

HOMELESSNESS AND POVERTY COMMITTEE REPORT relative to the State of California Homeless Emergency Aid Program (HEAP).

Recommendations for Council action, as initiated by Motion (Harris-Dawson - Wesson - Bonin) and SUBJECT TO THE APPROVAL OF THE MAYOR:

1. APPROVE the proposed activity categories for the City's HEAP application:

<u>Activity Category</u>	<u>Amount</u>
a. Capital and Operating Support for Short Term Housing Interventions and Capital for Permanent Housing	\$45,000,000.00
b. Capital and Operating Support for Short Term Housing Interventions, Capital for Permanent Housing, and Homeless Services in the Skid Row Area of Los Angeles	20,000,000.00
c. Capital and Operating Support for Short Term Housing Interventions, Homeless Prevention and Diversion Programs, General Homeless Services and Hygiene Services	11,512,246.30
d. Homeless Services for Youth or Youth at Risk of being homeless (minimum of five percent)	4,250,680.35
e. Administrative Costs (capped at five percent)	<u>4,250,680.35</u>
	Total: \$85,013,607.00

2. INSTRUCT the City Administrative Officer (CAO) to submit the City's application for the HEAP to the State of California Business, Consumer Services and Housing Agency, immediately following approval of this report.
3. AUTHORIZE the CAO to execute any necessary documents to accept HEAP funding on behalf of the City.
4. APPROVE the funding approval process outlined in the CAO report dated August 31, 2018 (attached to the Council file).
5. DESIGNATE the Homeless Strategy Committee as the Oversight Body for the HEAP, with the CAO serving as grant administrator.
6. AUTHORIZE the Controller to:
  - a. Establish a new Special Fund, entitled HEAP within Department 10, to receive and disburse the HEAP funds.
  - b. Create appropriation accounts, account numbers to be determined, aligned with the Activity Categories in Recommendation No. 1 above.
  - c. Increase appropriations, upon receipt of HEAP funds, within the newly created appropriation accounts as follows:

Special Fund: HEAP

<u>Title</u>	<u>Amount</u>
AC-1 - Capital and Operating Support	\$45,000,000.00
AC-2 - Capital and Operating Support-Skid Row	20,000,000.00
AC-3 - Programs and Services	11,512,246.30
AC-4 - Homeless Services for Youth	4,250,680.35
AC-5 - Administrative Costs	<u>4,250,680.35</u>

Total: \$85,013,607.00

7. REQUEST the City Attorney, with the assistance of the CAO and the Controller, to draft an Ordinance to implement the adopted recommendations in this report.
8. AUTHORIZE the CAO to make technical changes, including adjustments to the names of the Special Fund accounts in Recommendation No. 6 above, as needed to implement Mayor and Council intentions.
9. INSTRUCT the Chief Legislative Analyst, relative to the City's process to distribute HEAP funds, to prepare the Motions for Council Office funding requests, and that the Motions include the balance of grant funds.

Fiscal Impact Statement: The CAO reports that there is no impact to the General Fund as a result of approving the recommendations in this report. The City will receive \$85,013,607 from the State of California for emergency homeless assistance. Any future impact to the General Fund due to funding specific services or program would be addressed when projects are considered for approval.

Community Impact Statement: None submitted.

**Budget and Finance Committee waived consideration of the above matter.**

Summary:

At a regular meeting held on September 5, 2018, the Homelessness and Poverty Committee considered a CAO report regarding the City's application for the HEAP. Staff from the CAO and the City's Homeless Coordinator provided an overview of the report and application process. After an opportunity for public comment, the Committee recommended to approve the recommendations in the CAO report, with an amendment to Recommendation No. 5 to change from Governance Body to Oversight Body, and for the CLA to prepare Motions regarding funding distributions to Council offices. This matter is now submitted to the Council for consideration.

Respectfully Submitted,



HOMELESSNESS AND POVERTY COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
HARRIS-DAWSON	YES
RODRIGUEZ	YES
HUIZAR	YES
BONIN	YES
PRICE	YES

SD

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**