A BILL FOR AN ACT

RELATING TO HOMELESSNESS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that homelessness is one
- 2 of the most pressing problems in Hawaii and requires a robust,
- 3 comprehensive effort to increase the pace at which Hawaii
- 4 addresses homelessness. In 2017, for the first time in years,
- 5 Hawaii's homelessness rate decreased. Hawaii is turning the
- 6 tide on the homelessness crisis by investing in proven programs
- 7 such as housing first and rapid rehousing. The network of
- 8 people and resources engaged in addressing homelessness has
- 9 begun to make more efficient use of available resources by
- 10 implementing a data-driven, collaborative process that matches
- 11 those experiencing homelessness with the services they need.
- 12 However, Hawaii continues to have the highest per capita rate of
- 13 homelessness of any state in the United States, with an
- 14 estimated 7,220 homeless people living on the streets and in
- 15 temporary shelters. Given the magnitude of Hawaii's
- 16 homelessness problem, the State needs to increase its investment
- 17 in, and commitment to, a solution.



1 The legislature further finds that addressing homelessness 2 requires a multi-faceted approach using proven interventions that are targeted to particular characteristics of the homeless 3 4 population and address the root causes of homelessness. First and foremost, Hawaii needs more housing that is affordable to 5 6 low-income families. Hawaii has the highest housing costs in 7 the nation, and the lowest wages after adjustment for the cost 8 of living. The greatest need is for housing that is affordable 9 to residents at the lowest end of the income scale, with incomes 10 at thirty per cent or below the area median income. Much like 11 housing provided through the State's low-income public housing **12** program, building housing for this income demographic will 13 require significant government subsidies. Also, the Hawaii 14 public housing authority manages hundreds of units that are 15 vacant due to the need for major repairs, and these units could 16 be rapidly brought back into service to assist homeless and **17** extremely low-income families. 18 The legislature further finds that in addition to 19 affordable housing, Hawaii needs to sustain programs that connect people experiencing homelessness with critical services 20 21 and housing, and programs that provide services such as

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- 1 outreach, rapid rehousing, rent supplements, housing first,
- 2 assistance at Oahu's family assessment center, law enforcement
- 3 assisted diversion, and substance abuse treatment.
- 4 Moreover, the legislature recognizes that outreach is
- 5 critically necessary to connect people to all available housing
- 6 options such as emergency shelters, transitional shelters,
- 7 housing first, rapid rehousing with rent stipends, and other
- 8 assistance. For many chronically homeless mentally ill persons,
- 9 it may take fifty or more individual outreach contacts, over
- 10 several months or years, to establish trust and move them off
- 11 the streets. Outreach teams may also perform wound care,
- 12 distribute hygiene kits or snacks, and offer to obtain
- 13 identification documents. Housing first programs have proven
- 14 effective in addressing homelessness for chronically homeless
- 15 individuals, including those who have an addiction, mental
- 16 illness, or both.
- 17 The legislature recognizes that the success of housing
- 18 first programs is attributable to its principles, which include:
- 19 (1) Moving chronically homeless individuals into housing
- 20 directly from the streets and shelters without a
- 21 precondition of accepting or complying with treatment;

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1	(2)	Providing robust support services for program
2		participants that are predicated on assertive
3		engagement rather than coercion;
4	(3)	Granting chronically homeless individuals priority as
5		program participants in housing first programs;
6	(4)	Embracing a harm reduction approach to addictions
7		rather than mandating abstinence while supporting
8		program participant commitments to recovery; and
9	(5)	Providing program participants with leases and tenant
10		protections as provided by law.
11	The	legislature finds that, while costly, housing first
12	programs	are cost-effective. Providing housing and services
13	under the	housing first program is less costly than the
14	alternati	ve of providing emergency services and other necessary
15	services	for unhoused chronically homeless persons.

The legislature further finds that the State's efforts to combat homelessness would be enhanced by establishing an "ohana zones" program to provide housing to homeless individuals and families based on principles similar to housing first, but with more flexibility that allows for a higher degree of utilization.

