

REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: February 28, 2025

CAO File No.
0220-06083-0037
Council File No. 22-1545
Council District: All Districts

To: The City Council

From: Matthew W. Szabo, City Administrative Officer 

Reference: Homelessness Emergency Account

Subject: **HOMELESSNESS EMERGENCY ACCOUNT - GENERAL CITY PURPOSES FUND TWENTY-FOURTH STATUS REPORT (C.F 22-1545) AS OF FRIDAY, JANUARY 31, 2025 AND FUNDING RECOMMENDATIONS**

SUMMARY

On January 18, 2023, the City Council and Mayor approved the motion (C.F. 23-0033) to establish the Homelessness Emergency Account (HEA) to address the City's homelessness crisis. As part of the FY 2023-24 budget, approved funding for the Inside Safe Program was divided into two separate accounts: the HEA and the Inside Safe Reserve Account. Regular reporting, with expanded reporting requirements, is required to authorize spending from the HEA, as approved during the FY 2024-25 budget, and is necessary to transfer funds from the Inside Safe Reserve Account to the HEA. This is the twenty-third status report and seventh report under the new report format.

This report requests a transfer of \$1,500,000 from the Inside Safe Reserve Account to the HEA to ensure that there is available funding in the HEA to fund Inside Safe programmatic needs. The requested funding will allow the Bureau of Engineering (BOE) to hire management consultants in relation to State Emergency Stabilization Beds grant funded interim housing construction.

This report also requests contract authority for the Los Angeles Housing Department (LAHD) to include administrative services for the Los Angeles Homeless Services Authority (LAHSA) in relation to Inside Safe activities.

RECOMMENDATION

That the City Council, subject to approval by the Mayor:

1. APPROVE and APPROPRIATE \$1,500,000 from General City Purposes (GCP) Fund No. 100/56, Account No. 000A15, Inside Safe Reserve to Fund No. 100/56, Account No. 000959, Homelessness Emergency Account for the payment of

management consultants, via the Bureau of Engineering (BOE), for state funded interim housing construction.

2. AUTHORIZE the General Manager of Los Angeles Housing Department (LAHD), or their designee, to amend existing agreement C-140706 with the Los Angeles Homeless Services Authority (LAHSA) to increase the Contract amount by \$6,377,460 in order to fund LAHSA Administrative expenses for the current fiscal year as detailed below:
 - a. \$5,805,690 for Inside Safe Initiative FY 2024-25 services;
 - b. \$232,870 for Inside Safe FY 2024-25 Congregate Shelter Site in Council District 14;
 - c. \$338,900 for Inside Safe FY 2024-25 Congregate Sprung Shelter Site located at 545 S. San Pedro Street;
3. AUTHORIZE the Office of the City Administrative Officer (CAO) to:
 - a. Prepare Controller instructions or make necessary technical adjustments, including to the names of the Special Fund accounts recommended for this report, to implement the intent of these transactions, and authorize the Controller to implement these instructions; and
 - b. Prepare any additional Controller instructions to reimburse City Departments for their accrued labor, material or permit costs related to projects in this report, to implement the intent of these transactions, and authorize the Controller to implement these instructions.

BACKGROUND

On January 18, 2023, the City Council and Mayor approved the motion (C.F. 23-0033) to establish the Homelessness Emergency Account (HEA) to address the City's homelessness crisis and approved the transfer of \$23,462,698.25 from the COVID-19 Emergency Response account and \$26,537,301.75 from the Additional Homeless Services - General City Purposes account for a total of \$50,000,000. The City Council and Mayor also authorized the City Administrative Officer to spend the funds as directed by the Mayor, and to provide reports to Council on the expenses incurred and purposes for which the funds were used.

During the annual budget process for FY 2023-24, the Council and Mayor approved a \$1.3 billion budget for homeless-related expenditures, of which \$250 million in funding was allocated to continue implementation of the Inside Safe Initiative. An initial allocation of \$65.7 million was appropriated at the beginning of the fiscal year to the HEA with the remaining balance appropriated to the Inside Safe Reserve Fund account. If the available uncommitted balance in the HEA dropped below \$25 million during the fiscal year, the CAO was instructed to provide a memo to the Mayor, Council, and Controller requesting the Controller to effectuate a transfer within 10 calendar days of receipt. A transfer of \$25

million from the Inside Safe Reserve Fund account would be completed until the \$184.3 million had been allocated to the HEA. The Council could change this transfer instruction with a majority vote, subject to the Mayor's veto. Regular reporting was required to continue the automatic transfer of funds from the Inside Safe Reserve Fund account for FY 2023-24, which was completed.

On January 25, 2024, a motion (Blumenfield/Raman, Krekorian/Rodriguez) was approved by Council and Mayor to amend the budget instructions to direct that the CAO provide written notification to the Mayor, Council and Controller any time the balance of the Homelessness Emergency Account was anticipated to be reduced to below \$25 million. The CAO would provide notice 14 days prior to the request to the Controller to effectuate the transfer. The Council was able to change this transfer instruction with a simple majority vote, subject to the Mayor's veto. Three such transfers were completed in FY 2023-24.

During the annual budget process for FY 2024-25, the Council and Mayor approved \$80 million in new funding to the Inside Safe Reserve Fund account and the reappropriation of unencumbered balance remaining in the HEA and Inside Safe Reserve Fund account to continue implementation of the Inside Safe Initiative. The reappropriation of \$112.5 million of FY 2023-24 funding was completed in October 2024, and included \$3.2 million in the HEA and \$109.3 million in the Inside Safe Reserve. The City Council and Mayor also authorized the City Administrative Officer to spend the funds as directed by the Mayor, pursuant to monthly expenditure reports and funding allocations to be approved by Council. This new report format is to be inclusive of the requested data from the adopted budget instructions. The FY 2024-25 controlling fund language replaces the language in the 2023-24 Adopted Budget and its related amendment. This Office continues to release regular reports as directed by the budget instructions.

DISCUSSION

Between July 1, 2024, and January 31, 2025, a total of \$56,416,824 has been expended from the Homelessness Emergency Account. Of this amount, \$27,135,977 was expended for FY 2024-25 costs in the following categories: \$14,332,434 in Service Provider Support Services, \$12,704,237 in motel invoices, \$88,485 in operating expenses, and \$10,821 in departmental costs. The remaining amount of \$29,280,847 is related to FY 2023-24 expenditures in the following categories: \$20,695,289 in Service Provider Support Services, \$8,446,378 in hotel and motel invoices, \$121,245 in facility expenses, and \$17,934 in departmental costs. Service Provider Support Services costs encompass case management, resident monitoring, food, storage, and administration associated with clients staying in nightly hotels and the Mayfair Hotel. The total change in expenditures is detailed below. Additional details can also be found in Attachment 1, Table 3: Detailed Current Year Expenditures.

Transfers from the Inside Safe Reserve Account

Due to the controlling fund language for FY 2024-25, transfers require Council approval prior to moving funds from the Inside Safe Reserve. In adherence with the FY 2024-25 budget instructions, Council and Mayor have approved a total of \$80,218,277 to be transferred from the Inside Safe Reserve Account to the HEA, of which \$10,337,633 is still pending transfer and \$46,104,583.14 is pending approval. Further details are included in Attachment 1.

This report requests a transfer of \$1,500,000 from the Inside Safe Reserve Fund as detailed below in Table 1A. Additional detail is provided in subsequent sections.

| Table 1A. FY 2024-25 Funding Request (24th Homelessness Emergency Account Status Report) | | |
|---|-----------------------------------|------------------------|
| BUDGET CATEGORY | EARMARKED / OBLIGATED (FY) | Funding Request |
| FY 2024-25 Liabilities/Expenses | | |
| Acquisition - Interim Housing Construction | | |
| Bureau of Engineering - Management Consultants | FY 2024-25 | \$1,500,000.00 |
| Total Funding Request | | \$1,500,000.00 |

Inside Safe - Program, Encampment Resolution, and Metrics

On December 21, 2022, the Mayor issued Executive Directive No. 2, launching the Inside Safe Initiative with the aim of rapidly moving people living in encampments indoors and connecting them with services and housing. The Mayor’s Office works with different departments during each Inside Safe operation, depending on the needs of the particular encampment, including but not limited to: Department of Sanitation (LASAN), Transportation (LADOT), the Police Department (LAPD), and Animal Services. The Mayor’s Office Inside Safe Field Intervention Team (FIT) provides community engagement through virtual town hall-style meetings, connects with service providers, and after an operation, monitors the original location for repopulation and engages with Inside Safe participants.

The Mayor’s Office reports (Attachment 5) that a variety of reasons can affect Inside Safe operations, such as council district priorities, voluntary participation, encampment-specific needs (e.g., RVs, number of residents, size of encampment, safety/hazard issues, multiple jurisdictions), availability of interim housing, service provider capacity, and processing delays in contracting and/or payment.

Between January 1, 2025, and January 31, 2025, FIT has assessed 14 of the 33 encampment priorities submitted by Council Offices. The Mayor’s Office reports that since

the beginning of the fiscal year through January 31, 2025, 26 operations and 66 response efforts were completed. Per the Mayor's Office, Inside Safe operations and monitoring for repopulation of previously resolved encampments occurs simultaneously. People who are voluntarily brought indoors through operations or response efforts to address repopulation can only be done when there is available housing that is either brought online or backfilling Inside Safe slots that are available as a result of participants moving through the continuum into permanent housing or exiting the program for other reasons.

For the third quarter of FY 2024-25, the Mayor's Office anticipates conducting 24 new encampment resolution operations. A breakdown of the projected operations by region can be found in Attachment 5. The Mayor's Office attributes the increased number of operations to the increased efficiency of operations, anticipating more smaller encampments since many larger ones have been addressed previously, as well as streamlining the backfilling of vacant rooms.

Regular reporting on the outcomes achieved through the use of funds related to housing individuals is required and is included in this report. The Los Angeles Homeless Services Authority (LAHSA) has developed a data module within the Homelessness Management Information System (HMIS) to track key metrics for Inside Safe. Attachment 4 includes summaries of Inside Safe outcomes and breakdowns by race and ethnicity prepared by LAHSA, as well as additional breakdowns of the participant status by Council Districts and other pertinent metrics. The LAHSA dashboards, which were previously demonstrated to Committee members, include all City and County efforts along with Inside Safe data. Since the beginning of the program, a total of 82 Inside Safe operations have been completed. This report includes data from 3 new encampment operations.

Per Attachment 4, LAHSA's HMIS dashboard reports a total of 3,896 individuals voluntarily accepted to move into interim housing and were connected to services, of which 878 Inside Safe participants moved into permanent housing since the beginning of the program through January 31, 2025. This reflects an increase of 114 and 41, respectively, since the last report. This data includes all occupants residing at the Mayfair Hotel and operations that have been carried out to address repopulation of encampments. The current housing retention rate of the program is estimated to be 64 percent. These numbers may change as LAHSA continues to work on further reconciling service provider data with HMIS entries to resolve duplicate placements and other discrepancies as well as refining the Inside Safe data module.

The Mayor's Office also reports that as of January 31, 2025, they have held 21 town hall-style meetings to provide local neighbors, stakeholders and businesses with information and support around encampments. Attachment 5 provides additional information.

As a part of the FY 2024-25 budget instructions, Attachment 3 includes a matrix

summarizing the information associated with specific operations, including the number of operations and where they were located, the number of participants placed in interim housing and hotels, where participants exited to, the cost associated with each operation, the nightly room rate for each location, and the cost of service per individual. In prior fiscal years, service provider budgets were approved on a per-encampment, by service provider basis. Effective FY 2024-25, service provider budgets are approved based on slots associated with motels. This Office has requested that LAHSA provide a breakdown of the slot-based budget per encampment as well as updated actuals for service provider costs per person per day. The attachment will be updated as this information is received.

Joint City-County Inside Safe Reimbursements

On June 15, 2023, Council and Mayor approved a motion (C.F. 23-0612) authorizing the Mayor's Office to enter into an agreement (Contract #AO-23-603) and accept up to \$130,200 from the County for a joint Inside Safe operation in Council District 12. Additionally, on October 24, 2023, Council and Mayor approved a motion (C.F. 23-0612-S1) authorizing an increase of \$1,599,800 from the County, and to amend the existing agreement to support another joint operation in Council Districts 5 and 11 as well as similar future operations. On October 24, 2023, the City and the County amended the existing agreement for the City to accept up to funding in the amount of \$1,860,000 to reimburse Inside Safe motel costs of the encampment residents on County land in joint City-County efforts in which County teams and departments participated in. County residents in these operations were identified and engaged by County staff while sanitation efforts on County property were completed by the County Department of Public Works. The Council and Mayor approved the Eighteenth HEA Status Report (C.F. 22-1545-S21) which requested authority to add an additional \$130,000 to total the current reimbursement agreement between the City and the County.

On September 4, 2024, Los Angeles County proposed a second amendment to the existing agreement to revise the statement of work and increase the reimbursement amount by an additional \$4,300,400, for a new total agreement sum of \$6,160,400. The Twentieth HEA Status Report (C.F. 22-1545-S23) requested the approval of this additional amount and authority to deposit the funds into the Inside Safe Reserve upon receipt of the reimbursement.

The City has submitted two invoices to the County for a total reimbursement of \$1,066,419. The first invoice (\$926,409) covers costs incurred from June 13, 2023 to April 1, 2024. The second invoice (\$140,010) covers costs incurred from April 1, 2024 to May 1, 2024. To date, the City has received reimbursement for both invoices and these funds have been deposited into the Inside Safe Reserve Account.

Inside Safe Motel/Hotel Invoicing and Contracting

The invoice process for motels involves sites submitting invoices to the CAO's Office for review by both service providers and CAO staff. Once the review is complete, CAO staff submits the invoice to the Mayor's Office for payment approval and subsequently to the City Clerk for payment processing. Beginning February 1, 2025, the Mayor's Office implemented a new invoicing process in an effort to further streamline motel invoicing. Motel owners are expected to submit their invoices twice a month to the on-site service providers for verification of Inside Safe participants. Once verified, the approved invoice will then be forwarded to the CAO for review. Previously, motel owners were forwarding their unverified invoices to the CAO, who would then coordinate the verification of invoices with on-site service providers. Although this will delay immediate receipt of motel invoices by the City, the new process is expected to expedite invoice verifications by further standardizing billing periods and minimize discrepancies.

All Inside Safe motels have a contract in place so payments no longer need the City Attorney's approval, which is necessary if a contract is not executed and an invoice exceeds a specific amount. The Mayor's Office and the General Services Department (GSD) are the leads for executing agreements and exercising options to extend with the City Clerk's Office completing the entries into the City's Financial Management System (FMS). Finally, the Controller's Office remits payment to the motel owners. The CAO continues to utilize its internal approval system to help streamline submissions for payment approval and processing.

The two types of contractual motel leasing agreements are booking and occupancy. A booking agreement confirms a fixed nightly rate, but motel rooms used may fluctuate based on the number of participants at a location and room availability. An occupancy agreement includes a fixed nightly rate as well as a guaranteed number of rooms, regardless if they are filled or not. As of January 31, 2025, there are 31 executed booking agreements with motels, and 11 executed occupancy agreements. One booking agreement previously expired in December 2024.

