



A Hawaii Limited Liability Partnership

Independent Auditor's Report

Board of Directors
Housing and Community Development Corporation of Hawaii

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining other fund balances of governmental funds and proprietary funds all as listed under "basic financial statements" in the accompanying table of contents of Housing and Community Development Corporation of Hawaii (Corporation) as of and for the year ended June 30, 2006, which collectively comprise the Corporation's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in note A, the financial statements of the Corporation, are intended to present the financial position, changes in financial position and the cash flows, where applicable, of only that portion of the governmental activities, business-type activities, each major fund, and the aggregate other fund information of the State of Hawaii that is attributable to the transactions of the Corporation. They do not purport to, and do not, present fairly the financial position of the State of Hawaii as of June 30, 2006, and the changes in its financial position and the cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the remaining aggregate other fund information of the Corporation as of June 30, 2006, and the respective changes in financial position and the cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2006 on our consideration of the Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 1 to 14 and Budgetary Comparison Schedules on pages 84 to 86 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on Management's Discussion and Analysis or on the Budgetary Comparison Schedules.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Corporation's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying Financial Data Schedule and Schedule of Modernization Funds and Modernization Cost for projects HI-08-P001-150102 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

KMH LLP

KMH LLP

Honolulu, Hawaii
November 1, 2006

BASIC FINANCIAL STATEMENTS

Housing and Community Development Corporation of Hawaii

GOVERNMENT-WIDE
STATEMENT OF NET ASSETS

June 30, 2006

ASSETS	Governmental Activities	Business-type Activities	Total
Current Assets			
Cash (notes A7 and C)	\$ 17,687,933	\$ 169,834,676	\$ 187,522,609
Receivables			
Mortgage loans (note E)	-	1,296,440	1,296,440
Accrued interest	-	8,106,152	8,106,152
Tenant receivables, less allowance for doubtful receivables of \$5,796,911	-	744,765	744,765
Other	118,379	1,877,331	1,995,710
	<u>118,379</u>	<u>12,024,688</u>	<u>12,143,067</u>
Internal balances			
Due from other State of Hawaii Departments	2,537,566	(2,537,566)	-
Due from HUD	665,591	3,825,734	4,491,325
Inventories (note A9 and M)			
Developments in progress and dwelling units	-	20,916,442	20,916,442
Materials and supplies	-	825,317	825,317
Net investment in direct financing lease (note F)	-	499,184	499,184
Prepaid expenses and other assets	1,349,042	228,081	1,577,123
Deposits held in trust	-	99,586	99,586
Deferred bond discount and issuance costs (note A12)	-	141,872	141,872
Total current assets	<u>22,358,511</u>	<u>229,679,059</u>	<u>252,037,570</u>
Assets Held by Trustees Under Revenue Bond Programs			
Cash	-	2,956,113	2,956,113
Investments (notes A8, D, G and K)	-	326,593,930	326,593,930
	<u>-</u>	<u>329,550,043</u>	<u>329,550,043</u>
Investments (notes A8 and D)	-	6,380,627	6,380,627
Mortgage Loans, net of current portion (note E)	-	72,173,149	72,173,149
Notes and Loans, net of current portion (note E)	-	426,100	426,100
Other Receivables	-	517,712	517,712
Restricted Deposits and Funded Reserves	-	8,506,200	8,506,200
Net Investment in Financing Lease, net of current portion (note F)	-	15,863,896	15,863,896
Deferred Bond Issuance Costs (note A12)	-	2,221,210	2,221,210
Capital Assets, less accumulated depreciation (notes A5, H and J)	<u>39,075,011</u>	<u>354,442,595</u>	<u>393,517,606</u>
TOTAL ASSETS	<u>\$ 61,433,522</u>	<u>\$ 1,019,760,591</u>	<u>\$ 1,081,194,113</u>

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

GOVERNMENT-WIDE
STATEMENT OF NET ASSETS (continued)

June 30, 2006

LIABILITIES AND NET ASSETS	Governmental Activities	Business-type Activities	Total
Current Liabilities			
Accounts payable	\$ 1,368,580	\$ 5,807,875	\$ 7,176,455
Accrued expenses			
Interest (notes I and J)	-	8,616,865	8,616,865
Other	1,551,248	5,513,032	7,064,280
Internal balances	2,473,456	(2,473,456)	-
Due to State of Hawaii, including Office of Hawaiian Affairs (note M)	-	5,598,604	5,598,604
Due to HHUD	12,781	9,712	22,493
Security deposits	-	2,325,411	2,325,411
Note payable (note I)	-	39,019	39,019
Mortgage payable (note I)	-	131,639	131,639
Revenue bonds payable, less deferred refunding cost (notes J and K)	-	9,565,779	9,565,779
Deferred income	2,193,652	66,415	2,260,067
Deferred commitment fees	-	567,161	567,161
Deferred gain on sale of units and land	-	198,876	198,876
Estimated future costs of land sold (note M)	-	30,016,452	30,016,452
Total current liabilities	7,599,717	65,983,384	73,583,101
Deferred Commitment Fees, net of current portion	-	1,764,353	1,764,353
Arbitrage Rebate Payable (note J)	-	3,015,012	3,015,012
Note Payable, net of current portion (note I)	-	472,437	472,437
Mortgage Payable, net of current portion (note I)	-	6,088,180	6,088,180
Revenue Bonds Payable, less deferred refunding costs, net of current portion (notes J and K)	-	379,036,104	379,036,104
Commitments and Contingencies (notes I, M, N, O and P)			
Net Assets			
Invested in capital assets, net of related debt	39,075,011	245,631,893	284,706,904
Restricted by legislation and contractual agreements	-	338,056,243	338,056,243
Unrestricted	14,758,794	(20,287,015)	(5,528,221)
Total net assets	53,833,805	563,401,121	617,234,926
TOTAL LIABILITIES AND NET ASSETS	\$ 61,433,522	\$ 1,019,760,591	\$ 1,081,194,113

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES

June 30, 2006

Functions/Programs	Expenses	Program Revenues			Net (expense) revenue and changes in net assets		
		Charges for services	Operating grants and contributions	Capital grants and contributions	Governmental activities	Business-type activities	Total
Governmental activities							
Homeless service and assistance program	\$ 8,043,937	\$ -	\$ 786,515	\$ -	\$ (7,257,422)	\$ -	\$ (7,257,422)
Rental housing and assistance program	40,142,231	-	36,420,485	-	(3,721,746)	-	(3,721,746)
Total governmental activities	48,186,168	-	37,207,000	-	(10,979,168)	-	(10,979,168)
Business-type activities							
Rental assistance program	47,119,597	14,411,031	14,027,877	12,533,377	-	(6,147,312)	(6,147,312)
Housing development program	5,353,369	4,668,640	2,863,181	-	-	2,178,452	2,178,452
Multi-family mortgage loan programs	3,278,791	19,252,537	1,113,098	-	-	17,086,844	17,086,844
Single-family mortgage loan program	15,849,045	10,012,409	(1,180,856)	-	-	(7,017,492)	(7,017,492)
Rental housing program	23,824,431	19,264,495	1,495,333	-	-	(3,064,603)	(3,064,603)
Others	5,149,418	4,584,808	120,309	-	-	(444,401)	(444,401)
Total business-type activities	100,574,651	72,193,920	18,438,842	12,533,377	-	2,591,488	2,591,488
Total government-wide	\$ 148,760,819	\$ 72,193,920	\$ 55,645,842	\$ 12,533,377	(10,979,168)	2,591,488	(8,387,680)
State Allotted Appropriations, net of lapses					19,852,729	-	19,852,729
Net Transfers					(2,174,941)	2,149,434	(25,507)
Total general revenues and transfers					17,677,788	2,149,434	19,827,222
Change in net assets					6,698,620	4,740,922	11,439,542
Net Assets at July 1, 2005					47,135,185	558,660,199	605,795,384
Net Assets at June 30, 2006					\$ 53,833,805	\$ 563,401,121	\$ 617,234,926

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

GOVERNMENTAL FUNDS
BALANCE SHEET

June 30, 2006

ASSETS	General	Capital Projects	Housing Voucher	Section 8 Contract Administration	Other Funds	Total Governmental Funds
Current Assets:						
Cash (note C)	\$ 7,124,591	\$ 5,560,693	\$ 4,263,499	\$ 730,955	\$ 8,195	\$ 17,687,933
Other receivables	300	-	1,320	116,759	-	118,379
Due from other funds	-	-	1,705,000	832,566	-	2,537,566
Due from HUD	-	-	23,017	303,859	338,715	665,591
Prepaid expenses and other assets	56,202	-	1,292,840	-	-	1,349,042
TOTAL ASSETS	\$ 7,181,093	\$ 5,560,693	\$ 7,285,676	\$ 1,984,139	\$ 346,910	\$ 22,358,511
LIABILITIES AND FUND BALANCE						
Current Liabilities:						
Accounts payable	\$ 751,274	\$ 289,253	\$ -	\$ -	\$ 328,053	\$ 1,368,580
Accrued expenses	112,920	-	388,926	722,704	-	1,224,550
Due to other funds	77,412	-	2,293,338	92,062	10,644	2,473,456
Due to HUD	-	-	2,637	1,931	8,213	12,781
Deferred income	-	-	2,193,652	-	-	2,193,652
Total liabilities	941,606	289,253	4,878,553	816,697	346,910	7,273,019
Fund Balances - Unrestricted:						
Reserved	6,239,487	5,271,440	-	-	-	11,510,927
Unreserved	-	-	2,407,123	1,167,442	-	3,574,565
Total fund balances	6,239,487	5,271,440	2,407,123	1,167,442	-	15,085,492
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,181,093	\$ 5,560,693	\$ 7,285,676	\$ 1,984,139	\$ 346,910	\$ 22,358,511

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE TO THE
STATEMENT OF NET ASSETS

June 30, 2006

Total fund balance - governmental funds		\$	15,085,492
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.	\$	39,075,011	
Long-term compensated absences are not due and payable in the current period and therefore are not reported in the funds		<u>(326,698)</u>	<u>38,748,313</u>
Net assets of governmental activities		\$	<u>53,833,805</u>

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

Year ended June 30, 2006

	General	Capital Projects	Housing Voucher	Section 8 Contract Administration	Other Funds	Total Governmental Funds
Revenues:						
Intergovernmental – HUD annual contributions and others	\$ -	\$ -	\$ 16,492,745	\$ 18,957,619	\$ 1,753,796	\$ 37,204,160
State allotted appropriations, net of lapsed funds	14,602,729	4,900,000	-	-	350,000	19,852,729
Interest	104	-	2,263	474	-	2,841
Total revenues	14,602,833	4,900,000	16,495,008	18,958,093	2,103,796	57,059,730
Expenditures:						
Current						
Housing assistance payments	680,068	-	14,382,990	17,762,034	-	32,825,092
Homeless services	6,695,075	-	-	-	-	6,695,075
Personal services	481,033	-	1,971,782	350,943	-	2,803,758
Administration	102,270	48	604,233	1,045,792	2,168,413	3,920,756
Professional services	56,395	-	84,531	62,070	7,086	210,082
Security	47,526	-	2,028	288	-	49,842
Repairs and maintenance	404,066	-	9,579	601	-	414,246
Utilities	1,596	-	-	-	-	1,596
Insurance	995	-	7,662	1,549	-	10,206
Other	1,997	-	12,904	96	-	14,997
Capital outlays	125,715	686,899	-	3,527	-	816,141
Total expenditures	8,596,736	686,947	17,075,709	19,226,900	2,175,499	47,761,791
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,006,097	4,213,053	(580,701)	(268,807)	(71,703)	9,297,939
Other Financing Uses - Transfers Out	188,536	320,108	-	20,475	-	529,119
Total other financing uses	188,536	320,108	-	20,475	-	529,119
NET CHANGE IN FUND BALANCE	5,817,561	3,892,945	(580,701)	(289,282)	(71,703)	8,768,820
Fund Balance at July 1, 2005	421,926	1,378,495	2,987,824	1,456,724	71,703	6,316,672
Fund Balance at June 30, 2006	\$ 6,239,487	\$ 5,271,440	\$ 2,407,123	\$ 1,167,442	\$ -	\$ 15,085,492

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

RECONCILIATION OF THE CHANGE IN FUND
BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES

Year ended June 30, 2006

Net change in fund balances - total governmental funds		\$ 8,768,820
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation during the year.	\$ (2,120,087)	
Long-term compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds	<u>49,887</u>	<u>(2,070,200)</u>
Change in net assets of governmental activities		<u>\$ 6,698,620</u>

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

PROPRIETARY FUNDS
STATEMENT OF NET ASSETS

June 30, 2006

ASSETS	Federal Low Rent Program	Dwelling Unit Revolving Fund	Hawaii Rental Housing System Revenue Bond Fund	Single Family Mortgage Purchase Revenue Bond Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Current Assets:							
Cash (notes A7 and C)	\$ 9,618,246	\$ 81,088,628	\$ 1,817,511	\$ -	\$ 76,180,099	\$ 168,704,484	\$ 1,130,192
Receivables:							
Mortgage loans (note E)	-	92,476	-	790,695	413,269	1,296,440	-
Accrued interest	-	666,494	112,648	4,673,000	2,644,503	8,096,645	9,507
Tenant receivables, less allowance for doubtful accounts of \$5,796,911	498,783	15,711	64,118	-	166,153	744,765	-
Other	94,927	370,633	637,840	-	773,931	1,877,331	-
	<u>593,710</u>	<u>1,145,314</u>	<u>814,606</u>	<u>5,463,695</u>	<u>3,997,856</u>	<u>12,015,181</u>	<u>9,507</u>
Due from other funds	3,859,319	462,125	-	-	9,228,814	13,550,258	-
Due from other State of Hawaii Departments	-	23,821,045	-	-	-	23,821,045	-
Due from HUD	3,633,164	-	-	-	192,570	3,825,734	-
Inventories (notes A9 and M)							
Developments in progress and dwelling units	-	20,916,442	-	-	-	20,916,442	-
Materials and supplies	661,879	-	-	-	163,438	825,317	-
Net investment in financing lease (note F)	-	-	-	-	499,184	499,184	-
Prepaid expenses and other assets	-	29,952	809	7,073	190,247	228,081	-
Deposits held in trust	-	-	-	-	99,586	99,586	-
Deferred bond issuance costs	-	-	51,278	72,488	18,106	141,872	-
Total current assets	<u>18,366,318</u>	<u>127,463,506</u>	<u>2,684,204</u>	<u>5,543,256</u>	<u>90,569,900</u>	<u>244,627,184</u>	<u>1,139,699</u>
Assets Held by Trustees Under Revenue Bond Programs:							
Cash and cash equivalent	-	-	-	2,640,321	315,792	2,956,113	-
Investments (notes A8, D, G and K)	-	-	30,841,432	265,788,923	29,963,575	326,593,930	-
	<u>-</u>	<u>-</u>	<u>30,841,432</u>	<u>268,429,244</u>	<u>30,279,367</u>	<u>329,550,043</u>	<u>-</u>
Investments (notes A8 and D)	-	-	-	-	6,380,627	6,380,627	-
Mortgage Loans, net of current portion (note E)	-	621,321	-	8,487,238	63,064,590	72,173,149	-
Notes and Loans, net of current portion (note E)	-	-	-	-	426,100	426,100	-
Other Receivables	-	-	-	-	517,712	517,712	-
Advances to Other Funds	-	-	-	-	325,000	325,000	-
Restricted Deposits and Funded Reserves	-	-	-	-	8,506,200	8,506,200	-
Net Investment in Financing Lease, net of current portion (note F)	-	-	-	-	15,863,896	15,863,896	-
Deferred Bond Issuance Costs, net of current portion (note A12)	-	-	780,508	1,178,207	262,495	2,221,210	-
Capital Assets, less accumulated depreciation (notes A5, H and I)	195,140,220	6,433,521	81,586,783	3,757	71,096,436	354,260,717	181,878
TOTAL ASSETS	<u>\$ 213,506,538</u>	<u>\$ 134,518,348</u>	<u>\$ 115,892,927</u>	<u>\$ 283,641,702</u>	<u>\$ 287,292,323</u>	<u>\$ 1,034,851,838</u>	<u>\$ 1,321,577</u>

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

PROPRIETARY FUNDS
STATEMENT OF NET ASSETS (continued)

June 30, 2006

LIABILITIES AND NET ASSETS	Federal Low Rent Program	Dwelling Unit Revolving Fund	Hawaii Rental Housing System Revenue Bond Fund	Single Family Mortgage Purchase Revenue Bond Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Current Liabilities:							
Accounts payable	\$ 3,480,110	\$ 620,907	\$ 805,324	\$ 46,372	\$ 855,162	\$ 5,807,875	\$ -
Accrued expenses:							
Interest (notes I and J)	-	-	1,755,387	5,923,004	938,474	8,616,865	-
Other	4,006,393	417,124	33,879	121,320	934,316	5,513,032	-
Due to other funds	2,019,004	84,660	101,665	130,859	11,543,667	13,879,855	59,513
Due to State of Hawaii, including Office of Hawaiian Affairs (note M)	-	5,573,604	-	-	25,000	5,598,604	-
Due to HUD	-	-	-	-	9,712	9,712	-
Security deposits	658,113	36,507	852,850	-	777,941	2,325,411	-
Note payable (note I)	-	39,019	-	-	-	39,019	-
Mortgage payable (note I)	-	-	-	-	131,639	131,639	-
Revenue bonds payable, less deferred refunding cost (notes J and K)	-	-	2,245,000	6,495,000	825,779	9,565,779	-
Deferred income	-	18,759	42,804	-	4,852	66,415	-
Deferred commitment fees	-	-	-	567,161	-	567,161	-
Deferred gain on sale of units and land	-	198,876	-	-	-	198,876	-
Estimated future costs of land sold	-	30,016,452	-	-	-	30,016,452	-
Total current liabilities	10,163,620	37,005,908	5,836,909	13,283,716	16,046,542	82,336,695	59,513
Deferred Commitment Fees, net of current portion	-	-	-	1,764,353	-	1,764,353	-
Arbitrage Rebate Payable (note J)	-	-	1,694	3,013,318	-	3,015,012	-
Note Payable, net of current portion (note I)	-	301,110	-	-	171,327	472,437	-
Mortgage Payable, net of current portion (note I)	-	-	-	-	6,088,180	6,088,180	-
Revenue Bonds Payable, less deferred refunding cost, net of current portion (notes J and K)	-	-	100,666,213	227,104,020	51,265,871	379,036,104	-
Commitments and Contingencies (notes I, M, N, O and P)							
Net Assets:							
Invested in capital assets, net of related debt	195,140,220	6,093,392	(20,492,644)	3,757	64,705,290	245,450,015	181,878
Restricted by legislation and contractual agreements	-	-	30,841,432	268,429,244	38,785,567	338,056,243	-
Unrestricted	8,202,698	91,117,938	(960,677)	(229,956,706)	110,229,546	(21,367,201)	1,080,186
Total net assets	203,342,918	97,211,330	9,388,111	38,476,295	213,720,403	562,139,057	1,262,064
TOTAL LIABILITIES AND NET ASSETS	\$ 213,506,538	\$ 134,518,348	\$ 115,892,927	\$ 283,641,702	\$ 287,292,323	\$ 1,034,851,838	\$ 1,321,577

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

RECONCILIATION OF THE PROPRIETARY FUNDS NET ASSETS
TO THE STATEMENT OF NET ASSETS

Year ended June 30, 2006

Total net assets of proprietary funds	\$ 562,139,057
Amounts reported for business-type activities in the statement of net assets are different because certain internal service fund assets and liabilities are included with business-type activities	<u>1,262,064</u>
Net assets of business-type activities	<u><u>\$ 563,401,121</u></u>

The accompanying notes are an integral part of this statements.

Housing and Community Development Corporation of Hawaii

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

Year ended June 30, 2006

	Federal Low Rent Program	Dwelling Unit Revolving Fund	Hawaii Rental Housing System Revenue Bond Fund	Single Family Mortgage Purchase Revenue Bond Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:							
Interest on mortgages, notes, loans, mortgage-backed securities, and net investment in financing lease (note J)	\$ -	\$ 849,218	\$ -	\$ 10,009,030	\$ 2,325,572	\$ 13,183,820	\$ -
Net decrease in fair value of mortgage-backed securities (note A8)	-	-	-	(10,071,372)	-	(10,071,372)	-
Sales of land	-	620,118	-	-	-	620,118	-
Sales of unit	-	1,098,000	-	-	-	1,098,000	-
Rental	13,841,036	941,978	13,299,065	-	4,522,123	32,604,202	41,543
Conveyance tax	-	-	-	-	16,993,834	16,993,834	-
Other	443,557	1,159,326	712,738	2,594	5,332,791	7,651,006	-
Total operating revenues	14,284,593	4,668,640	14,011,803	(39,748)	29,174,320	62,079,608	41,543
Operating Expenses:							
Cost of land and units sold (note M)	-	508,385	-	-	-	508,385	-
Project	6,960,997	1,617,840	6,259,962	-	2,622,869	17,461,668	-
Personal services	12,522,104	1,959,890	178,537	268,388	3,608,879	18,537,798	-
Depreciation	9,982,896	255,199	4,807,247	805	2,453,572	17,499,719	36,929
Housing assistance payments	-	-	-	-	1,677,471	1,677,471	-
Administration	3,858,313	452,481	90,896	184,124	1,030,413	5,616,227	-
(Recovery of) provision for losses	-	(59,446)	43,364	-	172,876	156,794	-
Loan servicing fees	-	-	-	41,029	-	41,029	-
Professional services	270,018	245,986	4,099	28,939	283,212	832,254	12,219
Mortgage insurance	-	-	-	15,159	-	15,159	-
Security	1,578,846	552	-	67	1,981	1,581,446	-
Insurance	177,237	11,256	-	-	67,192	255,685	-
Repairs and maintenance	1,047,508	250,855	156	-	1,301,886	2,600,405	-
Utilities	8,064,168	-	-	1,887	1,391,645	9,457,700	-
Payments in lieu of taxes	574,114	-	-	-	-	574,114	-
Capital expenditures	250,211	42,403	25,222	830	22,034	340,700	79,154
Interest expense	-	-	-	13,394,841	2,137,558	15,532,399	-
Other	-	36,519	125,064	-	418,830	580,413	-
Total operating expenses	45,286,412	5,321,920	11,534,547	13,936,069	17,190,418	93,269,366	128,302
Operating (loss) income carried forward	\$ (31,001,819)	\$ (653,280)	\$ 2,477,256	\$ (13,995,817)	\$ 11,983,902	\$ (31,189,758)	\$ (86,759)

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS (continued)

Year ended June 30, 2006

	Federal Low Rent Program	Dwelling Unit Revolving Fund	Hawaii Rental Housing System Revenue Bond Fund	Single Family Mortgage Purchase Revenue Bond Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating (loss) income brought forward	\$ (31,001,819)	\$ (653,280)	\$ 2,477,256	\$ (13,995,817)	\$ 11,983,902	\$ (31,189,758)	\$ (86,759)
Nonoperating Revenues (Expenses):							
Interest income - cash and investments	181,218	2,863,181	1,046,590	8,890,516	4,808,060	17,789,565	43,673
Net decrease in fair value of investments	-	-	-	-	(2,529,058)	(2,529,058)	-
HUD operating subsidy and others	25,702,154	-	-	-	-	25,702,154	-
Interest expense	(20)	(31,449)	(3,906,075)	-	(1,011,313)	(4,948,857)	-
Trustee fees	-	-	1,702	(56,323)	(7,190)	(61,811)	-
Amortization of deferred bond issuance costs	-	-	(127,587)	(271,723)	(18,515)	(417,825)	-
Loss on disposition of asset	-	-	(32)	-	-	(32)	-
Insurance expense	-	-	(130,819)	-	-	(130,819)	-
Arbitrage rebate	-	-	-	(1,577,337)	-	(1,577,337)	-
Other (expenses) revenues	-	-	(38,600)	-	36,952	(1,648)	-
Net nonoperating revenues (expenses)	25,883,352	2,831,732	(3,154,821)	6,985,133	1,278,936	33,824,332	43,673
Income (loss) before transfers	(5,118,467)	2,178,452	(677,565)	(7,010,684)	13,262,838	2,634,574	(43,086)
Net Operating Transfers	-	1,106,895	792,526	-	250,013	2,149,434	-
CHANGE IN NET ASSETS	(5,118,467)	3,285,347	114,961	(7,010,684)	13,512,851	4,784,008	(43,086)
Fund Net Assets at July 1, 2005	208,461,385	93,925,983	9,273,150	45,486,979	200,207,552	557,355,049	1,305,150
Fund Net Assets at June 30, 2006	\$ 203,342,918	\$ 97,211,330	\$ 9,388,111	\$ 38,476,295	\$ 213,720,403	\$ 562,139,057	\$ 1,262,064

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

RECONCILIATION OF THE CHANGE IN FUND
BALANCES OF PROPRIETARY FUNDS
TO THE STATEMENT OF ACTIVITIES

Year ended June 30, 2006

Net change in fund balances - total proprietary funds	\$ 4,784,008
Net change in fund balances - internal service funds	<u>(43,086)</u>
CHANGE IN NET ASSETS OF BUSINESS-TYPE ACTIVITIES	<u>\$ 4,740,922</u>

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

Year ended June 30, 2006

	Federal Low Rent Program	Dwelling Unit Revolving Fund	Hawaii Rental Housing System Revenue Bond Fund	Single Family Mortgage Purchase Revenue Bond Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash Flows from Operating Activities:							
Cash received from renters	\$ 13,905,748	\$ 917,356	\$ 13,216,729	\$ -	\$ 4,604,698	\$ 32,644,531	\$ 41,543
Cash received from borrowers:							
Principal repayments	-	133,199	-	2,938,566	3,722,248	6,794,013	-
Interest income	-	76,228	-	9,392,962	1,325,603	10,794,793	-
Cash received from net investment in financing lease	-	-	-	-	1,249,521	1,249,521	-
Cash received from sale of land	-	1,693,318	-	-	-	1,693,318	-
Cash received for conveyance taxes	-	-	-	-	16,993,834	16,993,834	-
Cash received for payments on mortgage-backed securities	-	-	-	38,317,938	-	38,317,938	-
Cash to borrower	-	-	-	-	(6,165,000)	(6,165,000)	-
Cash payments for acquisition of mortgage-backed securities	-	-	-	(23,881,663)	-	(23,881,663)	-
Cash payments for loan originations	-	-	-	-	(5,444,471)	(5,444,471)	-
Cash payments for interest	-	-	-	(15,970,259)	(2,112,739)	(18,082,998)	-
Cash payments to employees	(19,483,101)	(1,959,890)	(178,537)	(268,388)	(3,583,088)	(25,473,004)	-
Cash payments to suppliers	(19,466,322)	(2,662,229)	(6,483,291)	(337,134)	(7,896,348)	(36,845,324)	(33,121)
Cash (payments to) receipts from other funds	(524,704)	51,367	(31,965)	3,162	(557,689)	(1,059,829)	-
Payment in lieu of taxes	(574,114)	-	-	-	-	(574,114)	-
Other cash receipts (payments)	541,380	3,677,695	597,666	(995)	4,128,488	8,944,234	-
Net cash (used in) provided by operating activities	(25,601,113)	1,927,044	7,120,602	10,194,189	6,265,057	(94,221)	8,422
Cash Flows from Noncapital Financing Activities:							
Principal paid on revenue bond maturities and redemptions	-	-	-	(73,325,000)	-	(73,325,000)	-
Arbitrage rebate paid	-	-	-	(1,476,653)	-	(1,476,653)	-
Interest paid to the Department of Budget and Finance	(20)	-	-	-	(12,392)	(12,412)	-
HUD operating subsidy and others received	30,174,860	-	-	-	-	30,174,860	-
Cash received from borrower	-	-	-	-	3,250,002	3,250,002	-
Operating transfers in	-	-	-	-	188,536	188,536	-
Operating transfers out	-	-	-	-	(5,034)	(5,034)	-
Net cash provided by (used in) noncapital financing activities	30,174,840	-	-	(74,801,653)	3,421,112	(41,205,701)	-
Cash Flows from Capital and Related Financing Activities:							
Principal paid on revenue bond maturities and redemptions	-	-	(2,190,000)	-	(779,558)	(2,969,558)	-
Other financing source - new bond issuance	-	-	-	-	6,165,000	6,165,000	-
Interest paid on revenue bonds	-	-	(4,142,906)	-	(840,029)	(4,982,935)	-
Principal payments on notes payable	-	(38,632)	-	-	-	(38,632)	-
Principal payments on mortgage loans	-	-	-	-	(122,864)	(122,864.00)	-
Payments of interest	-	(31,449)	-	-	(163,681)	(195,130)	-
Payments for acquisition of property and equipment	(11,168,805)	-	(8,376)	-	(476,776)	(11,653,957)	(151,998)
Other	-	-	-	-	107,561	107,561	-
Net cash (used in) provided by capital and related financing activities	(11,168,805)	(70,081)	(6,341,282)	-	3,889,653	(13,690,515)	(151,998)
Subtotal carried forward	\$ (6,595,078)	\$ 1,856,963	\$ 779,320	\$ (64,607,464)	\$ 13,575,822	\$ (54,990,437)	\$ (143,576)

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS (continued)

Year ended June 30, 2006

	Federal Low Rent Program	Dwelling Unit Revolving Fund	Hawaii Rental Housing System Revenue Bond Fund	Single Family Mortgage Purchase Revenue Bond Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Subtotal brought forward	\$ (6,595,078)	\$ 1,856,963	\$ 779,320	\$ (64,607,464)	\$ 13,575,822	\$ (54,990,437)	\$ (143,576)
Cash Flows from Investing Activities:							
Purchases of investments	-	-	-	(75,080,939)	(1,404,012)	(76,484,951)	-
Proceeds from maturities of investments	2,450,000	-	-	103,640,180	2,041,402	108,131,582	-
Receipts of interest	183,992	2,962,051	992,480	5,275,080	4,686,196	14,099,799	40,322
Net increase in restricted deposits and funded reserves	-	-	-	-	(1,049,764)	(1,049,764)	-
Net cash provided by investing activities	2,633,992	2,962,051	992,480	33,834,321	4,273,822	44,696,666	40,322
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(3,961,086)	4,819,014	1,771,800	(30,773,143)	17,849,644	(10,293,771)	(103,254)
Cash and Cash Equivalents at July 1, 2005	13,579,332	76,269,614	30,887,143	33,933,627	58,646,247	213,315,963	1,233,446
Cash and Cash Equivalents at June 30, 2006	\$ 9,618,246	\$ 81,088,628	\$ 32,658,943	\$ 3,160,484	\$ 76,495,891	\$ 203,022,192	\$ 1,130,192
Reconciliation of Cash to Cash and Cash Equivalents:							
Cash	\$ 9,618,246	\$ 81,088,628	\$ 1,817,511	\$ 2,640,321	\$ 76,495,891	\$ 171,660,597	\$ 1,130,192
Money market funds, reported under investments	-	-	30,841,432	520,163	-	31,361,595	-
Cash and Cash Equivalents at June 30, 2006	\$ 9,618,246	\$ 81,088,628	\$ 32,658,943	\$ 3,160,484	\$ 76,495,891	\$ 203,022,192	\$ 1,130,192

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS (continued)

Year ended June 30, 2006

	Federal Low Rent Program	Dwelling Unit Revolving Fund	Hawaii Rental Housing System Revenue Bond Fund	Single Family Mortgage Purchase Revenue Bond Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash Flows from Operating Activities:							
Reconciliation of operating (loss) income to net cash (used in) provided by operating activities:							
Operating (loss) income	\$ (31,001,819)	\$ (653,280)	\$ 2,477,256	\$ (13,995,817)	\$ 11,983,902	\$ (31,189,758)	\$ (86,759)
Adjustments to reconcile operating (loss) income to net cash (used in) provided by operating activities:							
Net decrease in fair value of mortgage-backed securities	-	-	-	10,071,372	-	10,071,372	-
Depreciation	9,982,896	255,199	4,807,247	805	2,453,572	17,499,719	36,929
Provision for (recovery of) losses	-	(59,446)	43,364	-	172,876	156,794	-
Changes in assets and liabilities:							
Mortgage loans receivable	-	133,199	-	2,938,566	(7,809,408)	(4,737,643)	-
Accrued interest receivable on mortgages, notes and loans	-	9,876	-	-	(311,007)	(301,131)	-
Tenant receivables	67,368	(3,886)	(61,355)	-	(163,256)	(163,129)	-
Other receivables	97,823	318,369	9,992	-	(97,342)	328,842	-
Due from other funds	(213,267)	(7,648)	-	-	(974,444)	(1,195,359)	-
Due from State of Hawaii	-	1,417,134	-	-	2,257	1,419,391	-
Due from HUD	-	-	-	-	(189,085)	(189,085)	-
Inventories	39,068	492,451	-	-	6,940	538,459	-
Prepaid expenses and other assets	-	-	(434)	3,056	275,031	277,653	-
Net investment in lease financing	-	-	-	-	31,417	31,417	-
Deposits held in trust	-	-	-	-	7,315	7,315	-
Investments in mortgage-backed securities	-	-	-	14,436,275	-	14,436,275	-
Accounts payable	(5,247,775)	13,905	(102,291)	(70,101)	466,533	(4,939,729)	58,252
Accrued interest payable	-	-	-	(3,012,865)	24,819	(2,988,046)	-
Other accrued expenses	988,686	8,671	(231)	(838)	23,829	1,020,117	-
Due to other funds	(311,437)	59,015	(31,965)	3,162	417,871	136,646	-
Due to HUD	-	-	-	-	6,010	6,010	-
Security deposits	(2,656)	(17,883)	17,066	-	(62,992)	(66,465)	-
Deferred income	-	(2,853)	(38,047)	-	2,219	(38,681)	-
Deferred refunding costs	-	-	-	436,642	-	436,642	-
Deferred commitment fees	-	-	-	(616,068)	-	(616,068)	-
Deferred gain on sale of units and land	-	(24,800)	-	-	-	(24,800)	-
Estimated future costs of land sold	-	(10,979)	-	-	-	(10,979)	-
Net cash (used in) provided by operating activities	\$ (25,601,113)	\$ 1,927,044	\$ 7,120,602	\$ 10,194,189	\$ 6,265,057	\$ (94,221)	\$ 8,422

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS

June 30, 2006

	<u>Private Purpose Trusts</u>
ASSETS	
Cash	<u>\$ 288,364</u>
TOTAL ASSETS	<u><u>\$ 288,364</u></u>
LIABILITIES AND NET ASSETS	
Liabilities -	
Accounts payable	<u>\$ 232,833</u>
Total liabilities	232,833
Net Assets -	
Held in trust	<u>55,531</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 288,364</u></u>

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

Year ended June 30, 2006

	<u>Private Purpose Trusts</u>
Additions - Interest	\$ 1,203
Deductions - Capital Outlays	<u>268,454</u>
CHANGE IN NET ASSETS	(267,251)
Net Assets at July 1, 2005	<u>322,782</u>
Net Assets at June 30, 2006	<u><u>\$ 55,531</u></u>

The accompanying notes are an integral part of this statement.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

General

Chapter 201E, Hawaii Revised Statutes and Act 337, Session Laws of Hawaii (SLH) 1987, created the Housing Finance and Development Corporation (HFDC). The HFDC was created to perform housing finance, housing development and residential leasehold functions. The Hawaii Housing Authority, State of Hawaii (Authority) was organized pursuant to the provisions of Chapter 356, Hawaii Revised Statutes. The Authority was created to provide safe and sanitary dwelling accommodations for low and moderate-income residents of Hawaii.

In accordance with Act 350, SLH, 1997, effective July 1, 1998, the functions and employees of HFDC as well as those of the Authority and the Rental Housing Trust Fund were transferred to the newly created Housing and Community Development Corporation of Hawaii (Corporation). The purpose of Act 350, SLH, 1997, was to consolidate all state housing functions previously administered by the Authority, HFDC and the Rental Housing Trust Fund. The Corporation is a public body and a body corporate and politic and was, for administrative purposes only, considered to be a part of the State Department of Business, Economic Development and Tourism. In accordance with Act 92, Session Laws of Hawaii, 2003, effective July 1, 2003, administratively, the functions and employees of the Corporation were transferred to the State Department of Human Services.

For financial reporting purposes, the Corporation includes all funds that are controlled by or dependent on the Corporation's Board of Directors. Control by or dependence on the Corporation was determined on the basis of statutory authority and monies flowing through the Corporation to each fund.

HUD Subsidized Programs

The Federal Low-Rent Program and the various Section 8 funds are referred to collectively as the HUD Subsidized Programs and represent the contracts that the Corporation has entered into with the U.S. Department of Housing and Urban Development (HUD). The Federal Low-Rent Program is used to account for Corporation-owned housing projects, which are rented to low-income families.

HUD Subsidized Programs include subsidized housing assistance payments. Under these programs, low-income tenants lease housing units directly from private landlords rather than from the Corporation. Rental payment subsidies are paid directly to the private landlords by the Corporation using operating subsidies obtained from HUD.

The Federal Low-Rent Program includes all property and equipment, principally structures and improvements, acquired with contributions from HUD.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

Significant Accounting Policies

1. Basic Financial Statements

The accompanying financial statements of the Corporation have been prepared in conformity with accounting principles generally accepted in the United States of America prescribed by the Governmental Accounting Standards Board (GASB). In June 1999, the GASB issued Statement 34, Basic Financial Statements – Management’s Discussion and Analysis – for State and Local Governments. This Statement established new financial reporting requirements for state and local governments in the United States of America. They required new information and restructured much of the information that governments have presented in the past. Comparability with reports issued in prior years was affected. The Corporation was required to implement these standards for the fiscal year ended June 30, 2002.

Other GASB Statements were required to be implemented in conjunction with Statement 34. Therefore, the Corporation implemented the following GASB Statements as of July 1, 2001: Statement 36, Recipient Reporting for Certain Shared Nonexchange Revenues, Statement 37, Basic Financial Statements – Management’s Discussion and Analysis – for State and Local Governments: Omnibus and Statement 38, Certain Financial Statement Note Disclosures.

The Corporation is part of the executive branch of the State. The financial statements of the Corporation, are intended to present the financial position, changes in financial position, and cash flows where applicable, of only that portion of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the State of Hawaii that is attributable to the transactions of the Corporation. They do not purport to, and do not, present fairly the financial position of the State of Hawaii as of June 30, 2006, and the changes in its financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America. The State Comptroller maintains the central accounts for all State funds and publishes financial statements for the State annually, which include the Corporation’s financial activities.

2. Government-Wide and Fund Financial Statements

The government-wide financial statements, the statement of net assets and the statement of activities, report information of all of the non-fiduciary activities of the Corporation. Governmental activities, which normally are supported by State allotments and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

2. Government-Wide and Fund Financial Statements (continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges to customers who purchase, use, or directly benefit from goods or services provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. State allotments and other items not properly included among program revenues are reported instead as general revenues. Resources that are dedicated internally are reported as general revenues rather than program revenues. The Corporation does employ an indirect cost allocation system.

Net assets are restricted when constraints placed on them are either externally imposed or imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net assets. When both restricted and unrestricted resources are available for use, generally it is the Corporation's policy to use restricted resources first, then unrestricted resources as they are needed.

The fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are summarized into a single column. The Corporation's fiduciary funds are presented in the fund financial statements. Since by definition their assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities as obligations of the government, their funds are not incorporated into the government-wide statements.

3. Measurement Focus, Basis of Accounting and Financial Statement Presentation

a. Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Interest expense of approximately \$20,481,000 was included as direct function expenses during the year ended June 30, 2006.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

3. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

b. Governmental Fund Financial Statements

The Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Corporation considers revenues to be available if they are collected within 60 days of the end of the current fiscal year end. In applying the susceptible to accrual concept to intergovernmental revenues pursuant to GASB Statement 33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when applicable requirements, including time requirements are met.

Principal revenue sources considered susceptible to accrual include federal grants and interest on investments. Some revenue items that are considered measurable and available to finance operations during the year from an accounting perspective are not available for expenditure due to the State's present appropriation system. These revenues have been accrued in accordance with generally accepted accounting principles since they have been earned and are expected to be collected within sixty days of the end of the period. Other revenues are considered to be measurable and available only when cash is received by the Corporation.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Modifications to the accrual basis of accounting include employees' vested vacation, which is recorded as an expenditure when utilized or paid. The amount of unmatured long-term indebtedness related to accumulated vacation at June 30, 2006 has been reported in the government-wide financial statements.

c. Proprietary Funds and Fiduciary Funds

The financial statements of proprietary funds and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting, similar to the government-wide statements described above.

Each proprietary fund has the option under GASB Statement 20, Accounting and Financial Reporting for Proprietary funds and Other Governmental Entities that Use Proprietary Fund Accounting, to elect to apply all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, unless FASB conflicts with GASB. The Corporation has elected to not apply FASB statements after the applicable date.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

3. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

c. Proprietary Funds and Fiduciary Funds (continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services or goods in connection with a proprietary fund's principal ongoing operations. Revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The principal operating revenues of the Corporation's enterprise funds are interest income, rental income, land sales and conveyance tax revenues. Federal grants and interest income from investments are reported as nonoperating income.

4. Fund Accounting

The financial activities of the Corporation are recorded in individual funds, each of which is deemed to be a separate accounting entity. The Corporation uses fund accounting to report on its financial position and results of operations. Fund accounting is designed to demonstrate the legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

GASB Statement 34 sets forth minimum criteria for the determination of major funds. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

a. Governmental Funds

General Fund – The general fund is the general operating fund of the Corporation. It is used to account for all financial activities except those required to be accounted for in another fund. This fund includes the Rent Supplement, Security/Beautification and the Homeless Program. The annual operating budget as authorized by the State Legislature provides the basic framework within which the resources and obligations of the general fund are accounted.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. These funds include Section 8 Housing Choice Voucher Program, Contract Administration, Drug Elimination Programs, Shelter Plus Care, Housing

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4. Fund Accounting (continued)

a. Governmental Funds (continued)

Opportunities for Persons with AIDS (HOPWA) Program, Emergency Shelter Grant Program, Residential Opportunities Self-Sufficient Programs (ROSS), Supportive Housing Program, Office of Juvenile Justice and Delinquency Program, Economic Development Initiative Special Project Grant Boys and Girls Club of Hawaii, and Self-Help Program.

Capital Projects Fund – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary fund type). These funds include the Capital Projects Fund, EDI Special Project Grant and Department of Labor Employment and Training Grant.

The Corporation reports the following major governmental funds:

- General Fund
- Capital Projects Fund
- Housing Voucher Program – accounts for federal contributions for housing assistance payments under the Housing Choice Voucher Program.
- Section 8 Contract Administration – accounts for federal contributions primarily for housing payments under the Project-Based Section 8 program.

b. Proprietary Funds

Enterprise Funds – These funds account for those activities for which the intent of management is to recover, primarily through user charges, the cost of providing goods or services to customers, or where sound financial management dictates that periodic determinations of results of operations are appropriate. The enterprise funds include the Revenue Bond Funds, Dwelling Unit Revolving Fund, and other funds.

Under the Revenue Bond Funds, proceeds from the bond issues are used to make below-market interest rate mortgage loans to persons and families of low to moderate income for the purchase of owner-occupied single-family and condominium dwellings, provide interim construction loans and permanent financing of affordable rental housing projects; and to

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4. Fund Accounting (continued)

b. Proprietary Funds (continued)

finance multifamily housing projects. These funds include the Single Family Mortgage Purchase Revenue Bond Fund, the Multifamily Revenue Bond Fund, the Hawaii Rental Housing System Revenue Bond Fund, and the University of Hawaii Faculty Housing Program Revenue Bond Fund.

