



PATRICIA MCMANAMAN DIRECTOR BARBARA YAMASHITA DEPUTY DIRECTOR

DEPARTMENT OF HUMAN SERVICES

P. O. Box 339 Honolulu, Hawaii 96809-0339

February 22, 2013

- TO: The Honorable David Y. Ige, Chair Senate Committee on Ways and Means
- FROM: Patricia McManaman, Director

## SUBJECT: S.B. 1112 – RELATING TO DELETING STATE PUBLIC HUOSING DELINQUENT ACCOUNTS

Hearing: Friday, February 22, 2013; 9:00 a.m. Conference Room 211, State Capitol

**<u>PURPOSE</u>**: The purpose of this bill is to authorize the Hawaii Public Housing

Authority (HPHA) to delete delinquent accounts receivable records for state low-income

public housing projects that have been delinquent at least ninety days and also authorizes

the Hawaii Public Housing Authority to assign delinquent accounts to a collection agency.

**DEPARTMENT'S POSITION:** The Department of Human Services (DHS) supports

this Administration bill. There should be a positive impact on the public as the HPHA will more quickly be able to delete from its accounts receivable records uncollectible debts from the state low-income public housing program in the same manner as under the federal lowincome public housing program. This will reduce the negative impact of such long-term uncollectible accounts on the HPHA's financial statements.

Thank you for the opportunity to provide testimony on this measure.