As of January 31st, there are currently 11 executed occupancy agreements that represent a 502 room capacity with nightly costs ranging from \$105 to \$171 per night, with two service provider 2-bedroom office rooms costing \$251 per night. The term of the occupancy agreements range from one to two years, with up to two one-year extension options. The total leasing costs for the 11 executed multi-year occupancy agreements is estimated to be \$50,723,697. This is an increase from the previous report primarily due to an additional room at a motel in CD 2 that was approved in Eighteenth HEA Status Report (C.F. 22-1545-S21). If all extension options are executed, there would be an additional projected cost of \$19,572,215, for a total cost of \$70,295,912. Of the 502 occupancy agreement rooms, 14 rooms were taken offline due to fire damage. The City is not obligated to pay for these rooms while they are offline. Any savings will be reflected in a future report once the

rooms are online again.

For FY 2024-25, a budget of \$57.6 million has been identified to fund the motel interim housing portfolio for Inside Safe, of which \$37,970,775 has been either encumbered from prior year (\$20,556,118) or transferred from the current year budget allocation (\$17,414,657). The current budget year transfers include \$7,437,639 for FY2024-25 Quarter 1 booking agreement contracts (Sixteenth HEA Report) and a total of \$9,977,018 for FY 2024-25 approved occupancy agreements (Eighteenth HEA Report and Twenty-First HEA Report). An additional \$14,771,994 was requested in the Twenty-Third HEA, wherein \$12,062,361 was requested to support Booking Agreement costs through Quarters 2 and 3 of FY 2024-25 and an additional \$2,709,633 to support amendments to existing occupancy agreements or booking agreements transitioning to occupancy agreements. As of this report, the Twenty-Third HEA is pending Council and Mayoral approval. If approved, the total current year transfers for Inside Safe Interim Housing motel portfolio would be \$32,186,651.

As of January 31, 2025, the motel leasing invoices received to date include 3,218 invoices from 57 out of 59 individual hotels, totaling 634,113 hotel room nights since the beginning of the program. Two of the motels with executed booking agreement contracts have yet to be occupied. The current number of interim housing hotel rooms available based on invoices received for booking agreements and occupancy agreements through January 31, 2025, is 1,184 rooms, which is inclusive of rooms for service providers' offices and security. It does not account for two or more occupants sharing a room. A total of 16 hotels have been demobilized and are no longer in use since the beginning of the program. Per LAHSA, there are currently 1,079 people residing in hotels (Attachment 4). The total amount billed for nightly room stays for FY 2024-25, through the cut off date of this report, is \$30,259,914 with an average nightly rate of \$119.89.

Occupancy agreements are meant to provide stable units in high-need areas to support Inside Safe operations, including multi-district regional operations. The Mayor's Office works with service providers and motel owners to ensure that rooms are consistently filled and closely monitored to minimize room vacancies. Additionally, the Mayor's Office continues to renegotiate select booking and occupancy agreements to reduce costs and is evaluating the Inside Safe motel interim housing portfolio to determine which contracts are feasible and economically desirable to extend past June 2027. It is the intention to have properties eligible so that the City can receive reimbursement for service costs at these motels on a go forward basis per the Memorandum of Understanding between the County of Los Angeles and the City of Los Angeles relative to the Alliance Settlement Agreement. Once the property is included on the Alliance quarterly report to the court, they can become eligible for reimbursement. Contracts with cumulative terms (i.e. original term and options to extend) that exceed 3 years will be submitted to Council for approval, as outlined in Charter Section 10.5 Limitation and Power to make Contracts.

The Mayor’s Office is also coordinating the opening of an additional 516 interim housing beds that are funded by the State's Emergency Stabilization Beds grant. As these beds become available, the Mayor's Office will transition Inside Safe participants from hotels to these newly established beds.

The Inside Safe Motel Interim Housing portfolio includes agreements that have been extended past June 2027 and agreements that are in the process of being renegotiated. Table A1 below summarizes the agreements that have either been approved for extensions past June 2027 or are in the process of approvals from past reports. It includes the status of the contract as well as the terms.

Table A1: Occupancy Agreements Through June 2027

| CD | Status | # of Rooms | Rate | Term | HEA Report # |
|---------------|-------------------|------------------|----------|---|--------------|
| CD 9 | Pending Approval | 20 | \$100.00 | Thirty-six months from contract execution | 23 |
| CD 15 | Pending Approval | 33 | \$95.00 | 03/01/2025 - 08/31/2027 | 23 |
| CD 8 | Pending Approval | 21 | \$90.00 | 03/01/2025 - 08/31/2027 | 23 |
| CD 4 | Pending Approval | 42 | \$125.40 | 03/01/2025 - 08/31/2027 | 23 |
| | Pending Approval | 1 Office | \$220.00 | | 23 |
| CD 13 | Pending Approval | 26 | \$125.40 | Thirty-six months from contract execution | 23 |
| CD 13 | Pending Approval | 76 | \$125.40 | Thirty-six months from contract execution | 23 |
| CD 13 | Pending Approval | 27 | \$117.99 | 03/01/2025 - 08/31/2027 | 23 |
| CD 2 | Active / Executed | 36 | \$105.00 | 12/06/2023 - 08/31/2027 | 18 |
| | Pending Approval | 1 | | 03/01/2025 - 08/31/2027 | 23 |
| CD 9 | Pending Execution | 27 | \$88.00 | 12/01/2024 - 08/31/2027 | 21 |
| CD 14 | Pending Execution | 26 | \$87.00 | 12/01/2024 - 08/31/2027 | 21 |
| CD 9 | Pending Execution | 25 | \$89.00 | 12/01/2024 - 08/31/2027 | 21 |
| CD 1 | Active / Executed | 61 | \$125.40 | 11/07/2023 - 08/31/2027 | 18 |
| | | 1 Office | \$250.80 | | |
| CD 13 | Active / Executed | 43 | \$114.00 | 07/31/2024 - 08/31/2027 | 18 |
| Totals | 13 Motels | 466 Rooms | | | |

Table A2 details the associated financial impacts of hotels that have been approved or are in the process of being approved to extend beyond June 2027. Calculations are based on estimated execution dates and may be updated in future reports as contracts are finalized.

Table A2: Leasing and Service Costs for Active/Executed Occupancy Agreements Through June 2027 ^{1 2}

| CD | # of Rooms | Rate | Term | FY 2024-25 Leasing Costs | FY 2024-25 Service Costs | Total FY 2024-25 Costs | Future FY Leasing Costs | Future FY Service Costs | Total Future FY Costs |
|---------------|------------------|-------|---|--------------------------|--------------------------|------------------------|-------------------------|-------------------------|-----------------------|
| CD 9 | 20 | \$100 | Thirty-six months from contract execution | \$244,000 | \$268,400 | \$512,400 | \$1,948,000 | \$2,945,800 | \$4,893,800 |
| CD 15 | 33 | \$95 | 03/01/2025 - 08/31/2027 | \$382,470 | \$442,860 | \$825,330 | \$2,482,920 | \$4,203,540 | \$6,686,460 |
| CD 8 | 21 | \$90 | 03/01/2025 - 08/31/2027 | \$230,580 | \$281,820 | \$512,400 | \$1,496,880 | \$2,674,980 | \$4,171,860 |
| CD 4 | 42 | \$125 | 03/01/2025 - 08/31/2027 | \$2,010,166 | \$577,060 | \$2,587,226 | \$4,345,546 | \$3,746,160 | \$8,091,706 |
| | 1 Office | \$220 | | | | | | | |
| CD 13 | 26 | \$125 | Thirty-six months from contract execution | \$1,350,526 | \$348,920 | \$1,699,446 | \$3,175,630 | \$3,829,540 | \$7,005,170 |
| CD 13 | 76 | \$125 | Thirty-six months from contract execution | \$3,947,691 | \$1,019,920 | \$4,967,611 | \$9,282,610 | \$11,194,040 | \$20,476,650 |
| CD 13 | 27 | \$118 | 03/01/2025 - 08/31/2027 | \$388,659 | \$362,340 | \$750,999 | \$2,523,098 | \$2,352,240 | \$4,875,338 |
| CD 2 | 37 | \$105 | 12/06/2023 - 08/31/2027 | \$1,455,504 | \$496,540 | \$1,952,044 | \$3,169,228 | \$4,713,060 | \$7,882,288 |
| CD 9 | 27 | \$88 | 12/01/2024 - 08/31/2027 | \$503,712 | \$629,640 | \$1,133,352 | \$1,881,792 | \$2,352,240 | \$4,234,032 |
| CD 14 | 26 | \$87 | 12/01/2024 - 08/31/2027 | \$479,544 | \$606,320 | \$1,085,864 | \$1,791,504 | \$2,265,120 | \$4,056,624 |
| CD 9 | 25 | \$89 | 12/01/2024 - 08/31/2027 | \$471,700 | \$583,000 | \$1,054,700 | \$1,762,200 | \$2,178,000 | \$3,940,200 |
| CD 1 | 61 | \$114 | 11/07/2023 - 08/31/2027 | \$2,672,867 | \$2,489,300 | \$5,162,167 | \$5,945,246 | \$11,346,686 | \$17,291,932 |
| | 1 Office | \$251 | | | | | | | |
| CD 13 | 43 | \$114 | 07/31/2024 - 08/31/2027 | \$1,650,013 | \$1,726,450 | \$3,376,463 | \$3,882,384 | \$3,746,160 | \$7,628,544 |
| Totals | 466 Rooms | | 13 Motels | \$15,787,432 | \$9,832,570 | \$25,620,002 | \$43,687,038 | \$57,547,566 | \$101,234,604 |

¹ The costs associated with these sites are estimates, pending actual execution dates. These costs may be updated in a future report.

² These calculations include the initial term only.

Table A3 summarizes Inside Safe Motel Contracts by contract and extension type. This considers amendments that are in progress.

Table A3: Inside Safe Motel Contracts by Type

| Contract Type | Motel Count | Room Count |
|--|-------------|--------------|
| Occupancy Agreements (Through June 2027) | 13 | 466 |
| Occupancy Agreement (Other) | 5 | 216 |
| Booking Agreements | 24 | 502 |
| Totals | 42 | 1,184 |

Facility Expenses

Facility expenses include costs for property improvements, repairs/damages, valuation reports, and insurance. Incurred expenses since the beginning of the program total \$570,398.78. A total of \$450,000 has been approved for transfer into the HEA so far this fiscal year, including \$150,000 for an insurance adjuster contract (Seventeenth HEA Report), and \$300,000 for FY 2024-25 projected repairs/damages costs. Two separate transfers were approved for damages: \$100,000 in the Seventeenth HEA Report and \$200,000 in the Nineteenth HEA Report. To date, the City has received a total of 357 damage claims for hotels of which a total of four have been denied and 34 have been paid. If any of the reviewed claims were expected to be fraudulent, they were forwarded to the City Attorney. The remaining claims will be assessed once the Third Party Administrator contract is executed. Damage claims from motels follow a process similar to the one established previously for Project Roomkey: the owner (or representative) submits a form that includes pertinent information such as the date of the incident, what was damaged, and requires the on-site service provider's signature. A quote for the repair and pictures are also required.

The Mayor's Office, with assistance from CAO Risk Management, is in the process of executing a sole source contract, which will allow current damage claims to be assessed while a competitive process can be completed. A contractor has been identified to provide services on an as needed basis to ensure timely processing and expertise to ensure that the City pays costs that are fairly and accurately assessed per its contractual obligations for Inside Safe participating properties. For FY 2024-25, the Mayor's Office is forecasting a total budget amount of \$3 million for damage claims related to the Inside Safe motel interim housing portfolio, which is based on approximately 10 percent of the portfolio.

LA Grand Hotel

On February 24, 2023, the CAO released the Revised Sixteenth Roadmap Report (C.F. 20-0841-S31), which authorized the extension of the LA Grand Hotel lease from February 1, 2023, through February 1, 2024, for use as interim housing. Subsequently, on December 1, 2023, the CAO released the Twenty-First Roadmap Report (C.F. 20-0841-S40), which authorized the extension of the LA Grand lease from February 1, 2024, through July 31, 2024. This secondary lease extension allowed for a seamless transition for those participants that were relocated from the Grand to the Mayfair once GSD completed the initial move-in phases (Phase 0, Phase 1A and Phase 1B) of the Mayfair renovation plans. Additional information regarding the Mayfair's renovation phases is provided in this report's next section entitled, "Mayfair Hotel." Regular reporting on the demobilization plan that ensured all residents continued on their housing solution path was provided to Council in a separate report.

The lease covered a total of 481 rooms with a rate of \$154/night, which included meals. As of June 12, 2024, \$32,172,050 was transferred to GSD to support the LA Grand Hotel lease costs. The service provider, Weingart, confirmed that all participants exited the LA Grand Hotel by June 28, 2024. A termination letter was sent by GSD ending the agreement on July 18, 2024, instead of the original term end date of July 31, 2024. Reconciliation and savings will be provided in future reports. A previous report earmarked a total of \$2,636,379 from prior year monies for anticipated FY 2024-25 costs, which included \$1,595,787 for leasing and \$1,040,592 for service provider costs (see Attachment 2, Table C); however, due to the timing of the demobilization, these funds may not be necessary. The recommendation would be to reallocate any unspent funds for associated damages at the LA Grand. The Mayor's Office has identified a \$5 million budget in anticipation of any claims pending assessment by the General Services Department (GSD).

Mayfair Hotel

On August 18, 2023, Council approved the acquisition and rehabilitation of the Mayfair Hotel for use as interim housing for Inside Safe. The site, which opened and started accepting clients on May 1, 2024, has 294 rooms with a three-level 183 parking space garage and is located in Council District 1. It was previously used as a part of Project RoomKey (PRK). According to Weingart, as of January 31, 2025, Mayfair was at approximately 95 percent occupancy with 280 rooms and 290 participants. LAHSA has updated their data to separate out Mayfair Hotel occupancy information in their Inside Safe Program metric dashboards (Attachment 4). Information on the acquisition and associated costs are included in the Twenty-First HEA Report and other prior reports.

In a Municipal Facilities Committee Report released on January 29, 2024 (C.F. 23-0792-S2), GSD provided supplemental information regarding the rehabilitation of the Mayfair Hotel. Renovation will be done in multiple phases. Phase 1, which was completed prior to initial move-in (Phase 0, Phase 1A, and Phase 1B), included major construction for the renovation of 294 rooms, case management spaces, intake area build-out medical services area, and other code compliance items. Phase 2 will include seismic strengthening, elevator modernization, façade repair, and roof repair. Phase 2 is scheduled to begin in January 2025 and is expected to take between 12 to 18 months to complete. The Twelfth HEA Status Report (C.F. 22-1545-S15) noted that \$8,942,270 in additional costs are needed to complete the Phase 2 rehabilitation of the Mayfair, of which \$5,793,470 will be supported by the HEA and was transferred to the Bureau of Engineering (BOE) on June 12, 2024. Additionally, GSD submitted a transfer request for HACLA's second year of Mayfair operations costs, which includes utilities, facility management, and other associated expenses for building upkeep (\$5,067,000); the transfer was completed on June 25, 2024.

The CAO Risk Management Group previously paid for the Mayfair's property insurance policy with the term date of March 27, 2024 through March 27, 2025 in the amount of

\$82,795.38. The policy was executed at the direction of the Mayor's Office and at the request of the City Council. Funding to reimburse the Risk Management Group was requested in the Seventeenth Status Report (C.F. 22-1545-S20) and the transfer was completed on October 30, 2024. If the policy is renewed in March 2025, an additional transfer will be requested. The Mayor's Office has identified \$183,000 for FY 2024-25 Mayfair insurance policy costs, which is inclusive of the existing policy and any increases with the renewal on March 27, 2025.

