

# **IMPACT OF PROPOSED FUNDING CUTS IN H.R. 1 ON THE CITY OF LOS ANGELES, CA**



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**Mayor Antonio R. Villaraigosa**

# PROJECTED IMPACTS OF H.R.1 TO THE CITY OF LOS ANGELES

## HR 1 Cuts Over \$562 million in Funds to the City of Los Angeles

### **Workforce Investment Act (WIA)**

#### **Eliminates the City of Los Angeles Workforce System totaling \$42.2 million**

- 170,000 City residents would be without workforce development services.
- 4,000 low-income youth would not be served without the workforce development services.
- 1,400 small businesses would not receive business and employee layoff aversion assistance.
- Zero sector initiative training programs would be available with WIA funds: 3,700 adults would not receive training in career sector initiatives.
- Closes 21 Adult and Youth Employment Placement and Training Centers.
- Provides \$0 funding for summer jobs; 9,400 youth will be without summer employment.

### **Community Services Employment for Older Adults**

#### **Reduction to the City of Los Angeles of \$1.4 million**

- This program provides stipend employment skills training at nonprofit/public agency host sites that assist seniors re-enter the workforce.
- The 64% proposed reduction would result in 221 fewer seniors receiving stipends and job placement services.

### **Community Development Block Grant (CDBG)**

#### **Reduction to the City of Los Angeles of \$48.7 million**

- Eliminates funding for economic development projects that create jobs. This includes issuance of any additional Section 108 loans that are critical for businesses to develop in impoverished areas of the City of Los Angeles.
- 40,700 fewer low-income City residents would have access to services and 10,840 fewer children will have access to recreation and nutrition.
- 1,855 less low-income disabled or elderly homeowners living independently will not receive assistance with home repairs that if left unattended can become a health and safety hazard in the homes.

- 970 fewer victims of domestic violence would have access to emergency shelter and/or transitional housing services.
- Reduces available funding for homeless services by \$2 million. Proposed cuts will dramatically reduce the beds available by 86% for individuals participating in a diversion program for homeless non-violent misdemeanor offenders and render the program infeasible.
- Approximately 13 facility and neighborhood improvement projects in low-income communities would not be funded.

### **Community Services Block Grant**

#### **Reduction to the City of Los Angeles of \$3.1 million**

Leveraged with Community Development Block Grant (CDBG) funding, the City's CSBG annual award provides one-third of the funding for the City's 21 FamilySource Centers, which are located in the most impoverished areas of the City. Service providers are focused on assisting low-income families increase family income/economic resources and increase youth academic achievements. Core services include, but not limited to, multi-benefit screening, employment support, financial literacy, legal services, parenting classes, childcare, computer literacy, and youth services.

- Cuts would lead to closure of three FamilySource Centers, resulting in 7,500 fewer low income City residents having access to services.

### **Home Investment Partnerships (HOME) Program**

#### **Reduction to the City of Los Angeles of \$4.3 million**

- In FY 2010, the HOME funds supported the development of 430 units of affordable rental housing, including permanent supportive housing for homeless individuals and families. The reduction will result in 43 fewer new units of affordable rental housing for very low-income City residents.
- As part of the City's Affordable Housing Trust Fund, every HOME dollar leverages approximately 4 dollars of private investment. Therefore, the cuts will result in the loss of an estimated \$17 million of leveraged private investment, including the jobs and economic activities linked to the development.

### **Department of Homeland Security - Port Security Grant Program**

#### **Reduction to the City of Los Angeles of \$12.4 million**

Hinders operations to prevent, protect, respond and recover from security threats. Examples of potential impact include:

- Delays in procurement and installation of Port-Wide Loudspeaker and Emergency Notification System, Tactical Radio Communications and Security Radar.
- Decrease training and development of Port Police sworn personnel and Law Enforcement Maritime Training.
- Eliminates funding for police boats used for dive and patrol functions to protect the Harbor waterways and vehicles for land based operations.

**FEMA – State and Local Programs**

**Reduction to the City of Los Angeles of \$3 million**

- Eliminates \$3 million for the Los Angeles area funded through the Regional Catastrophic Preparedness Grant.

**FEMA – Emergency Management Performance Grant (EMPG)**

**Reduction to the City of Los Angeles of \$45,600**

- The City has been a recipient of this grant for more than 20 years, which funds salaries, equipment and other expenses related to the support of emergency management programs.

