



EXECUTIVE CHAMBERS
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March 14, 2016

TO: The Honorable Representative Mark J. Hashem, Chair
House Committee on Housing

FROM: Scott Morishige, MSW, Governor's Coordinator on Homelessness

SUBJECT: SB 2570 SD2 – RELATING TO THE RAPID RE-HOUSING ASSISTANCE PROGRAM

Hearing: Monday, March 14, 2016 at 9:00 a.m.
Conference Room 329, State Capitol

POSITION: The Governor's Coordinator on Homelessness appreciates the intent of this measure, as well as the Legislature's support of Rapid Re-Housing as an evidence-based best practice to end homelessness. The Coordinator notes that the Governor's Executive Budget includes \$2 million for Rapid Re-Housing, and asks for the Legislature's support of the Executive Budget Request. The Coordinator defers to the Department of Human Services in regards to specific issues relating to implementation of the proposed program. While the Coordinator establishes and coordinates State policy to address homelessness, the Department of Human Services Homeless Programs Office is responsible for the administration and implementation of homeless programs.

PURPOSE: The purpose of the bill is to establish a Rapid Re-Housing program to move homeless families and individuals into permanent housing as quickly as possible and achieve stability in that housing. The bill also requires the program to be designed and operated to qualify for federal emergency shelter grants, and appropriates general funds for fiscal year 2016-2017. In addition, this bill will expand the definition of "homeless" as applied to DHS' homeless programs to include an individual or family who currently resides in permanent housing as participants in the rapid re-housing assistance program, but who was formerly homeless.

Rapid Re-Housing is an intervention designed to assist homeless individuals and families to quickly transition to permanent housing by providing a short-term housing subsidy. The Rapid Re-Housing program described in the Executive Budget differs from the one proposed by this bill in that the administration's Rapid Re-Housing program will be specifically targeted at homeless individuals and families residing in shelter, and will be designed to accelerate the transition to permanent housing and reduce the length of stay in shelter. By more rapidly transitioning these households, the administration's Rapid Re-Housing program would enable more vacancies to become available within the shelter system, thereby maximizing the use of existing shelter inventory to better meet the increased number of unsheltered households throughout the state. The \$2 million requested in the Executive Budget is estimated to serve up to 750 households statewide.

The Coordinator notes that the United States Department of Housing and Urban Development (HUD) funds a similar program labeled Rapid Re-Housing through the Emergency Solutions Grant (ESG). However, the federal program establishes income limits at 30% of the Area Median Income (AMI) for eligible households. Households with incomes below 30% AMI may require a deeper level of subsidy than can be provided through a Rapid Re-Housing program. The administration's Rapid Re-Housing program would be designed to target households earning between 31-60% of the AMI in order to complement the existing federal program and reach a broader target population.

Finally, this measure aligns with Goal 2, Objective 4, Strategy 1 of the Hawaii Interagency Council on Homelessness Strategic Plan to End Homelessness, which is to "support additional rental housing subsidies through federal, state, local and private resources."

Thank you for the opportunity to testify on this bill.



STATE OF HAWAII
DEPARTMENT OF HUMAN SERVICES
P. O. Box 339
Honolulu, Hawaii 96809-0339

March 14, 2016

TO: The Honorable Representative Mark J. Hashem, Chair
House Committee on Housing

FROM: Rachael Wong, DrPH, Director

SUBJECT: **SB 2570 SD2 – RELATING TO THE RAPID RE-HOUSING ASSISTANCE PROGRAM**

Hearing: Monday, March 14, 2016, 9:00 a.m.
Conference Room 329, State Capitol

DEPARTMENT'S POSITION: The Department of Human Services (DHS) appreciates the intent of this measure and the Legislature's support of Rapid Re-Housing as an evidence-based best practice to end homelessness. We note that the Governor's Executive Budget includes a \$2 million request for a Rapid Re-Housing Program (RRH), and ask for the Legislature's support of the Executive budget request.

PURPOSE: The measure requires DHS to establish a rapid re-housing assistance program to move homeless families and individuals into permanent housing as quickly as possible and achieve stability in that housing; requires the program to be designed and operated to qualify for federal emergency shelter grants; and appropriates general funds for fiscal year 2016-17.

As mentioned above, the Governor requested \$2 million for Rapid Re-Housing Program. If funding is appropriated, DHS intends to implement a Rapid Re-Housing (RRH) program. The RRH will be specifically geared to operate in close coordination with homeless shelters to identify individuals and families who are capable of maintaining stable, permanent housing; work assertively with them to mitigate concerns (e.g. budgeting, debt management, employment, etc.); and efficiently move them into housing that is sustainable. Case management and housing placement services will be key factors in the RRH program.

