# City of Sacramento

## **Legislation Text**

File #: 2019-01062, Version: 1

Title:

Agreement: Funding Operations of the North 5th Street Shelter

File ID: 2019-01062

Location: District 3

#### Recommendation:

Pass a Motion authorizing the City Manager or City Manager's designee to execute non-professional services agreement with Volunteers of America of Northern California and Northern Nevada for shelter services at North 5<sup>th</sup> Street Shelter through December 31, 2019 for a total not-to-exceed amount \$358,590.

Contact: Andrew Geurkink, Program Analyst, (916) 808-7816, Office of the City Manager

Presenter: None

#### **Attachments:**

1-Description/Analysis

2-Agreement with Volunteers of America of Northern California and Northern Nevada

### **Description/Analysis**

Issue Detail: The City of Sacramento (City) has provided funding for the North 5<sup>th</sup> Street Shelter (formerly called the Comprehensive Alcohol Treatment Center, or "CATC") operated by Volunteers of America of Northern California and Northern Nevada (VOA) through a Memorandum of Understanding (MOU) with Sacramento County (County) since 2007. The County previously provided operational funding for the North 5<sup>th</sup> Street Shelter from General Funds and with Community Development Block Grant (CDBG) funds administered by the Sacramento Housing and Redevelopment Agency (SHRA). Starting in Fiscal Year (FY) 2015/16, the County's direct contribution shifted from providing County General Funds for operational funding to supporting the program by allowing VOA to operate this shelter program in a County facility free of charge. With the reduction in the County funding in FY2015/16, the City and SHRA worked with VOA to arrive at a budget and staffing agreement that could sustain the program and this agreement has continued since. On June 30, 2018, the FY2017/18 MOU between the City and SHRA ended. On October 30,

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2018, Council approved a contract agreement with VOA for operations of North 5<sup>th</sup> through December 31, 2018. Staff recommends approving a non-professional services contract between the City and VOA to allow for the direct administration and oversight of funding for the North 5<sup>th</sup> Street Shelter through December of 2019. On January 1, 2020, the operations of this site will shift under the previously approved City/County collaborative shelter plan, for which there is currently a Request for Proposals (RFP) out to seek an operational partner. SHRA is already authorized to enter into an agreement with VOA as part of the County CDBG Action Plan approval.

**Policy Considerations:** The City contract for the North 5<sup>th</sup> Street Shelter will require active coordination with the homeless Continuum of Care and participation in the community's coordinated entry and assessment program as well as the City's Pathways to Health + Home. These programs align with the federal directive that funding for addressing homelessness follow a "housing first" approach and be part of a larger strategy to lowering barriers to services. Housing first principles ensure that emergency shelter be provided with few to no barriers to access and focus on linking clients with permanent housing as quickly as possible. In housing first programs, supportive services are offered (but not required as a condition of tenancy) in shelters and ongoing to help people keep their housing and avoid returning to homelessness. City, County and SHRA staff are working on a broader shelter funding strategy that collaboratively plans for funding of shelter beds, aligning available resources and ensuring that all shelter beds are coordinated regarding access and services offered. Consistent with the October 16, 2018 Council workshop, City is working with VOA staff and other funding partners to transition the North 5<sup>th</sup> Street Shelter into a low-barrier, triage shelter following housing first principles.

In addition, North 5<sup>th</sup> Street Shelter is a critical resource for the City's Police Department's IMPACT Team which regularly refers vulnerable homeless to this program. This shelter program not only supports the IMPACT Team with providing health stabilizing services, but also provides a consistent place in which clients can be connected to additional supportive services, including connections to permanent housing opportunities.

**Economic Impacts: None** 

**Environmental Considerations:** This report concerns administrative activities that are exempt from environment review per the California Environmental Quality Act (CEQA) Guidelines Section 15378 (b)(2) and (5). These actions are also exempt from environmental review under the National Environmental Policy Act (NEPA) per 24 CFR Section 58.34(a)(3) and (4).

Sustainability: Not Applicable

Commission/Committee Action: None

Rationale for Recommendation: The North 5<sup>th</sup> Street Shelter location has historically provided an

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alternative to incarceration for homeless public inebriates. Providing such alternative has had benefits both the individual and community and is a critical part of a larger strategy to address homelessness in Sacramento. In recent years, reductions in funding have changed the type of onsite services offered and medical detox services are no longer being provided. With these changes in place, the program began operating in a capacity more similar to an emergency shelter program than a medical detox. Working closely with Volunteers of America, City staff have aligned City funds to support the transition of North 5<sup>th</sup> Street Shelter and to ensure the preservation of all 80 existing beds.

**Financial Considerations:** There is sufficient funding in the Homeless Housing Initiative Program (I02000200), General Fund (Fund 1001) to manage this contract.

Local Business Enterprise (LBE): Not applicable