DEPARTMENT OF HUMAN SERVICES

Amendment and Compilation of Chapter 17-2033
Hawaii Administrative Rules

November 15, 2018

SUMMARY

1. §17-2033-25 is amended.
2. §17-2033-31 is amended.
3. §17-2033-33 is amended.
4. §17-2033-44 is amended.
5. A new Exhibit B is added.
6. Chapter 17-2033 is compiled.
Historical Note: Chapter 2033 of Title 17, Hawaii Administrative Rules, is substantially based upon Chapter 15-184 Hawaii Administrative Rules. [Eff 2/18/82; am 2/18/92; R 10/25/99; am and comp 3/23/2001; R 5/7/17; am and comp JAN 20 2019]
§17-2033-1

SUBCHAPTER 1

GENERAL PROVISIONS

§17-2033-1 Purpose. These rules are adopted under chapter 91, HRS, and shall govern the requirements for participation by eligible families and housing owners in the rent supplement program as administered by the authority. [Eff 5/7/17, comp JAN 2 0 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-151, 356D-156)

§17-2033-2 Definitions. As used in this chapter:

"Applicant" means an individual or family who submits an application to participate in the program but is not yet a participant in the program.

"Assets" means total cash, securities, real and personal property less any outstanding liabilities secured by the assets. Assets do not include necessary personal property such as clothing, household furniture and automobiles.

"Authority" means the Hawaii public housing authority.

"Criminal activity" means any act or conduct which constitutes a criminal offense under any Federal or State law, rule or regulation, or county or municipal ordinance, committed by a tenant, a member of the tenant's household, a guest of the tenant or any person who is on the premises with the express or implied consent of the tenant, regardless if the person engaging in the act or conduct has been arrested or convicted for the applicable criminal offense.

"Displaced" means a family or elderly individual who is without housing, about to be without housing or was without housing within three years prior to applying for housing assistance and was displaced by
some public or governmental action.

"Drug" means a controlled substance as defined in section 102 of the Controlled Substances Act (21 U.S.C. §802) as it existed on December 18, 2014.

"Drug-related criminal activity" means the illegal possession, manufacture, sale, distribution, use or possession with intent to manufacture, sell, distribute, or use, of a controlled substance as defined in Section 102 of the Controlled Substances Act (21 U.S.C. §802).

"Dwelling unit" means a house, apartment or group of rooms, intended for residential occupancy as separate living quarters with each unit having direct access from either the outside of the building or through a common hall with each unit being equipped with complete kitchen and bathroom facilities for the exclusive use of the occupants. Dwelling units that present a serious health or safety hazard shall not be acceptable for use by participants of the program.

"Elderly" means a family whose head, spouse, or sole member or spouse has attained the age of sixty-two.

"Family" means:

(1) One or more persons who live or intend to occupy a dwelling unit and whose income and resources are available to meet the family’s need and who may, but need not be, related by blood, marriage, or operation of law, including foster children and hanai children and whose head of household has reached the age of majority, or is otherwise legally emancipated;

(2) A person who is pregnant or in the process of securing legal custody of a minor child or children, and who has reached the age of majority or is otherwise emancipated.

"Foster children" means a person or persons, under eighteen years of age, who may not be related to the foster parent by blood, marriage, or adoption and who is in need of parenting care.

"Foster parent" means any adult person who gives parenting care and maintenance to a foster child pursuant to placement by an authorized agency.
"Gender identity or expression" includes a person's actual or perceived gender, as well as a person's gender identity, gender-related self-image, gender-related appearance, or gender-related expression, regardless of whether that gender identity, gender-related self-image, gender-related appearance, or gender-related expression is different from that traditionally associated with the person's sex at birth.

"Hanai children" means a person or persons, under eighteen years of age, for whom a tenant provides food, nourishment and support for a minimum period of at least a year and who is acknowledged as the tenant's child among friends, relatives, and the community.

"Household" includes "family", "elderly", and "displaced".

"Household income" means all income from any source before deductions or exemptions, anticipated to be received during the twelve month period following admission or redetermination of household income, as the case may be, by all persons occupying, or who are to occupy the dwelling, and by a household head temporarily separated from the household. Household income does not include the employment income of a minor or amounts specifically paid to the household for or in reimbursement of the cost of medical expenses for any household member.

"Housing owner" means the same as defined in section 356D-152, HRS, and may include an agent of an owner.

"HRS" means the Hawaii revised statutes.

"HUD" means the United States Department of Housing and Urban Development.

