



City of Arts & Innovation

City Council Memorandum

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TO: HONORABLE MAYOR AND CITY COUNCIL DATE: AUGUST 4, 2020

FROM: CITY MANAGER'S OFFICE WARDS: ALL

**SUBJECT: FINAL CONSIDERATION OF THE REVISED EXPENDITURE PLAN FOR
CORONAVIRUS AID, RELIEF, AND ECONOMIC SECURITY ACT FUNDING
FROM THE STATE OF CALIFORNIA TOTALING \$27,991,888 –
SUPPLEMENTAL APPROPRIATION**

ISSUE:

Approve the revised Expenditure Plan for Coronavirus Aid, Relief, and Economic Security Act funding from the State of California totaling \$27,991,888.

RECOMMENDATIONS:

That the City Council:

1. Review and provide input on the revised Expenditure Plan for CARES Act funding;
2. Approve the revised Expenditure Plan for CARES Act funding;
3. Upon receipt of the funds, authorize an increase in revenue and offsetting expenditures in the amount of \$27,991,888, to accounts to be established by the Finance Department;
4. Adopt the attached Resolution waiving the competitive procurement requirements of Purchasing Resolution No. 23256;
5. Grant the City Manager, or his designee, the flexibility to reallocate funds from the proposed Expenditure Plan to other similar and eligible uses should feasibility or timeliness concerns arise; and
6. Authorize the City Manager, or his designee, to negotiate and execute all agreements, contracts and documents related to implementation of the approved Expenditure Plan for CARES Act funding, including making minor non-substantive changes.

BACKGROUND:

On July 21, 2020, the City Council considered the proposed Expenditure Plan for Coronavirus Aid, Relief, and Economic Security (CARES) Act funding from the State of California (attachment

1). Following discussion, the City Council directed the report be presented for final consideration on August 4, 2020 and that staff engage the community through a confidential online survey to solicit input on the community's most pressing needs.

DISCUSSION:

City staff will draft and post a confidential online survey to help inform further discussion on how best to allocate the CARES Act funding, soliciting input on the community's most pressing needs. The survey will be posted to the City's website on Friday, July 24, 2020, and will be advertised through the City's various social media platforms to encourage as many responses as possible from the City's residents. The survey will close on July 29, 2020, and responses to the survey will be posted to the City's website and be incorporated as Attachment 2 of this staff report. City staff will use the results of the survey as a basis to inform revisions to the proposed CARES Act Expenditure Plan (Attachment 3) that will be presented for the City Council's consideration on August 4, 2020.

FISCAL IMPACT:

The fiscal impact of the revised Expenditure Plan for CARES Act funding totals \$27,991,888. Upon receipt of the funds, the Finance Department will increase revenue by such an amount in accounts to be established, and appropriate such funds in the same amount. The Department of Finance has indicated the City will receive its allocation in installments, with the first allocation being one-sixth of the total allocation amount. Funds not expended within the timeframe will be required to be returned to the State.

Prepared by: Moises Lopez, Deputy City Manager
Certified as to
availability of funds: Edward Enriquez, Chief Financial Officer/Treasurer
Approved by: Al Zelinka, FAICP, City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachments:

1. City Council Staff Report – July 21, 2020 – Proposed Expenditure Plan for Coronavirus Aid, Relief, and Economic Security (CARES) Act funding from the State of California totaling \$27,991,888 – Supplemental Appropriation
2. Results of Community Survey*
3. Revised Expenditure Plan for CARES Act Funding**
4. Resolution

* Attachment 2 will be posted on Friday, July 31, 2020

** Attachment 3 will be posted on Friday, July 31, 2020, following consideration of the results of the community survey