

CITY OF LOS ANGELES

CALIFORNIA

CAROLYN M. HULL
GENERAL MANAGER



ERIC GARCETTI
MAYOR

**ECONOMIC AND WORKFORCE
DEVELOPMENT DEPARTMENT**

1200 W. 7TH STREET
LOS ANGELES, CA 90017

December 9, 2021

Council File Number:
Council Districts: All
Contact Persons & Phone:
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The Honorable Eric Garcetti
Mayor, City of Los Angeles
Room 303, City Hall

City Council
c/o City Clerk
Room 395, City Hall

Attention: Heleen Ramirez, Legislative Coordinator

TRANSMITTAL: APPROVAL OF REQUEST FROM THE ECONOMIC AND WORKFORCE DEVELOPMENT DEPARTMENT (EWDD) TO ALLOCATE \$2.75 MILLION TO THE GANG INJUNCTION CURFEW (RODRIGUEZ) SETTLEMENT PROGRAM

RECOMMENDATIONS

The General Manager of the Economic and Workforce Development Department (Department) respectfully requests that the Workforce Development Board:

1. APPROVE the Department's recommendation to allocate \$2.75 million in additional funding to the Gang Injunction Curfew Settlement program, as follows:

a.	Service Providers	2,500,000
b.	City Costs	250,000
c.	Total	2,750,000

2. APPROVE the Department's recommended service provider allocations as outlined in Table 3;
3. AUTHORIZE the Department to amend agreements as outlined in Table 3 through June 30, 2022.
4. Authorize the Controller to:
 - a. Transfer \$2.75 million from the City General Purpose Fund and/or the Unappropriated Balance to the Gang Injunction Curfew Settlement Fund No. 10B.

Establish new Account No. 22V887, titled “Gang Injunction Curfew Settlement – City GF,” within the Gang Injunction Curfew Settlement Fund No. 10B and appropriate \$2,500,000.

- b. Increase appropriations within the Gang Injunction Curfew Settlement Fund No. 10B as follows:

Account	Title	Amount
22V112	City Attorney	16,100
22V122	Economic and Workforce Development	229,535
22V166	Personnel	4,365
Total		250,000

- c. Increase appropriations within Fund 100/22 as follows:

Account	Title	Amount
001010	Salaries General	172,627
001070	Salaries as Needed	1,088
001090	Overtime General	12,159
002120	Printing and Binding	25
002130	Travel	53
003040	Contractual Services	4,084
003310	Transportation	5
006010	Office and Administrative	3,690
006020	Operating Supplies	5
006030	Leasing	35,799
Total		229,535

- d. Increase appropriations within the following Fund 100 accounts:

Fund/Account	Title	Amount
100/12/001010	Salaries General	16,100
100/66/001010	Salaries General	4,365
Total		20,465

5. Authorize the General Manager of EWDD, or designee, to prepare Controller Instructions for any necessary technical adjustments, subject to the approval of the City Administrative Officer, and then instruct the Controller to implement the instructions.

FISCAL IMPACT

The recommendations contained herein will have an impact on the City General Purpose Fund through an increased appropriation of \$2.75 million for the Gang Injunction Curfew Settlement program (also known as LARCA 2.0).

BACKGROUND

The City Council allocated a maximum of \$30 million dollars in City General Purpose Funds over a four-year period for the Gang Injunction Curfew Settlement (Settlement) in the case of “Rodriguez vs. City of Los Angeles.” Approximately 6,000 plaintiff class members were impacted by the Settlement, which included twenty-six (26) gang injunction areas: 3 in the San Fernando Valley, 3 in West Los Angeles, 4 in Northeast Los Angeles, 4 in Boyle Heights/East Los Angeles, 2 in Mid-City, 3 in Hollywood/Central Los Angeles, 6 in South Los Angeles, and 1 in Wilmington/Harbor.

The LARCA 2.0 incorporates best practice workforce development designs from the original LARCA model that targeted high-need and transitional populations and provided them education and career assessments, case management services, job readiness training, subsidized employment, financial literacy training and job placement services.

