

KCRHA 2023 Budget

December 2022



KCRHA
King County Regional Homelessness Authority

Agenda

1. Where we are and how we got here
2. 2023 Final Budget
3. IB Approval

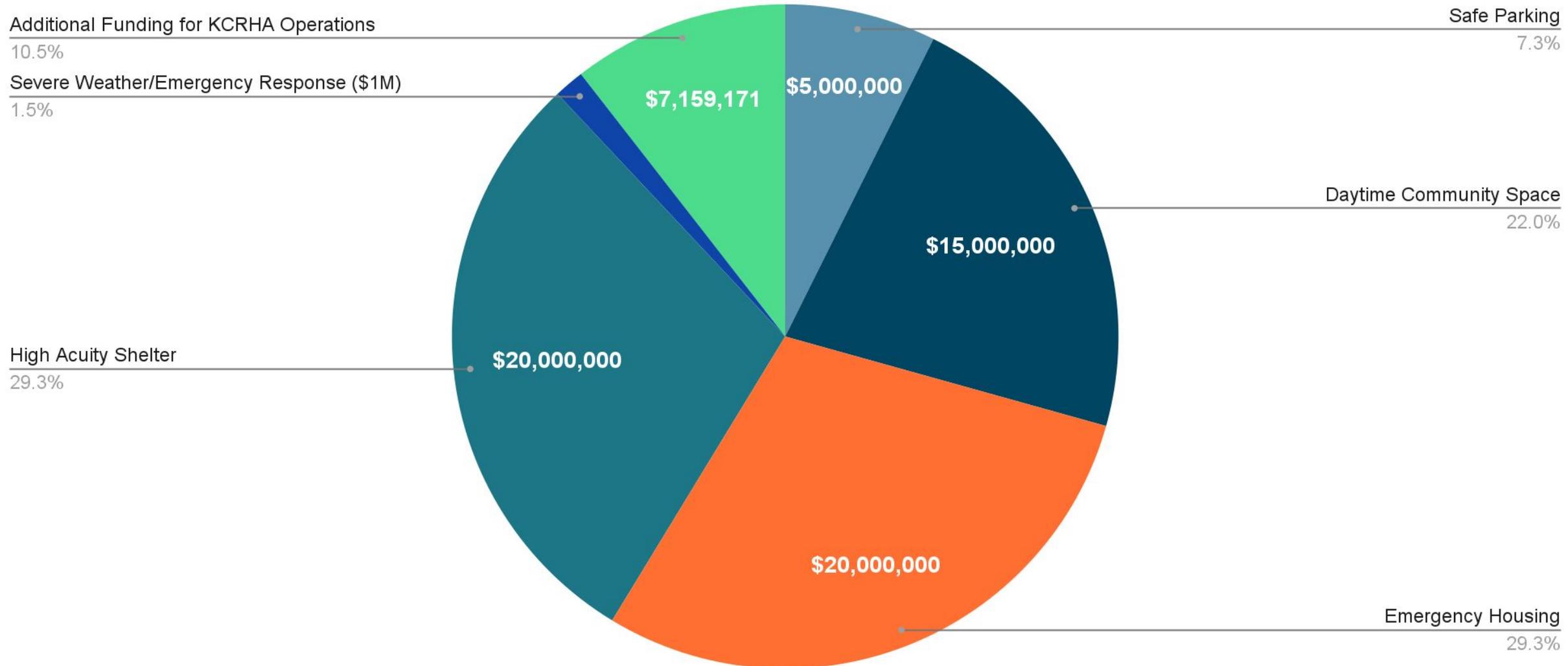


Where We Are and How We Got Here

Development		Adoption	
May 2022	September 2022	November 2022	December 2022
Implementation Board and Governing Committee Adopt KCRHA Budget Request <ul style="list-style-type: none">• \$208.2 million total request• \$140 million base and one-time funding• \$68.2 million Priority Incremental Requests	County Executive and Seattle Mayor release 2023 King County and Seattle Budget Proposals <ul style="list-style-type: none">• King County Council and Seattle City Council considered proposals and made some changes	Final King County and Seattle City Budgets Adopted <ul style="list-style-type: none">• Final budget includes:<ul style="list-style-type: none">• Base funding from King County and City of Seattle• King County Incremental Changes (\$38.1 million)• City of Seattle Incremental Changes (\$24.1 million)	Implementation Board and Governing Committee 2023 Budget Adoption <ul style="list-style-type: none">• Base Funding• Approved King County and City of Seattle Funding• Funding from other sources (ex. We Are In, WA State Department of Commerce)

