



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

January 14, 2020

HONORABLE HOUSING AUTHORITY COMMISSION
City of Long Beach
California

RECOMMENDATION:

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

This matter was reviewed by Revenue Management Officer Geraldine Alejo on December 16, 2019.

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

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FINANCIAL PERFORMANCE FOR THE PERIOD ENDING OCTOBER 31, 2019

<u>HAP INCOME/(EXPENSE)</u>	OCTOBER	
	<u>Month</u>	<u>Year-to-Date</u>
Housing Assistance Payments (HAP) Expended	\$ (7,681,753)	\$ (7,681,753)
HAP Due from HUD	7,032,044	7,032,044
HAP Due from Other Housing Authorities	100,333	100,333
Net HAP	\$ (549,376)	\$ (549,376)
<u>OPERATING INCOME/(EXPENSE)</u>		
Administrative Fee Income	\$ 647,821	\$ 647,821
FSS Coordinator Grant	24,489	24,489
Miscellaneous Revenue	5,961	5,961
Operating Expense	(149,563)	(149,563)
Net Operating Income/(Loss)	\$ 528,708	\$ 528,708
<u>NON-OPERATING INCOME/(EXPENSE)</u>		
Interest Income Total	10,669	10,669
Interest on HUD Advances	-	-
Total Non-Operating Income	\$ 10,669	\$ 10,669
<u>TOTAL INCOME</u>	\$ (9,999)	\$ (9,999)
<u>AVAILABLE FUND BALANCE</u>¹		
Operating Reserves Beginning of the Period-Admin	\$ 13,647,555	\$ 13,647,555
Operating Reserves Beginning of the Period-HAP	-	-
Total Income/(Loss) Admin Fee Reserves	539,377	539,377
Total Income Reserved for HAP	(549,376)	(549,376)
Balance in Reserve End of Period	\$ 13,637,556	\$ 13,637,556

¹ The unrestricted admin fee operating reserve at 10/31/19 is \$14,186,932. There is net loss for the current year in the amount of (\$9,999), which includes a decrease in HAP funding in the amount of (\$546,376). This decrease in HAP funds plus prior year HAP reserves of \$0 are reserved for future HAP payments and may be subject to recapture. The net HAP restricted fund balance at 10/31/19 is (\$549,376), of which (\$1,335,926) is restricted for the HCV program and \$786,550 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 (\$549,376). 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 \$1,005,455 in excess HUD funding that is available for use by the Housing Authority, but is currently being held by HUD in a program reserve. Therefore, there is a total of \$456,079 in excess HAP HUD funds available for use in the HAP reserves plus the program reserve. The current fiscal year administrative fee net income is \$539,377, 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 \$1,005,455 in program reserves held by HUD will be exhausted by 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.

HONORABLE HOUSING AUTHORITY COMMISSION

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OPERATIONAL PERFORMANCE FOR PERIOD ENDING OCTOBER 31, 2019

- Leasing Performance
 - Total Households Authorized.....7,592
 - Total Households Served.....6,785
- Voucher Program
 - Total Authorized.....6,693
 - Total Households Served.....6,121
- Shelter Plus Care Performance
 - Total Households Authorized.....94
 - Total Households Served.....74
- VASH – Veterans’ Affairs Supportive Housing ¹
 - Total Households Authorized.....805
 - Total Households Served.....590
- Portability Program ²
 - Port-In Households Served.....0
 - Port-Out Households Served by Other Jurisdictions.....135
- Housing Opportunities for Persons with AIDS (HOPWA)
Program Leasing Performance
 - Total Households Served.....38

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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.