1 The legislature also finds that rapid rehousing and the 2 State's rent supplement program have proven effective in 3 securing and maintaining housing for working homeless 4 individuals and families. A significant segment of the homeless 5 population has a stable source of income and only requires 6 modest financial help and some housing stabilization services 7 instead of full-scale subsidies and intensive, ongoing case 8 management. More than a quarter of Hawaii households fall into 9 homelessness simply because they lack money to pay rent, but **10** they have no other underlying issues. For these individuals and 11 families, a small subsidy may allow them to rapidly move out of 12 shelters and into permanent homes. Rapid rehousing provides 13 struggling households with a one-time payment to cover 14 delinquent rent, utility payments, or first month's rent and 15 security deposit. This one-time financial intervention is often 16 all that families need to avoid homelessness or quickly bounce **17** back from becoming homeless. In contrast, the State's rent 18 supplement program provides a "shallow" but sustained subsidy to 19 struggling households. Unlike the "deep" Section 8 subsidy 20 program, which helps families at the lowest end of the income 21 scale by bridging a wide affordability gap between income and

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- 1 housing costs, the State's rent supplement program helps
- 2 households that are closer to financial self-sufficiency but
- 3 that still have a narrow affordability gap to fill. The program
- 4 provides a small time-limited subsidy that wards off
- 5 homelessness while providing time for families to close the
- 6 affordability gap and achieve self-sufficiency. Financial case
- 7 management and counseling are critical to stabilizing these
- 8 families for future sustainability in permanent housing.
- 9 Because individual subsidies under the rapid rehousing and state
- 10 rent supplement programs are relatively low, the programs may
- 11 resolve homelessness for a large number of individuals and
- 12 families relative to the total cost of the subsidy program.
- 13 Additionally, the legislature finds that the family
- 14 assessment center, which was opened on Oahu in September 2016,
- 15 has achieved extraordinary results over its first year of
- 16 operation. Out of fifty-four households served, ninety-one per
- 17 cent were successfully housed. The assessment center offers
- 18 comprehensive services including benefit reviews and
- 19 determinations, health assessments, service coordination, and
- 20 housing placement. This proven model can be replicated on the
- 21 neighbor islands as an effective way to move families with

- 1 children rapidly to permanent housing. For example, on the
- 2 island of Hawaii, a large parcel of land has been set aside to
- 3 develop housing solutions for homelessness in Kona, where the
- 4 need for localized services is particularly acute.
- 5 Finally, to adequately address homelessness, the
- 6 legislature recognizes that Hawaii needs to disrupt the
- 7 ineffective, destructive, and expensive cycle of substance abuse
- 8 addiction that leads to homelessness, arrest, incarceration,
- 9 release, and a return to addiction and living on the streets.
- 10 The law enforcement assisted diversion program is a pre-booking
- 11 diversion program that grants police officers the discretionary
- 12 authority to redirect low-level offenders, who are typically
- 13 drug-involved and homeless, to case managers if the offender
- 14 consents to being assisted.
- 15 The purpose of this Act is to:
- 16 (1) Establish within the department of human services an
- ohana zones program to provide housing to homeless
- individuals and families based on principles similar
- 19 to housing first; and
- 20 (2) Appropriate moneys to the Hawaii public housing
- 21 authority, the department of human services, and the

1	department of health to support the State's most
2	effective efforts to end homelessness: public
3	housing, outreach, rapid rehousing and the State's
4	rent supplement program, housing first, Oahu's family
5	assessment center, the law enforcement assisted
6	diversion program, and civil legal services.
7	SECTION 2. (a) There is established within the department
8	of human services an ohana zones program to provide housing to
9	homeless individuals and families based on principles similar to
10	housing first. The number and locations of the ohana zones
11	shall be determined by the department.
12	(b) The department of human services shall develop and
13	implement the program, which, at a minimum, shall provide the
14	following facilities and services at each ohana zone site:
15	(1) Secure dwelling spaces that:
16	(A) May be private or communal;
17	(B) Have access to toilets, showers, and other
18	hygiene facilities; and
19	(C) Have access to an area for food storage and meal
20	preparation;

1	(2)	Medical and social support services, which shall be
2		onsite to the extent practicable;
3	(3)	Onsite childcare;
4	(4)	Transportation to school, employment, and any
5		appointments related to medical care or supportive
6		services that are not available onsite; and
7	(5)	Any other facilities or services necessary to make the
8		ohana zone site a suitable destination to which:
9		(A) Hospitals may directly discharge qualified
10		patients; and
11		(B) Law enforcement agencies may divert, in lieu of
12		arrest, persons apprehended during "sweeps" of
13		homeless encampments.
14	(c)	The department of human services shall coordinate with
15	public or	private state or county entities, as appropriate, to
16	develop a	nd implement the ohana zones program.
17	SECT	ION 3. There is appropriated out of the general
18	revenues	of the State of Hawaii the sum of \$ or so much
19	thereof a	s may be necessary for fiscal year 2018-2019 for the
20	establish	ment of the ohana zones program and expenses related to