Project HomeKey-3 Match

On June 30, 2023, the City Council and Mayor approved the CAO report relative to the Recommendations Related to the State of California Department of Housing and Community Development HomeKey Program, Round 3 Report (C.F. 21-0112-S3), which authorized the City to obligate City match and funding for three housing sites to be used as interim housing. Within this report, it is noted that an up to amount of \$31,567,800 of match funding would be used, subject to the approval of the Mayor's Office. A transfer of \$20,471,800 was authorized to the Los Angeles Housing Department (LAHD), as approved by the Mayor's Office, for capital costs associated with the Cheviot Hills - Shelby project. This project is expected to provide 75 interim housing units and one manager's unit. This funding is also leveraged for the Motel 6 - North Hills project, which is expected to provide 110 interim housing units and one manager's unit. An up-to amount of \$11,096,000 for Cheviot Hills - Shelby operating costs, which were earmarked against last year's HEA funding, is expected to be transferred at a later date to be determined by the Mayor's Office. This transfer will then be included in a future report for Council approval.

LAHSA Service Provider Contracts

The Inside Safe initiative relies upon the work of the Los Angeles Homeless Services Authority (LAHSA) and service providers in conducting assessments, providing services which include case management services, housing navigation, street engagement, food programming, and resident monitors. In January 2023, the Mayor's Office approved an initial contract amount for the Los Angeles Homeless Services Authority (LAHSA) in an up-to amount of \$50 million. This initial up-to contract amount allowed the flexibility for funding to be quickly added for service providers as operations were planned and budgets were approved by the Mayor's Office. Extensions and additional funding for LAHSA and service providers were approved for a total budget of \$93,958,036 for services as of June 30, 2024. This number is updated to include an additional approval prior to June 30, 2024. For FY 2024-25, the Mayor's Office is allocating a total of \$86,096,275 for service providers that are contracted through LAHSA for Inside Safe interim housing services.

Regarding last fiscal year, LAHSA has submitted the majority of service provider costs through June 30, 2024, and has an estimated savings of approximately \$15 million. The Mayor's Office continues to work with LAHSA to assess costs associated with work

performed based on the previous per-encampment, by service provider budgets. The FY 2023-24 budget provides authority for up to \$81,626,973 for service provider reimbursements (including Weingart and previous LA Grand contractors) tied to the Inside Safe initiative, housing navigation and time limited subsidies, as well as LAHSA administrative oversight. The savings associated with prior fiscal year operations are recommended to be reprogrammed to support costs associated with FY 2024-25.

Beginning the second quarter of FY 2023-24, the service provider budget is based on a daily bed rate of up to \$110/person served by the current 10 service providers. To date, ten supportive services-specific invoices have been submitted to the City for reimbursement and paid from the Homelessness Emergency Account. The Mayor's Office and LAHSA continue to meet regularly to understand the needs associated with Inside Safe specific services and the corresponding finalized Scope of Required Services (SRS). Fourteen new qualified service providers were identified as a result of the procurement LAHSA released that closed November 22, 2023.

For FY 2024-25, an initial up-to contract amount of \$76,940,927 was approved in the Sixteenth HEA Status Report (C.F. 22-1545-S19). The LAHSA Service Provider portion of the contract is projected to serve an estimated 1,500 people experiencing homelessness (PEH) in the motel interim housing portfolio for an up-to contract amount of \$60,225,000. This report requests authority to amend LAHD's FY 2024-25 contract with LAHSA for Inside Safe services to include an administrative fee, which is not included in the current agreement.

The Mayor's Office approved a transition to a slot based budget and payment structure with LAHSA for FY 2024-25 Quarter 1 and Quarter 2. This methodology is expected to enhance room utilization, reduce contract amendments, and improve program oversight. A FY 2024-25 annual budget amount of \$58,056,900 has been approved by the Mayor's Office based on the slot allocation of 1,446 associated with the motel interim housing portfolio. The Mayor's Office also authorized LAHSA to provide 330 time-limited subsidies (\$15,442,292) and 300 housing navigation slots (\$1,273,635) to Inside Safe participants which is anticipated to roll out over the first two quarters of this fiscal year. Additional information will be provided in future reports.

Weingart provided services at the LA Grand from June 1, 2023, through its demobilization. The total approved amount for LA Grand services was \$15,128,732.

On May 1, 2024, Weingart began providing services at the Mayfair Hotel for occupants transitioning from the LA Grand. The first year budget approved by the Mayor's Office is earmarked against the FY 2023-24 HEA allocation. It includes \$405,366 for ramp up costs and \$11,925,697 for 12 months of services for a total budget amount of \$12,331,063. This reflects an increase of \$293,915 in start-up costs from the previously approved budget. Weingart is anticipated to provide services for two years to coincide with the City and

County's joint award from the State's Encampment Resolution Funding Program. Attachment 2 accounts for one year of funding within FY 2023-24 allocation of the HEA. The Mayor's Office is budgeting approximately \$15.9 million for current fiscal year service provider costs, which includes a portion of the second year of the contract that falls within this fiscal year.

Funding for 58 congregate beds at the Weingart facility located in Council District 14 was approved in the Seventeenth HEA Status Report along with a \$110 per bed per night for combined bed and services costs. The first year contract amount of \$2,328,700 has been executed, which includes two one-year options to extend. The Mayor's Office has identified a FY 2024-25 budget of \$2,561,570 for this site and associated LAHSA administration. This report requests authority to amend LAHD's FY 2024-25 contract with LAHSA for Inside Safe services to include an administrative fee, which is not included in the current agreement.

Funding for up to 100 beds at a congregate sprung structure shelter located at 545 S. San Pedro Street in Council District 14 was approved in the Eighteenth HEA Status Report. The service costs related to this site may be eligible for reimbursement from the County per the Alliance Memorandum of Understanding. A total of \$3,389,000 was approved that includes \$3,014,000 in services costs as well as \$375,000 for furniture, fixtures and equipment costs such as purchasing sleeping modules, including partitions and small cabinets. The contract will be for three years and one day. The total cost of the contract is estimated to be \$12,056,000. There is a potential future impact on the General Fund in the amount of up to \$4,015,000 annually relative to the bed and service costs. For FY 2024-25, the Mayor's Office has identified a budget of \$3,690,400, which is inclusive of service provider costs, funding for fixtures and associated LAHSA administration. This report requests authority to amend LAHD's FY 2024-25 contract with LAHSA for Inside Safe services to include an administrative fee, which is not included in the current agreement.

A total of \$20,000 was approved by the Mayor's Office in FY 2023-24 for the 17 housing fairs, which provided staffing, necessary materials, and Uber rides to clients to visit different housing options. Currently, the County and City co-host Service Connection Days one or two weeks after Inside Safe operations to get people document-ready and provide participants an opportunity to connect with County services directly to initiate additional care. Participating departments include: Department of Motor Vehicles, Housing for Health Mobile Clinics, Department of Mental Health, Department of Public Social Services, Office of Immigrant Affairs and Department of Military and Veterans Affairs.

LAHSA continues to work with providers to ensure all exit data is entered into HMIS and is up to date and has committed to providing reconciled and verifiable exit data for Inside Safe regular reporting.

The Mayor's Office is also coordinating with LAHSA and service providers to address the cost of storing participants' personal items for up to 30 days upon exiting interim housing through implementing storage bins (measuring 10' x 8' x 8' in size) at motel sites, at a cost of approximately \$80 per month. A transfer of \$18,675 was previously requested and approved for the coordination of the delivery, pay the initial delivery cost (\$175), and front fund the first three months; however, this funding is no longer needed as storage is an eligible cost within the Inside Safe SRS and as such it is recommended that service providers absorb these costs within their approved budgets. The \$18,675 will be reallocated to support the FY 2024-25 third quarter advance for Inside Safe Motel Interim Housing Portfolio Service Providers.

To date, all Inside Safe cash requests that have been submitted to LAHD from LAHSA have been approved by the Mayor's Office and paid. Cash requests are based on either quarterly 25% advances on approved budgets or invoices from actual expenses, and LAHSA continues to work on providing invoices. Once the Mayor's Office has approved payment, the CAO's Office processes Controller's Instructions to transfer funding from the HEA to LAHD, which in turn pays LAHSA to remit payment to service providers.

City Cash Advance Procedures for LAHSA

On July 19, 2024, LAHD released a memorandum on the City's Cash Advance procedures for LAHSA which summarizes the City's current cash advance process and outlines a modification to align with the cash advance process used by Los Angeles County for LAHSA contracts. LAHD and LAHSA are currently working to finalize details of this process and have provided regular updates to the Housing and Homelessness Committee and the Homeless Strategy Committee. Additional information and further updates will be provided by LAHD.

RV Storage Lot

The 48,838 square foot Metro-owned lot in CD 9 that was identified by the Mayor's Office to function similar to an Official Police Garage for RV overflow is anticipated to open in February 2025 and will be available for citywide use. A transfer of \$150,000 from the Inside Safe Reserve Fund account to the HEA was approved in the Twentieth HEA Status Report (C.F. 22-1545-S23) and will support a lease agreement with Metro from July 2024 through June 2025 at approximately \$3.07 per square feet, per year to support their own homelessness programs. The lease agreement with Metro has been executed and construction began September 16, 2024. Construction was previously delayed due to issues involving soil and ground instability which was discovered when heavy equipment began to sink into the ground. Railroad tracks and buried debris attributed to pockets beneath the surface. In order to stabilize the lot, pits were filled with cement slurry. The contract term is for three years.

In the fourth Construction Projects Report (CPR) of FY 2022-23 (C.F. 22-0847-S3), a total of \$359,000 was approved for design and site pre-development, which includes \$200,000 of Additional Homeless Service - General City Purpose funds and \$159,000 of Capital and Technology Improvement Expenditure Program (CTIEP) funds. In the FY 2023-24 adopted budget, CTIEP funding in the amount of \$2,393,388 was approved for construction of the site. The total cost of construction approved for this site is \$2,752,388.

The Mayor's Office has identified a \$2.5 million budget for FY 2024-25, of which a portion will cover Metro leasing costs (\$150,000) and the remaining amount is reserved for future expansion of RV storage. The Mayor's Office is in the process of assessing sites for potential expansion of RV storage operations. Additional information and updates will be provided in future reports.

City Department Costs

To date, the Los Angeles Police Department (LAPD) has submitted requests for reimbursements totalling \$14,941 for costs related to FY2024-25 overtime hours associated with Inside Safe operations. Primarily, LAPD provides support for, and ensures the safety of, City staff and Inside Safe participants. There have been zero arrests during the initial phase of operations. For FY 2024-25, the Mayor's Office is allocating a total of \$90,000 for anticipated LAPD overtime for Inside Safe operations.

In November 2023, the Mayor's Office approved a transfer to LAPD for \$250,000 to support the initial phase of the new Vehicle Recycling Program (VRP) with the provider, SA Recycling. The funding was used to authorize the dismantling and recycling of Recreational Vehicles that had been impounded and were unclaimed, in grave disrepair, or were an environmental hazard. Initial funding allowed Official Police Garages (OPGs) to recycle vehicles awaiting salvage so that space could be created for implementation of the Mayor's Inside Safe initiative to address unsafe and unsanitary vehicle dwellings.

A transfer of \$1.5M is requested to fund the Bureau of Engineering to hire management consultants related to interim housing construction projects that are funded by the Emergency Beds Stabilization grant. More detail is included in Attachment 5.

In April of 2024, City Council and the Mayor's Office approved the receipt of up to \$33M in grant funding from the California Department of Healthcare Services to create Emergency Stabilization Beds (ESBs) to address homelessness in Los Angeles (C.F. 24-0314). This funding is part of the Behavioral Health Continuum Infrastructure Program and will be used for bed procurement, infrastructure, and related costs. Due to staffing constraints, BOE has requested funding to hire additional assistance in order to meet grant expenditure deadlines.

CAO staff (approximately 6.5 FTE) is tasked with processing invoices (as outlined in

various sections of this report), monitoring the HEA's balance and commitments, tracking expenditures, and providing monthly reports summarizing expenses incurred and purposes for which the funds were used. Staff is funded by either the Homeless Housing, Assistance and Prevention (HHAP) Grant or by General Funds, with HHAP being the main funding source.

A request for information relating to departmental costs related to Inside Safe operations was noted at a committee meeting in December 2024. Additional information on this topic will be provided in a future report.

FISCAL IMPACT STATEMENT

Approval of the recommendations in this report will not have an immediate impact on the General Fund given that the recommendations use budgeted General Funds.

FINANCIAL POLICIES STATEMENT

The recommendations in this report comply with the City Financial Policies.

Attachments:

1. Homeless Emergency Account Actual and Projected Balances for FY 2024-25
2. Inside Safe Summaries by Fiscal Year and Budget Categories
3. Inside Safe Operations and Associated Service Provider and Hotel Costs
4. Inside Safe Program Metrics as of January 31, 2025
5. Appendix from Mayor's Office of Housing & Homelessness Solutions

Attachment 1: Homeless Emergency Account Actual and Projected Balances for FY 2024-25

| Table 1. FY 2024-25 Funding Authority & Reserve Balance | | | |
|--|--|---|--|
| Transfer Description | Completed In | Homelessness Emergency Account | Inside Safe Reserve Account |
| Initial Appropriation (as of July 1, 2024) | | \$0.00 | \$80,000,000.00 |
| FY 2023-24 Reappropriation | October 2024 | \$3,183,618.49 | \$109,300,000.00 |
| Transfer #1 to Homelessness Emergency Account from Inside Safe Reserve Account | July 2024 | \$55,841,145.04 | -\$55,841,145.04 |
| Transfer #2 to Homelessness Emergency Account from Inside Safe Reserve Account | October 2024 | \$1,055,317.97 | -\$1,055,317.97 |
| County Reimbursement for Joint-Effort Encampment Operations | November 2024 | \$0.00 | \$1,066,419.37 |
| Transfer #3 to Homelessness Emergency Account from Inside Safe Reserve Account | Rec 1: October 2024 Rec 3 & 4: November 2024 | \$9,650,562.30 | -\$9,650,562.30 |
| Transfer #4 to Homelessness Emergency Account from Inside Safe Reserve Account <i>Estimated February 2025</i> | | \$7,005,299.00 | -\$7,005,299.00 |
| Transfer #5 to Homelessness Emergency Account from Inside Safe Reserve Account | December 2024 | \$150,000.00 | -\$150,000.00 |
| Transfer #6 to Homelessness Emergency Account from Inside Safe Reserve Account <i>Estimated February 2025</i> | | \$3,332,333.70 | -\$3,332,333.70 |
| Transfer #7 to Homelessness Emergency Account from Inside Safe Reserve Account <i>Pending Approval</i> | | \$46,104,583.14 | -\$46,104,583.14 |
| Available Balances | | \$126,322,859.64 | \$67,227,178.22 |

