

Expected Resources

AP-15 Expected Resources – 91.220(c)(1,2)

Introduction

On March 9, 2023, Congress passed the federal budget for these grants, which allowed the City to have actual entitlement amounts in time for the draft Annual Action Plan budget, which saves considerable time.

Anticipated Resources

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
CDBG	public - federal	Acquisition Admin and Planning Economic Development Housing Public Improvements Public Services	50,189,777	9,479,900	16,044,319	75,713,996	302,855,986	The 2023-2024 entitlement amount of \$50.2 million is comparable to the amounts of recent years. The City relies on other resources to leverage CDBG, depending on the type of project or program. For example, local Proposition K, Quimby Act, and LA84 Foundation funds support park development. The City's Capital Improvement Expenditure Program also funds improvements to existing and construction of new public facilities and infrastructure. Additional resources for affordable housing, homeless services and public services are described below.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
HOME	public - federal	Acquisition Homebuyer assistance Homeowner rehab Multifamily rental new construction Multifamily rental rehab New construction for ownership TBRA	29,320,929	18,061,000	0	47,381,929	189,527,716	The 2023-2024 entitlement amount of \$29.4 million is comparable to the amount of recent years. As with CDBG, HOME leverages several other sources for the construction of affordable housing, which is detailed below. HOME also leverages CDBG and the Mortgage Credit Certificate Program federal income tax credits to assist first time, low- or moderate-income homebuyers to achieve the dream of homeownership.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
HOPWA	public - federal	Permanent housing in facilities Permanent housing placement Short term or transitional housing facilities STRMU Supportive services TBRA	24,017,909	7,609,767	0	31,627,676	126,510,704	This year's HOPWA allocation of \$24.1 million is the City's highest in the last ten years. In 2017, the HOPWA federal allocation formula changed, and is now based on a jurisdiction's proportion of people living with HIV/AIDS rather than cumulative cases of HIV/AIDS, and also factors in the jurisdiction's housing cost and poverty rate. HOPWA covers all of LA County, which has high rates in all of these factors, resulting in increased grant amounts each year since 2017. HOPWA service providers coordinate with other resources to augment assistance to clients, including the federal Ryan White HIV/AIDS Program and County public and mental health programs.

2023

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
ESG	public - federal	Conversion and rehab for transitional housing Financial Assistance Overnight shelter Rapid re-housing (rental assistance) Rental Assistance Services Transitional housing	4,476,146	0	0	4,476,146	17,904,584	This year's ESG allocation of \$4.4 million is comparable to the amounts of recent years. ESG is leveraged with CDBG, Continuum of Care, local General Fund, local County Measure H and various State grants to deliver homeless assistance programs.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
Continuum of Care	public - federal	Overnight shelter Rapid re-housing (rental assistance) Rental Assistance Supportive services Transitional housing	157,847,769	0	0	157,847,769	631,391,076	On March 28, 2023, HUD announced awards for the FY 2022 CoC Program Competition. The HUD CoC Program award for the Los Angeles Continuum of Care (CoC) is \$157,847,769 for 2023-2024. This amount includes \$153,798,464 in funding to renew 142 projects, \$258,446 in CoC Bonus funding to include with \$307,887 in reallocated funds for a new PSH project, and \$2,232,972 in funding for new DV projects. The award also includes a one-year planning project of \$1,250,000. CoC Programs will leverage ESG, as well as local and state funds to help reduce homelessness.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
General Fund	public - local	Admin and Planning Overnight shelter Public Services Supportive services Transitional housing						The City's General Fund contribution is estimated at \$373.1 million in 2023-2024, primarily to support emergency and transitional housing and supportive services for homeless persons, as well as services for domestic violence survivors, youth and older adults. These funds will leverage CDBG, ESG, CoC, CSBG, Proposition HHH, County Measure H, and other sources in support of the reduction and prevention of homelessness and the economic stabilization of low-income families. The Expected Remainder amount is adjusted from the original five-year amount as more funding was awarded to address homelessness and other public services than was originally anticipated for the five year period. In addition, the City continues to have an amount of its

Annual Action Plan
2023

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
Public Housing Capital Fund	public - federal	Housing Multifamily rental new construction Multifamily rental rehab	24,807,645	0	0	24,807,645	99,230,580	Public Housing Capital Funds are allocated to address critical physical needs in the HACLA public housing portfolio. It is anticipated that the Capital Fund Program will see increases from HUD allocations in program years 47 and 48. HACLA's 2023 funding is \$24.8 million and anticipate the 2024 funding will be a similar amount.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
Section 8	public - federal	Rental Assistance	654,361,186	Annual	Action Plan 0	654,361,186	2,617,444,744	The Section 8 Housing Choice Voucher Program (HCVP) subsidies provide rental assistance for extremely low-income individuals and families from the HACLA general waitlist and for a variety of at-risk populations, including homeless and chronically homeless, seniors, persons with disabilities, and transition-aged youth, through special programs established by HUD and by HACLA. HUD allocated \$654 million for the 2023 fiscal year. These dollars include rental assistance for HUD's Veteran Affairs Supportive Housing (VASH) homeless and chronically homeless veterans in conjunction with supportive services from the U.S. Department of Veterans Affairs.