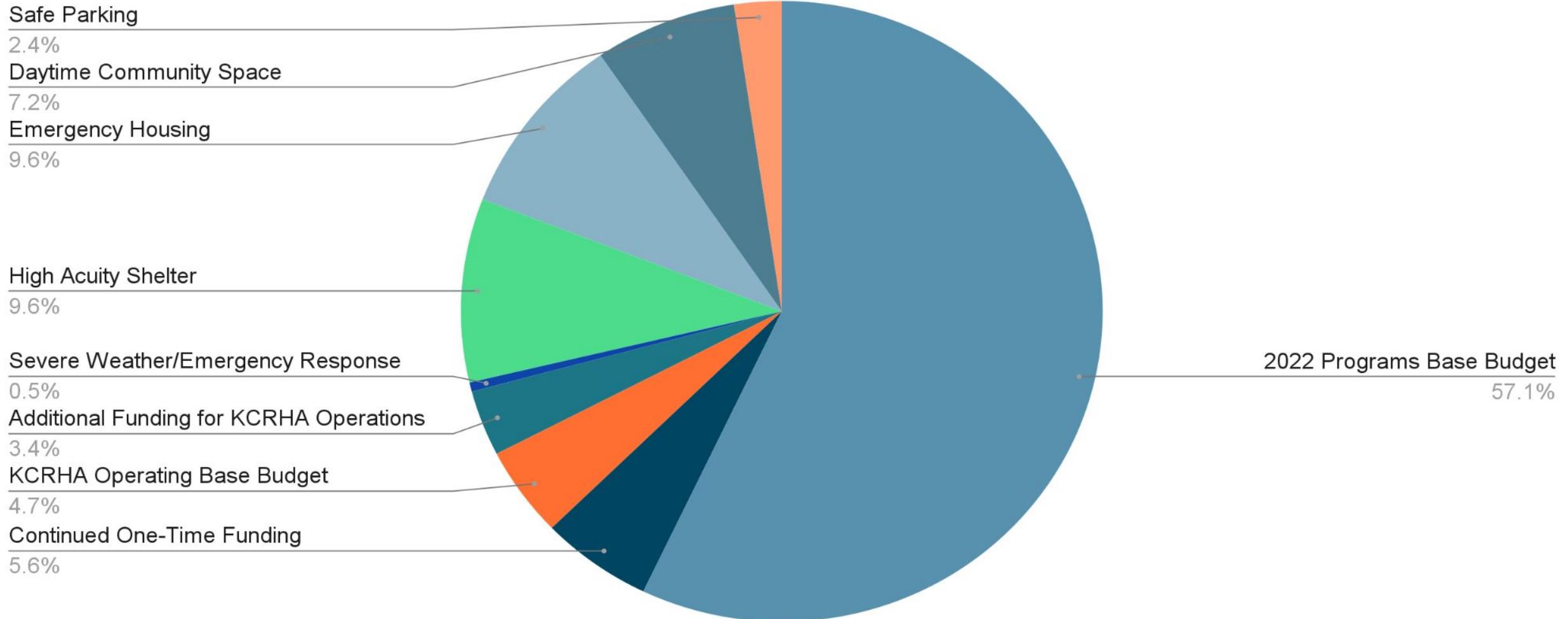
KCRHA 2023 Budget: Where We Are and How We Got Here

Total Priority Incremental Changes in 2023 Request Adopted by the Implementation Board and Governing Committee- \$68.2M



KCRHA 2023 Budget: Where We Are and How We Got Here

Base Budget + Priority Incremental Changes Adopted by the Implementation Board and Governing Committee - \$208.2M



2023 Budget Overview

- Continued base funding for programs and KCRHA Operations
- Incremental Changes to support:
 - Continued and increased funding for tiny house villages
 - Increased funding for:
 - Safe parking
 - Outreach programs
 - Housing and essential needs
 - Provider inflation
 - Provider one-time wage increases
 - Funds to help address COVID impact on homelessness
 - New Outreach positions for the KCRHA
- State Department of Commerce Funding for Right of Way work