"Minor" means a person less than eighteen years of age. An unborn child may not be counted as a minor.

"Participant" means the same as tenant.

"Program" means the rent supplement program administered by the authority.

"Rent" means the monthly charge to a tenant for the use of a dwelling unit.

"Security deposit" means a monetary deposit required by a landlord prior to occupancy of the dwelling unit.
§17-2033-4

"Staff" means the employees or agents of the authority.

"Shared housing" means a dwelling unit with two or more bedrooms that is occupied by more than one person or household which share the housing cost for the dwelling.

"Standard unit" means the same as "dwelling unit".

"Tenant" means a qualified person or family that is participating in the program.

"Unassisted household" means a person or family who is not participating in the program.


"Very low income" means 50 per cent of the median household income for the area as determined by the U.S. Department of Housing and Urban Development.

"Violent criminal activity" means any criminal activity that includes the use, attempted use, or threatened use of physical force substantial enough to cause, or be reasonably likely to cause, serious bodily injury or property damage. [Eff 5/7/17, comp JAN 20 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-152, 356D-153)

§17-2033-3 Income limits. To be eligible to participate or continue participation in the program, an applicant's or tenant's adjusted household income shall not exceed the very low income limits most recently determined by the U.S. Department of Housing and Urban Development. [Eff 5/7/17, comp JAN 20 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §356D-153)

§17-2033-4 Asset limits. (a) An elderly family having assets valued at more than twice its applicable income limit is ineligible to participate in the program.

(b) A non-elderly family having assets which are valued at more than one and one half times its
§17-2033-4

applicable income limit is ineligible to participate in the program. [Eff 5/7/17, comp JAN 20 2019 ]

§17-2033-5 Asset transfer. All assets transferred or assigned to another party, within a twenty-four month period prior to submitting an application or for the purpose of continuing to qualify for participation in the program, shall be included in determining a household's assets. [Eff 5/7/17, comp JAN 20 2019 ] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §356D-155)


§§17-2033-7 to 17-2033-10 (Reserved).
§17-2033-11 Application. (a) A person seeking to participate in the program shall submit a completed application form, provided by the authority. The form shall include, but not be limited to, information relating to household income, household composition, social security number or a certification that the member does not have a social security number for each household member, evidence of citizenship or eligible immigrant status as provided under 24 C.F.R. §5.508, as it existed on April 7, 2016, for each household member, financial condition, and other program information necessary to determine eligibility and program demographics.

(b) The applicant shall be placed on a waiting list upon submission of a completed application form. Placement on a waiting list shall not be deemed a determination on eligibility or admission.

(c) An applicant who has misrepresented material information or has willfully withheld important information on the application form submitted to the authority shall not be eligible to file an application with the authority for twelve months from the date of written notification from the authority. [Eff 5/7/17, comp JAN 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-153, 356D-155)

§17-2033-12 Verification. Applicants and tenants in the program shall provide, prior to admission or as the authority may require, documentation setting forth information concerning household income, household composition, social security number or a certification that the member does not have a social security number for each household member, evidence of citizenship or eligible
§17-2033-12

immigrant status as provided under 24 C.F.R. §5.508, as it existed on April 7, 2016, for each household member, financial condition or other information as may be requested. [Eff 5/7/17, comp JAN 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-153, 356D-155)

§17-2033-13 Eligibility for participation. To be eligible to participate or continue participation in the program, the applicant and applicant's household members or tenant and tenant's household members shall:

(1) Qualify as a household;
(2) Have an adjusted household income which does not exceed the applicable income limit;
(3) Have assets which do not exceed the applicable asset limit;
(4) Have earning capabilities or whose financial situation gives reasonable assurance of meeting the rental payments on time as they become due;
(5) Not own, in whole or a majority interest in, a dwelling unit in the state of Hawaii;
(6) Not have an outstanding debt owed to the authority;
(7) Be eligible for a monthly rent supplement payment of a minimum of $25 and not more than $500;
(8) Provide a social security number for all family members or certify that the person does not have a social security number;
(9) Meet all requirements of part VIII, chapter 356D, HRS;
(10) Have their primary place of residence in Hawaii;
(11) Not have a recent history of criminal activity involving crimes to persons or property or criminal acts that affect the health, safety, or right to peaceful enjoyment of the premises by other residents. A person convicted for such a
crime shall not be eligible for participation in the program until three years after completion of probation or the serving of the sentence;

