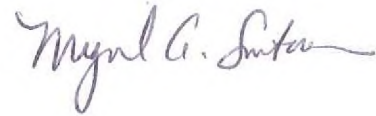


CITY OF LOS ANGELES
INTER-DEPARTMENTAL CORRESPONDENCE

Date: February 03, 2010

To: The Council

From: Miguel A. Santana, City Administrative Officer



Subject: **CITY ARRA GRANT PROGRAM**

The American Recovery and Reinvestment Act of 2009 (ARRA) was signed into law by President Barack Obama on February 17, 2009. The total cost of the package is \$787 billion and consists of: \$135 billion for upgrades to transportation, infrastructure, construction, health care programs, education and housing assistance and energy projects; \$144 billion in state and local fiscal relief; and, \$288 billion in personal and business tax credits.

Of the \$787 billion in ARRA funding provided nationally, approximately \$135 billion of this amount has been made available to state and local governments in formula allocation and competitive (also known as discretionary) grants. As shown in the table below, the City has been awarded over \$330 million in ARRA formula grants. In addition, the City has won over \$260 million in ARRA competitive grants, for a total of approximately \$600 million in ARRA grant awards.

Grant Applications and Awards

		Requested (Applications)	Awarded	Direct (Prime Recipient)	Indirect (Sub-Recipient)
Formula Grants		\$332,729,210	\$332,729,210	\$113,916,065	\$218,813,145
Competitive Grants					
	Awarded Amounts	\$436,943,859	\$258,307,185	\$211,168,241	\$47,138,944
	Pending Requests	\$193,442,122	N/A	\$193,442,122	\$375,000
	Denied Amounts	\$508,651,794	N/A	\$508,651,794	\$0
	Application in Development	\$0	N/A	\$0	\$0
	Totals	\$1,471,766,985	\$591,036,395	\$1,027,178,222	\$266,328,089

From the inception of ARRA in February 2009 through December 31, 2009, the City created or retained 347 full-time jobs and 860 temporary summer jobs. In addition, the City spent approximately \$31.5 million on ARRA programs and has been reimbursed for \$16.4 in ARRA funds. The City's job and expenditure breakdown is as follows:

Project Performance / Health	
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Total Number of Grant Programs Reporting This Period:	28
Total Number of Individual Grant Projects Reporting This Period:	83

Project Scope Performance	
Private Sector Jobs Created:	54
Private Sector Jobs Retained:	13
Total Private Sector Jobs:	67
City Jobs Created (including HACLA and LAHSA):	123
City Jobs Retained (including HACLA and LAHSA):	157
Total City Jobs (including HACLA and LAHSA):	280
Total Private Sector and City Jobs (rounded):	347
Temporary Summer Jobs with City:	860
Total Jobs:	1,207
Green Jobs (included in above totals):	23

Project Financial Performance	
Total Expenditures To-Date:	\$31,536,333
Total Reimbursements To-Date:	\$16,420,938
MICLA Expenditures To-Date:	\$10,925,705
Reimbursements to MICLA To-Date:	\$2,731,204

It should be noted that on December 28, 2009, the Office and Management and Budget (OMB) released Memo M-10-08 which updated the methodology for counting jobs created and retained for ARRA. In the new guidance, ARRA recipients will only report jobs that are directly funded with ARRA funds. The calculation required by OMB converts hours worked and funded by ARRA into a "full time equivalent" job. For jobs that are proportionally funded by ARRA, the job numbers will only include hours funded by ARRA. Additional information regarding jobs created and retained per ARRA grant and department is detailed in Attachment A of this report.

On January 29, 2010, the Ad Hoc Committee on ARRA raised questions regarding New York City (NY) ARRA job creation/retention in comparison to that of the City. Based on NY's Stimulus Tracker web site, NY has been awarded approximately \$4.6 billion in ARRA funds whereas the City was awarded approximately \$600 million. Of the \$4.6 billion amount that NY received, approximately \$3.2 billion are for programs that are unique to NY and should not be used when comparing numbers for both cities. These programs include education and health care services, foster care, adoption reimbursement, Medicaid Relief and Tax Credit Assistance. From October 2009 through December 31, 2009, NY created/retained 27,218 jobs. During the same quarter, the City created/retained 412 jobs. Of the 27,218 NY jobs, 25,603 are from the above programs. If we deduct the 25,603 from NY's total job count, this leaves NY with **1,615** created/retained jobs for the quarter. When comparing **1,615** with the City's **412** reported jobs, the discrepancy between NY and the City's ARRA job counts

diminishes. Attachment B of this memo provides a more detailed comparison of NY and the City's ARRA grant programs including grant award amounts, expenditures and job counts.

