



PROPOSED RECOVERY PLAN – ARPA FUNDING

October 11, 2021

City Council Meeting

Proposed Recovery Plan - American Rescue Plan Act (ARPA) Funding

Overview

- ARPA Funding Overview
- Proposed Funding Allocations

ARPA FUNDING OVERVIEW



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**
 - ▣ \$9.3M received in May 2021
- **U.S. Treasury Guidelines**
 - ▣ Issued in May 2021
 - ▣ More updates are expected



Eligible Uses of ARPA Funding

□ COVID-19 Response

- ▣ Services to contain and mitigate COVID-19
- ▣ Behavioral healthcare services including crisis intervention, mental health/substance abuse treatments, and services to promote access to social services

□ Negative Economic Impact

- ▣ Assistance to households
- ▣ Support for small businesses and nonprofits
- ▣ Support to impacted industries such as tourism, travel, and hospitality sectors

Eligible Uses of ARPA Funding

□ Premium Pay for Essential Workers

- ▣ Can be used retroactively
- ▣ Offering additional support to those who will bear the greatest health risks (workers at food production facilities, grocery stores, janitors/sanitation workers, warehouse workers, truck drivers, etc.)

□ Revenue Recovery

- ▣ Government services – directly provide services or aid to citizens
- ▣ Infrastructure including maintenance
- ▣ Fire, police, or public safety

Note: This is a more flexible funding category

Eligible Uses of ARPA Funding

- **Investments in Water, Sewer, and Broadband Infrastructure**
 - Make necessary improvements to support vital clean water, wastewater, and stormwater infrastructure
 - Build broadband infrastructure with modern technology providing reliable download and upload speeds
 - Assist household to support internet access or digital literacy



Ineligible Uses and Timeframe

□ Ineligible Uses

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

□ Eligible Costs Timeframe

- ▣ Covered period is March 3, 2021-December 31, 2024
- ▣ Costs can be incurred by **December 31, 2024, or December 31, 2026** if funds are obligated by December 31, 2024

□ Compliance and Reporting Requirements

- ▣ Funds are subject to audit
- ▣ Quarterly expenditure report submission

PROPOSED FUNDING ALLOCATIONS



Key Principles for Utilizing Funds

- ▣ Recover lost revenues first ✓
- ▣ Maximize investments for the community
- ▣ Assess City operations and community needs
- ▣ Meets City Council priorities
- ▣ Partner with nonprofits and other organizations
- ▣ Use one-time funding for one-time expenditures
- ▣ Use restricted resources first



Proposed Funding Allocations

- Reflect short-term community and economic recovery efforts
- Focus on long-term sustainable investments in San Leandro
- Align with community values
- Consideration of residential rental assistance from the County - \$62M

Spending Category	Proposed Allocation (in millions)
Fiscal Year 2022 Budget Allocation	\$ 6.7
Community Health and Safety	6.4
Human Services	1.6
Community and Economic Recovery	1.2
Infrastructure Enhancements	2.7
Total	\$ 18.6

***\$11.9M in unallocated balance
for Council consideration***

Community Health and Safety

- **\$6.4 million in funding allocation**
- **8 projects and programs**

Program/Project	Description	FY 2021-22 Proposed Allocation	FY 2022-23 Proposed Allocation	Total	Use of Recovered Revenue
Emergency Preparedness and Response	Training and emergency supplies for Community Emergency Response Teams	125,000		125,000	125,000
COVID Oversight	Staffing support for COVID prevention and safety processes and protocols	35,000	29,984	64,984	
Public Facility HVAC and Air Filtration Upgrades	System upgrade to prevent COVID-19 transmission and enhance cooling center functionality	1,900,000	1,900,000	3,800,000	100,000
Citywide Ambassador Program (Pilot)	Deployment of security aids citywide and feasibility of mobile neighborhood watch program	125,000	125,000	250,000	250,000

Community Health and Safety (Cont'd)

