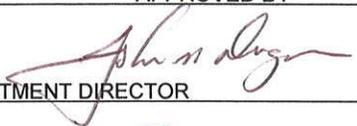


AGENDA ITEM NO. 1 H

COUNCIL MEETING 6-3-10

APPROVED BY

  
DEPARTMENT DIRECTOR

CITY MANAGER 

June 3, 2010

FROM: KEITH BERGTHOLD, Assistant Director  
Planning and Development Department

THROUGH: Claudia Cázares, Manager  
Housing and Community Development Division

Gregory Barfield, Homeless Prevention and Policy Manager  
Office of the City Manager

SUBJECT: APPROVE AMENDMENT NO. 2 TO HOMELESSNESS PREVENTION AND RAPID RE-HOUSING PROGRAM AGREEMENT BETWEEN THE CITY OF FRESNO AND THE HOUSING AUTHORITY OF THE CITY OF FRESNO TO INCREASE THE HOUSING AUTHORITY'S CONTRACT AMOUNT BY \$100,000, FOR A TOTAL OF \$1,192,018, AS PROVIDED FOR BY THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT UNDER THE 2009 AMERICAN RECOVERY AND REINVESTMENT ACT AND AUTHORIZE THE CITY MANAGER TO SIGN ALL REQUIRED, IMPLEMENTING, AND CONTRACTUAL DOCUMENTS AS APPROVED TO FORM BY THE CITY ATTORNEY

## RECOMMENDATIONS

Staff recommends that Council approve Amendment No. 2 to the Homelessness Prevention and Rapid Re-Housing Program (HPRP) contract between the City of Fresno and the Housing Authorities of the City of Fresno, to increase the service provider's budget by \$100,000 for a total of \$1,192,018, to better meet the needs of the City's homeless population, utilizing funds from the U.S. Department of Housing and Urban Development (HUD) under the 2009 American Recovery and Reinvestment Act (ARRA), and authorize the City Manager to sign all required, implementing, and contractual documents as approved to form by the City Attorney.

## EXECUTIVE SUMMARY

In March 2009 the City was awarded a direct formula allocation of \$3,130,746 in HPRP funds based on our annual receipt of McKinney-Vento funds through the Emergency Shelter Grant (ESG) Program. The Housing Authorities of the City and County of Fresno (HA) were among a group of eight service providers chosen to provide housing and stabilization services in Fresno to the homeless population and to persons at risk of becoming homeless. The HA received \$1,050,000 in HPRP funds in September 2009, and received an

additional \$42,018 in funding, due to a staff initiated funding correction, in March 2010. The additional \$100,000 in funds are available from a reduction in a separate HA contract, which was awarded HPRP funds for data collection and evaluation of HPRP service. The HA and City staff has determined that the \$100,000 in data collection funds are no longer needed, and will be better utilized by clients at risk of becoming homeless. The attached Draft Amendment No. 2 to the HPRP Agreement between the City of Fresno and the HA (Exhibit A) incorporates this change.

## **BACKGROUND**

The Housing Authorities of City and County of Fresno (HA) has been an invaluable partner to the City in the provision of housing and case management services for the City's homeless population. As of April 30, 2010, the last reporting period, the HA served over 240 persons through the use of HPRP funds. Through the use of HPRP funds, the HA has provided direct financial assistance to homeless persons and persons at risk of becoming homeless through rental payments, moving cost assistance, hotel payment assistance, utility deposits and payments, as well as providing wrap around case management services, housing placement and outreach to potential clients.

Recently City staff requested all HPRP providers review their allocated budgets and advise the City if any adjustments were needed. The HA reviewed the budget they had received for data collection and evaluation and determined that the \$250,000 awarded could be reduced to \$150,000 and still provide the level of service required in the contract.

City staff therefore recommends utilizing the balance of \$100,000 to increase the HA contract to \$1,192,018 to better meet the needs of the City's homeless persons as well as persons at risk of becoming homeless. The additional funds will be utilized to augment the current services being provided, as the HA serves the widest range of potential clients. The funding will assist in providing additional financial assistance and case management to HPRP clients.

As part of the budget increase, the HA has requested a change to the line item budget as previously approved by Council (attached Exhibit B). The corrected budget will be included as part of the Amendment No. 2 to the HPRP Agreement.

## **FISCAL IMPACT**

Funds for the award modifications are included in the Planning and Development Department's FY 10 and FY 11 Budget. The Housing Authority was awarded \$1,050,000 in September 2009. An increase of \$42,018 was approved by Council in March 2010.

