



CITY of CALABASAS

CITY COUNCIL AGENDA REPORT

DATE: JUNE 24, 2021

TO: HONORABLE MAYOR AND COUNCILMEMBERS

FROM: KINDON MEIK, CITY MANAGER

SUBJECT: RECOMMENDATION TO APPROVE AN EXPENDITURE PLAN FOR MONIES RECEIVED FROM THE AMERICAN RESCUE PLAN ACT'S CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUND

MEETING

DATE: JUNE 29, 2021

SUMMARY RECOMMENDATION:

Approve an expenditure plan for the use of funds received from the American Rescue Plan Act (ARPA) of 2021.

BACKGROUND:

The American Rescue Plan Act was signed by President Biden on March 11, 2021. As part of the stimulus package, \$65 billion was allocated to cities and towns across the nation. Most recent estimates indicate that the City of Calabasas will receive a total of approximately \$5.7 million. Funds will be distributed in FY 2021-2022 and FY 2022-2023 and it is anticipated that the City will receive equal installments of roughly \$2,850,000 each of the two years. ARPA monies must be spent by December 31, 2024.

The US Department of the Treasury has outlined that ARPA funds can be used to:

- Support public health expenditures
- Address negative economic impacts caused by the public health emergency
- Replace lost public sector revenue,
- Provide premium pay for essential workers,

- Invest in water, sewer, and broadband infrastructure

Based on the eligible uses of the funds, staff recommends the following allocations:

Recovery of City of Calabasas lost revenues (ex. transient occupancy tax, membership fees, canceled events from March 2020 to December 2024)		\$2,000,000
AHCCC roof replacement, new HVAC units, and facility repairs		\$2,250,000
Contribution to the Calabasas Chamber of Commerce (approved)		\$50,000
Drainage/catch basin repair at drive approach to Creekside facility		\$55,000
Culvert repair at Headwaters Corner		\$45,000
Sewer line installation/connection at Headwaters Corner		\$200,000
Sewer line installation/connection at Grape Arbor Park		\$200,000
Total		\$4,800,000

Staff requests direction on the potential expenses shown below:

Hazard/hero pay for Calabasas grocery workers		\$167,000
Small business support (further assistance to the Calabasas Chamber of Commerce, loans, grants, and in-kind assistance for operation continuity to local businesses)		\$500,000
Calabasas Film Festival (request to Council)		\$100,000
Services and support to unhoused individuals		\$250,000
Rebuilding public sector capacity (re-hiring of staff, payroll benefits, reimbursement of unemployment costs)		\$150,000
Upgrade TV master channel for Council and Commission meetings and replacement to camera/robotics in City Council chambers		\$125,000
Total		\$1,292,000

FISCAL IMPACT/SOURCE OF FUNDING:

All expenses included in the expenditure plan will be funded through ARPA monies.

REQUESTED ACTION:

Approve the proposed an expenditure plan for the use of ARPA funds.

ATTACHMENT:

None