RECOMMENDATIONS

With respect to the General Obligation Bond ballot measure:

A. ADOPT the City Attorney Report and Resolution of Necessity as amended below and REQUEST the City Attorney to submit a revised Resolution of Necessity for Council consideration on Tuesday June 28, 2016 that includes:

Resolution of Necessity

1. DELETE all references to One Billion One Hundred Million Dollars ($1,100,000,000) and replace with One Billion Two Hundred Million Dollars ($1,200,000,000).

2. DELETE Page 1 Preamble (e), Page 2 whereas clause 7 (e), Page 2 whereas Clause 9, Page 3 whereas clause 16(e), Page 4, Section 2(a)(5), Page 1-1 Exhibit 1(D), and any other references to the first-time, low to moderate income homebuyers assistance program.

3. AMEND Exhibit 1(A) and Exhibit 1(C) to add the following language, and make any other necessary changes that provides that all programs and funds expended related to housing for individuals or families within the Low Income (51-80 percent AMI) category do not exceed 20 percent of the total bond proceeds:

"... provided, however, that not more than 20 percent of total general obligation bond proceeds shall be used to provide housing or housing units (whether supportive housing or affordable housing or veterans housing) to individuals and families who are not Extremely Low Income or Very Low Income;

4. PROVIDE a new draft of Exhibit 1 Additional Provisions (8) regarding the maintenance of effort clause with assistance from the City Administrative Officer (CAO) and the Chief Legislative Analyst (CLA).

B. ADOPT the City Attorney Report and the Draft Ordinance and election resolutions as amended below and REQUEST the City Attorney to submit a revised Draft Ordinance and election resolutions for Council consideration on Wednesday June 29, 2016 that includes:

Date: 6/27/16
Submitted in Rules Committee
Council File No: 16-1800-52
Item No. 1

Communication from Chair Rules Committee
Election Ordinance

1. DELETE all references to One Billion One Hundred Million Dollars ($1,100,000,000) and replace with One Billion Two Hundred Million Dollars ($1,200,000,000).

2. DELETE Page 1, Section 2(e) and any other references to the first-time, low to moderate income homebuyers assistance program.

3. AMEND Section 4 and Replace the ballot title and question therein with the following language:

**HOMLESSNESS REDUCTION AND PREVENTION, HOUSING, AND FACILITIES BOND. PROPOSITION ___.**

To provide safe, clean affordable housing for the homeless and for those in danger of becoming homeless, such as battered women and their children, veterans, seniors, foster youth, and the disabled; and provide facilities to increase access to mental health care, drug and alcohol treatment, and other services; shall the City of Los Angeles issue $1,200,000,000 in general obligation bonds, with citizen oversight and annual financial audits?

Ballot Title Resolution

1. DELETE all references to One Billion One Hundred Million Dollars ($1,100,000,000) and replace with One Billion Two Hundred Million Dollars ($1,200,000,000).

2. AMEND whereas clause 3 and Replace the ballot title and question therein with the following language:

**HOMLESSNESS REDUCTION AND PREVENTION, HOUSING, AND FACILITIES BOND. PROPOSITION ___.**

To provide safe, clean affordable housing for the homeless and for those in danger of becoming homeless, such as battered women and their children, veterans, seniors, foster youth, and the disabled; and provide facilities to increase access to mental health care, drug and alcohol treatment, and other services; shall the City of Los Angeles issue $1,200,000,000 in general obligation bonds, with citizen oversight and annual financial audits?
Consolidation Resolution

1. DELETE all references to One Billion One Hundred Million Dollars ($1,100,000,000) and replace with One Billion Two Hundred Million Dollars ($1,200,000,000).

2. AMEND Section 1 and Replace the ballot title and question therein with the following language:

HOMLESSNESS REDUCTION AND PREVENTION, HOUSING, AND FACILITIES BOND. PROPOSITION __.
To provide safe, clean affordable housing for the homeless and for those in danger of becoming homeless, such as battered women and their children, veterans, seniors, foster youth, and the disabled; and provide facilities to increase access to mental health care, drug and alcohol treatment, and other services; shall the City of Los Angeles issue $1,200,000,000 in general obligation bonds, with citizen oversight and annual financial audits?