2023 Base Budget for Programs

Source	Grant	City of Seattle	King County	HUD - CoC	Grand Total
Federal	Community Development Block Grant	\$3,154,270	\$358,029	\$0	\$3,512,299
	Continuum of Care Program (1)	\$0	\$0	\$27,490,908	\$27,490,908
	Coronavirus State and Local Fiscal Recovery Fund (2)	\$10,566,675	\$0	\$0	\$10,566,675
	Emergency Solutions Grant Program	\$800,474	\$180,000	\$0	\$980,474
	Emergency Solutions Grant Program - CARES	\$278,954	\$1,972,718	\$0	\$2,251,672
	State Emergency Solutions Grant Program	\$0	\$0	\$0	\$0
	State Emergency Solutions Grant Program - CARES	\$0	\$0	\$0	\$0
Federal Total		\$14,800,373	\$2,510,747	\$27,490,908	\$44,802,028
Local	City of Seattle - General Fund	\$63,328,850	\$0	\$0	\$63,328,850
	Document Recording Fees	\$0	\$10,194,621	\$0	\$10,194,621
	Lodging Tax	\$0	\$0	\$0	\$0
	OH Housing Levy	\$1,624,399	\$0	\$0	\$1,624,399
	Rental Assistance Housing Program	\$0	\$715,000	\$0	\$715,000
	Short Term Rental Tax	\$3,610,203	\$0	\$0	\$3,610,203
	United Way King County	\$0	\$200,000	\$0	\$200,000
	Veterans, Seniors & Human Services Levy	\$0	\$2,745,100	\$0	\$2,745,100
Local Total		\$68,563,452	\$13,854,721	\$0	\$82,418,173
State	Consolidated Homeless Grant	\$0	\$3,836,166	\$0	\$3,836,166
	Housing and Essential Needs	\$0	\$0	\$0	\$0
	Shelter Program Grant	\$0	\$1,723,715	\$0	\$1,723,715
State Total		\$0	\$5,559,881	\$0	\$5,559,881
Grand Total (3)		\$83,363,825	\$21,925,349	\$27,490,908	\$132,780,081

(1) HUD CoC amount is subject to change as projects continue to be transferred to the RHA

(2) CLFR funding for multi year projects

(3) Increase from \$119M to \$133M is due to CLFR multi year funding being included in the program budget above

2023 Operations, Administration & Direct Services Budget

Staffing	Direct	Fringe	Total	%
CEO Team (1)	\$1,709,938	\$598,478	\$2,308,416	12.34%
Programs and Performance	\$2,558,536	\$895,487	\$3,454,023	18.46%
Community Impact	\$779,475	\$272,816	\$1,052,291	5.63%
Ombuds	\$512,000	\$179,200	\$691,200	3.69%
Admin	\$822,590	\$287,907	\$1,110,497	5.94%
Partnership for Zero	\$3,513,675	\$1,229,786	\$4,743,461	25.36%
Subtotal Staffing (2) (3)	\$9,896,213	\$3,463,675	\$13,359,888	71.42%
Overhead				
Equipment			\$322,792	1.73%
Supplies			\$607,576	3.25%
Software			\$1,774,550	9.49%
Professional Services			\$1,009,330	5.40%
Outreach Supplies			\$626,000	3.35%
Rent			\$358,967	1.92%
Professional Development			\$186,690	1.00%
Other Operating Cost			\$461,397	2.47%
Subtotal Overhead			\$5,347,302	28.58%
TOTAL Operations (4)			\$18,707,190	
Operating as % of Program			8.33%	

(1) Includes CEO, Deputy CEO, Sub-Regional Planning, Communications and Intergovernmental Relations, and Health Policy and Equity and Justice teams

(2) Includes Direct Services

(3) Assumes a 5% vacancy rate on average over the course of the year

(4) Includes one-time funding and amounts are subject to change throughout the year



City of Seattle 2023/2024 Budget: Incremental Changes

Program Name	2023	2024	One time/ongoing
Continue Funding for Southend THV	\$750,022	779,273	Ongoing
Sustain Funding for SODO Shelter in 2024		\$4,700,000	Ongoing
McKinney/CoC Contract Inflation	\$643,506	-	One-time
Continue one-time funding for operations at Camp Second Chance THV	\$498,000	498,000	Ongoing
Start-Up and Operating Costs for 50 new THV units	\$2,390,000	1,520,000	\$1.52M is ongoing
Programing and Operations for Safe Lots	\$3,375,000	3,375,000	Ongoing
Safe Parking - Stand Up	\$2,600,000		One-time
Provider Contract Inflation	\$3,300,000	\$3,300,000	Ongoing