Attachment 1: Homeless Emergency Account Actual and Projected Balances for FY 2024-25

| Table 2. Available Cash - Homelessness Emergency Account | Completed In | Amount |
|--|---|--------------------------|
| Initial Appropriation of Current Year (2024-25) Funds | | \$0.00 |
| FY 2023-24 Reappropriation | October 2024 | \$3,183,618.49 |
| Transfer #1 to Homelessness Emergency Account from Inside Safe Reserve Account | July 2024 | \$55,841,145.04 |
| Transfer #2 to Homelessness Emergency Account from Inside Safe Reserve Account | October 2024 | \$1,055,317.97 |
| Transfer #3 to Homelessness Emergency Account from Inside Safe Reserve Account | Rec 1: October 2024 Rec 3 & 4: November 2024 | \$9,650,562.30 |
| Transfer #5 to Homelessness Emergency Account from Inside Safe Reserve Account | December 2024 | \$150,000.00 |
| FY 2023-24 Encumbrances (for Long Term and Short Term Nightly Motel Stays) | | \$29,135,350.83 |
| Total Available Cash: | | \$99,015,994.63 |
| Less Total Current Year Expenditures (see Table 3): | | (\$56,416,824.15) |
| Adjusted Cash Balance as of January 31, 2025: | | \$42,599,170.48 |

| Table 3: FY 2024-25 Detailed Expenditures Through January 31, 2025 | | | | |
|---|---|------------------------|------------------------|------------------------|
| Budget Category | Description | FY 2024 | FY 2025 | Totals |
| Interim Housing | Motel Nightly Rentals | \$8,446,378.13 | \$12,704,237.10 | \$21,150,615.23 |
| | Operating Expense: Facility Damages | \$121,244.83 | \$5,690.00 | \$126,934.83 |
| | Operating Expense: Mayfair Hotel - Insurance Policy (March 2024 - March 2025) | \$0.00 | \$82,795.38 | \$82,795.38 |
| Service Provider Support Services | LAHSA Service Provider Costs | \$19,827,031.37 | \$7,315,561.25 | \$27,142,592.62 |
| | Mayfair Hotel - Weingart - Service Costs | \$868,257.81 | \$7,016,873.00 | \$7,885,130.81 |
| Departmental | LAPD Departmental Costs | \$17,934.39 | \$10,820.89 | \$28,755.28 |
| Total | | \$29,280,846.53 | \$27,135,977.62 | \$56,416,824.15 |

Attachment 1: Homeless Emergency Account Actual and Projected Balances for FY 2024-25

| Table 4. FY 2024-25 Projected Liabilities/Expenses | | |
|--|---|---------------------------|
| BUDGET CATEGORY | EARMARKED / OBLIGATED AGAINST (FY) | PROJECTED EXPENSES |
| FY 2024-25 Liabilities/Expenses | | |
| Interim Housing | | |
| Booking Agreements (Q1) | FY 2023-24 | \$7,437,638.80 |
| Booking Agreements (Q2 and 3) | FY 2024-25 | \$12,062,361.20 |
| LA Grand Lease | FY 2023-24 | \$1,595,787.00 |
| Occupancy Agreements (#2, HEA 18) | FY 2024-25 | \$8,522,062.30 |
| Occupancy Agreements (#3, HEA 21) | FY 2024-25 | \$1,454,956.00 |
| Occupancy Agreements (#4, HEA 23) | FY 2024-25 | \$2,709,633.00 |
| Facility Expenses - Insurance Adjuster | FY 2024-25 | \$150,000.00 |
| 2024-25 Facility Expenses (Damages) | FY 2024-25 | \$300,000.00 |
| Mayfair Hotel - Insurance Policy | FY 2024-25 | \$82,795.38 |
| FY 2024-25 RV Storage Lot - Metro Lease | FY 2024-25 | \$150,000.00 |
| | Subtotal | \$34,465,233.68 |
| Services | | |
| 2024-25 LAHSA Service Provider Costs (Q1, 25% Advance) | FY 2023-24 | \$3,796,012.00 |
| 2024-25 LAHSA Service Provider Costs (Q2, 25% Advance) | FY 2024-25 | \$3,796,012.00 |
| 2024-25 LAHSA Service Provider Costs (Q1 Remaining Amount + Q3 Advance + Admin) | FY 2024-25 | \$27,737,006.80 |
| Mayfair Hotel - Weingart - Service Costs (Remaining actuals from May 2024-Sept 2024) | FY 2023-24 | \$1,866,556.81 |
| Mayfair Hotel - Weingart - Service Costs (Q1 & 2 Advance) | FY 2023-24 | \$6,018,574.00 |
| Mayfair Hotel - Weingart - Service Costs (Q3 Advance) | FY 2024-25 | \$3,009,287.00 |
| Personal Property Storage ⁵ | FY 2024-25 | \$0.00 |
| CD 14 Congregate Shelter - Weingart - 25% Advance #1 | FY 2024-25 | \$582,175.00 |
| CD 14 Congregate Shelter - Weingart - 25% Advance #2 | FY 2024-25 | \$582,175.00 |
| CD 14 Congregate Shelter - Union Rescue Mission- FF&E | FY 2024-25 | \$375,000.00 |
| CD 14 Congregate Shelter - Union Rescue Mission - 25% Advance - Operating Costs | FY 2024-25 | \$753,500.00 |
| | Subtotal | \$48,516,298.61 |
| Permanent Housing Support | | |

Attachment 1: Homeless Emergency Account Actual and Projected Balances for FY 2024-25

| Table 4. FY 2024-25 Projected Liabilities/Expenses | | |
|--|-----------------|------------------------|
| Housing Navigation (300 Slots) - 1 year (April 1, 2024 - March 31, 2025) | FY 2023-24 | \$1,273,635 |
| Time-Limited Subsidy (330 Slots) - Q1 | FY 2023-24 | \$2,206,041.75 |
| | Subtotal | \$3,479,676.75 |
| City Departments | | |
| Bureau of Engineering - Management Consultants | FY 2024-25 | \$1,500,000.00 |
| Homelessness & Housing Solutions Support (Mayor's Office) | FY 2024-25 | \$3,500,000.00 |
| 2024-25 LAPD Overtime (July-September 2024) | FY 2024-25 | \$10,820.89 |
| 2024-25 LAPD Overtime (October-November 2024) | FY 2024-25 | \$4,120.14 |
| | Subtotal | \$5,014,941.03 |
| FY 2024-25 Subtotal | | \$91,476,150.07 |

| FY 2023-24 Liabilities/Expenses | | |
|--|-----------------|------------------------|
| Interim Housing | | |
| Occupancy Agreements (#1, HEA 17) | FY 2023-24 | \$122,413.20 |
| | Subtotal | \$122,413.20 |
| Service | | |
| 2023-24 LAHSA Service Provider Costs (Q3 Remaining Balance) | FY 2023-24 | \$13,520,517.37 |
| 2023-24 LAHSA Service Provider Costs (Q4 Remaining Balance) | FY 2023-24 | \$19,097,533.62 |
| | Subtotal | \$32,618,050.99 |
| Permanent Housing Support | | |
| Housing Navigation (300 Slots) - 1 year (April 1, 2024 - March 31, 2025) | FY 2023-24 | \$386,017.50 |
| | Subtotal | \$386,017.50 |
| City Departments | | |
| 2023-24 LAPD Overtime (April-June 2024) | FY 2023-24 | \$17,934.39 |
| | Subtotal | \$17,934.39 |
| FY 2023-24 Subtotal | | \$33,144,416.08 |

| | |
|---|-------------------------|
| Total Projected Liabilities/Expenses | \$124,620,566.15 |
|---|-------------------------|

Attachment 2: Inside Safe Summaries by Fiscal Year and Budget Categories

Table A. FY 2022 - 23 Expenditure Breakdown

| Expense Type | FY 2022-23 Expenses Paid by June 30, 2023 | FY 2022-23 Expenses Paid after July 1, 2023 | FY 2022-23 Budget | | |
|---|---|---|---------------------|---------------------------|---------------------|
| | | | FY 2022-23 Incurred | Expenses: Pending Payment | |
| | | | | Total Expenses | |
| Interim Housing | | | | | |
| Private Motels | \$2,985,459.16 | \$3,497,950.88 | \$0.00 | \$0.00 | \$6,483,410.04 |
| Contracted Motel (LA Grand) | \$8,749,680.83 | \$0.00 | \$0.00 | \$0.00 | \$8,749,680.83 |
| Facility Expenses | \$25,586.00 | \$2,372.00 | \$3,245.00 | \$3,245.00 | \$31,203.00 |
| <i>subtotal</i> | \$11,760,725.99 | \$3,500,322.88 | \$3,245.00 | \$3,245.00 | \$15,264,293.87 |
| Service Provider Support Services | | | | | |
| LAHSA Service Providers ¹ | \$5,195,789.50 | \$5,573,509.60 | \$258,350.90 | \$258,350.90 | \$11,027,650.00 |
| <i>subtotal</i> | \$5,195,789.50 | \$5,573,509.60 | \$258,350.90 | \$258,350.90 | \$11,027,650.00 |
| City Departments | | | | | |
| LADOT ² | \$54,921.57 | \$0.00 | \$0.00 | \$0.00 | \$54,921.57 |
| Personnel | \$976,591.29 | \$0.00 | \$0.00 | \$0.00 | \$976,591.29 |
| LAPD | \$127,945.28 | \$19,644.71 | \$0.00 | \$0.00 | \$147,589.99 |
| City Clerk - DSW Oversight | \$27,169.26 | \$0.00 | \$0.00 | \$0.00 | \$27,169.26 |
| <i>subtotal</i> | \$1,186,627.40 | \$19,644.71 | \$0.00 | \$0.00 | \$1,206,272.11 |
| FY 2022 - 2023 Expenses Paid by June 30, 2023 | \$18,143,143 | | | | |
| FY 2022 - 2023 Reappropriation to FY 2023 - 2024 | \$31,856,857 | | | | |
| <i>FY 2022 - 2023 Expenses after July 1, 2023 (Paid/To be Paid from Reappropriation Amount)</i> | | | | | |
| | | \$9,093,477 | \$261,596 | | |
| | | FY 2022 - 2023 Total Expenses | | | \$27,498,216 |
| | | Remaining Cash Available | | | \$22,501,784 |

¹ FY 2022-23 LAHSA Service Providers costs based on recently received YTD actual expenditures. Incurred expenses represent billed costs still under review.

² Due to the timing of invoice payments, LADOT's outstanding costs of \$26,863.67 for FY 2022-23 transportation expenses will be absorbed by its FY 2023-24 allocation for Inside Safe Transportation.

Attachment 2: Inside Safe Summaries by Fiscal Year and Budget Categories

Table B. FY 2023 - 24. \$250 Million Budget and Expenditure Breakdown

| Budget Category | Comments | FY 2023-24 Budget | Interim Budget Adjustments | FY 2023-24 Expenses Paid by June 30, 2024 | FY 2023-24 Expenses Paid after July 1, 2024 | FY 2023-24 Incurred Expenses Pending Payment | FY 2023-24 Projected Expenses | FY 2023-24 Total Expenses (Paid, Pending Payment, Projected) | Future Fiscal Years Obligations under HEA | FY 2024-25 Expenses Paid by June 30, 2024 | Total Expenses | Difference between Budget and Total Expenses |
|--|---|-------------------|----------------------------|---|---|--|-------------------------------|--|---|---|----------------|--|
| Grand Totals by Column | | \$250,000,000 | \$65,381,054 | \$168,956,681 | \$28,208,657 | \$18,801,630 | \$6,141,990 | \$223,108,958 | \$92,189,960 | \$5,067,000 | \$315,296,917 | \$204,550 |
| FY 2023-24 Funding Authority | | | | | | | | | | | | |
| Homelessness Emergency Account | | \$65,700,000 | \$75,000,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$140,700,000 |
| Inside Safe Reserve | | \$184,300,000 | -\$75,000,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$109,300,000 |
| <i>subtotal</i> | | \$250,000,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$250,000,000 |
| FY 2022-23 Reappropriation | | | | | | | | | | | | |
| Reappropriation of FY 2022-23 available Cash | | \$0 | \$22,501,784 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$22,501,784 |
| <i>subtotal</i> | | \$0 | \$22,501,784 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$22,501,784 |
| Interim Housing | | | | | | | | | | | | |
| Motel Nightly Rentals | Booking Agreements ^{1, 2} Reappropriation of FY 2022-23 available Cash | \$92,000,000 | \$0 | \$19,726,580 | \$5,485,087 | \$1,719,303 | \$0 | \$26,930,971 | \$7,437,639 | \$0 | \$34,368,610 | \$506,733 |
| | Occupancy Agreements ^{1, 3} | \$0 | \$0 | \$10,175,541 | \$2,838,878 | \$131,751 | \$0 | \$13,146,170 | \$18,960,331 | \$0 | \$32,106,501 | \$0 |
| | New Occupancy Agreements (FY 24 costs only) ³ | \$0 | \$0 | \$0 | \$122,413 | \$0 | \$0 | \$122,413 | \$0 | \$0 | \$122,413 | \$0 |
| | LA Grand monthly lease costs through February 1, 2024, and six month renewal through July 31, 2024, ⁴ | \$0 | \$0 | \$23,422,369 | \$0 | \$0 | \$0 | \$23,422,369 | \$1,595,767 | \$0 | \$25,018,136 | \$0 |
| Operating Expenses | Includes insurance, damage mitigation, incidental furnishings. | \$18,000,000 | \$0 | \$104,504 | \$120,000 | \$144,025 | \$0 | \$388,528 | \$0 | \$0 | \$388,528 | \$17,631,472 |
| Payment Enablement Services | Platform to streamline the administrative workflow associated with motel nightly rental through support in data processing, dashboards, and payment support. Contractual costs estimated for two years. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,160,000 | \$0 | \$5,160,000 | -\$5,160,000 |
| <i>subtotal</i> | | \$170,000,000 | \$0 | \$53,428,994 | \$8,566,378 | \$1,995,079 | \$0 | \$63,990,451 | \$33,163,757 | \$0 | \$97,144,208 | \$12,978,205 |
| Service Provider Support Services | | | | | | | | | | | | |
| Street Engagement | Staff costs: long-term, on-going/pre-operation outreach efforts to build relationships with PEH prior to coming indoors | \$6,000,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$6,000,000 |
| Case Management ^{2, 5} | Staff costs: includes individual case management in motels as well as housing navigators | \$16,000,000 | \$0 | \$1,207,021 | \$1,300,497 | \$1,113,131 | \$0 | \$3,620,649 | \$1,130,521 | \$0 | \$4,751,170 | \$11,248,830 |
| Indirect (LAHSA and Service Providers) ^{2, 5} | Overhead to include support staff, facility costs (rent, utilities) | \$16,000,000 | \$0 | \$8,147,509 | \$5,598,965 | \$7,997,512 | \$0 | \$19,733,986 | \$6,247,546 | \$0 | \$25,981,532 | -\$9,981,532 |
| Resident Monitors ^{2, 5} | Each motel has resident monitor to support PEH and liaise with motel staff | \$10,000,000 | \$0 | \$3,491,370 | \$3,781,755 | \$3,219,791 | \$0 | \$10,472,916 | \$3,270,092 | \$0 | \$13,743,008 | -\$3,743,008 |
| Food ^{2, 5} | \$21 per person, per day (meal delivery services, grocery) | \$13,000,000 | \$0 | \$4,783,870 | \$5,154,351 | \$4,411,751 | \$0 | \$14,349,972 | \$4,480,675 | \$0 | \$18,830,647 | -\$5,830,647 |
| Storage ^{2, 5} | Includes storage rental for PEH to surrender belongings | \$1,000,000 | \$0 | \$58,951 | \$83,516 | \$54,366 | \$0 | \$176,833 | \$85,215 | \$0 | \$232,048 | \$767,952 |
| Housing Fairs | | \$0 | \$0 | \$0 | \$0 | \$20,000 | \$0 | \$20,000 | \$0 | \$0 | \$20,000 | -\$20,000 |
| LA Grand - Services Cost ⁶ | Service costs provided by Weingart for the LA Grand extensions from July 1, 2023 to January 31, 2024, and February 1, 2024 to July 31, 2024. | \$0 | \$0 | \$7,017,746 | \$3,947,946 | \$0 | \$2,675,502 | \$13,641,194 | \$1,040,592 | \$0 | \$14,681,787 | -\$14,681,787 |
| Mayfair - Services Cost ⁶ | Service costs provided by Weingart for the Mayfair from May 1, 2024 to April 30, 2025 | \$0 | \$0 | \$526,128 | \$815,248 | \$0 | \$1,057,062 | \$2,398,428 | \$9,932,635 | \$0 | \$12,331,063 | -\$12,331,063 |
| Mayfair - Operations ⁶ | Operation and Maintenance costs provided by HACLA for the Mayfair for FY 2024-25 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,067,000 | \$5,067,000 | \$5,067,000 | -\$5,067,000 |
| <i>subtotal</i> | | \$62,000,000 | \$0 | \$23,232,694 | \$20,642,279 | \$16,806,551 | \$3,732,554 | \$64,413,978 | \$31,224,276 | \$5,067,000 | \$95,638,253 | -\$33,638,253 |
| Permanent Stay | | | | | | | | | | | | |
| Move-In Support | Includes landlord incentive, security deposit, furnishing, utility deposit, and other move-in costs | \$13,000,000 | \$0 | \$0 | \$0 | \$0 | \$386,018 | \$386,018 | \$1,273,635 | \$0 | \$1,659,653 | \$11,340,348 |
| Rental Assistance | 2-year Time-limited subsidies (\$1,633 per month) for 400 people transitioning from motels to PSH pipeline | \$18,000,000 | \$0 | \$0 | \$0 | \$0 | \$2,005,484 | \$2,005,484 | \$15,442,282 | \$0 | \$17,447,777 | \$552,224 |
| <i>subtotal</i> | | \$31,000,000 | \$0 | \$0 | \$0 | \$0 | \$2,391,502 | \$2,391,502 | \$16,715,927 | \$0 | \$19,107,429 | \$11,892,571 |

