UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA (WESTERN DIVISION - LOS ANGELES)

LA ALLIANCE FOR HUMAN RIGHTS,) CASE NO: 2:20-CV-02291-DOC-KES
ET AL.,) CIVIL

Plaintiffs,) Santa Ana, California

vs.) Monday, January 24, 2022
CITY OF LOS ANGELES, ET AL.,) (8:47 a.m. to 9:07 a.m.)

Defendants.) (9:16 a.m. to 9:47 a.m.)

(9:49 a.m. to 9:58 a.m.)

CITY OF LOS ANGELES' MOTION TO DISMISS CASE, CITY OF LOS ANGELES' MOTION TO DISMISS FAC [DKT.NOS.369,370]

BEFORE THE HONORABLE DAVID O. CARTER, UNITED STATES DISTRICT JUDGE

APPEARANCES: SEE PAGE 2

Court Reporter: Recorded; CourtSmart

Courtroom Deputy: Karlen Dubon

Law Clerks: Sarah Beller / Shaiba Rather

Transcribed by: Exceptional Reporting Services, Inc.

P.O. Box 8365

Corpus Christi, TX 78468

361 949-2988

Proceedings recorded by electronic sound recording; transcript produced by transcription service.

APPEARANCES:

For Plaintiffs: ELIZABETH A. MITCHELL, ESQ.

Spertus Landes & Umhofer, LLP 617 West 7th Street, Suite 200

2

Los Angeles, CA 90017

213-205-6520

MATTHEW D. UMHOFER, ESQ. Spertus Landes & Umhofer, LLP 1990 S. Bundy Drive, Suite 705

Los Angeles, CA 90025

310-826-4700

For Defendants: SCOTT D. MARCUS, ESQ.

ARLENE N. HOANG, ESQ.

RYAN SALSIG, ESQ.

Los Angeles City Attorney's Office

200 North Main Street 7th Floor, Room 675 Los Angeles, CA 90012

213-978-7558

LOUIS R. "SKIP" MILLER, ESQ. JENNIFER M. HASHMALL, ESQ.

Miller Barondess, LLP

1999 Avenue of the Stars, Suite 1000

Los Angeles, CA 90067

310-552-4400

For Advocates: SHAYLA R. MYERS, ESQ.

Legal Aid Foundation of LA

7000 S. Broadway

Los Angeles, CA 90003

213-640-3983

CAROL A. SOBEL, ESQ.

Law Office of Carol A. Sobel 1158 26th Street, Suite 552

Santa Monica, CA 90403

310-393-3055

BROOKE A. WEITZMAN, ESQ.

Elder Law & Disability Rights Center

1535 East 17th Street

Suite 110

Santa Ana, CA 92705

714-617-5353

```
properly stated a cause of action. They do not have standing.
1
 2
    They do not allege specific injuries to specific plaintiffs.
    They do not properly state, either in equal protection or a due
 3
 4
    process claim. There is no state-created danger. The fact
 5
    that the City and/or the County decide to locate services in a
 6
    certain area, does not create a state-created danger any more
 7
    than it does when a court decides to place a courthouse in a
 8
    certain area and make all of its litigants go to that
 9
    courthouse. There is no valid federal cause of action here.
              This is a political lawsuit. They disagree with the
10
11
    way that the City and the County are handling a particular
12
    policy. If they want to change that policy, their remedy is at
13
    the ballot box or by running for office. It is not here in a
14
    federal courthouse.
15
              THE COURT: All right. Thank you. And Mr. Marcus,
16
    does that conclude your initial argument?
17
              MR. MARCUS: Unless the Court has specific
18
    questions, yes.
19
              THE COURT: And then on behalf of the County of Los
20
    Angeles, please?
21
              MR. MILLER: Yes, Your Honor, Skip Miller.
22
              I do have some things I want to say to amplify what's
2.3
    in our brief. I'm not going to be repetitive.
24
              First of all, we appreciate where the Plaintiffs are
25
    coming from, okay?
                        We all recognize and want to do something
```

```
and want to do more about people experiencing homelessness so
we have no quibble with the motive and the desire to improve
the situation.
```

The problem is is that we're in a court of law. The lawsuit -- this lawsuit started -- was started by a bunch of property owners in skid row. And then when the Court said, "You don't have standing, that's not enough, you can't assert a lot of these claims," they went out and they signed up some homeless people.

And the core, the absolute bottom line core of their argument is on page 1 of their brief -- at least as to the County. They say (quote/unquote): "The County of Los Angeles has not done enough."

Well, I'm not sure you can ever do enough until the problem is completely fixed and gone but the County is doing a tremendous amount. And it's not a violation of law for the legislature, the executive branch, to not do enough in the eyes of some of its citizens, okay? That's not — that's not a constitutional violation, there's nothing wrong with it. The fact that we haven't done enough isn't the issue. We shouldn't be in court over that.

We've done a massive amount. We summarized a lot of it in the Request for Judicial Notice. It's not in dispute. Even the lawsuit acknowledges that the County of Los Angeles has spent tremendous, hundreds of millions, billions of dollars

```
in resources on homelessness. It's not an issue. And we're doing more and it's ongoing and it's continuous. Okay? So none of that is in dispute.
```

We don't belong in this lawsuit as a defendant. We didn't do anything wrong. We're trying to fix the problem; we're not breaking the law.

So that's kind of the overarching theme of this whole situation and I don't think there's any real dispute about it. So let me drill down a little bit more.

This is a skid row lawsuit. Skid row is in the City of Los Angeles. And I know the City is doing tremendous -- making tremendous efforts in taking all kinds of steps as well. The problems they're asking to address are, We want the City's street cleared, we want -- you know, we don't want to have to walk over people living in the streets and so forth. Okay, those are city streets. And as I said, I acknowledge the City is doing a -- making yeoman's effort to work on it.

