



October 06, 2026

The Honorable Board of Commissioners
Los Angeles County
Development Authority
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Commissioners:

**ACCEPTANCE OF SUPPLEMENTAL FUNDS ALLOCATED TO THE LOS ANGELES COUNTY
DEVELOPMENT AUTHORITY FOR FISCAL YEAR 2026-27 AND AUTHORIZATION TO EXECUTE
FUNDING AGREEMENTS AND INCORPORATE ADDITIONAL BUDGET AUTHORITY
(ALL DISTRICTS) (3 VOTE)**

SUBJECT

This letter recommends approval to accept additional funds from the County of Los Angeles (County) and to incorporate these funds as needed into the Los Angeles County Development Authority's (LACDA) approved Fiscal Year (FY) 2026-27 budget.

The LACDA's FY 2026-27 budget was approved by the Board of Commissioners on June 9, 2026, and did not include additional funding provided by the County for housing and community development programs. The County's 2026-27 Supplemental Budget was approved after the LACDA's FY 2026-27 budget. The LACDA's Board of Commissioners must approve the incorporation of these additional funds in the LACDA's budget.

IT IS RECOMMENDED THAT THE BOARD:

1. Authorize the Executive Director, or designee, to execute and/or amend the necessary funding agreements with the County for the following programs, and to incorporate the funds into the LACDA's approved FY 2026-27 budget:

a. \$52,588,000 from the Affordable Housing Development Trust Fund (AHTF) for the Notice of Funding Availability (NOFA) to provide capital funding for affordable housing developments and program administration.

- b. \$20,000,000 for the Portfolio Preservation Program to stabilize and preserve affordability of existing affordable housing projects.
 - c. \$9,685,000 for Fair Housing Services and Open Doors Programs.
 - d. \$425,000 for the South County Public Housing Scattered Sites.
 - e. \$200,000 for façade repairs at the Norwood Library.
2. Authorize the Executive Director, or designee, to enter into a contract with Housing Rights Center in the amount of \$831,600 for Fair Housing Services through December 31, 2027.
3. Find that acceptance of supplemental funds for the LACDA's FY 2026-27 budget are not subject to the California Environmental Quality Act (CEQA) because the actions are not defined as a project under CEQA.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The recommended actions will allow the LACDA to execute and/or amend the necessary funding agreements with the County in order to accept these funds and incorporate County funds into the LACDA's approved FY 2026-27 budget.

The County's FY 2026-27 Supplemental Budget was adopted by the Board of Supervisors on June 22, 2026. The County's budget includes additional funding appropriations for various LACDA programs and activities. These funds are being provided to advance crucial Board priorities and initiatives such as fighting homelessness, supporting residents and communities, and increasing affordable housing.

FISCAL IMPACT/FINANCING

The LACDA will execute funding agreements or amendments to existing funding agreements with the County and all required documents necessary to accept and incorporate, as needed, up to \$82,898,000 in supplemental funds, included in the County's 2026-27 Supplemental Budget approved by the Board of Supervisors, into the LACDA's approved FY 2026-27 budget.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

On September 29, 2026, the Board of Supervisors approved the County's FY 2026-27 Supplemental Budget that includes new County funds allocated to various LACDA programs for FY 2026-27. Approval of the recommended actions will allow the Executive Director, or designee, to execute and/or amend funding agreements with the County for the following:

- \$52,588,000 in AHTF for NOFA projects to continue the development and administration of affordable housing projects located throughout Los Angeles County.
- \$20,000,000 for the Portfolio Preservation Program to implement to use of expanded monitoring systems for financially or operationally at-risk projects and to develop legal, regulatory, and financial tools to stabilize projects including modification to loan agreements.
- \$9,685,000 for the Fair Housing Services (\$924,000) and Open Doors (\$8,761,000) Programs.

- o Under Fair Housing Services, the Executive Director will be authorized to enter into an agreement with Housing Rights Center in the amount of \$831,600 to provide ongoing forums, materials, information, and workshops to educate the public about fair housing law/rights. The remaining \$92,400 will be utilized for LACDA's administration of the contract.
- o The Open Doors Program provides an enhanced customer service experience for property owners and increases the ability of families to utilize their Section 8 vouchers in a highly competitive rental market.
- \$425,000 for the South County Public Housing Scattered Sites operational costs.
- \$200,000 for the façade repairs at the Norwood Library to repair the existing brick façade of the building and to reseal the asphalt parking lot.

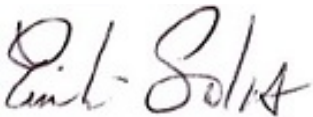
ENVIRONMENTAL DOCUMENTATION

The acceptance of the additional funds is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34(a)(3) because they involve administrative activities that will not have a physical impact or result in any physical changes to the environment. The activities are not subject to the provisions of CEQA pursuant to State CEQA Guidelines 15060(c)(3) and 15378(b) because they are not defined as a project under CEQA and do not have the potential for causing a significant effect on the environment.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

The requested actions provide additional funds that will enable the LACDA to conduct program activities to benefit homeless, low- and moderate-income residents of the County and participating cities.

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "Emilio Salas".

Emilio Salas

Executive Director

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