

HOUSING COMMITTEE REPORT relative to using Low and Moderate Income Housing Fund program income for property management expenses for 22 housing asset properties transferred from the Former Community Redevelopment Agency of the City of Los Angeles (CRA/LA).

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

1. AUTHORIZE the General Manager, Housing and Community Investment Department (HCIDLA), or designee to:

- a. Expend \$550,000 in program income received from the CRA/LA projects transferred to HCIDLA to pay invoices submitted by the Los Angeles Department of Water and Power (\$40,000), the Department of General Services (\$130,000), and G4S Secure Solutions, Inc., (\$380,000), for site maintenance costs including security, fire service charges, utilities, signage and the cleanup for 22 former CRA/LA sites.
- b. Prepare Controller's instructions, and any necessary technical adjustments, consistent with this action, subject to the approval of the City Administrative Officer (CAO); and, AUTHORIZE the Controller to implement the instructions.

2. AUTHORIZE the Controller to:

- a. Establish new accounts and appropriate \$550,000 within Fund No. 55J, Low and Moderate Income Housing Fund, as follows:

<u>Account Title</u>	<u>Amount</u>
43M143 HCIDLA	\$40,000
43M140 General Services	130,000
43M447 Security	<u>380,000</u>
Total: \$550,000	

- b. Appropriate \$40,000 within Fund No. 100/43, Account No. 003340 Water and Utilities.
- c. Appropriate \$130,000 within Fund No. 100/40, as follows:

<u>Account Title</u>	<u>Amount</u>
001014 Construction Salaries	\$78,000
003180 Construction Materials	<u>52,000</u>
Total: \$130,000	

- d. Expend funds upon proper written demand of the General Manager, HCIDLA, or designee.

Fiscal Impact Statement: The CAO reports that this action will not impact the General Fund. Funding to provide security, maintenance, and clean-up services for the former CRA/LA housing assets is provided by program income from the former CRA/LA. The above recommendations

comply with City financial policies, in that funding for the services provided is available within the identified funds.

Community Impact Statement: None submitted.

SUMMARY


In a report to the Mayor and Council dated November 24, 2015, the CAO states that HCIDLA requests authority to use \$550,000 in program income to pay for property management expenses for housing assets transferred from CRA/LA. According to the CAO, the requested program income was received from former CRA/LA projects transferred to HCIDLA. HCIDLA also requests authority for the Controller to establish accounts within Low and Moderate Income Housing Fund No. 55J, and to appropriate funds within the new accounts. The CAO recommends approval of HCIDLA's requests.

The CAO reports that in 2013, 22 housing assets were transferred from CRA/LA to HCIDLA. As part of this transfer, HCIDLA assumed responsibility for the security, maintenance, and management of the sites. Department staff has documented health and safety concerns at the sites including vandalism, trespassing, and illegal trash dumping. Additionally, there is an ongoing need for security patrol services to prevent criminal activity at several of the sites. HCIDLA will use G4S to provide security for the property, the Department of General Services to demolish the bridge between the parcels, and DWP for service fees related to the fire hydrant and emergency sprinkler systems on the site.

At its meeting held December 2, 2015, the Housing Committee recommended that Council approve HCIDLA's requests, as recommended by the CAO.

Respectfully Submitted,

HOUSING COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
CEDILLO:	YES 
FUENTES:	YES
HUIZAR:	YES
PRICE:	ABSENT
HARRIS-DAWSON:	YES

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**-NOT OFFICIAL UNTIL COUNCIL ACTS-**