All we do in skid row on these city streets is deliver services and they're admittedly -- again, the complaint says this in several places -- they're extensive, our services are extensive, they're ongoing. There's no such thing as perfection in this business but they're good, and we shouldn't be defending a lawsuit, we should all be working arm in arm and spending resources on the people that need the services, that need, you know, that need the homes, that need the shelter, not

```
1 on lawyers. That's frankly where we're coming from.
```

and more.

There are, you know, allegations, sweeping allegations about due process violations, equal protection violations, they're entirely conclusory, okay? We're the County of Los Angeles. We're a subdivision of the State.

We're doing what we can do. We're doing everything we can do

We've moved thousands of people -- it's all in the RJN -- thousands of people off the streets. And the problem is is that they're human beings and each one of them requires being dealt with and it's not an easy situation. I mean some people can't afford housing. Some people have mental problems. Some people have drug abuse problems. And we're on it, we're dealing with it.

So my pitch to the Court is to take a quick -- take an in-depth -- not a quick look -- an in-depth look. The allegations of wrongdoing are entirely conclusory.

I think basically what they did, Your Honor, is they took your Preliminary Injunction Order, which was quite an order, and they just tried to fashion their lawsuit around your order and I don't think that works, frankly. The order has been overturned. There have to be concrete, specific allegations, pleadings of violations of law, and all they have are conclusions. So I would submit it to Your Honor on that basis.

You know, we think the case should be dismissed.

1

The

```
2
    Court obviously would retain jurisdiction over the Freeway
    Agreement. We're working on the audit. That's in the process
 3
 4
    right now. We're not suggesting that that aspect of the case
 5
    be dismissed; but otherwise, the County of Los Angeles
 6
    didn't -- there's no wrongdoing, there's no constitutional
 7
    violation traceable to the County or anything the County did.
 8
    To the contrary, we're doing everything we can to address the
 9
    issues, the problems, improve the situations, deliver service
10
    to people. So I would submit it to Your Honor on that basis.
11
              THE COURT: All right. Thank you, Mr. Miller. Does
12
    that conclude your opening argument?
13
              MR. MILLER: It does, Your Honor.
14
              THE COURT: All right. And although the Intervenors
15
    aren't technically a party, they are from the Court's
16
    viewpoint. So I wanted to have an opportunity for the
17
    Intervenors to speak as well.
18
              So Shayla Myers or Carol Sobel or Brooke Weitzman?
19
         (Pause)
20
              MS. MYERS: Sorry, Your Honor. We had to communicate
21
    about who would be speaking on that.
22
              Obviously we do not join the City or the County's
23
    Motions to Dismiss on any particular matters. We do think that
24
    there's a place for the Court when it comes to unhoused
25
    individuals asserting their rights before the Court to ensure
```

```
1
    that their rights are vindicated, but we don't think that this
 2
    is the proper vehicle to do so or for the reasons articulated
    related to the sufficiency of the pleadings. Obviously we
 3
 4
    joined the appeal to the Ninth Circuit related to some of the
    concerns in the allegations that were alleged by the
 5
 6
    LA Alliance in the initial pleading.
 7
              But we would also say that to the extent that the
 8
    LA Alliance is seeking remedies on behalf of property owners
    related to the homelessness crisis, obviously we don't think
10
    that the remedies that they seeking are appropriate, and that
11
    has been our concern throughout this litigation, that the
12
    litigation on behalf of property owners will lead to the
13
    displacement and further criminalization of unhoused residents
14
    at a time when the City and the County need to be investing in
15
    long-term solutions.
              And those concerns continue with the Second
16
17
    Amended -- or with the First Amended Complaint and the
18
    Supplemental Complaint. We don't think that has been fixed.
19
    And we also think that there are considerable concerns related
20
    to standing and with the property owners raising the particular
21
    complaints they are raising in the allegations.
22
              THE COURT: All right. Thank you.
23
              Let me turn then to the plaintiffs, First Alliance
24
    [sic].
```

Thank you, Your Honor.

MS. MITCHELL:

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

```
I'm going to echo what Mr. Marcus said. And really
I'm going to assume that the Court has read the moving papers,
the opposition papers, the reply papers.
          I will note that the City had --
          THE COURT: Just a moment. Let me represent to all
of you, I've read them twice.
          MS. MITCHELL: Thank you, Your Honor, I believe it.
          THE COURT: Okay, all right. Thank you.
         MS. MITCHELL: The City did have a different attorney
I think writing the replies and the moving papers, and there
were several arguments that were raised for the first time in
the reply that were not raised in the moving papers so to those
I would object.
          But I think largely what we want to do
here -- understanding that the Court has read these papers
twice -- I don't want to repeat any of these arguments -- is
really take a step back and look at the 10,000 foot perspective
that we have been talking about because the question that we're
sitting -- the reason that we're here in the courtroom is
really to try to answer the one question of whether the City
and the County are legally unaccountable for the misconduct
identified in the complaint.
          And I recognize that the Intervenors don't seem to
think that property owners have rights and that's their
```

Our position is property owners, community members,

residents, unhoused members, everybody has their own rights, both constitutional and statutory, that we have identified ad nauseum in our papers and they deserve to be vindicated.

But the question really is, are the City and the County immune? Is it enough -- to Mr. Miller's point -- that the County is doing a lot, it's spending a lot of money. But when -- you know, we're moving a wheel so fast and going nowhere and people are still dying, is that sufficient?

So the 2021 death numbers just came out last week, if the Court has seen them. I think the number was 1,641 people that died homeless, that we know of, on the streets of Los Angeles last year and that was just in 2021. That was about 18 months after we had multiple City and County officials come parading before this Court pledging allegiance, essentially, to Your Honor; and saying, "We going to do more, we're going to work together, we're going to come to comprehensive solutions. We care so much about homeless issues and the community and making this better," and have done virtually nothing in that regard except for the Freeway Agreement. There still is no comprehensive solution.

