

Ann Sewill, General Manager
Tricia Keane, Executive Officer

Daniel Huynh, Assistant General Manager
Anna E. Ortega, Assistant General Manager
Luz C. Santiago, Assistant General Manager

City of Los Angeles



Karen Bass, Mayor

LOS ANGELES HOUSING DEPARTMENT
1910 Sunset Blvd, Ste 300
Los Angeles, CA 90026
Tel: 844.862.REAP (7327)

housing.lacity.org

June 21, 2024

Honorable Members of the City Council
City of Los Angeles
Room 395, City Hall
200 North Spring Street
Los Angeles, CA 90012

Attention: Office of the City Clerk

TERMINATION OF RENT REDUCTION AND THE REMOVAL OF PROPERTIES FROM THE RENT ESCROW ACCOUNT PROGRAM (REAP)

The Los Angeles Housing Department (LAHD) respectfully submits this transmittal for your approval and recommends terminating rent reductions and REAP case removal for the properties listed below. All properties have met the requirements in the Los Angeles Municipal Code (LAMC) 162.08.

LAHD is requesting to calendar the following REAP cases for the July 3, 2024, City Council agenda.

1. Case No. 787068 represents the property at 4346 N KRAFT AVE, STUDIO CITY CA 91604, Assessor Parcel Number (APN) 2365-015-023.
2. Case No. 714486 represents the property at 5119 S MCKINLEY AVE, Los Angeles CA 90011, Assessor Parcel Number (APN) 5103-002-031.
3. Case No. 786870 represents the property at 190 E 48TH ST, Los Angeles CA 90011, Assessor Parcel Number (APN) 5109-003-028.
4. Case No. 683794 represents the property at 226 E 43RD ST, Los Angeles CA 90011, Assessor Parcel Number (APN) 5113-019-006.
5. Case No. 89326 represents the property at 2634 S DUNSMUIR AVE, Los Angeles CA 90016, Assessor Parcel Number (APN) 5043-006-023.
6. Case No. 795494 represents the property at 1526 S HOPE ST, Los Angeles CA 90015, Assessor Parcel Number (APN) 5134-015-013.
7. Case No. 745252 represents the property at 4751 E GAMBIER ST, Los Angeles CA 90032, Assessor Parcel Number (APN) 5213-039-015.

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8. Case No. 795349 represents the property at 560 W BONITA ST, SAN PEDRO CA 90731, Assessor Parcel Number (APN) 7448-026-044.

The LAHD requests the City Council to consider this matter as soon as possible for the purpose of removing the properties from the REAP.

ANN SEWILL
GENERAL MANAGER

By:  (FOR)

Michael L. Prendergast, Director
Rent Escrow Account Program
Compliance Division

AS:MP:LR: HB:nf

Attachments: Resolutions

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June 21, 2024

The Honorable Kevin De León
Council Member, Fourteenth District
Room 425, City Hall Office
200 North Spring Street
Los Angeles, CA 90012

Attention: Jennifer Barraza, Chief of Staff

PROPERTY RECOMMENDED FOR REMOVAL FROM THE RENT ESCROW ACCOUNT PROGRAM (REAP)

The Los Angeles Housing Department (LAHD) is recommending to the City Council the termination of the rent reductions and the termination of the escrow account for the units placed into the REAP program. The file will be submitted to the City Clerk and anticipated to be heard at the City Council meeting on July 3, 2024.