DISCUSSION

Since the inception of the program, City Council has appropriated a total of \$10.3 million from the \$30.0 million maximum allocation. Though the City committed to a maximum of \$7.5 million per year, due to low enrollments and expenditures at the onset of the program, between FY2019-20 and FY2021-22, the City only appropriated a portion of the total annual commitment to EWDD with the balance of funds appropriated in the Unappropriated Balance (UB) Budget. As a result, only \$10,216,071 of the original \$30.0 million have been made available to the program to date. Table 1 below provides a summary of funding appropriated by Fiscal Year:

Table 1: Appropriations by Fiscal Year

No.	Fiscal Year	Service Providers	EWDD Oversight	Total
1	FY2016-17	1,910,000	155,494	2,065,494
2	FY2017-18	2,030,259	596,807	2,627,066
3	FY2018-19	2,744,308	528,732	3,273,040
4	FY2019-20	374,054	689,474	1,063,528
5	FY2020-21	452,173	672,827	1,125,000
6	FY2021-22	0	109,303	109,303
Total		7,510,794	2,752,637	10,263,431

After a slow start to the program, the Department's community outreach efforts and "word of mouth" referrals in impacted communities have led to a significant increase in the number of enrollments. To date, the LARCA program has now enrolled a total of 844 participants, with 376 or 44 percent of all enrollments coming in the last 18 months. Based on current trends, EWDD projects to exceed a total of 1,000 enrollments by June 30, 2022. Table 2 below provides a summary of actual participant enrollments by Fiscal Year.

Table 2: Enrollments

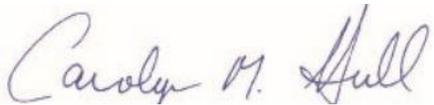
No.	Fiscal Year	Total Enrollments
1	FY2016-2017	0
2	FY2017-2018	110
3	FY2018-2019	254
4	FY2019-2020	103
5	FY2020-2021	273
6	FY2021-2022	104
Total		844

Based on pending invoices, service provider expenditures will surpass \$6.2 million by December 2021, leaving approximately \$1.5 million available through June 30, 2022. EWDD projects an additional \$2.5 to \$4.0 million in expenditures through the end of the current program. In order to avoid disruption of services, EWDD is requesting that City Council authorize an additional \$2.75 million to close-out the current program period. Furthermore, EWDD recommends that the \$2.75 million be distributed as outlined in Table 3 on the next page:

Table 3: Proposed Allocations

	Contractor	Current Funding (Based on CF No. 21-0957)	Total Invoiced to Date	Current Balance	New Allocation	Total
1	Anti-Recidivism Coalition	0	0	0	0	0
2	Arbor E&T, LLC - Boyle Heights	28,000	22,099	5,901	0	28,000
3	Arbor E&T, LLC - Canoga Park	678,000	662,581	15,419	400,000	1,078,000
4	Asian American Drug Abuse Program, Inc.	455,644	541,107	(85,463)	400,000	855,644
5	Build Rehabilitation Industries	11,635	11,635	0	0	11,635
6	Catholic Charities	200,070	253,440	(53,370)	200,000	400,070
7	City of Long Beach (Pacific Gateway)	443,000	331,096	111,904	150,000	593,000
8	Coalition for Responsible Community Development	150,000	45,504	104,496	100,000	250,000
9	Community Career Development, Inc.	65,000	26,237	38,763	0	65,000
10	Downtown Women's Center	60,000	43,646	16,354	100,000	160,000
11	El Proyecto del Barrio, Inc.	280,000	209,309	70,691	100,000	380,000
12	Friends Outside in Los Angeles County	21,356	21,356	0	0	21,356
13	Goodwill Industries of Southern California	559,700	627,390	(67,690)	400,000	959,700
14	Homeboy Industries	177,604	177,604	0	0	177,604
15	Housing Authority of the City of Los Angeles	2,169,529	1,360,023	809,506	200,000	2,369,529
16	Jewish Vocational Service	225,000	153,599	71,401	50,000	275,000
17	Los Angeles Conservation Corps, Inc.	31,753	31,543	210	0	31,753
18	Managed Career Solutions, Inc.	438,000	379,446	58,554	300,000	738,000

19	Pacific Asian Consortium in Employment	150,000	162,559	(12,559)	100,000	250,000
20	UAW-Labor Employment and Training Corporation	215,000	76,074	138,926	0	215,000
21	Watts Labor Community Action Committee	20,938	20,938	0	0	20,938
22	Youth Policy Institute, Inc.	0	0	0	0	0
23	H.E.L.P.E.R Foundation	100,000	100,000	0	0	100,000
24	Homeboy Industries (Tattoo Removal)	50,000	28,024	21,976	0	50,000
25	CSUN Evaluation Services	664,259	565,409	98,850	0	664,259
26	Professional Development: Homeboy Industries	20,000	13,413	6,587	0	20,000
27	Professional Development: HELPER Foundation	20,000	18,857	1,143	0	20,000
28	Outreach & Marketing	276,306	155,471	120,835	0	276,306
Total		7,510,794	5,850,619	1,660,175	2,500,000	10,010,794



CAROLYN M. HULL
General Manager

CMH:GR:RR:cg