The other funds include the Federal Low-Rent Program, Housing Revolving Fund, Housing for Elders Revolving Fund, Teacher Housing Revolving, Banyan Street Manor Project, Wilikina Apartments Project, Kekuiani Gardens Project, Kekumu at Waikoloa Project, Fee Simple Residential Revolving Fund, Rental Assistance Fund, Housing Finance Revolving Fund, Disbursing Fund, Rental Housing Trust Fund, Kuhio Park Terrace Resource Center, Federal Grant Program Fund, Grant-in-aid Fund, Hamakua and Waialua.

Internal Service Funds – These funds account for those activities, which provide goods or services primarily to the Corporation, rather than to external parties. In the government-wide statements, internal service funds are included with business-type activities. These funds include the Equipment Rental Fund and Vehicle Rental Fund.

The Corporation reports the following as major proprietary funds:

Federal Low-Rent Program – accounts for the proceeds from federal contributions for the development of rental property and rental income and federal operating subsidies from such properties.

Dwelling Unit Revolving Fund – accounts for state funds used for acquiring, developing, selling, leasing and renting residential, commercial and industrial properties, providing mortgage and interim financing and rental income and sales proceeds and interest earnings from the financing and investment of such funds.

Hawaii Rental Housing System Revenue Bond Fund – accounts for special funds to account for housing projects or systems of housing projects financed from the proceeds of bonds secured under the same trust indenture. The fund accounts for six multifamily rental housing projects located throughout the State of Hawaii.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4. Fund Accounting (continued)

b. Proprietary Funds (continued)

Single Family Mortgage Purchase Revenue Bond Fund – accounts for the proceeds for the issuance of bonds used to make below-market interest rate mortgage loans and the repayment, interest, and earnings from such loans and investment of such funds.

c. Fiduciary Funds

The private-purpose trust funds account for net assets held in a trustee capacity for others.

5. Capital Assets

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities in the government-wide financial statements and proprietary funds financial statements. Capital assets are defined by the Corporation as land and those assets with estimated useful lives greater than one year and with an acquisition cost greater than:

Land improvements	\$100,000
Building and building improvements	\$100,000
Equipment	\$ 5,000

Purchased and constructed capital assets are valued at cost. Donated assets are recorded at their fair market value at the date of donation.

Capital assets utilized in the governmental funds are recorded as expenditures in the governmental fund financial statements.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

5. Capital Assets (continued)

Depreciation expense is recorded in the government-wide financial statements, as well as the proprietary funds financial statements. The Corporation utilizes the straight-line method over the assets' estimated useful life. No depreciation is recorded for land and land improvements. Generally, the useful lives are as follows:

	Governmental Activities	Proprietary Fund and business-type activities
	<u> </u>	<u> </u>
Building and building improvements	25 years	10 – 40 years
Equipment	7 years	1 – 10 years

6. Deferred Revenues

Deferred revenues at the fund level and government-wide level arise when the Corporation receives resources before it has a legal claim to them. In subsequent periods, when the revenue recognition criteria is met, or when the Corporation has a legal claim to the resources, the liability for deferred revenue is removed from the statement of net assets and revenue is recognized. Deferred revenues at June 30, 2006 consist primarily of Federal grant funds and deferred rental income.

7. Cash and Cash Equivalents

Cash and cash equivalents for the purpose of the statement of cash flows – proprietary funds, include all cash and investments with original purchased maturities of three months or less.

8. Investments

Investments in U.S. government securities, certificates of deposit and money market funds with maturities of one year or less when purchased are stated at cost. Non-participating investment contracts, generally repurchase agreements, are reported at cost. All other investments are reported at fair value.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

9. Inventories

Development in Progress and Dwelling Units

Inventories consist of developments in progress and units available for sale. Developments in progress include construction in progress and land held for future development related to the remaining portions of three master planned community projects – Kapolei (Oahu), La'i'opua (Hawaii), and Leiali'i (Maui). Costs included in developments in progress relate to the infrastructure construction for these master planned communities. Units available for sale include constructed units, developed lots and repurchased units available for sale.

Inventories are stated at the lower of cost or estimated net realizable value. All estimated development, holding and disposition costs to the anticipated date of disposition are considered in the determination of estimated net realizable value. Estimated net realizable value represents management's estimates, based on management's plans and intentions, of sales price less development, holding and disposition costs, assuming that the development and disposition occurs in the normal course of business. Valuation allowances for estimated losses on units available for sale are provided when the total estimated carrying costs exceeds the estimated net realizable value.

The recognition of gain from the sale of units is dependent on a number of factors relating to the nature of the property sold, the terms of the sale and the future involvement of the Corporation in the property sold. If a real estate transaction does not meet established financial criteria, profit recognition is deferred and recognized under the installment or cost recovery method until such time as the criteria are met.

Material and Supplies

In the governmental funds, the cost of inventories is recorded as an expenditure when consumed.

10. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and service type transactions are classified as "due to and from other funds." Interfund receivables and payables between funds (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets. See note R for details of interfund transactions, including receivables and payables at year end.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

11. HUD Annual Contributions

The Corporation receives annual contributions and subsidies from HUD for operating the Corporation's housing assistance payment programs and the development and operation of low-income housing projects. The Corporation also receives annual subsidies from HUD for housing assistance payments and operating deficits incurred in the operation of the programs. Annual subsidies recorded in the proprietary fund types are recognized as nonoperating revenue when realized and earned and are accounted for in the statement of revenues, expenses and changes in fund net assets – proprietary funds as HUD operating subsidy.

12. Amortization

Issuance costs of revenue bonds are deferred and amortized ratably over the term of the bond principal outstanding.

13. Vacation

Employees hired prior to July 2, 2001 are credited with vacation at a rate of 168 hours per calendar year. Employees hired on or subsequent to July 2, 2001 are credited with vacation which ranges from 96 hours to 192 hours per calendar year depending on years of service. Accumulation of such vacation credits is limited to 720 hours at calendar year end and is convertible to pay upon termination of employment. Liabilities for accumulated unpaid vacation are accrued at the end of each accounting period utilizing current salary rates. Such vacation credits are recorded as accrued wages and employee benefits payable in the government-wide and the enterprise funds financial statements at the balance sheet date. Accumulated unpaid vacation estimated to be used or paid during the next year is approximately \$711,000. The change in accumulated unpaid vacation during the year is approximately as follows:

<u>Balance at July 1, 2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at June 30, 2006</u>
\$2,497,951	\$1,072,405	\$1,061,467	\$2,508,889

14. Allocated Costs

The Corporation provides certain administrative services to its various funds. The cost of these services is allocated to the funds based on estimates of benefits provided to the funds.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

15. Reservations of Fund Balances

The general and capital projects fund balances are reserved for continuing appropriations, which are comprised of encumbrances and unencumbered allotment balances. Encumbrances represent outstanding commitments, which generally are liquidated in the subsequent fiscal year.

Unencumbered allotment balances represent amounts that have been released and made available for encumbrance or expenditure and are legally segregated for a specific future use.

16. Risk Management

Liabilities related to certain types of losses (including torts, theft of, damage to, or destruction of assets, errors or omissions, natural disasters and injuries to employees) are reported when it is probable that the losses have occurred and the amount of those losses can be reasonably estimated.

17. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOTE B – BUDGETING AND BUDGETARY CONTROL

The budget of the Corporation is a detailed operating plan identifying estimated costs and results in relation to estimated revenues. The budget includes (1) the programs, services and activities to be provided during the fiscal year, (2) the estimated revenues available to finance the operating plan, and (3) the estimated spending requirements of the operating plan. The budget represents a process through which financial policy decisions are made, implemented and controlled. Revenue estimates are provided to the State Legislature at the time of budget consideration and are revised and updated throughout the fiscal year. Amounts reflected as budgeted revenues in the accompanying Required Supplementary Information – Budgetary Comparison Schedule are estimates as compiled by the Corporation and reviewed by the Department of Budget and Finance. Budgeted expenditures are derived primarily from acts of the State Legislature and from other authorizations contained in the State Constitution, the Hawaii Revised Statutes and other specific appropriation acts in various Session Laws of Hawaii.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE B – BUDGETING AND BUDGETARY CONTROL (continued)

Expenditures of these appropriated funds are made pursuant to the appropriations in the biennial budget as amended by subsequent supplemental appropriations. Budgetary control is maintained at the departmental level. Budget revisions and interdepartmental transfers may be affected with certain executive and legislative branch approvals.

The general fund and certain special revenue funds have legally appropriated annual budgets. The final legally adopted budget in the accompanying Required Supplementary Information – Budgetary Comparison Schedule represent the original appropriations, transfers and other legally authorized legislative and executive changes.

To the extent not expended or encumbered, general fund and special revenue funds appropriations generally lapse at the end of the fiscal year or grant period for which the appropriations were made. The State Legislature or federal government specifies the lapse dates and any other contingencies that may terminate the authorization for other appropriations. Known lapses occurring in the year of appropriation, if any, are included in the amended budgets, and are netted against revenues in the accompanying Required Supplementary Information – Budgetary Comparison Schedule.

A comparison of both the original budget and the final budget to the actual revenues and expenditures of the general and certain special revenue funds are presented in the accompanying Required Supplementary Information – Budgetary Comparison Schedule. Differences between revenues and expenditures reported on the budgetary basis and those reported in accordance with generally accepted accounting principles (GAAP) are mainly due to revenues and expenditures of unbudgeted funds and the different methods used to recognize resource uses. For budgeting purposes, resource uses are recognized when cash disbursements are made or funds are encumbered. For financial statements presented in accordance with GAAP, expenditures are recognized when incurred and encumbrances are not reported as resources used.

A summation of the differences between revenues and expenditures reported on the budgetary basis and those reported in accordance with GAAP for the general and certain special revenue funds for the year ended June 30, 2006 is set forth in the Required Supplementary Information.

NOTE C – CASH

The State maintains a cash pool that is available to all funds. The Director of Finance is responsible for the safekeeping of all monies paid into the State Treasury. The Director of Finance may invest any monies of the State, which in the Director's judgment are in excess of the amounts necessary for meeting the immediate requirements of the State. Cash is pooled with funds from other State agencies and departments and deposited with approved financial institutions or invested in the State Treasury

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE C – CASH (continued)

Investment Pool. Cash accounts that participate in the investment pool accrue interest based on the average weighted cash balances of each account.

The State requires that the depository banks pledge, as collateral, government securities held in the name of the State for deposits not covered by federal deposit insurance.

At June 30, 2006, total cash reported in the Statement of Net Assets is \$190,578,308, which consisted of the following:

	<u>Governmental</u>	<u>Business-Type</u>	<u>Total</u>
State pool and petty cash	\$ 12,685,284	\$ 157,647,441	\$ 170,332,725
Cash in bank (book balance)	<u>5,002,649</u>	<u>12,187,235</u>	<u>17,189,884</u>
	17,687,933	169,834,676	187,522,609
Assets held by trustees	-	2,956,113	2,956,113
Deposits held in trust	<u>-</u>	<u>99,586</u>	<u>99,586</u>
Total Cash	<u>\$ 17,687,933</u>	<u>\$ 172,890,375</u>	<u>\$ 190,578,308</u>

Bank balance of cash in bank was approximately \$21,559,573, of which \$355,695 was covered by federal depository insurance or collateral held by the Corporation or Corporation's agent in the Corporation's name; \$21,203,878 by collateral held by the pledging financial institution's trust department or agent in the Corporation's name, and \$0 was uninsured or uncollateralized.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE D – INVESTMENTS

Investments at June 30, 2006 are summarized as follows:

	Maturity (in years)					Fair Value
	0-2	2 - 5	5 - 10	10-20	>20	
Government sponsored Enterprises	\$ -	\$ -	\$ -	\$ 6,369,338	\$ -	\$ 6,369,338
Mortgage-backed securities	6,664,599	25,542,273	80,059,444	66,498,985	-	178,765,301
Repurchase agreements	-	-	-	-	115,823,603	115,823,603
Private debt obligations	-	-	-	-	556,090	556,090
Guarantee investment Contracts	-	-	-	-	98,630	98,630
	<u>\$ 6,664,599</u>	<u>\$25,542,273</u>	<u>\$80,059,444</u>	<u>\$72,868,324</u>	<u>\$ 116,478,323</u>	
Money market funds						<u>31,361,595</u>
Total investments						<u>\$ 332,974,557</u>
				Assets held by trustees under revenue bond programs		\$ 326,593,930
				Investments – noncurrent		<u>6,380,627</u>
				Total Investments		<u>\$ 332,974,557</u>

Interest Rate Risk: The Corporation does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk: The Revenue Bond Funds' trust indentures authorize the trustees to invest in certificates of deposit, money market funds, U. S. government or agency obligations, and repurchase agreements. The Corporation has no investment policy that would further limit its investment decisions. As of June 30, 2006, all investments except the private debt obligations are rated AA to AAA by Moody's, Fitch and Standard & Poors. The private debt obligations are rated BAA to A.

Concentration of Credit Risk: The Corporation places no limit on the amount the Corporation may invest in any one issuer. More than 5 percent of the Corporation's investments are in the Federal National Mortgage Association, the Government National Mortgage Association, the Societe Generale, and the First American Government Obligation Fund. These investments are 47 percent, 9 percent, 25 percent, and 9 percent, respectively, of the Corporations total investments.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE D – INVESTMENTS (continued)

Custodial Risk: For an investment, custodial risk is the risk that, in the event of the failure of the counterparty, the Corporation will not be able to recover the value of its investments or collateral securities that in the possession of an outside party. The Corporation's investments are uninsured and unregistered for which the securities are held by the Corporation's trust agent in the Corporation's name. The repurchase agreements are collateralized with securities held by the pledging financial institution's collateral agent but not in the Corporation's name. The underlying securities for repurchase agreements are required to be U. S. government or agency obligations of an equal or greater market value. The Corporation monitors the market value of these securities and obtains additional collateral when appropriate.

NOTE E – MORTGAGE LOANS AND NOTES AND LOANS RECEIVABLE

Mortgage loans and other notes and loans receivable at June 30, 2006 are comprised of the following:

	Mortgage Loans	Notes and Loans
Mortgage loans bearing interest at 0.0% to 13.5%, maturing at various dates through 2046	\$ 73,469,589	\$ —
Promissory note bearing interest at 9%, due 2010	—	426,100
	<u>1,296,440</u>	<u>—</u>
Less current maturities	<u>\$ 72,173,149</u>	<u>\$ 426,100</u>

Mortgage and development loans are collateralized by real property. The Revenue Bond Funds' mortgage loans are also subject to primary mortgage and mortgage pool insurance coverage that, subject to aggregate loss limitations, reimburses the Corporation for all losses incurred, if any, from the disposition of real property acquired through foreclosure.

The promissory note receivable from a developers totaling approximately \$426,000 is uncollateralized. The promissory note provides the Corporation with the option to acquire certain improvements constructed by the developer on January 1, 2010. If the Corporation does not exercise the option, the entire principal balance and accrued interest shall be paid over a period of 15 years in monthly installments necessary to fully amortize the outstanding amount of this note.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE F – NET INVESTMENT IN FINANCING LEASE

University of Hawaii Faculty Housing Program Revenue Bond Fund

On November 1, 1995, the Corporation entered into a lease and sublease agreement (Agreement) with the Board of Regents, University of Hawaii (University). Under the Agreement, the Corporation leases the land under the housing project from the University for an annual rent of \$1 and then subleases the leased land, buildings and improvements and equipment back to the University. The University will make certain lease rental payments to the Corporation, including amounts sufficient to pay the principal, premium, if any, and interest on the bonds as the same become due and payable. The Agreement expires on June 30, 2026. Upon expiration of the Agreement, the ownership of the buildings and improvements and equipment will revert to the University.

The following lists the components of the net investment in direct financing lease as of June 30, 2006:

Total minimum lease payments to be received	\$ 27,588,921
Less unearned interest income	<u>(11,225,841)</u>
Net investment in direct financing lease	16,363,080
Less current portion	<u>(499,184)</u>
	<u>\$ 15,863,896</u>

The future approximate minimum lease payments to be received through 2011 and in five-year increments thereafter are as follows:

Year ending June 30,	
2007	\$ 1,235,000
2008	810,000
2009	810,000
2010	810,000
2011	810,000
2012 – 2016	4,049,000
2017 – 2021	8,273,000
2022 – 2026	<u>10,791,921</u>
	<u>\$ 27,588,921</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE G – REVENUE BOND FUNDS – RESERVE REQUIREMENTS

Under the trust indentures between the Corporation and the trustees for the Single Family Mortgage Purchase Revenue Bonds, investment assets and cash are required to be held by the trustees in various accounts and funds, including debt service reserve accounts, loan funds and mortgage loan reserve funds. The uses of these assets are restricted by the terms of the indentures.

At June 30, 2006, the following debt service reserves and mortgage loan reserves required by the indentures were included in assets held by trustees under Revenue Bond Programs.

	Single Family Mortgage Purchase
	<hr/>
Debt service reserve requirements	\$ 23,574,000
Mortgage loan reserve requirements	<hr/> 1,681,000
	<hr/> <u>\$ 25,255,000</u>

At June 30, 2006, approximately \$25 million and \$5.9 million of investment securities, at cost, were being held in the debt service reserve funds and mortgage loan reserve funds, respectively.

Under the trust indenture agreement between the Corporation and the trustee for the Hawaii Rental Housing System revenue bond, the Corporation is required to provide net revenues (as defined in the trust indenture agreement) together with lawfully available funds of at least 1.25 times the aggregate debt service on outstanding bonds during the bond year. Additionally, the Corporation is to provide net revenues (as defined in the trust indenture agreement) of at least 1.10 times the aggregate debt service on outstanding bonds during the bond year. At June 30, 2006, the Hawaii Rental Housing System Revenue Bond Fund provided net revenues (as defined in the trust indenture agreement) together with lawfully available funds of 5.23 times the aggregate debt service on outstanding bonds during the year, respectively, and net revenues (as defined in the trust indenture agreement) of 1.29 times the aggregate debt service on outstanding bonds during the year, respectively.

The trust indenture agreement also requires that the mortgage loan reserves for these Revenue Bond Funds be funded from other than bond proceeds and, accordingly, the reserves have been funded by commitment fees at June 30, 2006.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE H – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2006 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 2,373,410	\$ –	\$ –	\$ 2,373,410
Construction in progress	21,906,834	686,899	(4,446,007)	18,147,726
Total capital assets not being depreciated	<u>24,280,244</u>	<u>686,899</u>	<u>(4,446,007)</u>	<u>20,521,136</u>
Capital assets, being depreciated:				
Building and improvements	34,670,806	2,800,185	–	37,470,991
Equipment	1,096,574	–	–	1,096,574
Total capital assets being depreciated	<u>35,767,380</u>	<u>2,800,185</u>	<u>–</u>	<u>38,567,565</u>
Less accumulated depreciation for:				
Building and improvements	17,779,549	1,150,397	–	18,929,946
Equipment	1,072,977	10,767	–	1,083,744
Total accumulated depreciation	<u>18,852,526</u>	<u>1,161,164</u>	<u>–</u>	<u>20,013,690</u>
Governmental activities, net	<u>\$ 41,195,098</u>	<u>\$ 2,325,920</u>	<u>\$ (4,446,007)</u>	<u>\$ 39,075,011</u>
Business-type activities				
Capital assets, not being depreciated:				
Land	\$ 44,145,561	\$ –	\$ (142,404)	\$ 44,003,157
Construction in progress	44,688,052	11,157,827	(28,743,160)	27,102,719
Total capital assets not being depreciated	<u>88,833,613</u>	<u>11,157,827</u>	<u>(28,885,564)</u>	<u>71,105,876</u>
Capital assets being depreciated:				
Building and improvements	566,942,088	31,150,100	(1,823,491)	596,268,697
Equipment	12,021,018	203,013	(252,572)	11,971,459
Total capital assets being depreciated	<u>578,963,106</u>	<u>31,353,113</u>	<u>(2,076,063)</u>	<u>608,240,156</u>
Less accumulated depreciation for:				
Building and improvements	289,752,847	17,419,013	(1,724,860)	305,466,118
Equipment	19,452,459	117,635	(132,775)	19,437,310
Total accumulated depreciation	<u>309,205,306</u>	<u>17,536,648</u>	<u>(29,103,997)</u>	<u>324,903,437</u>
Business-type activities capital assets, net	<u>\$358,591,413</u>	<u>\$ 24,974,293</u>	<u>\$(29,103,997)</u>	<u>\$354,442,595</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE H – CAPITAL ASSETS (continued)

Current-period depreciation expense was charged to function as follows:

Governmental activities	\$ 526,064
Homeless Service and Assistance Program	635,100
Rental Housing and Assistance Program	<u>1,161,164</u>
Total depreciation expense – governmental activities	<u>1,161,164</u>
Business-type activities	9,982,896
Rental Assistance Program	255,199
Housing Development Program	805
Single-family Mortgage Loan Program	7,260,819
Rental Housing Programs	36,929
Others	<u>17,536,648</u>
Total depreciation expense – business-type activities	<u>17,536,648</u>
Total depreciation expense	<u><u>\$18,697,812</u></u>

At June 30, 2006, capital assets for the proprietary funds consisted of the following:

	Proprietary Fund Type						Total
	Enterprise Funds				Internal Service		
	Revenue Bond Funds	Federal Low-Rent Fund	Dwelling Unit Revolving Fund	Other Funds	Equipment Rental	Vehicle Rental	
Land	\$ 16,186,850	\$ 13,089,005	\$ 3,775,631	\$ 10,951,671	\$ –	\$ –	\$ 44,003,157
Buildings and Improvements	129,911,799	364,552,486	8,261,174	93,543,238	–	–	596,268,697
Equipment, furniture and fixtures	1,502,121	6,784,558	208,796	1,449,672	1,517,825	508,487	11,971,459
Construction in Progress	–	27,102,719	–	–	–	–	27,102,719
	<u>147,600,770</u>	<u>411,528,768</u>	<u>12,245,601</u>	<u>105,944,581</u>	<u>1,517,825</u>	<u>508,487</u>	<u>679,346,032</u>
Less accumulated Depreciation	<u>66,010,230</u>	<u>216,388,548</u>	<u>5,812,080</u>	<u>34,848,145</u>	<u>1,497,009</u>	<u>347,425</u>	<u>324,903,437</u>
Net property and Equipment	<u>\$ 81,590,540</u>	<u>\$ 195,140,220</u>	<u>\$ 6,433,521</u>	<u>\$ 71,096,436</u>	<u>\$ 20,816</u>	<u>\$ 161,062</u>	<u>\$ 354,442,595</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE I – MORTGAGE AND NOTES PAYABLE

Mortgage Payable

The Banyan Street Manor Project entered into a mortgage note agreement in October 1976 in the amount of \$1,727,800 with USGI, Inc. (insured by HUD). On September 1, 1996, Greystone Servicing Corporation, Inc. (GSCI) became the new servicing agent and mortgagee. The mortgage loan bears interest at 7.5 percent and is collateralized by the rental property. Principal and interest are payable in monthly installments of \$11,370, maturing January 1, 2018. At June 30, 2006, the mortgage payable balance was \$553,803. The balance is expected that remaining balance will be paid off by June 30, 2011.

The Kekuilani Gardens Project (Kekuilani) entered into a mortgage agreement in December 1996 in the amount of \$5,213,614 with the U.S. Department of Agriculture and Rural Development. The mortgage loan bears interest at 7.25 percent and is collateralized by the Kekuilani Gardens Project. Principal and interest are payable in monthly installments of \$11,509 and matures on December 1, 2046. At June 30, 2006, the mortgage payable balance was \$5,082,800.

Kekuilani also entered into an interest credit and rental assistance agreement in December 1996 with the U.S. Department of Agriculture and Rural Development, which reduces Kekuilani's principal and interest payments. During the period, Kekuilani realized approximately \$256,000 of interest credit reducing the interest expense from approximately \$369,000 to \$113,000.

In addition, Kekuilani entered into a mortgage agreement in December 1996 in the amount of \$696,267 with the Rental Housing Trust Fund. The mortgage loan bears interest at 1 percent and is collateralized by the Kekuilani Gardens Project. Principal and interest are payable in monthly installments of \$1,475 and matures on January 1, 2047. At June 30, 2006, the mortgage payable balance was \$583,216.

Notes Payable

The Corporation has three mortgage notes payable to the U.S. Department of Agriculture, Farmers Home Administration (FmHA). Two notes were originated in August 1976, and are payable in combined monthly installments of \$2,207, including interest at 1 percent, with the final combined payment due in August 2009. The third note was originated in October 1994, and is payable in monthly installments of \$1,315, including interest at 1 percent, due in October 2027. The notes are secured by property and rental receipts. Notes payable to the U.S. Department of Agriculture FmHA as of June 30, 2006 totaled \$340,129.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE I - MORTGAGE AND NOTES PAYABLE (continued)

Notes Payable (continued)

Notes payable also consists of a \$171,327 unsecured promissory note payable to an individual (the former owner of Banyan Street). The entire principal balance plus accrued interest, which accrues at the same rate as the residual receipt funds held by GSCI, Inc. (approximately 1.0% for the year ended June 30, 2006), is due within 45 days of full payment of the 7.5% GSCI, Inc. mortgage note collateralized by HUD which matures on January 1, 2018.

Mortgage and notes payable activity during the year was as follows:

	<u>Balance at July 1, 2005</u>	<u>Addition</u>	<u>Reductions</u>	<u>Balance at June 30, 2006</u>	<u>Less Current Portion</u>	<u>Long Term Portion</u>
Mortgage payable	\$ 6,342,924	\$ -	\$ 123,105	\$ 6,219,819	\$ 131,639	\$ 6,088,180
Notes payable	378,761	171,327	38,632	511,456	39,019	472,437
Total	\$ 6,721,685	\$ 171,327	\$ 161,737	\$ 6,731,275	\$ 170,658	\$ 6,560,617

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE I – MORTGAGE AND NOTES PAYABLE (continued)

The approximate debt service requirements of mortgage and notes payable through 2011 and in five-year increments thereafter to maturity are as follows:

Year ending June 30,	Principal	Interest	Total
2007	\$ 171,000	\$ 158,000	\$ 329,000
2008	180,000	149,000	329,000
2009	165,000	138,000	303,000
2010	175,000	127,000	302,000
2011	167,000	116,000	283,000
2012-2016	313,000	518,000	831,000
2017-2021	398,000	433,000	831,000
2022-2026	517,000	314,000	831,000
2027-2031	778,000	148,000	926,000
2032-2036	839,000	12,000	851,000
2037-2041	1,174,000	6,000	1,180,000
2042-2046	1,652,000	2,000	1,654,000
2047	202,275	-	202,275
	<u>\$ 6,731,275</u>	<u>\$ 2,121,000</u>	<u>\$ 8,852,275</u>

NOTE J – REVENUE BONDS PAYABLE

Through June 30, 2006, approximately \$2,129,898,000 of revenue bonds have been issued. The revenue bonds are payable from and secured solely by the revenues and other monies and assets of the Revenue Bond Funds and other assets of the Corporation pledged under the indentures.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE J – REVENUE BONDS PAYABLE (continued)

Revenue bonds payable at June 30, 2006 consist of the following issuances:

Single Family Mortgage Purchase revenue bonds:

1997 Series A:	
Term bonds maturing annually through 2031 (5.00% to 5.75%)	\$ 15,055,000
1997 Series B:	
Serial bonds maturing annually through 2010 (4.75% to 5.00%)	9,820,000
Term bonds maturing in 2011 through 2018 (5.45%)	<u>29,405,000</u>
	<u>39,225,000</u>
1998 Series A:	
Serial bonds maturing annually through 2014 (4.75% to 5.25%)	11,525,000
Term bonds maturing annually through 2031 (4.85% to 5.40%)	<u>38,155,000</u>
	<u>49,680,000</u>
1998 Series B:	
Term bonds maturing in 2019 through 2029 (5.30%)	11,085,000
1998 Series C:	
Term bonds maturing in 2019 through 2021 (5.35%)	4,060,000
2000 Series A:	
Term bonds maturing in 2021 through 2027 (6.275%)	25,000,000
2002 Series A:	
Serial bonds maturing annually through 2013 (3.55% to 4.80%)	4,200,000
Term bonds maturing in 2014 through 2034 (4.40% to 5.38%)	19,050,000
Placed bonds maturing in 2023 through 2034 (5.38%)	<u>3,525,000</u>
	<u>26,775,000</u>
2002 Series B:	
Term bonds maturing in 2026 through 2029 (5.25%)	1,810,000
2005 Series A:	
Term bonds maturing in 2027 through 2037 (5.00%)	<u>7,920,000</u>
Single Family Mortgage Purchase revenue bonds subtotal carried forward	<u>\$180,610,000</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE J – REVENUE BONDS PAYABLE (continued)

Single Family Mortgage Purchase revenue bonds subtotal brought forward	<u>\$180,610,000</u>
2005 Series B:	
Serial bonds maturing annually through 2016 (2.85% to 3.90%)	15,810,000
Term bonds maturing in 2016 through 2027 (3.70% to 4.30%)	<u>39,320,000</u>
	<u>55,130,000</u>
Total Single Family Mortgage Purchase revenue bonds	<u>\$235,740,000</u>
Hawaii Rental Housing System revenue bonds:	
2004 Series A:	
Serial bonds maturing in 2007 through 2014 (2.10% to 3.70%)	\$ 14,150,000
Term bonds maturing in 2015 through 2034 (3.80% to 4.75%)	<u>67,455,000</u>
	<u>81,605,000</u>
2004 Series B-	
Term bonds maturing annually through 2034 (3.16%)	<u>22,500,000</u>
Total Hawaii Rental Housing System revenue bonds	<u>\$104,105,000</u>
Multifamily Housing revenue bonds:	
1999 Series (Manana Gardens Project) – term bond maturing annually through 2035 (6.30%)	\$ 3,560,000
2000 Series (Sunset Villas Project) – term bonds maturing annually through 2036 (5% to 5.75%)	26,025,000
2002 Series (Hale Hoaloha Project) – mortgage installment bonds maturing annually through 2028 (6.75% until 2012 and 7.75% thereafter)	1,671,650
2005 Series (Kauhale Olu Project):	
Mortgage Installment bonds maturing in 2008 (6.75%)	665,000
Mortgage Installment bonds maturing in 2036 (6.75%)	<u>5,500,000</u>
	<u>6,165,000</u>
Total Multifamily Housing revenue bonds	<u>\$ 37,421,650</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE J – REVENUE BONDS PAYABLE (continued)

University of Hawaii Faculty Housing Program revenue bonds:

1995 Series:

Serial bonds maturing in 2007 (5.00%)

\$ 415,000

Term bonds maturing annually from 2008 through 2026 (5.70% and 5.75%)

14,255,000

Total University of Hawaii Faculty Housing
Program revenue bonds

\$ 14,670,000

Total Revenue Bonds:

Revenue Bonds

\$ 391,936,650

Less deferred refunding amount (difference between reacquisition
price and net carrying value of old debt)

3,334,767

Total Revenue Bonds

388,601,883

Less current portion

9,565,779

\$ 379,036,104

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE J – REVENUE BONDS PAYABLE (continued)

Interest on the Single Family Mortgage Purchase, Multifamily Housing, University of Hawaii Faculty Housing Program, and Hawaii Rental Housing System revenue bonds is payable semi-annually.

The Single Family Mortgage Purchase and Hawaii Rental Housing System revenue bonds with designated maturity dates, the Multifamily Housing revenue bonds and the University of Hawaii Faculty Housing Program revenue bonds may be redeemed at the option of the Corporation commencing in 2001 for the Single Family Mortgage Purchase 1991 Series, 2004 for the Single Family Mortgage Purchase 1994 Series, 2007 for the Single Family Mortgage Purchase 1997 Series, subject to a redemption premium which ranges from 2 percent to zero; 2008 for the Single Family Mortgage Purchase 1998 Series, subject to a redemption premium that ranges from 1.5 percent to zero; 2010 for the Single Family Mortgage Purchase 2000 Series, and 2014 for the Single Family Mortgage Purchase 2002 Series, 2005 for the Hawaii Rental Housing System 2004 Series, 2010 for the Multifamily Housing 1999 Series, 2011 for the 2000 Series, subject to a redemption premium which ranges from 2 percent to zero; and 2005 for the University of Hawaii Faculty Housing Program 1995 Series subject to redemption premiums that range from 1 percent to zero. The revenue bonds may also be redeemed without premium prior to maturity, at the option of the Corporation, as funds become available from undisbursed bond proceeds, principal payments and prepayments of mortgages, excess amounts in the debt service reserve account or excess revenues (as defined in the bond indentures).

During the year ended June 30, 2006, early redemptions totaled \$67,700,000.

Revenue bonds activity during the year was as follows:

	Balance at July 1, 2005	Additions	Reductions	Balance at June 30, 2006
Single Family Mortgage Purchase	\$309,065,000	\$ -	\$ 73,325,000	\$235,740,000
Multifamily Housing	31,641,208	6,165,000	384,558	37,421,650
Hawaii Rental Housing System	106,295,000	-	2,190,000	104,105,000
University of Hawaii Faculty Housing Program	15,065,000	-	395,000	14,670,000
	462,066,208	6,165,000	76,294,558	391,936,650
Less deferred refunding amount	3,846,604	-	511,837	3,334,767
Total	<u>\$458,219,604</u>	<u>\$ 6,165,000</u>	<u>\$ 75,782,721</u>	<u>\$388,601,883</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE J – REVENUE BONDS PAYABLE (continued)

The approximate annual debt service requirements through 2011 and in five-year increments thereafter to maturity for revenue bonds are as follows:

Year ending June 30:	Principal	Interest	Total
2007	\$ 9,566,000	\$ 19,088,000	\$ 28,654,000
2008	10,011,000	18,684,000	28,695,000
2009	9,843,000	18,295,000	28,138,000
2010	11,885,000	17,879,000	29,764,000
2011	11,098,000	17,387,000	28,485,000
2012 – 2016	67,614,000	78,243,000	145,857,000
2017 – 2021	71,229,000	61,069,000	132,298,000
2022 – 2026	93,096,000	41,300,000	134,396,000
2027 – 2031	68,845,000	17,706,000	86,551,000
2032 – 2036	38,205,000	3,455,000	41,660,000
2037 – 2039	545,000	14,000	559,000
	<u>\$ 391,937,000</u>	<u>\$ 293,120,000</u>	<u>\$ 685,057,000</u>

Arbitrage Rebate

In order to ensure the exclusion of interest on the Corporation's Hawaii Rental Housing System revenue bonds and Single Family Mortgage Purchase 1989 Series A, 1990 Series A, 1991 Series A and B and 1994 Series A and B revenue bonds from gross income for federal income tax purposes, the Corporation calculates rebates due to the U. S. Treasury annually. The rebates are calculated by bond series based on the amount by which the cumulative amount of investment income exceeds the amount that would have been earned had funds been invested at the bond yield. At June 30, 2006, the Corporation determined that \$3,015,012 of rebates was due to the U. S. Treasury.

NOTE K – CONDUIT DEBT OBLIGATIONS

From time to time, the Corporation has issued Revenue Bonds to provide financial assistance to private sector entities for the acquisition and rehabilitation of multifamily rental housing developments. These bonds are special limited obligations of the Corporation, payable solely from and secured by a pledge of payments on the mortgage-backed securities. Neither the Corporation, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. The bonds are reported as liabilities in the accompanying financial statements along with the related assets.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE K – CONDUIT DEBT OBLIGATIONS (continued)

As of June 30, 2006, there were four series of Conduit Revenue Bonds outstanding, with an aggregate principal amount payable of \$37,421,650 reported as Multifamily Housing Revenue bonds.

NOTE L – LEASES

Lease Commitments

The Corporation leases land, buildings, and improvements under various noncancellable operating leases expiring at various dates through 2056. The land lease for the Banyan Street Manor Project contains the option to purchase the fee-simple interest in the land at any time for a specified percentage of fair market value at the time of purchase.

The minimum rental commitments under operating leases through 2011 and in five-year increments thereafter are as follows:

Year ending June 30,	
2007	\$ 640,000
2008	652,000
2009	571,000
2010	492,000
2011	505,000
2012 – 2016	2,732,000
2017 – 2021	3,119,000
2022 – 2026	3,332,000
2027 – 2031	3,878,000
2032 – 2036	3,639,000
2037 – 2041	4,294,000
2042 – 2046	4,367,000
2047 – 2051	5,153,000
2052 – 2056	5,240,000
	<u>\$ 38,614,000</u>

Rent expense for the year ended June 30, 2006 totaled approximately \$568,000.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE L – LEASES (continued)

Lease Rentals

The Corporation leases land with a carrying value of approximately \$2,653,000 to various developers and home buyers. The leases are generally for 55 years with the last 25 years' lease rent negotiated based on the fair market value of the land. Rent income for the year ended June 30, 2006 was approximately \$361,000.

The future minimum lease rent from these operating leases at June 30, 2006 is as follows:

Year ending June 30:	
2007	\$ 330,000
2008	309,000
2009	307,000
2010	305,000
2011	304,000
2012 – 2016	1,570,000
2017 – 2021	1,537,000
2022 – 2026	1,206,000
	<u>\$ 5,868,000</u>

NOTE M – COMMITMENTS AND CONTINGENCIES

Loan Guarantee

The Corporation has guaranteed up to \$40,000,000 of the mortgage loans sold by it to the Employees' Retirement System of the State of Hawaii (ERS). Upon the 120th day of any delinquency or default, the Corporation is obligated to cure the arrearage of principal and interest or buy back the delinquent loan. At June 30, 2006, the outstanding balance of mortgage loans that have been sold to the ERS which are covered by the loan guarantee was approximately \$155,000. At June 30, 2006, notes and loans receivables did not include any delinquent loans purchased back from the ERS.

Construction Contracts

At June 30, 2006, the Dwelling Unit Revolving Fund had outstanding commitments to expend approximately \$26,551,000 for the construction and renovation of housing projects and there were no outstanding commitments to fund interim loans for various projects.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

The Capital Projects Fund and the Fiduciary Funds had outstanding construction contract commitments of approximately \$4,939,000 at June 30, 2006.

Development Costs

The Kapolei development project primarily consists of eight residential villages and certain commercial parcels spread over approximately 888 acres of land. As of June 30, 2006, all but 18 acres of residential and 43 acres of commercial land has been substantially developed and sold. The estimated future cost of land sold relates primarily to the completion of certain off-site improvements at this project. This liability reflects amounts charged to the cost of land sold in excess of costs incurred. Management believes that the future revenues from this project will meet or exceed the net amount of this liability and the remaining costs to be incurred on the project.

Additionally, the Corporation has been in the process of developing two master planned communities on the neighbor islands – the Leialii project located in the West Maui area and the Laiopua project located in North Kona. As large portions of these projects are located on public trust (“ceded”) land owned by the State of Hawaii, and subject to lawsuits seeking to prevent the Corporation’s sale or transfer of this land, these projects have been delayed indefinitely. As of June 30, 2006, the Corporation has remaining development rights related to the second phase of the Leiali’i project and 57 acres of the Laiopua project. Development costs related to the Leialii project were approximately \$18.9 million at June 30, 2006. Management believes that the future revenues from this project will meet or exceed the aggregate of the development costs at June 30, 2006 and the remaining costs to be incurred.

Additionally, the Corporation has other developments costs and dwelling units of approximately \$2.1 million at June 30, 2006.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Torts

The Corporation is involved in various actions, the outcome of which, in the opinion of management and the Attorney General, will not have a material adverse effect on the Corporation's financial position except for the OHA lawsuit described below. Losses, if any, are either covered by insurance or will be a liability against the State of Hawaii.

Workers' Compensation Policy

The Corporation has a retrospectively rated workers' compensation insurance policy. Based on available claim experience information, the minimum premium accrued for financial statement reporting purposes approximates the Corporation's ultimate workers' compensation cost.

Accumulated Sick Leave Pay

Sick leave accumulates at the rate of one and three-quarters working days for each month of service without limitation. It may be taken only in the event of illness and is not convertible to pay upon termination of employment. However, a State employee who retires or leaves government service in good standing with 60 days or more of unused sick leave is entitled to additional service credit in the Employees' Retirement System of the State of Hawaii (ERS). Accumulated sick leave at June 30, 2006 amounted to approximately \$6,122,000.

Deferred Compensation Plan

In 1984, the State established a deferred compensation plan, which enables State employees to defer a portion of their compensation. The State Department of Human Resources Development has the fiduciary responsibility of administering the plan. Deferred compensation is not available to employees until termination, retirement, death or an unforeseeable emergency.

Litigation

In November 1994, the Office of Hawaiian Affairs (OHA) filed a claim against the Corporation seeking declaratory and injunctive relief and for monetary damages pursuant to Sections 632-1 and 66-1 of the Hawaii Revised Statutes. The claim relates to certain ceded lands located in Lahaina, Maui. OHA seeks the following relief: (1) barring the Corporation from conveying and alienating the subject land from the public land trust and (2) finding any conveyance to a third party not an agency of the State or its political subdivision in violation of the Hawaii State Constitution.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Litigation (continued)

In its claim, OHA also alleges that the Corporation is in violation of the Hawaii Revised Statutes Section 10-3.6 and Act 318, SLH 1992. In 1992, the Legislature enacted Act 318, which sets forth a plan to compensate OHA for land from the public land trust which was to be conveyed from the State Department of Land and Natural Resources (DLNR) to the Corporation for housing developments. Under Act 318, OHA is to be compensated 20 percent of the fair market value of ceded lands. OHA maintains that the fair market value of the Lahaina ceded lands was determined in May 1994. In November 1994, the ceded lands were conveyed from DLNR to the Corporation and a check for 20 percent of the fair market value of the property in the amount of \$5,573,604 was presented to OHA. OHA claims that a timely appraisal was not performed, 90 days before the date of conveyance, and that the conveyance of the Lahaina property was illegal. The payment was rejected by OHA and a liability remains outstanding as of June 30, 2006. In the event that OHA is not granted the injunctive and declaratory relief it seeks, OHA requests for a timely re-appraisal of the fair market value of the Lahaina ceded lands and payment in accordance with Act 318. The Corporation maintains that the fair market value was determined in August 1994 and therefore complies with the requirements of Act 318.

In November 1994, several individuals filed a claim similar to the OHA claim against DLNR and the Corporation seeking to enjoin the sale or transfer of certain ceded lands located in Lahaina, Maui, from the State to private individuals or entities. The claim alleges that the State does not have good marketable title of the ceded lands and any such sale or transfer would constitute an illegal conversion of lands. The plaintiffs seek an injunctive relief barring the Corporation from sale or transfer of the Lahaina ceded lands.

In response to the above claims, the State Department of Attorney General issued, in July 1995, its opinion as to whether the State has legal authority to sell or dispose of ceded lands. The Attorney General concluded that the State has been and remains empowered to sell trust lands subject to the terms of the trust.

The above claims have resulted in delays in the Leial'i and La'opua Master Planned Community projects. The Corporation is presently evaluating alternatives and remains optimistic and committed to these projects. The Corporation will continue to work with innovation and creativity to resolve these concerns fairly, while still delivering quality houses in quality communities.

