



CITY OF LONG BEACH

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

HOUSING AUTHORITY
of the City of Long Beach

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

March 10, 2020

HONORABLE HOUSING AUTHORITY COMMISSION
City of Long Beach
California

RECOMMENDATION:

Receive and file the Housing Authority Financial and Operational Performance Reports for December 2019. (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 2019.

This matter was reviewed by Revenue Management Officer Geraldine Alejo on February 22, 2020.

TIMING CONSIDERATIONS

Action on this matter is not time critical.

FISCAL IMPACT

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

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

KELLY COLOPY
ASSISTANT EXECUTIVE DIRECTOR

APPROVED:

THOMAS B. MODICA
ACTING EXECUTIVE DIRECTOR

HONORABLE HOUSING AUTHORITY COMMISSION

March 10, 2020

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FINANCIAL PERFORMANCE FOR THE PERIOD ENDING DECEMBER 31, 2019

<u>HAP INCOME/(EXPENSE)</u>	DECEMBER	
	<u>Month</u>	<u>Year-to-Date</u>
Housing Assistance Payments (HAP) Expended	\$ (7,953,799)	\$ (23,463,493)
HAP Due from HUD	8,797,975	23,233,148
HAP Due from Other Housing Authorities	198,404	418,305
Net HAP	\$ 1,042,580	\$ 187,960
<u>OPERATING INCOME/(EXPENSE)</u>		
Administrative Fee Income	\$ 680,381	\$ 2,026,313
FSS Coordinator Grant	16,522	61,468
Miscellaneous Revenue	21,562	36,808
Operating Expense	(438,641)	(1,206,318)
Net Operating Income/(Loss)	\$ 279,824	\$ 918,271
<u>NON-OPERATING INCOME/(EXPENSE)</u>		
Interest Income Total	9,203	29,348
Interest on HUD Advances	-	-
Total Non-Operating Income	\$ 9,203	\$ 29,348
<u>TOTAL INCOME</u>	\$ 1,331,607	\$ 1,135,579
<u>AVAILABLE FUND BALANCE</u> ¹		
Operating Reserves Beginning of the Period-Admin	\$ 14,306,147	\$ 13,647,555
Operating Reserves Beginning of the Period-HAP	(854,620)	-
Total Income/(Loss) Admin Fee Reserves	289,027	947,619
Total Income Reserved for HAP	1,042,580	187,960
Balance in Reserve End of Period	\$ 14,783,134	\$ 14,783,134

¹ The unrestricted admin fee operating reserve at 12/31/19 is \$14,595,174. There is net income for the current year in the amount of \$1,135,579, which includes an increase in HAP funding in the amount of \$187,960. The net HAP restricted fund balance at 12/31/19 is \$187,960, and is comprised of (\$419,539) that is restricted for the HCV program and \$532,818 that is restricted for the VASH program. Even though we track separately, they are combined together as one program under HCV. They have the same CFDA # and are reported to HUD as one program. Therefore, the net HAP restricted fund balance is \$187,960. 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. In addition, there is (\$74,681) in deficit HUD funding that is owed to HUD by the Housing Authority and is currently being offset by HUD in a program reserve. Therefore, there is a total of \$113,279 in HAP HUD funds available for use in the HAP reserves plus the program reserve. The current fiscal year administrative fee net income is \$947,619, which is calculated by subtracting administrative expenses from the total administrative fees earned by HUD.

Note: Currently, the Housing Authority is experiencing higher HAP costs than the funding provided by HUD. The (\$242,704) in program reserves held by HUD has been exhausted as of November 2019. The Housing Authority is working with HUD to fund the projected \$2.8 million shortfall in HAP funding for the remainder of the 2019 calendar year and has been awarded the \$2.8 million to cover the deficit of (\$1,097,324) as of 11/30/19 with a remaining \$1.7 million to fund the deficit for 12/31/19.

OPERATIONAL PERFORMANCE FOR PERIOD ENDING DECEMBER 31~~0~~, 2019

- Leasing Performance
Total Households Authorized 7,612
Total Households Served..... 6,770

- Voucher Program
Total Authorized 6,713
Total Households Served..... 6,089

- Shelter Plus Care Performance
Total Households Authorized 94
Total Households Served..... 75

- VASH – Veterans’ Affairs Supportive Housing ¹
Total Households Authorized 805
Total Households Served..... 606

- Portability Program ²
Port-In Households Served 24
Port-Out Households Served by Other Jurisdictions 128

- Housing Opportunities for Persons with AIDS (HOPWA)
Program Leasing Performance
Total Households Served..... 46

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.