



Memorandum

TO: BOARD OF COMMISSIONERS,
CITY HOUSING AUTHORITY AND
HONORABLE MAYOR
AND CITY COUNCIL

FROM: Jacky Morales-Ferrand

SUBJECT: SEE BELOW

DATE: September 11, 2017

Approved

D. D. Syl

Date

9/11/17

SUPPLEMENTAL

**SUBJECT: COOPERATION AGREEMENT FOR THE TRANSFER AND
EXPENDITURE OF ALL HOUSING AUTHORITY LITIGATION AWARD
FUNDS**

REASON FOR SUPPLEMENTAL

This Supplemental Memorandum makes a correction to the term of the Cooperation Agreement (“Agreement”), and provides additional information on the planned expenditures of Housing Authority Litigation Award (“HALA”) funds.

ANALYSIS

The submitted Memorandum for the City Council meeting on September 12, 2017, stated that “...there is no sunset to the Agreement.” The correct statement is that the Agreement will have a term of 45 years.

Additionally, this Supplemental Memorandum provides additional information regarding current and potential uses of the HALA funds.

The submitted Memorandum notes that the City’s FY 2017-2018 Adopted Operating Budget includes a \$4.0 million appropriation for the operation of the Homeless Rapid Rehousing program in 2017-2018, \$4.0 million set aside in a reserve for funding of the Homeless Rapid Rehousing program in 2018-2019, and \$300,000 for the Rock Springs Landlord Incentive program.

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The use of HALA funds for specific affordable housing developments was delineated in the Housing Department’s Affordable Housing Investment Plan for FY 2016/17 – FY 2017/18 (“Investment Plan”). The City Council approved the Investment Plan on June 6, 2017. The HALA funds are a major component of the aggregate pool of funds for planned developments that the City Council will be asked to approve on an individual basis.

The following chart integrates the current uses of HALA funds with additional information on potential expenditures of the remaining HALA funds. The multifamily projects may be partially or fully funded by HALA. All project costs are estimates and are subject to change.

HALA Expenditure Plan

Use	Amount (millions)	Commitment Fiscal Year	Commitment Status
Programs			
Homeless Rapid Re-housing	\$ 4.0	17-18	Committed
Homeless Outreach	\$ 0.5	17-18	Committed
Rock Springs Landlord Incentive Program	\$ 0.3	17-18	Committed
Rebuilding for Heroes Rehabilitation Program	\$ 2.0	17-18	Planned
Homeless Rapid Re-housing	\$ 4.0	18-19	Planned
Homeless Outreach	\$ 0.5	18-19	Planned
Misc. PSH costs (e.g. security, services, outreach)	\$ 0.5	18-19	Planned
Rebuilding for Heroes Rehabilitation Program	\$ 1.2	18-19	Planned
Adopted Affordable Housing Investment Plan	\$ 23.3	17-18, 18-19	Planned
Developments listed in the Investment Plan which may be funded by HALA: Leigh Avenue Seniors Evans Lane Quetzal Gardens Mesa/Gallup 226 Balbach City Owned Site #1 City Owned Site #2			
Total HALA Expenditures	\$36.3		

/s/
 JACKY MORALES-FERRAND
 Director, Housing Department

For questions, please contact Kristen Clements, Division Manager, at (408) 535-8236.