**Department of Justice**

Proposed reductions for the State & Local Enforcement Assistance, Juvenile Justice, and COPS Law Enforcement and Technologies Grants may significantly reduce the funding received by the City that funds the salaries of Los Angeles Police Department sworn and civilian staff, equipment and technology. **Various City awards total \$3.1 million.**

**EPA – Diesel Emission Reduction Act**

**Reduction to the City of Los Angeles of \$1.2 million**

- Eliminates funding for the Port of Los Angeles Flex Grid project, which installs shore-side infrastructure (electricity generated from the Flex-Grid System) as a power source for American President Lines' terminal operator, which will power its container vessels.

**EPA – Clean Diesel Emerging Technologies Funding Assistance**

**Reduction to the City of Los Angeles of \$732,298**

- Eliminates funding to procure an Eco-Power Eco-Crane, which decreases the environmental opportunity to advance clean technologies that reduce air emissions.

## **Department of Transportation**

### **TIGER II Rescission**

#### **Reduction to the City of Los Angeles of \$36 million**

- Rescinds \$16 million award for the Port of Los Angeles West Basin Rail Yard project. This could delay project completion, which would jeopardize State of California Trade Corridor Improvement Fund projects estimated at \$91.2 million.
- Rescinds \$20 million award for the Crenshaw/LAX Light Rail, which would delay improvement to the City's transportation network.

### **FHWA Surface Transportation Priorities**

#### **Reduction to the City of Los Angeles of \$5.6 million**

- May delay I-110/SR47/Harbor Blvd. Connector project completion, which would jeopardize State of California Trade Corridor Improvement Fund projects estimated at \$91.2 million.

### **FTA – Capital Investment Grants**

- The 22% reduction to this program significantly reduces grant-funding opportunities for the Westside Subway Extension and the Regional Connector.

### **FTA – Energy Efficiency Grants**

- Elimination of this program significantly reduces grant-funding opportunities for future clean fuel/bus programs. In the past, the City received \$3 million for CNG fueling stations under the Clean Fuels/Bus and Bus Facilities Program.

## **Impacts on City from HR 1 rescission of ARRA funding**

- If ARRA funding was rescinded effective February 11, 2011, the City would lose some **\$397 million** of unobligated funding out of a total of \$625 million awarded under ARRA. Below are examples of the key programs that would be impacted with the rescission of ARRA:

### **Housing Department would lose more than \$100 million in Neighborhood Stabilization Program (NSP2) and Homelessness Prevention & Rapid Re-Housing Program (HPRP) funding.**

- Rescission of non-obligated dollars will effectively eliminate the City's plan to arrest declining home values and stabilize blighted neighborhoods impacted by the foreclosure crisis.
- Eliminates funding for the rehabilitation and resale of 265 single-family homes and 947 affordable housing units for low-income residents.

- Over 900 new jobs will not be created, including construction, real estate, and financial services positions.
- Eliminates homeless prevention and rapid re-housing assistance for 2,435 households (4,627 individuals), which includes US veterans with VASH vouchers.

**Department of Water & Power would lose more than \$74 million in Energy Efficiency and Conservation Block Grant (EECBG), Smart Grid and Weatherization funding.**

- Eliminates energy efficiency upgrade programs that target municipal, commercial and residential properties thereby saving energy costs and reducing greenhouse gas emissions.
- Eliminates new technology programs designed to monitor the “smart” use of electrical energy.

**Department of Transportation would lose nearly \$31 million in Surface Transportation Project (STP) and Capital Transit funding.**

- Eliminates the purchase of 16 CNG-fueled commuter buses to replace diesel-fueled buses.
- Would reduce the installation of left turn signals and traffic signals designed to reduce traffic congestion and fuel consumption and to increase safety.

**Bureau of Street Services would lose more than \$26 million in Street Resurfacing funding.**

- Would reduce the miles of streets resurfaced from 100 miles to 57 miles and result in the loss of 30 City jobs.