Program/Project	Description	FY 2021-22 Proposed Allocation	FY 2022-23 Proposed Allocation	Total	Use of Recovered Revenue
Clean Streets Team	Hire homeless and low-income individuals to help beautify the community and provide them with the resources to rebuild their lives	400,000	400,000	800,000	
Enhanced Street Cleanliness	Citywide cleaning programs and educational campaign for litter prevention	800,000	275,000	1,075,000	1,075,000
Tree Master Plan	Linking the Tree Master Plan to the Climate Action Plan to access grant funding for Green projects	200,000		200,000	200,000
Soft Story Retrofit	Feasibility study to develop a framework for outreach and ordinance creation	100,000		100,000	100,000
Total		3,685,000	2,729,984	6,414,984	1,850,000

Human Services

- **\$1.6 million in funding allocation**
- **7 projects and programs**

Program/Project	Description	FY 2021-22 Proposed Allocation	FY 2022-23 Proposed Allocation	Total	Use of Recovered Revenue
Food Insecurity Support	Provide nutritious food to San Leandro residents	100,000		100,000	
Domestic Violence Programs	Support services for individuals affected by domestic violence	200,000		200,000	
Expanded Homeless Outreach Team Services	Outreach funding for staff, case managers, and community based organization partners	50,000		50,000	
Long-term Navigation Center	Funding for acquisition and rehabilitation/construction	750,000		750,000	

Human Services (Cont'd)

Program/Project	Description	FY 2021-22 Proposed Allocation	FY 2022-23 Proposed Allocation	Total	Use of Recovered Revenue
RV Safe Parking Lot (Pilot)	Partner with non-profit organizations to provide an interim safe parking location for individuals and families	200,000		200,000	
Investment in Youth Programs	Funding for at-risk youth programs and a comprehensive intern/mentor youth program	50,000	50,000	100,000	100,000
Additional Covid-related ARPA Grants for San Leandro Non-profits	Grants for San Leandro community-based organizations to address the impacts of COVID-19	150,000		150,000	
Total		1,500,000	50,000	1,550,000	100,000

Community and Economic Recovery

- **\$1.2 million in funding allocation**
- **6 projects and programs**

Program/Project	Description	FY 2021-22 Proposed Allocation	FY 2022-23 Proposed Allocation	Total	Use of Recovered Revenue
Recovery Plan Administration and Assistance	Funding for program administration	49,500		49,500	
Economic Development Strategic Plan Update	Strategic plan update to support economic development		75,000	75,000	75,000
Housing Counseling/Fair Housing Support	Additional funding for landlord-tenant counseling, fair housing/housing discrimination services, and legal aid	20,000	20,000	40,000	

Community and Economic Recovery (Cont'd)

Program/Project	Description	FY 2021-22 Proposed Allocation	FY 2022-23 Proposed Allocation	Total	Use of Recovered Revenue
Commercial Relief Grants	Grants for needy commercial tenants to repay past due rent	750,000		750,000	
Small Business Technical Assistance	Assistance to businesses in areas related to business models, physical setup, online presence, etc.	100,000	125,000	225,000	
Shop Local/Reopening Marketing	Implement "buy local" campaigns	50,000	50,000	100,000	
	Total	969,500	270,000	1,239,500	75,000

Infrastructure Enhancements

- ❑ **\$2.7 million in funding allocation**
- ❑ **2 projects and programs**

Program/Project	Description	FY 2021-22 Proposed Allocation	FY 2022-23 Proposed Allocation	Total	Use of Recovered Revenue
Digital Divide and Broadband Infrastructure Enhancements	Invest in broadband infrastructure to help underserved households and create business connectivity	1,700,000		1,700,000	
Storm Drainage Improvements	Install trash collection devices at various locations throughout the City	1,000,000		1,000,000	
	Total	2,700,000	-	2,700,000	-

Next Steps



Recovery Plan
Budget Adoption in
November 2021

Project and
Program
Implementation

Updates to the
City Council and
Community

Questions and Feedback