City of Seattle 2023/2024 Budget: Incremental Changes Continued

Program Name	Council Budget Action Number	2023	2024	One time/ Ongoing
Add \$600,000 GF (2023) to HSD to maintain homelessness services	HSD-030-C-001-2023	\$600,000	\$0	One-time
Add \$220,000 GF (2023) and \$220,000 GF (2024) to HSD to provide behavioral health outreach in the Chinatown/International District neighborhood	HSD-031-A-002-2023	\$220,000	\$220,000	Ongoing
Add \$2.8 million GF (2023) to HSD to support existing tiny home villages	HSSD-032-B-001-2023	\$2,779,778		One-time
Add \$107,600 GF (2023) to HSD for vehicle residency outreach and parking offense mitigation	HSD-034-B-001-2023	\$107,600	\$0	One-time
Reduce proposed position authority by 5.0 FTE for the expansion of the Unified Care Team in HSD; repurpose \$812,000 GF (2023) and \$812,000 GF (2024) in HSD to increase funding for the KCRHA for homelessness outreach, add \$400,000 GF (2023) and \$400,000 GF (2024) to HSD for KCRHA outreach data support and program coordination, and impose two provisos	HSD-035-C-001-2023	\$1,211,976	\$1,211,976	Ongoing
Add \$7.1 million GF (2023) and \$7.1 million GF (2024) to HSD for service provider contract inflation and impose a proviso	HSD-001-B-001-2023	\$5,594,624		Ongoing
Add \$5.6 million GF (2024) to HSD for service provider contract inflation	HSD-002-A-002-2023	\$0	\$5,600,000	Ongoing
	Total	\$24,070,506	\$9,431,976	

King County 2023/2024 Budget: Incremental Changes

Program Name	Fund Source	Description	2023	2024	One time/ Ongoing
Housing and Essential Needs (HEN)	HEN	Add additional revenue and expenditure from the State for the HEN program to serve more eligible individuals.	\$28,083,148	\$28,083,148	Ongoing
Provider Wage Increases	ARPA/CLFR		\$5,000,000		One-time
Programs to Address COVID Impact on Homelessness	ARPA/CLFR		\$5,000,000		One-time
		Total	\$38,083,148	\$28,083,148	

*NOTE: HEN funding is already allocated to existing programs. As such, this does not represent funding for new services.



KCRHA 2023 Total Budget

KCRHA 2023 Funding	Amount
2023 Budget for Programs	\$132,078,313
2023 Budget for Operations, Administration & Direct Services	\$17,174,021
City of Seattle Incremental Budget Changes	\$20,770,506
King County Incremental Budget Changes	\$38,083,148
Department of Commerce Funding (1)	\$45,243,789
TOTAL KCRHA 2023 BUDGET	\$253,349,777

(1) Includes one-time funding and KCRHA Operations and Administration Services

Anticipated Additional County CLFR Funding in 2023, Pending Project Completion

- County Department of Community and Human Services is implementing new facilities-based programs with CLFR Funding
 - Sobering Center Program
 - Behavioral Health Crisis Enhanced Shelter
 - Capital and Lease components of other CLFR-funded programs
- Once these facilities open, the services funding will be transferred to KCRHA for ongoing administration

Anticipated Additional County CLFR Funding in 2023, Pending Project Completion

Program Name	Estimated Transfer Amount*	Notes
Enhanced Shelter	\$10,000,000	<ul style="list-style-type: none"> The Behavioral Health Crisis Enhanced Shelter will stay with DCHS Operating costs for Sodo Hub, 4th Enhanced Shelter, Charles, Micro & Jefferson, St. Modular Community will transfer to KCRHA when they are completed
Homeless Response Outreach	\$2,000,000	Connected to SODO Hub
Family Shelter	\$325,000	
Tiny House Village	\$2,500,000	
RV Support	\$1,300,000	
Total	\$16,125,000	

*Capital and leasing costs for all programs will remain with King County. Operating costs will be transferred to KCRHA upon completion of each project.

DISCUSSION

**Recommended Action:
Approve the KCRHA's 2023 Budget**



Action Items

1. Approve the King County Regional Homelessness Authority 2023 Budget