The ARRA Program requires an unprecedented level of transparency and accountability requirements as to how these funds are utilized. As such, the CAO is committed to provide City-wide management oversight of ARRA grants to ensure that the City meets the stringent grant requirements set by ARRA. Should Council require additional information relative to the City's ARRA Program or if you have questions, please contact Ana Mae Yutan of my staff at (213) 978-7682.

MAS:AMY:02100107

Attachments

Cc: Jim Clarke, Mayor's Office
John White, City Clerk's Office
Christopher Concepcion, CLA

CITY OF LOS ANGELES ARRA-FUNDED PUBLIC SECTOR JOBS CREATED/RETAINED

Attachment A

Grant / Project	City Department	Award Amount	City Jobs Created as of 12/31/09	City Jobs Retained as of 12/31/09	Expenditures to Date
Homeless Prevention & Rapid Re-Housing Program (HPRP)	LAHSA	\$ 29,446,304	2.00	3.00	\$652,527
Community Development Block Grant - Recovery (CDBG-R)	CDD	19,258,184	0.00	1.20	169,569
Internet Crimes Against Children (ICAC) Task Force Program	LAPD	1,350,900	0.00	0.00	-
COPS Universal Hiring Recovery Program	LAPD	16,285,650	50.00	0.00	-
National Endowment for the Arts (NEA)	DCA	250,000	0.00	0.00	-
Edward Byrne Memorial Justice Assistance Grant (JAG)	Mayor	30,514,178	2.00	3.30	197,549
Energy Efficiency & Conservation Block Grant (EECBG)	EAD	37,017,900	0.69	0.00	48,688
Public Housing Capital Fund Program - Construction	HACLA	25,073,834	27.50	1.00	2,134,503
Public Housing Capital Fund - Ramona Gardens	HACLA	3,800,000	0.00	0.00	-
Public Housing Capital Fund - Rancho San Pedro	HACLA	1,732,684	0.00	0.00	-
Public Housing Capital Fund - Mar Vista	HACLA	2,500,000	0.00	0.00	-
Airport Improvement Program - Relocation of Fire Station at LAX	Airport	10,832,000	0.00	5.00	1,063,401
National Clean Diesel Campaign Diesel Emission Reduction Act (DERA) Harbor Dept. & Tenant Equipment Projects	Harbor	1,991,750	0.00	0.00	-
Port Security Grant Program - Port-wide Fiber Optic Project Phase II	Harbor	6,000,000	0.00	0.00	-
FTA - Purchase of 16 Buses	DOT	8,022,665	0.00	0.00	-
Smart Grid Demonstration Project	DWP	60,280,000	0.00	0.00	-
Community Service Block Grant	CDD	12,702,347	10.00	1.00	168,363
WIA Youth	CDD	20,318,324	869.14	0.00	8,486,412

Grant / Project	City Department	Award Amount	City Jobs Created as of 12/31/09	City Jobs Retained as of 12/31/09	Expenditures to Date
WIA Adult Dislocated Worker	CDD	14,414,631	13.23	0.00	938,239
WIA Adult	CDD	9,032,574	8.63	0.00	664,524
WIA Senior Community Service Employment Program (SCSEP) - Employment Stimulus	CDD	455,577	0.00	0.00	-
Special Programs for the Aging - Nutrition Services	Aging	1,113,046	0.00	1.20	178,851
Federal Economic Recovery Program - Surface Transportation	DOT / PW-BOSS / PW-BOE	123,260,000	0.00	141.00	10,935,940
Safe Drinking Water State Revolving Fund	DWP	35,000,000	0.00	0.00	5,214,300
Clean Water State Revolving Fund	Sanitation	6,138,944	0.00	0.00	683,468
California Clean Energy Workforce Training Program - LA Green Building Pre-Apprenticeship Academy	CDD	1,000,000	0.00	0.00	-
California Green Jobs Corp	CDD	1,000,000	0.00	0.00	-
Transportation Enhancements Activities Fund (TEA) - Bike Safe Grating Replacement	Sanitation	748,746	0.00	0.00	-
TOTAL:		\$ 479,540,238	983.19	156.70	\$31,536,333

**ARRA Funding Comparison
Formula and Competitive Grants**

Note: Award amounts reflect the TOTAL award amount as received/reported for quarter ending December 31, 2009. Grants listed are not all subject to 1512 reporting.
Note: Grant names include all related funding (i.e. Workforce Investment Act (WIA) includes WIA Youth, Adult, Dislocated, etc.).

