



CITY OF POMONA COUNCIL REPORT

July 2, 2018

To: Honorable Mayor and Members of the City Council

From: Linda Lowry, City Manager

Submitted by: Benita De Frank, Neighborhood Services Director

Subject: **Adopt a Resolution Authorizing the Acceptance of \$3,400,000 of Measure H Capital Cost for Crisis and Bridge Housing Funds for the Development of the “Additional Service Areas” of the Year-Round Emergency Shelter and Amending the FY 2018-19 Operating Budget and Capital Improvement Budget (CIP) by Appropriating this Award to Project Number 139-xxxx-40903-71044.**

OVERVIEW

Recommendations - That the City Council adopt the attached resolution:

1. Authorizing the acceptance of \$3,400,000 of Measure H Capital Cost for Crisis and Bridge Housing Funds for the development of the “Additional Service Areas” of the Year-Round Emergency Shelter;
2. Amending the FY 2018-19 Operating Budget and Capital Improvement Program (CIP) Budget by receiving and appropriating \$3,400,000 Measure H Capital Costs and Crisis Bridge Housing Funds to Acct#’s 139-xxxx-40903-71044 and 139-2590-89987-71044, which will be used for the “Year-Round Emergency Shelter,” Project Number 428-2590-5xxxx-71044;
3. Authorizing the City Manager to execute the appropriate contracts and other documentation requested for acceptance of the award subject to approval as to form by the City Attorney.

Fiscal Impact- The “Year-Round Emergency Shelter” Project Number 428-2590-5xxxx-71044 has a budget of \$5,988,825 which funded the acquisition, site preparation, and construction of the “Essential Service Areas” of the “Year-Round Emergency Shelter.” The additional \$3,400,000 of Measure H Funds will be used for the “Additional Service Areas” of the Year-Round Emergency Shelter project. Staff recommends Council approve increasing revenue estimates by \$3,400,000 in Acct# 139-xxxx-40903-71044 and appropriating \$3,400,000, in Acct#139-2590-89987-71044.

Previous Council Action – On September 12, 2016, City Council declared a “shelter crisis” within the City of Pomona with Resolution 2016-138. On November 21, 2016, City Council

authorized the Purchase of Real Property located at 1400 East Mission Boulevard for development of a Year-Round Emergency Shelter and created CIP #71044, appropriating \$171,400 in Series AD Low Mod Bond Proceeds and \$1,568,600 in Series AH Low Mod Bond Proceeds to the project. On May 1, 2017, City Council appropriated Series AH Low Mod Bond Proceeds in the amount of \$4,000,000 to the “Year-Round Emergency Shelter,” Project No. 428-2590-5XXXX-71044. On November 6, 2017, City Council awarded a contract to TELACU in the amount of \$3,890,017 to construct the essential service area of the Year-Round Emergency Shelter. On November 20, 2017, City Council appropriated \$160,825 of Series AH Low/Mod Bond proceeds to the project. On April 23, 2018, the City Council adopted a resolution amending the FY 2017-18 CIP budget by appropriating \$30,000 in available Low-Moderate Income Housing Funds and \$58,000 in available General Fund Contingency Funds to the “Year-Round Emergency Shelter.”

EXECUTIVE SUMMARY

The City of Pomona has been informed that it is the recipient of \$3,400,000 in Capital Costs for Crisis and Bridge Housing Grant funds from Los Angeles County Measure H funding, which aims to support persons experiencing homelessness. The intent of the Capital Costs for Crisis and Bridge Housing Grant is to provide funding for the acquisition, rehabilitation, or construction of facilities that expand the supply of Crisis or Bridge Housing (also known as emergency shelters) for homeless individuals, youth, and families in the County of Los Angeles. The City intends to use these funds towards the development of “Additional Service Areas” of the Year-Round Emergency Shelter, CIP Project No. 428-2590-5XXXX-71044.

DISCUSSION

On February 9, 2016, the Los Angeles County Board of Supervisors adopted the County’s Homelessness Initiative Strategies to Combat Homelessness. The Homeless Initiative includes six key areas of focus and fifty-one strategies developed to combat homelessness in Los Angeles County. On March 7, 2017, voters in the County of Los Angeles approved Measure H, a countywide quarter-cent sales tax to fund supportive services, housing, outreach, and prevention services for people experiencing homelessness. The Measure H Initiative is expected to generate an estimated \$355 million annually over a ten year period and will fund twenty-one of the approved Homeless Initiative strategies. One of the strategies eligible for funding is “Strategy E8 – Enhance the Emergency Shelter System.”

On December 14, 2017, under Strategy E8, the Los Angeles Homeless Services Authority (LAHSA) issued the Capital Costs for Crisis and Bridge Housing Request for Proposals (RFP) in conjunction with the Los Angeles County Department of Health Services (DHS) to fund grants to acquire, rehabilitate, or construct facilities to expand the supply of Crisis and/or Bridge Housing (also known as emergency shelter) for homeless individuals, youth, and families in the County of Los Angeles.

On November 6, 2017, the City Council, as part of the contract award to TELACU to develop the “Essential Service Area” of the Year-Round Emergency Shelter, located at 1400 E. Mission Blvd, approved the future development of the remaining service areas, should funding become available. These areas, otherwise known as the “Additional Service Areas” included: a building to house

Acceptance of Measure H Capital Costs for Crisis and Bridge Housing Award and Amendment to the CIP Budget

July 2, 2018

Page 3 of 3

coordinated entry, health, behavioral health, and housing/case management services; a commercial communal kitchen with table shelter; dog kennel; day use area; and open green spaces. With this in mind, the City of Pomona responded to LAHSA's RFP by submitting a proposal on February 28, 2018, requesting \$3,981,532 to fund construction of the "Additional Service Areas" of the Year-Round Emergency Shelter, Project No. 428-2590-5XXXX-71044 to serve homeless single adults.

On June 11, 2018, the City was informed by LAHSA that it was recommended to receive \$3,400,000 in Measure H Capital Costs for Crisis and Bridge Housing funding. The funding will be made available in July 2018. The Department of Health Services will conduct the contracting for the development.

The funding awarded by LAHSA will not be sufficient to complete the Year-Round Emergency Shelter as designed. At this time there is an approximate \$600,000 gap in funding. Staff is reviewing all options to address this gap, so that this project will be completed as designed, to ensure that all services intended for the site will be present for those utilizing the facility.

Prepared by: Shandy Dittman