You have Mr. Miller saying, "Oh, we should be spending money on solving this problem and not on lawyers." I agree. I don't know how much money they're spending on lawyers but I agree that it's too much because had we reached these comprehensive settlement agreements as everybody indicated they

wanted to do 18 months ago, we wouldn't be here spending as much money.

No comprehensive solutions we have seen. No comprehensive agreement between the City and County. We are still fighting over whether, you know, sufficient beds are created when they're both pointing at each other. So what you're seeing is a continued systemic failure. You're seeing a continued choice by the City and the County to repeat the same failures that we have seen for the last four years and that is on behalf of the unhoused and the housed.

And I think Intervenor's point and Mr. Miller's point, offensively, frankly, is that the Alliance went out and got themselves some homeless people is just frankly false. From the beginning we had unhoused individuals contacting members of the Alliance and leaders of the Alliance saying, How can we participate in this because we are being left out because the current homeless advocates that call themselves "homeless advocates" are not actually advocating for us.

And so we adopted -- which was not the original, certainly not in the original complaint, a whole number and host of folks that are living in skid row unhoused and unrepresented and that's how the Alliance became representative of all individuals, both housed and unhoused, both sitting here saying the City and the County are failing us, are failing in their constitutional and statutory obligations.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

So if the Court has questions about the pleadings, about the sufficiency of the pleadings, where the City's new arguments are that we could possibly address if the Court has questions, I am happy to do so but I'm also at this point willing to just step back and rely on the papers that we have submitted and just really understanding that when people are dying and instead folks are arguing about Mr. Miller's point, stepping over people in the gutter wrenches, I think that we have been doing this wrong. We're looking at it the wrong way. And really the question needs to be, are the City and County legally unaccountable for their actions and is there a place for the Court in this? So with that, we'll submit, Your Honor. THE COURT: All right. Then the responsive argument by the City? MR. MARCUS: Thank you, Your Honor. Your Honor, I think Ms. Mitchell explained exactly why this case should be dismissed. It's not a violation of the law for the City and the County to have not reached a comprehensive agreement that she wants. It is not a violation of the law for the politicians that she alleges has broken their promises. The issue isn't whether or not the City or the County are immune; the question is, what specific misconduct, that specific constitutional violation has been alleged in this First Amended Complaint? The answer is none. They disagree

```
1
    with the policy decisions made by the policy makers.
 2
    not the basis for a constitutional lawsuit, that is the basis
    for lobbying or bringing in other people. This is a political
 3
 4
    question, not a legal question.
 5
              She argues that we should be held accountable for the
 6
    misconduct but they don't specifically allege what that
 7
    misconduct is. What specific constitutional violation was
 8
    committed by the City? They've had two opportunities to make
    those allegations, they have failed on both accounts.
              The case should be dismissed and dismissed with
10
11
    prejudice.
12
              THE COURT: Let me turn back to the County.
13
              MR. MILLER: Yeah, you know, obviously I agree with
14
    the City Attorney so I'm not going to reiterate that.
15
              There is one thing I want to say for the record.
16
              We are working together. City and County are working
17
    together so -- we did the freeway deal together, we're working
18
    on the audit together, and on a level and in areas that I don't
19
    have anything to do with, quite frankly.
20
              THE COURT: I'm sorry you broke up. Mr. Miller --
21
              MR. MILLER: Beyond my --
22
                         Mr. Miller, could you restate that? You
              THE COURT:
23
    broke up. I heard "working with the audit --
24
              MR. MILLER: Sure.
25
```

-- together" and then there was an

interruption.

MR. MILLER: Okay. On many levels, above my paygrade, Your Honor, the County and the City are working together, they are meeting, they are interacting, and they're doing -- they're spending, you know, there's more resources apparently available from the federal government and the state government, and they are deploying those resources so there's a lot of work in unison and in cooperation. And I want to make that clear for the record. You know, Counsel said that they're not and they are.

Other than that, I would submit it on the papers. I think it is, as much as — quite frankly, as much as I respect this Court and where this Court's coming from, and the Plaintiffs, I respect them and where they're coming from. I just don't — you know, courts adjudicate disputes and I don't see this as a dispute that belongs in court. It's really something that has to be dealt with and solved through the legislature, executive. In the County, we don't have a mayor, we have a chair of the board supervisor so we have a combined legislative executive branch and they're working on it; they're all over it, as is the CEO and the bureaucracy below the board of supervisors. And I don't think any of that's in dispute.

All I'm hearing from the Plaintiffs' counsel is,
"You're not doing enough, you're not taking care of skid row."
Well we are. And you know, there's a whole county outside of

```
1
    skid row; it's not just skid row and the City is working hard
 2
    in skid row. So I would submit it on that basis, Your Honor.
 3
              And if Your Honor has any questions, I mean this
    is -- you know, it's a very tough problem, a defining problem I
 4
    think in our area. And I think it's on the way to a resolution
 5
    but it's not going to be fast and it's not going to be easy.
 6
 7
    That's my take on it.
              THE COURT: All right. Would you give me one moment
 8
 9
    please and I'll be back with you in about five to 10 minutes.
10
              MR. MILLER: Thank you, Your Honor.
11
              THE COURT:
                          Thank you so much.
12
         (Court in recess from 9:07 a.m. to 9:16 a.m.)
13
              THE COURT: First of all, thank you for your
14
    patience. We're back on the record. All of the parties are
    present but I'd like to make certain that all of you are back
15
16
    visual on the screen. You have two more for just a moment.
17
    think, Ryan -- there we are.
18
              Okay, just a couple questions. If you're working on
19
    an omnibus agreement or an agreement that's to be presented to
20
    the Court to work with you, then do you want me to write the
21
    dispositive decision in this matter at this time or do you want
22
    to wait for the presentation of an agreement if you are, in
23
    fact, negotiating an agreement?
24
              Mr. Miller?
```

Yes, Your Honor.