By creating the program as part of the existing shelter program, the Department intends to support the overall systemic goals of reducing the length of stay in shelters and housing the homeless more efficiently. This approach will also create a "flow" into the shelter system so that the unsheltered homeless individuals and families who need and want shelter are never turned away due to a lack of space. This strategy will make more efficient use of existing shelter inventory and achieve long term positive outcomes in housing placement and stability.

The Department's Homeless Programs Office (HPO) is the collaborative applicant on behalf of the neighbor islands' Continuum of Care (CoC) known as Bridging the Gap (BTG). As such, DHS administers the HUD-funded Emergency Solutions Grant (ESG) for BTG. The City and County of Honolulu administers ESG for the island of Oahu and on behalf of Partners in Care, the Oahu CoC. Absent a change in the CoC's designation, DHS is not eligible to apply for or administer ESG funds for Oahu. Therefore it is highly unlikely that DHS will be able to use ESG funds to offset the cost of this program. Moreover, current ESG regulations set income limits for recipients at 30% of Area Median Income (AMI). At that level, it is challenging to prove an individual/family's sustainability. DHS expects our RRH program will create eligibility standards at or around 31-60% of AMI. In this way, those who qualify for ESG can be served through federal assistance, and those who make slightly more income but still need help can also receive case management and short to medium term rental assistance through the State RRH program.

Thank you for the opportunity to testify on this bill.



CATHOLIC CHARITIES HAWAII

TESTIMONY in SUPPORT of SB 2570 SD2: RELATING TO THE RAPID RE-HOUSING ASSISTANCE PROGRAM

TO: Representative Mark J. Hashem, Chair, Representative Jo Jordan, Vice Chair, and Members, Committee on Housing

FROM: Betty Lou Larson, Legislative Liaison, Catholic Charities Hawaii

Hearing: Monday, 3/14/16; 9:00 AM; CR 329`

Chair Hashem, Vice Chair Jordan, and Members, Committee on Housing:

Thank you for the opportunity to provide written testimony **in support of SB 2570, SD2**, which would require DHS to establish a rapid re-housing program to move homeless families or individuals into permanent housing as soon as possible and achieve stability in that housing. I am Betty Lou Larson representing Catholic Charities Hawaii. We are also a member of Partners in Care.

Catholic Charities Hawai`i (CCH) is a tax exempt, non-profit agency that has been providing social services in Hawai`i for over 60 years. CCH has programs serving elders, children, developmentally disabled, homeless and immigrants. Our mission is to provide services and advocacy for the most vulnerable in Hawai`i. This bill fits into our priority to address affordable housing and homelessness.

Catholic Charities Hawaii supports the intent of this bill since it would put added focus on how to move families into permanent housing as soon as possible. DHS currently has short term rapid rehousing programs, such as the Housing Placement Program operated by Catholic Charities Hawai`i. The missing piece is medium term rental assistance, such as requested in the Governor's budget (\$2 million for rapid-rehousing) as well as in bills on this issue which will be considered by the House.

Among homeless families, 50% of them are homeless because they were short of money to pay rent and had no other underlying issues. The shallow subsidies being proposed for rapid rehousing can help a large number of households get out of homelessness. These families are often stuck in transitional or emergency housing since their work income is not enough for a market unit. DHS plans to target families in high performing shelters since these shelters already have the bookkeeping and case management capacity to rapidly implement this new program without having to create a new bureaucracy. With a small rental subsidy, these working people will become permanently housed, opening up space in shelters for more families. This would better utilize shelter space. Financial stabilization/case management services are also a critical piece of this program to ensure a family's long term stability in housing.

We urge your support for this bill to create a comprehensive rapid re-housing program at DHS to move homeless families and individuals rapidly into permanent housing.



CLARENCE T. C. CHING CAMPUS • 1822 Ke`eaumoku Street, Honolulu, HI 96822
Phone (808)373-0356 • Email: bettylou.larson@catholiccharitieshawaii.org



jordan3-Kevin

From: mailinglist@capitol.hawaii.gov
Sent: Sunday, March 13, 2016 10:23 PM
To: HSGtestimony
Cc: bourcier@hawaii.edu
Subject: Submitted testimony for SB2570 on Mar 14, 2016 09:00AM



SB2570

Submitted on: 3/13/2016

Testimony for HSG on Mar 14, 2016 09:00AM in Conference Room 329

Submitted By	Organization	Testifier Position	Present at Hearing
Camille Bourcier	Individual	Comments Only	No

Comments: I support this bill

Please note that testimony submitted less than 24 hours prior to the hearing, improperly identified, or directed to the incorrect office, may not be posted online or distributed to the committee prior to the convening of the public hearing.

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