

HOMELESSNESS AND POVERTY COMMITTEE REPORT relative to recommended uses for uncommitted Proposition HHH funds.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. APPROVE allocation of up to \$7.5 million to a construction completion Notice of Funding Availability for current HHH projects experiencing significant unforeseen cost increases.
2. APPROVE allocation of up to \$2 million for loans of up to \$200,000 per project to Permanent Supportive Housing projects in the Managed Pipeline.
3. APPROVE allocation of up to \$50 million of uncommitted Proposition HHH balance for innovation programs and projects including, for the match for Project Homekey Round 2, if state funding is available, and/or acquisition, rehabilitation, re-use, or new construction of innovative projects such as motel conversions or turnkey developments that will deliver interim or permanent housing within twelve to eighteen months at a lower per-unit cost.
4. INSTRUCT the Los Angeles Housing and Community Investment Department (HCIDLA) to report back to the City Council and Mayor on the proposed Innovation Notice of Funding Availability described in Recommendation 3, if funding from the uncommitted Proposition HHH balance is available for that purpose.
5. INCREASE the Proposition HHH subsidy per unit ceiling from \$140,000 to \$230,000 for allocations approved under Recommendations 3 and 4 so that projects are feasible with only a conventionally available or tax-exempt loan, an equity investment based on Low Income Housing Tax Credits, and the Proposition HHH commitment.

Fiscal Impact Statement: None submitted by the Proposition HHH Administrative Oversight Committee, City Administrative Officer nor HCIDLA.

Community Impact Statement: None submitted.

SUMMARY:

At a regular meeting held on April 22, 2021, the Homelessness and Poverty Committee considered a Prop HHH AOC report, dated April 13, 2021, relative to recommended uses for uncommitted Prop HHH funds. After providing an opportunity for public comment, the Committee recommended to approve the Prop HHH AOC report. This matter is now submitted to the Council for consideration.

Respectfully submitted,

HOMELESSNESS AND POVERTY COMMITTEE

MEMBER	VOTE
RIDLEY-THOMAS:	YES
DE LEON:	YES
BUSCAINO:	ABSENT
RODRIGUEZ:	YES
RAMAN:	YES

LC 04/22/21