(12) Not have been evicted from any of the authority's housing programs for drug related criminal activity for three years prior to admission. For purposes of this subsection, in determining eligibility, the authority may consider whether the evicted applicant or household member has successfully completed a rehabilitation program approved by the authority, or whether the circumstances leading to eviction no longer exist;

(13) Not engage in any drug related or violent criminal activity. For the purposes of this subsection, "violent criminal activity" means any illegal criminal activity that has as one of its elements the use, attempted use, or threatened use of physical force against the person or property of another;

(14) Not engage in the illegal use of a controlled substance or give the authority reasonable cause to believe that the illegal use of a controlled substance, pattern of illegal use, abuse of alcohol, or pattern of abuse of alcohol may interfere with the health and safety of the residents, or the right to peaceful enjoyment of the premises by other residents;
(A) For the purposes of this subsection "reasonable cause to believe" means by the preponderance of the evidence;
(B) For the purposes of this subsection, in determining whether to deny eligibility based on a pattern of use of a controlled substance or a pattern of abuse of alcohol, the authority may consider rehabilitation as provided for under 42 U.S.C. §13661(b)(2)(A)-(C) effective October 1, 1999;

(15) Except for a newborn child, a person shall
§17-2033-13

not be permitted to join or rejoin the household until it is verified that the person meets the eligibility requirements set forth in this section;

(16) Not engage in or threaten abusive or violent behavior toward the authority's staff. For purposes of this subsection, "threaten" means an oral or written threat or physical gestures that communicate intent to abuse or commit violence. Abusive or violent behavior may be verbal or physical and include racial epithets, or other language, written or oral, that is customarily used to intimidate;

(17) Not cause any harm or damage to the authority, its staff, agents, representatives, or programs; and


§§17-2033-14 to 17-2033-20 (Reserved).
§17-2033-21 Nondiscrimination. (a) The authority shall not deny any family or individual the opportunity to apply for or receive assistance under this chapter on the basis of race, color, sex, religion, marital status, creed, national or ethnic origin, age, familial status, gender identity, sexual orientation, handicap or disability or HIV infection.

(b) The authority shall comply with state and federal nondiscrimination laws and with rules and regulations governing fair housing and equal opportunity in the administration of the Program. The authority shall provide a family with the United States Department of Housing and Urban Development discrimination complaint form and information on how to file a fair housing complaint if the family claims that discrimination prevented them from finding or leasing a suitable unit under the Program.


§17-2033-22 Waiting list. (a) The authority shall maintain a statewide waiting list of applicants who may be eligible to obtain a certification of rent supplement eligibility.

(b) Placement of applicants on the waiting list shall be based upon the following:

(1) Applicable preference, if any; and
(2) Date and time of application's receipt.

(c) An applicant must notify the authority, at least annually, of any change that may affect the applicant's place on the waiting list and the authority's ability to contact the applicant. Changes include, but are not limited to, familial status,
§17-2033-22


§17-2033-24 Removal from waiting list. An applicant shall be removed from the waiting list for one of the following reasons:

1. The applicant requests that the applicant's name be removed;

2. The applicant fails to notify the authority of the applicant's continued interest for housing at least once every twelve months;

3. The applicant no longer meets the eligibility criteria set forth in section 17-2033-13;

4. The applicant fails to respond to the authority's reasonable efforts such as correspondence to the last known address to contact them;

5. The applicant fails without good cause to keep a scheduled interview or to provide requested information necessary to determine eligibility; or

6. An applicant who has misrepresented material information or has wilfully withheld important information from the authority shall be removed from the waiting list for twelve months. [Eff 5/7/17, comp JAN 20 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-153, 356D-155)

§17-2033-26 Closing the waiting list. (a) The authority, at its discretion, may restrict or refuse acceptance of applications to the waiting list, when it determines that it is unable to assist applicants on the waiting list within a reasonable period of time.


§§17-2033-27 to 17-2033-30 (Reserved).
§17-2033-31

SUBCHAPTER 4

RENT

§17-2033-31 Rent supplement payments. (a) The authority shall pay directly to the housing owner, or authorized representative, on behalf of a tenant, a monthly amount which is the difference between the established monthly rent for the tenant's dwelling unit and the tenant's allocable share of rent as established in section 17-2033-32; provided that the authority shall not make any monthly payments that exceed $500 on behalf of any tenant.

(b) Rent supplement payments will be made on behalf of a tenant for the period that the rental unit is occupied and as long as the family is in compliance with the program's obligations.

