

CITY OF LOS ANGELES
INTER-DEPARTMENTAL CORRESPONDENCE

Date: July 14, 2021

To: Nury Martinez, President
City Council

From: Matthew W. Szabo, City Administrative Officer



Subject: **STATUS UPDATE: MEMORANDUM OF UNDERSTANDING FOR 6,700 BED PLAN BETWEEN THE CITY OF LOS ANGELES AND THE COUNTY OF LOS ANGELES/COVID-19 HOMELESSNESS ROADMAP**

BACKGROUND

This is the twelfth update on the status of the Memorandum of Understanding (MOU) between the City of Los Angeles (City) and the County of Los Angeles (County) to create 6,700 beds.

This Office has provided the County with the list of 6,000 new homeless interventions that are or will be open and occupiable within 60 days of July 1, 2021. The 700 beds in existing City-County agreement(s) were included in the April 16, 2021 deadline list, which included an \$8 million bonus for having 5,300 new beds open and occupiable (determination is pending). We received the County's \$60 million payment for services for Fiscal Year 2021-22 on Friday, July 9, 2021. The County may deduct \$10,000 for every new bed/intervention that is not open and occupiable within 60 days of July 1st, or August 29, 2021, in the next scheduled payment (July 1, 2022). This provision continues through the remaining four-year term of the MOU.

"New Beds" under the MOU may include any combination of the following: purchased and/or leased motel/hotel rooms by the City; rental assistance, including rapid rehousing, but only for the duration of the assistance; sprung structures or tents; safe parking; safe sleeping; scattered sites or permanent supportive housing; A Bridge Home beds; and other innovative modes of housing or shelter.

STATUS CITY HOMELESS INTERVENTIONS

6,000 New Beds: Based on the July 13, 2021 estimate, we anticipate that **6,457** beds will be open and occupiable within 60 days of July 1, 2021, or August 29, 2021.

\$8 Million Bonus for Meeting the April 16, 2021 Deadline: The Los Angeles County Auditor-Controller (A-C) is finalizing its review of the April 16, 2021 interventions, to confirm the City's eligibility for the one-time bonus. We expect to meet with the A-C in the next few weeks to discuss their draft findings before a final report is issued.

This Office will continue to provide updates on the status of the one-time bonus and the A-C review of the July 1/August 29 deadline of open and occupiable interventions.

The next deadline is December 16, 2021 by which the City must continue to have 6,000 new homeless interventions that are open and occupiable.

CC: Mayor Eric Garcetti
City Attorney Mike Feuer
Members of the City Council

MWS:YC