Attachment 2: Inside Safe Summaries by Fiscal Year and Budget Categories

Table B. FY 2023 - 24. \$250 Million Budget and Expenditure Breakdown

| Budget Category | Comments | FY 2023-24 Budget | Interim Budget Adjustments | FY 2023-24 Expenses Paid by June 30, 2024 | FY 2023-24 Expenses Paid after July 1, 2024 | FY 2023-24 Incurred Expenses Pending Payment | FY 2023-24 Projected Expenses | FY 2023-24 Total Expenses (Paid, Pending, Projected) | Future Fiscal Years Obligations under HEA | FY 2024-25 Expenses Paid by June 30, 2024 | Total Expenses | Difference between Budget and Total Expenses |
|--|--|-------------------|----------------------------|---|---|--|-------------------------------|--|---|---|----------------|--|
| Acquisition | | | | | | | | | | | | |
| Motel Acquisition | The \$47M supports a portion of the acquisition and renovation costs for the Mayfair Hotel (\$10.3M) for 294 rooms and provides \$31M as matching funds to leverage Project HomeKey3 (PHK3) funding for the acquisition of 2 motels, totaling 185 IH units. | \$47,000,000 | \$0 | \$36,104,900 | \$0 | \$0 | \$0 | \$36,104,900 | \$11,096,000 | \$0 | \$47,200,900 | -\$200,900 |
| Mayfair - Fund Loans | A cash flow loan was authorized from the HEA for reimbursement from the Community Development Block Grant (CDBG) Fund (\$27,687,000), Proposition HHH Fund (\$5,192,270), and the Municipal Housing Finance Fund (MHFF) (\$10,000,000). | \$0 | \$0 | \$42,879,270 | \$0 | \$0 | \$0 | \$42,879,270 | \$0 | \$0 | \$42,879,270 | -\$42,879,270 |
| Mayfair - Loan Reimbursement | Repayment of cash flow loan | \$0 | \$42,879,270 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$42,879,270 |
| Mayfair - Renovation Shortfall* | | \$0 | \$0 | \$5,793,470 | \$0 | \$0 | \$0 | \$5,793,470 | \$0 | \$0 | \$5,793,470 | -\$5,793,470 |
| subtotal | | \$47,000,000 | \$42,879,270 | \$84,777,640 | \$0 | \$0 | \$0 | \$84,777,640 | \$11,096,000 | \$0 | \$95,873,640 | -\$5,994,370 |
| City Departments | | | | | | | | | | | | |
| Los Angeles Police Department | Support for, and ensuring the safety of, City staff and Inside Safe participants. | \$0 | \$0 | \$67,452 | \$0 | \$0 | \$17,934 | \$65,387 | \$0 | \$0 | \$65,387 | -\$65,387 |
| Homelessness & Housing Solutions Support (Mayor's Office)† | Includes the City's response to the emergency declaration, immediate response directives to provide immediate, accessible housing products and the Inside Safe Initiative. Also includes the direct hiring of 13 outreach teams to be trained and deployed in support of the Inside Safe Initiative. | \$0 | \$0 | \$7,200,000 | \$0 | \$0 | \$0 | \$7,200,000 | \$0 | \$0 | \$7,200,000 | -\$7,200,000 |
| Los Angeles Police Department - Vehicle Recycling Program | Support for the dismantling and recycling of RVs that have been impounded and are unclaimed, in grave disrepair, or are an environmental hazard. | \$0 | \$0 | \$250,000 | \$0 | \$0 | \$0 | \$250,000 | \$0 | \$0 | \$250,000 | -\$250,000 |
| subtotal | | \$0 | \$65,381,054 | \$168,956,681 | \$29,208,657 | \$18,801,630 | \$6,141,990 | \$223,108,958 | \$92,189,960 | \$0 | \$315,298,917 | -\$7,535,387 |
| Grand Totals by Column | | \$250,000,000 | \$375,381,054 | \$922,272,096 | \$92,272,096 | \$92,272,096 | \$92,272,096 | \$92,272,096 | \$92,272,096 | \$5,067,000 | \$977,339,102 | -\$204,550 |
| | Total Cash Available for FY 2023-24 | \$375,381,054 | | | | | | | | | | |
| | Total Expenditures Paid by June 30, 2024 | \$174,023,681 | | | | | | | | | | |
| | Total Expenditures Paid after July 1, 2024 | \$29,208,657 | | | | | | | | | | |
| | Funds Encumbered Balance in FY 2023-24 † | \$25,670,569 | | | | | | | | | | |
| | FY 2022-23 Reappropriation to FY 2024-25 | \$112,483,618 | | | | | | | | | | |

Attachment 2: Inside Safe Summaries by Fiscal Year and Budget Categories

Table C. FY 2024 - 25: Budget Breakdown

| Budget Category | Comments | Service Period | Mayor's Office FY 2024-25 Budget | Budget (FY 2024-25 Funding Priority & FY 2023-24 Reappropriation/Rollover) | Interim Budget Adjustments (Transfer Complete) | FY 2023-24 Earmark - Pending Transfer | FY 2024-25 Requested Transfers - Pending | FY 2024-25 Expenses Paid | Future Fiscal Year Interim Budget Adjustments | FY 2023-24 Earmark for FY 2024-25 Fiscal Year - Pending Transfer | Future Fiscal Years Requested Transfers - Pending | Total Commitments |
|---|----------|-------------------------------|----------------------------------|--|--|---------------------------------------|--|--------------------------|---|--|---|-------------------|
| Total Budget Authority | | Grand Totals by Column | | \$216,131,505 | | | | | | \$0 | \$0 | \$0 |
| FY 2024-25 Funding Authority | | | | | | | | | | | | |
| Emergency Stabilization Beds State Grant ¹ | | FY 2024-25 | | \$33,000,000 | | | | | | | | |
| Homelessness Emergency Account | | FY 2024-25 | | \$0 | \$69,880,644 | | \$10,337,633 | | \$448,875 | | | |
| Inside Safe Reserve | | FY 2024-25 | | \$80,000,000 | -\$66,954,235 | | -\$10,337,633 | | -\$448,875 | | | |
| County Reimbursements | | FY 2024-25 | | \$926,409 | -\$926,409 | | \$0 | | | | | |
| subtotal | | | | \$113,926,409 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| FY 2023-24 Reappropriation/Rollover¹ | | | | | | | | | | | | |
| FY 2023-24 HEA Rollover | | FY 2023-24 | | \$3,183,618 | | | | | | | | |
| FY 2023-24 Inside Safe Reserve Rollover | | FY 2023-24 | | \$109,300,000 | | | | | | | | |
| FY 2023-24 Encumbered Funds for Executed Occupancy Agreements | | FY 2024-25 & FY 2025-26 | | \$18,960,331 | | | | | | | | |
| Amounts Earmarked for FY 2022-23 & FY 2023-24 Expenses ¹ | | FY 2022-23 & FY 2023-24 | | -\$29,238,854 | | | | | | | | |
| subtotal | | | | \$102,205,096 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Interim Housing | | | | | | | | | | | | |
| Booking Agreements (prior year earmark) ² | | FY 2024-25 | | \$19,500,000 | \$7,437,639 | | \$12,062,361 | \$6,511,422 | \$0 | \$0 | \$0 | \$19,500,000 |
| FY 2024-25 Occupancy Agreements ² | | FY 2024-25 - FY 2024-26 | | \$9,985,986 | \$8,073,187 | | \$1,463,924 | \$1,866,614 | \$448,875 | \$0 | \$0 | \$9,985,986 |
| FY 2024-25 Occupancy Agreements (Booking Agreement Transition) | | FY 2024-25 | \$57,646,982 | \$2,700,665 | \$0 | \$0 | \$2,700,665 | \$0 | \$0 | \$0 | \$0 | \$2,700,665 |
| subtotal | | | | \$18,960,331 | \$14,700,711 | \$0 | \$0 | \$4,328,201 | \$0 | \$4,259,620 | \$0 | \$18,960,331 |
| Hotel/Nightly Rentals | | | | | | | | | | | | |
| LA Grand monthly lease costs for July 2024 (prior year earmark) | | FY 2024-25 | \$0 | \$1,595,787 | \$1,595,787 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,595,787 |
| LA Grand Damage Claim | | FY 2024-25 | \$5,000,000 | \$0 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,000,000 |
| FY 2024-25 Facility Expenses (Damages) | | FY 2024-25 | \$3,000,000 | \$300,000 | \$100,000 | | \$200,000 | \$5,690 | \$0 | \$0 | \$0 | \$300,000 |
| Third Party Administrator* (Facility Expenses) | | FY 2024-25 | \$150,000 | \$150,000 | \$150,000 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$150,000 |
| RV Storage Lot - Metro Lease * | | FY 2024-25 | \$150,000 | \$150,000 | \$150,000 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$150,000 |
| Future RV Storage Expansion | | FY 2024-25 | \$2,350,000 | \$0 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$2,350,000 |
| subtotal | | | | \$82,795 | \$82,795 | \$0 | \$0 | \$82,795 | \$0 | \$0 | \$0 | \$82,795 |
| Operating Expenses | | | | | | | | | | | | |
| Mayfair Hotel - Insurance Policy | | FY 2023-24 & FY 2024-25 | \$183,000 | \$82,795 | \$82,795 | | \$0 | \$82,795 | \$0 | \$0 | \$0 | \$82,795 |
| Platform to streamline the administrative workflow associated with motel nightly rental through support in data processing, dashboards, and payment support. Contractual costs estimated for two years. | | FY 2024-25 & FY 2025-26 | \$650,000 | \$5,160,000 | \$0 | \$2,580,000 | \$0 | \$0 | \$0 | \$2,580,000 | \$0 | \$5,160,000 |
| subtotal | | | | \$68,979,982 | \$32,290,120 | \$16,426,950 | \$16,426,950 | \$12,792,722 | \$448,875 | \$6,839,620 | \$0 | \$68,985,565 |
| Service Provider Support Services | | | | | | | | | | | | |
| FY 2024-25 LAHSA Service Providers Costs | | FY 2024-25 | \$63,862,590 | \$42,939,730 | \$3,796,012 | \$23,178,070 | \$15,965,648 | \$3,593,007 | \$0 | \$0 | \$0 | \$42,939,730 |
| CD 14 Congregate Shelter - Services Cost | | FY 2024-25 | | \$15,184,048 | \$0 | \$0 | \$3,796,012 | \$3,722,554 | \$0 | \$0 | \$0 | \$15,184,048 |
| Service costs provided by Weingart for the LA Grand (prior year earmark) for July 2024. | | FY 2024-25 | \$0 | \$1,040,592 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,040,592 |
| subtotal | | | | \$12,941,922 | \$3,009,287 | \$2,047,505 | \$7,885,131 | \$7,069,883 | \$0 | \$0 | \$0 | \$12,941,922 |
| Personal Property Storage | | | | | | | | | | | | |
| Service costs provided by Weingart for the Mayfair from July 1, 2024 to April 30, 2025 (prior year earmark) | | FY 2024-25 | \$15,983,715 | \$0 | \$18,675 | \$0 | -\$18,675 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 58 beds congregate shelter site in CD 14, with storage bins (measuring 10' x 8' x 8' in size) at motel sites, at a cost of approximately \$80 per month | | FY 2024-25 | \$0 | \$2,328,700 | \$582,175 | \$0 | \$582,175 | \$0 | \$0 | \$0 | \$0 | \$2,328,700 |
| CD 14 Congregate Shelter - Weingart | | FY 2024-25 | \$2,561,570 | \$375,000 | \$375,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$375,000 |
| CD 14 Congregate Shelter - Union Rescue Mission - FF&E | | FY 2024-25 | \$3,315,400 | \$3,014,000 | \$763,500 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$3,014,000 |
| 100 beds congregate shelter site in CD 14, with sleeping modules | | FY 2024-25 | \$86,096,275 | \$77,823,992 | \$8,534,649 | \$26,286,167 | \$26,210,290 | \$4,385,444 | \$0 | \$0 | \$0 | \$77,823,992 |
| Union Rescue Mission as the Service Provider* | | FY 2024-25 | | | | | | | | | | |
| subtotal | | | | \$15,983,715 | \$8,534,649 | \$26,286,167 | \$26,210,290 | \$4,385,444 | \$0 | \$0 | \$0 | \$77,823,992 |
| Permanent Stay | | | | | | | | | | | | |

Attachment 2: Inside Safe Summaries by Fiscal Year and Budget Categories

Table C. FY 2024 - 25: Budget Breakdown

| Budget Category | Comments | Service Period | Mayor's Office FY 2024-25 Budget | Budget (FY 2024-25 Funding Priority & FY 2023-24 Reapportionment/Relevancy) | Interim Budget Adjustments (Transfer-Complete) | FY 2023-24 Earmark - Pending Transfer | FY 2024-25 Requested Transfers - Pending | FY 2024-25 Expenses Paid | Future Fiscal Year Interim Budget Adjustments | FY 2023-24 Earmark for FY 2024-25 Fiscal Year - Pending Transfer | Future Fiscal Years Requested Transfers - Pending | Total Commitments |
|---|---|----------------|----------------------------------|---|--|---------------------------------------|--|--------------------------|---|--|---|-------------------|
| FY 2024-25 Move-In Support | Includes landlord incentive, security deposit fund, utility deposit, and other move-in costs (prior year earmark) | FY 2024-25 | \$0 | \$1,273,635 | \$1,273,635 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,273,635 |
| FY 2024-25 Rental Assistance subtotal | 2-year time-limited subsidies (prior year earmark) | FY 2024-25 | \$8,328,478 | \$15,442,292 | \$2,205,042 | \$13,236,251 | \$0 | \$0 | \$0 | \$0 | \$0 | \$15,442,292 |
| Acquisition | | | | | | | | | | | | |
| Motel Acquisition subtotal | Includes funds to leverage Project HomeKey3 (PHK3) funding for the acquisition of 2 motels totaling 185 IH units (prior year earmark) | FY 2024-25 | \$13,796,000 | \$11,096,000 | \$0 | \$11,096,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$11,096,000 |
| City Departments | | | | | | | | | | | | |
| Bureau of Engineering | Interim Housing Construction - Management Consultants | FY 2024-25 | \$1,500,000 | \$1,500,000 | | | \$1,500,000 | | | | | |
| Staffing | Homelessness & Housing Solutions Support (Mayor's Office) | FY 2024-25 | \$4,338,770 | \$3,500,000 | \$3,500,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$3,500,000 |
| Los Angeles Police Department Overtime subtotal | Support for, and ensuring the safety of, City staff and Inside Safe participants. | FY 2024-25 | \$90,000 | \$14,941 | \$0 | \$0 | \$14,941 | \$10,821 | \$0 | \$0 | \$0 | \$10,821 |
| Emergency Stabilization Beds State Grant * | | | | | | | | | | | | |
| Interim Housing Construction subtotal | | FY 2024-25 | \$0 | \$33,000,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$33,000,000 |
| FY 2023-2024 Uncommitted Funds | | | | | | | | | | | | |
| Uncommitted Funds subtotal | | FY 2024-25 | \$0 | \$82,136 | \$82,136 | \$82,136 | \$0 | \$0 | \$0 | \$0 | \$0 | \$82,136 |
| Budget Categories Grand Totals by Column | | | \$183,131,505 | \$202,236,425 | \$47,804,446 | \$53,260,654 | \$46,152,182 | \$27,188,988 | \$448,875 | \$6,839,620 | \$0 | \$200,803,621 |