In 1994, an action was filed by OHA against the State and various unnamed parties claiming the State's alleged failure to properly account for and pay to OHA monies due to OHA, under Article XII of the Hawaii State Constitution and Chapter 10 of the Hawaii Revised Statutes, for occupation by the State on certain ceded lands, as more fully described below.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Litigation (continued)

In December, 2002, following a trial on the issues, the trial court confirmed the State's authority to sell ceded lands, denied the declaratory ruling that the sale of ceded lands did not directly or indirectly release or limit Hawaiian's claims to those lands which the plaintiffs requested, and ordered that judgment be entered in the State's and Corporation's favor as to Counts I, II, and III of the Amended Complaint. The plaintiffs moved for and were granted leave to file immediate appeals from the court's rulings to the Hawaii Supreme Court. Those appeals are now pending. Trial to determine the sufficiency of the proceeds paid to OHA by the Corporation and the State from the sale of ceded lands at issue has not been scheduled.

The ultimate outcome of appeal cannot presently be determined. Accordingly, no provision for any liability nor its effect on the projects' net realizable value, if any, that may result upon adjudication, has been made in the accompanying statement of net assets.

It has been alleged but without certainty that payments received by the Corporation for all projects developed on ceded lands are subject to the above claim. However, the ultimate outcome of the litigation and its effect on the Corporation, if any, cannot presently be determined. Accordingly, no provision for any liability, if any, that may result from the resolution of this matter has been made in the statement of net assets.

In May 2004, public housing tenants filed a claim against the Corporation seeking declaratory and injunctive relief pursuant to U.S.C. §2201-02 & Rule 65 of the Federal Rules of Civil Procedure to adjust the Corporation's utility allowances to reflect changes in utility costs. The claim relates to the requirement per United States Housing Act, 42 U.S.C. §1437(a)(1), which requires that shelter costs for tenants residing in federally subsidized public housing projects do not exceed 30% of tenant income.

The plaintiffs allege the Corporation has failed to review or update the utility allowances for all projects since 1997. In establishing the utility allowances, the Corporation must annually review the utility allowances and make adjustments to reflect changes in the basis upon which the allowances are based. Additionally, where there is a change in the rates upon which the allowance is based of greater than 10%, the Corporation must make interim adjustments to its allowances. Also, the plaintiffs allege that since its last updated utility allowance, utility rates have increased substantially resulting in inadequate utility allowances and rent charges in excess of 30 percent of tenant income.

In August 2004, public housing disabled tenants filed a similar claim alleging the Corporation's failure to provide appropriate utility allowance as required by federal law and HUD regulations.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Litigation (continued)

The ultimate outcome of the litigation and its effect on the Corporation, if any, cannot be presently determined. Accordingly, no provision for any liability, if any, that may result from the resolution of this matter has been made in the statement of net assets.

Ceded Lands

OHA et al. v. State of Hawaii, Civil No. 94-0205-01 (First Circuit)

The lands transferred to the United States by the Republic of Hawaii at Hawaii's annexation to the United States in 1898 are commonly referred to as the ceded lands. Upon Hawaii's admission to the Union in 1959, title to ceded lands still held by the United States and to lands, which the United States acquired, by exchange for ceded lands after 1898 was conveyed by the United States to the State of Hawaii. Section 5 of the Admission Act expressly provided that those lands were to be held by the State as a public trust. Certain rental housing projects of the Corporation are situated on parcels of land, which are to be held by the State as a public trust under Section 5.

In 1979, the State legislature (the "Legislature") adopted HRS Chapter 10 ("Chapter 10,"), which, as amended in 1980, specified, among other things, that OHA expend 20 percent of all funds derived by the State from the Ceded Lands for the betterment of Native Hawaiians.

In 1987, in *Trustees of the Office of Hawaiian Affairs v. Yamasaki*, 69 Haw. 154 (1987) ("Yamasaki"), the Hawaii Supreme Court concluded that Chapter 10 was insufficiently clear regarding the amount of monies OHA was entitled to receive from the public trust lands.

In 1990, in response to *Yamasaki*, the Legislature adopted Act 304, Session Laws of Hawaii 1990, which (i) defined "public land trust" and "revenue," (ii) reiterated that 20 percent of the now defined "revenue" derived from the "public land trust" was to be expended by OHA for the betterment of native Hawaiians, and (iii) established a process for OHA and the Director of Finance of the State jointly to determine the amount of monies which the State would pay OHA to retroactively settle all of OHA's claims for the period June 16, 1980 through June 30, 1991. Since fiscal year 1992 and until the first quarter of fiscal year 2002, the State, through its departments and agencies paid 20 percent of "revenues" to OHA on a quarterly basis.

On January 14, 1994, OHA filed suit against the State alleging that the State failed to properly account for and fully pay the pro rata share of proceeds and income derived from the lands of public trust established by the Admission Act and the 1978 amendments to the State Constitution. OHA seeks an accounting of all proceeds and income, funds and revenues derived from the lands since 1978, and

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Ceded Lands (continued)

OHA et al. v. State of Hawaii, Civil No. 94-0205-01 (First Circuit)(continued)

restitution or damages amounting to 20 percent of the proceeds and income derived from (a) the lands since November 7, 1978, (b) the lands since June 16, 1980, and (c) the lands under Act 304, Session Laws of Hawaii 1990, as well as interest thereon. The State has denied all of OHA's substantive allegations, and asserted its sovereign immunity from suit and other jurisdictional and claim-barring defenses.

In May 1996, OHA filed four motions for partial summary judgment as to the State's liability to pay OHA 20 percent of monies from four specific sources, including rental housing projects of the Corporation situated on public trust lands. The State opposed those four motions. The State also filed a motion to dismiss on sovereign immunity grounds.

On October 24, 1996, the Circuit Court of the First Circuit of the State of Hawaii (First Circuit Court) denied the State's motion to dismiss and granted OHA's four motions for partial summary judgment. The State has filed an interlocutory appeal to the Hawaii Supreme Court from both orders. All other proceedings have been stayed pending the Hawaii Supreme Court's disposition of the appeal.

OHA's complaint and motions do not specify the State's alleged failures, nor do they state the dollar amount of the claims. The First Circuit Court's October 24, 1996 order granting OHA's motions for partial summary judgment did not determine the amounts owing. The basis and methodology for calculating any such amount are being disputed. OHA has not provided complete information for its claims for the period from 1981 through 1991, and has provided no information as to its claims for the period from 1991 to the present. The expert witness retained by OHA in this case has estimated that the State's potential liability for the four sources specified in OHA's summary judgment motions for the years 1981 through 1991 (but not thereafter) to be not less than \$178,000,000, of which approximately \$9,200,000 is related to gross rental income derived by the Corporation.

On June 30, 1997, the Governor approved Act 329, Session Laws of Hawaii, 1997. The purpose of this Act was to achieve a comprehensive, just and lasting resolution of all controversies relating to the proper management and disposition of the lands subject to public trust, and of the proceeds and income, which the lands generate. The Act also fixes the amount of proceeds and income OHA will receive during the two-year period at \$15.1 million per year, and requires the completion, continued maintenance, and use of a comprehensive inventory of the public trust lands.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Ceded Lands (continued)

OHA et al. v. State of Hawaii, Civil No. 94-0205-01 (First Circuit) (continued)

On September 12, 2001 the Hawaii Supreme Court concluded by holding that Act 304 was effectively repealed by its own terms, and that there was no judicial management standard, by which to determine whether OHA was entitled to the revenues it sought because the repeal of Act 304 revived the law which the court in Yamasaki had previously concluded was insufficiently clear to establish how much OHA was entitled to receive. The Supreme Court dismissed this case for lack of justiciability. Immediately thereafter, agencies ceased paying OHA any receipts from the ceded lands.

The Legislature took no action during the 2002 and 2003 legislative sessions to establish a new mechanism for establishing how much OHA was to receive. On January 23, 2003, and pending legislative action to establish such a mechanism, the Governor issued Executive Order No. 03-03 directing state agencies to resume transferring receipts from the ceded lands to OHA. During the 2003 legislative session, the Legislature appropriated moneys from the various funds into which the ceded lands receipts had been deposited and directed the agencies to pay them to OHA. During the 2004 legislative session, the Legislature did not appropriate any moneys from the various funds. OHA continues to pursue its claims for a portion of the revenues from the ceded lands.

OHA et al. v. HHA et al., Civil No. 95-2682-07 (First Circuit)

On July 27, 1995, OHA filed suit against the Hawaii Housing Authority and the State Director of Finance to secure additional compensation and an itemized accounting of the sums previously paid to OHA for five specifically identified parcels of ceded lands, which were transferred to the Authority for rental housing projects. On January 11, 2000, all proceedings in this suit were stayed pending the Hawaii Supreme Court's decision in the State's appeal.

The State's potential liability, if any, therefore, may be determined either (1) by the ruling by the Hawaii Supreme Court on the State's interlocutory appeal and, if such ruling is adverse to the State, the conclusion of any subsequent trial and related appeals, or (2) by legislation enacted as a result of the process set out in Act 329. Given all of the above, and the uncertain timing of any final disposition of the case, the State is not able to predict either the ultimate outcome of the case, or the magnitude of its potential liability, if any, with any reasonable certainty. A legislative resolution or judicial decision adverse to the State could have a material adverse effect on the State's financial condition.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Ceded Lands (continued)

OHA et al. v. HHA et al., Civil No. 95-2682-07 (First Circuit) (continued)

A legislative resolution or judicial decision adverse to the State could have a material adverse effect on the Corporation's financial condition if an adverse resolution or decision against the State includes liability for gross rental income derived by the Corporation from rental housing projects situated on lands in the public trust and the liability is imposed upon the Corporation. However, the ultimate outcome of the litigation and its effect on the Corporation, if any, cannot be determined. Accordingly, no estimate of loss has been made in the accompanying statement of net assets of the Corporation.

HUD Examination

In September 2002, HUD conducted a limited review of the Corporation's policies and procedures over procurement and contracting and the obligation and expenditure of Comprehensive Grant and Capital Fund Program funds. Based on the results of this limited review, HUD found several findings in these areas. The findings include the improper procurement of a construction contract totaling approximately \$771,000 to a construction company for repairs and maintenance of a housing project operated by the Corporation. During the fiscal year 2004, the Corporation made a payment to HUD of \$771,000 for the amounts paid under the construction contract.

As a result of the review, in September 2002, HUD issued a Corrective Action Order (CAO) for the Corporation. The CAO required that the Corporation, to perform certain corrective actions, including, but not limited to performing an assessment to identify improvements in its operations.

During 2005, as a result of the corrective action taken by the Corporation, HUD closed all findings identified in the CAO. Subsequently, allowing the Corporation to take the maximum points allowed under the Public Housing Assessment System (PHAS).

PHAS scores the Corporation on its Capital Fund Program by reviewing the unexpended funds, timeliness of fund obligation, contract administration, quality of physical work and budget controls. An on-site confirmatory review completed in December 2005 by the HUD Honolulu Office confirmed that the Corporation has met the highest level of performance under the Capital Fund Programs as required under PHAS.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE M – COMMITMENTS AND CONTINGENCIES (continued)

Memorandum of Agreement with HUD

In accordance with the provisions of its Low Rent Public Housing Annual Contribution Contract with HUD, if the Corporation's performance evaluation results in a designation as a "troubled" public housing agency, as defined by the provisions of Public Housing Assessment System (PHAS) as codified at 24 CFR Part 902, the Corporation must enter into a binding contractual agreement designated as a Memorandum of Agreement (MOA) with HUD for the purpose of improving its performance.

On September 30, 2004, the Corporation and HUD entered into an MOA, thereby requiring the Corporation to comply with certain terms and conditions, including but not limited to meeting certain performance targets, implementing prescribed strategies, and meeting certain timelines for improvement, including written progress reports.

On November 22, 2005, HUD removed the "troubled" agency status noting that the Corporation made significant progress in achieving the targets and strategies under the MOA. The Corporation received a PHAS score of 73 points out of 100 points.

NOTE N – RETIREMENT PLAN

Employees' Retirement System

Plan Description

All eligible employees of the State and Counties are required by Chapter 88 of the Hawaii Revised Statutes to become members of the Employees' Retirement System of the State of Hawaii (ERS), a cost-sharing multiple-employer public employee retirement plan. The ERS provides retirement benefits as well as death and disability benefits. The ERS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for ERS. That report may be obtained from them.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE N – RETIREMENT PLAN (continued)

Employees' Retirement System (continued)

Plan Description (continued)

The ERS consists of a contributory plan and a noncontributory plan. Employees covered by Social Security on June 30, 1984 were given the option of joining the noncontributory plan or remaining in the contributory plan. All new employees hired after June 30, 1984, who are covered by Social Security, are generally required to join the noncontributory plan. Both plans provide a monthly retirement allowance based on the employee's age, years of credited service, and average final compensation (AFC). The AFC is the average salary earned during the five highest paid years of service, including the vacation payment, if the employee became a member prior to January 1, 1971. The AFC for members hired on or after this date is based on the three highest paid years of service excluding the vacation payment. All benefits vest after five and ten years of credited service for the contributory and noncontributory plans, respectively. All contributions, benefits and eligibility requirements are governed by Chapter 88.

Funding Policy

Most covered employees of the contributory plan are required to contribute 7.8 percent of their salary. Police officers, firefighters, investigators of the department of the prosecuting attorney and the attorney general, narcotics enforcement investigators, and public safety investigators are required to contribute 12.2 percent of their salary. The actuarial cost or funding method used to calculate the total employer contribution required is the entry age normal actuarial cost method. Under this method, the total employer contributions to the ERS is comprised of normal cost plus level annual payments required to amortize the unfunded actuarial accrued liability over the closed period ending June 30, 2029.

There was approximately \$1,869,000 of employer contributions (contributory and non-contributory) for the year ended June 30, 2006.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE O – POST-RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

In addition to providing pension benefits, the State provides certain health care and life insurance benefits to all employees hired prior to July 1, 1996 who retire from State employment on or after attaining age 62 with at least ten years of service or age 55 with at least thirty years of service under the noncontributory plan and age 55 with at least five years of service under the contributory plan. Retirees credited with at least ten years of service excluding sick leave credit qualify for free medical insurance premiums; however, retirees with less than ten years must assume a portion of the monthly premiums. All service-connected disability retirees who retired after June 30, 1984, with less than ten years of service also qualify for free medical insurance premiums. Free life insurance coverage for retirees and free dental coverage for dependents under age 19 is also available. Retirees covered by the medical portion of Medicare are eligible to receive a reimbursement of a portion of the basic medical coverage premiums.

For employees hired after July 1, 1996 and retire with fewer than twenty-five years of service, the State shall pay to a fund a monthly contribution equal to one-half of the retired employee's monthly Medicare or non-Medicare premium for certain medical benefits for retired employees with ten or more years of service; and seventy-five percent of the retired employee's monthly Medicare or non-Medicare premium for retired employees with at least fifteen but fewer than twenty-five years of service.

Contributions are based upon negotiated collective bargaining agreements, and are funded by the Corporation as accrued.

The Corporation's general fund share of the post-retirement benefits expense for the year ended June 30, 2006 has not been separately computed and is not reflected in the Corporation's financial statements. The Corporation's enterprise funds' and special revenue funds' share of the post-retirement health care and life insurance benefits expense for the year ended June 30, 2006 approximated \$909,000 and is included in the financial statements.

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE P – RELATED PARTY TRANSACTIONS

As discussed in Note M, management executed an agreement during December 2004 to transfer certain land and development rights to DHHL for \$33 million to be paid in 15 annual payments of \$2.2 million, with no provision for interest.

The Rental Assistance Fund and Section 8 Existing and Housing Voucher Programs provide rent subsidies to certain lessees of the Corporation's various projects. Total rent subsidies provided to lessees of the Corporation's various projects approximated \$1,112,000 and \$400,000 during the year ended June 30, 2006. These amounts have been recorded by the Corporation as rental income in the Hawaii Rental Housing System Revenue Bond Fund, Wilikina Apartments Project, and Kekumu at Waikoloa Project. In addition, the Corporation relocated its offices to the Pohulani building in September 1992. During the year ended June 30, 2006, the Hawaii Rental Housing System Revenue Bond Fund recorded rental income of approximately \$989,000, which was allocated as office rental expense to various funds of the Corporation. In addition, the State Department of Accounting and General Services (DAGS) incurred \$967,000 in rent to the Hawaii Rental Housing System Revenue Bond Fund for leased space in the Pohulani building. The term of the lease with DAGS is from September 1992 through August 2022. The minimum annual rental is determined by multiplying the previous year's minimum annual rent by one hundred three percent (103%).

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE Q – SEGMENT INFORMATION

In addition to the revenue bond funds reported as major proprietary funds, the Corporation has also issued revenue bonds to finance multifamily rental housing projects and provide interim and/or permanent financing for the construction or rehabilitation of affordable rental housing projects. Investors in the revenue bonds rely solely on the revenue generated by the individual activities for repayment.

Condensed Statement of Net Assets
(\$ in thousands)

	Multifamily Housing Revenue Bond Fund	University of Hawaii Faculty Housing Program Revenue Bond Fund
Assets:		
Cash	\$ –	\$ 402
Investment in financing lease	–	16,363
Receivables	7,976	28
Assets held by trustees	30,279	–
Other assets	290	281
Total assets	<u>\$ 38,545</u>	<u>\$ 17,074</u>
Liabilities:		
Bonds payable	\$ 37,422	\$ 14,670
Other liabilities	746	209
Total liabilities	38,168	14,879
Net Assets -		
Unrestricted	<u>377</u>	<u>2,195</u>
Total net assets	<u>377</u>	<u>2,195</u>
Total liabilities and net assets	<u>\$ 38,545</u>	<u>\$ 17,074</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE Q – SEGMENT INFORMATION (continued)

Condensed Statement of Revenues, Expenses, and Changes in Net Assets
(\$ in thousands)

	Multifamily Housing Revenue Bond Fund	University of Hawaii Faculty Housing Program Revenue Bond Fund
Revenues:		
Interest	\$ 440	\$ 772
Other	125	—
Total revenues	565	772
Expenses:		
Interest	2,138	—
Other operating expenses	107	19
Total expenses	2,245	19
Operating (loss) income	(1,680)	753
Nonoperating Income (Expenses):		
Interest income	1,789	—
Net increase in fair value of investments	(1,779)	—
Interest expense	—	(835)
Other	(6)	18
Total nonoperating income (expenses)	4	(817)
Change in net assets	(1,676)	(64)
Net Assets at July 1, 2005	2,053	2,259
Net Assets at June 30, 2006	\$ 377	\$ 2,195

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE Q – SEGMENT INFORMATION (continued)

Condensed Statement of Cash Flows
(\$ in thousands)

	Multifamily Housing Revenue Bond Fund	University of Hawaii Faculty Housing Program Revenue Bond Fund
Net Cash (Used in) Provided by:		
Operating activities	\$ (7,869)	\$ 1,263
Non-capital and related financing activities	-	-
Capital and related financing activities	5,780	(1,235)
Investing activities	2,396	-
Net increase in cash and cash equivalents	307	28
Cash and Cash Equivalents at July 1, 2005	8	374
Cash and Cash Equivalents at June 30, 2006	<u>\$ 315</u>	<u>\$ 402</u>

NOTE R – INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of June 30, 2006 is as follows:

Due from	Housing Voucher Program	Section 8	Dwelling Unit Revolving Fund	Federal Low Rent Program	Nonmajor – Proprietary
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 77,412
Housing Voucher Program	-	-	2,508	1,437	2,289,393
Section 8	-	-	210	1,594	90,258
Dwelling Unit Revolving Fund	-	-	-	-	84,660
Single Family	-	-	-	-	130,859
Federal Low-Rent Program	-	-	44,407	369,835	1,604,762
Hawaii Rental Housing System	-	-	-	-	101,665
Internal Services	-	-	-	-	59,513
Nonmajor – Proprietary	1,705,000	832,566	415,000	3,486,453	5,104,648
Nonmajor – Government	-	-	-	-	10,644
TOTAL	<u>\$1,705,000</u>	<u>\$832,566</u>	<u>\$ 462,125</u>	<u>\$3,859,319</u>	<u>\$9,553,814</u>

Housing and Community Development Corporation of Hawaii

NOTES TO FINANCIAL STATEMENTS (continued)

June 30, 2006

NOTE R – INTERFUND RECEIVABLES AND PAYABLES (continued)

All other balances are due to interfund goods or services provided or reimbursable expenditures and payments between funds.

NOTE S – SUBSEQUENT EVENTS

On July 1, 2006, the Corporation redeemed \$11,325,000 of outstanding revenue bonds from the Single Family Mortgage Purchase Revenue Bond Fund, including \$5,795,000 of early redemptions.

In accordance with Act 196, SLH 2005, the Corporation will be split into two organizations to more effectively concentrate on the development of affordable housing. The legislature found that the State's role in maintaining affordable housing in Hawaii has evolved into two parts: (1) Administering the State's public housing programs; and (2) Financing and developing affordable housing. Effective July 1, 2006 the Corporation will be bifurcated into (1) the Hawaii public housing administration and (2) the Hawaii housing finance and development administration.

NOTE T – NEW PRONOUNCEMENTS FOR FINANCIAL REPORTING

The Governmental Accounting Standards Board (GASB) has issued the following Statements applicable to the Corporation:

- Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions" establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities/assets, note disclosures, and, if applicable, required supplementary information in the financial reports of state and local governmental employers. This Statement is effective for financial statements period beginning after December 15, 2007. The Corporation has not yet analyzed the potential effect on the financial statements, if any, of adopting Statement No. 45.
- Statement No. 48 "Sales and Pledges of Receivables and Future Revenues of Intra-Entity Transfers of Assets and Future Revenues" establishes accounting and financial reporting standards for transactions in which a government receives, or is entitled to, resources in exchange for future cash flows generated by collecting specific receivables for specific future revenues. This Statement is effective for financial statements period beginning after December 15, 2006 and is not expected to have a material effect on the Corporation's financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS

Housing and Community Development Corporation of Hawaii

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE -
MAJOR GOVERNMENTAL FUNDS

Year ended June 30, 2006

	General Fund		
	Original budget	Final budget	Budgetary Actual
Revenues -			
State allotted appropriations	\$ 8,388,167	\$ 13,779,723	\$ 13,672,761
Expenditures:			
Homeless service and assistance program	6,566,670	11,951,459	11,853,174
Rental housing and assistance program	1,821,497	1,828,264	1,819,587
REVENUES EQUALS			
EXPENDITURES	\$ -	\$ -	\$ -
	Housing Voucher Program		
	Original budget	Final budget	Budgetary Actual
Revenues -			
HUD contributions	\$ 17,674,550	\$ 17,431,614	\$ 16,542,335
Expenditures -			
Rental housing and assistance program	17,674,550	17,431,614	16,960,580
DEFICIENCY OF REVENUES			
UNDER EXPENDITURES	\$ -	\$ -	\$ (418,245)

See accompanying independent auditor's report.

Housing and Community Development Corporation of Hawaii

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE -
MAJOR GOVERNMENTAL FUNDS (continued)

Year ended June 30, 2006

	<u>Section 8 Contract Administration</u>		
	<u>Original budget</u>	<u>Final budget</u>	<u>Budgetary Actual</u>
Revenues			
HUD contributions	<u>\$ 35,950,963</u>	<u>\$ 28,686,927</u>	<u>\$ 18,957,619</u>
Expenditures			
Rental housing and assistance program	<u>35,950,963</u>	<u>28,686,927</u>	<u>19,226,900</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (269,281)</u>

See accompanying independent auditor's report.

Housing and Community Development Corporation of Hawaii

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE -
BUDGET-TO-GAAP RECONCILIATION

Year ended June 30, 2006

	<u>General Fund</u>	<u>Housing Voucher Program</u>	<u>Section 8 Contract Administration</u>
Excess of revenues over expenditures and other sources and uses - actual on budgetary basis	\$ -	\$ (418,245)	\$ (269,281)
Reserve for encumbrance at year end*	5,967,465	-	-
Expenditures for liquidation of prior year's encumbrances	(621,743)	-	-
Reversion of prior year's allotments	(63,258)	-	-
Accrual adjustments and other	<u>535,097</u>	<u>(162,456)</u>	<u>(20,001)</u>
 DEFICIENCY OF REVENUES UNDER EXPENDITURES AND OTHER USES - US GAAP BASIS	 <u>\$ 5,817,561</u>	 <u>\$ (580,701)</u>	 <u>\$ (289,282)</u>

* Amount reflects the encumbrance balance included in continuing appropriation.

See accompanying independent auditor's report.

Housing and Community Development Corporation of Hawaii

SCHEDULE OF MODERNIZATION FUNDS AND MODERNIZATION COSTS
FOR PROJECT HI-08-P001-150102

Year ended June 30, 2006

Original modernization funds approved	<u>\$ 14,841,333</u>
Modernization funds disbursed	<u>\$ 14,841,333</u>
Modernization funds expended (actual modernization cost)	<u>\$ 14,841,333</u>
Amounts to be recaptured	<u>\$ -</u>
EXCESS OF MODERNIZATION FUNDS DISBURSED	<u><u>\$ -</u></u>

Notes:

1. All modernization work in connection with the modernization grant has been completed.
2. The entire actual modernization cost or liabilities incurred by the Corporation have been fully paid.
3. There are no undischarged mechanics', laborers', contractors', or material-men's liens against such modernization work on file in any public office where the same should be filed in order to be valid against such modernization work.
4. The time in which such liens could be filed has expired.

A	B	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
1			LIPH 14.850a	Restoration of Severely Distressed Public Housing 14.86a	Comp Grant 14.859 Fund 708 709	Capital Fund 14.872	Section 8 choice vouchers 14.871	Section 8 Contract-Adm	PIH Drug Elimination+ 4.854	Shelter Plus Care 14.238	HOPWA 14.241	ROSS 14.870	ESG 14.231	Supperive Housing 14.235	EDI	HOME Program	DOI 14.541	Business Activities	State/ Local	Internal Service	Fiduciary	Total
2		Account Description																				
3	Line Item #																					
4		ASSETS																				
5		CURRENT ASSETS:																				
6		Cash:																				
7	111	Cash - unrestricted	9,580,018				3,973,569	730,955								76,196		159,010,042	12,685,384	1,130,192	288,364	187,472,620
8	112	Cash - restricted - modernization and development																				
9	113	Cash - other restricted	38,228				289,930		243	25	7,869	5		45	2		6	3,055,699				3,392,052
10	114	Cash - tenant security deposits																				
11	115	Cash - restricted for payment of current liability																				
12	100	Total cash	9,618,246				4,263,499	730,955	243	25	7,869	5		45	2	76,196	6	162,065,741	12,685,384	1,130,192	288,364	190,866,672
13																						
14		Accounts and notes receivable:																				
15	121	Accounts receivable - PHA projects																				
16	122	Accounts receivable - HUD other projects				3,633,164	23,017	303,859		26,909	17,655	201,188	50,554	28,375	13,599	91,481	435					4,583,809
17	124	Accounts receivable - other government																				23,821
18	125	Accounts receivable - miscellaneous	94,927				1,320	116,759														1,600,923
19	126	Accounts receivable - tenants - dwelling rents					3,827,086															300
20	126.1	Allowance for doubtful accounts - dwelling rents	(3,328,322)																			1,984
21	126.2	Allowance for doubtful accounts - other																				6,491
22	127	Notes, Loans & Mortgages Receivable - Current																				1,296,440
23	128	Fraud recovery																				
24	128.1	Allowance for doubtful accounts - fraud																				
25	129	Accrued interest receivable																				8,096,643
26	120	Total receivables, net of allowances for doubtful accounts	593,711			3,633,164	24,337	420,618		26,909	17,655	201,188	50,554	28,375	13,599	91,481	435	15,143,604	300	9,507		8,106,152
27																						40,455,197
28	131	Investments - unrestricted																				6,380,627
29	132	Investments - restricted																				326,593,930
30	135	Investments - restricted for payment of current liability																				
31	142	Prepaid expenses and other assets					1,292,840															869,137
32	143	Inventories	673,453																			56,202
33	143.1	Allowance for obsolete inventories	(11,574)																			164,448
34	144	Interprogram - due from	3,859,319				1,705,000	832,566														(1,010)
35	145	Assets held for sale																				10,015,939
36	146	Amounts to be provided																				20,916,442
37	150	TOTAL CURRENT ASSETS	14,733,155			3,633,164	7,285,676	1,364,139	243	26,934	25,424	201,193	50,554	28,420	13,601	167,677	441	562,348,858	12,741,786	1,139,699	288,364	604,669,438
38																						
39																						
40		NONCURRENT ASSETS:																				
41		Fixed assets:																				
42	161	Land	13,089,005																			30,914,152
43	162	Buildings	364,552,467																			2,373,410
44	163	Furniture, equipment & machinery - dwellings	6,784,558																			231,611,076
45	164	Furniture, equipment & machinery - administration																				37,470,991
46	165	Leasehold improvements																				3,265,728
47	168	Infrastructure																				1,980,456
48	166	Accumulated depreciation	(216,806,449)																			6,118
49	167	Construction in process		135,000	808,580	26,079,139																2,026,312
50	160	Total fixed assets, net of accumulated depreciation	168,037,501	135,000	808,580	26,079,139																(1,844,344)
51																						(344,924,232)
52	171	Notes, Loans, & Mortgages Receivable - Noncurrent																				18,147,726
53	172	Notes, Loans, & Mortgages Receivable - Past Due																				39,075,011
54	173	Grants Receivable - Noncurrent																				159,120,497
55	174	Other assets																				181,878
56	175	Undistributed debts																				27,109,018
57	176	Investment in joint ventures																				
58	180	TOTAL NONCURRENT ASSETS	168,037,501	135,000	808,580	26,079,139																248,828,264
59																						39,075,011
60	190	TOTAL ASSETS	182,770,656	135,000	808,580	24,712,303	7,285,676	1,364,139	243	26,934	25,424	201,193	50,554	28,420	13,601	167,677	441	821,177,622	51,816,797	1,321,577	288,364	1,072,805,301
61																						
62		LIABILITIES AND EQUITY:																				
63		Liabilities:																				
64		Current Liabilities:																				
65	311	Bank overdraft																				
66	312	Accounts payable < 90 days	296,364			3,183,726				26,909	14,956	200,753	48,887	23,065	12,644							3,327,765
67	313	Accounts payable > 90 days past due																				1,040,529
68	321	Accrued wage/personnel taxes payable	501,342			71,078																232,833
69	322	Accrued compensated absences - Current Portion	1,477,086																			181,660

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z	
70	324				Accrued contingency liability																					
71	325				Accrued interest payable																	8,616,865			8,616,865	
72	331				Accounts Payable - HUD PHA Programs				2,637	1,931	243	35	7,869	5	19	44	2				6	9,712			22,493	
73	332				Accounts Payable - PHA projects																					
74	333				Accounts payable - other government																	5,598,604			5,598,604	
75	341				Tenant security deposits	658,113																1,667,298			2,325,411	
76	342				Deferred revenue				2,193,652													832,452			3,026,104	
77	343				Current portion of L-T debt - capital projects/Mortgage Revenue Bonds																	9,697,418			9,697,418	
78	344				Current portion of L-T debt - operating borrowings																					
79	345				Other current liabilities																	30,055,471			30,055,471	
80	346				Accrued liabilities - other	2,026,046				317,848	709,180											636,414	110,623		3,803,101	
81	347				Interprogram - due to	1,569,566			449,438	2,293,338	92,062			2,699	435	1,648	4,471	956	167,677	435	11,693,174	77,412	59,513		16,412,824	
82	348				Loan Liability - Current																					
83	310				TOTAL CURRENT LIABILITIES	6,530,457			3,633,164	4,878,553	816,697	243	26,934	25,524	201,193	50,554	28,420	13,601	167,677	441	72,005,397	1,323,440	59,513	232,833	89,994,641	
84																										
85					NONCURRENT LIABILITIES:																					
86	351				Long-term debt, net of current - capital projects/Mortgage Revenue Bonds																	385,124,264			385,124,264	
87	352				Long-term debt, net of current - operating borrowings																					
88	353				Non-current liabilities - other																	5,251,802			5,251,802	
89	354				Accrued Compensated Absences - non current																		234,117		234,117	
90	355				Loan Liability - non current																					
91	350				TOTAL NONCURRENT LIABILITIES																	390,376,066	234,117		390,610,183	
92																										
93	300				TOTAL LIABILITIES	6,530,457			3,633,164	4,878,553	816,697	243	26,934	25,524	201,193	50,554	28,420	13,601	167,677	441	462,381,403	1,557,557	59,513	232,833	480,644,844	
94																										
95					EQUITY:																					
96	501				Investment in general fixed assets																					
97																										
98					Contributed Capital																					
99	502				Project monies (HUD)																					
100	503				Long-term debt - HUD guaranteed																					
101	504				Net HUD PHA contributions																					
102	505				Other HUD contributions																					
103	507				Other contributions																					
104					Total contributed capital																					
105																										
106																										
107	508.1				Investment Capital Assets, Net of Related Debt	180,037,501	135,000	888,580	26,079,139													50,309,795	39,075,011	181,878		284,706,904
108																										
109					Reserved fund balance:																					
110	509				Reserved for operating activities																					
111	510				Reserved for capital activities																					
112	511				Total reserves of fund balance																					
113	511.1				Restricted Net Assets																	338,056,243		55,531	338,111,774	
114																										
115	512				Undesignated fund balance/retained earnings																					
116	512.1				Unrestricted Net Assets	8,207,698			2,407,123	1,167,442												(29,569,899)	11,184,229	1,080,186		(5,528,221)
117																										
118	513				TOTAL EQUITY/NET ASSETS	176,240,199	135,000	888,580	26,079,139	2,407,123	1,167,442											358,796,139	50,259,240	1,282,084	55,531	617,290,457
119																										
120	600				TOTAL LIABILITIES AND EQUITY/NET ASSETS	182,770,656	135,000	888,580	29,712,304	7,285,676	1,984,139	243	26,934	25,524	201,193	50,554	28,420	13,601	167,677	441	821,177,622	51,816,797	1,321,577	298,364	1,097,895,301	
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								LIPH 14.850a	Revolutions of Severely Distressed Public Housing 14.86a	Comp Grant 14.859 Fund 708-709	Capital Fund 14.872	Section 8 choice vouchers 14.871	Section 8 Contract-Adm	PIH Drug Elimination 14.854	Shelter Plus Care 14.238	HOPWA 14.241	ROSS 14.870	ESG 14.231	Supportive Housing 14.235	ED1 14.246	Home Program	DOJ 16.541	Business Activities	State / Local	Internal Service	Fiduciary	Total	
2	Line Item #	Account Description																										
4		REVENUE:																										
5	703	Net tenant rental revenue	13,841,036																				18,763,166				32,604,202	
6	704	Tenant revenue - other	154,042																								460,985	
7	705	Total tenant revenue	13,995,078																				19,550,119				33,545,197	
8	706	HUI/PHA Operating Grants	11,114,439			3,091,605	16,492,745	18,957,619			393,422	198,761	459,341	194,333	423,365	84,140					435						50,410,195	
9	706.1	Capital Grants				12,496,120																		19,502,729			12,506,120	
10	706	Other government grants																	350,000		2,720,578						22,578,807	
11	711	Investment income - unrestricted	181,218					2,263	474																		13,383,820	
12	712	Mortgage interest income																										
13	713	Proceeds from disposition of assets held for sale																										
14	713.1	Cost of sale of assets																										
15	714	Fraud recovery																										
16	715	Other revenue	289,515																									
17	716	Gain or loss on sale of fixed assets																										
18	720	Investment income - restricted																										
19	700	TOTAL REVENUE	35,580,240			14,587,325	16,495,008	18,959,091			393,422	198,761	459,341	194,333	773,365	84,140				2,720,578	435		60,192,360	19,502,833	85,216	1,203	169,227,073	
21		EXPENSES:																										
22		Administrative salaries	4,159,302			575,047	1,309,030	261,212													56,125			4,371,565	462,691		11,295,372	
24	912	Auditing fees	64,518			39,794	34,435				10,758	435	5,593	4,471	1,058	9,052	435						196,952	33,078	12,219		412,798	
25	913	Outside management fees	425,680																									
26	914	Compliance advances	67,106																									
27	915	Employee benefit contributions- administrative	3,492,640				562,752	89,711													21,730						5,740,395	
28	916	Other operating- administrative	1,360,450			1,496,842	648,970	1,073,427				393,422	188,003	458,906	188,740	768,894	83,082				10,802			2,171,633	197,338	79,154		9,259,663
30		Tenant services																										
31	921	Tenant services- salaries																										
32	922	Relocation costs																										
33	923	Employee benefit contributions- tenant services																										
34	924	Tenant services- other																										
35		Utilities																										
36	931	Water	1,557,332																								1,787,709	
37	932	Electricity	3,159,370																								3,843,173	
38	933	Gas	1,159,463																								1,563,598	
40	934	Fuel																										
41	935	Labor																										
42	937	Employee benefit contributions- utilities																										
43	938	Other utilities expense	1,888,003																								3,264,816	
44		Ordinary maintenance & operation																										
46	941	Ordinary maintenance and operations- labor	5,730,208			19,716																					5,750,004	
47	942	Ordinary maintenance and operations- materials & other	1,314,068			9,579	601																				2,665,718	
48	943	Employee benefit contributions- ordinary maintenance	4,970,982																								20,627,308	
49	945	Employee benefit contributions- ordinary maintenance																										
50	951	Protective services- labor																										
51	952	Protective services- other contract costs						2,028	288																		49,642	
52	953	Protective services- other	1,578,046																								1,581,446	
53	954	Employee benefit contributions- protective services																										
55		General expenses																										
56	961	Insurance premiums	177,237			7,662	1,530																				265,801	
57	962	Other general expenses	205,520			12,984	3,623																				12,940,398	
58	963	Payments in lieu of taxes	174,114																								574,114	
59	964	Bad debt- account notes	685,552																								901,792	
60	965	Bad debt- mortgages																									190,440	
61	966	Bad debt- other	1,080																								1,080	
62	967	Interest expense																									15,535,599	
63	968	Debt service expense																										
64	969	TOTAL OPERATING EXPENSES	33,211,931			2,091,605	2,662,719	1,464,866			393,422	198,761	459,341	194,333	773,365	84,140				2,720,578	435		43,245,048	9,584,354	91,173	268,454	97,474,722	
65	970	EXCESS OPERATING REVENUE OVER OPERATING	(7,631,691)			12,496,120	13,802,289	17,493,227																			62,752,351	
66		Extraordinary maintenance																										
68	972	Equity losses- non capitalized																										
69	973	Housing assistance payments					14,382,990	17,762,054																			31,502,568	
70	974	Depreciation expense	9,082,808																								19,697,812	
71	975	Fraud losses																										
72	976	Capital outlays- governmental funds																										
73	977	Debt principal payment- governmental funds																										
74	978	Operating lease cost expense																										
75	980	TOTAL EXPENSES	43,194,827			2,091,605	17,075,709	19,226,980			393,422	198,761	459,341	19														

A	B	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z	AA	AB
86	1.011	TOTAL OTHER FINANCING SOURCES (USES)	30,081,451	-	(9,610,073)	(20,451,380)	-	(20,475)	-	-	-	-	-	-	-	-	-	2,149,434	(508,644)	-	-	1,620,315
87																						
88	1000	EXCESS (DEFICIENCY) OF TOTAL REVENUE OVER (UNDER)	12,466,366	-	(9,610,073)	(7,955,290)	(580,201)	(289,282)	-	-	-	-	-	-	-	-	-	9,902,475	7,508,601	(41,086)	(267,251)	11,172,291
89																						
90		MEMO ACCOUNT INFORMATION:																				
91	1101	Capital outlays enterprise land	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
92	1102	Debt principal payments - enterprise funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
93	1103	Beginning equity	163,773,333	135,000	10,518,563	34,094,399	2,987,824	1,456,724	-	-	-	-	-	-	-	-	-	348,883,564	42,880,637	1,306,150	322,782	686,118,166
94	1104	Prior period adjustments, equity transfers, and Correction of Errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
95	1105	Changes in compensated absence liability (in the GI,TDAG)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
96	1106	Changes in contingent liability balance (in the GI,TDAG)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
97	1107	Changes in unrecognized pension transition liability (in the GI,TDAG)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
98	1108	Changes in special term/servicance benefits liability (in the GI,TDAG)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
99	1109	Changes in allowance for doubtful accounts - dwelling rents	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
100																						
101	1110	Changes in allowance for doubtful accounts - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
102																						
103	1112	Depreciation "add back"	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
104	1113	Maximum annual contributions commitment (per ACC)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
105	1114	Private maximum annual contributions applicable to a	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
106		period of less than twelve months	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
107	1115	Contingency reserve, ACC program reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
108	1116	Total annual contributions available	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
109	1120	Unit months available	61,197	-	-	-	25,140	37,595	-	-	50	-	-	-	-	-	-	34,834	4,872	-	-	164,198
110	1121	Number of unit months leased	54,879	-	-	-	23,635	37,596	-	-	50	-	-	-	-	-	-	33,211	4,872	-	-	153,721



SECTION II
COMPLIANCE AND INTERNAL CONTROL



A Hawaii Limited Liability Partnership

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

Board of Directors
Housing and Community Development Corporation of Hawaii

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Housing and Community Development Corporation of Hawaii as of and for the year ended June 30, 2006, which collectively comprise the Housing and Community Development Corporation of Hawaii's basic financial statements and have issued our report thereon dated November 1, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Housing and Community Development Corporation of Hawaii's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Housing and Community Development Corporation of Hawaii's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and responses as item 2006-01 through 2006-5.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider items 2006-01 through 2006-03 to be material weaknesses.

We also noted other matters involving the internal control over financial reporting, which we have reported to management of the Housing and Community Development Corporation of Hawaii, in a separate letter dated November 1, 2006.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing and Community Development Corporation of Hawaii's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Housing and Community Development Corporation of Hawaii in a separate letter dated November 1, 2006.

This report is intended solely for the information and use of the Board of Directors and management of the Housing and Community Development Corporation of Hawaii, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KMH LLP

KMH LLP

Honolulu, Hawaii
November 1, 2006



A Hawaii Limited Liability Partnership

**Report on Compliance With Requirements Applicable to
Each Major Program and on Internal Control Over
Compliance in Accordance With OMB Circular A-133,
and on the Schedule of Expenditures of Federal Awards**

Board of Directors
Housing and Community Development Corporation of Hawaii

Compliance

We have audited the compliance of the Housing and Community Development Corporation of Hawaii with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2006. The Housing and Community Development Corporation of Hawaii's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Housing and Community Development Corporation of Hawaii's management. Our responsibility is to express an opinion on the Housing and Community Development Corporation of Hawaii's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Housing and Community Development Corporation of Hawaii's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Housing and Community Development Corporation of Hawaii's compliance with those requirements.

In our opinion, Housing and Community Development Corporation of Hawaii complied, in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as items 2006-6 through 2006-7.

Internal Control Over Compliance

The management of the Housing and Community Development Corporation of Hawaii is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Housing and Community Development Corporation of Hawaii's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the Housing and Community Development Corporation of Hawaii's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 2006-6 through 2006-7.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider none to be a material weakness.

