



CITY OF LAKE FOREST PARK

CITY COUNCIL

AGENDA COVER SHEET

Meeting Date	February 09, 2023
Originating Department	Executive
Contact Person	Phillip Hill, City Administrator
Title	King County Regional Homelessness Authority (KCRHA) Memorandum of Understanding (MOU)

Legislative History

- First Presentation – Agreement for Homeless Services - November 17, 2022 – City Council Special Meeting
 - Second Presentation – Agreement for Homeless Services Approved w/ conditions - December 8, 2022 – City Council Regular Meeting
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Attachments:

1. Draft, King County Regional Homelessness Authority Memorandum of Understanding
 2. King County Regional Homelessness Authority funding recommendations
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Executive Summary

At the December 8, 2022, Regular City Council Meeting, Council approved the Agreement for Homeless Services (Agreement) with the KCRHA, conditioning the execution of the Agreement on a subsequent MOU identifying the services supported by the funding commitment of the City, in the north end sub-region, during the 2023/2024 biennium. The draft MOU with funding recommendations from the KCRHA is attached.

Background

Through the Agreement, the City committed funding to the KCRHA to provide services for people experiencing homelessness countywide. The Administration identified the source of funding as the Affordable/Supportive Housing budget found on page 30 of the Adopted 2023-24 Biennial Budget. The revenue stream in this budget is a result of House Bill 1406 from the 2019 Legislative session which allocated up to 0.0146% local sales tax credited against the state sales tax for housing investments.

By entering into the Agreement, the city agreed to provide funding on a per-capita basis of \$1.20 per resident. With an April 2022 Revised Office of Financial Management population estimate of 13,620, this equates to an annual allocation of \$16,344. The City began receiving funds in 2021 and has amassed a fund balance of \$24,880 to begin the 2023/2024 biennium and will receive roughly \$25,000 during the biennium. This provides the necessary funding for the program through the 2025/2026 biennium and with a small contribution outside of this fund for the 2027/2028 biennium. This assumes no increase in revenue and a modest increase of 3.5% in expenses for each biennium.

	21/22	23/24	25/26	27/28
Revenue	\$ 24,880	\$ 25,000	\$ 25,000	\$ 25,000
Fund Balance	\$ 24,880	\$ 49,880	\$ 42,192	\$ 33,360
Expenditure (3.5% scaler)		\$ 32,688	\$ 33,832	\$ 35,016
Delta		\$ 17,192	\$ 8,360	\$ (1,656)

Fiscal & Policy Implications

Sufficient funds were allocated in the 2023/2024 Proposed Biennial Budget to support this program.

Staff Recommendation

Review the Draft MOU between the City of Lake Forest Park and the King County Regional Homelessness Authority, and funding recommendations from the Authority and provide direction to the Administration on a form for the final MOU allocating City funds to one or more of the recommendations.