We are working on an

MR. MILLER:

```
omnibus agreement. We've been in discussions with the City
1
 2
    about it. We have not finalized the term sheet yet. When we
 3
    do, assuming I get to go ahead for my clients which I
 4
    anticipate, we'll present it -- we're going to present it to
 5
    the City first. We are working closely with the City.
 6
              And then once we're in unison, if and when we can
 7
    reach agreement with the City, then we will present it to the
 8
    Plaintiffs. Quite frankly, we'd like to improve the situation
    on Skid Row. We see this as a -- it's not just a lawsuit.
10
    Skid Row is a problem and the County is well aware of it.
                                                                The
11
    City is well aware of it. And that's where we are but I
12
    haven't -- I don't have authority yet to give the specific
13
    terms to the City and that's where it is.
14
              So as far as -- quite frankly, as far as a
15
    dispositive motion is concerned, I don't think it's going to
16
    matter. I think we're going to do it anyway. I think that we
17
    -- there are some issues on Skid Row, serious issues, which I
18
    think the Court has addressed in the past that have to be
19
    rectified and we're going forward, lawsuit or no lawsuit, to
20
    address people experiencing illnesses.
21
              So that's what -- that's my response -- that's the
22
    best response I can give Your Honor to your question.
23
              THE COURT: Well, let me pause for just a moment.
24
    It took quite a while for the MOU to come into existence after
```

It was represented to the Court it

the freeway agreement.

1 would be weeks and it turned out to be almost four to five 2 months. And I'm hopeful that in an omnibus agreement that would be good and probably not perfect that if it was 3 4 forthcoming that after the City and the County resolve any 5 historic differences that apparently go back decades that at that time, the Court would be a medium to approach -- or have 6 7 you approach First Alliance and/or the Intervenors and both. But I've heard numerous rumors and without disclosing 8 the -- some of the settlement discussions, all of you know that 10 the phone is open concerning settlement. But having heard this 11 for quite a period of time, I do raise the issue of whether 12 this is going to become a fact other than an aspiration with 13 the passage of time. 14 And so I know, Mr. Miller and Mr. Marcus, that you 15 probably don't have timelines from your client or clients but I 16 wish you did because, otherwise, I'm concerned about the 17 inertia. So I toss this out to you. The Court's ready and 18 willing to listen to any omnibus agreement agreed to initiated 19 by the City and the County because of this historic schism 20 between you and that I hope to be a mediator and reach out to 21 the First Alliance or to have you reach out to First Alliance 22 and the Intervenors. 23 Is there any time period in which this might be 24 presented to the Court?

I'd have to talk to my people.

- 1 Honor, I don't --
- 2 **THE COURT:** I've got all day.
- 3 MR. MILLER: Yeah. I don't have -- I don't know. We
- 4 | are definitely working on it. We're working on the specifics.
- 5 | I mean, we have a draft. I have to talk to my people. I'm not
- 6 | -- as I said, I'm just a lawyer. I'm not directly in the loop
- 7 on everything that's going on between -- frankly, I doubt if
- 8 Mr. Marcus is either. I mean, we're just lawyers litigating
- 9 this case.
- These discussions are going on between our homeless
- 11 people in the CEO's office and their counterparts at the City.
- 12 | As I said before, I'm not --
- 13 **THE COURT:** In one of the newspaper articles,
- 14 Mr. Marcus and Mr. Miller, from the Los Angeles Times, I
- 15 | believe -- and I'm doing this from memory -- someone had leaked
- 16 | some of the alleged provisions that were initially agreed to.
- 17 Are you aware of that article?
- 18 MR. MARCUS: Your Honor, this is Scott Marcus on
- 19 | behalf of the City. I'm not going to get into any specifics
- 20 about discussions going on between the City and the County.
- 21 | think it'd be inappropriate to do it in court at this time.
- 22 **THE COURT:** All right, sure.
- 23 MR. MARCUS: To Mr. Miller's point, our principals
- 24 | are meeting. They are discussing. They are working towards a
- 25 | deal. I don't have a specific timeline for that deal. If we

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

problem.

do think the Court can be of assistance in its offer to resolve or mediate any dispute or help us in discussions with any of the other parties, we will certainly reach out but we're also mindful of the admonition the Court gave earlier which is we don't want to come to you until we have something real to bring to you. We don't want to come to you prematurely. And we --THE COURT: Let me ask, Mr. Marcus and Mr. Miller, you seem to be the initial linchpin to an agreement because of the decades of dispute between the City and the County. I've been mulling over if or when the Court would intercede and request or order a mandatory settlement conference. And I think that for a long period of time there's been a discussion about State involvement and money seems to -at least from my reading -- to be flowing from the State and from the Governor. You've oftentimes spoken to me about the Federal government's involvement or noninvolvement, frankly. And this is either going to get resolved by litigation potentially or by agreement. In other words, there has to be some kind of resolution eventually in this human tragedy. One of the interesting things that's happened is --I'm not a central authority like the mayor or the governor or the chairman of the board but there's always been discussion amongst all of us about the difficulty involving homelessness and that this is a regional problem and probably a State

The Court has started to be the recipient of most of the newly filed cases including Santa Barbara, et cetera. And my colleagues have been kind enough to refer them to me and it's appreciated. So we have basically one court. There's — it's not totally unified but it now reaches Santa Barbara in terms of litigation and Los Angeles and Orange County.

I've been mulling for while if it would be worthwhile calling upon the State that the City and County have been interested in involving in a holistic way and into a mediation session that would minimally involve the State and why the Federal government wouldn't be invited to attend also. They are a key player in this but they're not only a key player in terms of money. They're a key player in terms of some of the property that's available.

So as you folks from the County and City have been leaned on, the Federal Government certainly may have some responsibility here but they've never been joined in the lawsuit. And I've heard this early on, Mr. Marcus, from you and early on, Mr. Miller, from you. That goes back quite a while about the Federal government and the State involvement.