This report is intended solely for the information and use of the Board of Directors and management of the Housing and Community Development Corporation of Hawaii, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KMH LLP

KMH LLP

Honolulu, Hawaii
November 1, 2006

Housing and Community Development Corporation of Hawaii

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2006

Federal Grantor/Program or Cluster Title	Federal CFDA Number	Federal expenditures	Amount provided to subrecipients
<u>U.S. Department of Housing and Urban Development:</u>			
Section 8 Project-Based Cluster:			
Section 8 Housing Assistance Payments - Special Allocations	14.195	\$ 18,957,619	\$ -
Emergency Shelter Grants Program	14.231	195,527	-
Supportive Housing Program	14.181	423,365	-
Shelter Plus Care	14.238	393,422	-
HOME Investment Partnerships Program	14.239	2,791,431	2,693,722
Housing Opportunities for Persons with AIDS Program	14.241	198,761	-
Public and Indian Housing	14.850	11,114,429	-
Section 8 Housing Choice Vouchers Program	14.871	16,492,745	-
Public Housing Capital Fund	14.872	14,624,982	-
Resident Opportunity & Self Sufficiency	14.870	459,339	-
Juvenile Justice and Delinquency Prevention - Special Emphasis	16.541	435	-
Community Development Block Grants/Economic Development Initiative -	14.246	84,141	-
TOTAL FEDERAL EXPENDITURES		\$ 65,736,196	\$ 2,693,722

The accompanying note is an integral part of this schedule.

Housing and Community Development Corporation of Hawaii

NOTE TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2006

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Housing and Community Development Corporation of Hawaii, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Housing and Community Development Corporation of Hawaii

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended June 30, 2006

Section I – Summary of Auditor’s Results:

Financial Statements

Type of auditors’ report issued: Unqualified.

Internal control over financial reporting:

- Material weakness(es) identified? Yes None reported
- Reportable condition(s) identified that are not considered to be material weaknesses? Yes None reported
- Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Reportable condition(s) identified that are not considered to be material weaknesses? Yes None reported

Type of auditor’s report issued on compliance for major programs: Unqualified.

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program</u>
14.231	Emergency Shelter Grants Program
14.239	HOME Investment Partnership Program
14.871	Section 8 Housing Voucher Program
14.872	Public Housing Capital Fund

Dollar threshold used to distinguish between type A and type B programs: \$1,972,086 (8% of federal award expended)

Auditee qualified as low-risk auditee? Yes No

Housing and Community Development Corporation of Hawaii
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)

Year ended June 30, 2006

Section II – Financial Statement Findings

Finding No.: 2006-1 Financial Management

During the past year, the Corporation's Accounting Department lacked appropriate leadership and overall management of its accounting and reporting functions. With the departure of the "Chief Accountant," who essentially was responsible for the day-to-day accounting functions, the accounting department did not have proper oversight and supervision for the majority of the year. Consequently, numerous adjustments were recorded subsequent to the year-end closing, which resulted in the completion of the audit being significantly delayed. The following is a list of issues during the audit as a result of the lack of leadership and overall management of its accounting and reporting functions:

- Accruals incorrectly recorded or not recorded at all
- Certain revenues and expense items recorded on a cash basis
- Approved journal entries recorded incorrectly
- Expenses were not allocated on a timely basis
- Retention payables were not properly recorded
- Depreciation expense not recorded
- Transfer of assets not properly accounted for between funds

Additionally, as of our report date, subsequent internal monthly financial statements were not being completed. With the subsequent bifurcation of the Corporation into two separate entities, this situation would be further exacerbated. The lack of proper oversight and supervision is a fundamental deficiency in the organization's internal control environment.

Recommendation: Both of the agencies will need to continue its efforts in replacing its "Chief Accountant" and/or Chief Financial Officer positions. However, in the meantime, the two agencies should conduct a skills competency assessment to identify skill inadequacies and consider reassignment of staff accountants to best address the complexity of each of the programs.

In addition, the agencies should evaluate the need to hire on a temporary basis experienced personnel to provide the appropriate oversight and supervision over the accounting and reporting functions.

Management Response:

HHFDC: The Corporation acknowledges the lack of appropriate management in the accounting and financial reporting functions. Efforts are underway to recruit competent fiscal and accounting managers and staff, including the Chief Financial Officer and Chief Accountant. Concomitantly, senior management has stepped in to provide oversight and administrative support.

HPHA: The Corporation acknowledges the lack of appropriate management in the accounting and financial reporting functions. During the period under review, the Corporation was unable to fill vacant positions in Accounting. The State of Hawaii's low unemployment rate poses a challenge in recruiting competent and skilled individuals. Aggressive efforts are continuing to recruit to fill open positions.

Housing and Community Development Corporation of Hawaii

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)

Year ended June 30, 2006

Section II – Financial Statement Findings (continued)

Finding No.: 2006-2 Non-reconciliations of General Ledger Accounts

During the past year, several major general ledger accounts balances were not reconciled to the corresponding transaction or activity details. For example, several major account receivables, payables and accrued liabilities general ledger accounts, including amounts due from federal programs and from tenants, were not reconciled until the performance of the audit. Consequently, numerous adjustments were recorded subsequent to the year end closing to correct various general ledger accounts. Several of these adjustments were in excess of \$500,000. Without timely account reconciliations, information provided to management may not be accurate, and may jeopardize subsequent management decisions.

Recommendation: The Corporation's policy is to perform monthly reconciliations for respective accounts. To ensure the accuracy and completeness of the Corporation's financial information, we recommend that management comply with its policy and perform account reconciliations in a timely manner.

Management Response:

HHFDC: Corrective action has been taken to prepare timely reconciliations. The senior accountant will provide monthly progress reports to the Executive Director as a means of monitoring timely account reconciliations.

HPHA: Contingent on filling vacant positions and the availability of the general ledger, every effort will be made to reconcile in a timely manner. The Executive Director will be reporting to the Board, monthly, on the status of reconciliations of General Ledger Accounts.

Finding No.: 2006-3 Insufficient Staffing and Lack of Training

During the past year, the Corporation experienced a severe shortage of adequate staffing. These vacancies had a significant impact on the Corporation's ability to perform its core accounting functions. In certain cases, individuals were performing functions in which they did not have the proper training or experience.

Additionally, the shortage of proper training, in combination with a lack of proper supervision, clearly documented policies and procedures and the presence of multiple accounting and reporting systems, limited the effectiveness of the Corporation's internal control environment and procedures. Consequently, certain transactions were improperly accounted for and incorrect journal entries were approved.

Recommendation: We recommend that the two agencies continue its effort to fulfill these vacant positions. Key positions should be prioritized, starting with the Chief Accountant positions. In addition, both agencies should conduct a full skills competency assessment to identify skills inadequacies and any training needs. This assessment will also help to define the recruiting needs for each of agency. One particular area that will be significantly impacted will be the public housing "project based" accounting and reporting requirements beginning fiscal year 2007.

Housing and Community Development Corporation of Hawaii
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
Year ended June 30, 2006

Section II – Financial Statement Findings (continued)

Finding No.: 2006-5 Fixed Asset – Construction in Progress

Within the Federal Low Rent Program Fund (Fund), the Corporation maintains a manual Construction in Progress (CIP) schedule which details the projects and related costs. However, during the past year, the CIP schedule as of June 30, 2006 was not updated for 2006 transactions on a timely basis.

Also, the CIP schedule did not detail when projects were completed. Consequently, projects listed within CIP schedule were completed and not transferred to the appropriate fixed assets accounts. This resulted in a reclassification of CIP assets to property and equipment and an adjustment to record the corresponding depreciation expense.

Recommendation: Since property and equipment comprise the most significant portion of the Fund's total assets, we recommend that the Corporation maintain detailed CIP records and reconcile these records to the general ledger on a timely basis to ensure accurate accounting for assets. Complete information such as listed above, on all capital assets would provide excellent control for the safeguarding of these assets, which are significant in cost. Specifically, management needs to improve its monitoring process, including the assessment and evaluation of the CIP asset's status, and when completed the timely transfer the CIP to the active fixed assets accounts.

Also, the Corporation's manual process decreases efficiency and increases the chance that the detailed ledgers do not agree with the general ledger. As such, we also recommend that management should consider purchasing a "fixed assets" software to account for its detailed subsidiary ledger. This will improve the accounting process of its capital assets.

Management Response: Management has been made aware of the importance of the reconciliations, and is taking active steps to assure that reconciliations are performed in a timely manner.

Housing and Community Development Corporation of Hawaii
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)

Year ended June 30, 2006

Section III – Federal Award Findings and Questioned Costs

Public Housing Capital Fund CFDA No. 14.872

Finding No.: 2006-6 Equipment & Real Property Management – Reconciliations to the General Ledger

Circular A-133 Part 3 – F, *Equipment and Real Property Management* states that equipment records shall be maintained and a physical inventory of equipment shall be taken at least once every two years and reconciled to the general ledger. Circular A-133 also refers to Circular A-102 Common Rule (§.21(d)) which states that a physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.

During the past year, we noted that the Department of Accounting and General Services (DAGS) equipment and property inventory listing was not reconciled to the general ledger on a timely basis. Without timely reconciliation, the Corporation cannot effectively account for and manage its equipment and property.

Recommendation: We recommend the Corporation comply with its procedures to reconcile the DAGS equipment and property listing to the general ledger on a timely basis.

Management Response: Management has been made aware of the importance of the reconciliations, and is taking active steps to assure that reconciliations and inventories will be performed in a timely manner.

Housing and Community Development Corporation of Hawaii
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
Year ended June 30, 2006

Section III – Federal Award Findings and Questioned Costs (continued)

Emergency Shelter Grant Program CFDA No. 14.231

Finding No.: 2006-7 Reporting in Integrated Disbursement & Information System (IDIS)

Circular A-133 part 4 CFDA 14.231 L, states that the submission of the IDIS reports is required. Circular A-133 also refers to the Emergency Shelter Grant Desk Guide Section 6.3 which states that by the end of each program year, grantees must provide information on the accomplishments, as well as the number and characteristics of the population served by each ESG project by finishing the IDIS completion path. In order to avoid the over counting of the population served, only the IDIS completion screens for the first activity for each ESG project should be completed. The completion path includes a short narrative, which should highlight the accomplishments and successes for the whole project in serving its formerly homeless persons.

During the past year, two programs, PID 2003-0007 & PID 2003-2008, were not closed in the IDIS system within the appropriate time periods.

Recommendation: We recommend that the Corporation develop procedures to ensure that all federal grants have been properly closed and reported to the IDIS system in a timely manner.

Management Response: Management has taken action to assure that all federal grants have been properly closed and reported to the IDIS system in a timely manner.

SECTION III
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS

Housing and Community Development Corporation of Hawaii
SUMMARY OF SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS

Year ended June 30, 2006

Financial Statement Findings:

No audit financial statement findings that were required to be reported in accordance with section 510(a) of Circular A-133 were noted during our prior year testing.

Federal Award Findings and Questioned Costs:

No audit federal award findings and questioned costs that were required to be reported in accordance with section 510(a) of Circular A-133 were noted during our prior year testing.

Reviewed and Approved by the Executive Director 
March 26, 2007

FOR ACTION

SUBJECT: Reappointment of Mr. Douglas Kaya and Mr. Moses S. Lum Hoy to the Oahu Eviction Board for a Two-Year Term Expiring on March 31, 2009

I. FACTS

- A. The Oahu Eviction Board, composed of members of the community, is responsible for affording public housing tenants a full and fair hearing during lease termination proceedings.
- B. Pursuant to Chapter 356D, Hawaii Revised Statutes, the Hawaii Public Housing Authority ("Authority") is authorized to appoint an eviction board in each county to hear cases referred for eviction. The Eviction Board has an authorized composition of at least three members, one of which must be a resident of public housing. A quorum of board members must be present to act upon and resolve lease termination cases.
- C. Mr. Douglas Kaya is a resident of Oahu. He is a Speech professor at Leeward Community College, teaching courses in speech, communication and intercultural communication, which include problem solving and conflict management. He also serves as a volunteer mediator for the Mediation Center of the Pacific. Mr. Kaya currently serves as a Board member and has expressed a willingness to serve as a member of the Oahu Eviction Board for an additional two-year term.
- D. Mr. Moses Lum Hoy is a resident of Oahu. He was previously employed in the City and County's Budget Department as the Chief Fiscal Analyst and was also the City Council Budget Committee's Chief Legislative Analyst. He has assisted our legislators as the committee clerk for the Agriculture Committee and the Human Services and Housing Committee. Currently, Mr. Lum Hoy is with the Committee on Transportation. Even after retiring, Mr. Lum Hoy has continued to actively volunteer in our community, currently serves as a Board member and has expressed a willingness to continue his service as a member of the Oahu Eviction Board for an additional two-year term.

II. RECOMMENDATION

That Mr. Douglas Kaya and Mr. Moses Lum Hoy be reappointed to the Oahu Eviction Board for a Two-Year Term Expiring on March 31, 2009.

Prepared by: Lili A. Funakoshi, Hearings Officer 

**Approved by the Board of Directors at its meeting on
MAR 26 2007**

HEARINGS OFFICE

Please take necessary action

OAHU EVICTION BOARD

	<u>Term Expiration Date</u>
Ms. Radiant Chase	7-31-2007
Mr. Darren Gionson*	1-31-2008
Mr. Douglas Kaya	3-31-2007
Mr. Moses Lum-Hoy	3-31-2007

*resident member



FOR ACTION

SUBJECT: Approval of Preference Amendment for the Federally Assisted Housing Projects, Hawaii Administrative Rule (HAR) §17-2028-35

I. FACTS

A. Amendments to Chapter 17-2028, Hawaii Administrative Rules (HAR), were approved by the HPHA Board of Directors on October 19, 2006 and reaffirmed on February 15, 2007.

II. DISCUSSION

A. As currently proposed in Chapter 17-2028-35, an applicant who declines an offer without good cause or who voluntarily requests cancellation of the application, will lose all preferences and priorities indefinitely. Staff believes that this is unreasonable and proposes to include the deleted language, "...lose all preference and priorities for a period of twelve months from the date the offer was declined or from the date of the request for cancellation."

1. Currently proposed

§17-2028-35 Loss of preference. An applicant who declines [~~three offers~~] an offer of a housing unit, without just cause, or who voluntarily requests cancellation of the application after declining an offer, shall be removed from the wait list. Such applicants may reapply, but they shall lose all preferences and priorities. [~~for a period of twelve months from the date the offer was declined or from the date of the request for cancellation.~~]

[Eff 7/21/05; am and comp] (Auth: 24 CFR §960.204; HRS §356D-13) (Imp: 24 CFR §960.204; HRS

2. Proposing to Amend

§17-2028-35 Loss of preference. An applicant who declines [~~three offers~~] an offer of a housing unit, without just good cause, or who voluntarily requests cancellation of the application after declining an offer, shall be removed from the wait list. Such applicants may reapply, but they shall lose all preferences and priorities. for a period of twelve months from the date the offer was declined or from the date of the request for cancellation.

[Eff 7/21/05; am and comp] (Auth: 24 CFR §960.204; HRS §356D-13) (Imp: 24 CFR §960.204; HRS

Approved by the Board of Directors at its meeting on

MAR 26 2007

III. RECOMMENDATION

That the HPHA Board of Directors:

PROPERTY MANAGEMENT & MAINTENANCE BRANCH

Approve the language to the proposed amendment to Chapter 17-2028-35 "Loss of Preference," Hawaii Administrative Rules.

Please take necessary action



Prepared by: Earl Nakaya, Program Specialist
Reviewed by: Norman Ho, PMMSB Chief

INTERIM EXECUTIVE DIRECTOR

March 26, 2007

FOR ACTION

SUBJECT: Adoption of Revised Utility Allowances for the Federal Low Income Public Housing program for FY 08.

I. FACTS

- A. The Hawaii Public Housing Authority (HPHA) is required to review the utility allowances for the Federal Low Income Public Housing program at least annually and adjust the allowances if there is a change of ten percent or more.
- B. On March 20, 2007, HPHA's consultant on utility allowances, National Facilities Consultants, Inc., transmitted the revised utility rate calculations to HPHA which is to be implemented on July 1, 2007.
- C. HPHA is required to provide residents notice of any change in utility allowances and provide a 30 day period for comment. HPHA will publish a notice in the newspaper and issue notices to tenants.

II. DISCUSSION

- A. HPHA has adopted a policy to adjust rates across the board whether or not the 10 percent threshold is reached because of the difficulty in determining the rate of increase when multiple utility suppliers with different rate structures are involved.
- B. HPHA uses the monthly average utility cost for the previous calendar year to determine the rate for the upcoming year.

III. RECOMMENDATION

Staff recommends that the Board of Directors adopt the revised utility allowances as recommended by National Facilities Consultants and authorize the publication of the Notice for comment.

Attachment

Prepared by: Michael J. Hee, PMC Chief 

Reviewed by: Norman Ho, PMMSB Chief 

Corrections on Attachment:

Page 1, 3rd paragraph, change May 1 to May 2, 2007.

Page 2 under Kalaheo, 2 Bedroom, 3rd column, change \$948 to \$94.

Page 3 under Kuhio Homes, 5 Bedroom, 3rd column, add \$7.

**Approved by the Board of Directors at its meeting on
MAR 26 2007**

PROPERTY MANAGEMENT & MAINTENANCE BRANCH

Please take necessary action



INTERIM EXECUTIVE DIRECTOR

NOTICE OF PUBLIC COMMENT

**HAWAII PUBLIC HOUSING AUTHORITY (HPHA)
REVISED UTILITY RATES AND ALLOWANCES
FOR FEDERAL PUBLIC HOUSING RESIDENTS WHO PURCHASE THEIR OWN
UTILITIES, EFFECTIVE FISCAL YEAR BEGINNING JULY 1, 2007**

NOTICE IS HEREBY GIVEN that pursuant to Hawaii Administrative Rule, Section 17-2028-7, the HAWAII PUBLIC HOUSING AUTHORITY (“HPHA”) will be revising the monthly utility allowances for federal public housing residents who purchase their own utilities, for Fiscal Year beginning July 1, 2007.

The revised rates and allowances as listed below will be made effective on **July 1, 2007**.

Please note that written or oral comments as to the revised utility rates or allowances may be submitted until ~~MAY 1~~, 2007 to the:

HPHA ²
Property Management and Maintenance Services Branch
P.O. Box 17907
Honolulu, Hawaii 96817

Or, interested persons may call the Property Management and Maintenance Services Branch at 832-5970; Neighbor Island residents may call toll free at the numbers listed below:

Kauai 274-3141, ext. 25970 Hawaii 974-4000, ext. 25970
Maui 984-2400, ext. 25970 Molokai and Lanai 1-800-468-4644, ext. 25970

A copy of the revised schedules and rates shall be posted in all of the HCDCH’s federal public housing project management offices and shall be provided to all residents who request a copy at the project management office.

**SCHEDULE OF UTILITY ALLOWANCES FOR FISCAL YEAR BEGINNING
JULY 1, 2007**

Note: The new utility allowances have been rounded to the next highest dollar.

Project	Current Allowance	Dollar Change	New Allowance
Hale Laulima			
2 bedroom	\$106	\$10	\$116
3 bedroom	\$137	\$13	\$150
Hookipa Kahaluu			
1 bedroom	\$89	\$8	\$97
2 bedroom	\$106	\$10	\$116
3 bedroom	\$137	\$13	\$150
Hui O Hanamaulu *			
1 bedroom	\$0	\$85	\$85
2 bedroom	\$0	\$94	\$94
3 bedroom	\$0	\$101	\$101
4 bedroom	\$0	\$113	\$113
Kaahumanu Homes			
2 bedroom	\$54	\$4	\$58
3 bedroom	\$57	\$5	\$62
Ka Hale Kahaluu			
1 bedroom	\$93	\$10	\$103
2 bedroom	\$100	\$11	\$111
3 bedroom	\$111	\$12	\$123
4 bedroom	\$120	\$14	\$134
Kahale Mua - Federal			
3 bedroom	\$179	\$19	\$198

Project	Current Allowance	Dollar Change	New Allowance
Kaimalino *			
1 bedroom	\$0	\$80	\$80
2 bedroom	\$0	\$88	\$88
3 bedroom	\$0	\$95	\$95
4 bedroom	\$0	\$106	\$106
Kalaheo *			
2 bedroom	\$0	\$94 \$94	\$94
3 bedroom	\$0	\$101	\$101
4 bedroom	\$0	\$113	\$113
Kalakaua Homes High Rise			
1 bedroom	\$62	\$6	\$68
Kalakaua Homes Low Rise			
1 bedroom	\$62	\$6	\$68
2 bedroom	\$67	\$6	\$73
3 bedroom	\$74	\$7	\$81
Kalihi Valley Homes			
Non-Modernized Units			
1 bedroom	\$88	\$9	\$97
2 bedroom	\$105	\$11	\$116
3 bedroom	\$136	\$14	\$150
4 bedroom	\$167	\$17	\$184
5 bedroom	\$194	\$20	\$214
Kalihi Valley Homes			
Modernized Units			
1 bedroom	\$67	\$7	\$74
2 bedroom	\$75	\$7	\$82
3 bedroom	\$87	\$8	\$95
4 bedroom	\$99	\$9	\$108
5 bedroom	\$108	\$10	\$118
Kamehameha Homes			
1 bedroom	\$106	\$10	\$116
2 bedroom	\$122	\$10	\$132
3 bedroom	\$150	\$13	\$163
Kaneohe Apartments			
1 bedroom	\$89	\$8	\$97
2 bedroom	\$106	\$10	\$116
Kapaa *			
1 bedroom	\$0	\$85	\$85
2 bedroom	\$0	\$94	\$94
3 bedroom	\$0	\$101	\$101
4 bedroom	\$0	\$113	\$113
Kauhale Nani			
1 bedroom	\$116	\$7	\$123
2 bedroom	\$133	\$8	\$141
3 bedroom	\$165	\$11	\$176
Kauhale O'Hana			
3 bedroom	\$57	\$5	\$62
Kauhale O'Hana **			
3 bedroom	\$57	\$119	\$176
Kauhale O'Hanakahi			
3 bedroom	\$86	\$9	\$95
Kau'iokalani			
3 bedroom	\$57	\$5	\$62
Kau'iokalani **			
3 bedroom	\$57	\$92	\$163
Kawailehua – Federal			
3 bedroom	\$191	\$6	\$197

Project	Current Allowance	Dollar Change	New Allowance
Kealakehe			
1 bedroom	\$93	\$10	\$103
2 bedroom	\$100	\$11	\$111
3 bedroom	\$111	\$12	\$123
Kekaha Ha'aheo			
1 bedroom	\$103	\$5	\$108
2 bedroom	\$159	\$6	\$165
3 bedroom	\$191	\$6	\$197
Ke Kumu 'Ekelu			
3 bedroom	\$86	\$9	\$95
Koolau Village			
1 bedroom	\$106	\$10	\$116
2 bedroom	\$122	\$10	\$132
3 bedroom	\$150	\$13	\$163
4 bedroom	\$176	\$17	\$193
Kuhio Homes			
1 bedroom	\$49	\$4	\$53
2 bedroom	\$54	\$4	\$58
3 bedroom	\$57	\$5	\$62
4 bedroom	\$64	\$5	\$69
5 bedroom	\$67	\$7	\$74
Lanakila IV			
1 bedroom	\$138	\$12	\$150
2 bedroom	\$158	\$13	\$171
3 bedroom	\$191	\$17	\$208
4 bedroom	\$225	\$19	\$244
Lanakila Homes I			
1 bedroom	\$138	\$12	\$150
2 bedroom	\$158	\$13	\$171
3 bedroom	\$191	\$17	\$208
4 bedroom	\$225	\$19	\$244
Lanakila Homes II			
1 bedroom	\$138	\$12	\$150
2 bedroom	\$158	\$13	\$171
3 bedroom	\$191	\$17	\$208
4 bedroom	\$225	\$19	\$244
Maili I			
2 bedroom	\$75	\$7	\$82
3 bedroom	\$87	\$8	\$95
Maili II			
2 bedroom	\$75	\$7	\$82
4 bedroom	\$99	\$9	\$108
Makani Kai Hale			
3 bedroom	\$74	\$9	\$83
Makani Kai Hale II			
3 bedroom	\$74	\$9	\$83
Mayor Wright Homes			
1 bedroom	\$49	\$4	\$53
2 bedroom	\$54	\$4	\$58
3 bedroom	\$57	\$5	\$62
4 bedroom	\$64	\$5	\$69
5 bedroom	\$67	\$7	\$74
Nanakuli Homes			
3 bedroom	\$87	\$8	\$95
Nani Olu (E)			
1 bedroom	\$134	\$15	\$149
Noelani I			
1 bedroom	\$134	\$15	\$149
2 bedroom	\$159	\$19	\$178

Project	Current Allowance	Dollar Change	New Allowance
Noelani II			
3 bedroom	\$207	\$24	\$231
Palolo Homes			
1 bedroom	\$97	\$9	\$106
2 bedroom	\$114	\$10	\$124
3 bedroom	\$146	\$13	\$159
4 bedroom	\$176	\$16	\$192
5 bedroom	\$203	\$20	\$223
Punahale Homes			
2 bedroom	\$158	\$13	\$171
Salt Lake			
1 bedroom	\$89	\$8	\$97
Spencer House			
2 bedroom	\$54	\$4	\$58
3 bedroom	\$57	\$5	\$62
Waimaha-Sunflower Phase I			
1 bedroom	\$89	\$8	\$97
2 bedroom	\$106	\$10	\$116
3 bedroom	\$137	\$13	\$150
Waimaha-Sunflower Phase II			
1 bedroom	\$89	\$8	\$97
2 bedroom	\$75	\$7	\$82
Waimaha-Sunflower Phase III			
1 bedroom	\$67	\$7	\$74
2 bedroom	\$75	\$7	\$82
3 bedroom	\$87	\$8	\$95
Waimanalo Homes			
2 bedroom	\$122	\$10	\$132
3 bedroom	\$150	\$13	\$163
4 bedroom	\$176	\$17	\$193
Waimanalo Homes II			
2 bedroom	\$122	\$10	\$132
3 bedroom	\$150	\$13	\$163
4 bedroom	\$176	\$17	\$193

- *Utility allowance will become effective when electric billing is turned over to tenant.
- ** Utility allowance will become effective when gas billing is turned over to tenant.

ALLOWANCES FOR MEDICAL EQUIPMENT							
Description	Quantity	Kauai	Oahu	Maui	Molokai	Hilo	Kona
Air conditioner, window type, 10,000 BTU	229	\$73	\$44	\$61	\$74	\$68	\$68
Oxygen concentrator, 400W	219	\$70	\$42	\$58	\$71	\$65	\$65
Nebulizer, 75W	5	\$2	\$1	\$2	\$2	\$2	\$2
Electric hospital bed, 200W	1	\$1	\$1	\$1	\$1	\$1	\$1
Alternating pressure pad, 70W	51	\$17	\$10	\$14	\$17	\$16	\$16
Low air-pressure mattress, 120W	88	\$28	\$17	\$24	\$29	\$26	\$26

Description	Quantity	Kauai	Oahu	Maui	Molokai	Hilo	Kona
Power wheelchair/ scooter, 360W	67	\$22	\$13	\$18	\$22	\$20	\$20
Feeding tube, 120w	44	\$14	\$9	\$12	\$15	\$13	\$13
CPAP machine, 30W	9	\$3	\$2	\$3	\$3	\$3	\$3

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

Patti Miyamoto
Interim Executive Director
Hawaii Public Housing Authority
Department of Human Services
State of Hawaii



EQUAL HOUSING
OPPORTUNITY

April 1, 2007

Executive Director's Report Month of February 2007

Section 8

Current voucher lease up is 1,845 and the unadjusted budget utilization average is 105.74% for CY 2007. The average per unit cost subsidy is \$737.00 per month.

For FY 2006-2007, the unadjusted budget utilization average is 104.91%. The average per unit cost subsidy is \$720.00 per month.

Rent Supplement

There are 351 Rent Supplement Program participants. The budget utilization average is 67.89% with the average per unit cost of \$146.00 per month.

Property Management and Maintenance Services Branch

Oahu

- Applications Office processed 455 applicants.
- Present backlog of approximately 400 applications.
- Placed 52 families in vacant units.

Hilo

- Central Maintenance Section made ready 25 units.
- Placed 5 families for February.
- Projecting to place 16 families for March.

Maui

- Placed 9 families for February.
- Projecting to place 3 families for March.

Banyan Street Manor

- Design contract awarded to CDS International on March 2, 2007.

See Exhibit A for Vacancy report and Exhibit B for the PHAS indicator report

Homeless (HPB)

The HPB is currently reviewing proposals that were received under the Request for Proposal (RFP-HPB-2006-16) for the State Homeless Shelter Stipend Program, State Homeless Outreach Program, and State Emergency Loans and Grants Program. The RFP is valid for four (4) years, beginning on August 1, 2007.

The HUD Continuum of Care annual Notice of Funding Availability awards were announced in February. The HPB applied for the competitive grant on behalf of the rural counties of Hawaii, Kauai, and Maui.

State of Hawaii	SPC	\$298,320.00
State of Hawaii	SPC	\$206,640.00
Maui Economic Concerns of the Community, Incorporated	SHPR	\$91,717.00
Steadfast Housing Development Corporation	SHPR	\$31,598.00
Maui Economic Concerns of the Community, Incorporated	SHPR	\$46,245.00
Steadfast Housing Development Corporation	SHPR	\$36,384.00
Steadfast Housing Development Corporation	SHPR	\$32,924.00
Steadfast Housing Development Corporation	SHPR	\$33,384.00

Note: SPC – Shelter Plus Care
SHPR – Supportive Housing Program Renewal

Construction Management

See Exhibit C for current projects and Exhibit D for future projects

Compliance Office

Submitted Supervisors Review Log, Error Analysis Report and Income Discrepancy (ID) Report to HUD.

Received 16 Reasonable Accommodation requests from MU's.

Audited additional files from the MU 49 Supervisors review log as it indicated "0" errors. Files still indicated errors that were not picked up or noted by supervisor.

Attended training on Section 8 Quality Control and Audit Tools and HUD webcast on LEP guidance.

Worked on the PIC unit discrepancies. Worked with MU's on fatal errors and updated unit status in PIC.

Hearings Office

The following are the number of eviction referrals and appeals that were heard and resolved from July through February 2007.

MONTH	RENT	OTHER	EVICT	EVICT With COND	10-DAY CURE	DISMISS	CONTIN
JULY 06	4	5	4	2	0	0	3
AUG 06	22	11	23	7	0	0	3
SEPT 06	17	10	15	6	3	0	3
OCT 06	9	2	5	3	0	0	3
NOV 06	8	5	7	3	0	0	3
DEC 06	3	3	3	0	0	0	3
JAN 07	9	0	4	2	0	0	3
FEB 07	16	1	3	4	0	0	10

Procurement Office

Solicitations Issued, Contracts and Change Orders Executed in February 2007

Solicitation No.	Project	Deadline
IFB-PMB-2007-13	Tree Trimming Services for various federal and state funded housing projects at MU 7, MU 9 and MU 41	Bid Opening: March 16, 2007
IFB-CMS-2007-05	Replacement of the Emergency Generator and Provide Preventive Maintenance Services for Sewage Lift/Pump Station at Wahiawa Terrace	Bid Opening: March 15, 2007
IFB-CMS-2006-18	Provide Operational and Preventive Maintenance Services for the Sewage Treatment Plant at Kupuna Home O Waiialua	Bid Opening: March 15, 2007
Request for Qualifications	Architect/Engineer Services for Repair Sewer lines at Kuhio Park Terrace	March 15, 2007
Request for Proposal	Design Build Renovation of Nakolea (Homeless Shelter)	March 16, 2007

Contract No.	Contractor & Project	Amount
HPS 06-22 SA 01	Catholic Charities of the Diocese of Honolulu dba Catholic Charities Hawaii State Homeless Shelter Stipend Program-Mailii Land Transitional Shelter from February 5, 2007 to July 31, 2007	\$180,000.00
HPS 07-01	Hawaii Coalition for Christian Churches Kahikolu Ohana Hale O Waianae project (MOA with HHFDC) from February 27, 2007 to May 18, 2011	\$10,500,000.00
PUR 05-03 SA 03	Pacific Waste, Inc. Refuse services for Noelani I, II, Kekumu Ekolu, Ke Kumu Elua from February 1, 2007 to January 31, 2008	\$38,217.42

Change Order No.	Project	Amount
CMS 06-09 CO01	Site Engineering, Inc. Large Capacity Cesspool Conversion at Pahala Elderly Housing	\$164,662.00

Approvals from the State Procurement Office

Extension of Time on Contracts

Number	Description	Est. Amount
07-44-A	Financial and single audit services for the HPHA and the HHFDC for fiscal year ending June 30, 2006. No-cost extension for an additional sixty (60) days from March 31, 2007 to May 31, 2007.	\$1,267,000.00

Information Technology Office (ITO)

Staffing

ITO has been functioning with limited staffing during February. Curtis Yamura resigned as of 1/31/07, and Nelson Lee was on family leave for most of the month. Two vacant positions were advertised in the Star-bulletin, with a closing date of 2/28/07

HPHA Network & Email

A draft scope of services for a consultant to assist with integrating the HPHA and DHS networks was sent to DHS OIT for review. After a recent DHS Technical Advisory Committee meeting, however, it appears that DHS favors HPHA transferring its email operations over to ICSD, rather than to have it linked through the DHS email server. While this would be more economical, the major difference would be that webmail (Lotus iNotes) would not be provided for all of HPHA's staff, like it is now. This could severely curtail after hours work efforts of HPHA staff, and reduce overall productivity for the agency.

Network Cabling at School St

Hawaiian Telcom has provided three separate quotes totaling \$139,426.89 from their various divisions. Electrical grounding for each building was not included in the prices, so quotes are being solicited from electrical contractors to handle that. Additionally, the electrical contractors will be asked to quote on the installation of a conduit to connect Bldg. B to a utility box across the street.

New Computers

To date, almost 90 out of the 183 new computers purchased have been installed on Oahu, the Big Island, and Kauai. Short staffing limited the installation of additional computers during the month of February. A trip is currently being planned to install new computers on Maui (MU 09) during the third week of March.

Accounting - Mainframe

Staff continues to work closely with ICSD staff to resolve issues with the data entry specifications. Templates have been submitted, and only one question remains regarding a particular field which no one is sure is even being used. Nelson will work with Data Entry Institute, the former contractor, to try to determine how that field is being used.

Emphasys

A contract for Emphasys (older) software service packs was approved by HUD, and is moving forward. Waiting for a quote from Emphasys for the second contract, which includes enhanced onsite consulting and training services. Also waiting for a quote for software maintenance through April 30, 2007, so that a p.o. can be generated.

Fiscal

See Exhibit E for rent collection summary.

Personnel Office

See Exhibit F for position vacancy report

Unit Summary Report
(As of February 28, 2007)

Total Units	5363
Less: Units to be demolished	170
<u>Equals Units available for occupancy (less demolition)</u>	<u>5193</u>

Units NOT available for occupancy (HPHA info only)	
Less: Modernization - on Sched "C"	115
Less: Type C Unit	88
Less: In process - Type C	14
Less: Deprogrammed units	29
Less: In process - Deprogrammed units	7
<u>Equals Units not available for occupancy</u>	<u>253</u>

Net Units Available for Occupancy	
Units available for occupancy (less demolition)	5193
Less: Units not available for occ (less vcnt Mod appd, Dgm appd)	143
<u>Equals Net Units Available for Occupancy</u>	<u>5050</u>

$$= \text{Mod C vacant } 114 + \text{Approved Deprogrammed } 29$$

Occupancy Report	
Total available units	5050
Less: Market rent tenants	3
Less: Occupied Units (includes demo and mod occupied)	4648
<u>Equals Total Vacant Units</u>	<u>399</u>

Total Occupancy: 92.10%

Total Vacancy: 7.90%

EXHIBIT A

Occupancy / Vacancy Report
(As of February 28, 2007)

	3	5	6	7	8	9		10	11	
	Project Name	Total Project Units	Total Employee Units	Total Non-Dwelling Units	Total Units Available for Occupancy	Total Vacant Units	Notation	Total Units Occupied by Market Rent Paying Tenants	Total Units Occupied by Low Income Tenants	Total Units Occupied by Elderly/Disable Low Income Tenants
MU 1	Puuwai Momi	260	0	0	260	17		242	58	
1	Hale Laulima	36	0	0	36	2		34	10	
1	Waipahu I	19	0	1	18	1		17	2	
1	Waipahu II	20	0	1	19	0		19	3	
1	Salt Lake	28	0	0	28	0		28	28	
2	Kalihi Valley Homes	301	0	1	300	62	*	243	97	
3	Mayor Wright Homes	364	0	1	363	23		340	127	
3	Kaahumanu Homes	152	0	1	151	6		145	59	
3	Kamehameha Homes	221	0	1	220	4		216	94	
4	Makua Alii	211	0	1	210	10		200	209	
4	Paoakalani	151	1	0	150	11		139	150	
4	Kalakaua Homes	221	0	1	220	6		214	0	
5	Punchbowl Homes	156	0	0	156	6		150	139	
5	Kalanihuia	151	0	2	149	3		146	146	
5	Makamae	124	0	1	123	34	**	89	89	
5	Pumehana	139	0	0	139	11		128	127	
5	Spencer House	17	0	0	17	2		15	5	
7	Lanakila Homes I	36	0	0	36	3		33	6	
7	Lanakila Homes II	44	0	0	44	4		40	9	
7	Lanakila Homes III	0	0	0	0	0		0	0	
7	Punahale	30	0	0	30	5		25	7	
7	Pomaikai	20	0	0	20	5		15	14	
7	Pahala	24	0	0	24	8		16	11	
7	Hale Aloha O Puna	30	0	0	30	9		21	16	
7	Hale Olaloa	50	0	0	50	5		45	41	
7	Kauhale O'Hanakahi	20	0	0	20	6		14	1	
7	Lanakila Homes IV	48	0	0	48	3		45	7	
8	Kapaa	36	0	1	35	2		33	10	
8	Hale Hoolulu	12	0	0	12	0		12	12	
8	Hui O Hanamaulu	46	0	1	45	0		45	12	

Original

	Demo - apprvd	Mod - apprd	C - apprd	C- not apprd	Demo - occupie d	Mod - occupie d
260						
36						
19						
20						
28						
373	72	27	21	1	25	1
364			7			
152			1			
221						
211			5			
151		10				
221						
156						
151						
124		28		1		
139						
17				1		
100	64					
44						
30	30					
30						
20			3			
24						
30			7	1		
50						
20						
48						
36			1	1		
12						
46			2			

Occupancy / Vacancy Report
(As of February 28, 2007)

	3	5	6	7	8	9		10	11									
	Project Name	Total Project Units	Total Employee Units	Total Non-Dwelling Units	Total Units Available for Occupancy	Total Vacant Units	Notation	Total Units Occupied by Market Rent Paying Tenants	Total Units Occupied by Low Income Tenants	Total Units Occupied by Elderly/Disable Low Income Tenants	Original	Demo - apprvd	Mod - apprd	C - apprd	C- not apprd	Demo - occupie d	Mod - occupie d	
8	Kalaheo	8	0	0	8	3			5	2	8			3				
8	Hale Nani Kai O Kea	38	0	0	38	0			38	38	38							
9	David Malo Circle	18	0	0	18	1			17	2	18			1				
9	Kahekili Terrace	82	0	0	82	11			71	9	82							
9	Piilani	42	0	0	42	1			41	27	42							
9	Makani Kai Hale I	25	0	0	25	8			17	2	25							
9	Makani Kai Hale II	4	0	0	4	1			3	0	4							
40	Kuhio Homes	134	0	1	133	6			127	50	134							
40	Kuhio Park Terrace	610	0	3	607	60	***		547	116	614	4		23				
41	Eleele	24	0	0	24	2			22	0	24							
41	Home Nani	14	0	0	14	0			14	14	14							
41	Hale Hoonanea	40	0	0	40	0			40	40	40							
41	Kekaha Ha'aheo	78	0	0	78	2			75	0	78							
41	Kawailehua	25	0	0	25	0			25	0	25							
43	Kaimalino	40	0	1	39	1		2	36	11	40							
43	Hale Hookipa	32	0	0	32	7			25	25	32			2				
43	Ka Hale Kahaluu	50	0	0	50	50	****		0	0	50		50					
43	Nani Olu	32	0	0	32	5			27	27	32							
43	Kealakehe	48	0	1	47	2		1	44	8	48							
44	Maili I	20	0	0	20	0			20	1	20							
44	Nanakuli	36	0	1	35	1			34	4	36							
44	Maili II																	
44	Waimaha/Sunflower	130	0	1	129	8			121	7	130							
44	Kau'iokalani	50	0	0	50	11			39	2	50			3				
44	Maili II	24	0	0	24	3			21	3	24							

Occupancy / Vacancy Report
(As of February 28, 2007)

	3	5	6	7	8	9		10	11		Demo - apprvd	Mod - apprd	C - apprd	C- not apprd	Demo - occupie d	Mod - occupie d	
MU	Project Name	Total Project Units	Total Employee Units	Total Non- Dwelling Units	Total Units Available for Occupancy	Total Vacant Units	Notation	Total Units Occupied by Market Rent Paying Tenants	Total Units Occupied by Low Income Tenants	Total Units Occupied by Elderly/Disable Low Income Tenants	Original						
45	Waimanalo Homes I	19	0	0	19	0			19	1	19						
45	Koolau Village	80	0	0	80	4			76	3	80						
45	Kaneohe Apartments	24	0	0	24	2			22	2	24						
45	Hookipa Kahaluu	56	0	0	56	15			41	0	56			2	8		
45	Kauhale Ohana	25	0	0	25	7			18	0	25			4			
45	Waimanalo Homes II	22	0	0	22	0			22	2	22						
46	Hale Hauoli	40	0	0	40	5			35	35	40						
46	Noelani I	19	0	1	18	4			14	5	19						
46	Noelani II	24	0	1	23	10			13	3	24			2			
46	Ke Kumu 'Ekolu	20	0	0	20	2			18	0	20						
47	Kauhale Mua	25	0	0	25	6			19	0	25			1	1		
49	Wahiawa Terrace	60	0	0	60	8			52	0	60						
49	Kupuna Home O'Waiialua	40	1	0	39	10			29	0	40						
49	Kauhale Nani	50	0	0	50	9			41	0	50						
80	Palolo Valley Homes	118	1	3	114	3			111	34	118						
		5193	3	26	5164	516		3	4648	1962	5363	170	115	88	14	25	1
		Sub-total	Demo	Total		Vacant		Market	Mod - vacant	C - vacant	Req - Deprgm	Total Vacant					
		5193	170	5363		516		3	114	102	7	399					

Notation:

- * Kalihi Valley Homes 62 vacant units = 35 units available for rent; 27 vacant On-sched C mod
- ** Makamae 33 vacant units = 4 units available for rent; 28 On-sched C mod; 1 vacant C
- *** Kuhio Park Terrace 72 vacant units = 45 units available for rent; 4 vacant demo; 23 vacant On-sched C mod
- **** Ka Hale Kahaluu 50 vacant units = 0 units available for rent; 50 On-sched C mod