With respect to the Parcel Tax ballot measure:

A. ADOPT the City Attorney Report and Draft Ordinance, Ballot Title Resolution, and Consolidation Resolution as amended below and REQUEST the City Attorney to submit all revised documents for Council consideration on Tuesday June 28, 2016 that includes:

Ballot Resolution

1. DELETE Section 21.18.5 and replace with:

SEC. 21.18.5. TAX RATE.
The Special Tax to be imposed on each parcel shall be $0.0381 per square footage of improvements.

2. AMEND Section 21.18.1(g) and replace “homeless housing” with “supportive housing” and include in the definition of supportive housing those services associated with supportive housing (similar to the GO Bond), and REPLACE where necessary.

3. ADD new definitions for “extremely low income” and “very low income”.


4. PROVIDE a new draft of Section 21.18.7 Maintenance of Effort with assistance from the CAO and the CLA.

Ballot Title Resolution

1. AMEND whereas clause 3 and Replace the ballot title and question therein with the following language:

   **HOMLESSNESS REDUCTION AND PREVENTION AND HOUSING PARCEL TAX. PROPOSITION __.**

   To provide housing for the homeless and for those in danger of becoming homeless, such as battered women and their children, veterans, seniors and the disabled; increase access to supportive services for homeless; shall the City of Los Angeles collect a parcel tax of $0.0381 per square footage of improvements, totaling approximately ninety million dollars annually, with citizen oversight, annual audits, and a July 1, 2027 sunset clause?

Consolidation Resolution

1. AMEND Section 1 and Replace the ballot title and question therein with the following language:

   **HOMLESSNESS REDUCTION AND PREVENTION AND HOUSING PARCEL TAX. PROPOSITION __.**

   To provide housing for the homeless and for those in danger of becoming homeless, such as battered women and their children, veterans, seniors and the disabled; increase access to supportive services for homeless; shall the City of Los Angeles collect a parcel tax of $0.0381 per square footage of improvements, totaling approximately ninety million dollars annually, with citizen oversight, annual audits, and a July 1, 2027 sunset clause?

Election Ordinance

1. AMEND Section 2 and Replace the ballot title and question therein with the following language:

   **HOMLESSNESS REDUCTION AND PREVENTION AND HOUSING PARCEL TAX. PROPOSITION __.**

   To provide housing for the homeless and for those in danger of becoming homeless, such as battered women and their children, veterans, seniors and the
disabled; increase access to supportive services for homeless; shall the City of Los Angeles collect a parcel tax of $0.0381 per square footage of improvements, totaling approximately ninety million dollars annually, with citizen oversight, annual audits, and a July 1, 2027 sunset clause?

Other Recommendations

1. Upon adoption of the general obligation bond measure by the voters, INSTRUCT the CAO, the CLA, and the Housing and Community Investment Department (HCID), with the assistance from the City Attorney, to report back on the proposed housing program(s) including:
   a. The financing program(s) that will be implemented based on the City (Bond) Counsel’s determination. This should provide for the most effective use, while reducing the City’s liability;
   b. Outline how these funds will be prioritized for supportive housing units while maximizing other available public resources;
   c. Provide a plan that outlines the sources and best use for all funding available for affordable housing, based on the GO Bond proceeds being prioritized for supportive housing units.

2. Upon adoption of the general obligation bond measure by the voters, INSTRUCT the CAO, the CLA, and HCID to report to Council with a draft policy prioritizing all other sources of funding for affordable housing for non-supportive housing units, including allowing any new flexible sources to provide for rental and homeownership assistance for households earning above 80% of AMI. Once this recommendation has been approved by the Mayor and Council, the CAO and CLA, with HCID’s assistance, report annually on HCID’s progress, including all affordable units financed, by source, based on the approved plan.

3. AUTHORIZE the City Attorney, with the assistance of the CLA, CAO, and the Chair of Rules, Elections, Intergovernmental Relations, and Neighborhoods Committee, to make any technical modifications and/or legal corrections to the draft election ordinances, draft resolutions, draft ordinance requests, and any other related actions listed above in order to further the objectives as described in these recommendations.