I'm not going to do that yet. I need some phone calls from you, Mr. Miller. We can always talk about settlement. And you, Mr. Marcus, we can always talk about settlement. The phone is open. And, Ms. Sobel and Jayla Meyers and First Alliance, the one agreement we've had is we

```
1
    can always talk about settlement.
 2
              But I'm going to ask both the City and the County
    respectively -- you've told me about the expenditures. Is it
 3
    confirmed that 1,640 people died last year who are homeless?
 4
 5
    And I'd like to hear from the Intervenors because Jayla Meyers
    has consistently told me since my first meeting with her 18
 6
 7
    months or so ago that this is an undercount. In other words,
 8
    these statistics aren't the statistics that really account for
    people in hospitals, et cetera, who aren't being counted.
10
              But can I confirm that with each of you that 1,640
11
    people is the official count of this county? Mr. Miller?
12
              MR. MILLER: I don't know. I don't have that
13
    information --
14
              THE COURT: Mr. Marcus?
15
              MR. MILLER: -- at least not right now.
16
              THE COURT: Mr. Marcus?
17
              MR. MARCUS: I don't know either, Your Honor. I
18
    don't have any reason to doubt Ms. Mitchell's citation of the
19
    article but I don't know for a fact if that's true.
20
              THE COURT: Well, let's find out because you are the
21
    City and the County. So you would have the best information.
22
              Ms. Mitchell?
23
              MS. MITCHELL: Yeah. I'll call a number and I'll get
24
    it to everybody. I think it was -- 1,641 was the number.
25
              THE COURT:
                          And where did you obtain that
```

```
information?
```

- 2 MS. MITCHELL: I will pull it right now and I will 3 put it in the Chatbox.
- THE COURT: Okay. Could I see that for a moment?

 And while you're doing that, could I talk to Shayla Myers or

 Carol Sobel? Because my relationship with Carol Sobel goes

back even further than Shayla Myers.

- Ms. Sobel, you've always told me to watch out from the inception of our professional relationship that these counts are undercounted. And so I don't know that 1,640 is an accurate figure. I don't know if it's an undercount. And I'd like to have a better explanation from you or Ms. Meyers if this is an undercount and if so, why you feel that 1,641 is not necessarily accurate or it is accurate. So either one of you, please. Maybe Ms. Sobel.
- MS. SOBEL: Well, Your Honor, let me just say that I believe the information was in the *L.A. Times* and the story in the *L.A. Times* about a week or so ago. And I think I'm going to defer in part to Shayla Myers on this.

THE COURT: Okay.

MS. SOBEL: I do want to say one thing though that concerns me and I'm not attempting to blow this up. As you know, Your Honor, I spend a lot of time focused on these issues. If we are talking about a comprehensive way to address the issue of homelessness in the region and in the country and

- in the state, it can't be limited to what happens on Skid Row.

 It really can't be because that is just the most public
- 3 manifestation of a problem.

And I -- the County and the City have been working together. We all know that because we've passed Prop H and Prop H and HHH or whichever one was about -- which was about the other type of legislation. And so there are those efforts. But if you don't take into consideration the scope of the problem when you're trying to come up with these solutions, you are never going to be able to address them.

And I think back to the report that caused us to bring the *Jones* case back two decades ago now. It's almost 20 full years. And it was a report by the *Economic Roundtable* that said to the City of Los Angeles, if you do not cut off the feeder pools for homelessness, you will never address your problem.

And the feeder pools have never been cut off. That isn't to say that you don't address the problems of people on Skid Row but if we can't walk and chew gum at the same time, this is just moving around shells.

THE COURT: Ms. Meyers, can I confirm this 1,641? Is 22 that an accurate number or is it low?

MR. MARCUS: As we understand it, that's the number that's been released from the Department of Public Health. I do think one thing that's important to keep in mind with the

number that Ms. Mitchell put forward is that that number accounts for both people who are perishing who are still on the streets as well as people who are in emergency shelters and particularly congregate shelters.

I think that often is a part of what gets lost when we're talking about homelessness is that homelessness includes people who are in emergency shelters. And a significant number of people who are continuing to perish in emergency shelters, they are still homeless and in order to get out of that count, they need to become housed. Obviously, the solution to homelessness is housing and so people who are in emergency shelters still are contributing to that number.

And the other reality about this is that there is a significant COVID crisis in Los Angeles that people who are experiencing homelessness are continuing to experience and that is accounting for the vast increase in the number of people who are dying on our streets and in our congregate shelters.

But one of the reasons why we speak to the question about whether or not it's an undercount of an over-count is that it doesn't take into account the long-term health implications for people who are experiencing homelessness who are on the streets but also who are in emergency shelters who are disconnected from the resources that they need to survive on the streets.

That's one of the reasons why Intervenors joined this

```
1
    lawsuit is because a lot of the remedies that are being sought
 2
    in this case and a lot of the remedies that the City has been
    in agreement with the L.A. Alliance on are criminalization of
 3
 4
    homelessness and those kinds of things the Department of Public
 5
    Health and the U.S. Inter Council of Homelessness, Department
 6
    of Housing and Urban Development have all agreed contribute to
 7
    the increases of mortality that we're seeing on the streets and
 8
    in our shelters.
 9
              THE COURT:
                         The last question, Ms. Sobel and
10
    Ms. Myers, that I have in this area is, does this include
    homeless who die in hospitals? In other words, I'm at Hoag
11
12
    Hospital or I'm at Providence, I'm homeless, I pass away. My
13
    understanding in our settlement discussions -- or at least past
14
    litigation -- is that this does not include a large number of
15
    homeless that aren't counted who actually die in a hospital.
16
    It includes those on the street and in shelters.
17
              So let me turn for a moment to Mr. Marcus.
                                                           If you
18
    have that answer, I'd appreciate it. And then I want to turn
19
    to Mr. Miller.
20
              MR. MARCUS: I'm sorry, Your Honor. I don't know
21
    that answer.
22
              THE COURT: Mr. Miller?
23
              MR. MILLER: I don't know, Judge.
24
              THE COURT:
                          Okay. Ms. Myers?
```