Attachment 3: Inside Safe Operations and Associated Service Provider and Hotel Costs

Inside Safe Operations and Associated Service Provider and Hotel Costs ¹

| No. | Type of Operation | Start Date | End Date | Location/Program | Council District | Service Provider for Operation | Council District where Placements Were Made | No. of Placements ² | Current Status ¹ Interim Housing | Deceased | Incarcerated | Medical or Psychiatric Facility | Permanent Housing | Returned to Homelessness | Returned to Homelessness - Working with Providers | Substance Abuse Facility | Approved Budget ⁴ | Service Provider Cost (per person per day) ³ | Motel/Hotel Cost (per night per person) |
|-----|-------------------------|------------|----------|----------------------------------|------------------|--------------------------------|---|--------------------------------|--|----------|--------------|---------------------------------|-------------------|--------------------------|---|--------------------------|------------------------------|---|---|
| 216 | Repopulation Operations | 01/22/25 | 01/22/25 | 7th & Serrano Repop | 10 | S/C | 13 | 2 | 1 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | Pending | Pending | \$152.65 |
| 217 | Repopulation Operations | 01/22/25 | 01/22/25 | Venice/Sunset/ABH Repop | 11 | S/C | 11 | 1 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | Pending | Pending | \$120.00 |
| 218 | Repopulation Operations | 01/30/25 | 01/30/25 | Foothill Blvd & Bengali St Repop | 7 | HOPE | 6 | 1 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | Pending | Pending | \$104.40 |
| 219 | Repopulation Operations | 01/30/25 | 01/30/25 | Roseme Blvd & Deering Ave Repop | 3 | HOPE | 3 | 1 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | Pending | Pending | \$171.00 |
| 220 | Repopulation Operations | - | - | Unknown Repop | Various | Wengart | 14 | 23 | 11 | 0 | 1 | 0 | 0 | 7 | 4 | 0 | Pending | Pending | \$125.00 |
| | | | | | TOTAL | | | 4,104 | 1,691 | 68 | 71 | 12 | 893 | 891 | 473 | 5 | \$47,940,286.22 | | |

¹ Information as of December 31, 2024. Pending additional details from Mayor's Office and LAHSA to be provided in subsequent reports.

² Encampment operations placements and current status based on LAHSA reporting and may include duplicates.

³ Updated based on LAHSA reporting dated July 16, 2024. This may not include all actuals to date. Pending updated costs from LAHSA.

⁴ The City was not directly billed for nightly hotels for these participants.

⁵ Some hotels used were not billed directly to the City, including nightly rate for directly billed hotel.

⁶ In prior fiscal years, service provider budgets were approved on a per-encampment, by service provider basis. Effective FY 2024-25, service provider budgets are approved based on slots at motels. We are currently working with LAHSA to breakdown the slot-based budget to encampments. Updates will be provided in future reports. Funding for unallocated encampments and slots was approved to support operations that come online while the specific encampment operation budget is pending.

⁷ Per the Mayor's Office, the participant associated with this repopulation operation was housed inside LAFH's building.

⁸ Per the Mayor's Office, the participant associated with this repopulation operation was listed on a by name list, but was not available when the team returned to process housing placements.

Inside Safe

Los Angeles Homeless Services Authority Report

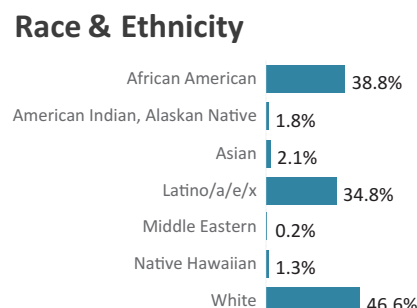
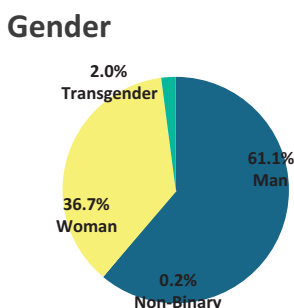
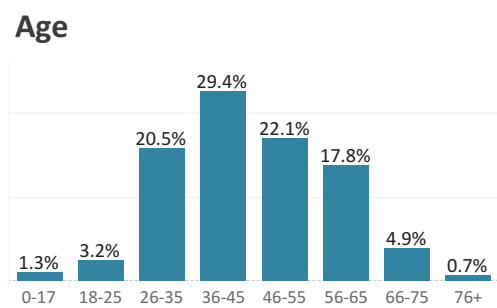
Data through January 31 2025. Revised February 4, 2025. Please disregard all previous reports.

| | | | |
|------------------------------------|---|---------------------------------|----------------------------------|
| 82 Encampment Operations | 3,896 Entered Interim Housing | 64% Housing Retention | 36% Permanently Housed |
|------------------------------------|---|---------------------------------|----------------------------------|

Current Status of Clients Who Entered Interim Housing

| | | | |
|--|---|--------------------------------|---------------|
| 878 Currently Permanently Housed | Permanent Housing | Time Limited Subsidy | 349 (9.0%) |
| | | Permanent Supportive Housing | 227 (5.8%) |
| | | Reunified | 22 (0.6%) |
| | | Exited to Subsidized Housing | 252 (6.5%) |
| | | Exited to Unsubsidized Housing | 28 (0.7%) |
| 1,572 Currently in Interim Housing | Motel | | 1,079 (27.7%) |
| | Tiny Home | | 22 (0.6%) |
| | ABH | | 6 (0.2%) |
| | Other IH | | 175 (4.5%) |
| | Mayfair Hotel | | 290 (7.4%) |
| 1,446 Program Exits | Returned to Homelessness | | 854 (21.9%) |
| | Returned to Homelessness - Working with Providers | | 441 (11.3%) |
| | Medical or Psychiatric Facility | | 11 (0.3%) |
| | Incarcerated | | 69 (1.8%) |
| | Substance Abuse Facility | | 5 (0.1%) |
| | Deceased | | 66 (1.7%) |

Demographics



Individuals included in report: Includes clients who were engaged on the day of the encampment resolution and in repopulations efforts. Inside Safe also includes clients who were living in other ad hoc encampments throughout the city since January 2023 and clients that were living in the LA Grand on Feb 1, 2023, when transition from a PRK site. It also include clients in the ERF LA Grand Program. The nonspecific encampment-based clients comprise 891 individuals.

Housing Retention: The percentage is calculated by dividing the sum of people who are Currently Permanently Housed and Currently in Interim Housing by the number of people who entered Interim Housing. This figure excludes clients that have passed away as they did not voluntarily exit the programs.

Returned to Homelessness- Working with Providers: This includes clients who have left interim or permanent housing, but who are currently still engaging with outreach and housing programs.

Returned to Homelessness: Clients who have left the program and are not active in any other homeless services program in HMIS.

Data Quality:

The report includes only data that providers have entered into HMIS. Providers have up to 72 hours after an interaction with, or a change in status of, a client to make a record in HMIS. Due to the dynamic nature of the program and its participants, this process may take longer than 72 hours. There may also be additional activities that have yet to be captured in HMIS. LAHSA and service providers strive for complete, accurate, and timely data in HMIS. The Data Management team at LAHSA is actively collaborating with providers to resolve any data discrepancies.

Entered Interim Housing: Includes only clients who entered interim housing. This cohort is the basis for all reporting.

Percentage Permanently Housed: Calculated from all clients who entered interim housing who have not exited from program.

Duplicative Clients: As a note there have been 196 clients who have been involved in more than one resolution. They are deduplicated in the total count.

Demographics: Blanks in demographics (race, age, gender, etc.) are not calculated in these data sets (and the main topline), and people who self-report multiple races/ethnicities are double-counted in the race categories, but the grand totals are deduplicated numbers.



Inside Safe Latino/a/e/x

Los Angeles Homeless Services Authority Report

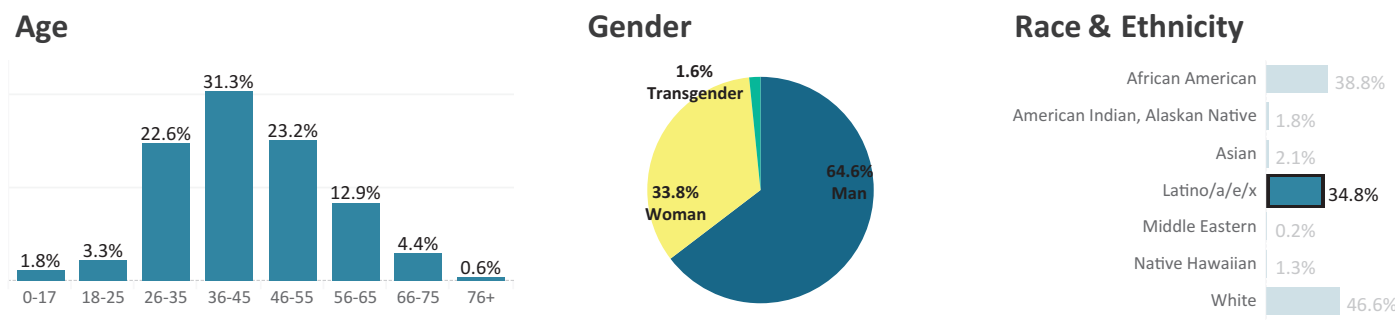
Data through January 31 2025. 2 Revised February 4, 050. 2Please disregard all previous reports2

| | | | |
|------------------------------------|---|---------------------------------|----------------------------------|
| 76 Encampment Operations | 1,319 Entered Interim Housing | 64% Housing Retention | 34% Permanently Housed |
|------------------------------------|---|---------------------------------|----------------------------------|

Current Status of Clients Who Entered Interim Housing

| | | | |
|--|---|--------------------------------|-------------|
| 285 Currently Permanently Housed | Permanent Housing | Time Limited Subsidy | 123 (9.3%) |
| | | Permanent Supportive Housing | 82 (6.2%) |
| | | Reunified | 9 (0.7%) |
| | | Exited to Subsidized Housing | 59 (4.5%) |
| | | Exited to Unsubsidized Housing | 12 (0.9%) |
| 551 Currently in Interim Housing | Motel | | 400 (30.3%) |
| | Tiny Home | | 9 (0.7%) |
| | ABH | | 4 (0.3%) |
| | Other IH | | 62 (4.7%) |
| | Mayfair Hotel | | 76 (5.8%) |
| 483 Program Exits | Returned to Homelessness | | 306 (23.2%) |
| | Returned to Homelessness - Working with Providers | | 128 (9.7%) |
| | Medical or Psychiatric Facility | | 3 (0.2%) |
| | Incarcerated | | 25 (1.9%) |
| | Substance Abuse Facility | | 1 (0.1%) |
| | Deceased | | 20 (1.5%) |

Demographics



Individuals included in report: Includes clients who were engaged on the day of the encampment resolution and in repopulations efforts. Inside Safe also includes clients who were living in other ad hoc encampments throughout the city since January 2023 and clients that were living in the LA Grand on Feb 1, 2023, when transition from a PRK site. It also include clients in the ERF LA Grand Program. The nonspecific encampment-based clients comprise 695 individuals.

Housing Retention: The percentage is calculated by dividing the sum of people who are Currently Permanently Housed and Currently in Interim Housing by the number of people who entered Interim Housing. This figure excludes clients that have passed away as they did not voluntarily exit the programs.

Returned to Homelessness- Working with Providers: This includes clients who have left interim or permanent housing, but who are currently still engaging with outreach and housing programs.

Returned to Homelessness: Clients who have left the program and are not active in any other homeless services program in HMIS.

Data Quality:

The report includes only data that providers have entered into HMIS. Providers have up to 72 hours after an interaction with, or a change in status of, a client to make a record in HMIS. Due to the dynamic nature of the program and its participants, this process may take longer than 72 hours. There may also be additional activities that have yet to be captured in HMIS. LAHSA and service providers strive for complete, accurate, and timely data in HMIS. The Data Management team at LAHSA is actively collaborating with providers to resolve any data discrepancies.

Entered Interim Housing: Includes only clients who entered interim housing. This cohort is the basis for all reporting.

Percentage Permanently Housed: Calculated from all clients who entered interim housing who have not exited from program.

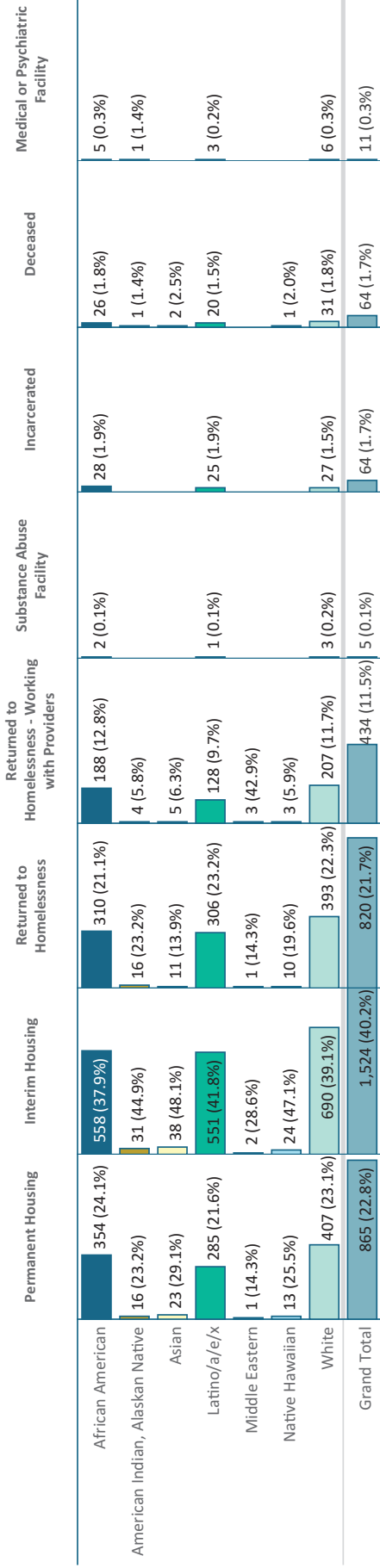
Duplicative Clients: As a note there have been clients who have been involved in more than one resolution. They are deduplicated in the total count. ..



