

HOUSING COMMITTEE REPORT relative to the Permanent Local Housing Allocation (PLHA) program activities and the approved budget, contract amendments, and program implementation for year 1 and 2.

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

1. AMEND Recommendation II. C of the Los Angeles Housing Department (LAHD) transmittal, dated January 31, 2022 (Report), attached to the Council file, relative to the City's implementation of the Senate Bill 2 (SB-2) PLHA, to correct the Contract No. to C-138612, and adopt Recommendations II. B through II. D of the above mentioned LAHD Report, as amended.
2. AUTHORIZE the General Manager, LAHD, or designee, to:
 - a. Accept the Fiscal Year (FY) 2021-22, Year I allocation in the amount of \$26,219,573, as summarized in Table 1 of the City Administrative Officer (CAO) report dated March 18, 2022, attached to the Council File, and accept the FY 2022-23, Year II allocation in the amount of \$40,753,337, as summarized in Table II of the above mentioned LAHD Report. Both allocations, or budgets, are in accordance with the approved five-year plan for the PLHA, per the State of California Department of Housing and Community Development requirements.
 - b. Execute an amendment to the City Contract No. C-136109 with CASK NX, LLC to increase the compensation amount by \$500,000, and extend the contract term to June 30, 2023, to develop, implement, and maintain a new Prevailing Wage Compliance Package and a Proposition HHH Project Tracker using LAHD's current investment in the ServiceNow platform, and automate LAHD's Housing Development Bureau business processes, in substantial conformance with the draft Amendment attached to the above mentioned LAHD Report, subject to funding availability, approval to the City Attorney as to form and legality, and completion of the Charter Section 1022 Determination process.
3. AUTHORIZE the Controller to:
 - a. Establish a new interest-bearing fund entitled "SB 2 Permanent Local Housing Allocation" for the receipt and disbursement of the annual, permanent allocation from the State of California, Department of Housing and Community Development, to be administered by LAHD.
 - b. Establish new accounts and appropriate \$26,219,573 within the new fund as follows:

Account No.	Account Name	Amount
43VB88	Administration Reserve for PLHA	\$ 209,575
43V723	Rental – New Construction	10,733,791
43V724	Rental – Preservation	5,768,306
43V726	Homeownership MIPA	5,119,815
43V919	Eviction Prevention Rental Assistance	1,247,002
43V920	ADU Accelerator Program	864,379
43V900	Contract Programming	378,698
43V143	Los Angeles Housing Department	1,220,269
43V299	Reimbursement of General Fund Costs	<u>677,738</u>
	Total:	\$ 26,219,573

- c. Increase appropriations in the amount of \$1,220,269 within the LAHD Fund No. 100/43 as follows:

Account No.	Account Name	Amount
001010	Salaries, General	\$1,022,614
001070	Salaries, As Needed	12,022
002120	Printing and Binding	7,000
003040	Contractual Services	20,000
006010	Office and Administrative	59,400
006030	Leasing	<u>99,233</u>
	Total:	\$1,220,269

Fiscal Impact Statement: The CAO reports that there is no impact to the General Fund. The acceptance of the SB-2 PLHA award will fund expenses incurred for the programs in the proposed SB-2 PLHA allocation plan.

Financial Policies Statement: The CAO reports that the recommendations in this report comply with the City's Financial Policies.

Community Impact Statement: None submitted.

Summary:

On March 23, 2022 the Housing Committee considered both LAHD and CAO reports relative to the Permanent Local Housing Allocation program activities and the approved budget, contract amendments, and program implementation for year 1 and 2. The CAO had staff come before the Committee and read amendments to their report into the record, as well as other presentations by the department to clarify the purpose of the report. After consideration and having provided an opportunity for public comment, the Housing Committee moved to approve the recommendations in the CAO report, dated March 18, 2022, as verbally amended in the meeting. This matter is now transmitted to Council for its consideration.

Respectfully Submitted,

HOUSING COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
CEDILLO:	ABSENT
RAMAN:	YES
HARRIS-DAWSON:	YES
KREKORIAN	YES
LEE	YES

KK 3/23/22

-NOT OFFICIAL UNTIL COUNCIL ACTS-