

# ITEM NO. 11

File No. 23-0792

STATUTORY EXEMPTION FROM THE CALIFORNIA ENVIRONMENTAL QUALITY ACT (CEQA) PURSUANT TO STATE CEQA GUIDELINES SECTION 15269(C), PUBLIC RESOURCES CODE (PRC) SECTION 21080(B)(4), AND PRC SECTION 21080.27 (AB 1197); BUDGET, FINANCE AND INNOVATION COMMITTEE REPORT relative to funding allocation, site acquisition, minor renovations, lease or similar agreement, and operation as temporary shelter of the property located at 1256 West 7th Street, commonly known as the Mayfair Hotel, in Council District 1 for use as interim housing; and related matters.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. CONCUR with the August 16, 2023, actions of the Joint Housing and Homelessness and Government Operations Committee meeting.
2. INSTRUCT the City Administrative Officer, General Services Department, Bureau of Engineering, and Chief Legislative Analyst (CLA) to report back regularly on the expenditures and progress of rehabilitation of the Mayfair.
3. REQUEST the Mayor's Office and Weingart to report regularly on the operations of Mayfair, to set metrics and track the occupancy of units, and the service costs covered by the City, County, and other funding sources.
4. INSTRUCT the CLA to report back with recommendations on the utilization of the Mayfair as an interim site for the long-term versus other housing models.

Fiscal Impact Statement: The Municipal Facilities Committee (MFC) reports that there is a fiscal impact of \$15,000,000 from the General Fund from the Unappropriated Balance and \$1,266,100 from the Homelessness Emergency Account. Additionally, special funds from the Community Development Block Grant, Proposition HHH, and the Municipal Housing Finance Fund are provided to support the recommendations in this report. There is a potential future impact on the General Fund in the amount of \$5,067,000 relative to the annual operations of the Mayfair Hotel. Operations funding for 2023-24 will be supported by Special Fund/grant monies (Encampment Resolution Funds), and/or other contributions from Homelessness Emergency Account.

Financial Policies Statement: The MFC reports that the above recommendations comply with the City's Financial Policies.

Community Impact Statement: Yes

For: Downtown Los Angeles Neighborhood Council

## SUMMARY

At the special meeting held on August 17, 2023, the Budget, Finance and Innovation Committee considered a MFC report relative to funding allocation, site acquisition, minor renovations, lease or similar agreement, and operation as temporary shelter of the property located at 1256 West 7th Street, commonly known as the Mayfair Hotel, in Council District 1 for use as interim housing; and related matters.

After an opportunity for public comment was held, the Committee took an initial vote on the amendments proposed by the Joint Housing and Homelessness and Government Operations Committee and by the Budget, Finance and Innovation Committee, which was a unanimous 4-0 vote with Rodriguez absent. The Committee then recommended to concur with the Joint Housing and Homelessness and Government Operations Committee, as amended, to include additional reporting back instructions, as

detailed above, and with the voting block below. This matter is now submitted to the Council for consideration.

Respectfully Submitted,

BUDGET, FINANCE AND INNOVATION COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
BLUMENFIELD	YES
HARRIS-DAWSON	YES
YAROSLAVSKY	YES
McOSKER	NO
RODRIGUEZ:	ABSENT

AS 8.17.23

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**