Inside Safe Race & Ethnicity Report

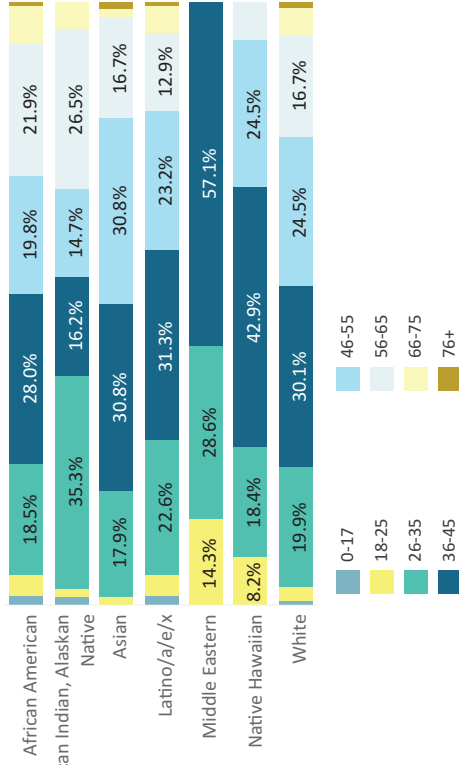
Los Angeles Homeless Services Authority Report
 Data through January 31, 2025. Revisado by February, 2025. RPI yadav FstrvgarF all prvi soudrvportR

Current Status of Clients Who Entered Interim Housing



Demographics

Age



Gender



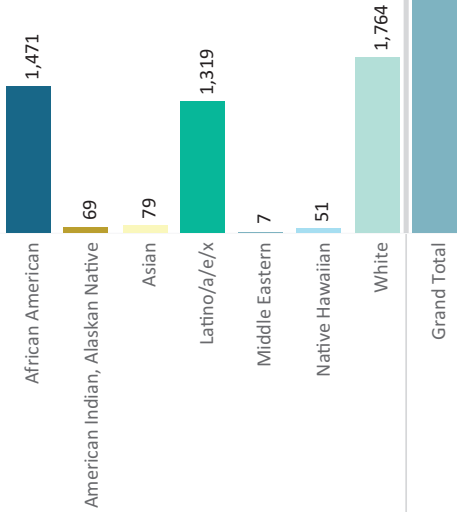
Demographics: Blanks in demographics (race, age, gender, etc.) are not calculated in these data sets (and the main toplines), and people who self-report multiple races/ethnicities are double-counted in the race categories, but the grand totals are duplicated numbers.

Inside Safe Race & Ethnicity Report

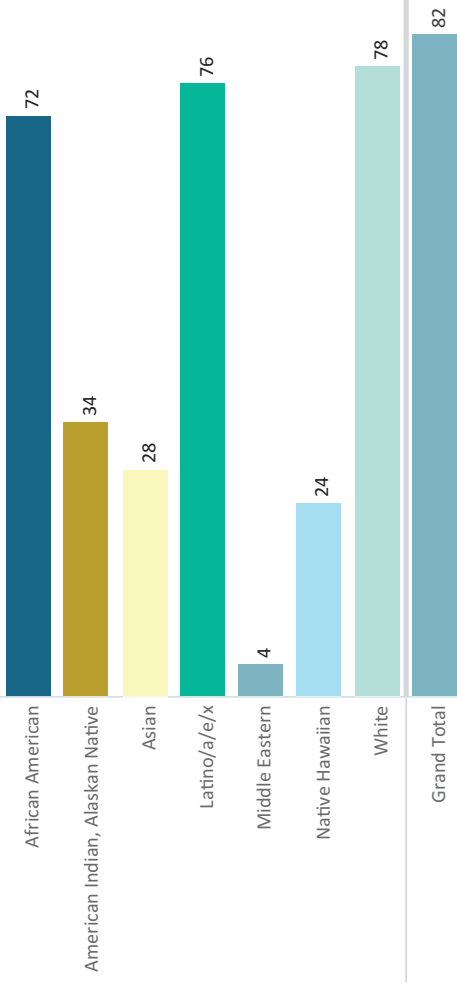
Los Angeles Homeless Services Authority Report
 Data through January 31, 2025. Revisado February, 2025. Rptlvad FshvgarF all prvi soudnrvportdr

Total Served & Encampments

Total Served

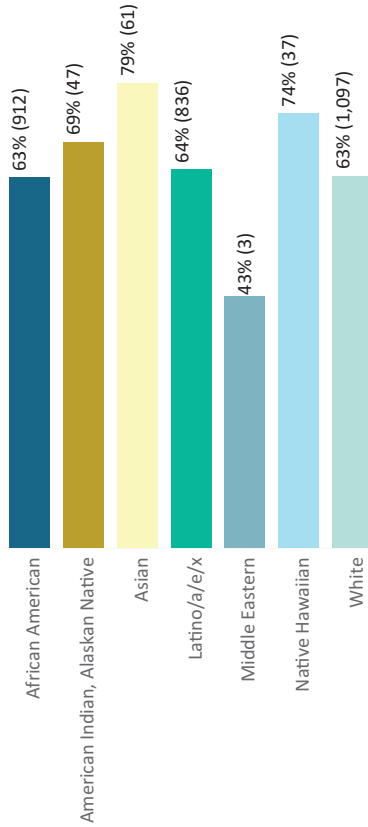


Encampments by Race & Ethnicity

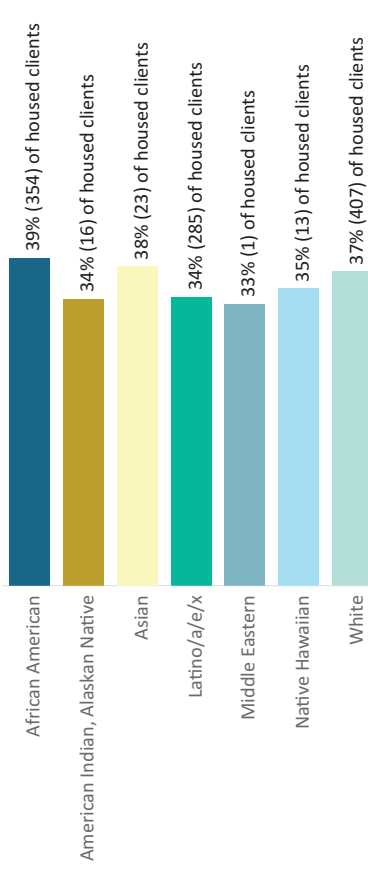


Housing Retention & Permanently Housed

Housing Retention

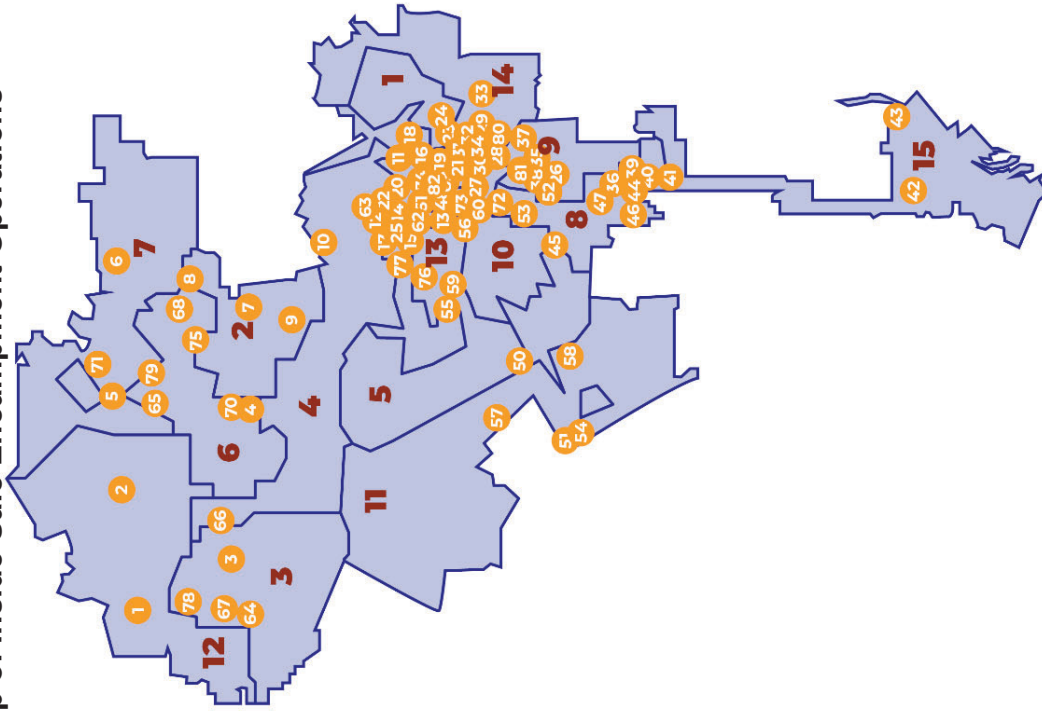


Permanently Housed



Demographics: Blanks in demographics (race, age, gender, etc.) are not calculated in these data sets (and the main topline), and people who self-report multiple races/ethnicities are double-counted in the race categories, but the grand totals are deduplicated numbers.

Map of Inside Safe Encampment Operations



| Op.# | Name of Operation | # of People Inside | Op.# | Name of Operation | # of People Inside |
|------|-----------------------------------|--------------------|------|-------------------------------|--------------------|
| 1 | Chatsworth Metrolink | 56 | 58 | Culver Median | 51 |
| 2 | Balboa/Devonshire | 35 | 59 | 6th & Fairfax | 42 |
| 3 | L.A. Riverbed | 44 | 60 | 7th & Serrano | 14 |
| 4 | Aetna/Van Nuys | 52 | 61 | Virgil/Shatto Park | 116 |
| 5 | Pitchia Valens/Paxton Park/118 | 50 | 62 | Poinsettia/Romaine St. | 38 |
| 6 | Foothill Blvd. & Bengal St. | 19 | 63 | Franklin & Argyle | 29 |
| 7 | Victory & Vineland | 44 | 64 | Owensmouth & Erwin | 23 |
| 8 | Willow Tree Inn | 4 | 65 | Wakerfield/Terra Bella | 10 |
| 9 | Parkview & Beverly | 13 | 66 | Wyandotte | 66 |
| 10 | Forest Lawn | 21 | 67 | Canoga Ave./Vanowen St. | 11 |
| 11 | Harold Way/Western and Sunset 101 | 2 | 68 | Penrose St & 5 Fwy | 15 |
| 12 | Chahuenga & 101 Fwy Underpass | 29 | 69 | N Hill St & Chavez | 8 |
| 13 | 6th St. & Van Ness Ave. | 7 | 70 | Odessa & Vanowen | 9 |
| 14 | Hollywood/El Centro | 33 | 71 | Weidner/Bradley | 19 |
| 15 | Sunset/Cherokee & McCadden | 34 | 72 | 22nd & Budlong | 22 |
| 16 | Sunset/Western | 22 | 73 | 8th & Catalina | 2 |
| 17 | Selma | 41 | 74 | Hotel Silver Lake | 32 |
| 18 | Sunset/Gower | 4 | 75 | Strathern St. | 12 |
| 19 | Echo Park | 64 | 76 | Ivar & Sunset | 6 |
| 20 | Fountain/Alexandria Ave. | 19 | 77 | Franklin & Cahuenga | 8 |
| 21 | Wilshire/Little | 81 | 78 | Roscoe Blvd. & Deering Ave. | 12 |
| 22 | Hollywood Blvd & N Gower St. | 37 | 79 | Osborne & 5 Fwy | 15 |
| 23 | Alameda Triangle | 4 | 80 | 17th St./Main St. | 16 |
| 24 | Alhambra/College | 4 | 81 | 45th St./Main St. | 8 |
| 25 | Sunset/Wilcox | 4 | 82 | Beverly Blvd./Occidental Blvd | 13 |
| 26 | Grand/Broadway/45th | 42 | | | |
| 27 | Wilshire/Lucas Ave. | 33 | | | |
| 28 | Hope & 18th | 26 | | | |
| 29 | Skid Row | 173 | | | |
| 30 | Olympic/James Wood & 110 Fwy | 33 | | | |
| 31 | W 3rd St. & Union Ave. | 11 | | | |
| 32 | 1st & Spring St. | 21 | | | |
| 33 | Hollenbeck Park | 77 | | | |
| 34 | Arcadia/Spring | 10 | | | |
| 35 | Vernon/Avalon | 20 | | | |
| 36 | 81st & Fig Alley | 10 | | | |
| 37 | Gilbert Lindsay Recreation Center | 42 | | | |
| 38 | Grand/Vernon | 14 | | | |
| 39 | 87th/Broadway | 38 | | | |
| 40 | 99th & Flower | 51 | | | |
| 41 | 105/Figueroa/Hoover | 68 | | | |
| 42 | Lomita/McCoy | 39 | | | |
| 43 | Pacific Coast Highway | 37 | | | |
| 44 | Vermont Median | 11 | | | |
| 45 | Crenshaw/Victoria | 28 | | | |
| 46 | 87th & Western | 46 | | | |
| 47 | 81st & Hoover | 17 | | | |
| 48 | PFK Inspiration Park | 41 | | | |
| 49 | Rancho/Jim Gilliam | 59 | | | |
| 50 | Venice/Globe | 3 | | | |
| 51 | Speedway & Ozone | 51 | | | |
| 52 | Grand/52nd | 8 | | | |
| 53 | MLK Jr. Park | 106 | | | |
| 54 | Venice/Sunset/ABH | 27 | | | |
| 55 | San Vicente | 7 | | | |
| 56 | Olympic Blvd. & S. Gramercy Pl | 6 | | | |
| 57 | 10 Fwy & Barrington | | | | |

Table 1. Inside Safe Participant Breakdown by Council District as of January 31, 2025^{1,2}

| CD | Grand Total | Mayfair Hotel | Motels | ABH | THV | Other Interim Housing | Permanent Placements | Other Exits, Dispositions, or in Data Reconciliation |
|-------------|-------------|---------------|--------|-----|-----|-----------------------|----------------------|--|
| 1 | 181 | 1 | 53 | 0 | 0 | 27 | 22 | 78 |
| 2 | 87 | 0 | 29 | 0 | 5 | 3 | 16 | 34 |
| 3 | 239 | 0 | 123 | 0 | 3 | 7 | 28 | 78 |
| 4 | 95 | 0 | 36 | 0 | 0 | 2 | 24 | 33 |
| 5 | 80 | 0 | 11 | 0 | 0 | 2 | 30 | 37 |
| 6 | 96 | 0 | 42 | 0 | 1 | 6 | 14 | 33 |
| 7 | 113 | 0 | 48 | 1 | 0 | 2 | 21 | 41 |
| 8 | 269 | 0 | 108 | 0 | 0 | 14 | 51 | 96 |
| 9 | 275 | 0 | 104 | 0 | 0 | 1 | 89 | 81 |
| 10 | 143 | 9 | 53 | 0 | 0 | 3 | 25 | 53 |
| 11 | 181 | 0 | 37 | 1 | 0 | 2 | 54 | 87 |
| 12 | 99 | 0 | 22 | 0 | 2 | 5 | 39 | 31 |
| 13 | 402 | 1 | 159 | 2 | 1 | 16 | 66 | 157 |
| 14 | 368 | 47 | 44 | 1 | 3 | 28 | 87 | 158 |
| 15 | 199 | 0 | 66 | 1 | 0 | 4 | 63 | 65 |
| 1,14 | 65 | 0 | 17 | 0 | 0 | 12 | 4 | 32 |
| 1,8,9 | 27 | 0 | 17 | 0 | 0 | 1 | 0 | 9 |
| 1,10,13 | 124 | 0 | 25 | 0 | 0 | 1 | 51 | 47 |
| 5,11 | 68 | 1 | 14 | 0 | 0 | 5 | 10 | 38 |
| 6,7 | 26 | 0 | 22 | 0 | 0 | 0 | 0 | 4 |
| 4,13 | 58 | 0 | 39 | 0 | 1 | 8 | 0 | 10 |
| 5,13 | 65 | 0 | 39 | 0 | 0 | 1 | 7 | 18 |
| N/A | 844 | 292 | 27 | 0 | 6 | 27 | 192 | 300 |
| Grand Total | 4,104 | 351 | 1,135 | 6 | 22 | 177 | 893 | 1,520 |