I couldn't say definitively, Your Honor.

```
1
              THE COURT:
                         All right. My past experience --
 2
                         And I don't know the answer.
              MS. SOBEL:
              THE COURT: Yeah, my past experience -- and I may be
 3
 4
    incorrect and I'm subject to correction by any of you -- is
 5
    that these numbers that are accounted for are homeless who die
 6
    on the streets or in shelter, that they are not the homeless
 7
    who are dying in the hospitals which raises the count
 8
    substantially. And if I'm wrong, please correct me.
 9
    right.
10
              All right. For the City and the County, just a
11
    couple questions. You say you've taken reasonable efforts --
12
    and I'm not here to chide you. I'm here hopefully to ask just
13
    a couple questions about those efforts.
14
              Have your efforts been reasonable from your
15
    perspective, not in just money which is constantly spoken about
16
    but in results and that is concerning the sidewalks,
17
    Mr. Marcus? Because in the briefing, you went from Skid Row
18
    and pointed out the 5,000 miles of sidewalk and took this
19
    citywide. And I believe that all of you would agree that in an
20
    omnibus settlement, if we could possibly reach that, should be
21
    citywide and countywide and hopefully even regional-wide.
22
              But, Mr. Marcus, have the sidewalks been alleviated?
23
              MR. MARCUS: Your Honor, I wouldn't say that they've
24
    been alleviated. I would say that the City is doing its best to
25
    deal with the sidewalks within the confines of the Constitution
```

```
1
    and adhering to the rights in the Constitution with respect to
 2
    the people who are residing on the streets.
              THE COURT: Public schools --
 3
              MR. MARCUS: We're doing the best we can.
 4
 5
    doing as much as we can --
 6
              THE COURT: Okay.
 7
              MR. MARCUS: -- but I wouldn't say we've -- we
 8
    certainly haven't solved the problem yet but we are working
 9
    towards the problem every chance we have.
10
              THE COURT: Public school areas, Mr. Marcus?
11
              MR. MARCUS: Public school areas --
12
              THE COURT: Reasonable efforts?
13
              MR. MARCUS: Yes, Your Honor. I think we have done
14
    what we can do, again, within the confines of the law.
15
              THE COURT: Okay. Fire hazard areas. The Court
16
    wrote about the huge increase in the number of fires.
17
    Reasonable efforts by the City?
18
                           Yes, Your Honor.
                                             I think we addressed
              MR. MARCUS:
19
    those areas, again, as best we can with the resources that we
20
    have. Public safety is always the number one concern of the
21
    City when it's dealing with these issues. Is it a perfect
22
    response? No. Is it a good response or reasonable response?
2.3
    Yes, it is.
24
              THE COURT:
                          Okay. And I assume that your answer then
```

would be the same concerning parks and beaches?

```
1
              MR. MARCUS: Yes.
 2
              THE COURT: Okay. Is there any recourse for property
    owners, Mr. Miller, who have proper -- or have property
 3
    physically damaged? Mr. Miller?
 4
 5
              MR. MILLER: Yeah, I -- yeah, there's recourse
 6
    against the people that caused the damage, I suppose. Sure.
 7
              THE COURT: Mr. Marcus?
                           In this context, no, there's no recourse
 8
              MR. MILLER:
 9
    against Government --
10
              THE COURT:
                          Okay.
11
              MR. MILLER: -- for something that some individual
12
    does to cause damage to a property owner. No, the recourse is
13
    not against Government, Your Honor.
14
              THE COURT: Okay. And, Mr. Marcus?
15
                           I agree with that, Your Honor.
              MR. MARCUS:
16
    is certainly responsible for damages it may cause or that its
17
    employees may cause but it is not responsible for damages
18
    caused by third parties. The City is not a wholesale insurer
19
    of the property of all of its -- of all the people within the
20
    city. If it's something we've caused, we'll pay for that
21
    damage. If it's something somebody else has caused, that's not
22
    the City's responsibility.
23
              THE COURT: Is there anything that any of the parties
24
    would like to comment upon before the Court decides this issue
```

that might bring a meaningful mediation session between the

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

```
31
parties that extends far beyond Skid Row and far beyond the --
well, quite frankly, much of this may have gone citywide in the
complaint because of the ADA provisions and nuisance
provisions.
          But is there anything that the Court can do on your
behalf that would cause a meaningful and timely discussion
because many of those proposals that were leaked to the Los
Angeles Times without comment were very interesting to the
Court and I think very interesting to all of you.
          And it appeared that you -- the parties may have been
a long ways towards some kind of resolution and you may not
have but this is now six or seven months old and so if there is
something meaningful the Court could do, I'd like to work with
you on that. If not, then I'm ready to decide these issues.
          So, Mr. Marcus.
         MR. MARCUS: Thank you, Your Honor. Again, I don't
think --
          THE COURT:
                     That -- by the way, Mr. Marcus, that
includes inviting the Governor if you need it. In other words,
if we're really talking about regionalization, let's really
reach out. Let's be bold. That includes real regionalization
here and a holistic solution with the County. So I'm sorry for
interrupting you.
```