**HR 1 calls for the elimination of any earmarks for FY2011**

**The City of Los Angeles had pending earmarks for the following amounts in either the House-passed appropriations bills or the Senate-passed Omnibus appropriations bill:**

- \$725,000 for Rape Kit backlog elimination (DOJ-OJP-Byrne)
- \$600,000 for LA’s Best After School program (DOJ-OJP-Byrne)
- \$250,000 for Branford St. Flood Improvement (FHWA-TCSP)
- \$420,000 for Boyle Heights DASH buses (FTA-Bus)
- \$200,000 for Watts DASH buses (FTA-Bus)
- \$1 million for Midtown DASH buses (FTA-Bus)

- \$1 million for LA River Bowtie Demo Project (ACoE-Const)
- \$1.784 million for LA River Ecosystem Restoration (ACoE-Invest)
- \$500,000 for LED Street Lighting (DOE-EERE)
- \$500,000 for Solar Power Energy Efficient Bldgs. (DOE-EERE)

**\$6,979,000 Direct Earmarks to the City of Los Angeles**

**Non-profit organizations operating in the City of Los Angeles with pending earmarks:**

- \$200,000 for A Better Los Angeles (DOJ-OJP-Byrne)
- \$100,000 for Chabad of the Valley (DOJ-OJP-Byrne)
- \$300,000 for Chrysalis – Changing Lives (DOJ-OJP-Byrne)
- \$400,000 for Communities in School in SF Valley (DOJ-OJP-Byrne)
- \$200,000 for Chinatown Service Center (SBA)
- \$200,000 for Valley Economic Development Center (SBA)
- \$155,000 for Watts Labor Community Action Committee (SBA)
- \$500,000 for USC Cecil Murray Center (SBA)
- \$300,000 for Our Neighborhood Comm Develop Corp (DoED-FIE)
- \$240,000 for LA Universal Preschool (DoED-FIE)
- \$400,000 for TELACU Education Foundation (DoED-FIPSE)
- \$300,000 for A World Fit for Kids (DOL-ETA)
- \$400,000 for Beyond Shelter (HHS-ACF-SS)
- \$1 million for CA Hospital Medical Center (HHS-HRSA)
- \$300,000 for Children’s Hospital (HHS-HRSA)
- \$330,000 for El Proyecto del Barrio (HHS-HRSA)
- \$250,000 for Chabad of the Valley (HUD-EDI)
- \$150,000 for Project Angel Food (HUD-EDI)
- \$500,000 for LA Neighborhood Housing Services (HUD-NI)

**Other significant pending earmarks**

- \$92 million for Central District federal courthouse (GSA)
- \$11 million for Van Nuys Federal Bldg (GSA)
- \$6.5 million for Downtown Connector/Westside Subway (FTA)

- \$5.1 million for Federal Bldg parking garage (GSA)
- \$2 million for Harbor/So Bay Water Recycling (ACoE-Const)
- \$1 million for Metrolink Positive Train Control (FRA)
- \$650,000 for Metro GoldLine Foothill Extension (FHWA-TCSP)
- \$750,000 for Crenshaw/LAX Transit Project (FTA-CIG)
- \$300,000 for Sun Valley Watershed (ACoE-Invest)



## SERVICE PROVIDERS IMPACTED BY H.R. 1

1736 Family Crisis Center  
826 LA  
A Better Los Angeles  
A World Fit for Kids  
African American Community Resource Center  
AIDS Healthcare Foundation  
AIDS Project Los Angeles  
Alexandria House  
Alternative Living for the Aging  
Arbor E&T, LLC  
Asian American Drug Abuse Program (AADAP)  
Asian Pacific AIDS Intervention Team  
Asian Pacific Women's Center  
AYE of Catholic Charities  
Barrio Action Youth and Family Center  
Barrio Planners Inc  
Bet Tzedek  
Beyond Shelter  
Bienestar Human Services, Inc.  
Boys and Girls Club of South Bay  
Boys and Girls Club of Venice  
Brotherhood Crusade  
Build Rehabilitation Industries  
CA Hospital Medical Center  
Casa Esperanza  
Catholic Charities  
Central City East Association  
Center for the Pacific Asian Family  
Central American Resource Center (CARECEN)  
Central City Action Committee  
Central City Neighborhood Partners (CCNP)  
Chabad of the Valley  
Children Youth and Family  
Chinatown Service Center  
City Life  
Challengers Boys & Girls Club  
Chicana Service Action Center  
Children's Bureau of Southern California  
Children's Hospital of Los Angeles  
Chinatown Service Center  
Chrysalis  
Clinica Oscar Romero  
Coalition of Mental Health Professionals  
Common Ground  
Communities in Schools  
Community Build  
Community Care at Home  
Community Career Development, Inc.  
Community Centers, Inc.  
Community Finance Resource Center  
Corporation for Responsible Community Development  
Covenant House California  
East Los Angeles Women's Center

