HOUSING AND HOMELESSNESS COMMITTEE REPORT relative to proposed change to the services provided by the Time-Limited Subsidy (TLS) Program in relation to the Alliance Settlement Agreement (Alliance) Program (ASAP); and associated increase in the annual TLS bed rate; and related matters.

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

1. APPROVE the Los Angeles Homeless Services Authority's (LAHSA) proposed TLS annual slot rate of $29,560 for the Alliance TLS Program, which reflects the following proportionate costs:

    a. $6,767 annual service costs per TLS slot

    b. $22,793 annual rental assistance costs per TLS slot

2. APPROPRIATE up to $8,316,666 from the following accounts to Homeless Housing, Assistance, and Prevention Program Round 4 (HHAP-4) Fund No. 66C/10, Account No. 1 0Y783, FC - 3 Rapid Rehousing and Housing Navigation:

    a. $1,447,700 from Fund No. 66C/10, Account No. 10Y782, FC - 2 Skid Row

    b. $2,040,745.05 from Fund No. 66C/10, Account No. 10Y784, FC - 4 Outreach, Hygiene, Prevention and Supportive Services

    c. $4,690,168.09 from Fund No. 66C/10, Account No. 10Y786, FC - 6 Administrative Costs and Systems Support

    d. $138,052.86 from Fund No. 66C/43, Account No. 43AC94, Shelter Program

3. APPROPRIATE up to $8,316,666 from Homeless Housing, Assistance, and Prevention Program Round 3 (HHAP-3) Fund No. 65S/10, Account No. 10A780, Master Leasing to Fund No. 65S/10, Account No. 10W741, FC-1 Interim Housing Operations and Capital Costs.

4. APPROPRIATE up to $8,316,666 from HHAP-4 Fund No. 66C/10, Account No. 10Y781, FC - 3 Rapid Rehousing and Housing Navigation to HHAP-4 Fund No. 66C/10, Account No. 10A780, Master Leasing.

5. APPROVE and APPROPRIATE up to $16,287,030 from HHAP-4 Fund No. 66C/10, Account No. 10A780, Master Leasing to the Los Angeles Housing Department (LAHD) Fund No. 66C/43, in a new account entitled, "Alliance Time-Limited Subsidies" for the following expenses:

    a. $13,606,515 for the annual cost for 450 Alliance TLS Program slots:

        i. $3,045,150 for service costs

        ii. $10,256,850 for rental assistance

        iii. $304,515 for LAHSA Administration

    b. $2,680,515 for approximately 89 additional TLS slot costs, pending allocation

6. AMEND and APPROVE Recommendation No. 6 contained in the City Administrative Officer (CAO) report dated January 16, 2026, attached to Council file No. 23-1022-S18, respectively, to read as follows:

    INSTRUCT the General Manager, LAHD, or designee, to execute a new contract with Housing

Operations and Management, Inc. ("HOM, Inc.), based on LAHSA's competitively bid, "Time Limited Subsidy Financial Assistance Program Agreement," with HOM, Inc. ("LAHSA/HOM Agreement") for the purpose of providing fiscal support for the Alliance TLS Program. The new contract will be for an amount up to $45,586,000 and will be for a term of commencing on March 1, 2026 and ending on June 30, 2026, however, said term may be extended and the scope of work may be amended in accordance with extensions and amendments to the underlying LAHSA/HOM Agreement.

7. INSTRUCT the General Manager, LAHD, or designee, to amend the Alliance Program contract (Contract No. C-141840) with LAHSA to reflect increases for the following:

    a. Up to $13,534,000 for up to 2,000 Alliance TLS Program slots beginning March 1, 2026, through February 28, 2027

    b. Up to $1,354,000 for LAHSA administration at 10 percent of the service provider Alliance TLS Program allocated slots beginning March 1, 2026, through February 28, 2027

8. AMEND and APPROVE Recommendation No. 8 contained in the CAO report dated January 16, 2026, attached to the Council file, respectively, to read as follows:

    INSTRUCT the CAO, in coordination with the LAHD, the Chief Legislative Analyst, and HR&A Associates to create a pool of rent reasonable units, bulk landlord negotiation, and housing navigation services to speed up lease up.

9. AUTHORIZE the 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, REQUEST the Controller to implement these instructions.

    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, REQUEST the Controller to implement these instructions.

10. INSTRUCT the CAO to report to the Housing and Homelessness Committee with an update on service reimbursements when available.

Fiscal Impact Statement: The CAO reports that there is no immediate General Fund impact as a result of the recommendations in this report as it recommends using Homeless Housing, Assistance, and Prevention funding. There may be a potential future General Fund impact of up to $21.6 million in Fiscal Year (FY) 2026-27 and $13.5 million in FY 2027-28, if alternative funding sources are not identified.

Financial Policies Statement: The CAO reports that the above recommendations in this report comply with the City's Financial Policies in that budgeted funds are being used to fund recommended actions.

Community Impact Statement: None submitted

SUMMARY

At the meeting held on January 21, 2026, your Housing and Homelessness Committee considered a CAO report relative to proposed change to the services provided by the TLS Program in relation to the Alliance Program; and associated increase in the annual TLS bed rate; and related matters.

After an opportunity for public comment was held, the CAO introduced an amendment which was moved by Councilmember Raman and seconded by Councilmembers Jurado and Hutt. Councilmember Raman

also introduced amendments that were considered and approved, the amendments were seconded by Councilmembers Jurado and McOsker. The Committee then recommended to move forward the recommendations contained in the CAO report, as amended, as detailed above. This matter is now submitted to the Council for consideration.

Respectfully Submitted,

HOUSING AND HOMELESSNESS COMMITTEE

MEMBER	VOTE
RAMAN:	YES
JURADO:	YES
BLUMENFIELD:	ABSENT
HUTT:	YES
McOSKER:	YES

LV 1.21.26

-NOT OFFICIAL UNTIL COUNCIL ACTS-