



MINUTES OF THE BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES, STATE OF CALIFORNIA

Sachi A. Hamai, Executive Officer-  
Clerk of the Board of Supervisors  
383 Kenneth Hahn Hall of Administration  
Los Angeles, California 90012

At its meeting held February 20, 2007, the Board took the following action:

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The following item was called up for consideration:

Supervisor Antonovich's recommendation to direct the Executive Director of the Los Angeles County Housing Authority to report back to the Board at the meeting of February 27, 2007 concerning the status of corrective actions taken to improve the Housing and Urban Development (HUD) rating of the agency to a 'Satisfactory'; an explanation on how a residence, with a monthly rental value exceeding the approved Section 8 monthly subsidy, can be allowed to pass the approval process; and issues associated with implementing a moratorium on issuance of all new Section 8 Vouchers until the achievement of a 'Satisfactory' HUD rating and all delinquent annual inspections have been completed.

Supervisor Antonovich made the following statement:

"Recently the Department of Housing and Urban Development (HUD) rated the Section 8 Program administered by the Los Angeles County Housing Authority Agency as 'Troubled'. This rating is the result of the large amount of overdue annual inspections required to be performed by the agency on all residences in the Section 8 Program. The lack of training for inspection personnel and the quality of inspections was also recognized as a deficiency. These issues are part of a mandated corrective action plan imposed by HUD.

"As of January 31, 2007, the Los Angeles County Housing Authority still had 2,633 delinquent annual inspections. The Housing Authority does not anticipate having this situation corrected until the end of June 2007.

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“The failure to conduct timely and accurate annual inspections creates the potential for fraud against tax payers. Just last week, I learned about a home in Antelope Valley valued in the range of \$750,000 to \$800,000, that is being subsidized through the Section 8 Program. This value exceeds the top monthly subsidy allowed under the Section 8 Program. The integrity of the County’s Section 8 Program is in jeopardy, and the County’s Housing Authority must move diligently to respond to HUD’s concerns.”

Therefore, on motion of Supervisor Antonovich, seconded by Supervisor Burke, unanimously carried (Supervisor Molina being absent), the Executive Director of the Los Angeles County Housing Authority was directed to:

1. Report back to the Board by February 27, 2007 concerning:
  - The status of corrective actions to improve the HUD rating of the agency to a ‘Satisfactory’; and
  - An explanation on how a residence, with a monthly rental value exceeding the approved Section 8 monthly subsidy, can be allowed to pass the approval process; and
2. Present his findings and recommendations in open session at the regular Board meeting of March 6, 2007.

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Copies distributed:

Each Supervisor  
Chief Administrative Officer  
County Counsel  
Executive Director of the Housing Authority