If the tenant vacates the dwelling unit without proper notice, rent supplement payments will be continued to the time that the rental agreement could legally be terminated or to the date that the unit is re-rented, or to the last day of the month that the tenant vacated the unit and rent supplement payment was already made, whichever comes first.


§17-2033-32 Rent calculation. (a) Effective April 1, 2001, the tenant's allocable share of monthly rent shall be determined by subtracting $100 per minor child from the household income; multiplied by thirty
§17-2033-33

per cent; divided by twelve and rounded to the closest dollar amount.

Example: tenant's household income = $15,000
- $200 (less $100 for each minor)
  $14,800
x 30%
$4,440
+ 12
$370 tenant's allowable share of monthly rent

(b) The tenant shall pay to the landlord the allocable share of monthly rent as determined in subsection (a). [Eff 5/7/17, comp ]


§17-2033-33 Reexamination. (a) The authority shall review the household's income, household composition and any other related matter to adjust, if necessary, the tenant's allocable share of monthly rent and the authority's rent supplement payment.

(b) A non-elderly household shall be reexamined at least once every twelve months.

(c) An elderly household shall be reexamined at least once every twenty-four months.

(d) If at the time of admission or annual reexamination, a household's income cannot be reasonably determined for the next twelve months, a six month reexamination may be scheduled.

(e) The tenant's allocable share of monthly rent shall be adjusted between reexaminations when a person with income is added to the household or retroactive to the date the income is effective. The adjustment shall be effective on the first day of the second month following the approved inclusion.

(f) Reexamination shall be performed either in-person or via mail. [Eff 5/7/17, am and comp JAN 2019]

§17-2033-34

§17-2033-34 Security deposits. No portion of the rent supplement payments by the authority shall be applied or allocated to any security deposit demanded by a housing owner. The authority shall not be responsible for nor be required to pay a housing owner for the security deposit. [Eff 5/7/17, comp JAN 20 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §356D-156)

§§17-2033-35 to 17-2033-40 (Reserved).
§17-2033-41 Rent supplement agreement - housing owners. (a) A rent supplement agreement, used by the authority, shall be executed between the authority and housing owners who rent dwelling units to tenants of the program. The form shall include, but not be limited to, an acknowledgment of the rental agreement between the owner and participant, the amount of rent and supplemental assistance, date that payment is due, to whom payment is to be made and the owner's and authority's responsibilities.

(b) Amendments to the rent supplement agreement shall be in writing, and approved by the authority and the housing owner. [Eff 5/7/17, comp JAN 20 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-151, 356D-156)

§17-2033-42 Rent supplement agreement - tenants.

(a) The head(s) of household of a tenant household shall execute a rent supplement agreement, used by the authority prior to participating in the program. The form shall include, but not be limited to, an acknowledgment of an agreement between the tenant and the authority, the rent and amount of supplemental assistance and the participant's and authority's responsibilities.

§17-2033-43

§17-2033-43 Authority's responsibility. Other than the agreed-to rent supplement for the monthly rent, the authority shall not be held responsible to the housing owner for any portion of the tenant's allocable share of the rent, or be held responsible to the housing owner or tenant for any damages, breakage, or losses to the dwelling unit or any portion thereof, or to the furnishings, fixtures, and appliances where the same may have been caused by the tenant, housing owner or other causes. [Eff 5/7/17, comp JAN 20 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §356D-156)

§17-2033-44 Rent supplement agreement - termination. (a) A tenant shall give the authority at least thirty days written notice prior to the date that the tenant will withdraw from participation in the program.

(b) The authority may terminate a tenant's participation in the program when a tenant has:

(1) Established a pattern of late rent payments or is chronically delinquent with rent payments;

(2) Submitted false or misleading information or willfully withheld important information from the authority;

(3) Violated any provision of the rules or chapter 356D, HRS, as related to this program;

(4) Had the rental agreement terminated by the housing owner; or

(5) Transferred without prior approval to a dwelling unit of same or higher rent that does not meet the authority's occupancy standards.

(c) If a tenant has submitted false or misleading information or has willfully withheld important information which reduced the tenant's allocable monthly share of rent, the tenant shall reimburse the authority for the amount of supplemental overpayment. Repayment shall be made in accordance
with a repayment plan as approved by the authority.

(d) The authority may terminate the rent supplement agreement when a tenant, any member of the tenant's household or guest or other person under the tenant's control:

(1) Engages in the illegal use of a controlled substance;

(2) Whose illegal use of a controlled substance, or abuse of alcohol, is determined by the authority to interfere with the health, safety, or right to peaceful enjoyment of the premises by other residents;

(3) Engages in criminal activity that interferes with the health, safety, or right to peaceful enjoyment of the premises by other residents; or

(4) Engages in any drug related criminal activity on or off the premises assisted by the program.

