

HOUSING COMMITTEE REPORT relative to a request for a \$2 million waiver of Payment in Lieu of Taxes (PILOT) for City programs and recreational services.

Recommendations for Council action:

1. APPROVE the waiver of the Housing Authority of the City of Los Angeles (HACLA) PILOT for 2015-16 totaling \$2,000,000.
2. APPROVE the following PILOT funds expenditure plan; and, REQUEST HACLA to allocate the \$2,000,000 in PILOT funds for 2015-16 to the following expenditures:

<u>Expenditure Item</u>	<u>Amount</u>
Summer Youth Employment Program (SYEP)	\$1,000,000
Recreation Programs at Jordan Downs, Nickerson Gardens, Imperial Gardens, and Ramona Gardens	<u>1,000,000</u>
	Total: \$2,000,000

3. AUTHORIZE the Executive Director, HACLA, or designee, to:
 - a. Expend up to \$1,000,000 directly for the SYEP; and, request the Executive Director, HACLA, to report to Council every six months on the status of SYEP payments.
 - b. Expend up to \$1,000,000 directly for recreational programs at Jordan Downs, Nickerson Gardens, Imperial Gardens, and Ramona Gardens in conjunction with nonprofit organizations.

Fiscal Impact Statement Submitted: The City Administrative Officer (CAO) reports that there is an indirect positive impact to the General Fund as a result of approval of the recommendations in this report. If the Mayor and Council approve the waiver of the PILOT funds, HACLA agrees to provide \$1,000,000 directly to nonprofit organizations to support recreational programs that are currently provided by the Department of Recreation and Parks. It is anticipated that the transition of these programs to nonprofit organizations will result in savings to the City. The recommendations in this report are in compliance with the City's Financial Policies as the one-time funds provided by HACLA for SYEP and recreational programming would be provided for expenditures associated with these programs.

Community Impact Statement: None submitted.

SUMMARY

At a regular meeting held on May 27, 2015, the Housing Committee considered a report from HACLA dated April 27, 2015 and a report from the CAO dated May 27, 2015 relative to a request from HACLA for a \$2,000,000 million waiver of PILOT for City programs and recreational services. Representatives of HACLA and the CAO addressed the Committee, provided a brief overview of the matter, and responded to related questions.

After providing an opportunity for public comment, the Committee approved the recommendations in the CAO report. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

HOUSING COMMITTEE



MEMBER VOTE

CEDILLO: YES

FUENTES: ABSENT

PRICE: YES

REW
5/27/15
FILE NO. 14-0360

-NOT OFFICIAL UNTIL COUNCIL ACTS-