

# South Bay Cities Council of Governments

October 10, 2022

TO: SBCCOG Steering Committee

FROM: Jacki Bacharach, SBCCOG Executive Director  
Ronson Chu, SBCCOG Senior Project Manager for Homeless Services

SUBJECT: Innovation Fund Budget Modification 1

## BACKGROUND

Previously, the Board of Directors approved \$1,807,010 of program spending per our Jan '22-Jun '23 Los Angeles County Innovation Fund Statement of Work (SOW). To date, \$300,625 has been spent, with \$1,506,385 remaining. Of this remaining amount, we would like to request from the County the following budget modifications. Please note that all affected agencies have been notified and agree to these changes.

- 1) Reducing the Torrance outreach budget from \$250,000 to \$113,136. Due to workforce constraints, Torrance has decided to pivot from 2 general outreach workers to 1 mental health worker. Once modification is approved, the SBCCOG will amend its MOU with Torrance accordingly.
- 2) Increase Client Aid by \$60,000 to support the successful program. To date, the program has housed 34 individuals. We will be seeking sustained funding for this program outside of the Innovation Fund. In the meantime, this injection is needed to continue the program another 3-4 months.
- 3) Increase funding for Hawthorne/LA CADA program by \$58,045. The program is budgeted for \$348,000 and includes 2 intensive case management workers as well as 4 beds. We are requesting an increase of up to \$58,045 to fund 6 more beds. Currently, these Hawthorne case workers are seeing a high case load of 150 individuals. LA CADA is already using 7 beds, 3 more than budgeted. This budget modification would make them whole and increase bed capacity up to 10 beds total.
- 4) Reduce Beach Cities Dedicated Case Management budget by \$35,000. Due to initial contract delays with the County, this program was slow to ramp up. Additionally, leftover funds from a previous Implementation Fund grant were used at the beginning of the year.
- 5) Reduce Homeless Coordinator budget with Inglewood by \$62,500. Due to initial contract delays with the County, the City has yet to hire the Homeless Coordinator.
- 6) Increase Rancho Palos Verdes and Peninsula Homeless Plan budget by \$10,000. No vendor wanted to do the project at the initial budget of \$20,000. We needed to increase budget to \$30,000 to find a vendor.
- 7) New authorization of \$144,000 for Short Term Leasing of Motel Beds. Due to the lack of available interim shelter, several cities currently book motel beds when necessary for their clients. The SBCCOG is currently working with several motels in the region to

lease beds on a short-term basis, 1-6 months, in order to save on costs. We can lease rooms from \$900-\$1,500/mo. We want to look at leasing up to 20 rooms in the region as a way to provide additional shelter options for our cities. We will work closely with cities in which these motels are located.

With these modifications, we will still have \$174,031 for future programming. Please see spreadsheet below:

| FY22-23 BUDGET MODIFICATION                    |                    |                  |                    |              |                    |
|--|--------------------|------------------|--------------------|--------------|--------------------|
| INNOVATION FUNDS PROGRAM BUDGET                |                    |                  |                    |              |                    |
| PROGRAM OPERATIONS COSTS                       | Total Budget       | Jan-Jun Spend    | Remaining          | Modification | New Remaining      |
| Torrance Interim Shelter Project- Capital cost | \$145,000          | \$100,000        | \$45,000           | \$0          | \$45,000           |
| Torrance Interim Shelter Project - Outreach    | \$250,000          | \$0              | \$250,000          | (\$136,864)  | \$113,136 1)       |
| Beach Cities' Homeless Court and Interim Beds  | \$306,299          | \$55,530         | \$250,769          | \$0          | \$250,769          |
| Home Share South Bay Project                   | \$20,000           | \$5,358          | \$14,642           | \$0          | \$14,642           |
| Client Aid                                     | \$55,000           | \$45,000         | \$10,000           | \$60,000     | \$70,000 2)        |
| Hawthorne/LA CADA Project                      | \$348,000          | \$78,045         | \$269,955          | \$58,045     | \$328,000 3)       |
| Beach Cities Dedicated Case Managers Project   | \$216,000          | \$16,692         | \$199,308          | (\$35,000)   | \$164,308 4)       |
| Inglewood Homeless Coordinator Project         | \$125,000          | \$0              | \$125,000          | (\$62,500)   | \$62,500 5)        |
| Gardena Homelessness Plan and Coordinator      | \$110,000          | \$0              | \$110,000          | \$0          | \$110,000          |
| Rancho Palos Verdes Homelessness Plan Project  | \$20,000           | \$0              | \$20,000           | \$10,000     | \$30,000 6)        |
| Short Term Lease/Purchase of Beds              | \$0                | \$0              | \$0                | \$144,000    | \$144,000 7)       |
| Future Programming                             | \$211,711          | \$0              | \$211,711          | (\$37,680)   | \$174,031          |
| <b>PROGRAM OPERATIONS COST</b>                 | <b>\$1,807,010</b> | <b>\$300,625</b> | <b>\$1,506,385</b> | <b>\$0</b>   | <b>\$1,506,385</b> |