

HOMELESSNESS AND POVERTY COMMITTEE REPORT relative to the State Homeless Emergency Aid Program (HEAP) funds designated for Skid Row to expand emergency housing for families at the Salvation Army-Zahn Center.

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

1. REPROGRAM \$1.6 million in HEAP funds from the Salvation Army-Zahn Center line item for the expansion and operations of homeless storage in Skid Row at 538 San Pedro Street.
2. ALLOCATE \$366,570 from the HEAP, Activity Category 2, Capital and Operating Support, Skid Row line item, to the Los Angeles Homeless Services Authority (LAHSA) for the extension of the lease at The Bin homeless storage center located at 540 Towne Avenue, and to purchase 1,000 new bins.
3. AUTHORIZE the LAHSA and the Los Angeles Housing and Community Investment Department (HCIDLA) to amend the HEAP Contract no. C-133135 with LAHSA as follows:
 - a. Delete the \$1.6 million line item for the Salvation Army-Zahn Center.
 - b. Expand homeless storage in Skid Row, including at 538 San Pedro Street for \$1.6 million.
 - c. Extend the lease and purchase 1,000 new bins for The Bin homeless storage center located at 540 Towne Avenue in the amount of \$366,570; (lease extension \$326,570 and bin purchase \$40,000).
 - d. Make any additional contract changes to effectuate the intent of this action.
4. TRANSFER appropriations within Fund No. 60P, HEAP as follows:

From:		
<u>Department</u>	<u>Account</u>	<u>Amount</u>
Dept. 43, Housing and Community Investment	43S855, Salvation Army Zahn Center	\$1,600,000
Dept. 10, City Administrative Officer	10R631, AC-2 - Capital and Operating Support-Skid Row	<u>\$366,570</u>
		\$1,966,570

To:		
<u>Department</u>	<u>Account</u>	<u>Amount</u>
Dept. 43, Housing and Community Investment	43S828, Bin Renovations	<u>\$1,966,570</u>
		\$1,966,570

5. AUTHORIZE the LAHSA to negotiate the extension of the lease for The Bin located at 507 Towne Avenue from December 1, 2019 to June 30, 2021.
6. INSTRUCT the General Manager, HCIDLA, or designee, to amend Contract no. C-133135 – HEAP Grant with LAHSA to reflect additional services and funding as follow:
 - a. \$1,966,570 for The Bin renovations and expansion.
 - b. Direct LAHSA to subcontract with Chrysalis to provide the expanded services of The Bin through June 30, 2021.
 - c. Reduce contract amount with Salvation Army-Zahn Center from \$1,600,000 to \$0.
7. AUTHORIZE the City Administrative Officer (CAO) to:
 - a. Prepare Controller instructions or make any necessary technical adjustments consistent with the Mayor and Council action in this matter; and, Authorize the Controller to implement these instructions.
 - b. Prepare any additional Controller instructions to reimburse City Departments for their accrued labor, material or permit costs related to projects in this report consistent with the Mayor and Council action on this matter; and, Authorize the Controller to implement these instructions.

Fiscal Impact Statement: Neither the CAO nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted.

Summary

At the meeting held on December 4, 2019, your Homelessness and Poverty Committee considered Motion (Huizar - Harris-Dawson - Rodriguez) relative to the \$1.6 million in State HEAP funds designated solely for Skid Row to provide capital costs for the Salvation Army to expand emergency housing for families at its Zahn Center. The Motion attached to the Council file, includes some background on the matter.

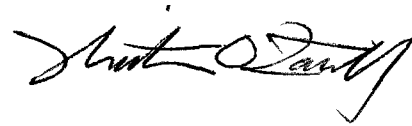
A representative from the CAO's office addressed the Committee and provided a brief overview of the matter and made an amendment. After providing an opportunity for public comment, the Committee approved the Motion as amended and reflected above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

HOMELESSNESS AND POVERTY COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
O'FARRELL:	YES
RODRIGUEZ:	YES
BONIN:	YES
HARRIS-DAWSON:	YES
RYU:	YES

EV
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A handwritten signature in black ink, appearing to read "Shirley O'Farrell".

-NOT OFFICIAL UNTIL COUNCIL ACTS-