



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL

FROM: Douglas Schulze, City Manager

PREPARED BY: Doug Schulze, City Manager

MEETING DATE: January 9, 2024

SUBJECT: Consideration of Resolution 2024-11, Authorizing the City Manager to Enter into Lease Agreements with Haskell Real Estate for Homeless Transitional Housing

RECOMMENDATION:

A motion to approve Resolution 2024-11, authorizing the City Manager to enter into three (3) lease agreements with Haskell Real Estate for homeless transitional housing.

BACKGROUND:

The Encampment Reduction Funding Grant received by the City includes funding for housing assistance to homeless individuals. One of the biggest obstacles to housing homeless individuals in Banning is the lack of low cost rental property. In an effort to move unhoused individuals from Opportunity Village into housing, the City must have housing available. Haskell Real Estate has three rental properties available and they are willing to lease the property to the City of Banning.

The rental properties will serve as transitional housing, which is intended to providing housing to individuals who have income but income is not sufficient to pay deposits and fully cover monthly rent. Over time, these individuals will establish work history and move into independent housing. The lease agreements between the City of Banning and Haskell are important because as tenants move in and out of the program new lease agreements will not be required for new tenants because the City is the lessee. However, the City will have less agreements with each individual tenant placed into rental housing.

The properties to be leased are:

- 146 N 4th Street
- 94 C N 22nd Street
- 90 N 22nd Street

JUSTIFICATION:

Transitional housing is a missing piece of the City's homeless services and funding is available through awarded grant funds. The City is required to obligate the Encampment Reduction Fund grant monies by June 30, 2024.

FISCAL IMPACT:

Rent costs will be approximately \$45,000 annually and will be fully funded through grant proceeds.

ALTERNATIVES:

1. Authorize City Manager to enter into lease agreements;
2. Do not authorize City Manager to enter into lease agreements.

ATTACHMENTS:

1. [Lease Agreement_94 C N 22nd St.pdf](#)
2. [Lease Agreement_4th St.pdf](#)
3. [Lease Agreement_90 N 22nd St.pdf](#)
4. [Resolution_2024-11__Lease_Agreements.pdf](#)