## **ATTACHMENTS**

- Exhibit A: Draft Amendment No. 2 to Contract
- Exhibit B: Revised HPRP – Housing Authority Budget



Revised Exhibit B  
(Budget)

Revised Three Year Budget

ORGANIZATION NAME: FRESNO HOUSING AUTHORITY  
 PROJECT NAME: HPRP  
 CONTRACT NUMBER: HPRP-007

Homeless Prevention - Financial Assistance		Homeless Prevention - Relocation & Stabilization	
	Budget		Budget
Rental Assistance	\$391,812.00	Case Management Services	\$43,124.00
Security & Utility Deposits	\$95,336.00	Outreach & Engagement	\$4,325.00
Utility Payments	\$6,000.00	Housing Search	\$3,068.00
Moving Costs Assistance	\$31.00	Legal Service	\$0.00
Motel/Hotel Vouchers	\$398.00	Credit Repair	\$0.00
Total	\$493,577.00	Total	\$50,517.00

Rapid Re-Housing - Financial Assistance		Rapid Re-Housing - Relocation & Stabilization	
	Budget		Budget
Rental Assistance	\$400,634.00	Case Management Services	\$67,857.00
Security & Utility Deposits	\$95,336.00	Outreach & Engagement	\$21,747.00
Utility Payments	\$6,000.00	Housing Search	\$6,000.00
Moving Costs Assistance	\$0.00	Legal Service	\$0.00
Motel/Hotel Vouchers	\$350.00	Credit Repair	\$0.00
Total	\$502,320.00	Total	\$95,604.00

Administrative Cost	
	Modified Budget
Total	\$50,000.00

Revised Three Year Budget

ORGANIZATION NAME: FRESNO HOUSING AUTHORITY  
 PROJECT NAME: HPRP  
 CONTRACT NUMBER: HPRP-007

Homeless Prevention - Financial Assistance		Homeless Prevention - Relocation & Stabilization	
	Budget		Budget
Rental Assistance	\$391,812.00	Case Management Services	\$43,124.00
Security & Utility Deposits	\$95,336.00	Outreach and Engagement	\$4,325.00
Utility Payments	\$6,000.00	Housing Search	\$3,068.00
Moving Cost Assistance	\$31.00	Legal Service	\$0.00
Motel/Hotel Vouchers	\$398.00	Credit Repair	\$0.00
<b>Total</b>	<b>\$493,577.00</b>	<b>Total</b>	<b>\$50,517.00</b>
Rapid Re-Housing - Financial Assistance		Rapid Re-Housing - Relocation & Stabilization	
	Budget		Budget
Rental Assistance	\$400,634.00	Case Management Services	\$67,857.00
Security & Utility Deposits	\$95,336.00	Outreach and Engagement	\$21,747.00
Utility Payments	\$6,000.00	Housing Search	\$6,000.00
Moving Cost Assistance	\$0.00	Legal Service	\$0.00
Motel/Hotel Vouchers	\$350.00	Credit Repair	\$0.00
<b>Total</b>	<b>\$502,320.00</b>	<b>Total</b>	<b>\$95,604.00</b>
Administrative Cost			
	Budget		
<b>Total</b>	<b>\$50,000.00</b>		

Homeless Prevention - Financial Assistance			Homeless Prevention - Relocation & Stabilization		
	Original Budget	Modified Budget		Original Budget	Modified Budget
Rental Assistance	10,000	391,812	Case Management Services	0	43,124
Security & Utility Deposits	30,000	95,336	Outreach & Engagement	0	4,325
Utility Payments	5,000	6,000	Housing Search	0	3,068
Moving Costs Assistance	3,000	31	Legal Service	0	0
Motel/Hotel Vouchers	2,000	398	Credit Repair	0	0
<b>Total</b>	<b>50,000</b>	<b>493,577</b>	<b>Total</b>	<b>0</b>	<b>50,517</b>

Rapid Re-Housing - Financial Assistance			Rapid Re-Housing - Relocation & Stabilization		
	Original Budget	Modified Budget		Original Budget	Modified Budget
Rental Assistance	291,945	400,634	Case Management Services	64,746	67,857
Security & Utility Deposits	108,000	95,336	Outreach & Engagement	55,494	21,747
Utility Payments	16,200	6,000	Housing Search	51,795	6,000
Moving Costs Assistance	3,838	0	Legal Service	0	0
Motel/Hotel Vouchers	0	350	Credit Repair	0	0
<b>Total</b>	<b>819,983</b>	<b>502,320</b>	<b>Total</b>	<b>172,035</b>	<b>95,604</b>

Administrative Cost		
	Original Budget	Modified Budget
<b>Total</b>	<b>50,000</b>	<b>50,000</b>

	Original Budget	Modified Budget
<b>Total Grant Award</b>	<b>1,092,018</b>	<b>1,192,018</b>