PHAS INDICATORS
For the period 7/1/06 - 2/28/07

MU No.	Proj. No.	Project Name	AMP NO.	No. of Units	Placements	No. of Emerg. WO's	Abated within 24 hrs.	% Abated within 24 hrs.	# of Open Emerg. WO's	# of Non-Emerg. WO's	Avg. Days to Repair	# of Open Non-Emerg. WO's	No. of Units Inspect.	%	No. of Bldgs.	No. of Bldgs Inspect	%
MU 1	1026	Puuwai Momi	HI001000030P	260	29	128	113	88%	4	1376	8	63	260	100%	28	0	0%
	1027	Hale Laulima		36	6	7	3	43%	4	210	7	44	0	0%	10	0	0%
	1066	Salt Lake		28	2	2	1	50%	0	186	11	11	28	100%	1	0	0%
	1038	Waipahu I		19	2	0	0	NA	0	121	9	5	0	0%	1	0	0%
	1039	Waipahu II		20	2	0	0	NA	0	70	8	7	0	0%	1	0	0%
			Total		363	41	137	117	85%	8	1963		130	288	79%	41	0
MU 2	1005	Kalihi Valley Homes	HI001000031P	373	59	466	435	93%	0	1053	62	381	278	75%	44	0	0%
			Total														
MU 3	1003	Mayor Wright Homes	HI001000032P	364	16	317	291	92%	17	1928	70	914	308	85%	36	0	0%
			Total														
MU 3	1009	Kaahumanu Homes	HI001000033P	152	10	156	141	90%	0	750	36	155	142	93%	19	0	0%
	1099	Kamehameha Homes		221	13	147	139	95%	1	903	60	330	221	100%	29	0	0%
			Total		373	23	303	280	92%	1	1653		485	363	97%	48	0
MU 4	1062	Kalakaua Homes	HI001000034P	221	8	57	50	88%	3	908	10	111	180	81%	10	0	0%
	1012	Makua Alii (E)		211	8	25	24	96%	0	690	11	93	168	80%	1	0	0%
	1036	Paoakalani (E)		151	13	22	22	100%	0	531	5	42	121	80%	1	0	0%
			Total		583	29	104	96	100%	3	2129		246	469	80%	12	0
MU 5	1011	Punchbowl Homes (E)	HI001000035P	156	9	92	91	99%	0	638	29	61	156	100%	2	0	0%
	1024	Kalanihuia (E)		151	4	51	49	96%	1	648	44	105	151	100%	1	0	0%
	1046	Makamae (E)		124	5	51	47	92%	0	346	25	120	124	100%	1	0	0%
	1073	Spencer House		17	0	11	11	100%	0	168	62	56	17	100%	1	0	0%
	1047	Pumehana (E)		139	15	123	121	98%	2	493	30	45	137	99%	1	0	0%
		Total		587	33	328	319	97%	3	2293		387	585	100%	6	0	0%

EXHIBIT B

PHAS INDICATORS
For the period 7/1/06 - 2/28/07

MU No.	Proj. No.	Project Name	AMP NO.	No. of Units	Placements	No. of Emerg. WO's	Abated within 24 hrs.	% Abated within 24 hrs.	# of Open Emerg. WO's	# of Non-Emerg. WO's	Avg. Days to Repair	# of Open Non-Emerg. WO's	No. of Units Inspect.	%	No. of Bldgs.	No. of Bldgs Inspect	%
MU 7	1004	Lanakila Homes I	HI001000037P	102	3	38	23	61%	1	124	36	16	78	76%	39	0	0%
	1013	Lanakila Homes II		42	5	57	50	88%	1	130	39	15	38	90%	11	0	0%
	1014	Lanakila Homes III		30	0	0	0	NA	0	14	89	2	16	53%	15	0	0%
	1104	Lanakila Homes IV		48	6	44	36	82%	1	127	55	39	32	67%	15	0	0%
	1051	Hale Aloha O Puna (E)		30	1	14	9	64%	0	75	40	8	0	0%	9	0	0%
	1052	Hale Olaloa (E)		50	9	15	15	100%	0	136	51	12	0	0%	26	0	0%
	1097	Kauhale O'Hanakahi		20	5	17	14	82%	0	128	59	21	0	0%	10	0	0%
	1045	Pahala (E)		24	3	3	3	100%	0	42	25	14	0	0%	6	0	0%
	1029	Pomaikai Homes (E)		20	5	15	12	80%	0	101	30	15	20	100%	2	0	0%
	1028	Punahale Homes		30	2	20	16	80%	0	79	29	35	30	100%	16	0	0%
		Total		396	39	223	178	80%	3	956		177	214	54%	149	0	0%
MU 8	1018	Kapaa	HI001000038P	36	2	22	22	100%	0	163	60	42	36	100%	20	0	0%
	1019	Hale Hoolulu (E)		12	3	2	2	100%	0	67	17	4	12	100%	5	0	0%
	1054	Hale Nana Kai O Kea (E)		38	3	11	11	100%	0	171	27	19	38	100%	20	0	0%
	1021	Hui O Hanamaulu		46	2	16	16	100%	0	109	23	13	46	100%	24	0	0%
	1022	Kalaheo		8	0	5	5	100%	0	16	43	0	8	100%	4	0	0%
MU 41	1064	Kekaha Ha'aheo		78	7	20	20	100%	0	331	3	0	0	0%	31	0	0%
	1020	Eleele Homes		24	4	23	22	96%	0	71	4	0	24	100%	12	0	0%
	1055	Hale Hoonanea		40	4	12	12	100%	0	122	4	2	40	100%	21	0	0%
	1023	Home Nani		14	0	5	5	100%	0	30	4	2	14	100%	2	0	0%
	1086	Kawailehua		25	2	23	23	100%	0	100	15	0	25	100%	4	0	0%
		Total		321	27	139	138	99%	0	1180		82	243	76%	143	0	0%
MU 9	1017	Kahekili Terrace [A & B]	HI001000039P	82	8	5	4	80%	0	407	9	14	0	0%	15	0	0%
	1016	David Malo Circle		18	2	1	0	0%	0	91	18	4	0	0%	9	0	0%
	1092	Makani Kai Hale		25	2	3	3	100%	0	83	8	3	0	0%	8	0	0%
	1044	Piilani Homes (E)		42	3	2	2	100%	0	145	9	3	0	0%	9	0	0%
	1097	Makani Kai Hale II		4	0	3	3	100%	0	0	NA	2	0	0%	1	0	0%

PHAS INDICATORS
For the period 7/1/06 - 2/28/07

MU No.	Proj. No.	Project Name	AMP NO.	No. of Units	Placements	No. of Emerg. WO's	Abated within 24 hrs.	% Abated within 24 hrs.	# of Open Emerg. WO's	# of Non-Emerg. WO's	Avg. Days to Repair	# of Open Non-Emerg. WO's	No. of Units Inspect.	%	No. of Bldgs.	No. of Bldgs Inspect	%
	1088	Kahale Mua		25	4	8	5	63%	0	313	4	2	11	44%	9	0	0%
		Total		196	19	22	17	77%	0	1039		28	11	6%	51	0	0%
MU 40	1010	Kuhio Park Terrace	HI001000040P	614	114	183	176	96%	0	1858	11	23	610	99%	17	0	0%
	1007	Kuhio Homes		134	17	21	20	95%	0	462	9	86	134	100%	21	0	0%
		Total		748	131	204	196	96%	0	2320		109	744	99%	38	0	0%
MU 43	1061	Ka Hale Kahaluu	HI001000043P	50	0	2	2	100%	0	17	47	0	0	0%	5	0	0%
	1053	Hale Hookipa (E)		32	2	18	16	89%	0	99	44	30	32	100%	8	0	0%
	1032	Kaimalino		40	6	12	11	92%	0	158	32	15	0	0%	12	0	0%
	1070	Kealakehe		48	9	54	47	87%	2	188	47	49	48	100%	5	0	0%
	1063	Nani Olu (E)		32	2	25	22	88%	1	112	42	44	32	100%	5	0	0%
		Total		202	19	111	98	88%	3	574		138	112	55%	35	0	0%
MU 44	1057	Waimaha-Sunflower	HI001000044P	130	22	13	12	92%	0	385	11	62	26	20%	10	0	0%
	1091	Kau'iokalani		50	8	3	3	100%	0	197	18	45	50	100%	13	0	0%
	1033	Maili I		20	1	12	7	58%	0	94	10	8	20	100%	20	0	0%
	1108	Maili II		24	2	12	7	58%	4	104	27	31	24	100%	18	0	0%
	1035	Nanakuli Homes		36	1	29	28	97%	0	137	47	55	36	100%	36	0	0%
		Total		260	34	69	57	83%	4	917		201	156	60%	97	0	0%
MU 45	1030	Koolau Village	HI001000045P	80	8	64	59	92%	1	296	8	4	80	100%	19	0	0%
	1072	Hookipa Kahaluu		56	5	30	28	93%	0	182	32	21	56	100%	8	8	100%
	1069	Kaneohe Apartments		24	2	12	11	92%	0	76	6	0	24	100%	2	0	0%
	1090	Kauhale O'hana		25	2	18	18	100%	0	77	25	7	25	100%	5	0	0%
	1025	Waimanalo Homes		41	1	30	28	93%	0	175	22	41	41	100%	41	0	0%
		Total		226	18	154	144	94%	1	806		73	226	100%	75	8	11%

PHAS INDICATORS
For the period 7/1/06 - 2/28/07

MU No.	Proj. No.	Project Name	AMP NO.	No. of Units	Placements	No. of Emerg. WO's	Abated within 24 hrs.	% Abated within 24 hrs.	# of Open Emerg. WO's	# of Non-Emerg. WO's	Avg. Days to Repair	# of Open Non-Emerg. WO's	No. of Units Inspect.	%	No. of Bldgs.	No. of Bldgs Inspect	%
MU 46	1078	Noelani II	HI001000046P	24	1	12	11	92%	0	87	97	42	24	100%	2	2	100%
	1031	Hale Hauoli (E)		40	1	9	8	89%	0	107	52	30	40	100%	11	11	100%
	1097	Ke Kumu 'Ekolu		20	0	1	1	100%	0	11	102	16	20	100%	3	3	100%
	1071	Noelani I		19	0	3	3	100%	0	44	119	21	19	100%	2	2	100%
		Total		103	2	25	23	92%	0	249		109	103	100%	18	18	100%
MU 49	1056	Kauhale Nani	HI001000049P	50	3	1	1	NA	0	7	77	1	0	0%	10	0	0%
	1015	Wahiawa Terrace		60	12	5	5	100%	1	41	9	4	60	100%	9	0	0%
	1050	Kupuna Home O'Waialua (E)		40	3	0	0	NA	0	24	18	3	0	0%	21	0	0%
		Total		150	18	6	6	100%	1	72		8	60	40%	40	0	0%
MU 80	1008	Palolo Valley Homes	HI001000050P	118	5	17	16	94%	0	281	4	16	105	89%	20	0	0%
		Total		5363													

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
Oahu	Kalihi Valley Homes								
	Kalihi Valley Homes Phase 3B Design	x		Consultant preparing bid documents.	01/15/07	07/01/07	09/01/07	08/31/08	830,649
	Kalihi Valley Homes Phase 4 Design	x		Issue RFQ for consultant.	07/01/07	04/15/08	06/01/08	05/31/09	800,000
	Kalihi Valley Homes Backfill of Existing Cesspool (design in house)	x		Contractor to start work.	02/01/07	02/20/07	03/12/07	03/16/07	10,000
	Kalihi Valley Homes Retaining Walls, Renovate vacant buildings - Type C - Design	x		Issue RFQ for consultant.	07/01/07	04/15/08	06/01/08	05/31/09	400,000
	Puahala Homes								
	Puahala Homes IV - Stair & walkway repairs - Design	x		Consultant to be selected.	04/01/07	10/01/07	12/01/07	04/30/08	25,000
	Hazardous Materails Abatement at Hauiki - Design	n/a		Design Complete - in Construction Phase	12/05/05	05/06/06	01/07/07	11/07/07	100,000
	Hazardous Materails Abatement at Hauiki - Construction	x		Ongoing			01/07/07	11/07/07	860,000
	Building - HAZMAT Abatement, Modernization - Design	x		Consultant to be selected.	04/01/07				200,000
	Repave AC Driveway and Parking Areas - Design	x		Consultant to be selected.	04/01/07				30,000
	Repair Retaining Wall along Hala Drive - Design	x		Consultant to be selected.	04/01/07				50,000
	Hauiki								
	Site and Building Modernization - Design	x		Consultant to be selected.	05/01/07				200,000
	Halia Hale								
	Halia Hale Remove Man-lift - (design in house)	x		Small Purchase RFB to be issued.	03/15/07	04/01/07	04/15/07	07/15/07	25,000
	Hale Poai								
	Hale Poai Heat Pumps and Roofing, Fire Alarm - Design	x		Consultant to be selected.	05/01/07				60,000
	Paoakalani								
	Re-roofing, Concrete Spall Repair and install New Safety Parapet wall - Design	x		Design to be completed this month.	08/06/06	05/07/07	08/06/07	03/07/08	70,000

EXHIBIT C

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
Oahu	Kalanihiua								
	Elevator Improvements to High Rise Buildings - Design	x		Consultant to be selected.	05/07/07	11/07/07	01/07/08	11/07/09	40,000
	Makua Alii								
	Makua Alii Sewer Line Renovation (Vacant Unit C) - Bid	x		Advertisement for Bids in progress	10/06/06	03/15/07	06/01/07	09/18/07	800,000
	Mayor Wright								
	Solar Water Heater Improvements at Mayor Wright Homes - Design	x			05/01/07	11/01/07	01/02/08	12/31/08	100,000
	Mayor Wright Homes Roof Repair at 3 Buildings - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	150,000
	Kuhio Park Terrace								
	KPT Fire Alarm (RFP prep in house)		x	HUD approval received, award to proceed.	09/13/06	09/13/06	06/01/07	03/01/08	2,000,000
	Repair of Termite Damages at KPT - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	100,000
	KPT Elevators Modernization - Design	x		RFQ for consultant completed, award in progress.	03/07/07	08/07/07	11/07/07	11/07/08	400,000
	KPT Telephone - (design in house)	x		In Progress	04/30/06	06/30/06	02/07/07	06/07/07	200,000
	KPT Elevator Repair and Maintenance - Maintenance	x		In Progress	04/06/06	10/06/06	12/06/06	06/07/07	375,000
	KPT Sewerlines Repair - Design	x		RFQ to be advertised.	04/07/07	08/07/07	11/07/07	11/08/08	100,000
	KPT Tower Roof Repair - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	150,000
	KPT Rezoning and Subdivision - Plans	x		Consultant to be selected.	05/01/07				200,000
	Kaahumanu Homes								
	Roof Repair at Kaahumanu Homes - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	25,000
	Makamae								
	Makamae Structural Repairs - Design	n/a		Design Complete - In construction phase	06/15/04	05/18/06	10/01/06	09/30/07	466,914
	Makamae Structural Repairs - Construction	x		Job is about 45% Complete.	06/15/04	05/18/06	10/01/06	09/30/07	3,377,300

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
Oahu	Kauhale Ohana								
	Unit Repairs, 4 Type C Units - (design in house)	x		IFB to be issued.	12/07/06	04/01/07	07/01/07	10/31/07	150,000
	Kau'iokalani								
	Kau'iokalani Roof Repair - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	15,000
	Wahiawa Terrace								
	Wahiawa Terrace Roof Repair - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	15,000
	Replacement of the Emergency Generator and Providing Preventive Maintenance Services for the Sewage Lift/Pump Station at Wahiawa Terrace	x		Currently out to bid.	10/01/06	03/09/07	05/01/07	06/01/10	150,000
	Kupuna Home O`Waialua								
	Providing Operational and Preventive Maintenance Services for the Sewage Treatment Plant at Kupuna Home O`Waialua - (design in house)	x		Currently out to bid.	10/01/06	02/09/07	05/01/07	06/01/10	150,000
	Laiola Elderly								
	Replace Water Booster Pump at Bldg. B at Laiola Elderly - (design in house)	x		Establishing the scope of work.	01/16/07	04/01/07	05/01/07	06/01/07	16,000
	Hoolulu Elderly								
	Termite Damage Repair in 9 Units at Hoolulu - (design in house)	x		IFB to be issued.	01/12/07	03/15/07	06/01/07	10/31/07	1,000,000
	Repair Emergency Call System - Design	x		Issue IOM for selection committee approval.	05/01/07				50,000
	Kamalu Elderly								
	Repair Emergency Call System - Design	x		Issue IOM for selection committee approval.	05/01/07				50,000
	Waimanalo Homes								
	Waimanalo Homes ADA Ramp - Reasonable Accommodation (design in house)		x	Started in 2006, Tenant changed mind and decided to move. 2/07 tenant decided not to move, again requested work. C&C requested indemnification for project, waiver letter being reviewed by AG.	07/15/06	02/13/07	02/26/07	03/05/07	25,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
Oahu	Hookipa Kahaluu								
	Hookipa Kahaluu Floor ACM Removal - Type "C" Units (design in house)	x		In bid phase	12/14/06	07/31/07	07/31/07	07/31/07	40,000
	Central Office								
	SCHOOL STREET RENOVATIONS - Tent Fumigation of Bldgs. B, C, F, G, H, J & L - (design in house)	x		Fumigation completed on 2/25/07.	10/01/06	11/27/06	02/23/07	02/26/07	4,687
	School St. Renovations, RFP for New Office Trailer - Design/Build (RFP prep in house)	x		Contract submitted for approval to CPO/AG/HUD.	08/22/06	08/22/06	12/01/07	12/01/07	585,000
	HPHA School Street Facilities, replace "HCDCH" signs w "HPHA" heading - (design in house)	x		New signs currently being installed.			02/07/07	03/07/07	3,435
	HPHA School Street Bldg E Renovation - Design/Build (RFP prep in house)	x		07			02/07/07	08/07/07	633,529
	HPHA School Street - Upgrade light fixtures for energy-savings - (design in house)	x		RFB issued.	n/a	03/02/07	03/26/07	04/27/07	25,000
	Homeless								
	Nakolea Homeless Modernization - Design/Build (RFP prep in house)	x		RFP to be completed in Feb. 2007	06/15/07	07/15/08	07/15/08	07/15/08	2,000,000
	Demolition and Reconstruction of Stairs at Nakolea	x		AG reviewing changes to contract	12/05/05	04/06/06	02/07/07	06/07/07	71,000
	Onelanena Homeless, Bldg. 50 Modernization - Design/Build (RFP prep in house)	x		RFP to be completed in Mar. 2007	06/15/07	07/15/08	07/15/08	07/15/08	1,000,000
	Office Trailer to Onelanena Homeless, Bldg. 50	x			02/12/07	03/12/07	03/12/07	03/12/07	100,000
	Onemalu, Homeless, Bldg. 48 Modernization - Design/Build (RFP prep in house)	x		RFP to be completed in Mar. 2007	06/15/07	07/15/08	07/15/08	07/15/08	2,500,000
	Waianae Homeless Trailer (showers) - Design/Build (RFP prep in house)	x			02/05/07	02/05/07	02/12/07	03/05/07	300,000
	Ward-Kinai Homeless Modernization - Design/Build (RFP prep in house)	x		RFP to be completed in Mar. 2007	06/15/07	07/15/08	07/15/08	07/15/08	2,000,000
	Elevators, Oahu								
	Maintenance of All HPHA Elevators - Design & Maintenance Oversight	x		RFQ for consultant completed, award in progress	03/07/07	03/07/07	05/28/07	11/07/12	612,000
	Waiaka (HHFDC project - to be completed by HPHA)								
	Waiaka - Hazardous Materials Abatement	x		Under construction	11/05/05	02/06/06	06/06/06	03/07/07	69,298
	Banyan Street Manor								
	Repairs at Banyan Street Manor - design	x		Consultant selected	01/07/07	04/07/07	07/07/07	09/07/07	40,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
Hawaii	Lanakila Homes								
	Lanakila Homes Disposition Application - 2 acres for County Fire Department	n/a		HUD (SAC - Chicago) is still reviewing the application. No response to date.	09/09/06	n/a	n/a	n/a	n/a
	Physical Improvements to Lanakila Public Housing - Demo Original Ph 1, 3, 4	x		Environmental Review to be completed. The required photo documentation was submitted to SHPD on 2/16/07.	02/01/06	05/01/07	07/01/07	10/01/07	300,000
	Physical Improvements to Lanakila Public Housing - Phase 3a - Construction	x		Environmental Review to be completed. The required photo documentation was submitted to SHPD on 2/16/07.	02/01/06	05/01/07	07/01/07	08/01/08	7,000,000
	Fair Housing Renovations at Lanakila Homes Ph 1 - Design	x		Consultant selection in progress.	04/01/07				300,000
	Physical Improvements to Lanakila Public Housing - Phase 3b - Design	x		Phase 3b to be re-designed as duplex buildings.	12/01/07	08/01/08	12/01/08	12/01/09	450,000
	Ke Kumu Elua								
	Site and Building Modernization - Design	x		Consultant to be selected.	08/01/07				200,000
	Hale Aloha O'Puna								
	ADA Units and Modernization - Design	x		Consultant to be selected.	08/01/07				200,000
	Pomaikai Elderly								
	ADA Units and Modernization - Design	x		Consultant to be selected.	08/01/07				200,000
	Pahala Elderly								
	Large capacity Cesspool Conversions - Design	n/a		Design complete - In Construction Phase			08/01/06	06/21/07	38,000
	Large capacity Cesspool Conversions - Construction	x		In Progress			08/01/06	06/21/07	380,000
	ADA Units and Modernization - Design	x		Consultant to be selected.	08/01/07				200,000
	Noelani I&II								
	Re-roofing and Misc. Exterior Repairs - Design	x		Advertisement for Bids in progress	10/06/06	03/15/07	06/01/07	07/31/08	80,000
	Large Capacity Cesspool Conversion - Design	x		Construction date pending AG review of IFB		04/01/07	07/01/07	02/01/08	65,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
Hawaii	Hale Hauoli Elderly								
	Re-roofing and Interior Improvements - Design	x		Consultant to be selected.	07/01/08	02/01/09	04/01/09	03/31/10	600,000
	Kaimalino								
	Misc. Exterior Repairs and Painting - Design	x		Design in Progress	08/06/06	06/01/07	08/01/07	07/31/08	107,000
	Large Capacity Cesspool Conversion - Design	x		Construction date pending AG review of IFB		05/01/07	07/01/07	08/01/08	180,000
	Kealakehe								
	Re-roofing and Misc. Exterior Repairs - Design	x		Design in Progress	08/06/06	06/01/07	08/01/07	07/31/08	107,000
	Large Capacity Cesspool Conversions at Kealakehe - Design	x		Design in Progress			01/01/07	04/30/08	250,000
	Kahale Kahaluu								
	Physical Improvements at Kahale Kahaluu (modernization) - Design	n/a		Design complete - In Construction Phase	01/02/06	09/01/06	11/01/06	10/31/2007	596,603
	Physical Improvements at Kahale Kahaluu (modernization) - Construction	x		Construction is nearly 35% complete.	01/02/06	09/01/06	11/01/06	10/31/2007	10,555,500
	Nani Olu								
	Re-roofing and Misc. Exterior Repairs - Design	x		Design in Progress	08/06/06	06/01/07	08/01/07	07/31/08	106,000
	Hale Hookipa								
	Re-roofing and Misc. Exterior Repairs - Design	x		Design in Progress	08/06/06	06/01/07	08/01/07	07/31/08	106,000
	Hale Hookipa Tree Removal - (design in house)	x		IFB submitted to AG for review.	09/25/06	04/01/07	05/15/07	06/15/07	40,000
	Lailani (HHFDC project - ongoing during split, to be completed by HPHA)								
	Large Capacity Cesspool Conversions at Lailani - Design	n/a		Design complete - In Construction Phase			01/01/07	04/30/08	250,000
	Large Capacity Cesspool Conversions at Lailani - Construction	x		In progress			01/01/07	04/30/08	2,500,000
	Teacher Cottages								
	Improvements to Teacher Cottages at Pahala & Kau - Design	x		Under design	12/06/06	05/07/07	07/07/07	12/07/07	10,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
Hawaii	Lokahi								
	Site and Building Modernization - Design	x		Consultant to be selected.	08/01/07				250,000
Maui	Kahekili Terrace								
	Kahekili Terrace Hot Water System tank and solar panel bypass	x		Temporary correction - Backup Gas Heater will be primary pending Roof and Solar work	03/15/07	04/01/07	04/15/07	07/15/07	25,000
	Kahekili Terrace Roof and Solar Water Heaters - Design	x		Consultant to be selected.	07/15/07	04/15/08	07/15/08	11/15/10	50,000
	Makani Kai Hale I & II								
	Makani Kai Hale Roof, Siding & Electrical - Design	x		Consultant to be selected.	07/15/07				50,000
Molokai	Kahale Mua								
	Site and Building Modernization - Design	x		Consultant to be selected.	05/01/07				100,000
	Kahale Mua ADA Units Repairs	n/a		Change Order to Retrofit ADA Units	01/18/07	n/a	03/23/07	04/01/07	50,000
	Molokai Teachers Cottages								
	New Waterline at Molokai Teachers Cottages		x	On Hold - Wage & Hour discrepancies	12/01/01	04/04/04	12/05/05	04/07/07	111,792
Kauai	Hui O'Hanamaulu								
	Repair of Termite Damages at Hui O'Hanamaulu - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	15,000
	Kalaheo								
	Repair of Termite Damages at Kalaheo - Design	x		RFQ submittals under review.	03/07/07	07/07/07	10/07/07	10/08/08	15,000
	Kawailehua								
	Exterior Building Repairs - Design	n/a		In Planning Phase	03/07/07				250,000
	Install ADA Mailbox - Design	n/a		In Planning Phase					3,000
	Hale Nana Kai O'Kea								
	Site and Building Modernization - Design	n/a		In Planning Phase	04/01/07				250,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
CURRENT PROJECTS									
General									
	State Physical Needs Assessment Report	x		In Progress	07/07/06			08/30/07	280,000
	Generator Maintenance at Various Oahu Projects	x		Advertisement for Bids in progress	10/06/06	03/15/07	04/07/07	04/07/10	230,000
	2008 Physical Needs Assessment Report and Energy Audit for Federal Projects	x		RFQ currently being advertised	04/12/07	n/a	n/a	09/15/07	400,000
	RFP for Energy Performance Contract	x		RFP to be completed in March 2007.	04/01/07	09/01/07	01/15/08	01/15/23	9,000,000
	Elevator Maintenance and Repair at HPHA projects	x		For State projects only. In Progress	04/06/06	10/06/06	12/06/06	06/30/07	324,000
	LIPH Elevator Repair and Maintenance	x		In Progress	04/06/06	10/06/06	12/06/06	06/30/07	540,000
	Maintenance of All HPHA Elevators	x		RFQ for consultant completed, award in progress	03/07/07	08/07/07	11/07/07	06/30/12	1,000,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
FUTURE PROJECTS									
Oahu	Kalihi Valley Homes								
	Kalihi Valley Homes Phase 3B Construction	n/a	future				09/01/07	08/31/08	6,300,000
	Kalihi Valley Homes Phase 4 Construction	n/a	future				06/01/08	05/31/09	7,920,000
	Kalihi Valley Homes Retaining Walls, Renovate vacant buildings - Type C - Const.	n/a	future				06/01/08	05/31/09	5,000,000
	Puahala Homes								
	Puahala Homes IV - Stair & walkway repairs - Construction	n/a	Future - In Planning Phase				12/01/07	04/30/08	150,000
	Building - HAZMAT Abatement, Modernization - Construction	n/a	Future - In Planning Phase			11/01/07	01/15/08	12/15/09	5,000,000
	Repave AC Driveway and Parking Areas - Construction	n/a	Future - In Planning Phase			09/01/07	12/01/07	04/01/08	300,000
	Repair Retaining Wall along Hala Drive - Construction	n/a	Future - In Planning Phase			09/01/07	12/01/07	06/01/08	500,000
	Hauiki								
	Site and Building Modernization - Construction	n/a	Future - In Planning Phase			11/01/07	02/01/08	01/31/09	2,000,000
	Hale Poai								
	Hale Poai Heat Pumps, Roofing, Fire Alarm - Construction	n/a	Future - In Planning Phase			11/01/07	02/01/08	08/01/08	600,000
	Paoakalani								
	Re-roofing, Concrete Spall Repair and install New Safety Parapet wall - Construction	n/a	Future - In Design Phase		08/06/06	05/07/07	08/06/07	03/07/08	400,000
	Kalaniihuia								
	Elevator Improvements to High Rise Buildings - Construction	n/a	Future - In Planning Phase		05/07/07	11/07/07	01/07/08	11/07/09	800,000
	Makua Alii								
	Makua Alii Sewer Line Renovation (Vacant Unit C) - Construction	n/a	Future - In Design Phase		10/06/06	04/19/07	06/01/07	07/18/07	800,000
	Makua Alii Spall Repairs - Plans	n/a	Future - In Planning Phase		09/06/07	03/07/08	06/07/08		750,000
	Makua Alii Spall Repairs - Construction	n/a	Future - In Planning Phase		09/06/07	03/07/08	06/07/08		7,500,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
FUTURE PROJECTS									
Oahu	Mayor Wright								
	Physical Improvement to Mayor Wright Phase 1 - Plans	n/a		Future - In Planning Phase					2,500,000
	Physical Improvement to Mayor Wright Phase 2 - Plans	n/a		Future - In Planning Phase					5,600,000
	Solar Water Heater Improvements at Mayor Wright Homes - Construction	n/a		Future - In Planning Phase		11/01/07	01/02/08	12/31/08	2,500,000
	Kuhio Park Terrace								
	Trash Chute Repairs & Chute Opener Replacement at Kuhio Park Terrace		x	No bidders on initial RFP. Re-design needed to provide new single trash chute per building.	02/28/07	04/30/07	06/30/07	12/31/07	800,000
	KPT Elevators Modernization	n/a		Future - In Planning Phase			11/07/07	11/07/08	8,000,000
	KPT Sewerlines Repair - Construction	x		Future - In Planning Phase			11/07/07	11/08/08	1,000,000
	KPT Tower Roof Repair - Construction	x		Future - In Planning Phase			10/07/07	10/08/08	1,500,000
	Puuwai Momi								
	Electrical Distribution System Improvements - Design	x		RFQ in planning phase	09/01/07				100,000
	Electrical Distribution System Improvements - Construction	x		Future - In Planning Phase		05/01/08	08/01/08	07/31/09	2,000,000
	Kaahumanu Homes								
	Roof Repair at Kaahumanu Homes - Construction	x		Future - In Planning Phase	03/07/07	07/07/07	10/07/07	10/08/08	150,000
	Kau'iokalani								
	Kau'iokalani Roof Repair - Construction	n/a		Future - In Planning Phase	03/07/07	07/07/07	10/07/07	10/08/08	150,000
	Wahiawa Terrace								
	Wahiawa Terrace Roof Repair - Construction	n/a		Future - In Planning Phase	03/07/07	07/07/07	10/07/07	10/08/08	150,000
	Hoolulu Elderly								
	Repair Emergency Call System - Construction	n/a		Future - In Planning Phase		10/01/07	11/30/07	05/31/08	200,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
FUTURE PROJECTS									
Oahu	Kamalu Elderly								
	Repair Emergency Call System - Construction	n/a		Future - In Planning Phase		10/01/07	11/30/07	05/31/08	200,000
	Elevators, Oahu								
	Maintenance of All HPHA Elevators	n/a		Future - In Planning Phase	03/07/07	03/07/07	05/28/07	11/07/12	1,500,000
	Banyan Street Manor								
	Repairs at Banyan Street Manor - construction	n/a		Future - In Planning Phase	01/07/07	04/07/07	07/07/07	09/07/07	400,000
Hawaii	Lanakila Homes								
	Fair Housing Renovations at Lanakila Homes Ph 1 - Construction	n/a		Future - In Planning Phase		10/01/07	01/01/08	12/31/08	3,000,000
	Physical Improvements to Lanakila Public Housing - Phase 3b - Construction	n/a		Future - In Planning Phase	12/01/07	08/01/08	12/01/08	12/01/09	7,000,000
	Physical Improvements to Lanakila Public Housing - Phase 4a - Construction	n/a		Future	12/01/08	08/01/09	12/01/09	12/01/10	7,250,000
	Physical Improvements to Lanakila Public Housing - Phase 4b - Construction	n/a		Future	12/01/09	08/01/10	12/01/10	12/01/11	7,250,000
	Ke Kumu Elua								
	Site and Building Modernization - Construction	n/a		Future - In Planning Phase	07/01/07	03/01/08	05/01/08	04/30/09	1,000,000
	Hale Aloha O'Puna								
	ADA Units and Modernization - Construction	n/a		Future - In Planning Phase		03/01/08	05/01/08	04/30/09	1,000,000
	Pomaikai Elderly								
	ADA Units and Modernization - Construction	n/a		Future - In Planning Phase		03/01/08	05/01/08	04/30/09	1,000,000
	Pahala Elderly								
	ADA Units and Modernization - Construction	n/a		Future - In Planning Phase		03/01/08	05/01/08	04/30/09	1,000,000

Construction Management Section									
February 28, 2007									
Island	Project Name	on sched	not on sched	Comments	Design Start Date	Bid Start Date	Construction Start Date	Completion / Move-in Date	Estimated or Actual Costs
FUTURE PROJECTS									
Hawaii	Noelani I&II								
	Re-roofing and Misc. Exterior Repairs - Construction	n/a		Future - In Bid Phase	10/06/06	03/15/07	06/01/07	07/31/08	2,870,000
	Large Capacity Cesspool Conversion - Construction	n/a		Future - In Bid Phase		04/01/07	07/01/07	02/01/08	650,000
	Hale Hauoli Elderly								
	Re-roofing and Interior Improvements - Construction	n/a		Future - In Planning Phase	07/01/08	02/01/09	04/01/09	03/31/10	6,000,000
	Kaimalino								
	Misc. Exterior Repairs and Painting - Construction	n/a		Future - In Design Phase	08/06/06	06/01/07	08/01/07	07/31/08	1,070,000
	Large Capacity Cesspool Conversion - Construction	n/a		Future - In Bid Phase		05/01/07	07/01/07	08/01/08	1,800,000
	Kealakehe								
	Re-roofing and Misc. Exterior Repairs - Construction	n/a		Future - In Design Phase	08/06/06	06/01/07	08/01/07	07/31/08	1,070,000
	Large Capacity Cesspool Conversions at Kealakehe - Construction	n/a		Future - In Design Phase			01/01/07	04/30/08	2,500,000
	Nani Olu								
	Re-roofing and Misc. Exterior Repairs - Construction	n/a		Future - In Design Phase	08/06/06	06/01/07	08/01/07	07/31/08	1,060,000
	Hale Hookipa								
	Re-roofing and Misc. Exterior Repairs - Construction	n/a		Future - In Design Phase	08/06/06	06/01/07	08/01/07	07/31/08	1,060,000
	Teacher Cottages								
	Improvements to Teacher Cottages at Pahala & Kau - Construction	n/a		Future - In Design Phase	12/06/06	05/07/07	07/07/07	12/07/07	100,000
	Lokahi								
	Site and Building Modernization - Construction	n/a		Future - In Planning Phase		03/01/08	05/01/08	04/30/09	1,000,000

HPHA
LIPH-STATE
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD
7/01/06 TO 6/30/07

Project	Area	As of 6/30/06	Write Off Adj	For the Month of July 06				Write Off Adj	For the Month of August 06				Aug 06 Rerun Balance	Write Off	For the Month of September 06				Sept 06 Rerun Balance	Write Off Adj	For the Month of October 06				
				Balance	Charges	Receipts	Balance		Collected ratio	Charges	Receipts	Balance			Collected ratio	Charges	Receipts	Balance			Collected ratio	Charges	Receipts	Balance	Collected ratio
201	Hauiki Homes	02	0	188,949.46	16,369.20	10,345.76	194,972.90	63%	0	16,151.53	12,801.16	198,323.27	79%	197,863.28	0	16,498.30	13,155.00	201,206.58	80%	203,954.05	0	16,615.17	12,093.85	208,475.37	73%
202	Puahala Homes (I-IV)	02	0	308,492.85	36,168.05	32,295.27	312,365.63	89%	0	33,748.66	31,018.77	315,095.52	92%	314,995.52	0	33,784.74	38,558.66	310,221.60	114%	313,379.94	0	33,647.84	34,663.05	312,364.73	103%
				497,442.31			507,338.53					513,418.79		512,858.80				511,428.18		517,333.99				520,840.10	
203	Palolo Homes	05	0	156,801.41		150.00	156,651.41	#DIV/0!	0		150.00	156,501.41	#DIV/0!	156,501.41	0		-	156,501.41	#DIV/0!	156,501.41	0			156,501.41	#DIV/0!
				156,801.41			156,651.41					156,501.41		156,501.41				156,501.41		156,501.41				156,501.41	
206	Lokahi	07	0	48,776.88	4,229.77	3,257.33	49,749.32	77%	0	3,465.15	3,380.76	49,833.71	98%	49,833.71	0	4,016.92	5,063.37	48,787.26	126%	49,587.78	0	4,011.00	3,673.92	49,924.86	92%
				48,776.88			49,749.32					49,833.71		49,833.71				48,787.26		49,587.78				49,924.86	
204	Kawaiaehua-State	08	0	14,925.57	4,233.43	3,698.00	15,461.00	87%	0	5,267.60	4,903.43	15,825.17	93%	16,020.17	0	4,875.67	5,715.50	15,180.34	117%	16,337.34	9.76	4,686.24	5,097.48	15,926.10	109%
				14,925.57			15,461.00					15,825.17		16,020.17				15,180.34		16,337.34				15,926.10	
205	Kahale Mua-State	09	0	51,205.43	4,152.43	4,045.97	51,311.89	97%	0	3,184.53	1,712.00	52,784.42	54%	52,594.42	0	3,782.53	2,598.61	53,778.34	69%	54,422.81	0	3,717.00	3,102.00	55,037.81	83%
				51,205.43			51,311.89					52,784.42		52,594.42				53,778.34		54,422.81				55,037.81	
401	Hale Po'ai	42	0	14,660.07	53,203.00	52,844.20	15,018.87	99%	0	53,864.00	53,457.00	15,425.87	99%	14,986.87	0	52,836.00	52,717.00	15,105.87	100%	14,807.87	0	52,817.00	52,354.00	15,270.87	99%
404	Halia Hale	42	0	3,571.54	10,577.00	10,665.00	3,483.54	101%	0	10,234.00	10,587.00	3,130.54	103%	3,130.54	0	10,456.00	10,646.00	2,940.54	102%	3,765.54	0	10,597.00	10,758.00	3,604.54	102%
				18,231.61			18,502.41					18,556.41		18,117.41				18,046.41		18,573.41				18,875.41	
207	Ke Kumu Elua	46	0	25,540.70	5,348.13	3,775.00	27,113.83	71%	0	4,882.43	3,287.00	28,709.26	67%	28,709.26	0	4,882.43	2,708.00	30,883.69	55%	30,839.26	0	2,892.00	3,366.00	30,365.26	116%
				25,540.70			27,113.83					28,709.26		28,709.26				30,883.69		30,839.26				30,365.26	
403	Kamalu/Ho'olulu	48	0	9,508.49	57,706.81	52,982.00	14,233.30	92%	0	54,895.00	55,635.00	13,493.30	101%	14,013.30	0	54,180.00	53,911.00	14,282.30	100%	14,482.30	0	53,879.00	53,328.00	15,033.30	99%
				9,508.49			14,233.30					13,493.30		14,013.30				14,282.30		14,482.30				15,033.30	
402	La'iola	49	0	12,218.20	27,578.00	26,032.00	13,764.20	94%	0	28,454.00	27,820.00	14,398.20	98%	14,398.20	0	26,616.00	25,787.00	15,247.20	97%	15,247.20	0	26,350.00	25,341.00	16,256.20	96%
				12,218.20			13,764.20					14,398.20		14,398.20				15,247.20		15,247.20				16,256.20	
208	Waiaka	PMP	0	18,856.00	3,225.00	2,255.00	19,826.00	70%	0	3,225.00	2,255.00	20,796.00	70%	20,796.00	0	3,225.00	2,255.00	21,766.00	70%	21,766.00	0	3,225.00	2,255.00	22,736.00	70%
209	Banyon Tree	PMP	0	1,491.00			1,491.00	#DIV/0!	0			1,491.00	#DIV/0!	1,491.00	0			1,491.00	#DIV/0!	1,491.00	0			1,491.00	#DIV/0!
				20,347.00			21,317.00					22,287.00		22,287.00				23,257.00		23,257.00				24,227.00	
TOTAL				854,997.60	222,790.82	202,345.53	875,442.89	91%		217,371.90	207,007.12	885,807.67	95%	885,333.68		215,153.59	213,095.14	887,392.13	99%	896,582.50	9.76	212,437.25	206,032.30	902,987.45	97%

EXHIBIT 6

HPHA
LIPH-STATE
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD
7/01/06 TO 6/30/07

Project	Area	For the Month of November 06						For the Month of December 06					For the Month of January 07					For the Month of February 07				Year to date (July 2006-June 2007)								
		Oct 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	Nov 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	Dec 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	Jan 07 Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	Write Off Adj	Charges	Receipts	Collected Ratio	
201	Hauiki Homes	02	204,627.90	0	10,295.85	13,212.77	201,710.98	128%	201,310.98	0	15,446.30	10,708.59	206,048.69	69%	206,048.69	0	15,418.50	11,102.80	210,364.39	72%	210,184.40	0	13,551.00	11,021.20	212,714.20	81%	0	120,345.85	94,441.13	78%
202	Puahala Homes (I-IV)	02	308,451.39	0	33,398.87	30,433.58	311,416.68	91%	311,416.68	0	34,964.26	31,384.22	314,996.72	90%	314,663.22	0	33,863.51	33,865.11	314,661.82	100%	314,661.82	0	31,693.08	33,170.38	313,184.32	105%	0	271,269.01	265,389.04	98%
			513,079.29				513,127.66		512,727.66				521,045.41		520,711.91				525,026.01		524,846.02				525,898.52			391,614.86	359,830.17	
203	Palolo Homes	05	156,501.41	0			156,501.41	#DIV/0!	156,501.41	0		150.00	156,351.41	#DIV/0!	156,351.41	0	-	150.00	156,201.41	#DIV/0!	156,201.41	0	-	150.00	156,051.41	#DIV/0!	0	-	750.00	#DIV/0!
			156,501.41				156,501.41		156,501.41				156,351.41		156,351.41				156,201.41		156,201.41				156,051.41			-	750.00	
206	Lokahi	07	49,124.34	0	4,011.00	2,205.00	50,930.34	55%	50,930.34	4,455	(95.00)	4,148.00	46,687.34	95%	46,687.34	10,285	(5,630.08)	3,007.33	38,049.93	65%	38,049.93	-	3,051.96	3,390.33	37,711.56	111%	14,740.00	17,060.72	28,126.04	88%
			49,124.34				50,930.34		50,930.34				46,687.34		46,687.34				38,049.93		38,049.93				37,711.56			17,060.72	28,126.04	
204	Kawaiihua-State	08	14,769.10	0	5,487.00	5,473.44	14,782.66	100%	14,782.66	0	5,285.26	5,246.27	14,821.65	99%	14,778.65	0	7,644.06	5,716.54	16,706.17	75%	16,579.17	0	5,680.93	5,807.56	16,452.54	102%	9.76	43,160.19	41,658.22	
			14,769.10				14,782.66		14,782.66				14,821.65		14,778.65				16,706.17		16,579.17				16,452.54			43,160.19	41,658.22	
205	Kahale Mua-State	09	54,393.34	0	2,940.58	5,143.80	52,190.12	175%	52,190.12	0	3,454.96	2,544.81	53,100.27	74%	53,100.27	0	4,212.00	2,940.92	54,371.35	70%	54,371.35	3,208.00	1,088.81	3,250.04	52,210.12	76%	3,208.00	26,532.84	25,338.15	85%
			54,393.34				52,190.12		52,190.12				53,100.27		53,100.27				54,371.35		54,371.35				52,210.12			26,532.84	25,338.15	
401	Hale Po'ai	42	15,099.87	0	53,137.00	52,261.00	15,975.87	98%	15,468.87	0	52,396.00	52,436.00	15,428.87	100%	14,763.87	0	53,906.00	53,705.00	14,964.87	100%	14,964.87	0	53,288.60	53,791.00	14,462.47	101%	-	425,447.60	423,565.20	100%
404	Halia Hale	42	2,779.54	0	11,171.00	10,833.00	3,117.54	97%	3,117.54	0	11,020.00	10,618.00	3,519.54	96%	3,519.54	0	10,314.00	11,387.00	2,446.54	110%	2,446.54	0	10,817.00	10,904.00	2,359.54	101%	-	85,186.00	86,398.00	101%
			17,879.41				19,093.41		18,586.41				18,948.41		18,283.41				17,411.41		17,411.41				16,822.01			510,833.60	509,963.20	
207	Ke Kumu Elua	46	30,409.69	0	3,542.00	2,815.00	31,136.69	79%	31,136.69	0	3,224.12	3,316.00	31,044.81	103%	31,044.81	0	4,295.00	2,048.55	33,291.26	48%	33,291.26	0	3,138.00	3,404.45	33,024.81	108%	-	32,204.11	24,720.00	77%
			30,409.69				31,136.69		31,136.69				31,044.81		31,044.81				33,291.26		33,291.26				33,024.81			32,204.11	24,720.00	
403	Kamalu/Ho'olulu	48	14,833.30	0	53,993.00	53,164.00	15,662.30	98%	15,662.30	0	54,260.00	54,974.00	14,948.30	101%	14,948.30	0	54,967.00	53,629.00	16,286.30	98%	16,286.30	0	53,322.00	53,960.00	15,648.30	101%	-	437,202.81	431,583.00	99%
			14,833.30				15,662.30		15,662.30				14,948.30		14,948.30				16,286.30		16,286.30				15,648.30			437,202.81	431,583.00	
402	La'iola	49	16,256.20	0	26,336.00	25,355.30	17,236.90	96%	17,236.90	0	25,610.00	26,918.33	15,928.57	105%	15,928.57	1,875	30,956.00	27,449.33	19,435.24	94%	19,435.24	-	29,961.00	29,047.00	20,349.24	97%	1,875.00	221,861.00	213,729.96	96%
			16,256.20				17,236.90		17,236.90				15,928.57		15,928.57				19,435.24		19,435.24				20,349.24			221,861.00	213,729.96	
208	Waiaka	PMP	22,736.00	0	3,225.00	2,255.00	23,706.00	70%	23,706.00	0	3,225.00	400.00	26,531.00	12%	26,531.00	0	3,225.00	-	29,756.00	0%	29,756.00	0	3,225.00	-	32,981.00	0%	-	25,800.00	11,675.00	45%
209	Banyon Tree	PMP	1,491.00	0			1,491.00	#DIV/0!	1,491.00	0			1,491.00	#DIV/0!	1,491.00	0			1,491.00	#DIV/0!	1,491.00	0			1,491.00	#DIV/0!	-	-	-	-
			24,227.00				25,197.00		25,197.00				28,022.00		28,022.00				31,247.00		31,247.00				34,472.00			25,800.00	11,675.00	
TOTAL			891,473.08	-	207,537.30	203,151.89	895,858.49	98%	894,951.49	4,455	208,790.90	202,844.22	900,898.17	95%	899,856.67	12,160.0	213,170.99	205,001.58	908,026.08	91%	907,719.09	3,208.0	208,817.38	207,895.96	908,640.51	98%	19,832.76	1,706,070.13	1,647,373.74	95%

