

MOTION BY SUPERVISOR HILDA L. SOLIS

July 7, 2020

PROPOSED FUNDING DISTRIBUTION METHODOLOGY FOR CATALYTIC DEVELOPMENT FUND AND COMMUNITY BUSINESS REVITALIZATION PROGRAMS

On October 20, 2015, the Board of Supervisors (Board) authorized the Chief Executive Officer (CEO) to execute a funding agreement with the Los Angeles County Development Authority (LACDA), formerly known as the Community Development Commission of the County of Los Angeles, in the amount of \$965,000 to establish a County Economic Development Trust Fund (Trust Fund). Moreover, the Board directed the CEO to identify funding sources that will allow for the appropriation of \$4.5 million starting in fiscal year (FY) 2016-17, incrementally increasing to \$15 million in FY 2021-22, to be held by the LACDA in the Trust Fund for economic development initiatives and programs approved by the Board.

As part of the Trust Fund, several economic and community development initiatives were recommended and developed, including the Community Business Revitalization Program (CBRP) and Catalytic Development Fund (CDF). The CBRP revitalizes commercial corridors by renovating commercial storefronts resulting in enhanced curb appeal, reduced property vacancy and safer pedestrian-oriented environments. CDF targets underutilized real estate assets for redevelopment purposes to remove blight, strengthen the tax base, and create jobs. Since the enactment of both these initiatives, LACDA, on behalf of the County, has managed projects, including

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projects located in all five Supervisorial Districts, and has provided project updates to the County on a regular basis.

The CDF and CBRP programs are included in the Trust Fund multi-year funding plan through FY 2021-22. In order to ensure equitable distribution of these limited, yet transformative dollars, funding for CBRP and CDF will be distributed on an equal basis among the five Supervisorial Districts, effective October 20, 2015 for unexpended funds remaining through the last allocation scheduled for FY 2021-22.

I, THEREFORE, MOVE that the Board of Supervisors:

1. Delegate authority to the CEO, or her designee, to execute and/or amend a Funding Agreement with the LACDA, in the amount of \$4,600,000 (\$2,200,000 for the CDF and \$2,400,000 for the CBRP) to implement the Trust Fund.
2. Direct the CEO to include a provision in the above Funding Agreement that provides that the distribution of the Trust Fund allocations for CDF and CBRP is to be distributed equally amongst all five Supervisorial Districts, effective October 20, 2015 for unexpended funds remaining through FY 2021-22 as reflected in the multi-year funding plan, pending the availability of County funds.

I FURTHER MOVE that the Board of Supervisors, acting as the Commissioners of the Los Angeles County Development Authority:

1. Authorize the Acting Executive Director of LACDA, or his designee, to execute a Funding Agreement, or an amendment to an existing Funding Agreement, with the County and take all actions necessary to facilitate the transfer of the \$4,600,000 (\$2,200,000 for the CDF and \$2,400,000 for the CBRP) to implement the initiatives the Trust Fund, which shall be used for economic development purposes subject to the approval of the Board.
2. Authorize the Acting Executive Director, or his designee, to incorporate the \$-4,600,000 into the LACDA's approved FY 2020-21 budget as needed.

3. Direct the Acting Executive Director of the LACDA, or his designee, to report back in writing in 60 days to the Board on a distribution plan for Trust Fund received from inception to future allocations through FY 2021-22 for the CBRP and CDF programs in equal amounts to all Supervisorial Districts, reflecting past and planned expenditures and providing each office with the remaining balances by District for Trust Fund initiatives.
4. Direct the Acting Executive Director of LACDA, or his designee, to attribute the subsequent remaining balances resulting from Directive 3 of this motion within LACDA's budget for CBRP and CDF by Supervisorial District to be spent on each Supervisorial District's priority projects.

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