MR. MARCUS: I -- no problem and I appreciate the

As I stated before, I don't think it's

comments, Your Honor.

```
1
    appropriate to get into the specifics of the negotiations that
 2
    are going on currently. I will tell you, however, that the
    City does not consider this a Skid Row problem. The City does
 3
    not consider a viable solution to be limited to Skid Row.
 4
                                                                So
 5
    if that is the Court's concern, it need not be concerned.
 6
              THE COURT: Uh-huh. And, Mr. Miller?
 7
              MR. MILLER: I don't think we should get into
 8
    specifics. I mean, we're working on a proposal regarding Skid
    Row and that's, frankly, how I see this lawsuit. Obviously,
10
    the problem of people experiencing homelessness is countywide,
11
    statewide, country-wide beyond just Skid Row.
12
              So that's something -- my view of the whole
13
    settlement thing is that if Your Honor orders the Federal
14
    government or the State government in, it will just make it
15
    more difficult, more complicated.
16
              I would start small, so to speak --
17
              THE COURT:
                          Okay.
18
              MR. MILLER: -- with the City and the County and see
19
    if we can get on the same page. And then I think what I would
20
    suggest, what I would recommend is that we go to the Plaintiffs
21
    and we engage with them and we definitely will want to engage
22
    with the Court in my opinion and get the Court's help maybe
23
    through a mediation. That's how I view it but I would not
24
    inject other parties into this process at this point in time.
25
```

Okay.

THE COURT:

```
1
              MR. MILLER: I just think it will bog down.
 2
              THE COURT: All right.
              MR. MILLER: I mean, the other thing I would say,
 3
    Your Honor -- I said this before. We're doing -- the City and
 4
 5
    the County are doing a tremendous amount anyway regardless of
 6
    this lawsuit. The lawsuit is -- it's interesting and it's got
 7
    a lot of challenging issues in it and so forth but we're going
 8
    forward on a very substantial scale.
 9
              I was just looking at some of the materials that we
10
    submitted in support of the request for judicial notice. I
11
    mean, Measure H has injected $350 million per year -- and I'm
12
    not just referring to the money. And the numbers we have, I
    think it's responsible for putting 72,000 people into permanent
13
14
    housing since it began in 2017 and more than 92,000 homeless
15
    people into interim housing.
16
              So we're marching forward, lawsuit or no lawsuit.
17
    And I'd like to resolve the lawsuit, as I said before, and as
18
    much as I like litigating and I like being before Your Honor's
19
    court and so forth, I'd rather see the money spent on these
20
    people that need it. And that's where our efforts should be.
21
    We have Room Key that was successful. It began as one thing
22
    and then it morphed into another thing. There's more money
23
    forthcoming.
              One thing I'm concerned about, Your Honor, I'm told
24
    that the substantial money -- COVID money from the Government
25
```

```
1
    cannot be used to settle a lawsuit. COVID money is supposed to
 2
    be used for COVID-related reasons and I think COVID has
 3
    obviously been rampant in the homeless community. So I think
 4
    it can be used to a certain degree for that but it's not money
 5
    that can be earmarked for settling a lawsuit. So I want to be
    very careful about that. We don't want to jeopardize that
 6
 7
    money.
              THE COURT: Okay. So my takeaway is that the sooner
 8
 9
    we reach an omnibus agreement or the sooner we have an
10
    adversarial process if the case was not dismissed or portions
11
    were dismissed and portions went forward, the better for
12
    everyone?
13
              MR. MARCUS: Yes.
14
              THE COURT:
                          Okay.
15
              MR. MARCUS: I certainly agree with that.
16
              THE COURT:
                          Second, the only thing I am concerned
17
    about is while the case you say is focused on Skid Row, it
18
    seems that this has been expanded to the County and a lot of
19
    general services as well as the ADA and nuisance claims that
20
    far exceed Skid Row, that this case has now somewhat expanded
21
    to the City and to the County and is not just geographically
22
    located in Skid Row but I'll look at that and write about that.
23
              Could I have one more moment with your indulgence?
24
    And I'll be right back with you and I think --
```

Your Honor.

MS. MITCHELL:

- 1 THE COURT: Yes, please.
- 2 MS. MITCHELL: Before you go, I did email the links
- 3 | because there is no Chatbox option and the statistic is 1,612.
- 4 | I had misspoke.
- 5 **THE COURT:** Thank you.
- 6 MS. MITCHELL: So that email link is in your inbox.
- 7 THE COURT: Thank you very much, 1612. And by the
- 8 | way, I've talked to the City and the County briefly. I
- 9 | neglected First Alliance. Do you have any comment?
- 10 MS. MITCHELL: No, Your Honor. And I would say --
- 11 **THE COURT:** In other words, would mediation be
- 12 helpful at this time or not?
- 13 MS. MITCHELL: I'll submit, Your Honor.
- 14 **THE COURT:** I'm sorry?
- MS. MITCHELL: No, Your Honor. I mean, I'm listening
- 16 to the back-and-forth. I agree that I think this case has gone
- 17 beyond Skid Row. Certainly, Skid Row is sort of the epicenter
- 18 of homelessness in the entire country. So to that extent, Skid
- 19 Row is the worst example but I would agree that it has expanded
- 20 | beyond Skid Row to the extent it was ever focused on Skid Row.
- 21 THE COURT: Uh-huh. And all of you should know also
- 22 | I have a series of cases involving recreational vehicles both
- 23 | in Los Angeles and Santa Barbara that are before the Court that
- 24 have not been joined with you at the present time.
- 25 Would mediation be helpful or not, Ms. Mitchell?