**HPHA
LIPH - FEDERAL
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD 07/01/06 TO 08/30/07**

Project	Area	As of 6/30/06	For the Month of July 06					For the Month of August 06						
			Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	July 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio
HI001026	Puuwai Momi	01	122,071.36	-	86,415.57	86,580.41	121,906.52	100%	121,679.52	1,295.25	88,743.66	80,358.51	130,064.67	89%
HI001027	Hale Laulima	01	3,757.38	-	9,416.49	8,733.73	4,440.14	93%	4,440.14	-	8,895.05	9,426.99	3,908.20	106%
HI001038	Waipahu I	01	(187.97)	-	5,285.77	4,914.00	183.80	93%	183.80	-	5,643.12	4,595.00	1,231.92	81%
HI001039	Waipahu II	01	10,050.76	-	6,787.00	5,293.85	11,543.91	78%	11,543.91	-	7,767.04	6,833.00	12,477.95	88%
HI001066	Salt Lake	01	881.21	-	5,429.92	5,652.00	659.13	104%	659.13	-	5,473.85	5,527.00	605.98	101%
			136,572.74				138,733.50		138,506.50				148,288.72	
HI001005	Kalihi Valley Homes	02	520,820.35	-	89,057.17	69,105.44	540,772.08	78%	538,513.76	-	90,663.26	75,663.39	553,513.63	83%
			520,820.35				540,772.08		538,513.76				553,513.63	
HI001003	Mayor Wright Homes	03	167,454.04	-	96,964.85	107,202.60	157,216.29	111%	157,216.29	-	117,512.31	108,667.80	166,060.80	92%
HI001009	Kaahumanu Homes	03	46,892.06	-	45,357.36	42,019.56	50,029.86	93%	49,492.86	-	43,899.71	42,620.97	50,571.60	98%
HI001099	Kamehameha Homes	03	23,315.43	-	47,277.13	45,204.58	25,387.98	96%	25,387.98	-	50,778.71	47,364.02	28,802.67	93%
			237,461.53				232,634.13		232,097.13				245,435.07	
HI001012	Makua Alii	04	(298.51)	-	41,810.55	41,617.56	(105.52)	100%	(105.52)	-	42,171.09	42,873.47	(807.90)	102%
HI001036	Paoakalani	04	710.47	-	27,323.70	27,623.33	410.84	101%	410.84	-	27,202.38	26,940.39	672.83	99%
HI001062	Kalakaia Homes	04	11,240.87	-	51,118.42	53,764.74	8,594.55	105%	8,220.55	-	51,030.68	50,519.27	8,731.96	99%
			11,652.83				8,899.87		8,525.87				8,596.89	
HI001011	Punchbowl Homes	05	13,663.91	-	37,670.80	37,513.89	13,820.82	100%	13,820.82	-	37,507.61	36,942.76	14,385.67	98%
HI001024	Kalanihua	05	(582.21)	-	29,187.42	29,175.32	(570.11)	100%	(570.11)	-	29,540.09	31,193.65	(2,223.67)	106%
HI001046	Makamae	05	14,256.98	-	13,954.14	18,315.54	9,895.58	131%	9,895.58	-	19,101.42	18,173.82	10,823.38	95%
HI001047	Pumehana	05	4,405.60	-	27,353.12	26,617.23	5,141.49	97%	4,573.49	-	28,092.37	25,961.03	6,704.83	92%
HI001073	Spencer House	05	2,697.44	-	7,129.01	7,750.41	2,076.04	109%	2,076.04	-	7,082.00	7,134.85	2,023.19	101%
			34,441.72				30,363.82		29,795.82				31,713.40	
HI001004	Lanakila Homes I	07	38,468.83	-	2,433.02	4,419.92	36,481.93	182%	36,481.93	-	4,466.41	4,227.00	36,721.34	95%
HI001013	Lanakila Homes II	07	39,804.81	-	5,254.00	4,835.77	40,223.04	92%	40,209.71	-	6,531.73	4,919.33	41,822.11	75%
HI001014	Lanakila Homes III	07	61,351.62	-			61,351.62	#DIV/0!	61,351.62	-			61,351.62	#DIV/0!
HI001104	Lanakila Homes IV	07	2,895.82	-	8,620.08	7,935.92	3,579.98	92%	3,579.98	-	7,725.78	7,252.00	4,053.76	94%
HI001028	Punahale Homes	07	9,318.85	-	3,186.00	3,209.88	9,294.97	101%	9,294.97	-	4,095.46	3,390.00	10,000.43	83%
HI001029	Pomaikai Homes	07	1,289.00	-	3,204.00	3,204.00	1,289.00	100%	1,289.00	-	3,438.00	3,012.00	1,715.00	88%
HI001045	Pahala	07	6,708.85	-	3,843.00	4,234.00	6,317.85	110%	6,317.85	-	3,973.00	4,735.00	5,555.85	119%
HI001051	Hale Aloha O Puna	07	1,997.01	-	5,050.00	5,748.51	1,298.50	114%	1,298.50	-	5,268.92	5,039.00	1,528.42	96%
HI001052	Hale Oloalo	07	310.96	-	9,980.00	9,971.96	319.00	100%	319.00	-	10,490.58	10,779.00	30.58	103%
			162,145.75				160,155.89		160,142.56				162,779.11	
HI001018	Kapaa	08	16,522.56	-	14,123.51	12,194.83	18,451.24	86%	18,451.24	-	13,864.32	12,168.52	20,147.04	88%
HI001019	Hale Hoolulu	08	-	-	2,494.72	2,400.00	94.72	96%	94.72	-	2,587.93	2,667.72	14.93	103%
HI001021	Hui O Hanamaulu	08	59,381.06	-	19,107.94	17,364.26	61,124.74	91%	61,124.74	-	19,180.84	18,315.49	61,990.09	95%
HI001022	Kalaheo	08	13,123.44	-	1,347.93	1,243.00	13,228.37	92%	13,228.37	-	1,680.00	1,521.93	13,386.44	91%
HI001054	Hale Nana Kai O Kea	08	2,524.55	-	8,875.84	8,379.92	3,020.47	94%	3,020.47	-	9,059.00	10,120.77	1,958.70	112%
			91,551.61				95,919.54		95,919.54				97,497.20	
HI001016	David Malo Circle	09	63,569.50	-	2,929.00	3,845.00	62,653.50	131%	62,653.50	-	5,717.00	4,544.96	63,825.54	79%
HI001017	Kahakili Terrace	09	472,969.19	-	28,000.37	15,597.00	485,372.56	56%	482,914.56	706.15	25,518.90	18,703.85	489,729.61	71%
HI001044	Pillani Homes	09	16,245.07	-	9,005.79	9,540.85	15,710.01	106%	15,710.01	-	8,953.00	8,088.94	16,574.07	90%
HI001092	Makani Kai Hale	09	93,440.70	-	6,952.00	6,094.00	94,298.70	88%	94,298.70	46.50	4,927.20	3,280.50	95,945.40	66%
HI001097	Makani Kai Hale II	09	90,807.56	-	12,510.25	9,544.00	93,773.81	76%	93,773.81	-	11,496.29	11,017.00	94,253.10	96%
HI001088	Kahale Mua	09	64,537.14	-	2,003.68	793.00	65,747.82	40%	65,747.82	-	2,972.63	1,334.00	67,386.45	45%
			801,569.16				817,556.40		815,098.40				827,714.17	
HI001007	Kuhio Homes	40	93,970.72	-	48,068.96	41,109.30	100,930.38	86%	99,374.38	-	39,528.13	43,867.18	95,035.33	111%
HI001010	Kuhio Park Terrace	40	602,450.39	1,451.07	163,411.74	138,183.50	627,678.63	84%	624,241.63	-	131,415.64	142,168.75	613,488.52	108%
			696,421.11				728,609.01		723,616.01				708,523.85	
HI001020	Eleele Homes	41	30,887.01	-	8,390.00	6,706.53	32,570.48	80%	32,229.48	-	9,244.43	7,467.85	34,006.06	81%
HI001023	Home Nani	41	960.62	-	2,444.00	2,370.00	1,034.62	97%	1,034.62	-	2,137.00	2,368.00	803.62	111%
HI001055	Hale Hoonanea	41	21,189.30	-	8,562.09	7,342.57	22,408.82	86%	22,408.82	-	6,425.00	7,849.00	20,984.82	122%
HI001064	Kekaha Ha'aha'e	41	34,454.01	-	8,462.34	7,212.56	35,703.79	85%	35,703.79	-	9,185.87	7,070.30	37,819.36	77%
HI001086	Kawailueha-Federal	41	40,049.05	-	4,436.20	2,020.09	42,465.16	46%	42,465.16	-	3,979.44	1,549.72	44,894.88	39%
			127,539.99				134,182.87		133,841.87				138,508.74	
HI001032	Kaimalino	43	23,128.95	-	11,552.45	10,219.55	24,481.85	88%	23,809.85	-	10,387.97	10,467.04	23,730.78	101%
HI001053	Hale Hookipa	43	(238.49)	-	5,029.00	4,631.00	159.51	92%	159.51	-	5,054.30	4,913.00	300.81	97%
HI001061	Ka Hale Kahaluu	43	37,660.28	-	4,475.44	2,473.25	39,662.47	55%	39,662.47	-	4,600.00	4,024.00	40,238.47	87%
HI001063	Nani Olu	43	(883.87)	-	2,466.09	2,537.10	(954.88)	103%	(954.88)	-	2,561.00	2,356.00	(749.88)	92%
HI001070	Kealakehe	43	66,236.21	-	14,136.00	10,518.05	69,854.16	74%	69,854.16	-	14,836.00	13,582.00	71,108.16	92%
			125,903.08				133,183.11		132,531.11				134,628.34	
HI001033	Maui I	44	11,077.76	-	4,233.00	3,776.00	11,534.76	89%	11,534.76	-	1,409.00	3,439.00	9,504.76	244%
HI001035	Nanakuli Homes	44	22,740.49	-	11,114.36	11,318.36	22,536.49	102%	22,536.49	-	11,403.86	8,713.00	25,227.35	76%
HI001042	Maui II	44	27,909.54	-	9,254.00	7,498.00	29,665.54	81%	29,665.54	-	9,356.68	5,499.00	33,523.22	59%
HI001057	Waimaha -Sunflower	44	74,543.44	-	17,548.82	11,870.49	80,421.77	67%	80,421.77	-	16,466.26	10,859.50	86,028.53	66%
HI001091	Kau'iohalani	44	56,779.59	-	13,462.40	7,973.60	62,286.39	59%	62,286.39	-	15,123.92	5,557.40	71,852.91	37%
HI001108	Maui III	44												
			193,068.82				206,444.95		206,444.95				226,136.77	
HI001025	Waimanalo Homes	45	26,917.03	-	14,919.00	15,235.00	26,601.03	102%	26,601.03	-	12,818.92	13,300.00	26,119.95	104%
HI001030	Koolau Village	45	52,291.83	-	19,466.37	19,159.00	52,599.20	98%	52,599.20	-	22,241.47	14,960.00	59,880.67	67%
HI001069	Kaneohe Apartments	45	31,444.39	-	3,935.00	3,724.00	31,655.39	95%	31,655.39	-	4,130.50	3,335.00	32,450.89	81%
HI001072	Hookipa Kahaluu	45	128,821.69	-	10,009.00	10,777.50	127,853.19	108%</						

HPHA
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ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD 07/01/06 TO 06/30/07

Project	Area	For the Month of Sept 06						For the Month of October 06						
		Aug 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	Sept 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	
HI001026	Puuwai Momi	01	128,958.67	-	86,286.49	84,484.61	130,760.55	98%	129,388.55	847.85	93,966.95	82,162.70	141,192.80	87%
HI001027	Hale Laulima	01	3,908.20	-	9,597.00	7,301.20	6,204.00	76%	6,204.00	158.21	11,979.84	8,214.44	9,969.40	68%
HI001038	Waipahu I	01	1,231.92	-	4,899.88	4,803.77	1,328.03	98%	1,328.03	-	5,098.83	4,365.00	2,061.86	86%
HI001039	Waipahu II	01	12,227.95	-	6,932.90	7,896.93	11,263.92	114%	11,263.92	-	8,197.00	6,220.92	13,240.00	76%
HI001066	Salt Lake	01	605.98	-	4,002.16	5,306.00	(697.86)	133%	(697.86)	-	4,895.00	5,539.64	(1,342.50)	113%
			146,932.72				148,858.64		147,486.64				165,121.56	
HI001005	Kalihi Valley Homes	02	552,517.30	-	89,705.41	74,037.70	568,185.01	83%	566,496.01	-	91,398.67	73,243.81	584,650.87	80%
			552,517.30				568,185.01		566,496.01				584,650.87	
HI001003	Mayor Wright Homes	03	165,009.80	-	122,114.19	109,206.29	177,917.70	89%	176,219.29	-	115,841.28	106,142.83	185,917.74	92%
HI001009	Kaahumanu Homes	03	50,170.60	-	48,206.86	44,125.90	54,251.56	92%	53,650.56	-	53,217.76	44,407.53	62,460.79	92%
HI001099	Kamehameha Homes	03	28,869.46	-	50,154.86	48,223.92	30,800.40	96%	30,452.40	-	49,197.42	47,137.79	32,512.03	96%
			244,049.86				262,969.66		260,322.25				280,890.56	
HI001012	Makua Alii	04	(970.35)	-	42,448.76	41,806.93	(328.52)	98%	(328.52)	-	43,013.81	43,138.76	(453.47)	100%
HI001036	Poakalani	04	683.88	-	27,241.39	27,312.06	613.01	100%	613.01	-	28,087.30	28,345.94	354.37	101%
HI001062	Kalakaua Homes	04	7,810.73	132.34	47,842.76	49,956.68	5,696.81	104%	5,696.81	-	51,254.01	49,974.34	6,976.48	98%
			7,524.06				5,981.30		5,981.30				6,877.38	
HI001011	Punchbowl Homes	05	14,785.07	-	38,505.01	37,453.80	15,836.28	97%	15,836.28	-	38,273.75	38,259.92	15,850.11	100%
HI001024	Kalanihua	05	(2,184.79)	-	29,473.15	29,316.93	(2,028.57)	99%	(2,028.57)	-	29,984.95	30,178.15	(2,221.77)	101%
HI001046	Makamae	05	10,627.69	-	18,165.99	18,488.59	10,305.09	102%	10,305.09	-	18,208.89	17,243.50	11,270.48	95%
HI001047	Pumehana	05	6,259.86	-	27,600.70	26,418.31	7,442.25	96%	6,934.25	-	27,060.07	26,525.19	7,469.13	98%
HI001073	Spencer House	05	2,050.04	-	7,135.00	6,718.00	2,467.04	94%	2,467.04	-	7,135.00	7,438.00	2,164.04	104%
			31,537.87				34,022.09		33,514.09				34,531.99	
HI001004	Lanakila Homes I	07	36,707.36	-	5,444.64	5,607.92	36,544.08	103%	36,544.08	-	6,315.58	4,381.47	38,478.19	69%
HI001013	Lanakila Homes II	07	41,895.11	-	5,384.69	6,514.89	40,764.91	121%	40,764.91	-	7,948.61	6,272.94	42,440.58	79%
HI001014	Lanakila Homes III	07	61,351.62	-	-	-	61,351.62	#DIV/0!	61,351.62	-	-	-	61,351.62	#DIV/0!
HI001104	Lanakila Homes IV	07	4,053.76	-	9,074.96	7,290.88	5,837.84	80%	5,837.84	-	7,684.64	9,340.88	4,181.60	122%
HI001028	Punahale Homes	07	10,000.43	-	4,639.29	3,698.70	10,941.02	80%	10,921.02	-	3,244.37	3,159.96	11,005.43	97%
HI001029	Pomaikai Homes	07	1,715.00	-	3,290.40	3,097.00	1,908.40	94%	1,908.40	-	4,294.00	3,454.40	2,748.00	80%
HI001045	Pahala	07	5,555.85	-	4,276.14	4,107.00	5,724.99	96%	5,724.99	-	3,928.00	4,300.00	5,352.99	109%
HI001051	Hale Aloha O Puna	07	1,528.42	-	5,451.99	5,874.99	1,105.42	108%	1,105.42	-	5,793.99	5,720.99	1,178.42	99%
HI001052	Hale Olaloa	07	(85.42)	-	10,305.60	10,166.58	53.60	99%	53.60	-	10,037.85	9,999.00	92.45	100%
			162,722.13				164,231.88		164,211.88				166,829.28	
HI001018	Kapaa	08	20,045.32	-	13,169.85	13,556.01	19,859.16	101%	19,859.16	268.94	14,269.74	13,663.83	20,465.07	94%
HI001019	Hale Hoolulu	08	109.85	-	2,542.00	2,556.93	94.72	101%	94.72	591.15	2,577.00	2,577.00	94.72	81%
HI001021	Hui O Hanamaulu	08	61,527.72	297.05	18,722.67	14,886.55	65,363.84	78%	65,363.84	154.15	19,451.64	16,372.00	68,443.48	84%
HI001022	Kalaheo	08	13,392.37	20.00	1,660.00	1,547.00	13,505.37	92%	13,505.37	-	1,680.00	1,247.00	13,938.37	74%
HI001054	Hale Nana Kai O Kea	08	1,968.54	-	9,264.62	9,088.00	2,145.16	98%	2,145.16	-	9,411.00	9,269.62	2,286.54	98%
			97,043.60				100,968.25		100,968.25				105,228.18	
HI001016	David Malo Circle	09	63,825.54	-	6,001.00	5,345.00	64,481.54	89%	64,481.54	-	7,292.00	5,800.00	65,973.54	80%
HI001017	Kaheki Terrace	09	486,905.29	304.61	25,288.47	12,457.27	499,736.49	49%	499,308.49	-	27,968.06	14,865.00	512,411.55	53%
HI001044	Piilani Homes	09	16,575.01	-	10,829.66	8,295.00	19,109.67	77%	19,109.67	-	9,255.70	8,452.00	19,913.37	91%
HI001092	Makani Kai Hale	09	95,354.40	36.00	6,661.16	4,906.00	97,109.56	73%	97,109.56	36.00	7,564.00	2,934.00	101,739.56	39%
HI001097	Makani Kai Hale II	09	92,996.10	-	12,880.52	11,108.92	94,767.70	86%	94,767.70	-	14,113.71	11,941.00	96,940.41	85%
HI001088	Kahale Mua	09	67,111.33	-	1,905.13	1,214.00	67,802.46	64%	67,802.46	-	2,306.61	948.00	69,161.07	41%
			822,767.67				843,007.42		842,579.42				866,139.50	
HI001007	Kuhio Homes	40	94,614.04	-	49,653.52	42,248.73	102,018.83	85%	102,018.83	88.33	46,268.76	47,938.98	100,348.61	103%
HI001010	Kuhio Park Terrace	40	612,896.75	-	170,345.16	155,730.65	627,511.26	91%	625,648.26	-	164,035.32	156,957.58	632,726.00	96%
			707,510.79				729,530.09		727,667.09				733,074.61	
HI001020	Eleele Homes	41	33,779.06	-	8,662.00	6,216.73	36,224.33	72%	36,224.33	-	8,662.00	8,056.16	36,830.17	93%
HI001023	Home Nani	41	803.62	-	2,424.00	2,500.00	727.62	103%	727.62	-	2,431.00	2,355.00	803.62	97%
HI001055	Hale Hoonanea	41	20,984.82	-	8,239.00	6,730.52	22,493.30	82%	22,493.30	-	8,305.00	8,057.00	22,741.30	97%
HI001064	Kekaha Ha'aheo	41	37,642.36	-	11,676.00	6,741.27	42,577.09	58%	42,577.09	-	10,535.00	7,594.72	45,517.37	72%
HI001086	Kawaiaehua-Federal	41	44,694.88	-	3,721.00	2,250.00	46,165.88	60%	46,153.88	-	3,954.47	2,416.97	47,691.38	61%
			137,904.74				148,188.22		148,176.22				153,583.84	
HI001032	Kaimalino	43	23,484.46	-	11,681.99	10,753.00	24,413.45	92%	24,413.45	-	11,644.00	10,529.00	25,528.45	90%
HI001053	Hale Hookipa	43	15.81	-	5,036.00	5,219.00	(167.19)	104%	(167.19)	-	5,158.00	4,631.30	359.51	90%
HI001061	Ka Hale Kahaalu	43	40,240.46	-	3,077.99	2,281.00	41,037.45	74%	41,037.45	-	3,467.00	9,892.47	34,611.98	285%
HI001063	Nani Olu	43	(747.89)	-	2,694.00	2,598.98	(652.87)	96%	(652.87)	-	2,644.00	2,625.00	(833.87)	107%
HI001070	Kealakehe	43	71,108.16	-	13,514.99	11,013.00	73,610.15	81%	73,610.15	-	14,549.00	9,600.50	78,558.65	66%
			134,101.00				138,240.99		138,240.99				138,224.72	
HI001033	Maui I	44	9,579.48	-	5,287.00	2,927.00	11,939.48	55%	11,939.48	-	5,080.00	3,503.00	13,516.48	69%
HI001035	Nanakuli Homes	44	24,407.35	-	10,136.00	8,587.00	25,956.35	85%	25,956.35	-	11,890.00	8,991.00	28,855.35	76%
HI001042	Maui II	44	33,523.22	-	7,931.00	7,468.50	33,985.72	94%	33,985.72	-	8,939.00	5,511.00	37,413.72	62%
HI001057	Waimaha -Sunflower	44	86,598.23	-	13,903.01	13,863.48	86,637.76	100%	86,478.29	-	16,935.00	14,965.93	88,447.36	88%
HI001091	Kau'okalani	44	71,852.91	-	12,594.00	9,644.30	74,802.61	77%	74,802.61	-	12,590.00	7,935.00	79,457.61	63%
HI001108	Maui III	44												
			225,961.19				233,321.92		233,162.45				247,690.52	
HI001025	Waimanalo Homes	45	26,119.95	-	14,231.00	16,782.92	23,568.03	118%	23,568.03	17,481.93	(1,803.38)	12,864.00	8,900.65	82%
HI001030	Koolau Village	45	59,662.67	-	30,234.54	24,095.68	65,801.53	80%	65,646.53	-	30,382.61	20,285.54	75,743.60	67%
HI001069	Kaneohe Apartments	45	32,450.89	-	4,171.00	4,330.50	32,291.39	104%	32,291.39	-	4,211.00	4,134.00	32,368.39	98%
HI001072	Hookipa Kahaalu	45	127,857.91	-										

**HPHA
LIPH - FEDERAL
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD 07/01/06 TO 06/30/07**

Project	Area	For the Month of November 06							For the Month of December 06						
		Oct 06 Rerun Balance	Write Off Adj & Other Adjustment	Charges	Receipts	Balance	Collected ratio	Nov 06 Rerun Balance	Write Off Adj & Other Adjustment	Charges	Receipts	Balance	Collected ratio		
HI001026	Puuwai Momi	01	139,901.80	-	96,774.89	80,303.61	156,373.08	83%	154,439.73	-	92,108.39	84,673.08	161,875.04	92%	
HI001027	Hale Laulima	01	9,126.40	56,440.00	66,484.82	9,861.67	65,749.55	98%	65,434.83	-	6,786.02	7,420.84	64,800.01	109%	
HI001038	Waipahu I	01	2,061.86	-	5,096.00	4,721.85	2,436.01	93%	2,436.01	-	5,169.95	5,698.00	1,907.96	110%	
HI001039	Waipahu II	01	13,240.00	-	6,902.70	5,117.00	15,025.70	74%	15,025.70	-	6,967.00	4,757.85	17,234.85	68%	
HI001066	Salt Lake	01	(1,342.50)	-	5,250.00	4,684.52	(777.02)	89%	(777.02)	-	4,970.20	4,703.00	(509.82)	95%	
			162,967.56				238,807.32		236,559.25				245,308.04		
HI001005	Kalihi Valley Homes	02	583,610.87	-	83,945.62	73,557.79	593,998.70	88%	589,128.01	-	89,783.28	70,892.79	608,018.50	79%	
			583,610.87				593,998.70		589,128.01				608,018.50		
HI001003	Mayor Wright Homes	03	185,917.74	-	118,578.07	105,271.64	199,224.17	89%	198,314.17	-	119,558.25	108,918.08	208,954.34	91%	
HI001009	Kaahumanu Homes	03	62,480.79	-	47,798.57	45,111.66	65,147.70	94%	64,812.70	-	47,541.53	43,246.87	69,107.36	91%	
HI001099	Kamehameha Homes	03	32,512.03	-	48,536.74	47,036.67	34,012.10	97%	33,890.10	-	59,378.41	51,088.21	42,180.30	86%	
			280,890.56				298,383.97		297,016.97				320,242.00		
HI001012	Makua Alii	04	(453.47)	-	42,994.87	43,139.35	(597.95)	100%	(796.95)	-	42,984.12	42,926.15	(738.98)	100%	
HI001036	Paoakalani	04	354.37	-	27,772.05	27,367.85	758.57	99%	758.57	-	28,498.26	27,738.00	1,518.83	97%	
HI001062	Kalakaua Homes	04	6,863.48	-	51,799.13	51,032.90	7,629.71	99%	7,629.71	-	51,795.18	52,102.34	7,322.55	101%	
			6,764.38				7,790.33		7,591.33				8,102.40		
HI001011	Punchbowl Homes	05	15,850.11	-	38,113.49	36,822.93	17,140.67	97%	16,969.67	-	37,937.96	37,814.99	17,092.64	100%	
HI001024	Kalanihua	05	(2,221.77)	-	29,885.58	29,580.13	(1,916.32)	99%	(1,916.32)	-	30,073.33	29,071.47	(914.46)	97%	
HI001046	Makamae	05	11,270.48	-	18,560.79	17,203.63	12,627.84	93%	12,625.64	-	18,422.00	18,170.13	12,877.51	99%	
HI001047	Pumehana	05	7,469.13	-	27,079.86	25,453.86	9,095.13	94%	9,095.13	-	26,881.20	25,157.53	10,818.80	94%	
HI001073	Spencer House	05	2,164.04	-	7,276.32	7,835.00	1,605.36	108%	1,605.36	-	7,237.00	7,364.32	1,478.04	102%	
			34,531.99				38,552.48		38,379.48				41,352.53		
HI001004	Lanakila Homes I	07	38,478.19	-	4,674.45	3,166.00	39,986.64	68%	39,584.64	-	6,381.16	4,688.07	41,277.73	73%	
HI001013	Lanakila Homes II	07	42,440.58	-	7,694.80	6,888.13	43,247.25	90%	43,247.25	-	9,517.84	7,856.54	44,908.55	83%	
HI001014	Lanakila Homes III	07	61,351.62	-			61,351.62	#DIV/0!	61,351.62	-			61,351.62	#DIV/0!	
HI001104	Lanakila Homes IV	07	4,181.60	-	9,884.92	8,607.00	5,459.52	87%	5,459.52	-	10,028.25	8,097.84	7,389.93	81%	
HI001028	Punahale Homes	07	10,905.43	-	3,835.00	2,220.00	12,520.43	58%	12,304.43	-	3,769.66	2,779.00	13,295.09	74%	
HI001029	Pomaikai Homes	07	2,748.00	-	3,399.00	3,179.00	2,968.00	94%	2,220.00	-	4,550.06	4,018.00	2,752.06	88%	
HI001045	Pahala	07	5,352.99	-	4,327.00	4,450.00	5,229.99	103%	5,229.99	-	4,356.00	4,132.00	5,453.99	95%	
HI001051	Hale Aloha O Puna	07	1,178.42	-	5,436.00	5,369.00	1,245.42	99%	1,245.42	-	5,089.00	4,549.00	1,785.42	89%	
HI001052	Hale Olaloa	07	92.45	-	10,106.90	10,265.92	(66.57)	102%	(66.57)	-	11,379.88	10,626.43	686.88	93%	
			166,729.28				171,942.30		170,576.30				178,901.27		
HI001018	Kapaa	08	20,465.07	-	13,947.69	12,698.57	21,714.19	91%	21,590.86	-	12,830.16	12,253.74	22,167.28	96%	
HI001019	Hale Hoolulu	08	94.72	-	2,764.00	2,764.00	94.72	100%	94.72	-	2,789.77	2,764.00	120.49	99%	
HI001021	Hui O Hanamaulu	08	68,277.48	-	18,195.52	18,177.14	68,295.86	100%	68,295.86	-	20,304.89	20,061.84	68,538.91	99%	
HI001022	Kalaheo	08	13,938.37	-	1,941.00	1,298.00	14,581.37	67%	14,367.37	-	1,690.77	890.00	15,168.14	53%	
HI001054	Hale Nana Kai O Kea	08	2,286.54	-	9,682.51	9,490.00	2,479.05	98%	2,479.05	-	9,375.93	8,560.94	3,294.04	91%	
			105,062.18				107,165.19		106,827.86				109,288.86		
HI001016	David Malo Circle	09	65,973.54	-	8,430.38	6,007.00	68,396.92	71%	68,396.92	-	5,473.27	8,112.94	65,757.25	148%	
HI001017	Kahakili Terrace	09	512,411.55	-	27,810.66	10,951.51	529,270.70	39%	528,780.70	-	25,685.24	15,766.00	538,699.94	61%	
HI001044	Piliani Homes	09	19,913.37	-	9,281.94	9,491.00	19,704.31	102%	19,706.31	-	9,319.00	10,048.64	18,976.87	108%	
HI001092	Makani Kai Hale	09	101,739.56	-	7,587.00	2,629.00	106,897.56	35%	106,897.56	-	6,487.00	5,953.00	107,231.56	92%	
HI001097	Makani Kai Hale II	09	96,140.41	-	12,406.00	8,496.81	100,049.60	68%	98,711.60	-	16,133.12	12,399.69	102,445.03	77%	
HI001088	Kahale Mua	09	69,161.07	-	2,457.00	1,915.00	69,703.07	78%	69,703.07	-	2,401.88	987.88	71,117.07	41%	
			865,339.50				893,822.16		891,996.16				904,227.52		
HI001007	Kuhio Homes	40	99,596.61	-	49,147.62	45,667.47	103,076.76	93%	101,769.76	-	46,047.89	51,483.90	96,333.75	112%	
HI001010	Kuhio Park Terrace	40	629,071.00	-	174,719.47	154,589.97	849,200.50	88%	843,439.87	-	178,973.52	157,942.40	664,470.99	88%	
			728,667.61				752,277.26		745,209.63				760,804.74		
HI001020	Eleele Homes	41	36,830.17	-	9,884.74	6,153.74	40,561.17	62%	40,300.17	-	9,031.00	6,892.48	42,438.69	76%	
HI001023	Home Nani	41	803.62	-	2,468.10	2,165.00	1,106.72	88%	1,106.72	-	2,432.21	2,043.06	1,495.87	84%	
HI001055	Hale Hoonanea	41	22,741.30	-	8,469.30	7,435.00	23,775.60	88%	23,639.60	-	8,442.09	7,759.26	24,322.43	92%	
HI001064	Kekaha Ha'aheo	41	45,517.37	-	11,706.47	8,682.72	48,541.12	74%	48,541.12	-	9,514.38	8,333.01	49,722.49	88%	
HI001086	Kawailihoa-Federal	41	47,691.38	-	4,468.09	2,322.00	49,837.47	52%	49,837.47	-	4,414.47	1,887.00	52,364.94	43%	
			153,583.84				163,822.08		163,425.08				170,344.42		
HI001032	Kaimalino	43	25,136.46	-	13,444.20	12,113.00	26,467.66	90%	26,467.66	-	13,791.00	13,580.41	26,678.25	98%	
HI001053	Hale Hookipa	43	359.51	-	5,180.50	4,875.00	665.01	94%	488.01	-	5,514.25	4,731.00	1,271.26	86%	
HI001061	Ka Hale Kahaluu	43	34,611.98	1,277.97	(295.97)	802.00	33,514.01	82%	33,214.01	2,316.99	-	-	31,724.02	0%	
HI001063	Nani Olu	43	(833.87)	-	2,566.75	2,338.01	(605.13)	91%	(605.13)	-	1,974.00	2,155.75	(786.88)	109%	
HI001070	Kealakehe	43	77,829.65	-	11,101.97	12,135.35	76,793.27	109%	76,451.27	-	13,347.70	9,953.07	79,845.90	75%	
			137,100.73				136,834.82		136,015.82				138,732.55		
HI001033	Maui I	44	12,716.48	-	3,300.53	3,890.00	12,127.01	118%	12,127.01	-	4,149.38	3,925.00	12,351.39	95%	
HI001035	Nanakuli Homes	44	28,155.35	-	14,565.30	7,563.14	35,157.51	52%	35,157.51	-	13,035.88	6,964.14	41,229.25	53%	
HI001042	Maui II	44	37,413.72	-	8,523.14	4,662.98	41,273.88	55%	41,273.88	-	8,371.63	6,509.28	43,136.23	78%	
HI001057	Waimaha -Sunflower	44	88,147.36	-	16,342.12	12,266.49	92,222.99	75%	91,938.99	-	21,702.30	13,956.16	99,685.13	64%	
HI001091	Kau'ioakalani	44	79,457.61	-	11,770.92	10,196.00	81,032.53	87%	81,032.53	-	9,022.48	6,358.38	83,696.63	70%	
HI001108	Maui III	44		-			261,813.92		261,529.92				280,098.63		
			245,890.52				261,813.92		261,529.92				280,098.63		
HI001025	Waimanalo Homes	45	8,900.65	-	15,441.65	11,601.46	12,740.84	75%	12,300.84	-	14,848.96	15,871.38	11,278.42	107%	
HI001030	Koolau Village	45	75,743.60	-	15,852.00	21,485.00	70,110.60	136%	70,077.60	-	23,098.75	22,807.00	70,369.35	99%	
HI001069	Kaneohe Apartments	45	32,193.39	-	4,207.73	3,841.00	32,560.12	91%	32,560.12	-	5,594.15	2,756.73	35,397.54	49%	
HI001072	Hookipa Kahaluu	45	129,882.02	-	10,817.87										

**HPHA
LIPH - FEDERAL
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD 07/01/06 TO 06/30/07**

Project	Area	For the Month of January 07							For the Month of February 07						
		Dec 06 Rerun Balance	Write Off Adj & Other Adjustment	Charges	Receipts	Balance	Collected ratio	Jan 07 Rerun Balance	Write Off Adj & Other Adjustment	Charges	Receipts	Balance	Collected ratio		
HI001026	Puuwai Momi	01	161,875.04	-	93,272.21	93,413.31	161,733.94	100%	160,415.38	4,280.00	93,660.42	101,323.19	152,752.61	103%	
HI001027	Hale Laulima	01	64,800.01	-	9,492.47	12,087.24	62,205.24	127%	62,205.24	-	10,807.01	10,155.00	62,857.25	94%	
HI001038	Waipahu I	01	1,876.03	-	5,796.54	4,528.70	3,143.87	78%	3,143.87	-	4,782.85	4,711.74	3,214.98	99%	
HI001039	Waipahu II	01	17,234.85	-	7,313.33	9,306.00	15,242.18	127%	15,242.18	-	5,352.85	10,514.33	10,080.70	196%	
HI001066	Salt Lake	01	(509.82)	-	5,298.46	5,469.20	(680.56)	103%	(680.56)	-	5,799.50	5,323.14	(204.20)	92%	
			245,276.11	-			241,644.67		240,326.11	-			228,701.34		
HI001005	Kalihi Valley Homes	02	601,945.50	-	90,767.27	89,162.38	603,550.39	98%	603,550.39	11,315.85	83,677.38	95,030.24	592,197.53	100%	
			601,945.50	-			603,550.39		603,550.39	-			592,197.53		
HI001003	Mayor Wright Homes	03	208,504.34	-	123,784.96	114,778.75	217,510.55	93%	217,510.55	4,796.00	113,492.48	111,925.38	219,077.65	95%	
HI001009	Kaahumanu Homes	03	69,107.36	-	50,468.36	46,731.75	72,843.97	93%	72,718.97	1,017.85	48,008.32	50,753.97	69,973.32	104%	
HI001099	Kamehameha Homes	03	42,180.30	-	52,396.31	53,227.17	41,349.44	102%	41,349.44	-	53,211.21	55,254.28	39,308.37	104%	
			319,792.00	-			331,703.96		331,578.96	-			328,357.34		
HI001012	Makua Alii	04	(738.98)	-	43,413.11	42,522.68	151.45	98%	151.45	-	42,916.23	42,724.58	343.10	100%	
HI001036	Paoakalani	04	1,518.83	-	28,069.86	28,160.76	1,427.93	100%	1,427.93	-	28,803.77	28,570.71	1,660.99	99%	
HI001062	Kalakaua Homes	04	7,322.55	-	52,263.81	52,098.45	7,487.91	100%	7,234.91	-	54,141.83	51,408.25	9,968.49	95%	
			8,102.40	-			9,067.29		8,814.29	-			11,972.58		
HI001011	Punchbowl Homes	05	16,470.84	-	37,767.60	35,818.67	18,419.57	95%	18,419.57	-	38,900.63	39,803.57	17,516.63	102%	
HI001024	Kalanihua	05	(914.46)	-	29,496.97	29,471.57	(889.06)	100%	(889.06)	-	29,505.75	28,728.37	(111.68)	97%	
HI001046	Makamae	05	12,877.51	-	18,496.60	18,041.75	13,332.36	98%	13,332.36	-	18,553.78	20,437.97	11,448.17	110%	
HI001047	Pumehana	05	10,759.86	-	26,340.58	26,089.81	11,010.43	99%	10,961.43	-	28,251.05	26,817.89	12,394.59	95%	
HI001073	Spencer House	05	1,478.04	-	6,962.00	6,465.00	1,975.04	93%	1,975.04	-	4,471.36	5,328.00	1,118.40	119%	
			40,871.39	-			43,848.34		43,799.34	-			42,366.11		
HI001004	Lanakila Homes I	07	41,773.73	-	7,365.32	8,063.00	41,076.05	109%	41,076.05	-	7,282.26	8,430.95	39,927.36	116%	
HI001013	Lanakila Homes II	07	44,412.55	-	4,880.01	5,395.99	43,896.57	111%	43,896.57	1,715.39	4,167.03	3,673.16	44,390.44	88%	
HI001014	Lanakila Homes III	07	61,351.62	-			61,351.62	#DIV/0!	61,351.62	-			61,351.62	#DIV/0!	
HI001104	Lanakila Homes IV	07	7,389.93	-	9,194.10	7,989.00	8,595.03	87%	8,595.03	-	11,781.17	11,610.10	8,766.10	99%	
HI001028	Punahale Homes	07	13,295.09	-	3,117.92	2,705.00	13,708.01	87%	13,708.01	-	2,813.86	2,557.00	13,964.87	91%	
HI001029	Pomaikai Homes	07	2,752.06	-	4,614.00	3,616.00	3,002.06	78%	3,002.06	760.00	3,695.92	4,133.00	2,564.98	93%	
HI001045	Pahala	07	5,453.99	-	4,158.00	3,668.00	5,943.99	88%	5,943.99	-	4,258.00	4,948.00	5,253.99	116%	
HI001051	Hale Aloha O Puna	07	1,785.42	-	5,089.00	5,424.00	1,450.42	107%	1,450.42	-	4,953.00	4,898.00	1,505.42	99%	
HI001052	Hale Olalo	07	686.88	-	10,531.00	10,617.00	600.88	101%	600.88	-	11,547.22	11,381.00	787.10	99%	
			178,901.27	-			180,372.63		179,624.63	-			178,491.88		
HI001018	Kapaa	08	21,807.78	-	14,920.62	11,799.08	24,929.32	79%	24,596.32	5,308.61	19,230.61	13,166.98	30,659.95	95%	
HI001019	Hale Hoolulu	08	120.49	-	2761.93	2519.77	362.65	91%	362.65	-	2659.93	2921.93	100.65	110%	
HI001021	Hui O Hanamaulu	08	68,538.91	-	19,029.75	18,527.95	69,040.71	97%	68,540.71	-	20,411.00	15,660.75	73,290.96	77%	
HI001022	Kalaheo	08	15,168.14	-	1,738.00	1,611.19	15,294.95	93%	15,294.95	-	1,980.20	1,703.00	15,572.15	86%	
HI001054	Hale Nana Kai O Kea	08	3,099.04	-	9,239.47	10,160.18	2,178.33	110%	2,178.33	-	9,321.00	9,088.06	2,411.27	98%	
			108,734.36	-			111,805.96		110,972.96	-			122,034.98		
HI001016	David Malo Circle	09	65,307.25	-	7,213.66	6,100.00	66,420.91	85%	66,420.91	-	7,219.58	5,415.00	68,225.49	75%	
HI001017	Kahakili Terrace	09	538,185.94	4,783.00	23,029.06	29,342.68	531,872.32	106%	531,872.32	6,351.00	23,413.41	28,648.73	526,637.00	96%	
HI001044	Piilani Homes	09	18,976.67	-	10,091.49	7,979.00	21,089.16	79%	20,929.16	-	9,544.13	9,433.00	21,040.29	99%	
HI001092	Makani Kai Hale	09	107,231.56	4,675.00	2,849.00	3,901.00	106,179.56	92%	106,179.56	-	7,997.00	5,659.00	108,517.56	71%	
HI001097	Makani Kai Hale II	09	101,807.03	1,212.00	14,117.00	14,169.50	101,554.53	92%	101,554.53	-	14,100.66	10,739.00	104,916.19	78%	
HI001088	Kahale Mua	09	71,117.07	-	3,066.00	3,442.75	70,740.32	112%	70,740.32	17,351.00	(13,814.05)	2,207.00	54,719.27	62%	
			902,425.52	-			897,856.80		897,696.80	-			884,055.80		
HI001007	Kuhio Homes	40	95,805.00	16,751.29	32,892.33	46,870.29	81,827.04	94%	81,793.71	3,058.00	46,644.14	52,814.96	75,622.89	106%	
HI001010	Kuhio Park Terrace	40	659,539.32	128,228.25	49,819.59	183,983.74	525,375.17	103%	522,538.01	17,947.94	179,355.37	185,824.90	516,068.48	94%	
			755,344.32				607,202.21		604,331.72				591,691.37		
HI001020	Eleele Homes	41	41,692.69	-	9,605.87	6,923.74	44,374.82	72%	44,374.82	1,190.00	8,362.65	8,915.46	43,822.01	93%	
HI001023	Home Nani	41	1,495.87	-	2,431.00	2,855.99	1,070.88	117%	1,070.88	-	2,431.00	2,355.00	1,146.88	97%	
HI001055	Hale Hoonanea	41	24,322.43	-	8,515.36	9,966.09	25,871.70	82%	25,871.70	-	8,546.00	7,584.74	26,832.96	89%	
HI001064	Kekaha Ha'aha'o	41	49,722.49	1,836.00	8,247.19	9,992.66	47,977.02	99%	47,977.02	-	10,323.94	9,720.55	48,580.41	94%	
HI001086	Kawaihewa-Federal	41	52,364.94	-	4,773.00	3,878.45	53,259.49	81%	53,259.49	-	5,593.00	3,046.00	55,806.49	54%	
			169,598.42	-			172,553.91		172,553.91	-			176,188.75		
HI001032	Kaimalino	43	26,678.25	-	14,619.25	13,993.87	27,303.63	96%	27,303.63	-	14,886.95	15,199.13	26,981.45	102%	
HI001053	Hale Hookipa	43	1,271.26	-	5,348.00	5,568.50	1,050.76	104%	890.76	-	5,148.10	5,651.00	387.86	110%	
HI001061	Ka Hale Kahaluu	43	31,724.02	-	(3.00)		31,721.02	0%	31,721.02	-	176.00		31,897.02	0%	
HI001063	Nani Olu	43	(786.88)	-	2,002.00	2,185.00	(969.88)	109%	(969.88)	-	2,415.00	2,177.00	(731.88)	90%	
HI001070	Kealakehe	43	79,895.90	-	14,178.50	12,711.50	81,162.90	90%	81,162.90	4,325.00	10,655.00	17,955.75	73,862.15	120%	
			138,582.55	-			140,268.43		140,108.43	-			132,406.60		
HI001033	Maui I	44	12,351.39	-	4,388.00	6,488.93	10,250.46	148%	10,250.46	-	3,728.78	4,622.60	9,356.64	124%	
HI001035	Nanakuli Homes	44	41,229.25	-	11,905.00	12,011.15	41,123.10	101%	41,123.10	-	12,532.99	14,269.00	38,387.09	114%	
HI001042	Maui II	44	43,136.23	-	8,347.00	7,700.42	43,782.81	92%	43,324.23	-	188.00		43,512.23	0%	
HI001057	Waimaha -Sunflower	44	99,685.13	3,336.26	16,039.51	13,791.34	101,933.30	109%	101,436.30	1,899.50	17,549.81	21,053.43	97,932.68	108%	
HI001091	Kau'iokalani	44	83,896.63	2,534.00	9,126.80	8,638.00	84,185.43	131%	84,185.43	-	14,594.28	13,823.40	84,956.31	95%	
HI001108	Maui III	44		-			458.58		458.58	-	7,364.41	7,537.50	285.49	102%	
			280,098.63	-			281,275.10		280,778.10	-			275,430.44		
HI001025	Waimanalo Homes	45	11,278.42	(1,187.00)	16,500.00	15,634.00	12,144.42	102%	11,997.42	-	8,975.00	8,852.51	12,119.91	99%	
HI001030	Koolau Village	45	70,369.35	-	23,883.00	23,241.99	71,010.36	97%	70,460.36	-	26,333.00	31,492.60	65,300.76	120%	
HI001069	Kaneohe Apartments	45</													

