

DAVID Y. IGE  
GOVERNOR



CRAIG K. HIRAI  
DIRECTOR

ROBERT YU  
DEPUTY DIRECTOR

**STATE OF HAWAII**  
**DEPARTMENT OF BUDGET AND FINANCE**  
P.O. BOX 150  
HONOLULU, HAWAII 96810-0150

EMPLOYEES' RETIREMENT SYSTEM  
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND  
OFFICE OF THE PUBLIC DEFENDER

ADMINISTRATIVE AND RESEARCH OFFICE  
BUDGET, PROGRAM PLANNING AND  
MANAGEMENT DIVISION  
FINANCIAL ADMINISTRATION DIVISION  
OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

**WRITTEN ONLY**  
TESTIMONY BY CRAIG K. HIRAI  
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE  
TO THE SENATE COMMITTEES ON HOUSING AND HUMAN SERVICES  
ON  
SENATE BILL NO. 2951

**February 4, 2020**  
**1:45 p.m.**  
**Room 225**

RELATING TO SHORT-TERM RENTAL ASSISTANCE

The Department of Budget and Finance (B&F) offers comments on Senate Bill (S.B.) No. 2951.

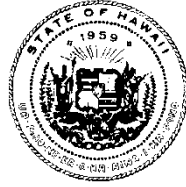
S.B. No. 2951 establishes the Short-Term Rental Assistance Program (SRAP) within the Hawai'i Public Housing Authority (HPHA) to provide rental assistance for individuals and families whose incomes do not exceed 50% of the area median income; establishes the Short-term Rental Assistance Revolving Fund (SRARF) to be administered by HPHA to facilitate SRAP payments to participating property owners; and appropriates undetermined amounts of general funds and special funds for FY 21 to be deposited into and expended out of the SRARF, respectively.

As a matter of general policy, B&F does not support the creation of revolving funds that do not meet the requirements of Section 37-52.4, HRS. Revolving funds should: 1) serve a need as demonstrated by the purpose, scope of work, and an explanation of why the program cannot be implemented successfully under the general fund appropriation process; 2) reflect a clear nexus between the benefits sought and

charges made upon the users or beneficiaries of the program; 3) provide an appropriate means of financing for the program or activity; and 4) demonstrate the capacity to be financially self-sustaining. Regarding S.B. No. 2951, there does not appear to be any significant source of revenues to support the SRARF aside from appropriations from the general fund.

Thank you for your consideration of our comments.

DAVID Y. IGE  
GOVERNOR



HAKIM OUANSAFI  
EXECUTIVE DIRECTOR

BARBARA E. ARASHIRO  
EXECUTIVE ASSISTANT

## STATE OF HAWAII

HAWAII PUBLIC HOUSING AUTHORITY  
1002 NORTH SCHOOL STREET  
POST OFFICE BOX 17907  
HONOLULU, HAWAII 96817

Statement of  
**Hakim Ouansafi**

Hawaii Public Housing Authority  
Before the

### SENATE COMMITTEE ON HOUSING AND SENATE COMMITTEE ON HUMAN SERVICES

**Tuesday, February 4, 2020**  
**1:45 PM - Room 225, Hawaii State Capitol**

In consideration of

**SB 2951**

### **RELATING TO SHORT-TERM RENTAL ASSISTANCE**

Honorable Chair Chang, Honorable Chair Ruderman, and Members of the Senate Committee on Housing and Members of the Senate Committee on Human Services, thank you for the opportunity to provide testimony concerning Senate Bill (SB) 2951, relating to short-term rental assistance.

The Hawaii Public Housing Authority (HPHA) **supports** the enactment of SB 2951, which creates the short-term rental assistance fund and establishes the short-term rental assistance program, so long as it does not adversely impact the Governor's Supplemental Budget.

This measure looks to create a similar program to the HPHA's State Rent Supplement Program and would go a long way to prevent homelessness. Please know that the HPHA is here to assist the Legislature in this endeavor and would humbly request that funding for this program be inserted into the HPHA's base budget.

The HPHA appreciates the opportunity to provide the Committee with the HPHA's testimony regarding SB 2951. We thank you very much for your dedicated support.

**LATE**

Submitted on: 2/4/2020 10:24:23 AM  
Testimony for HOU on 2/4/2020 1:45:00 PM

<b>Submitted By</b>	<b>Organization</b>	<b>Testifier Position</b>	<b>Present at Hearing</b>
Galen Fox	Testifying for Kakaako United	Support	No

Comments:

We face a homeless crisis in Kakaako, as well as in the rest of Oahu. WE must support sensible programs to help renters from falling into homelessness. SB2951 supports such an effort.