

# CITY OF LONG BEACH

DEPARTMENT OF HEALTH AND HUMAN SERVICES

HOUSING AUTHORITY  
of the City of Long Beach

521 E. 4<sup>TH</sup> STREET • LONG BEACH, CALIFORNIA 90802 • (562) 570-6985 • FAX: (562) 499-1052

March 6, 2012

## AGENDA ITEM 3

HONORABLE HOUSING AUTHORITY COMMISSION  
City of Long Beach  
California

### RECOMMENDATION:

Receive and file the Housing Authority Financial and Operational Performance Report for December 2011. (Citywide)

### DISCUSSION

The Housing Authority receives funds from the U.S. Department of Housing and Urban Development (HUD) to provide subsidies for low-income individuals and families so they can afford to obtain decent, safe, and sanitary housing.

Attached are the Financial and Operational Performance Reports for the Housing Authority for December 2011.

This matter was reviewed by Budget Management Officer Victoria Bell on February 22, 2012.

### TIMING CONSIDERATIONS

Action on this matter is not time critical.

### FISCAL IMPACT

There is no fiscal impact or local job impact associated with this recommendation.


### SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

  
RONALD R. ARIAS  
ASSISTANT EXECUTIVE DIRECTOR

APPROVED:

  
PATRICK H. WEST  
EXECUTIVE DIRECTOR

Attachments

**FINANCIAL PERFORMANCE FOR THE PERIOD ENDING DECEMBER 31, 2011**

| <b><u>HAP INCOME/(EXPENSE)</u></b>                | <b>December</b>      |                            |
|---|----------------------|----------------------------|
|   | <b><u>Month</u></b>  | <b><u>Year-to-Date</u></b> |
| Housing Assistance Payments (HAP) Expended        | \$ (5,992,887)       | \$ (17,784,469)            |
| HAP Due from HUD                                  | 5,397,711            | 16,223,399                 |
| HAP Due from Other Housing Authorities            | 85,333               | 260,697                    |
| <b>Net HAP</b>                                    | <b>\$ (509,843)</b>  | <b>\$ (1,300,373)</b>      |
| <br>  |                      |                            |
| <b><u>OPERATING INCOME/(EXPENSE)</u></b>          |                      |                            |
| Administrative Fee Income                         | \$ 565,213           | \$ 1,674,871               |
| FSS Coordinator Grant                             | 18,907               | 58,206                     |
| Miscellaneous Revenue                             | 4,980                | 20,442                     |
| Operating Expense                                 | (506,278)            | (1,376,934)                |
| <b>Net Operating Income/(Loss)</b>                | <b>\$ 82,822</b>     | <b>\$ 376,585</b>          |
| <br>  |                      |                            |
| <b><u>NON-OPERATING INCOME/(EXPENSE)</u></b>      |                      |                            |
| Interest Income Total                             | 2,067                | 5,516                      |
| Interest on HUD Advances                          | 2,810                | 8,463                      |
| <b>Total Non-Operating Income</b>                 | <b>\$ 4,877</b>      | <b>\$ 13,979</b>           |
| <br>  |                      |                            |
| <b><u>TOTAL INCOME/(LOSS)</u></b>                 | <b>\$ (422,144)</b>  | <b>\$ (909,809)</b>        |
| <br>  |                      |                            |
| <b><u>AVAILABLE FUND BALANCE <sup>1</sup></u></b> |                      |                            |
| Operating Reserves Beginning of the Period-Admin  | \$ 5,048,886         | \$ 4,751,674               |
| Operating Reserves Beginning of the Period-HAP    | \$ 7,393,193         | \$ 8,178,070               |
| Total Income/(Loss) Admin Fee Reserves            | 84,889               | 382,101                    |
| Total Income Reserved for HAP                     | (507,033)            | (1,291,910)                |
| <b>Balance in Reserve End of Period</b>           | <b>\$ 12,019,935</b> | <b>\$ 12,019,935</b>       |

<sup>1</sup> Available Administrative Fee Fund Balance includes a July 2004 City Council approved Non-General Fund (Rental Rehabilitation Program) loan of \$2,900,000 to the Housing Authority from a HUD grant through the City's Housing Services Bureau. Excluding these funds, the unreserved admin fee operating reserve at 12/31/11 is \$2,233,775. There is a net loss for the current year in the amount of (\$909,809), which includes interest earned on HUD advances not utilized for FY05-FY12 of \$8,463 less the deficit in HAP funding in the amount of (\$1,300,373). These funds plus prior year HAP reserves of \$8,178,070 are reserved for future HAP payments and may be subject to recapture. The net HAP restricted fund balance at 12/31/11 is \$6,886,160, of which \$4,949,192 is restricted for the HCV program and \$1,936,968 is restricted for the VASH program. It is HUD's policy that the Housing Authority may use the restricted HAP reserves to pay for any excess HAP expenses over and above the amount of HAP subsidy received from HUD and since HUD had over-funded in prior years, they will be under-funding the Housing Authority in this fiscal year so that the HAP reserves can be utilized. The current fiscal year administrative fee net income is \$382,101, which is calculated by subtracting administrative expenses from the total administrative fees earned by HUD.

OPERATIONAL PERFORMANCE FOR PERIOD ENDING DECEMBER 31, 2011

- Leasing Performance

|                             |       |
|-----------------------------|-------|
| Total Households Authorized | 6,664 |
| Total Households Served     | 6,538 |

- Voucher Program

|                         |       |
|-------------------------|-------|
| Total Authorized        | 6,261 |
| Total Households Served | 6,194 |

- Shelter Plus Care Performance

|                             |    |
|-----------------------------|----|
| Total Households Authorized | 78 |
| Total Households Served     | 87 |

- VASH – Veterans' Affairs Supportive Housing <sup>1</sup>

|                             |     |
|-----------------------------|-----|
| Total Households Authorized | 325 |
| Total Households Served     | 257 |

- Portability Program <sup>2</sup>

|   |     |
|---|-----|
| Port-In Households Served                         | 1   |
| Port-Out Households Served by Other Jurisdictions | 113 |

- Housing Opportunities for Persons with AIDS (HOPWA)  
Program Leasing Performance

|                         |    |
|-------------------------|----|
| Total Households Served | 40 |
|-------------------------|----|

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1 Program between HUD & Veterans' Affairs (VA) Administration effective 5/08. Referrals for assistance come thru VA case management.

2 Incoming Portabilities are households moving into the City of Long Beach from another Public Housing Authority and Outgoing Portabilities are households holding City of Long Beach vouchers or certificates who are moving to another city.