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FOR THE PERIOD 07/01/06 TO 06/30/07

Project	Area	Year to date (July 2006-June 2007)				
		Write Off Adj&Other Adjust	Charges	Receipts	Collected Ratio	
HI001026	Puuwai Momi	01	6,423.10	731,228.58	693,299.42	96%
HI001027	Hale Laulima	01	56,598.21	133,458.70	73,201.11	95%
HI001038	Waipahu I	01	-	41,772.94	38,338.06	92%
HI001039	Waipahu II	01	-	56,219.82	55,939.88	100%
HI001066	Salt Lake	01	-	41,119.09	42,204.50	103%
			63,021.31	1,003,799.13	902,982.97	96%
HI001005	Kalihi Valley Homes	02	11,315.85	708,998.06	620,693.54	89%
			11,315.85	708,998.06	620,693.54	86%
HI001003	Mayor Wright Homes	03	4,796.00	927,846.39	872,113.37	94%
HI001009	Kaahumanu Homes	03	1,017.85	384,298.47	359,018.21	93%
HI001099	Kamehameha Homes	03	-	410,930.79	394,536.84	96%
			5,813.85	1,723,075.65	1,625,668.22	94%
HI001012	Makua Alii	04	-	341,752.54	340,749.48	100%
HI001036	Paoakalani	04	-	222,998.71	222,059.04	100%
HI001062	Kalakaua Homes	04	132.34	411,245.82	410,856.97	100%
			132.34	975,997.07	973,665.49	100%
HI001011	Punchbowl Homes	05	-	304,676.85	300,430.53	99%
HI001024	Kalanihua	05	-	237,147.24	236,715.59	100%
HI001046	Makamae	05	-	143,463.61	146,074.73	102%
HI001047	Pumehana	05	-	218,658.95	209,040.85	96%
HI001073	Spencer House	05	-	54,427.69	56,033.58	103%
			-	958,374.34	948,295.28	99%
HI001004	Lanakila Homes I	07	-	44,362.84	42,984.33	97%
HI001013	Lanakila Homes II	07	1,715.39	51,378.71	46,356.75	87%
HI001014	Lanakila Homes III	07	-	-	-	#DIV/0!
HI001104	Lanakila Homes IV	07	-	73,993.90	68,123.62	92%
HI001028	Punahele Homes	07	-	28,701.56	23,719.54	83%
HI001029	Pomaikai Homes	07	760.00	30,485.38	27,713.40	89%
HI001045	Pahala	07	-	33,119.14	34,574.00	104%
HI001051	Hale Aloha O Puna	07	-	42,131.90	42,623.49	101%
HI001052	Hale Olaloa	07	-	84,379.03	83,806.89	99%
			2,475.39	388,552.46	369,902.02	95%
HI001018	Kapaa	08	5,577.55	116,356.50	101,301.56	83%
HI001019	Hale Hoolulu	08	591.15	21,177.28	21,171.35	97%
HI001021	Hui O Hanamaulu	08	451.20	154,404.25	139,385.98	90%
HI001022	Kalaheo	08	20.00	13,717.90	11,061.12	81%
HI001054	Hale Nana Kai O Kea	08	-	74,229.37	74,157.49	100%
			6,639.90	379,885.30	347,057.50	90%
HI001016	David Malo Circle	09	-	50,275.89	45,169.90	90%
HI001017	Kahakii Terrace	09	12,144.76	206,714.17	146,332.04	75%
HI001044	Piilani Homes	09	-	76,280.71	71,328.43	94%
HI001092	Makani Kai Hale	09	4,793.50	51,024.36	35,356.50	76%
HI001097	Makani Kai Hale II	09	1,212.00	107,757.55	89,415.92	84%
HI001088	Kahale Mua	09	17,351.00	3,298.88	12,841.63	91%
			35,501.26	495,351.56	400,444.42	87%
HI001007	Kuhio Homes	40	19,897.62	358,251.35	372,000.81	98%
HI001010	Kuhio Park Terrace	40	147,627.26	1,212,075.81	1,275,381.49	94%
			167,524.88	1,570,327.16	1,647,382.30	95%
HI001020	Eleele Homes	41	1,190.00	71,842.69	57,332.69	79%
HI001023	Home Nani	41	-	19,198.31	19,012.05	99%
HI001055	Hale Hoonanea	41	-	65,503.84	59,724.18	91%
HI001064	Kekaha Ha'aheo	41	1,836.00	79,651.19	65,347.79	80%
HI001086	Kawaihewa-Federal	41	-	35,339.67	19,370.23	55%
			3,026.00	271,535.70	220,786.94	80%
HI001032	Kaimalino	43	-	102,007.81	96,855.00	95%
HI001053	Hale Hookipa	43	-	41,468.15	40,219.80	97%
HI001061	Ka Hale Kahaluu	43	3,594.96	15,497.46	19,472.72	102%
HI001063	Nani Olu	43	-	19,322.84	19,172.84	99%
HI001070	Kealakehe	43	4,325.00	106,319.16	97,469.22	88%
			7,919.96	284,615.42	273,189.58	93%
HI001033	Maui I	44	-	31,575.69	32,571.53	103%
HI001035	Nanakuli Homes	44	-	96,583.39	78,416.79	81%
HI001042	Maui II	44	-	60,910.45	44,849.18	74%
HI001057	Waimaha -Sunflower	44	5,235.76	136,486.83	112,426.82	86%
HI001091	Kau'okalani	44	2,534.00	98,284.80	70,126.08	73%
HI001108	Maui III	44	-	7,364.41	7,537.50	102%
			7,769.76	431,205.57	345,927.90	79%
HI001025	Waimanalo Homes	45	16,294.93	95,931.15	110,141.27	98%
HI001030	Koolau Village	45	-	191,491.74	177,526.81	93%
HI001069	Kaneohe Apartments	45	-	33,903.19	30,009.38	89%
HI001072	Hookipa Kahaluu	45	6,081.00	81,588.71	79,909.32	91%
HI001090	Kauhale O'hana	45	-	60,854.92	53,813.17	88%
HI001107	Waimanalo Homes I	45	-	6,739.12	8,054.00	120%
			22,375.93	470,508.83	459,453.95	93%
HI001031	Hale Hauoli	46	-	62,809.00	62,906.00	100%
HI001071	Noelani I	46	-	19,013.14	11,703.00	62%
HI001078	Noelani II	46	1,848.00	12,928.03	13,344.40	90%
			1,848.00	94,750.17	87,953.40	91%
HI001015	Wahiawa Terrace	49	-	123,216.00	110,561.55	90%
HI001050	Kupuna Home O'Waialue	49	-	47,270.00	47,311.00	100%
HI001056	Kauhale Nani	49	-	68,471.00	60,337.00	88%
			-	238,957.00	218,209.55	91%
HI001008	Palolo Valley Homes	80	12,653.00	167,567.80	173,015.39	96%
			12,653.00	167,567.80	173,015.39	96%
TOTAL			348,017.43	10,163,501.22	9,614,628.45	98%

HPHA
LIPH - FEDERAL AND STATE
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD 07/01/06 TO 06/30/07

Project	Area	As of 6/30/06	For the Month of July 06					For the Month of August 06						
			Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	July 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio
HI001026	Puuwai Momi	01	122,071.36	0	86,415.57	86,580.41	121,906.52	100%	121,679.52	1,295.25	88,743.66	80,358.51	130,064.67	89%
HI001027	Hale Laulima	01	3,757.38	0	9,416.49	8,733.73	4,440.14	93%	4,440.14	0	8,895.05	9,428.99	3,908.20	106%
HI001038	Waipahu I	01	(187.97)	0	5,285.77	4,914.00	183.80	93%	183.80	0	5,643.12	4,595.00	1,231.92	81%
HI001039	Waipahu II	01	10,050.76	0	6,787.00	5,293.85	11,543.91	78%	11,543.91	0	7,767.04	6,833.00	12,477.95	88%
HI001066	Salt Lake	01	881.21	0	5,429.92	5,652.00	659.13	104%	659.13	0	5,473.85	5,527.00	605.98	101%
			136,572.74				138,733.50		138,506.50				148,288.72	
HI001005	Kalihi Valley Homes	02	520,820.35	0	89,057.17	69,105.44	540,772.08	78%	538,513.76	0	90,663.26	75,663.39	553,513.63	83%
201	Hauiki Homes	02	188,949.48	0	16,369.20	10,345.76	194,972.90	63%	194,972.90	0	16,151.53	12,801.16	198,323.27	79%
202	Puahala Homes (I-IV)	02	308,492.85	0	36,168.05	32,295.27	312,365.63	89%	312,365.63	0	33,748.66	31,018.77	315,095.52	92%
			1,018,262.66				1,048,110.61		1,045,852.29				1,066,932.42	
HI001003	Mayor Wright Homes	03	167,454.04	0	96,964.85	107,202.60	157,216.29	111%	157,216.29	0	117,512.31	108,667.80	166,060.80	92%
HI001009	Kaahumanu Homes	03	46,692.06	0	45,357.36	42,019.56	50,029.86	93%	49,492.86	0	43,699.71	42,620.97	50,571.80	98%
HI001099	Kamehameha Homes	03	23,315.43	0	47,277.13	45,204.58	25,387.98	96%	25,387.98	0	50,778.71	47,364.02	28,802.67	93%
			237,461.53				232,634.13		232,097.13				245,435.07	
HI001012	Makua Alii	04	(298.51)	0	41,810.55	41,617.56	(105.52)	100%	(105.52)	0	42,171.09	42,873.47	(807.90)	102%
HI001036	Paoakalani	04	710.47	0	27,323.70	27,623.33	410.84	101%	410.84	0	27,202.38	26,940.39	672.83	99%
HI001062	Kalakaua Homes	04	11,240.87	0	51,118.42	53,764.74	8,594.55	105%	8,220.55	0	51,030.68	50,519.27	8,731.96	99%
			11,652.83				8,899.87		8,525.87				8,596.89	
HI001011	Punchbowl Homes	05	13,663.91	0	37,670.80	37,513.89	13,820.82	100%	13,820.82	0	37,507.61	36,942.76	14,385.67	98%
HI001024	Kalanihulia	05	(582.21)	0	29,187.42	29,175.32	(570.11)	100%	(570.11)	0	29,540.09	31,193.65	(2,223.67)	106%
HI001046	Makamae	05	14,256.98	0	13,954.14	18,315.54	9,895.58	131%	9,895.58	0	19,101.42	18,173.62	10,823.38	95%
HI001047	Pumehana	05	4,405.60	0	27,353.12	26,617.23	5,141.49	97%	4,573.49	0	28,092.37	25,961.03	6,704.83	92%
HI001073	Spencer House	05	2,697.44	0	7,129.01	7,750.41	2,076.04	109%	2,076.04	0	7,082.00	7,134.85	2,023.19	101%
203	Palolo Homes	05	156,801.41	0		150.00	156,651.41	#DIV/0!	156,651.41	0		150.00	156,501.41	#DIV/0!
			191,243.13				187,015.23		186,447.23				188,214.81	
HI001004	Lanakila Homes I	07	38,468.83	0	2,433.02	4,419.92	36,481.93	182%	36,481.93	0	4,466.41	4,227.00	36,721.34	95%
HI001013	Lanakila Homes II	07	39,804.81	0	5,254.00	4,835.77	40,223.04	92%	40,209.71	0	6,531.73	4,919.33	41,822.11	75%
HI001014	Lanakila Homes III	07	61,351.62	0			61,351.62	#DIV/0!	61,351.62	0			61,351.62	#DIV/0!
HI001104	Lanakila Homes IV	07	2,895.82	0	8,620.08	7,935.92	3,579.98	92%	3,579.98	0	7,725.78	7,252.00	4,053.76	94%
HI001028	Punahale Homes	07	9,318.85	0	3,186.00	3,209.88	9,294.97	101%	9,294.97	0	4,095.46	3,390.00	10,000.43	83%
HI001029	Pomalkai Homes	07	1,289.00	0	3,204.00	3,204.00	1,289.00	100%	1,289.00	0	3,438.00	3,012.00	1,715.00	88%
HI001045	Pahala	07	6,708.85	0	3,843.00	4,234.00	6,317.85	110%	6,317.85	0	3,973.00	4,735.00	5,555.85	119%
HI001051	Hale Aloha O Puna	07	1,997.01	0	5,050.00	5,748.51	1,298.50	114%	1,298.50	0	5,268.92	5,039.00	1,528.42	96%
HI001052	Hale Olaloa	07	310.96	0	9,980.00	9,379.96	319.00	100%	319.00	0	10,490.58	10,779.00	30.58	103%
206	Lokahi	07	48,776.88	0	4,229.77	3,257.33	49,749.32	77%	49,749.32	0	3,465.15	3,380.76	49,833.71	98%
			210,922.63				209,905.21		209,891.88				212,612.82	
HI001018	Kapaa	08	16,522.56	0	14,123.51	12,194.83	18,451.24	86%	18,451.24	0	13,864.32	12,168.52	20,147.04	88%
HI001019	Hale Hoolulu	08	-	0	2,494.72	2,400.00	94.72	96%	94.72	0	2,587.93	2,667.72	14.93	103%
HI001021	Hui O Hanamaulu	08	59,381.06	0	19,107.94	17,364.26	61,124.74	91%	61,124.74	0	19,180.84	18,315.49	61,990.09	95%
HI001022	Kalaheo	08	13,123.44	0	1,347.93	1,243.00	13,228.37	92%	13,228.37	0	1,680.00	1,521.93	13,386.44	91%
HI001054	Hale Nana Kai O Kea	08	2,524.55	0	8,875.84	8,379.92	3,020.47	94%	3,020.47	0	9,059.00	10,120.77	1,958.70	112%
204	Kawailuehua-State	08	14,925.57	0	4,233.43	3,898.00	15,461.00	87%	15,461.00	0	5,267.60	4,903.43	15,825.17	93%
			106,477.18				111,380.54		111,380.54				113,322.37	
HI001016	David Malo Circle	09	63,569.50	0	2,929.00	3,845.00	62,653.50	131%	62,653.50	0	5,717.00	4,544.96	63,825.54	79%
HI001017	Kahekil Terrace	09	472,969.19	0	28,000.37	15,597.00	485,372.56	56%	482,914.56	706.15	25,518.90	18,703.85	489,729.61	71%
HI001044	Pilani Homes	09	16,245.07	0	9,005.79	9,540.85	15,710.01	106%	15,710.01	0	8,953.00	8,088.94	16,574.07	90%
HI001092	Makani Kai Hale	09	93,440.70	0	6,952.00	6,094.00	94,298.70	88%	94,298.70	46.50	4,927.20	3,280.50	95,945.40	66%
HI001097	Makani Kai Hale II	09	90,807.58	0	12,510.25	9,544.00	93,773.81	76%	93,773.81	0	11,496.29	11,017.00	94,253.10	96%
HI001088	Kahale Mua	09	64,537.14	0	2,003.68	793.00	65,747.82	40%	65,747.82	0	2,972.63	1,334.00	67,386.45	45%
205	Kahale Mua-State	09	51,205.43	0	4,152.43	4,045.97	51,311.89	97%	51,311.89	0	3,184.53	1,712.00	52,784.42	54%
			852,774.59				868,868.29		866,410.29				880,498.59	
HI001007	Kuhio Homes	40	93,970.72	0	48,068.96	41,109.30	100,930.38	86%	99,374.38	0	39,528.13	43,867.18	95,035.33	111%
HI001010	Kuhio Park Terrace	40	602,450.39	1,451.07	163,411.74	138,183.50	627,678.63	84%	624,241.63	0	131,415.64	142,168.75	613,488.52	108%
			696,421.11				728,609.01		723,616.01				708,523.85	
HI001020	Eleele Homes	41	30,887.01	0	8,390.00	6,706.53	32,570.48	80%	32,229.48	0	9,244.43	7,467.85	34,006.06	81%
HI001023	Home Nani	41	960.62	0	2,444.00	2,370.00	1,034.62	97%	1,034.62	0	2,137.00	2,368.00	803.62	111%
HI001055	Hale Hoonanea	41	21,189.30	0	8,562.09	7,342.57	22,408.82	86%	22,408.82	0	6,425.00	7,849.00	20,984.82	122%
HI001064	Kekaha Ha'aheo	41	34,454.01	0	8,462.34	7,212.56	35,703.79	85%	35,703.79	0	9,185.87	7,070.30	37,819.36	77%
HI001086	Kawailuehua-Federal	41	40,049.05	0	4,436.20	2,020.09	42,465.16	46%	42,465.16	0	3,979.44	1,549.72	44,894.88	39%
			127,539.99				134,182.87		133,841.87				138,508.74	
401	Hale Po'ai	42	14,660.07	0	53,203.00	52,844.20	15,018.87	99%	15,018.87	0	53,864.00	53,457.00	15,425.87	99%
404	Halia Hale	42	3,571.54	0	10,577.00	10,665.00	3,483.54	101%	3,483.54	0	10,234.00	10,587.00	3,130.54	103%
			18,231.61				18,502.41		18,502.41				18,556.41	
HI001032	Kaimalino	43	23,128.95	0	11,552.45	10,219.55	24,461.85	88%	23,809.85	0	10,387.97	10,467.04	23,730.78	101%
HI001053	Hale Hookipa	43	(238.49)	0	5,029.00	4,631.00	159.51	92%	159.51	0	5,054.30	4,913.00	300.81	97%
HI001061	Ka Hale Kahaluu	43	37,660.28	0	4,475.44	2,473.25	39,662.47	55%	39,662.47	0	4,600.00	4,024.00	40,238.47	87%
HI001063	Nani Olu	43	(883.87)	0	2,466.09	2,537.10	(954.88)	103%	(954.88)	0	2,561.00	2,356.00	(749.88)	92%
HI001070	Kealakehe	43	66,236.21	0	14,136.00	10,518.05	69,854.16	74%	69,854.16	0	14,836.00	13,582.00	71,108.16	92%
			125,903.08				133,183.11		132,531.11				134,628.34	
HI001033	Maui I	44	11,077.76	0	4,233.00	3,776.00	11,534.76	89%	11,534.76	0	1,			

HPHA
LIPH - FEDERAL AND STATE
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD 07/01/08 TO 09/30/07

Project	Area	For the Month of September 06						For the Month of October 06						
		Aug 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	Sept 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	
H1001026	Puuwai Momi	01	128,958.67	0	86,286.49	84,484.61	130,760.55	98%	129,388.55	847.85	93,966.95	82,162.70	141,192.80	87%
H1001027	Hale Lailima	01	3,908.20	0	9,597.00	7,301.20	6,204.00	76%	6,204.00	158.21	11,979.84	8,214.44	9,969.40	68%
H1001038	Waipahu I	01	1,231.92	0	4,899.88	4,803.77	1,328.03	98%	1,328.03	0	5,098.83	4,365.00	2,061.86	86%
H1001039	Waipahu II	01	12,227.95	0	6,932.90	7,896.93	11,263.92	114%	11,263.92	0	8,197.00	6,220.92	13,240.00	76%
H1001066	Salt Lake	01	605.98	0	4,002.16	5,306.00	(697.86)	133%	(697.86)	0	4,895.00	5,539.64	(1,342.50)	113%
			146,932.72				148,858.64		147,486.64				165,121.56	
H1001005	Kalihi Valley Homes	02	552,517.30	0	89,705.41	74,037.70	568,185.01	83%	566,496.01	0	91,398.67	73,243.81	584,650.87	80%
201	Hauiki Homes	02	197,863.28	0	16,498.30	13,155.00	201,206.58	80%	203,954.05	0	16,615.17	12,093.85	208,475.37	73%
202	Puahala Homes (I-IV)	02	314,995.52	0	33,784.74	38,558.66	310,221.60	114%	313,379.94	0	33,647.84	34,663.05	312,364.73	103%
			1,065,376.10				1,079,613.19		1,083,830.00				1,105,490.97	
H1001003	Mayor Wright Homes	03	165,009.80	0	122,114.19	109,206.29	177,917.70	89%	176,219.29	0	115,841.28	106,142.83	185,917.74	92%
H1001009	Kaahumanu Homes	03	50,170.60	0	48,206.86	44,125.90	54,251.56	92%	53,650.56	0	53,217.76	44,407.53	62,460.79	83%
H1001099	Kamehameha Homes	03	28,869.46	0	50,154.86	48,223.92	30,800.40	96%	30,452.40	0	49,197.42	47,137.79	32,512.03	96%
			244,049.86				262,969.66		260,322.25				280,890.56	
H1001012	Makua Aili	04	(970.35)	0	42,448.76	41,806.93	(328.52)	98%	(328.52)	0	43,013.81	43,138.76	(453.47)	100%
H1001036	Paoakalani	04	683.68	0	27,241.39	27,312.06	613.01	100%	613.01	0	28,087.30	28,345.94	354.37	101%
H1001062	Kalakaua Homes	04	7,810.73	132.34	47,842.76	49,956.68	5,696.81	104%	5,696.81	0	51,254.01	49,974.34	6,976.48	98%
			7,524.06				5,981.30		5,981.30				6,877.38	
H1001011	Punchbowl Homes	05	14,785.07	0	38,505.01	37,453.80	15,836.28	97%	15,836.28	0	38,273.75	38,259.92	15,850.11	100%
H1001024	Kalanihula	05	(2,184.79)	0	29,473.15	29,316.93	(2,028.57)	99%	(2,028.57)	0	29,984.95	30,178.15	(2,221.77)	101%
H1001046	Makamae	05	10,627.69	0	18,165.99	18,488.59	10,305.09	102%	10,305.09	0	18,208.89	17,243.50	11,270.48	95%
H1001047	Pumehana	05	6,259.86	0	27,600.70	26,418.31	7,442.25	96%	6,934.25	0	27,060.07	26,525.19	7,469.13	98%
H1001073	Spencer House	05	2,050.04	0	7,135.00	6,718.00	2,467.04	94%	2,467.04	0	7,135.00	7,438.00	2,164.04	104%
203	Palolo Homes	05	156,501.41	0			156,501.41	#DIV/0!	156,501.41	0			156,501.41	#DIV/0!
			188,039.28				190,523.50		190,015.50				191,033.40	
H1001004	Lanakila Homes I	07	36,707.36	0	5,444.64	5,607.92	36,544.08	103%	36,544.08	0	6,315.58	4,381.47	38,478.19	69%
H1001013	Lanakila Homes II	07	41,895.11	0	5,384.69	6,514.89	40,764.91	121%	40,764.91	0	7,948.61	6,272.94	42,440.58	79%
H1001014	Lanakila Homes III	07	61,351.62	0			61,351.62	#DIV/0!	61,351.62	0			61,351.62	#DIV/0!
H1001104	Lanakila Homes IV	07	4,053.76	0	9,074.96	7,290.88	5,837.84	80%	5,837.84	0	7,684.64	9,340.88	4,181.60	122%
H1001028	Punahale Homes	07	10,000.43	0	4,639.29	3,698.70	10,941.02	80%	10,921.02	0	3,244.37	3,159.96	11,005.43	97%
H1001029	Pomaikai Homes	07	1,715.00	0	3,290.40	3,097.00	1,908.40	94%	1,908.40	0	4,294.00	3,454.40	2,748.00	80%
H1001045	Pahala	07	5,555.85	0	4,276.14	4,107.00	5,724.99	96%	5,724.99	0	3,928.00	4,300.00	5,352.99	109%
H1001051	Hale Aloha O Puna	07	1,528.42	0	5,451.99	5,874.99	1,105.42	108%	1,105.42	0	5,793.99	5,720.99	1,178.42	99%
H1001052	Hale Olaloa	07	(85.42)	0	10,305.60	10,166.58	53.60	99%	53.60	0	10,037.85	9,999.00	92.45	100%
206	Lokahi	07	49,833.71	0	4,016.92	5,063.37	48,787.26	126%	49,587.78	0	4,011.00	3,673.92	49,924.86	92%
			212,555.84				213,019.14		213,799.66				216,754.14	
H1001018	Kapaa	08	20,045.32	0	13,169.85	13,356.01	19,859.16	101%	19,859.16	268.94	14,269.74	13,663.83	20,465.07	94%
H1001019	Hale Hooulu	08	109.65	0	2,542.00	2,556.93	94.72	101%	94.72	591.15	2,577.00	2,577.00	94.72	81%
H1001021	Hui O Hanamaulu	08	61,527.72	297.05	18,722.67	14,886.55	65,363.84	78%	65,363.84	154.15	19,451.64	16,372.00	68,443.48	84%
H1001022	Kalahoe	08	13,392.37	20.00	1,660.00	1,547.00	13,505.37	92%	13,505.37	0	1,680.00	1,247.00	13,938.37	74%
H1001054	Hale Nana Kai O Kea	08	1,968.54	0	9,264.62	9,088.00	2,145.16	98%	2,145.16	0	9,411.00	9,269.62	2,266.54	98%
204	Kawalehewa-State	08	16,020.17	0	4,875.67	5,715.50	15,180.34	117%	16,337.34	0	4,686.24	5,097.48	15,926.10	109%
			113,063.77				116,148.59		117,305.59				121,154.28	
H1001016	David Malo Circle	09	63,825.54	0	6,001.00	5,345.00	64,481.54	89%	64,481.54	0	7,292.00	5,800.00	65,973.54	80%
H1001017	Kaheki Terrace	09	486,905.29	304.61	25,288.47	12,457.27	499,736.49	49%	499,308.49	0	27,968.06	14,865.00	512,411.55	53%
H1001044	Piilani Homes	09	16,579.01	0	10,829.66	8,295.00	19,109.67	77%	19,109.67	0	9,255.70	8,452.00	19,913.37	91%
H1001092	Makani Kai Hale	09	95,354.40	36.00	6,661.16	4,906.00	97,109.56	73%	97,109.56	36.00	7,564.00	2,934.00	101,739.56	39%
H1001097	Makani Kai Hale II	09	92,996.10	0	12,880.52	11,108.92	94,767.70	86%	94,767.70	0	14,113.71	11,941.00	96,940.41	85%
H1001088	Kahale Mua	09	67,111.33	0	1,905.13	1,214.00	67,802.46	64%	67,802.46	0	2,306.61	948.00	69,161.07	41%
205	Kahale Mua-State	09	52,594.42	0	3,782.53	2,598.61	53,778.34	69%	54,422.81	0	3,717.00	3,102.00	55,037.81	83%
			875,362.09				896,785.76		897,002.23				921,177.31	
H1001007	Kuhio Homes	40	94,614.04	0	49,653.52	42,248.73	102,018.83	85%	102,018.83	88.33	46,268.76	47,938.98	100,348.61	103%
H1001010	Kuhio Park Terrace	40	612,896.75	0	170,345.16	155,730.65	627,511.26	91%	625,648.26	0	164,035.32	156,957.58	632,726.00	96%
			707,510.79				729,530.09		727,667.09				733,074.61	
H1001020	Eleele Homes	41	33,779.06	0	8,662.00	6,216.73	36,224.33	72%	36,224.33	0	8,662.00	8,056.16	36,830.17	93%
H1001023	Home Nani	41	803.62	0	2,424.00	2,500.00	727.62	103%	727.62	0	2,431.00	2,355.00	803.62	97%
H1001055	Hale Hoonanea	41	20,984.82	0	8,239.00	6,730.52	22,493.30	82%	22,493.30	0	8,305.00	8,057.00	22,741.30	97%
H1001064	Kekaha Ha'alea	41	37,642.36	0	11,876.00	6,741.27	42,577.09	58%	42,577.09	0	10,535.00	7,594.72	45,517.37	72%
H1001086	Kawalehewa-Federal	41	44,694.88	0	3,721.00	2,250.00	46,165.88	60%	46,153.88	0	3,954.47	2,416.97	47,691.38	61%
			137,904.74				148,188.22		148,176.22				153,583.84	
401	Hale Po'ai	42	14,986.87	0	52,836.00	52,717.00	15,105.87	100%	14,807.87	0	52,817.00	52,354.00	15,270.87	99%
404	Halia Hale	42	3,130.54	0	10,456.00	10,646.00	2,940.54	102%	3,765.54	0	10,597.00	10,758.00	3,604.54	102%
			18,117.41				18,046.41		18,573.41				18,875.41	
H1001032	Kaimalino	43	23,484.46	0	11,681.99	10,753.00	24,413.45	92%	24,413.45	0	11,644.00	10,529.00	25,528.45	90%
H1001053	Hale Hookipa	43	15.81	0	5,036.00	5,219.00	(167.19)	104%	(167.19)	0	5,158.00	4,631.30	359.51	90%
H1001061	Ka Hale Kahaluu	43	40,240.46	0	3,077.99	2,281.00	41,037.45	74%	41,037.45	0	3,467.00	9,892.47	34,611.98	285%
H1001063	Nani Olu	43	(747.89)	0	2,694.00	2,598.98	(652.87)	96%	(652.87)	0	2,644.00	2,825.00	(833.87)	107%
H1001070	Kealakehe	43	71,108.16	0	13,514.99	11,013.00	73,610.15	81%	73,610.15	0	14,549.00	9,600.50	78,558.65	66%
			134,101.00				138,240.99		138,240.99				138,224.72	
H1001033	Maali I	44	9,579.48	0	5,287.00	2,927.00	11,939.48	55%	11,					

HPHA
LIPH - FEDERAL AND STATE
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FOR THE PERIOD 07/01/06 TO 09/30/07

Project	Area	For the Month of November 06						For the Month of December 06						
		October 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	November 06 Rerun Balance	Write Off Adj	Charges	Receipts	Balance	Collected ratio	
H1001026	Puuwai Momi	01	139,901.80	0	96,774.89	80,303.61	156,373.08	83%	154,439.73	0	92,108.39	84,673.08	161,875.04	92%
H1001027	Hale Laulima	01	9,126.40	56,440.00	66,484.82	9,861.67	65,749.55	98%	65,434.83	0	6,786.02	7,420.84	64,800.01	109%
H1001038	Waipahu I	01	2,061.86	0	5,096.00	4,721.85	2,436.01	93%	2,436.01	0	5,169.95	5,698.00	1,907.96	110%
H1001039	Waipahu II	01	13,240.00	0	6,902.70	5,117.00	15,025.70	74%	15,025.70	0	6,967.00	4,757.85	17,234.85	68%
H1001066	Salt Lake	01	(1,342.50)	0	5,250.00	4,684.52	(777.02)	89%	(777.02)	0	4,970.20	4,703.00	(509.82)	95%
			162,987.56				238,807.32		236,559.25				245,308.04	
H1001005	Kalihi Valley Homes	02	583,810.87	0	83,945.62	73,557.79	593,998.70	88%	589,128.01	0	89,783.28	70,892.79	608,018.50	79%
201	Hauiki Homes	02	204,627.90	0	10,295.85	13,212.77	201,710.98	128%	201,310.98	0	15,446.30	10,708.59	206,048.69	69%
202	Puahala Homes (I-IV)	02	308,451.39	0	33,398.87	30,433.58	311,416.68	91%	311,416.68	0	34,964.26	31,384.22	314,996.72	90%
			1,096,890.16				1,107,126.36		1,101,855.67				1,129,063.91	
H1001003	Mayor Wright Homes	03	185,917.74	0	118,578.07	105,271.64	199,224.17	89%	198,314.17	0	119,558.25	108,918.08	208,954.34	91%
H1001009	Kaahumanu Homes	03	62,460.79	0	47,798.57	45,111.66	65,147.70	94%	64,812.70	0	47,541.53	43,246.87	69,107.36	91%
H1001099	Kamehameha Homes	03	32,512.03	0	48,536.74	47,036.67	34,012.10	97%	33,890.10	0	59,378.41	51,088.21	42,180.30	86%
			280,890.56				298,383.97		297,016.97				320,242.00	
H1001012	Makua Alii	04	(453.47)	0	42,994.87	43,139.35	(597.95)	100%	(796.95)	0	42,984.12	42,926.15	(738.98)	100%
H1001036	Paoakalani	04	354.37	0	27,772.05	27,367.85	758.57	99%	758.57	0	28,498.26	27,738.00	1,518.83	97%
H1001062	Kalakaua Homes	04	6,863.48	0	51,799.13	51,032.90	7,629.71	99%	7,629.71	0	51,795.18	52,102.34	7,322.55	101%
			6,764.38				7,790.33		7,591.33				8,102.40	
H1001011	Punchbowl Homes	05	15,850.11	0	38,113.49	36,822.93	17,140.67	97%	16,969.67	0	37,937.96	37,814.99	17,092.64	100%
H1001024	Kalanihua	05	(2,221.77)	0	29,885.58	29,580.13	(1,916.32)	99%	(1,916.32)	0	30,073.33	29,071.47	(914.46)	97%
H1001046	Makamae	05	11,270.48	0	18,560.79	17,203.63	12,627.64	93%	12,625.64	0	18,422.00	18,170.13	12,877.51	99%
H1001047	Pumehana	05	7,469.13	0	27,079.86	25,453.86	9,095.13	94%	9,095.13	0	26,881.20	25,157.53	10,818.80	94%
H1001073	Spencer House	05	2,164.04	0	7,276.32	7,835.00	1,605.36	108%	1,605.36	0	7,237.00	7,364.32	1,478.04	102%
203	Palolo Homes	05	156,501.41	0			156,501.41	#DIV/0!	156,501.41	0		150.00	156,351.41	#DIV/0!
			191,033.40				195,053.89		194,880.89				197,703.94	
H1001004	Lanakila Homes I	07	38,478.19	0	4,674.45	3,166.00	39,986.64	68%	39,584.64	0	6,381.16	4,688.07	41,277.73	73%
H1001013	Lanakila Homes II	07	42,440.58	0	7,694.80	6,888.13	43,247.25	90%	43,247.25	0	9,517.84	7,856.54	44,908.55	83%
H1001014	Lanakila Homes III	07	61,351.62	0			61,351.62	#DIV/0!	61,351.62	0			61,351.62	#DIV/0!
H1001104	Lanakila Homes IV	07	4,181.60	0	9,884.92	8,607.00	5,459.52	87%	5,459.52	0	10,028.25	8,097.84	7,389.93	81%
H1001028	Punahale Homes	07	10,905.43	0	3,835.00	2,220.00	12,520.43	58%	12,304.43	0	3,769.66	2,779.00	13,295.09	74%
H1001029	Pomaiwai Homes	07	2,748.00	0	3,399.00	3,179.00	2,968.00	94%	2,968.00	0	4,550.06	4,018.00	2,752.06	88%
H1001045	Pahala	07	5,352.99	0	4,327.00	4,450.00	5,229.99	103%	5,229.99	0	4,356.00	4,132.00	5,453.99	95%
H1001051	Hale Aloha O Puna	07	1,178.42	0	5,436.00	5,369.00	1,245.42	99%	1,245.42	0	5,089.00	4,549.00	1,785.42	89%
H1001052	Hale Oloalo	07	92.45	0	10,106.90	10,265.92	(66.57)	102%	(66.57)	0	11,379.88	10,626.43	686.88	93%
206	Lokahi	07	49,124.34	0	4,011.00	2,205.00	50,930.34	55%	50,930.34	4455	(95.00)	4,148.00	46,687.34	95%
			215,853.62				222,872.64		221,506.64				225,588.61	
H1001018	Kapaa	08	20,465.07	0	13,947.69	12,698.57	21,714.19	91%	21,590.86	0	12,830.16	12,253.74	22,167.28	96%
H1001019	Hale Hoolulu	08	94.72	0	2,764.00	2,764.00	94.72	100%	94.72	0	2,789.77	2,764.00	120.49	99%
H1001021	Hui O Hanamaulu	08	68,277.48	0	18,195.52	18,177.14	68,295.86	100%	68,295.86	0	20,304.89	20,061.84	68,538.91	99%
H1001022	Kalaheo	08	13,938.37	0	1,941.00	1,298.00	14,581.37	67%	14,367.37	0	1,690.77	890.00	15,168.14	53%
H1001054	Hale Nana Kai O Kea	08	2,286.54	0	9,682.51	9,490.00	2,479.05	98%	2,479.05	0	9,375.93	8,560.94	3,294.04	91%
204	Kawalehewa-State	08	14,769.10	0	5,487.00	5,473.44	14,782.66	100%	14,782.66	0	5,285.26	5,246.27	14,821.85	99%
			119,831.28				121,947.85		121,610.52				124,110.51	
H1001016	David Malo Circle	09	65,973.54	0	8,430.38	6,007.00	68,396.92	71%	68,396.92	0	5,473.27	8,112.94	65,757.25	148%
H1001017	Kaheki Terrace	09	512,411.55	0	27,810.66	10,951.51	529,270.70	39%	528,780.70	0	25,685.24	15,766.00	538,699.94	61%
H1001044	Piliwai Homes	09	19,913.37	0	9,281.94	9,491.00	19,704.31	102%	19,706.31	0	9,319.00	10,048.64	18,976.67	108%
H1001092	Makani Kai Hale	09	101,739.56	0	7,587.00	2,629.00	106,697.56	35%	106,697.56	0	6,487.00	5,953.00	107,231.56	92%
H1001097	Makani Kai Hale II	09	96,140.41	0	12,406.00	8,496.81	100,049.60	68%	98,711.60	0	16,133.12	12,399.69	102,445.03	77%
H1001088	Kahale Mua	09	69,161.07	0	2,457.00	1,915.00	69,703.07	78%	69,703.07	0	2,401.88	987.88	71,117.07	41%
205	Kahale Mua-State	09	54,393.34	0	2,940.58	5,143.80	52,190.12	175%	52,190.12	0	3,454.96	2,544.81	53,100.27	74%
			919,732.84				946,012.28		944,186.28				957,327.79	
H1001007	Kuhio Homes	40	99,596.61	0	49,147.62	45,667.47	103,076.76	93%	101,769.76	0	46,047.89	51,483.90	96,333.75	112%
H1001010	Kuhio Park Terrace	40	629,071.00	0	174,719.47	154,589.97	649,200.50	88%	643,439.87	0	178,973.52	157,942.40	664,470.99	88%
			728,667.61				752,277.26		745,209.63				760,804.74	
H1001020	Eleele Homes	41	36,830.17	0	9,884.74	6,153.74	40,561.17	62%	40,300.17	0	9,031.00	6,892.48	42,438.69	76%
H1001023	Home Nani	41	803.62	0	2,468.10	2,165.00	1,106.72	88%	1,106.72	0	2,432.21	2,043.06	1,495.87	84%
H1001055	Hale Hoonanea	41	22,741.30	0	8,469.30	7,435.00	23,775.60	88%	23,639.60	0	8,442.09	7,759.26	24,322.43	92%
H1001064	Kekaha Ha'alea	41	45,517.37	0	11,706.47	8,682.72	48,541.12	74%	48,541.12	0	9,514.38	8,333.01	49,722.49	88%
H1001086	Kawalehewa-Federal	41	47,691.38	0	4,468.09	2,322.00	49,837.47	52%	49,837.47	0	4,414.47	1,887.00	52,364.94	43%
			153,583.84				163,822.08		163,425.08				170,344.42	
401	Hale Po'ai	42	15,099.87	0	53,137.00	52,261.00	15,975.87	98%	15,468.87	0	52,396.00	52,436.00	15,428.87	100%
404	Halia Hale	42	2,779.54	0	11,171.00	10,833.00	3,117.54	97%	3,117.54	0	11,020.00	10,618.00	3,519.54	96%
			17,879.41				19,093.41		18,586.41				18,948.41	
H1001032	Kaimalino	43	25,136.46	0	13,444.20	12,113.00	26,467.66	90%	26,467.66	0	13,791.00	13,580.41	26,678.25	98%
H1001053	Hale Hookipa	43	359.51	0	5,180.50	4,875.00	665.01	94%	488.01	0	5,514.25	4,731.00	1,271.26	86%
H1001061	Ka Hale Kahaluu	43	34,611.98	1277.97	(295.97)	802.00	33,514.01	82%	33,214.01	2316.99			31,724.02	0%
H1001063	Nani Olu	43	(833.87)	0	2,566.75	2,338.01	(605.13)	91%	(605.13)	0	1,974.00	2,155.75	(786.88)	109%
H1001070	Kealakehe	43	77,826.65	0	11,101.97	12,135.35	76,793.27	109%	76,451.27	0	13,347.70	9,953.07	79,845.90	75%
			137,100.73				136,834.82		136,015.82				138,732.55	
H1001033	Maui I	44	12,716.48	0	3,300.53	3,890.00	12,127.01	118%	12,127.01	0	4,149.38	3,925.0		