2023

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
Other	public - state	Public Services	6,915,586	0	0	6,915,586	27,662,344	The Community Services Block Grant leverages CDBG and City General Fund to fund services that support low-income families to become self-sufficient by addressing needs for employment preparation, education, and asset building. The City's grant for 2022-2023 is \$6,915,586 million, and the City received around \$30 million over the last five years.

Table 1 - Expected Resources – Priority Table

Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied

Con Plan grants will be leveraged with a variety of private, state, and local resources for the development and preservation of affordable housing and for the prevention and reduction of homelessness, including:

- New Generation Fund (NGF)/ Supportive Housing Loan Fund (SHLF), a partnership with several banking institutions and private foundations to develop permanent supportive and other affordable housing (private).
- Low Income Housing Tax Credits, Homeless Emergency Assistance Program, No Place Like Home, Infill Infrastructure Grant (state).

- City General Fund, Proposition HHH, Affordable Housing Linkage Fee, LA County Measure H, publicly-owned land (local).

The HOME program normally requires a 25% match, however, due to the large population of impoverished people in Los Angeles, the City's match is reduced by HUD to 12.5%, and the match is met with the private, state and local funding sources stated above.

ESG requires a 100% match, which is met by the expenditure of City General funds for homeless assistance programs.

(See additional content in appendix.)

If appropriate, describe publically owned land or property located within the jurisdiction that may be used to address the needs identified in the plan

Enhanced Comprehensive Homeless Strategy: The Comprehensive Homeless Strategy adopted in 2016 included a strategy to Identify Public Land for Homeless Facilities. An updated Enhanced Comprehensive Homeless Strategy was adopted in 2019, and City-owned properties continue to be evaluated and presented to Council as potential sites for homeless facilities under this updated Strategy.

In February 2023, Mayor Karen Bass issued Executive Directive 3, ED 3, authorizing the emergency use of viable City owned property for homelessness interventions. ED 3 directs the Office of the City Administrative Officer to identify vacant, surplus, or underutilized City owned property to be assessed for feasibility for housing or shelter for those experiencing homelessness and directs and authorizes streamlined and expedited permitting and construction for such interventions.

Affordable Housing Development: The Los Angeles Housing Department continues to work with various other City agencies in a coordinated effort for the evaluation, disposition, and development of City-owned properties for affordable housing. Assets include 63 sites acquired through the dissolution of the former Community Redevelopment Agency, City-owned parking lots, sites acquired through loan default, and other City assets. These City-owned properties are located in various neighborhoods throughout the city, and include permanent supportive, multifamily, mixed-use and homeownership developments. The goals for FY 2023-24 are to finalize six Disposition and Development Agreements for developments that have negotiated affordable housing projects; facilitate the transfer of six City owned sites to the developers through long-term ground leases or sales; enter into Exclusive Negotiation Agreements with developers for six City-owned properties; and issue two Requests for Proposals for affordable housing development, focusing on sites identified under the CAO's Affordable Housing Opportunity Sites initiative and LAHD's real estate owned properties.

Economic Development: As part of the City's Jobs and Business Advancement Action Plan, the City Council and Mayor approved the Asset Evaluation Framework, which established a process for evaluating and designating City-owned parcels to be sold or leased for economic development purposes. Local legislation created the Economic Development Trust Fund, EDTF, from the proceeds of those transactions. Up to 50% of the sale or lease proceeds from properties designated for economic development under the Asset Management Framework Policy may be used to encourage property development, business expansion, employment opportunities, economic development projects and programs, development subsidies and business technical assistance in areas with the greatest need.

Currently there are four City-owned or City-optioned sites anticipated to be sold to private developers to build projects that will further economic development goals including job creation, job retention, and additional public benefit components. Proceeds from the sale for City-owned properties are subject to the EDTF while proceeds from City-optioned properties will be utilized to pay the option. The sites are at various stages of development, from preparing the Request For Proposals, Exclusive Negotiating

Agreement negotiations, Disposition and Development Agreement, DDA, negotiations, to DDA performance. Additionally, two single family homes, acquired by the City via loan default, are currently in negotiations to be sold. Proceeds of the sale are subject to the EDTF.

At least three sites are currently under feasibility analysis to establish a potential Enhanced Infrastructure Financing District, EIFD, within the overall jurisdiction. These districts, if approved, would directly fund or pay off bonds that fund economic development investment with tax increment monies gathered.

Discussion

For the next five years Los Angeles continues to expand the number of local, state, federal, and private resources it taps into to address the expansive homelessness crisis and the needs of low-income families. Some grants awarded in prior years are still being utilized while the City continues to look for more opportunities to collaborate and leverage with other resources.