

American Rescue Plan Act (ARPA) Projects Update

Finance Committee

June 26, 2024

American Rescue Plan Act of 2021

- American Rescue Plan Act (ARPA) Signed Into Law March 11, 2021
 - \$1.9 Trillion Total
 - \$350B to states and local governments
 - \$65B to counties
 - \$65B to cities
- Local Fiscal Recovery Funds - Payments to Local Governments
 - First tranche - 60 days after enactment
 - Second tranche - 12 mo. after first tranche
- **San Leandro Allocation - \$18.6M**
 - First tranche received in FY20-21
 - Second tranche received in FY21-22





ARPA FUNDING

Eligible Uses

- COVID-19 Response or Negative Economic Impact
- Premium Pay for Essential Workers
- Revenue Recovery
- Infrastructure Investments



ARPA FUNDING

Ineligible Uses

- Fund pension deposits
- Replenish reserves/rainy day funds
- Pay for debt service payments, legal settlements, or judgements
- Offset reductions in taxes

Spending Timeframe and Compliance

- Eligible Costs Timeframe
 - Covered period is March 3, 2021-December 31, 2024
 - Costs must be encumbered by **December 31, 2024**
 - Expended by **December 31, 2026** if funds are obligated by December 31, 2024
- Compliance and Reporting Requirements
 - Funds are subject to audit
 - Quarterly expenditure report submission





Tracking Progress

- Staff performs regular reviews of all ARPA-funded projects for progress and feasibility
- Focus on present conditions and priorities
- Changed conditions or new information may necessitate reallocations
- Updates are brought to Finance Committee and City Council

Approved Funding Allocations

Spending Category	Appropriation
Community and Economic Recovery	\$ 2.1 M
Community Health and Safety	\$ 5.2 M
Human Services	\$ 3.0 M
Infrastructure Enhancements	\$ 1.7 M
Capital Projects and Other Projects	\$ 6.6 M
Total	\$ 18.6 M

Funding Status

Status	Amount	Percentage
Expended	\$ 11.3 M	61%
Encumbered	\$ 2.5 M (\$ 1.4 M soon to be added)	13% (21% soon)
Available Balance	\$ 4.8 M (\$ 1.4 M encumbrances underway)	26% (18% soon)
TOTAL	\$ 18.6 M	

Projects with Significant Balances

- Beautify San Leandro: \$1,102,472
 - New project this year
 - Coordination of 3 departments with plan to have encumbrances by end of year
- Volunteer San Leandro: \$243,142
 - New project this year
 - Plan to have encumbrances by end of year
- Lake Chabot Road Stabilization: \$583,844
 - Evaluation process underway for design contract
 - Should be encumbered in Fall 2024
- City Technology Infrastructure: \$428,831
 - New project this year
 - Finalizing project scope for encumbrance in Fall 2024
- Traffic Operations Center: \$586,387
 - New project this year
 - Finalizing project scope for encumbrance in Fall 2024

Questions and Comments