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FOR THE PERIOD 07/01/06 TO 08/30/07

Project	Area	For the Month of January 07							For the Month of February 07						
		December 06 Rerun Balance	Write Off Ad	Charges	Receipts	Balance	Collected ratio	January 07 Rerun Balance	Write Off Ad	Charges	Receipts	Balance	Collected ratio		
HI001026	Puuwai Momi	01	161,875.04	0	93,272.21	93,413.31	161,733.94	100%	160,415.38	4,280.00	93,680.42	101,323.19	152,752.61	103%	
HI001027	Hale Laulima	01	64,800.01	0	9,492.47	12,087.24	62,205.24	127%	62,205.24	0	10,807.01	10,155.00	62,857.25	94%	
HI001038	Waipahu I	01	1,876.03	0	5,796.54	4,528.70	3,143.87	78%	3,143.87	0	4,782.85	4,711.74	3,214.98	99%	
HI001039	Waipahu II	01	17,234.85	0	7,313.33	9,306.00	15,242.18	127%	15,242.18	0	5,352.85	10,514.33	10,080.70	196%	
HI001066	Salt Lake	01	(509.82)	0	5,298.46	5,469.20	(680.56)	103%	(680.56)	0	5,799.50	5,323.14	(204.20)	92%	
			245,276.11				241,644.67		240,326.11				228,701.34		
HI001005	Kalihi Valley Homes	02	601,945.50	0	90,767.27	89,162.38	603,550.39	98%	603,550.39	11,315.85	83,677.38	95,030.24	592,197.53	100%	
201	Hauiki Homes	02	206,048.69	0	15,418.50	11,102.80	210,364.39	72%	210,184.40	0	13,561.00	11,021.20	212,714.20	81%	
202	Puuhala Homes (I-IV)	02	314,663.22	0	33,863.51	33,865.11	314,661.62	100%	314,661.62	0	31,693.08	33,170.38	313,184.32	105%	
			1,122,657.41				1,128,576.40		1,128,396.41				1,118,096.05		
HI001003	Mayor Wright Homes	03	208,504.34	0	123,784.96	114,778.75	217,510.55	93%	217,510.55	4,796.00	113,492.48	111,925.38	219,077.65	95%	
HI001009	Kaahumanu Homes	03	69,107.36	0	50,468.36	46,731.75	72,843.97	93%	72,718.97	1,017.85	48,008.32	50,753.97	69,973.32	104%	
HI001099	Kamehameha Homes	03	42,180.30	0	52,396.31	53,227.17	41,349.44	102%	41,349.44	0	53,211.21	55,254.28	39,306.37	104%	
			319,792.00				331,703.96		331,578.96				328,357.34		
HI001012	Makua Alii	04	(738.98)	0	43,413.11	42,522.68	151.45	98%	151.45	0	42,916.23	42,724.58	343.10	100%	
HI001036	Paoakalani	04	1,518.83	0	28,069.86	28,160.76	1,427.93	100%	1,427.93	0	28,803.77	28,570.71	1,660.99	99%	
HI001062	Kalaikaua Homes	04	7,322.55	0	52,263.81	52,098.45	7,487.91	100%	7,234.91	0	54,141.83	51,408.25	9,968.49	95%	
			8,102.40				9,067.29		8,814.29				11,972.58		
HI001011	Punchbowl Homes	05	16,470.64	0	37,767.60	35,818.67	18,419.57	95%	18,419.57	0	38,900.63	39,803.57	17,516.63	102%	
HI001024	Kalanihulia	05	(914.46)	0	29,496.97	29,471.57	(889.06)	100%	(889.06)	0	29,505.75	28,728.37	(111.68)	97%	
HI001046	Makamae	05	12,877.51	0	18,496.60	18,041.75	13,332.36	98%	13,332.36	0	18,553.78	20,437.97	11,448.17	110%	
HI001047	Pumehana	05	10,759.66	0	26,340.58	26,089.81	11,010.43	99%	10,961.43	0	28,251.05	26,817.89	12,394.59	95%	
HI001073	Spencer House	05	1,478.04	0	6,962.00	6,465.00	1,975.04	93%	1,975.04	0	4,471.36	5,328.00	1,118.40	119%	
203	Palolo Homes	05	156,351.41	0	-	150.00	156,201.41	#DIV/0!	156,201.41	0	-	150.00	156,051.41	#DIV/0!	
			197,022.80				200,049.75		200,000.75				198,417.52		
HI001004	Lanakila Homes I	07	41,773.73	0	7,365.32	8,063.00	41,076.05	109%	41,076.05	0	7,282.26	8,430.95	39,927.36	116%	
HI001013	Lanakila Homes II	07	44,412.55	0	4,880.01	5,395.99	43,896.57	111%	43,896.57	1,715.39	4,167.03	3,673.16	44,390.44	62%	
HI001014	Lanakila Homes III	07	61,351.62	0			61,351.62	#DIV/0!	61,351.62	0			61,351.62	#DIV/0!	
HI001104	Lanakila Homes IV	07	7,389.93	0	9,194.10	7,989.00	8,595.03	87%	8,595.03	0	11,781.17	11,610.10	8,766.10	99%	
HI001028	Punahale Homes	07	13,295.09	0	3,117.92	2,705.00	13,708.01	87%	13,708.01	0	2,813.86	2,557.00	13,964.87	91%	
HI001029	Pomaikai Homes	07	2,752.06	0	4,614.00	3,616.00	3,750.06	78%	3,002.06	760.00	3,695.92	4,133.00	2,564.98	93%	
HI001045	Pahala	07	5,453.99	0	4,158.00	3,668.00	5,943.99	88%	5,943.99	0	4,258.00	4,948.00	5,253.99	116%	
HI001051	Hale Aloha O Puna	07	1,785.42	0	5,089.00	5,424.00	1,450.42	107%	1,450.42	0	4,953.00	4,898.00	1,505.42	99%	
HI001052	Hale Olaloa	07	686.88	0	10,531.00	10,617.00	600.88	101%	600.88	0	11,547.22	11,381.00	767.10	99%	
206	Lokahi	07	46,687.34	10,285.00	(5,630.08)	3,007.33	38,049.93	65%	38,049.93	-	3,051.96	3,390.33	37,711.56	111%	
			225,588.61				218,422.56		217,674.56				216,203.44		
HI001018	Kapaa	08	21,807.78	0	14,920.62	11,799.08	24,929.32	79%	24,596.32	5,308.61	19,230.61	13,166.98	30,659.95	54%	
HI001019	Hale Hoolulu	08	120.49	0	2761.93	2519.77	362.65	91%	362.65	0	2659.93	2921.93	100.65	110%	
HI001021	Hui O Hanamaulu	08	68,538.91	0	19,029.75	18,527.95	69,040.71	97%	68,540.71	0	20,411.00	15,660.75	73,290.96	77%	
HI001022	Kalaheo	08	15,168.14	0	1,738.00	1,611.19	15,294.95	93%	15,294.95	0	1,980.20	1,703.00	15,572.15	86%	
HI001054	Hale Nana Kai O Kea	08	3,099.04	0	9,239.47	10,160.18	2,178.33	110%	2,178.33	0	9,321.00	9,088.06	2,411.27	98%	
204	Kawalehewa-State	08	14,778.65	0	7,644.06	5,716.54	16,706.17	75%	16,579.17	0	5,680.93	5,807.56	16,452.54	102%	
			123,513.01				128,512.13		127,552.13				138,487.52		
HI001016	David Malo Circle	09	65,307.25	0	7,213.66	6,100.00	66,420.91	85%	66,420.91	0	7,219.58	5,415.00	68,225.49	75%	
HI001017	Kahekill Terrace	09	538,185.94	4,783.00	23,029.06	29,342.68	531,872.32	106%	531,872.32	6,351.00	23,413.41	28,648.73	526,637.00	96%	
HI001044	Pilani Homes	09	18,976.67	0	10,091.49	7,979.00	20,989.16	79%	20,929.16	0	9,544.13	9,433.00	21,040.29	99%	
HI001092	Makani Kai Hale	09	107,231.56	4,675.00	2,849.00	3,901.00	106,179.56	52%	106,179.56	0	7,997.00	5,659.00	108,517.56	71%	
HI001097	Makani Kai Hale II	09	101,607.03	1,212.00	14,117.00	14,169.50	101,554.53	92%	101,554.53	0	14,100.66	10,739.00	104,916.19	76%	
HI001088	Kahale Mua	09	71,117.07	0	3,068.00	3,442.75	70,740.32	112%	70,740.32	17,351.00	(13,814.05)	2,207.00	54,719.27	62%	
205	Kahale Mua-State	09	53,100.27	0	4,212.00	2,940.92	54,371.35	70%	54,371.35	3,208.00	1,088.81	3,250.04	52,210.12	76%	
			955,525.79				952,228.15		952,068.15				936,265.92		
HI001007	Kuhio Homes	40	95,805.00	16,751.29	32,892.33	46,870.29	81,827.04	94%	81,793.71	3,058.00	46,644.14	52,814.96	75,622.89	106%	
HI001010	Kuhio Park Terrace	40	659,539.32	128,228.25	49,819.59	183,983.74	525,375.17	103%	522,538.01	17,947.94	179,355.37	185,824.90	516,068.48	94%	
			755,344.32				607,202.21		604,331.72				591,691.37		
HI001020	Eleele Homes	41	41,692.69	0	9,605.87	6,923.74	44,374.82	72%	44,374.82	1,190.00	8,362.65	8,915.46	43,822.01	93%	
HI001023	Home Nani	41	1,495.87	0	2,431.00	2,855.99	1,070.88	117%	1,070.88	0	2,431.00	2,355.00	1,146.88	97%	
HI001055	Hale Hoonanea	41	24,322.43	0	8,515.36	6,966.09	25,871.70	82%	25,871.70	0	8,546.00	7,584.74	26,832.96	89%	
HI001064	Kekaha Ha'aheo	41	49,722.49	1,836.00	8,247.19	9,992.66	47,977.02	99%	47,977.02	0	10,323.94	9,720.55	48,580.41	94%	
HI001086	Kawalehewa-Federal	41	52,364.94	0	4,773.00	3,878.45	53,259.49	81%	53,259.49	0	5,593.00	3,046.00	55,806.49	54%	
			169,598.42				172,553.91		172,553.91				176,188.75		
401	Hale Po'ai	42	14,763.87	0	53,906.00	53,705.00	14,964.87	100%	14,964.87	0	53,288.60	53,791.00	14,462.47	101%	
404	Halia Hale	42	3,519.54	0	10,314.00	11,387.00	2,446.54	110%	2,446.54	0	10,817.00	10,904.00	2,359.54	101%	
			18,283.41				17,411.41		17,411.41				16,822.01		
HI001032	Kaimalino	43	26,678.25	0	14,619.25	13,993.87	27,303.63	96%	27,303.63	0	14,886.95	15,199.13	26,991.45	102%	
HI001053	Hale Hookipa	43	1,271.26	0	5,348.00	5,568.50	1,050.76	104%	890.76	0	5,148.10	5,651.00	387.86	110%	
HI001061	Ka Hale Kahaluu	43	31,724.02	0	(3.00)		31,724.02	0%	31,721.02	0	176.00	-	31,897.02	0%	
HI001063	Nani Olu	43	(786.88)	0	2,002.00	2,185.00	(969.88)	109%	(969.88)	0	2,415.00	2,177.00	(731.88)	90%	
HI001070	Kealakehe	43	79,695.90	0	14,178.50	12,711.50	81,162.90	90%	81,162.90	4,325.00	10,655.00	17,955.75	73,862.15	120%	
			138,582.55				140,271.43		140,108.43						

HPHA
LIPH - FEDERAL AND STATE
ANALYSIS OF COLLECTION PERFORMANCES
FOR THE PERIOD 07/01/06 TO 06/30/07

Project	Area	Year to date (July 2006-June 2007)				
		Write Off Adj	Charges	Receipts	Collected Ratio	
HI001026	Puuwai Momi	01	6,423.10	731,228.58	693,299.42	94%
HI001027	Hale Laulima	01	56,598.21	133,458.70	73,201.11	95%
HI001038	Waipahu I	01	-	41,772.94	38,338.06	92%
HI001039	Waipahu II	01	-	56,219.82	55,939.88	100%
HI001066	Salt Lake	01	-	41,119.09	42,204.50	103%
			63,021.31	1,003,799.13	902,982.97	96%
HI001005	Kalihi Valley Homes	02	11,315.85	708,998.06	620,693.54	86%
201	Hauiki Homes	02	-	120,345.85	94,441.13	78%
202	Puahala Homes (I-IV)	02	-	271,269.01	265,389.04	98%
			11,315.85	1,100,612.92	980,523.71	89%
HI001003	Mayor Wright Homes	03	4,796.00	927,846.39	872,113.37	94%
HI001009	Kaahumanu Homes	03	1,017.85	384,298.47	359,018.21	93%
HI001099	Kamehameha Homes	03	-	410,930.79	394,536.84	96%
			5,813.85	1,723,075.65	1,625,668.22	94%
HI001012	Makua Alli	04	-	341,752.54	340,749.48	100%
HI001036	Paoakalani	04	-	222,998.71	222,059.04	100%
HI001062	Kalakaua Homes	04	132.34	411,245.82	410,856.97	100%
			132.34	975,997.07	973,665.49	100%
HI001011	Punchbowl Homes	05	-	304,676.85	300,430.53	99%
HI001024	Kalanihulia	05	-	237,147.24	236,715.59	100%
HI001046	Makamae	05	-	143,463.61	146,074.73	102%
HI001047	Pumehana	05	-	218,658.95	209,040.85	96%
HI001073	Spencer House	05	-	54,427.69	56,033.58	103%
203	Palolo Homes	05	-	-	750.00	#DIV/0!
				958,374.34	949,045.28	99%
HI001004	Lanakila Homes I	07	-	44,362.84	42,984.33	97%
HI001013	Lanakila Homes II	07	1,715.39	51,378.71	46,356.75	87%
HI001014	Lanakila Homes III	07	-	-	-	#DIV/0!
HI001104	Lanakila Homes IV	07	-	73,993.90	68,123.62	92%
HI001028	Punahale Homes	07	-	28,701.56	23,719.54	83%
HI001029	Pomaikai Homes	07	760.00	30,485.38	27,713.40	89%
HI001045	Pahala	07	-	33,119.14	34,574.00	104%
HI001051	Hale Aloha O Puna	07	-	42,131.90	42,623.49	101%
HI001052	Hale Olaloa	07	-	84,379.03	83,806.89	99%
206	Lokahi	07	14,740.00	17,060.72	28,126.04	88%
			17,215.39	405,613.18	398,028.06	94%
HI001018	Kapaa	08	5,577.55	116,356.50	101,301.56	83%
HI001019	Hale Hoolulu	08	591.15	21,177.28	21,171.35	97%
HI001021	Hui O Hanamau	08	451.20	154,404.25	139,365.98	90%
HI001022	Kalaheo	08	20.00	13,717.90	11,061.12	81%
HI001054	Hale Nana Kai O Kea	08	-	74,229.37	74,157.49	100%
204	Kawailehua-State	08	-	43,160.19	41,658.22	97%
			6,639.90	423,045.49	388,715.72	90%
HI001016	David Malo Circle	09	-	50,275.89	45,169.90	90%
HI001017	Kaheklili Terrace	09	12,144.76	206,714.17	146,332.04	67%
HI001044	Piilani Homes	09	-	76,280.71	71,328.43	94%
HI001092	Makani Kai Hale	09	4,793.50	51,024.36	35,356.50	63%
HI001097	Makani Kai Hale II	09	1,212.00	107,757.55	89,415.92	82%
HI001088	Kahale Mua	09	17,351.00	3,298.88	12,841.63	62%
205	Kahale Mua-State	09	3,208.00	26,532.84	25,338.15	85%
			38,709.26	521,884.40	425,782.57	76%
HI001007	Kuhio Homes	40	19,897.62	358,251.35	372,000.81	98%
HI001010	Kuhio Park Terrace	40	147,627.26	1,212,075.81	1,275,381.49	94%
			167,524.88	1,570,327.16	1,647,382.30	95%
HI001020	Eleele Homes	41	1,190.00	71,842.69	57,332.69	79%
HI001023	Home Nani	41	-	19,198.31	19,012.05	99%
HI001055	Hale Hoonanea	41	-	65,503.84	59,724.18	91%
HI001064	Kekaha Ha'aheo	41	1,836.00	79,651.19	65,347.79	80%
HI001086	Kawailehua-Federal	41	-	35,339.67	19,370.23	55%
			3,026.00	271,535.70	220,786.94	80%
401	Hale Po'ai	42	-	425,447.60	423,565.20	100%
404	Halia Hale	42	-	85,186.00	86,398.00	101%
				510,633.60	509,963.20	100%
HI001032	Kaimalino	43	-	102,007.81	96,855.00	95%
HI001053	Hale Hookipa	43	-	41,468.15	40,219.80	97%
HI001061	Ka Hale Kahaluu	43	3,594.96	15,497.46	19,472.72	102%
HI001063	Nani Olu	43	-	19,322.84	19,172.84	99%
HI001070	Kealakehe	43	4,325.00	106,319.16	97,469.22	88%
			7,919.96	284,615.42	273,189.58	93%
HI001033	Mailli I	44	-	31,575.69	32,571.53	103%
HI001035	Nanakuli Homes	44	-	96,583.39	78,416.79	81%
HI001042	Mailli II	44	-	60,910.45	44,849.18	74%
HI001057	Waimaha -Sunflower	44	5,235.76	136,486.83	112,426.82	86%
HI001091	Kau'iohalani	44	2,534.00	98,284.80	70,126.08	73%
HI001108	Mailli III	44	-	7,364.41	7,537.50	102%
			7,769.76	431,205.57	345,927.90	82%
HI001025	Waimanalo Homes	45	16,294.93	95,931.15	110,141.27	98%
HI001030	Koolau Village	45	-	191,491.74	177,526.81	93%
HI001069	Kaneohe Apartments	45	-	33,903.19	30,009.38	89%
HI001072	Hookipa Kahaluu	45	6,081.00	81,588.71	79,909.32	91%
HI001090	Kauhale O'hana	45	-	60,854.92	53,813.17	88%
HI001107	Waimanalo Homes	45	-	6,739.12	8,054.00	120%
			22,375.93	470,508.83	459,453.95	103%
HI001031	Hale Hauoii	46	-	62,809.00	62,906.00	100%
HI001071	Noelani I	46	-	19,013.14	11,703.00	62%
HI001078	Noelani II	46	1,848.00	12,928.03	13,344.40	90%
207	Ke Kumu Elua	46	-	32,204.11	24,720.00	77%
			1,848.00	126,954.28	112,673.40	87%
403	Kamalu/Ho'olulu	48	-	437,202.81	431,583.00	99%
				437,202.81	431,583.00	99%
HI001015	Wahiawa Terrace	49	-	123,216.00	110,561.55	90%
HI001050	Kupuna Home O'Waialue	49	-	47,270.00	47,311.00	100%
HI001056	Kauhale Nani	49	-	88,471.00	80,337.00	88%
402	La'ioia	49	-	221,861.00	213,729.96	96%
				460,818.00	431,939.51	94%
HI001008	Palolo Valley Homes	80	12,653.00	167,567.80	173,015.39	96%
				167,567.80	173,015.39	103%
208	Walaka	PMP	-	25,800.00	11,675.00	0%
209	Banyon Tree	PMP	-	-	-	-
				25,800.00	11,675.00	0%
TOTAL			353,312.43	11,869,571.35	11,262,002.19	98%

HAWAII PUBLIC HOUSING AUTHORITY (HPHA) VACANCIES
AS OF MARCH 5, 2007

Pos. No.	CS EX TA	Authorized Position Title	Auth BU	Auth Class Code	Auth Sal Rnge	STATUS
OFFICE OF THE EXECUTIVE DIRECTOR						
102005	EX	Executive Director	93	23.001	99	Executive Search Committee submitted names for review.
42095	CS	Clerk Typist II	03	1.036	SR08	Recommended 89-day appt. Position description being reviewed by DHS.
FISCAL MANAGEMENT OFFICE						
41041	CS	Admin Svcs Off I	35	17.009	EM05	Position Description being reviewed by DHS.
2798	CS	Accountant V	13	2.320	SR24	Open competitive recruitment scheduled for 3/18/07.
41252	CS	Accountant IV	23	2.320	SR24	Received eligible listing and will conduct interviews mid March.
5854	CS	Accountant III	13	2.318	SR22	Received eligible listing and will conduct interviews mid March.
46278	CS	Accountant III	13	2.318	SR22	Received eligible listing and will conduct interviews mid March.
111496	CS	Accountant III	13	2.316	SR20	Waiting for eligible listing from DHRD.
42107	CS	Accountant III	13	2.313	SR18	Waiting for eligible listing from DHRD.
92003B	T	Account Clerk II	3	1.337	SR08	No eligible listing; DHRD approved Temporary Appt. outside the listing (TAOL) for one year.
97902K	T	Account Clerk III	3	1.338	SR11	Currently requesting GOV approval to fill.
		Asset Mgmt Contract Spclt Clerk III	3	1.007	SR08	Position not established; cost savings.
BUDGET STAFF						
41267	CS	Prog Budget Analyst IV	73	2.924	SR22	Position description being reviewed by DHS ; HPHA received an applicant to transfer from another dept.
INFORMATION TECHNOLOGY OFFICE						
105642	EX	HPHA Systems Anal/program IV	13	22.002	99	Will conduct interviews 3/8/07.
105642	EX	HPHA Systems Anal/program IV	13	22.002	99	Will conduct interviews 3/8/07.
PERSONNEL OFFICE						
30111	CS	Pers Mgt Spclt IV	73	2.867	SR22	Received eligible listing and will conduct interviews mid March.
51784	CS	Clerk Typist II	03	1.036	SR08	No Action; cost savings.
PLANNING OFFICE						
102034	EX	Planner IV	13	22.002	SR22	Position description being reviewed by DHS; in recruitment through HPHA Website.
107934	EX	Special Assistant	13	22.002	99	Position description being reviewed by DHS; in recruitment through HPHA Website.
97903K	T	Clerk Typist II	3	1.036	SR08	Position Description is being reviewed by HPHA Personnel Office
PROCUREMENT OFFICE						
100882	EX	Contracts & Proc Ofcr	13	22.002	SRNA	Temporary Assigned HPHA staff; awaiting for HUD approval.
31664	CS	Proc & Supply Spclt III	13	2.611	SR20	No action; cost savings.
117691	EX	Contract Specialist	22			Position Description being reviewed by HPHA Personnel Office and Procurement Office.
96908	T	Clerk III	3	1.008	SR08	Position not established; cost savings.
CONSTRUCTION MANAGEMENT						
25649	CS	State Hsg Dev Admin	93	17.352	EM07	Waiting for eligible listing from DHRD.

EXHIBIT

HAWAII PUBLIC HOUSING AUTHORITY (HPHA) VACANCIES
AS OF MARCH 5, 2007

Pos. No.	CS EX TA	Authorized Position Title	Auth BU	Auth Class Code	Auth Sal Rnge	STATUS						
2800	CS	Secretary IV	63	1.151	SR18	Position Description being reviewed by Construction Mgt. Branch.						
102205	SH	Student Helper II	00	44.205	NA	No Action; cost savings.						
48707	CS	Clerk Typist II	03	1.036	SR08	Recommended 89-day appt to start 3/16/07.						
103024	EX	Contract Admin	13	22.002	99	Position Description being reviewed by DHS.						
100202	EX	Prop Mgt Coord Asst	03	23.718	99	Position Description is being reviewed by Construction Mgt. Branch.						
100886	EX	Hsg Dev Spclt I	13	22.002	99	Position Description is being reviewed by Construction Mgt. Branch.						
PROPERTY MANAGEMENT AND MAINTENANCE SERVICES BRANCH												
96904		Hsg Maintenance Manager			SR26	No Action.						
96905		Secretary II	3		SR14	No Action.						
32210	CS	Clerk Typist II	03	1.036	SR08	Applicant declined position; second choice pending start date.						
CENTRAL MAINTENANCE SERVICES												
5647	CS	Clerk IV	03	1.008	SR10	No action; cost savings.						
6728	CS	General Laborer III	01	9.015	WS03	Position description being reviewed by Supervisor; possibly redesigning to GL II.						
6787	CS	Truck Driver	1	10.745	BC07	Position description being reviewed by Supervisor.						
MANAGEMENT SECTION												
8751	CS	Public Hsg Spvr VI	23	3.716	SR26	Applicant recommended to hire; pending start date.						
MANAGEMENT UNIT 1												
105749	TA	Social Service Aide I	63	23.005	SR05	No action; cost savings.						
5951	CS	Carpenter I	1	10.010	BC09	Waiting for eligible listing from DHRD.						
6305	CS	Building Maintenance Worker I	1	10.240	BC09	Position Description being reviewed by DHS.						
42292	CS	Social Svc. Asst. IV	3	3.075	SR11	Position Description is being reviewed by HPHA Personnel. R101						
5643	CS	General Laborer I	1	29.008	BC02	Applicant recommended to hire; pending hire date.						
MANAGEMENT UNIT 2												
10372	CS	Public Hsg Supervisor V	23	3.714	SR24	Position description being reviewed by DHS.						
9203	CS	Account Clerk II	03	1.337	SR11	Position description being reviewed by DHS.						
5855	CS	Secretary I	3	1.039	SR10	Position description being reviewed by DHS.						
101137	TA	Janitor II	61	29.008	BC02	Pending hire date.						
2806	CS	Building Maint. Helper	1	10.235	BC05	Manager did not request to fill.						
5642	CS	Building Maint. Helper	1	10.235	BC05	Waiting for eligible listing.						
6642	CS	Truck Driver	1	10.740	BC06	Vacant 2/28/07; manager did not request to fill.						
MANAGEMENT UNIT 3												
6281	CS	Gen Const & Maint Spvr I	02	10.215	F1 10	Waiting for eligible listing.						
8641	CS	Bldg Maint Wkr I	01	10.240	BC09	Recommended to hire; pending hire date.						

HAWAII PUBLIC HOUSING AUTHORITY (HPHA) VACANCIES
AS OF MARCH 5, 2007

Pos. No.	CS EX TA	Authorized Position Title	Auth BU	Auth Class Code	Auth Sal Rnge	STATUS					
8834	CS	Bldg Maint Wkr I	01	10.240	BC09	Vacant 2/16/07; manager did not request to fill.					
101117	TA	General Laborer I	61	29.008	BC02	No action; cost savings.					
101118	TA	General Laborer I	61	29.008	BC02	No action; cost savings.					
101125	TA	Social Service Aide I	63	23.005	SR05	No action; cost savings.					
8760	CS	Painter I	1	10.090	BC09	Vacant 2/01/07; manager did not request to fill.					
		MANAGEMENT UNIT 4									
6693	CS	Public Hsg Spvr IV	23	3.712	SR22	Completed interviews no selection; will request eligible listing from DHS.					
8853	CS	General Laborer II	01	9.010	BC03	Recommended to hire; pending hire date.					
101127	TA	Social Service Aide I	63	23.005	SR05	No action.					
105744	TA	Social Service Aide I	61	29.008	BC02	No action.					
		MANAGEMENT UNIT 5									
9204	CS	Public Hsg. Supr IV	23	3.712	SR22	Manager did not request to fill.					
8752	CS	General Const. & Maint. Supvr I	2	10.215	F1 10	Waiting for eligible listing from DHS.					
41666	CS	Public Hsg Spclt I	13	3.708	SR18	Internal Vacancy Announcement 02/27/07-03/09/07					
41539	CS	Social Svc Asst IV	3	3.075	SR11	Position description being reviewed by DHS.					
41066	CS	General Laborer II	01	9.010	BC03	Manager did not request to fill.					
43948	CS	General Laborer II	01	9.010	BC03	Manager did not request to fill.					
12703	CS	General Laborer II	1	9.010	BC03	Manager did not request to fill.					
5861	CS	General Laborer I	1	29.008	BC02	Manager did not request to fill.					
		MANAGEMENT UNIT 7									
6931	CS	Bldg Maint. Supervisor I	2	10.250	F109	Manager did not request to fill.					
22432	CS	Bldg Maint. Helper	1	10.235	BC05	Position description being reviewed by DHS.					
101113	TA	General Laborer I	61	29.008	BC02	Pending selection to hire.					
		MANAGEMENT UNIT 9									
17665	CS	Public Hsg Spvr V	93	3.714	SR24	Will conduct interview mid March.					
101121	TA	General Laborer I	61	29.008	BC02	No action; cost savings.					
101122	TA	General Laborer I	61	29.008	BC02	No action; cost savings.					
46343	CS	Public Hsg Spclt II	13	3.708	SR18	Will conduct interview mid March.					
45873	CS	Social Svc Asst IV	03	3.075	SR11	89-day appt.; pending start date.					
		PROPERTY MANAGEMENT CONTRACT SECTION									
117929		Hsg Contract Specialist			SR22	Pending recommendation.					
96909		Clerk III	3		SR08	No action; cost savings.					
		RESIDENT SERVICES SECTION									
51818	CS	Clerk Typist II	03	1.036	SR08	No action; cost savings.					

HAWAII PUBLIC HOUSING AUTHORITY (HPHA) VACANCIES
AS OF MARCH 5, 2007

Pos. No.	CS EX TA	Authorized Position Title	Auth BU	Class Code	Auth Sal Rnge	STATUS					
103043	TA	Social Service Aide I	63	23.005	SR05	No action; cost savings.					
103044	TA	Social Service Aide I	63	23.005	SR05	No action; cost savings.					
103036	EX	Prog Spclt & Tnt Svc	13	23.002	99	No action; cost savings.					
111874	EX	Prog Spclt & Tnt Svc	13	23.002	99	No action; cost savings.					
		INSPECTION UNIT									
111494	EX	Housing Inspector	13	23.005	99	No action; cost savings.					
100572	EX	Housing Inspector	13	23.005	99	No action; cost savings.					
		RENT SUBSIDY SECTION 1									
29009	CS	Clerk Typist II	03	1.036	SR08	Waiting for eligible listing from DHRD.					
28655	CS	Clerk Typist II	03	1.036	SR08	Waiting for eligible listing from DHRD.					
28995	CS	Public Hsg Spclt II	13	3.708	SR18	No action; cost savings.					
		RENT SUBSIDY SECTION 2									
10306	CS	Clerk Typist II	03	1.036	SR08	Recommended to hire; pending hire date.					
28654	CS	Clerk Typist II	3	1.036	SR08	Waiting for eligible listing from DHRD.					
35416	CS	Public Hsg Spclt II	13	3.708	SR18	No action; cost savings.					
111467	CS	Public Hsg Spclt II	13	3.708	SR18	No action; cost savings.					
111468	CS	Public Hsg Spclt II	13	3.708	SR18	No action; cost savings.					

**DEPARTMENT OF HUMAN SERVICES
HAWAII PUBLIC HOUSING AUTHORITY (HPHA)
MANPOWER REPORT
As of March 5, 2007**

Branch	Section	Total			%			Active Recruitment	
		Civil Svc	Exempt	Total	Occupied	Vacant	Vacant	Yes	No
OED		5	2	7	5	2	28.57%	1	1
		5	2	7	5	2	28.57%	1	1
PEO		1	2	3	0	3	100.00%	2	1
		1	2	3	0	3	100.00%	2	1
CO		1	3	4	4	0	0.00%	0	0
		1	3	4	4	0	0.00%	0	0
HIO		0	2	2	2	0	0.00%	0	0
		0	2	2	2	0	0.00%	0	0
HRO		1	2	3	3	0	0.00%	0	0
		1	2	3	3	0	0.00%	0	0
FMO	FM Office	4	0	4	2	2	50.00%	0	2
	Acctg Sec	11	0	11	4	7	63.64%	7	0
	Pay & Disb	4	0	4	3	1	25.00%	0	1
	Budget	1	1	2	1	1	50.00%	1	0
	Asset Mgt	1	1	2	0	2	100.00%	0	2
		20	2	23	10	13	56.52%	8	5
ITO		1	5	6	4	2	33.33%	2	0
		1	5	6	4	2	33.33%	2	0
PERS		4	1	5	3	2	40.00%	1	1
		4	1	5	3	2	40.00%	1	1
PO		5	3	8	5	3	37.50%	0	3
		5	3	8	5	3	37.50%	0	3
DEV	Dev Branch	3	0	3	0	3	100.00%	2	1
	CMS	3	0	3	2	1	33.33%	1	0
	CMS I	2	7	9	7	2	22.22%	0	2
	CMS 2	4	3	7	7	0	0.00%	0	0
	DSS	1	2	3	2	1	33.33%	0	1
	13	12	25	18	7	28.00%	3	4	
HPB	Homeless	1	8	9	9	0	0.00%	0	0
		1	8	9	9	0	0.00%	0	0
SEC 8	Sec 8 Office	2	0	2	2	0	0.00%	0	0
	Insp Unit	1	8	9	7	2	22.22%	0	2
	Rent Sub Sec 1	15	0	15	12	3	20.00%	2	1
	Rent Sub Sec 2	13	0	13	10	4	30.77%	1	3
	31	8	39	31	9	23.08%	3	6	
PMMSB	PMMSB	3	2	5	3	2	40.00%	0	2
	MGT SEC	1	1	2	2	0	0.00%	0	0
	APP	7	0	7	7	0	0.00%	0	0
	RSS	3	8	11	9	2	18.18%	0	2
	PMCS	2	5	7	5	2	28.57%	1	1
	CMSS	24	0	24	22	3	12.50%	0	3
	OAHU 1	25	0	25	26	3	12.00%	2	1
	OAHU 2	28	0	28	29	6	21.43%	3	3
	OAHU 3	35	0	35	37	3	8.57%	1	2
	OAHU 4	25	0	25	24	1	4.00%	2	-1
	OAHU 5	31	0	31	29	8	25.81%	3	5
	HAWAII 7	15	0	15	17	2	13.33%	1	1
	KAUAI 8	10	0	10	13	0	0.00%	0	0
	MAUI 9	13	0	13	12	3	23.08%	3	0
	222	16	238	235	35	14.71%	16	19	
TOTAL		305	66	372	329	76	20.43%	36	40

There are 14 identified positions that managers have deemed not to recruit at this time due to cost savings.

Section 8 Inspection Unit: Two Housing Inspectors. Positions # 11494 and 100572.

Section 8 Rent Subsidy Unit 1: One Public Housing Specialist Position # 28995.

Section 8 Rent Subsidy Unit 2: Three Public Housing Specialists. Position numbers 111467, 35416 and 11468.

Property Management and Maintenance Services Branch: Maintenance Manager Pseudo # 96904 and Secretary I Pseudo # 96905 (positions not established).

Private Management Contracts Section: Clerk III Position #96909.

Central Maintenance Services Section: Clerk IV Position #5647.

Personnel: One Clerk Typist II Position #51784.

Resident Services Section: Two Program Specialist & Tenant Services Positions #103036 and 111874. Clerk Typist II Position # 51818.

Hawaii Public Housing Authority
Priority Recruitments As of 3/23/07
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Priority	Position No.	Position Title	Location	Recruitment Status	Comments
1	102005	Executive Director (exempt)	HPHA	Interviews completed	Executive Search Committee submitted names for review.
2	41041	Fiscal Officer	FMO	IVA 3/15/07. DHS canceled recruitment; DHRD is amending the class specification to new MQRs. IVA will be reissued. DHRD open comp recruitment scheduled for 4/1/07.	Pending receipt of final PD from DHRD. DHRD Classification completed position description review, and pd is described as Fiscal Officer
3	02798	Accountant V	FMO	Open competitive recruitment as of 3/18/07.	
4	25649	State Hsg Development Administrator	Construction Mgmt Branch	O/C recruitment opened on 1/28/07; pending list from HRD	DHRD currently screening applicants and anticipated to provide listing to DHS/HPHA 3/27/07.
5	30111	Personnel Management Spclt IV	Personnel Office	List referred to HPHA on 3/5/07; suspense date 4/2/07	HPHA: Interviews scheduled for 3/22/07 and 3/23/07.
6	102034	Planner IV (exempt)	Planning Office	To be conducted by HPHA/PERS	2/16/07 PMSS requested to HPHA for pd changes and responses to questions. 3/19/07 HPHA sent updated PD and responses to questions to PMSS. Received resumes and will conduct interviews. Continuous recruitment via HPHA website.

	107934	Planner III (exempt)	Planning Office	To be conducted by HPHA/PERS	2/16/07 PMSS requested to HPHA for pd changes and responses to questions. 3/19/07 HPHA sent updated PD and responses to questions to PMSS. Continuous recruitment via HPHA website.
7	41252	Accountant IV	FMO	List referred to HPHA on 2/23/07; suspense date 3/23/07	Completed interviews and recommended to hire.
	05854	Accountant III	FMO	List will be referred to HPHA 3/14/07.	HPHA: Interviews scheduled for early April.
	46278	Accountant III	FMO	List will be referred to HPHA on 3/14/07.	HPHA: Interviews scheduled for early April.
	42107	Accountant III	FMO	IVA applicants referred to HPHA on 3/5/07; suspense date: 4/2/07	HPHA: Interviews scheduled for 3/28/07.
	111496	Accountant III/II	FMO	IVA applicants referred to HPHA on 3/5/07; suspense date: 4/02/07	HPHA: Interviews scheduled for 3/28/07.
	22265	Account Clerk III	FMO	List referred to HPHA on 3/14/07; suspense date 4/16/07.	HPHA: Interviews scheduled for early April.
8	41267	Budget Analyst IV	FMO	Recruitment canceled at the III; pending redescription to	HPHA: Received HRD-1 on 3/7/07 from PMSS and will

				the IV level.	review position description and responses.
9	105642	Systems Analyst IV (exempt)	IT		HPHA: Conducted interviews and recommended to hire; pending position description review.
	100924	Systems Analyst IV (exempt)	IT	HPHA conducted interviews 3/8/07.	HPHA: Conducted interviews and no selection. Will advertise position through Star Bulletin, Honolulu Advertiser and HPHA website.
10	42095	Secretary II	OED (Board Secretary)	In recruitment as CT II on temp basis for 89 day hire only.	PMSS: Received HRD-1/position description on 2/13/07, pending position description review.
11	PM&MSB vacancies will be in recruitment in the order the recruitment is received from Managers to HPHA Personnel Office				
	06728	General Laborer III	Central Maintenance		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	06787	Heavy Truck Driver	Central Maintenance		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	05951	Carpenter I	MU1	Open Comp. recruitment 3/18/07.	
	06305	Building Maintenance Worker I	MU1	Recruitment pending PD review.	PMSS: Received HRD-1/position description on 3/12/07.

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Priority Recruitments As of 3/23/07
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	42292	Social Service Aide IV	MU 1		PMSS: Received position description on 3/15/07; pending pd review.
	09203	Account Clerk II	MU 2	Recruitment pending PD	PMSS: Received HRD-1/position description 1/5/07, pending position description review.
	05855	Secretary I	MU 2	IVA 3/15/07 with a closing date of 3/30/07.	
	02806	Building Maint. Helper	MU 2		HPHA: No updated position description /HRD-1 submitted to HPHA Personnel Office.
	05642	Building Maint. Helper	MU 2	IVA closed 2/2/07; pending screening/request for additional info	HPHA: Pending clarification on duties employee claimed to perform.
	8843	Building Maint. Worker I	MU 2	Request to fill received on received 3/20/07.	
	6642	Truck Driver	MU 2		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	10372	PHS V	MU2	Request to Fill received 3/20/07. Position will recruit for temporary 6 months.	
	8834	Building Maint. Worker I	MU 3		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	8760	Painter	MU 3		HPHA: No updated position description/HRD-1 submitted to

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Priority Recruitments As of 3/23/07
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					HPHA Personnel Office.
	06281	General Const. & Maint. Supervisor I	MU3		HPHA received internal listing and interviews scheduled for early April.
	06693	PHS IV	MU4		HPHA: Completed interview no selection.
	08752	General Const. & Maint. Supervisor I	MU5		HPHA received internal listing and interviews scheduled for early April.
	41666	PHS I	MU 5	IVA applicants to HPHA on 3/21/07; suspense date 4/9/07.	HPHA received eligible listing; will conduct interviews early April.
	41539	SSA IV	MU 5	Pending listing from DHRD.	RES: Pending eligible listing.
	09204	PHS IV	MU 5		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	41066	General Laborer II	MU 5		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office
	43948	General Laborer II	MU 5		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	12703	General Laborer II	MU 5		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	5861	General Laborer I	MU 5		HPHA: No updated position

					description/HRD-1 submitted to HPHA Personnel Office.
	06931	Building Maintenance Supervisor I	MU7		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	22432	Building Maintenance Helper	MU7	Request to fill received 3/14/07; pending PD review.	PMSS: Received HRD-1/position description on 3/5/07, pending position description review.
	46343	PHS II	MU 9		HPHA: Interview completed; recommended to hire.
	45873	SSA IV	MU 9	Pending list from HRD	HPHA: 89-day appt. recommended to hire; pending start date.
	17665	PHS V	MU 9		HPHA: Interview completed; recommended to hire.
	117929	Property Mgmt Specialist (exempt)	Property Management Contracts Section	To be conducted by HPHA/PERS	HPHA: currently reviewing resumes.
12	31664	Procurement & Contract Spclt III	Procurement Office		HPHA: No updated position description/HRD-1 submitted to HPHA Personnel Office.
	117691	Contract Specialist (exempt)	Procurement Office	New position to be established	HPHA: Reviewing/revising position description. Advertised position via HPHA website.