1. This amount may change pending further updates from LAHSA

*Table only used for diagnostics

*Table includes 196 duplicative clients

Table 2. Inside Safe Encampment Operations by Council District as of January 31, 2025

| Council District | Encampment Operations | Repopulation Operations | Grand Total |
|-------------------------|------------------------------|--------------------------------|--------------------|
| 1 | 5 | 4 | 9 |
| 1,10,13 | 1 | 4 | 5 |
| 1,14 | 2 | 2 | 4 |
| 1,8,9 | 1 | - | 1 |
| 10 | 4 | 9 | 13 |
| 11 | 4 | 4 | 8 |
| 12 | 2 | 3 | 5 |
| 13 | 15 | 4 | 19 |
| 14 | 6 | 3 | 9 |
| 15 | 3 | 11 | 14 |
| 2 | 3 | 7 | 10 |
| 3 | 5 | 18 | 23 |
| 4 | 3 | 5 | 8 |
| 4,13 | 1 | 3 | 4 |
| 5 | 3 | - | 3 |
| 5,11,24 | 1 | - | 1 |
| 5,13 | 1 | 4 | 5 |
| 6 | 4 | 2 | 6 |
| 6,7 | 1 | 1 | 2 |
| 7 | 3 | 12 | 15 |
| 8 | 8 | 11 | 19 |
| 9 | 6 | 21 | 27 |
| Various | - | 1 | 1 |
| Grand Total | 82 | 129 | 211 |

Table 3. Inside Safe Program Metrics as of January 31, 2025

| | |
|--|---------|
| Number of Encampment Operations | 82 |
| Number of Targeted Inside Safe Efforts ¹ | 9 |
| Number of Council Districts | 15 |
| Number of Initial Placements ² | 3,782 |
| Number of Arrests During Initial Encampment Operations | 0 |
| Number of Housing Fairs To Date | 17 |
| Pounds of Waste Removed | 884,153 |

¹ Includes scattered encampment relief efforts to move PEH into hotel rooms as well as transitioning Augmented Winter Shelter and Project Roomkey transfers into Inside Safe. To date, there have been 8 efforts spanning various council districts and one specific to CD 14.

² This amount may change pending further updates from LAHSA.

Attachment 5: Appendix from Mayor's Office of Housing & Homelessness Solutions (February 21, 2025)

The Mayor's Office of Housing and Homelessness continues moving with urgency to bring unhoused Angelenos inside with interim housing and services through Inside Safe, coordinating the implementation of homelessness prevention efforts, improving affordable housing preservation, accelerating housing production, and strengthening the homelessness and housing delivery system to improve outcomes.

Affordable Housing Updates

The City has made significant progress in addressing housing insecurity and homelessness. Thousands more Angelenos have accepted housing offers than during the previous year. Affordable housing production has also accelerated through emergency actions, with over 30,000 units of 100% affordable housing expedited under Executive Directive 1, as the City locks arms with both public and private partners. These successes have been possible because the Mayor and Council worked together and across the city with urgency and declared a state of emergency to confront this crisis.

Inside Safe Encampment Resolution Updates

At least two Inside Safe operations have been completed in every Council District. Since the last report, 3 new Inside Safe operations have been completed and the number of participants in the program has increased by 114 to a total of 3,896 people. The number of Inside Safe participants who transitioned to permanent housing solutions between January 1 - January 31, 2025 increased by 41 to a total of 878.

The City is also working closely with local neighbors, stakeholders, and businesses to provide information and support around encampments that Inside Safe addressed. This includes hosting a series of town hall-style meetings, 21 of which have been held as of January 31, 2025. The first of these virtual meetings was held on January 25, 2024. They are not scheduled on a regular cadence but are held occasionally to provide the community and other stakeholders with informational updates about the resolution and address any issues or concerns.

HEA Funding Requests & Approvals

State Funded Interim Housing Beds

The Mayor's Office requests a transfer of \$1,500,000 for the Bureau of Engineering to hire construction management consultants, which will allow simultaneous construction

Attachment 5: Appendix from Mayor's Office of Housing & Homelessness Solutions (February 21, 2025)

across the six sites identified for State-funded interim housing. Currently, the goal is for construction to start in April, so BOE is planning a March RFP release.

LAHSA Contract Amendment for Administrative Fee

The Mayor's Office requests to amend LAHD's FY2024-25 contract with LAHSA for Inside Safe services to add LAHSA's administrative fee, which is not included in the current amendment.

LAHD contract C-140706, Amendment 9, which provides for an Inside Safe Service Provider Contract amount of up to \$60,225,000 for FY 2024-25 services, does not include language or contract provisions for LAHSA's 10% administrative fee. The Mayor's Office requests an amendment to this contract to add up to \$5,805,690 (10% of the service provider budget amount) for LAHSA's administrative expenses during this fiscal year. In addition, the 10% administrative fee was not included for previously approved congregate shelter projects. Given this, additional contract authorities are also requested for \$232,870 for the Inside Safe congregate shelter located in CD 14 as well as \$338,900 for the Inside Safe Congregate Sprung Shelter Site located at 545 S. San Pedro Street. These requests allow LAHSA the contract authority to invoice for their administrative fees as line items; however, it does not mean that the entire contract amount will be invoiced for.

Inside Safe Interim Housing Transition Strategy

This strategy addresses the amendment approved during the February 12, 2025 Housing and Homelessness Committee as a condition of the 23rd HEA Report's consideration at Council. Please note that HEA Report 23 does not include any transfer request that would fund the Inside Safe h/motel portfolio past Fiscal Year 2024-25. The majority of the HEA Report 23 transfer request would make funding available for already budgeted operational service provision for quarters 1 and 3 of this current fiscal year, FY 2024-25. This is needed to pay ISP LAHSA contracted service providers to continue caring for each individual brought inside from encampment resolutions across the city. Additionally, this allows for the alignment of the ISP invoicing-payment process for LAHSA-contracted service providers with the other City's interim housing portfolio. While interim housing costs may be negotiated, the service provision cost remains fixed and necessary regardless of where Inside Safe participants are served.

The Mayor's Office has always recognized the urgent need to address the homeless crisis and plan for the future, however further delaying the approval of transfer requests

Attachment 5: Appendix from Mayor’s Office of Housing & Homelessness Solutions (February 21, 2025)

contained within HEA Report 23 would deprive service providers of the funding needed to receive reimbursement for services they are currently providing.

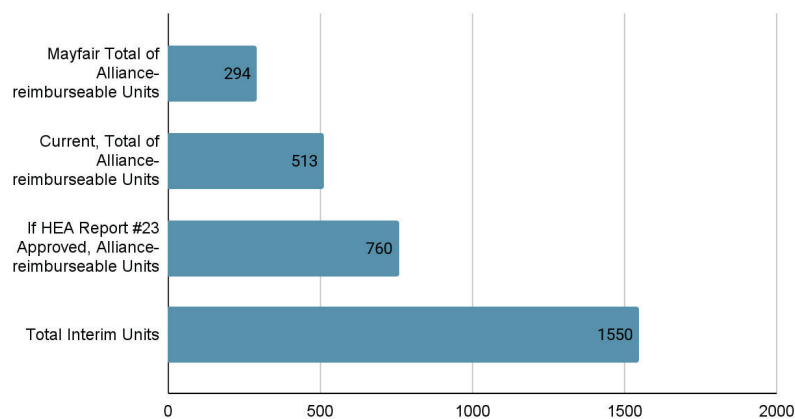
Interim Housing Transitions to Increase Cost-Effectiveness

The Inside Safe interim housing portfolio includes 42 h/motel contracts across the city, for a total of approximately 1,255 units of non-congregate interim housing. It has been structured to lead with a low-barrier, trauma-informed, non-congregate interim housing approach that has succeeded in emergently addressing longstanding encampments citywide. Given this, the Mayor’s Office continues to make it a top priority to increase the cost efficiency of these units and aligning the portfolio to LA Alliance settlement requirements.

In addition to the 294 Alliance-reimbursable units at the Mayfair Hotel, 219 units of Inside Safe interim housing whose contracts currently align with the terms of the Alliance settlement for the reimbursement of services as of January 31, 2025. In HEA Report 23, the Mayor’s Office detailed their work to convert an additional 247 units to Alliance-reimbursable contracts. These contracts extend to or past June 30, 2027. The Mayor’s Office will work towards requesting the County’s reimbursement for services at Inside Safe motels that convert to Alliance-reimbursable contracts.

This conversion will result in bringing our total number Inside Safe h/motel units that comply with the term of the Alliance to 466 units . This will result in cutting the total cost of the slot in half, from an estimated amount of \$232 per slot per night to \$111 per slot per night. Across the portfolio with all 760 Alliance-reimbursable beds, this will result in approximately \$30M annually eligible for reimbursement by the County for necessary operational services for participants.

Progress To Date: Number of Units



Attachment 5: Appendix from Mayor's Office of Housing & Homelessness Solutions (February 21, 2025)

The Mayor's Office will continue to renegotiate more of the 790 units from remaining h/motel contracts to lower costs and achieve Alliance-reimbursable terms, while actively working on a transition plan to continue bringing Angelenos inside to increasingly cost-efficient options and increasing the rate of throughput to allow participants to move more quickly into permanent housing solutions. These efforts will convert the Inside Safe interim housing portfolio into one that includes the use of 500+ state-funded tiny homes (which will replace existing, less cost-effective options incrementally as they are built and brought online), as well as existing available interim housing sites, double-occupancy units or other congregate settings, single room occupancy buildings, and/or other options. With these efforts we anticipate a potential total reimbursement of at least \$30M per year which, combined with what has already been done, would equal at least \$60M per year.

Inside Safe Quarter 3 Projections

Inside Safe Program Description

[Inside Safe](#) was launched under Executive Directive 2 (ED2) in December 2022 to house Angelenos living in encampments, connect them to services, and prevent their return to the street. The Mayor's Office works with different departments during each Inside Safe operation, depending on the needs of the particular encampment. These departments have included the Department of Sanitation (LASAN), Transportation (LADOT), the Police Department (LAPD), and Animal Services.

Between January 1, 2025 and January 31, 2025, Council Offices submitted 33 encampment priorities, 14 of which have been assessed by the Inside Safe Field Intervention Team (FIT). Assessments include a survey of the surrounding neighborhood, engagement with encampment residents and identification of their needs, severity of their health/behavioral health needs, and determination of required resources (e.g., Loop, County Department Health Services Multi-Disciplinary Team or Department Mental Health HOME team, specific City departments) for the day of encampment resolution.

After the Inside Safe Field Intervention Team has completed its assessment of a Council District priority encampment, interim housing is identified to address all of the residents in the encampment community who want to enroll in the program and are on the by-name list.

Attachment 5: Appendix from Mayor's Office of Housing & Homelessness Solutions (February 21, 2025)

Following this, depending on the circumstances, the process includes further encampment engagement, securing service providers to operate the interim housing site(s), convening collaborators (e.g., Council Office, City Departments, LAHSA, LA County, service providers, interim housing owners, and street medicine teams) to coordinate the operation, and case conferencing with LAHSA outreach teams.

All efforts are made to find interim housing in that Council District or a neighboring one. For individuals who arrive at the encampment on the day of an operation and need to be added to the by-name list, LAHSA supports efforts to find alternative interim housing options for those individuals.

Following an encampment resolution, the same outreach teams monitor the original location for re-population, engage with new or old residents at the site, and offer housing as it becomes available. A repopulated encampment is one that exists at a location that was previously resolved.

For voluntary participants of the Inside Safe program, as outlined in the LAHSA Inside Safe Service Provider Scope of Required Services, services at Inside Safe interim housing include:

- Case management on at least a weekly basis
- Residential monitoring that provides crisis intervention and conflict resolution
- Supportive services, including document collection for permanent housing readiness
- Three meals per day
- Connection to LA County's mainstream benefits and services
- Harm reduction-based services and/or resource connections

Community engagement is also an integral part of the planning process for each encampment resolution. During this phase, members of the Field Intervention Team will join service providers and City Council partners to engage with encampment residents, local businesses, and constituents, including, but not limited to, speaking with them.

Inside Safe Encampment Resolution Overview

The planning and execution of Inside Safe operations are dynamic, and timelines may shift for a variety of reasons, including Council District priorities, voluntary participation, encampment-specific needs (e.g., RVs, number of residents, size of encampment, safety/hazard issues, multiple jurisdictions), availability of interim housing, and service provider capacity. When enough interim housing rooms are not available in a given

Attachment 5: Appendix from Mayor’s Office of Housing & Homelessness Solutions (February 21, 2025)

district or at a given hotel or motel to bring an entire encampment community inside together, our office prioritizes the backfilling of rooms through response efforts to ensure vacancies are filled as efficiently as possible.

Based on the Council Office priority submissions and site assessments, for the third quarter of FY 2024-25 (January 1 to March 31, 2025), MOHHS anticipates coordinating the following Inside Safe operations in every Council District as follows:

FY 2024-25 Q3 Projections

| Region | Council District | County Service Planning Area | Projected Operations |
|---------------------|----------------------|------------------------------|----------------------|
| TOTAL: | | | 24 |
| San Fernando Valley | 2, 3, 4, 6, 7 and 12 | 2 | 9 |
| Metro/DTLA/East LA | 1, 10, 13, 14 | 4 | 6 |
| Hollywood | 4, 13 | 4 | 3 |
| West LA | 5, 11 | 4 and 5 | 2 |
| South LA | 8, 9, 10 | 6 | 4 |
| South Bay | 8, 15 | 8 | 1 |

Several factors have contributed to the anticipated increase in the number of encampment resolutions that will be carried out compared to prior quarters. First, as many of the larger encampments across the City have been resolved, Inside Safe may focus on addressing more, smaller encampments. Additionally, the Inside Safe Field Intervention Team has been able to increase efficiency of operations and can conduct more than one operation per day. Moreover, the Mayor’s Office has worked to increasingly streamline the backfilling of vacancies across the interim housing portfolio as they arise.

Programmatic Updates

Expanding the City’s RV Storage Capacity

In order to increase the City’s capacity to resolve RV encampments, the Mayor’s Office identified a Metro-owned lot in Council District 9 that could be leased and converted into storage for RVs relinquished during City encampment resolutions. The City Of Los Angeles Police Commission - Commission Investigation Division (CID) has identified a

Attachment 5: Appendix from Mayor's Office of Housing & Homelessness Solutions (February 21, 2025)

third party administrator that will administer the lot. This will be an Oversized Vehicle Impound Lot that will function similarly to an Official Police Garage, but specifically for targeted RV resolution efforts led by City entities. The lease agreement with Metro has been executed, construction of the perimeter fencing, lighting, power delivery, curb and concrete base has been completed. The lot is expected to be fully completed by the end of February.