(e) The authority shall give a tenant thirty days written notice prior to the date of termination of the rent supplement agreement.

(f) A housing owner shall give the authority thirty days written notice prior to the date the housing owner plans to withdraw from the program.

(g) The authority may reduce the maximum rent supplement payment, prorate, suspend or terminate the rent supplement agreement, as represented in exhibit B, entitled "Insufficient Funds - Reduction, Proration, and Suspension: Sample Calculations", dated August 1, 2018, located at the end of this chapter, based on the amount of funding available for the program.

(1) In the event the authority does not receive sufficient funding to maintain the rent supplement program at full capacity, the authority may prorate, suspend or terminate the housing assistance payment, providing the tenant thirty days written notice;

(2) If there are insufficient funds to sustain the program, the maximum rent supplement amount will first be reduced from $500 to $400 for one or more months;
§17-2033-44

(3) If additional reductions are needed, rent supplement payments will be prorated equally amongst all participants by dividing the funding available and the length of time remaining in the fiscal year, and determining the percentage all payments will be reduced to sustain the program through the year;

(4) If the proration percentage is over fifty percent, the program will be suspended for one or more months, as needed;

(5) If suspended, families will retain the opportunity to be reinstated within the program once sufficient funding becomes available, following a reevaluation of eligibility.

(A) A reexamination, mandated under §17-2033-33, will not be conducted on suspended participant until the effective date the participant is actively reinstated in the program

(B) A suspended participant must continue to meet all eligibility criteria set forth in §17-2033-13

(6) If terminated due to an insufficient program appropriation, the family will be eligible to reapply for the program when the waitlist is opened.  [Eff 5/7/17, am and comp JAN 20 2019

(Imp:  HRS §356D-156)

§§17-2033-45 to 17-2033-50 (Reserved).
§17-2033-52

SUBCHAPTER 6

QUALIFIED HOUSING DWELLING UNIT

§17-2033-51 Eligibility for shared housing. The following criteria shall apply for participation in shared housing:

1. Eligibility requirements established in section 17-2033-13 shall apply;
2. Preference provisions established in section 17-2033-23 shall apply;
3. Two or more related or unrelated families may occupy a housing unit, provided that occupancy is in compliance with exhibit A, entitled "Occupancy Standards", dated August 27, 1999, located at the end of this chapter;
4. Except for a studio and a one bedroom unit, a participant and an unassisted person or household, which may include the housing owner, may reside in a shared housing unit;
5. Two or more participant families may reside in a shared housing unit; and

§17-2033-52 Eligible dwelling units. (a) An acceptable dwelling unit for shared housing is the same as defined in section 17-3022-2 with the following exceptions:

1. Common space areas may be shared by all individuals and families living in the shared housing unit;
2. Separate private bedrooms that are adequate in size for the participant's household
§17-2033-52

size shall be available; and

(3) Areas, traditionally not designated for sleeping purposes, including but not limited to the bathroom(s), kitchen, dining room, utility room, and patio, shall be used as common areas unless mutually deemed by occupants of the dwelling unit to be exclusive use of an individual or household.

(b) The authority shall determine the acceptability of units for shared housing taking into consideration the adequacy of space, security, and other conditions so as not to pose any threat to health and safety of the participants.

(c) The authority shall determine the number of participants in this program. [Eff 5/7/17, comp JAN 2 0 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-4, 356D-152)

§17-2033-53 Allocable share of rent. The allocable share of the dwelling unit rent shall be a prorated amount that is equitable and acceptable to the authority, the owner, and the participant. [Eff 5/7/17, comp JAN 2 0 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §§356D-4, 356D-155, 356D-156)


§§17-2033-55 to 17-2033-60 (Reserved).

2033-24
§17-2033-61 Severability. If any part, section, sentence, clause, or phrase of this chapter, or its application to any person or transaction or other circumstances is for any reason held to be unconstitutional or invalid, the remaining parts, sections, sentences, clauses, and phrases of this chapter, or the application of this chapter to other persons or transactions or circumstances shall not be affected. [Eff 5/7/17, comp JAN 2 0 2019] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §356D-4)

§17-2033-62 Number. The use of all words used in the singular shall extend to and include the plural. [Eff 5/7/17, comp JAN 2 0 2019 ] (Auth: HRS §§356D-4, 356D-151, 356D-156) (Imp: HRS §1-17)
DEPARTMENT OF HUMAN SERVICES

Amendments to and compilation of chapter 2033, title 17, Hawaii Administrative Rules, on the Summary Page dated November 15, 2018 were adopted on November 15, 2018 following public hearings held on November 8, 2018, after public notice was given in the Honolulu Star Advertiser, the Hawaii Tribune-Herald, West Hawaii Today, The Garden Island, and The Maui News on October 9, 2018.

