

Ordinance 240553

American Rescue Plan Act (ARPA)

Tuesday, July 16, 2024

Finance, Governance and Public Safety Committee



History

- American Rescue Plan Act (ARPA) State and Local Government Fiscal Recovery Fund was designed to provide relief to governments impacted by the effects of the COVID-19 pandemic
 - The City received its ARPA award in two (2) tranches:
 - **Tranche 1:** May 20, 2021 - \$97,388,188
 - **Tranche 2:** June 21, 2022 - \$97,388,188
- | | |
|----------------------|----------------------|
| Subtotal | \$194,776,376 |
| Add: Interest Earned | <u>\$1,807,631</u> |
| Total | <u>\$196,584,007</u> |

Description	Total
Revenue Replacement	\$ 96,960,738
Housing Trust Fund	25,000,000
Employee Compensation	18,900,000
ReBuild KC	17,729,800
Recycling Carts and Refuse Collection	9,538,139
Health Department	9,063,359
IT/Cyber Security Modernization	5,558,745
Unhoused Services	3,000,000
Water Department - Street Sweeper	2,200,000
Dangerous Building Demolition	2,000,000
Administration	1,473,226
Assistance to Non-Profit	1,460,000
Parade Park Public Improvements	1,400,000
Nuisance Abatement	1,000,000
Small Business Recovery	500,000
Broadband	500,000
Land Bank Mowing	300,000
Total	\$ 196,584,007

American Rescue Plan Act Appropriations

ARPA Rules and Recommendation

- All funds must be obligated by **December 31, 2024**
 - Funds not obligated by that date must be returned to the Dept. of Treasury
- Estimated Unobligated Amount: **\$2.77 million**
 - Recommendation
 - Use unobligated funds to cover costs associated with trash carts
 - Result will be that all grant funds will be obligated by the deadline and capacity in the General Fund would be freed up for other uses

Recommended Reallocation

ARPA



**Employee Compensation
(COVID Medical/Work Comp)**
\$1,470,863



Unhoused
\$600,000



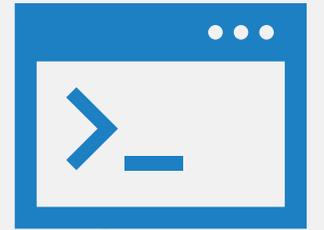
ReBuild KC
\$702,000



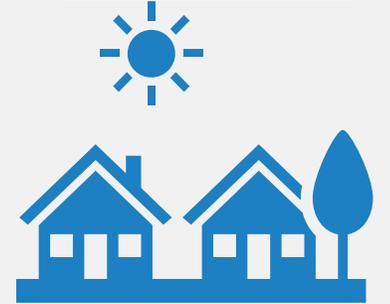
Trash Carts
\$2,772,863

GENERAL FUND

**Street
Outreach
Software**
\$250,000



**Neighborhood
Empowerment**
\$702,000



Fund Balance
\$1,820,863



Ordinance No. 240553

- Implements the recommended reallocation
 - Reduces ARPA Fund appropriations by \$2.8 million and replaces with a \$2.8 million appropriation for trash carts
 - Reduces General Fund appropriations by \$2.8 million (trash carts) and appropriates to:
 - Unhoused (software) - \$250,000
 - Neighborhood Empowerment - \$702,000

Ordinance No. 240553 (cont'd)

- Authorizes Director of Finance to allocate future ARPA funding that may be unspent by the deadline
 - Can replace with trash cart expenditures
 - Frees up unrestricted funds in General Fund
 - Further Council action required to expend General Fund dollars

Hyperlink



Resident Satisfaction Survey – May 2024

The maintenance of city streets, sidewalks, and infrastructure.

- Maintenance of city streets
- Condition of sidewalks in the City
- Maintenance of streets in neighborhoods

Neighborhood Services (e.g., code enforcement, property preservation, animal control)

- Enforcing the clean-up of trash and debris on private property
- Demolishing vacant structures that are in the dangerous building inventory

Questions?