Category	Grant	Formula or Competitive?	Awards		Expenditures thru Dec 31, 2009		Actual Job Creation/Retention Q1-Q3 (Feb '09-Sep '09)		Actual Job Creation/Retention Q4 (Oct '09-Dec '09)		Comments
			NYC	LA	NYC	LA	NYC	LA	NYC	LA	
Energy/Environment	Clean Water State Revolving Fund	Formula	\$219,520,000	\$6,138,944	\$0	\$683,468	0.00	0.00	0.00	10.69	
Energy/Environment	Diesel Emissions Reduction Act (DERA) Grants and Loans	Competitive	TBD	1,991,750	-	-	0.00	0.00	0.00	0.00	
Energy/Environment	Energy Efficiency and Conservation Block Grants	Formula	80,802,900	37,017,900	820,000	48,688	7.80	0.00	16.40	0.69	
Energy/Environment	Smart Grid Demonstration Project	Competitive	5,000,000	60,280,000	-	-	0.00	0.00	0.00	0.00	
Housing/Economic Development	Homelessness Prevention and Rapid Re-Housing Program (HRRP)	Formula	73,929,729	29,446,304	6,090,000	652,527	113.00	0.00	361.41	37.12	
Housing/Economic Development	Public Housing Capital Fund Recovery Grant	Formula	423,204,344	25,073,834	27,730,000	2,134,503	27.30	146.00	187.07	22.40	
Public Safety	Justice Assistance Grants (JAG) - Local	Formula	29,062,259	30,514,178	3,920,000	197,549	49.60	0.00	153.33	40.78	For Q1 - Q3, 858 FTE are City of Los Angeles, the balance is spread across 76 other municipalities.
Public Safety	Port Security Grant Program	Competitive	3,536,640	6,000,000	-	-	0.00	0.00	0.00	0.00	
Public Services	Aging Service Programs - Senior Nutrition Programs	Formula	2,839,936	1,113,046	2,840,000	178,851	0.00	0.00	0.00	3.80	
Public Services	Community Development Block Grants (CDBG)	Formula	48,315,183	19,258,184	6,160,000	169,569	64.49	0.00	186.88	1.33	
Public Services	Community Services Block Grant (CSBG)	Formula	50,482,752	12,702,347	16,420,000	168,363	980.95	0.00	37.99	11.73	
Public Services	Senior Community Service Employment Program	Formula	1,328,922	455,577	310,000	-	0.00	0.00	0.00	0.00	
Public Services	Workforce Investment Act (WIA) (Youth, Adult, Dislocated, etc.)	Formula	64,021,273	43,765,529	28,010,000	10,089,175	1,928.47	916.00	372.78	79.86	For Q1 - Q3, 858 jobs created/retained for the City of Los Angeles are a result of the WIA Summer Youth Program.
Transportation	Surface Transportation Program	Formula	40,000,000	123,260,000	-	10,935,940	0.00	129.00	0.00	141.00	Needs to be double checked with NYC. According to website, only \$40M is ARRA Stimulus. \$215M is displaced City Funding.
Transportation	Transit Capital Assistance	Formula	221,747,237	8,022,665	22,840,000	-	75.27	0.00	71.82	0.00	
TOTAL:			\$1,263,871,175	\$405,040,258	\$115,140,000	\$25,258,633	3,246.88	1,191.00	1,387.68	349.40	