They shall take effect ten days after filing with the Office of the Lieutenant Governor.

PONO SHIM
Chairperson
Board of Directors
Hawaii Public Housing Authority

APPROVED:

DAVID Y. IGE
Governor, State of Hawaii

Dated: 01-10-2019

APPROVED AS TO FORM:

Deputy Attorney General

Filed:
Exhibit A

OCCUPANCY STANDARDS
August 27, 1999

In determining the appropriate dwelling unit size for assistance, the following criteria shall be applied:

1. The smallest unit suitable for the household's shall be considered and each bedroom shall be occupied by at least one person.

2. The dwelling unit shall permit up to the maximum number of persons to occupy the unit in accordance with prevailing zoning, and county building, health, and fire codes.

3. Every member of the household, regardless of age, shall be counted as a person; except that a child not yet born by a pregnant household member shall not be counted as a person in determining unit size.

4. Children who are in the process of being adopted, or whose legal custody is being obtained by a household, will be included as members of the household for the purposes of determining unit size.

5. A foster child shall be included in determining unit size only if the child will remain in the unit for more than six months.

6. Persons of different generations, persons of opposite sex (other than spouses) over the age of five, and unrelated adults may be allocated separate bedrooms.

7. A live-in attendant may be provided a separate bedroom; however, no additional bedrooms will be
provided for the attendant's household.

8. A person with a valid medical ailment may be allowed a separate bedroom, provided the necessity for the separate bedroom is verified by a signed statement from a medical doctor and other supporting data.
Exhibit B

Insufficient Funds -
Reduction, Proration, and Suspension:
Sample Calculations
August 1, 2018

Tenant's Household Income = $20,000
Tenant's Monthly Rent = $1,200
Tenant's household size = 3 (includes one minor child)

\[
\begin{align*}
20,100 & \quad \text{(household income)} \\
100 & \quad \text{($100 deduction for each minor child)} \\
20,000 & \\
\times & \quad 30\% \\
6,000 & \\
+ & \quad 12 \\
500 & \quad \text{Tenant's allocable share of monthly rent,}
\end{align*}
\]
provided that the authority shall not make
any monthly payments that exceed $500

Since the maximum allowable monthly Rent Supplement by
HPHA = $500, the tenant must pay the remaining rent
owed.

\[
\begin{align*}
1,200 & \quad \text{(Tenant's monthly rent)} \\
-500 & \quad \text{(HPHA maximum monthly rent supplement)} \\
700 & \quad \text{(Tenant's monthly rent obligation)} \\
\end{align*}
\]

1. Reduction of Maximum Supplement from $500 to $400
If sufficient funds are not available, the HPHA will
reduce the maximum rent supplement payment from $500 to
$400 per month for one or more months.

\[
\begin{align*}
1,200 & \quad \text{(Tenant's monthly rent)} \\
-400 & \quad \text{(Maximum rent supplement reduction)} \\
800 & \quad \text{(Tenant's new allocable share of monthly}
\end{align*}
\]
rent after maximum supplement reduction)

2. Proration
If sufficient funds are still not available after the
reduction of the maximum rent supplement described above, the HPHA will establish a proration percentage. In this example, the proration percentage used is 25%. Tenant would receive 75% of allocable rent supplement

$ 400 (Tenant's monthly rent supplement)
-$ 100 (25% proration deduction)
$ 300 (Tenant's post-proration monthly rent supplement)

$1,200 (monthly rent)
-$ 300 (Tenant's new monthly rent supplement)
$ 900 (Tenant's new allocable share of monthly rent after proration)

3. Suspension
If sufficient funds are not available after the reduction of the maximum rent supplement described above and the HPHA determines that the proration percentage is 50% or more, the HPHA will suspend the Rent Supplement Program for one or more months.

Determined proration percentage = 55%

$ 400 (Tenant's monthly rent supplement)
-$ 220 (55% proration deduction)
$ 180 (New allocable share of monthly rent supplement)

Suspension of program. Reduction of monthly rent supplement exceeds 50% of allocable share.