

ECONOMIC DEVELOPMENT COMMITTEE REPORT relative to the transfer of \$375,000 from the General City Purposes Fund and \$1,201,000 from the Unappropriated Balance Fund to the Gang Reduction Curfew (GIC) Settlement Fund in connection with implementation of the Los Angeles Reconnection Academy 2.0 (LARCA 2.0) Program for the GIC Settlement.

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

1. AUTHORIZE and REQUEST the Controller to transfer \$375,000 cash from the General City Purposes Fund No. 100/56 and \$1,201,000 from the Unappropriated Balance Fund No. 100/58, for a total of \$1,576,000, to the Gang Injunction Curfew Settlement Fund No. 10B/22.
2. AUTHORIZE the General Manager, Economic and Workforce Development Department (EWDD), or designee to prepare additional Controller instructions and any necessary technical adjustments that are consistent with Mayor and Council action required to implement the GIC Settlement, subject to the approval of the City Administrative Officer.

Fiscal Impact Statement: The EWDD reports that the the recommendations contained in the November 20, 2017 joint Workforce Development Board and EWDD report, attached to the Council file, have no additional impact to the City General Fund as these funds were previously allocated to the LARCA 2.0 program.

Community Impact Statement: None submitted.

Summary:

On December 12, 2017, your Committee considered a joint November 20, 2017 WDB/EWDD report relative to the transfer of \$375,000 from the General City Purposes Fund and \$1,201,000 from the Unappropriated Balance Fund to the GIC Settlement Fund in connection with implementation of the LARCA 2.0 Program for the GIC Settlement. According to the WDB/EWDD, in Program Year 2016-17, Council allocated a maximum of \$30 million dollars in City Funds over a four-year period for the GIC Settlement in the case of *Rodriguez vs. City of Los Angeles*. The lawsuit claimed that the City of Los Angeles served 26 gang injunctions with unconstitutional curfew provisions and, thus, negatively impacted approximately 6,000 plaintiff class members.

26 gang injunction areas are part of the class action settlement: three are in the San Fernando Valley; three are in West Los Angeles; four are in Northeast Los Angeles; four are in Boyle Heights/East Los Angeles; two are in Mid-City; three are in Hollywood/ Central Los Angeles; six are in South Los Angeles; and one is in Wilmington/Harbor. The Settlement was signed by the Courts at the end of March, 2017. As part of this Settlement, the City agreed to provide work readiness and employment services to individuals directly or indirectly affected by the gang injunction. The Jobs and Education component of the GIC Settlement enables class members identified in the Settlement to take advantage of job readiness and employment services (including apprenticeship programs and vocational and job training programs) to prepare them to enter the workforce. All eligible participants are pre-approved through a third party Claims

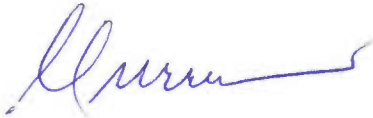
Administrator as designated by the court.

Class members who are unable to participate in the program or who do not have a need for this program may transfer said benefit to a close relative (child, parent, sibling, or spouse) as prescribed in the Settlement. The City will contribute a minimum of \$1,125 million yearly (with a maximum of \$7.5 million yearly) for a period of forty-eight months (up to a total of \$30 million over the four-year program). In million yearly (with a maximum of \$7.5 million yearly) for a period of forty-eight months (up to a total of \$30 million over the four-year program).

After further consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the recommendations contained in the November 20, 2017 joint WDB/EWDD report and detailed in the above recommendations. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ECONOMIC DEVELOPMENT COMMITTEE



**MEMBER VOTE**

PRICE: YES

BUSCAINO: YES

HUIZAR: YES

ARL

12/12/17

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**