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- 1 facility construction, provision of services, staffing, and
- 2 administrative costs.
- 3 The sum appropriated shall be expended by the department of
- 4 human services for the purposes of this Act.
- 5 SECTION 4. There is appropriated out of the general
- 6 revenues of the State of Hawaii the sum of \$ or so much
- 7 thereof as may be necessary for fiscal year 2018-2019 for the
- 8 Hawaii public housing authority to provide public housing
- 9 improvements and renovations statewide.
- 10 The sum appropriated shall be expended by the Hawaii public
- 11 housing authority for the purposes of this Act.
- 12 SECTION 5. There is appropriated out of the general
- 13 revenues of the State of Hawaii the sum of \$ or so much
- 14 thereof as may be necessary for fiscal year 2018-2019 for the
- 15 department of human services to continue to administer housing
- 16 first programs for chronically homeless individuals in the
- 17 State.
- 18 The sum appropriated shall be expended by the department of
- 19 human services for the purposes of this Act.
- 20 SECTION 6. There is appropriated out of the general
- 21 revenues of the State of Hawaii the sum of \$ or so much

- 1 thereof as may be necessary for fiscal year 2018-2019 for the
- 2 department of human services to continue to administer the rapid
- 3 rehousing program to assist homeless individuals or families in
- 4 obtaining or maintaining permanent housing and to cover housing
- 5 stabilization services and administrative costs to operate the
- 6 program.
- 7 The sum appropriated shall be expended by the department of
- 8 human services for the purposes of this Act.
- 9 SECTION 7. There is appropriated out of the general
- 10 revenues of the State of Hawaii the sum of \$ or so much
- 11 thereof as may be necessary for fiscal year 2018-2019 for the
- 12 Hawaii public housing authority to administer a state rent
- 13 supplement pilot program to assist one hundred currently
- 14 homeless families with minor children or families with minor
- 15 children at imminent risk of homelessness due to domestic
- 16 violence in obtaining or maintaining permanent housing, by
- 17 providing time-limited rental assistance of up to \$ per
- 18 month and financial case management by a United States
- 19 Department of Housing and Urban Development certified financial
- 20 counseling organization.

- 1 The sum appropriated shall be expended by the Hawaii public
- 2 housing authority for the purposes of this Act.
- 3 SECTION 8. There is appropriated out of the general
- 4 revenues of the State of Hawaii the sum of \$ or so much
- 5 thereof as may be necessary for fiscal year 2018-2019 for the
- 6 department of human services to continue to administer the
- 7 outreach services program to homeless persons, including but not
- 8 limited to individuals and families with children and
- 9 unaccompanied homeless youth, including \$ for civil
- 10 legal services.
- 11 The sum appropriated shall be expended by the department of
- 12 human services for the purposes of this Act.
- 13 SECTION 9. There is appropriated out of the general
- 14 revenues of the State of Hawaii the sum of \$ or so much
- 15 thereof as may be necessary for fiscal year 2018-2019 for the
- 16 department of health to continue to administer outreach,
- 17 counseling, and diversion for unsheltered homeless persons
- 18 experiencing substance abuse, including \$ to continue
- 19 administering the law enforcement assisted diversion pilot
- 20 program.

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- 1 The sum appropriated shall be expended by the department of
- 2 health for the purposes of this Act.
- 3 SECTION 10. There is appropriated out of the general
- 4 revenues of the State of Hawaii the sum of \$ or so much
- 5 thereof as may be necessary for fiscal year 2018-2019 for the
- 6 department of human services to continue to administer the
- 7 family assessment center for homeless families.
- 8 The sum appropriated shall be expended by the department of
- 9 human services for the purposes of this Act.
- 10 SECTION 11. This Act shall take effect on July 1, 3000.

Report Title:

Homelessness; Housing; DHS; DOH; HPHA; Outreach; Rapid Rehousing; State Rent Supplement; Housing First; Ohana Zones; Oahu Family Assessment Center; Law Enforcement Assisted Diversion Program; Appropriation

Description:

Establishes within the Department of Human Services an Ohana Zones program to provide housing to homeless individuals and families based on principles similar to Housing First and appropriates unspecified funds for the program. Appropriates unspecified funds to the Department of Human Services and the Department of Health to continue to administer various housing and homelessness programs. Appropriates unspecified funds to the Hawaii Public Housing Authority for public housing improvements and renovations statewide and a rent supplement pilot program. (HB2281 HD1)

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