

**CITY OF LOS ANGELES**  
INTER-DEPARTMENTAL CORRESPONDENCE

Date: March 24, 2021

To: Nury Martinez, President  
City Council

From: Richard H. Llewellyn, Jr., 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 fourth 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. The MOU outlines the creation of these homeless interventions on the following schedule:

1. 5,300 New beds within 10 months of June 16, 2020, or April 16, 2021;
2. 700 Other beds within 10 months of June 16, 2020, or April 16, 2021 ("Other beds" are homeless interventions included in existing City – County agreements); and
3. 700 New Beds within 18 months of June 16, 2020, or December 16, 2021.

The County will pay the City a one-time bonus of \$8 million if the April 16, 2021 deadline is met and 5,300 new beds are open and occupiable. In Fiscal Year (FY) 2020-21, the County will contribute \$53 million for services. In FY 2021-22, the County will contribute \$60 million for services if 6,000 new beds are open and occupiable on July 1, 2021. The County, however, may deduct \$10,000 for every new bed/intervention that is not open and occupiable within 60 days of the year-two payment date. This provision continues through the five-year term of the MOU; on July 1<sup>st</sup>, the City must have 6,000 new beds open and occupiable.

"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 site or permanent supportive housing; A Bridge Home beds; another other innovative modes of housing or shelter.

## **STATUS CITY HOMELESS INTERVENTIONS**

**5,300 New Beds:** We previously reported that we expected to reach our 5,300 goal by a combination of bed types, which included 1,490 Rapid Rousing/Shared Housing placements through the Los Angeles Homeless Services Authority (LAHSA). LAHSA last week reported that it likely would fall significantly short of its 1,490 target. We are reassessing whether we can reach the 5,300 goal by increasing other bed types, but it will be extremely difficult. We also will request that LAHSA report to the City whether its shortfall to date indicates that LAHSA will be unable to complete its Roadmap commitment of finding 3,000 total Rapid Rehousing placements. We will be reporting back on these issues.

**700 Other Beds:** 728 other beds will be open and occupiable by April 16, 2021. This number was reduced by 6 beds from the previous report due to a project unit correction.

We will provide the updated status on the Rapid Rehousing/Shared Housing placement target in the next bi-weekly update.

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

*RHL:YC*