

HOUSING COMMITTEE REPORT relative to the 48th Program Year (2022-23) Housing and Community Development Consolidated Plan Budget.

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

1. ADOPT the recommendations contained in the Chief Legislative Analyst (CLA) report dated May 19, 2022, attached to the Council file, relative to the 48th Program Year (2022-23) Housing and Community Development Consolidated Plan Budget.
2. RECEIVE and FILE the Mayor's report dated April 4, 2022, attached to the Council file.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that Program Year (PY) 48 Community Development Block Grant (CDBG) will provide approximately \$23.7 million to support positions (direct salaries: \$13.2 million; expenses including contracts: \$3.5 million; and related cost reimbursement: \$7 million). For PY 48, the CAO has calculated total related costs to be approximately \$8.8 million. Of this amount, approximately \$7 million can be funded with CDBG dollars. This will result in a balance of approximately \$1,800,000 in unfunded related costs that may be considered by the Council and Mayor to be potentially funded with a General Fund subsidy. For reference, the previous year's PY 47 fiscal impact was estimated at \$700,000 in related costs paid by the General Fund. The City's Financial Policies state that the City will pursue program grants, but will limit financial support of these programs to avoid commitments beyond available funding. The CAO further reports that Cost Allocation Plan (CAP) 44 is the plan used to calculate related costs for 2022-23, and in most cases, CAP 44 is lower than CAP 43, the rate used to calculate related costs in PY 47. These estimates do not include the impact of new positions included in the Mayor's 2022-23 Proposed Budget for the Community Investment for Families Department (CIFD). However, there is a CDBG Coronavirus Aid, Relief, and Economic Security (CARES) balance available to fund some of the CIFD's salaries and related costs. It is a policy decision regarding how and at what level the City will contribute City resources, specifically the General Fund, to leverage CDBG grant program activities.

Community Impact Statement: Yes

For: Hollywood United Neighborhood Council

Summary:

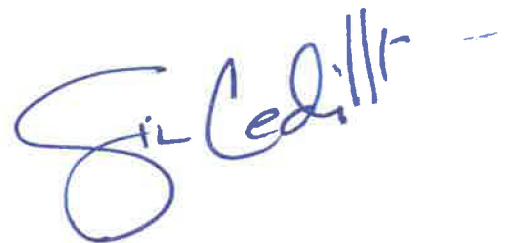
At a regular meeting held on May 25, 2022, the Housing Committee considered reports from the Mayor and CLA relative to the 48th Program Year (2022-23) Housing and Community Development Consolidated Plan Budget. CLA staff provided an overview of the matter. After providing an opportunity for public comment, the Committee recommended to adopt the recommendations contained in the CLA report dated May 19, 2022, attached to the Council file; and, to receive and file the Mayor's report dated April 4, 2022. This matter is now submitted to the Council for consideration.

Respectfully Submitted,

HOUSING COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
CEDILLO:	YES
RAMAN:	YES
HARRIS-DAWSON:	YES
KREKORIAN:	YES
LEE:	YES

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**-NOT OFFICIAL UNTIL COUNCIL ACTS-**