

HOUSING AND HOMELESSNESS COMMITTEE REPORT relative to the interim housing bed rates adjustment; and related matters.

Recommendations for Council action:

1. NOTE and FILE the Los Angeles Homeless Services Authority (LAHSA) report dated September 26, 2024, attached to the Council file.
2. APPROVE the proposed interim housing bed rates, as applicable, to be effectuated January 1, 2025, at the Level Staffing Model, Wage Tier 1 rates as follows:
 - a. \$69 per bed per night for sites with 51 beds or more.
 - b. \$79 per bed per night for sites with 50 beds or less
3. APPROVE a 12 percent administrative rate for Service Providers beginning January 1, 2025, which is included in the proposed interim housing bed rates within the City Administrative Officer report dated October 2, 2024, attached to the Council file.
4. INSTRUCT the CAO to identify funding and include the necessary authorities to execute new or amend existing contracts to effectuate the increased bed rates in a future report.
5. APPROVE the proposed interim housing bed rates, as applicable, to be effectuated July 1, 2025, at the Enhanced Staffing Model, Wage Tier 1 rates as follows:
 - a. \$89 per bed per night for sites with 51 beds or more
 - b. \$116 per bed per night for sites with 50 beds or less
6. DIRECT the CAO, Chief Legislative Analyst (CLA), and REQUEST the Los Angeles Homeless Services Authority (LAHSA) to report to council on additional funding opportunities to cover gaps in operating costs for interim housing sites.
7. DIRECT the CAO and CLA to consult with Council Offices to identify expanded services and associated costs to provide those services in interim housing sites.
8. INSTRUCT the CAO to solicit the County of Los Angeles for payment for client services equivalent to the payments and services provided at Inside Safe sites and Mayfair Hotel. All City-funded single adult beds must follow the bed rate approved in the CAO report. For any bed that is currently negotiated at a higher rate, including Inside Safe beds, upon renegotiation they must follow the CAO's recommended Bed Rate listed in the report.
9. INSTRUCT the Los Angeles Housing Department (LAHD) to amend any contract regarding the operations of interim housing facilities with the Los Angeles Homeless Services Authority (LAHSA) to include a requirement that the Scope of Required Services (SRS) for interim housing in the City be presented for review and approval by the Council, including any re-procurement for this system.
10. INSTRUCT the Chief Legislative Analyst (CLA) and CAO to work with LAHSA to make revisions to the SRS and incorporate any changes made by the Council into the SRS and require that any amendments to this draft SRS be presented to Council for review and approval.
11. INSTRUCT the CLA, CAO, and LAHD to identify and include best practices in contract management and administration to enhance accountability for LAHSA and service providers,

relative to the revised SRS for interim housing, beginning in Fiscal Year 2025-26.

12. INSTRUCT the CLA, in coordination with LAHD, CAO, and LAHSA, to develop a set of City key performance indicators (KPIs) relative to the revised SRS for interim housing, to be included in applicable City contracts with LAHSA; and to develop and report on a review process related to the City KPIs for interim housing, including the requirement that service providers participate in this process, to be included in contracts with LAHSA and service providers
13. INSTRUCT the LAHD to amend any contract with LAHSA regarding procurement of the interim housing system to implement the policy and program revisions adopted by Council.
14. REQUEST the LAHSA to report to Council on Administrative Budget allocation for FY 22-23, FY 23-24, and FY 24-25.
15. INSTRUCT the LAHD, with the assistance of the CAO, to amend the contract with LAHSA to require submission of invoices from subcontractors and other documentation for services rendered with each cash request.
16. INSTRUCT the CAO to report to Housing and Homelessness Committee, before the next meeting, clarifying the source of funds for the existing bed rate increases, and identifying funds to potentially increase the nightly bed rate, starting January 1, 2025, to the following:
 - a. \$89 per bed per night for sites with 51 beds or more.
 - b. \$116 per bed per night for sites with 50 beds or fewer.

Fiscal Impact Statement: The CAO reports that approval of the recommendations in the report will not have an immediate impact on the General Fund as funding recommendations will be provided in a future report. However, should the proposed increases be adopted and funding is needed for the initiatives, there may be an approximate fiscal impact of up to \$6.3 million in FY 2024-25 and \$183 million in FY 2025-26.

Financial Policies Statement: The CAO reports that approval of the recommendations contained in the report comply with the City's Financial Policies as there is no General Fund associated with the action at this time.

Community Impact Statement: None submitted

SUMMARY

At the meeting held on November 6, 2024, your Housing and Homelessness Committee considered a CAO, CLA, and LAHSA reports relative to the interim housing bed rates adjustment; and related matters.

The CAO reported a technical correction to the Fiscal Impact Statement replacing the approximate number from \$179.4 million in FY 2025-26 to \$183 million in FY 2025-26. After an opportunity for public comment was held, the Committee moved to approve the recommendations, as amended, as stated above. This matter is now submitted to the Council for consideration.

Respectfully Submitted,

HOUSING AND HOMELESSNESS COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
RAMAN:	YES
BLUMENFIELD:	YES
PADILLA:	YES
DE LEÓN:	ABSENT
RODRIGUEZ:	YES

JL 11.6.24 23-1348

-NOT OFFICIAL UNTIL COUNCIL ACTS-