PROPERTY PROFILE:

Owner: 1516 HOPE LLC
Address: 1526 S HOPE ST, Los Angeles CA 90015
APN: 5134015013
Number of Total Units: 30

REAP INFORMATION:

Case Number: 795494
Case Opened: January 18, 2023
Total Units in REAP: 1
Initial Violations Cited: 7
Citing Agency: Code Enforcement Division, Los Angeles Housing Department
Violations: Maintenance
Current Status: Violations Corrected

Should you or your staff have any questions regarding the REAP case or disposition, please contact Liseth Romero-Martinez, REAP Manager at 213-808-8828 or email at liseth.romero-martinez@lacity.org

Michael L. Prendergast, Director
Compliance Division

CC: Steven Baustista, Housing Deputy,
Sarah Flaherty, Legislative Deputy,
Davida Koren, Planning Deputy,
Nate Hayward, Director of Policy & Capital Projects

RESOLUTION

WHEREAS, the City of Los Angeles has made a commitment to preserve the City's housing stock in safe and sanitary conditions using code enforcement and encouraging landlord compliance with respect to the maintenance and repair of residential buildings; and

WHEREAS, Ordinance 173810, the Rent Escrow Account Program (REAP) was adopted by the City Council and Mayor to be cumulative to and in addition to any other remedy available at law, to enforce the purposes of the Housing Code and to encourage compliance by landlords with respect to the maintenance and repair of residential buildings, structures, premises and portions of those buildings, structures, premises; and

WHEREAS, the owner(s) of the property located at **1526 S HOPE ST, Los Angeles CA 90015**, hereinafter "the subject property," was cited for violations which caused the placement of the property into REAP (Case No. **795494**); and

WHEREAS, the Los Angeles Housing Department's (LAHD) Code Enforcement Division independently evaluated and determined the cited code violations were corrected; and

WHEREAS, the property owner has paid to the satisfaction of the Los Angeles Department of Water and Power (LADWP) any outstanding and non-appealable electric service and/or water charges; and

WHEREAS, the contractor Inner City Law Center has provided their advisory opinion to the Department as to the completion of the work; and

WHEREAS, LAHD is recommending closing the REAP escrow account, terminating the rent reductions and that the City Council allow LAHD to release escrow funds as provided for in the REAP Ordinance; and

WHEREAS, the Los Angeles Municipal Code (LAMC) Section 162.08 (D) through (G) (REAP) provides recovery by LAHD of administrative fees and penalties including outstanding rent registration fees and penalties, inspection fees, added inspection costs or administrative costs, and pre-paid monitoring fees for two annual inspections beyond the initial inspection and re-inspections included in the Systematic Code Enforcement Program (SCEP) fee;

NOW, THEREFORE, BE IT RESOLVED BY THE LOS ANGELES CITY COUNCIL THAT:

All orders affecting the units and the common areas have been signed off by the appropriate Enforcement Agency; that there are no other outstanding orders affecting the units or common areas of the building; and all outstanding and non-appealable electric service and/or water charges pertaining to the property have been paid to the satisfaction of LADWP.

FURTHERMORE, City Council terminates the rent reductions and pursuant to Section 162.08.F the rent will be restored to the original level 30 days after the Department mails the tenants the notice of the restoration. The Department shall file and record with the Los Angeles County Recorder's Office a certificate terminating the REAP recording on the subject property.

IN ADDITION, City Council terminates the rent escrow account and the funds in the escrow account shall be paid to the extent available in the following order: Administrative fees pursuant to Section 162.07.B.1 that have not yet been collected, any outstanding fees and penalties imposed pursuant to Article 1 of Chapter XVI of the LAMC, any outstanding rent registration fees due if the subject property is subject to the Rent Stabilization Ordinance and any penalties thereto pursuant to Section 151.05. Any remaining funds shall be returned to the current landlord.

SPECIFICALLY, the subject property shall be removed from REAP and the Controller is authorized to expend funds from the Code Enforcement Trust Fund #41M to reduce liability from the REAP Escrow Account #2220 upon proper demand by the General Manager of LAHD.

IN ADDITION, LAHD shall conduct an expedited systematic inspection of the subject property and impose inspection fees and administrative costs associated with such inspections; the owner of the subject property shall prepay LAHD for two annual inspections beyond the initial inspection and re-inspection included in the SCEP fee for the subject property.