



Hawaii Pacific Health Anchor Mission Strategy Place Based Investment

Michael Robinson
Vice President

Government Relations & Community Affairs

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Healthcare Anchor Network

Join a growing national collaboration of 70+ leading healthcare systems building more inclusive and sustainable local economies

CREATING A HEALTHIER HAWAI'I

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Healthcare Anchor Network

Current Network Members (50)



HEALTHCAREANCHOR.NETWORK

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What are anchor institutions?

- Nonprofit or public institutions
- Rooted in place- “sticky capital”
- Economic engines- large purchasers, employers & investors



LOCAL
GOVERNMENT



UNIVERSITIES



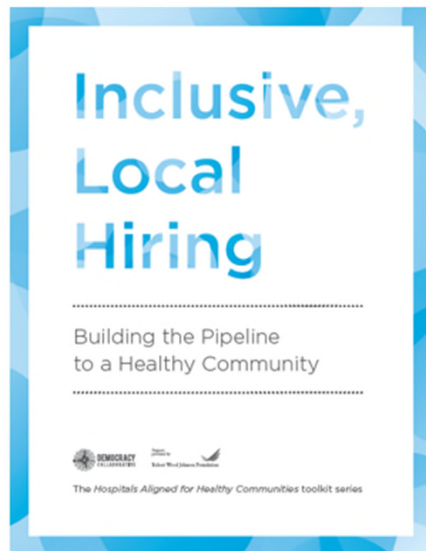
HOSPITALS &
HEALTH SYSTEMS



COMMUNITY & PLACE-
BASED FOUNDATIONS

The Healthcare Anchor Mission

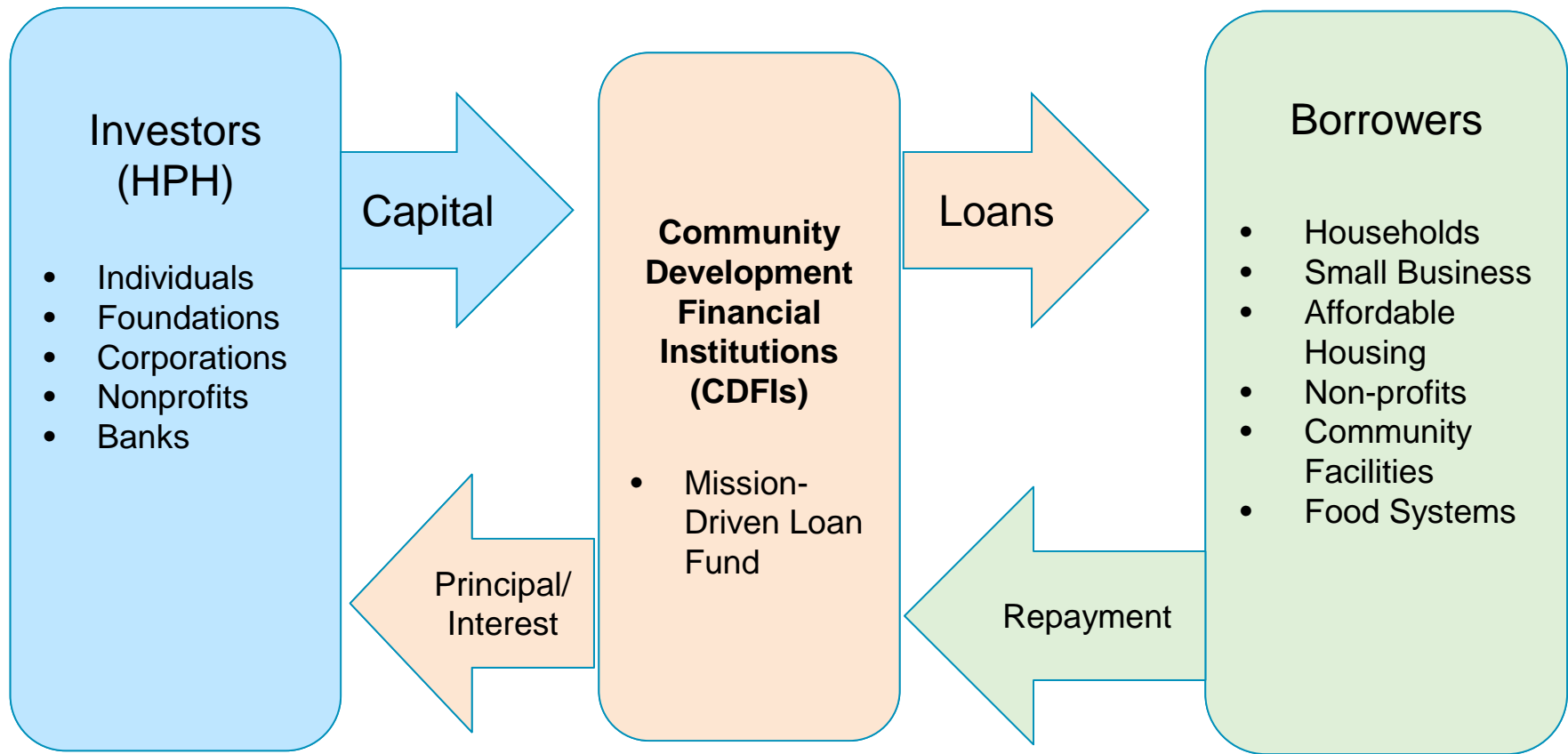
How Anchor institutions can leverage *everyday business practices* to impact economic factors that contribute to the overall well-being of our communities by creating community wealth through intentional:





- Leverages a percentage of a hospital's investment portfolio to *increase available capital for mission-aligned projects that address economic and environmental disparities* in underserved communities which may not have access to mainstream financial resources.
- Investment in a 3rd party (i.e. CDFI or loan fund) to fund prioritized community projects with modest return on low risk investment (2-2.5%).
- Provides patient and flexible capital

Investing with Community Development Financial Institutions (CDFIs)



Place-Based Investing (PBI) Benefits

- No Bond Rating Impact
- Does not impact operational cash flow
- Risk diversification through partnership
- No underwriting requirements

Place-based Investment Commitment

- In signing the Healthcare Anchor Network's (HAN) Place-based Investment Commitment, health systems commit to redirecting a portion of their investable assets toward impact investments that are place-based and address community conditions that create racial, economic and environmental disparities. The goal of these investments is to improve community health and well-being, particularly for those impacted by a legacy of divestment and discrimination.
- Signatories are required to allocate at least 1% or \$50 million (whichever is less) of long-term reserves or unrestricted investment fund or pool for place-based impact investments (pensions and other restricted assets are to be excluded from consideration).
- Moreover, signatories are required to deploy at least the minimum investment amount within five years of creating the allocation. Finally, signatories are required to collect and submit annual data to the Healthcare Anchor Network in order to track collective progress and impact, and to ensure accountability.

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Commitment Form

We, Hawaii Pacific Health, as a Healthcare Anchor Network (HAN) member, pledge to work in good faith to execute the HAN Place-based Investing Commitment to achieve the goals specified therein, and to submit data according to HAN's Anchor Institution Reporting Standard and yearly schedule to demonstrate our progress against the commitment.

In accordance with the commitment, our institution has allocated \$ 8,500,000 to place-based investments. This equals 1% of our institution's unrestricted investment portfolio as of June 30, 2021 (date).

By including our signatures below, we agree to the following:

- To deploy at least 1% of \$50M within 5 years of this commitment.
- To annually collect and submit data to the Healthcare Anchor Network in order to track our collective impact, including:
 - ▶ Presence of a place-based investment objective within the investment policy;
 - ▶ Our institution's total investable assets;
 - ▶ Total dollar amount *allocated* to place-based investment strategy; and
 - ▶ Dollar amount of place-based investment allocation that is *deployed*.
- We agree that the Healthcare Anchor Network (HAN) may list our institution as a signatory to this commitment on the HAN website and can do so by including our logo.



Signature of Accountable Executive

9/30/21

Date

Share your name, title, institution, and contact information below.

Accountable Executive

First and Last Name
Title
Email

David Okabe
Executive Vice President & Chief Financial Officer
David.Okabe@hawaiipacifichealth.org

Assistant

First and Last Name
Title
Email

Michelle Kubota
Executive Assistant
Michelle.Kubota@hawaiipacifichealth.org

Accountable Project Manager

First and Last Name
Title
Email

Michael Robinson
Vice President
Government Relations & Community Affairs
Michael.Robinson@hawaiipacifichealth.org

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Source of Funding

Organizations that follow FASB ASC 958, check here <input checked="" type="checkbox"/>			
and complete lines 27, 28, 32, and 33.			
27	Net assets without donor restrictions	759,747,317	27 781,319,809
28	Net assets with donor restrictions	58,593,199	28 67,769,741

Hawai'i CDFI "Hui" Members

Organization	Mission	Social Issue
Hawai'i Community Lending (HCL)	Build capacity of low- and moderate-income individuals to achieve and sustain economic self-sufficiency: financial and housing counseling, microloans, matched savings accounts.	Housing Self-sufficiency
Hawai'i Community Reinvestment Corporation (HCRC)	Facilitate affordable housing, community development, energy efficiency, and economic development throughout Hawai'i by providing innovative financing, training, and consulting.	Housing Community Development
Honolulu Habitat for Humanity	Build strength, stability and self-reliance in partnership with families in need of decent and affordable housing. Habitat homeowners help build their own homes alongside volunteers and pay an affordable mortgage.	Housing
Council for Native Hawaiian Advancement (CNHA)	Access to capital, financial education and individualized financial counseling services with a focus on low- and moderate-income Native Hawaiians.	Self-sufficiency Small Business
Lei Ho'olaha	Financial training and loans to charter schools to build capacity and make them credit-worthy for commercial financial institutions.	Education
Hawai'i Homeownership Center	Education and support to create successful first-time homeowners	Housing
Feed the Hunger Foundation	Creating a more sustainable food system. Food-focused loan program infuses capital and expertise for farmers excluded from traditional financing options.	Food Systems

Selected by the Hawai'i Community Foundation CDFI Hui

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