1 MS. MITCHELL: I think it absolutely would be 2 helpful. I've been told for months now that there is an agreement that is happening at some point or there's 3 conversations between the City and the County that are 4 5 happening, that I would be presented with something. I haven't seen anything. I recognize the contents thereof. If I had 6 7 seen anything, it would be, obviously, confidential but I 8 haven't seen anything. So it does make sense to me to get everybody in the room and figure out what's going on. 10 would say for us, it would be helpful, yes. 11 THE COURT: All right. Give me one moment then. 12 And would you put me on mute for just a moment, 13 Karlen? 14 (A recess is taken from 9:47 a.m. to 9:49 a.m.) 15 THE COURT: Since you're already talking and 16 apparently have been talking quite a while, I'm going to reach 17 out to Mr. Miller, the phone's open. And Mr. Marcus, the 18 phone's open. And First Alliance and the Intervenors, the 19 phone is always open for settlement purposes. 20 But I'm going to call for a mandatory mediation session in this matter. And I want to give time courtesy to 21 22 the County and to the City to continue on in good faith those 23 private discussions that you've been having for quite some 24 time. 25 And, therefore, I'm going to suggest that it takes

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

be discretionary.

```
place sometime in the middle of February. So you can get back
to your respective chairpersons of the board as well as the
board members and to the president of the council and the
council members.
          And I'm wondering what the week of February 16th --
that's a Tuesday -- looks like or the following week which
would be, what, the 23rd, Karlen, Tuesday?
          THE CLERK: The next is the 22nd of February.
          THE COURT: The 22nd or the -- that's a Tuesday?
Thanks, Karlen.
          Or the 22nd. And this would me a mandatory
settlement conference because this cries out for either an
omnibus solution or a decision by the Court simply ending the
case or going forward with litigation. Eventually, my belief
is the same as yours, Mr. Miller. Somehow this has to
eventually resolve. It's a question when --
         MR. MILLER: Yeah.
          THE COURT: -- and it's one of those cases that by
litigation will still have to end up in some agreement at some
point or at least a good-faith discussion.
          And so I'm going to say either one of those dates and
if the 16th is too quick, Mr. Miller or Mr. Marcus, then I'll
schedule this on the 22nd because you have a body to go to to
talk to about this. But this will be mandatory. This will not
```

It will take place in Los Angeles and

```
1
              THE COURT: Okav. Ms. Mitchell?
 2
              MS. MITCHELL: Is the Court referring to the 15th
    which is a Tuesday or the 16th which is a Wednesday?
 3
 4
              THE COURT: I meant to have that on a Tuesday.
                                                               Ιs
 5
    Tuesday the 15th of February? My apologies.
 6
              MS. MITCHELL: Correct. It's the 15th.
 7
              THE COURT: I'm off a day. I can have it either day,
 8
    Wednesday or Tuesday.
 9
              MS. MITCHELL: Any of those dates, 15th, 16th or the
10
    following week work for me, Your Honor.
11
              THE COURT: Okay. For the Intervenors, Ms. Myers?
12
              MS. MYERS: Either of those days is fine with me,
13
    Your Honor.
14
              THE COURT: Either of those.
              I think that, Mr. Miller and Mr. Marcos, you really
15
    hold the keys to this matter because initially it has to be
16
17
    resolved between the City and the County on some of these
18
    traditional issues that have occurred. And so once again, I'm
19
    humbly asking each of you which is the best date because you
20
    have to go to the president of the council and you have to go
21
    to the chairman of the board.
22
              MR. MILLER: Your Honor, I don't think we need a
23
    mandatory mediation with the City. We're having very
24
    productive, good progress, good rapport. That's the report I
```

get back at least.

```
1
              THE COURT: Okay.
 2
                           I don't think we need that. I think
              MR. MILLER:
    what we've got to do is just -- Mr. Marcus and I just have to
 3
 4
    bring it to a conclusion and that's where we're headed --
 5
              THE COURT: Yes, you do.
 6
              MR. MILLER: -- and then we'll bring it to the
 7
    Plaintiffs. The Plaintiffs will say "Yes" or "No" and if the
 8
    Plaintiffs say, no, this isn't going to do it for us, then I
 9
    think we do -- we will need a mediation.
10
              THE COURT: But we need some timeframe. This has
11
    been going on so long, frankly, Mr. Miller, with the belief
12
    that we were moving forward in some manner, even a rejection or
13
    an acceptance. It's been going on too long and as you say,
14
    it's time to either resolve this or to move forward.
              So I'm going to set this for February 22nd. I think
15
16
    your matter is in front of Judge Walter. I'll work with Judge
17
    Walter if you're in litigation. We'll have to do something
18
    else. But -- or I can set it the 15th, your choice.
19
              MR. MILLER: Well, I don't want to -- I'm the lead
20
    counsel in this -- it's a big case.
21
              THE COURT: I know but now I'm asking for a --
22
    Mr. Miller, now I'm asking for a decision. I hear the
23
    problems. Which date?
24
              MR. MILLER: 15th, Your Honor.
```

Let's do this. I'm going to set this so

THE COURT:

4

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

so I build a wall.

```
1
   that a colleague isn't inconvenienced for Tuesday, February
   15th, mandatory settlement conference. And I'm going to watch
   the COVID rate obviously. Unfortunately -- or fortunately,
3
   that may have to be by Zoom with some of the folks. Otherwise,
5
   it may be in person. I'm going to reach out to Judge Birotte
```

And I would suggest that by February 10th, hopefully, that would give you enough time, Mr. Miller and Mr. Marcus, to consult and see if there's a possibility of reaching that initial agreement between the City and the County before the mandatory settlement conference takes place.

If that's settled, then that may change the timeline. If you come to the Court and represent that those issues have been settled, then we may move that back a week or so or a month or whatever we need in this period of time to try to have a meaningful settlement conference. And that may then call for private negotiation without Judge Birotte or this Court being involved and initially reaching out without the Court's involvement to First Alliance and to the Intervenors.

So the 10th appears to the Court to be a reasonable If all of you stipulate to different dates, I will certainly accept those but the mandatory settlement conference now will take place on February 15th and I'll hold these motions in abeyance.

> All right. Counsel, I want to thank you very much

```
42
    for your courtesy. I hope all of you are well. I hope your
1
    families are well and all those who you associate with are
2
 3
    well. Good day.
          (Proceeding adjourned at 9:58 a.m.)
 4
5
 6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
```

CERTIFICATION

I certify that the foregoing is a correct transcript from the electronic sound recording of the proceedings in the above-entitled matter.

Join 1 Julian

January 24, 2022

Signed

Dated

TONI HUDSON, TRANSCRIBER