Category	Grant	Formula or Competitive?	Awards		Expenditures thru Dec 31, 2009		Actual Job Creation/Retention Q1 - Q3 (Feb '09 - Sep '09)		Actual Job Creation/Retention Q4 (Oct '09 - Dec '09)		Comments
			NYC	LA	NYC	LA	NYC	LA	NYC	LA	
Energy/Environment	Drinking Water State Revolving Fund	Competitive		\$35,000,000		\$5,214,300	0.00	0.00		3.27	
Energy/Environment	Los Angeles Green Building Pre-Apprenticeship Academy	Competitive		1,000,000		-	0.00	0.00		0.00	
Housing/Economic Development	Public Housing Capital Fund Recovery Grant	Competitive		8,032,684		-	0.00	0.00		0.00	
Public Safety	COPS Hiring Program	Competitive		16,285,650		-	0.00	0.00		50.00	
Public Safety	Internet Crimes Against Children (ICAC) Task Force Program	Formula		1,350,900		-	0.00	0.00		0.00	
Public Services	California Green Jobs Corps	Competitive		1,000,000		-	0.00	0.00		0.00	
Public Services	National Endowment for the Arts	Competitive		250,000		-	0.00	0.00		0.00	
Transportation	Airport Improvement	Competitive		10,832,000		1,063,400	3.06	0.00		10.08	
Transportation	Transportation Enhancement Program	Competitive		748,746		-	0.00	0.00		0.00	
	TOTAL:		\$0	\$74,499,980	\$0	\$6,277,700	0.00	3.06	0.00	63.35	
Grants Awarded to NYC Only:											
Education	McKimey-Vento - School Improvement Programs	Formula	\$4,936,369		\$10,000		0.00	0.00	0.10		
Education	National School Lunch Program	Formula	2,126,865		1,660,000		0.00	0.00	0.00		
Education	Special Education (IDEA)	Formula	165,597,442		20,660,000		1,600.00	1,875.60			
Education	State Fiscal Stabilization Fund	Formula	539,034,655		126,700,000		8,463.00	8,487.61			
Education	Title I Grants	Formula	707,991,789		79,690,000		4,759.00	4,758.64			
Health and Social Support	Child Care and Development Block Grant	Formula	27,940,783		-		0.00	0.00			
Health and Social Support	Epidemiology and Laboratory Capacity for Infectious Diseases	Competitive	319,860		-		0.00	0.72			
Health and Social Support	Head Start	Competitive	10,615,027		6,970,000		0.00	0.00			
Health and Social Support	Prevention and Wellness Fund	Competitive	2,896,880		-		0.00	0.00			
Health and Social Support	Strengthening Communities Fund - State, Local, & Tribal Government Capacity Building	Competitive	250,000		-		0.00	0.00			Food stamps.

Category	Grant	Formula or Competitive?	Awards		Expenditures thru Dec 31, 2009		Actual Job Creation/Retention Q1 - Q3 (Feb 09 - Sep 09)		Actual Job Creation/Retention Q4 (Oct 09 - Dec 09)		Comments
			NYC	LA	NYC	LA	NYC	LA	NYC	LA	
Medicaid	Federal Medicaid Aid to States (FMAP)	Formula	1,592,000,000				0.00		10,458.00		Public sector hospital employees. No jobs information for Q3 listed on the NYC website.
Neighborhood Stabilization	HOME Investment Partnership Grants (TCAP - Tax Credit Assistance Program)	Formula	85,000,000		23,350,000		5.07		222.08		
Neighborhood Stabilization	VISTA	Competitive	233,000		100,000		0.00		187.37		
	Adoption V-E Reimbursement	Formula	13,000,000		-		0.00		0.00		
	TANF - Emergency Contingency Fund	Competitive	94,600,000		-		0.00		0.00		
	Title V-E Foster Care Reimbursement	Formula	32,000,000		-		0.00		0.00		
Energy/Environment	Solar America Cities	Competitive	932,508		-		0.00		0.00		
Energy/Environment	State Energy Program	Competitive	2,563,394		-		0.00		0.00		
Public Safety	Byrne Competitive Grants	Competitive	10,153,763		40,000		0.00		29.02		
Public Safety	Justice Assistance Grants (JAG) - State	Competitive	3,976,000		10,000		0.00		11.60		
Public Safety	Transit Security Grants Program	Competitive	35,904,000		-		0.00		0.00		
Transportation	Ferryboat Discretionary Grant	Competitive	4,000,000		-						
TOTAL:			\$3,336,072,275	\$0	\$259,190,000	\$0	14,827.07	0.00	25,830.74	0.00	
GRAND TOTAL:			\$4,599,943,450	\$479,540,238	\$374,330,000	\$31,536,333	18,073.95	1,194.06	27,218.42	412.75	
Grants Awarded After December 31, 2009:											
Public Services	Broadband Technology Opportunities Program	Competitive	TBD	7,496,157	-	-	0.00	0.00	0.00	0.00	
Public Services	Pathways Out of Poverty	Competitive	-	4,000,000	-	-	0.00	0.00	0.00	0.00	
Housing/Economic Development	Neighborhood Stabilization Program 2	Competitive	20,000,000	100,000,000	-	-	0.00	0.00	0.00	0.00	
TOTAL:			\$20,000,000	\$111,496,157	\$0	\$0	0.00	0.00	0.00	0.00	
GRAND TOTAL:			\$4,619,943,450	\$591,036,395	\$374,330,000	\$31,536,333	18,073.95	1,194.06	27,218.42	412.75	