

BUDGET AND FINANCE COMMITTEE REPORT relative to the State Homeless Emergency Aid Program (HEAP) - First Quarterly Expenditure Report, and funding recommendations.

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

1. CONCUR with the Homelessness and Poverty Committee report (attached to Council File 18-0628) dated May 15, 2019.
2. AUTHORIZE the Controller to implement the transfers between funds and accounts as follows:

	<u>Fund</u>	<u>Account</u>	<u>Title</u>	<u>Account</u>
From:	60P/10	10R6380	AC-1 Capital and Operating Support	\$1,063,666
To:	100/54	00R636	Bridge Housing - 1533 Schrader	\$1,063,666

	<u>Fund</u>	<u>Account</u>	<u>Title</u>	<u>Account</u>
From:	100/54	00R636	Bridge Housing - 1533 Schrader (60P/10R154)	\$1,063,666
	100/54	00R636	1533 Schrader (100/56)	<u>319,976</u>
			Total:	\$1,383,642
To:	100/40	001101	Hiring Hall Construction	\$358,800
	100/40	001121	Benefits Hiring Hall Construction	179,400
	100/40	001191	Overtime Hiring Halls Construction	59,800
	100/40	003180	Construction Materials	<u>785,642</u>
			Total:	\$1,383,642

3. RECEIVE AND FILE the Chief Legislative Analyst (CLA) report (attached to the Council File 18-0628) dated June 6, 2019.
4. AUTHORIZE the City Administrative Officer (CAO) to prepare any additional Controller instructions to reimburse the City Departments for their accrued labor, material or permit costs related to projects in this report consistent with the Mayor and Council action on this matter, and authorize the Controller to implement these instructions.

Fiscal Impact Statement: The CAO reports that the recommendations in its report create a projected gap of \$4,617,905 in Fiscal Year (FY) 2019-20 in construction funds reserved for A Bridge Home Projects. Moreover, funding for services at A Bridge Home sites in its report will need to be identified for operating costs beyond June 30, 2021. Funds for services at \$60/bed/night will also have to be identified for all additional A Bridge Home sites. If all sites currently under review are deemed feasible and approved as A Bridge Home facilities, service funding for 645 additional beds will be required. The CAO is working with the Mayor's Office to

identify additional construction and services funds for A Bridge Home projects, including a second HEAP allocation from the State of California and/or additional funding from Los Angeles County Measure H.

Community Impact Statement: None submitted.

### SUMMARY

At a regular meeting held on June 10, 2019, the Budget and Finance Committee considered a CAO report and a Homelessness and Poverty Committee report relative to the HEAP - First Quarterly Expenditure Report, and funding recommendations.

During consideration, the CAO and the CLA presented their reports regarding the HEAP - First Quarterly Expenditure Report, and answered the Committee's questions regarding the recommendations above. Additionally, the Committee requested that any future reports regarding this matter include information about other municipalities and their strategies to address homelessness, a comparative analysis of the City and then largest municipalities of the costs associated with housing, additional funding opportunities for programs addressing homelessness, and the benefits from the executing of the current programs.

After providing and opportunity for public comment, the Budget and Finance Committee concurred with the Homelessness and Poverty Committee report dated May 15, 2019, received and filed the CLA report, and approved the amendments as submitted by the CAO during the meeting. This matter is now forwarded to Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN	YES
PRICE	YES
KORETZ	YES
BLUMENFIELD	YES
BONIN	YES

AC 6/10/19

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**