EIMAGO, Inc.  
El Centro de Amistad  
El Centro de Ayuda  
El Centro del Pueblo  
Elysian Valley United  
El Nido Family Centers  
Families in Schools  
Family Resource Library  
Foundation for Successful Solutions  
Foundation for the Future of Youth  
Friends Outside  
Gang Alternatives Program (GAP)  
Girls Club of Los Angeles  
Girls Today Women Tomorrow  
Goodwill Industries of Southern California  
Gramercy Housing Court  
Harbor Area Gang Alternative Program  
Harbor Interfaith Shelter  
Haven Hills  
Hillsides  
Hollygrove  
Homeless Health Care Los Angeles  
Housing Authority of Los Angeles (HACLA)  
Hurting and Hungry SSG  
Independent Living Center of Southern California  
Inner City Law Center  
Inquilinos Unidos  
Instituto de Educacion Popular Del Sur de California (IDEPSCA)  
International Institute  
Jenesse Center, Inc.  
Jeffrey Foundation  
Jewish Family Service of Los Angeles  
Jewish Vocational Services (JVS)  
Jovenes, Inc.  
Korean Churches for Community Development (KCCD)  
LA's BEST  
LA Universal Preschool  
LA Neighborhood Housing Services  
L.A. House of Ruth  
L.A. Youth Network  
Legal Aid Foundation  
Lincoln Heights Boys and Girls Club  
Lincoln Heights Tutorial Program  
Little Tokyo Service Center (LTSC)  
Los Angeles Conservation Corps  
Los Angeles Family Housing Corporation  
Los Angeles Urban League  
Los Angeles Valley College Foundation  
Los Angeles Gay and Lesbian Center  
Mar Vista Family Center  
Marriot Foundation Bridges  
MCS Rehabilitation, Inc.  
Meet Each Need with Dignity (MEND)  
Midnight Mission  
National Family Life  
Neighborhood Legal Services

New Directions for Youth  
New Economics for Women (NEW)  
Oakwood Family Resource Center  
Ocean Park Community Center  
One Generation  
Opica Day Care  
Our Neighborhood Comm Develop Corp  
Pacific Asian Consortium in Employment (PACE)  
Para Los Ninos  
Partners in Care Foundation  
People Assisting the Homeless  
People Who Care  
P.F. Bresee Foundation  
Planned Parenthood Los Angeles  
Plaza Community Services  
Plaza de la Raza  
Project Angel Food  
Project Impact  
Prototypes  
Public Counsel  
Public Health Foundation Enterprises  
Rainbow Services  
REACH LA  
Saint Barnabas Senior Center of Los Angeles  
SAJE  
Salesian Boys & Girls Club of Los Angeles  
Salvadoran American Leadership and Education Fund (SALEF)  
San Fernando Interfaith Council  
Search to Involve Pilipino Americans (SIPA)  
Shelter Partnership  
Skid Row Development Corporation  
St. Joseph Center  
South Bay Center for Counseling  
Southern California Alcohol & Drug Program  
SRO Housing Corporation  
St. John's Wall Child & Family Clinic  
St. Joseph Center  
Sunrise Community Counseling Center  
Tarzana Treatment Centers  
TELACU Education Foundation  
Thai CDC  
The Children's Collective  
The Salvation Army  
The Saban Free Clinic  
TCLC Emergency Shelter  
Tia Chucha's Centro Cultural  
Toberman Neighborhood Center  
UAW-Labor Employment Training Corp.  
University of California Los Angeles (UCLA)  
USC Cecil Murray Center  
Valley Economic Development Center  
Venice Family Clinic  
Vermont Slauson Economic Development Corporation  
Watts Labor Community Action Committee (WLCAC)  
Weingart Center Association  
West Side Center for Independent Living

Wilmington Jaycees Foundation  
Women Alive Coalition  
Woodcraft Rangers  
Youth Policy Institute (YPI)  
YWCA of Harbor Area and South Bay