

## IMPACT STATEMENT

**Legislation title:** \*Amend the FY21-22 adopted budget, accept the award of \$207,895,373, appropriate \$63,591,652 in American Rescue Plan Act (ARPA) Local Fiscal Recovery Funds, and delegate authority to the Program Bureau Directors to execute contracts and agreements funded under the program. (Ordinance).

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**Presenter name:** Tom Rinehart, Chief Administrative Officer

### **Purpose of proposed legislation and background information:**

- On March 12, 2021, H.R. 1319 American Rescue Plan Act (ARPA), which provides \$1.9 trillion in spending and tax benefits related to the continuing health and economic impacts of the Coronavirus pandemic, was signed by President Joseph Biden.
- On May 10, 2021, the City of Portland submitted certification documents for the City's total allocation of \$207,895,373 in ARPA Local Fiscal Recovery Funds (LFRF) from the United States Department of the Treasury. The City received the first disbursement of \$103,947,687 on May 19, 2021 and is expected to receive a second, equal disbursement in 2022.
- On June 9, 2021, City Council adopted the City Budget for Fiscal Year 2021-22, which appropriated \$40,356,035 in funding from the first disbursement of ARPA LFRF.
- In March 2021, the City established the Economic Relief and Stabilization Coordinating Committee (ERSCC) to consider and propose an investment package to meet our community's highest and most pressing needs as determined by community and Council.
- The ERSCC received input and feedback on relief and stabilization investment priorities from diverse groups engaged on topics related to economic recovery, houselessness, and housing stability. The key investment priorities, as reflected in the investment package, are household stabilization, business and commercial district stabilization, community health and safety, and community-based partner organization stabilization.
- This legislation accepts the award of \$207,895,373, appropriates \$63,591,652 in ARPA LFRF, and delegates authority to City bureau directors to execute contracts and agreements funded under the program.

### **Financial and budgetary impacts:**

- The legislation accepts an award of \$207,895,373 and appropriates \$63,591,652 in American Rescue Plan Act Local Fiscal Recovery Funds into the FY2021-22 budget.
- This ordinance does not add any positions, but positions may be created to implement the programs that are funded. Any positions added based on the funding appropriated in this ordinance will be limited term positions due to the one-time nature of the funds.

- Any changes to interagency agreements, intergovernmental agreements, memoranda of understanding, or other contracts are one-time.

**Community impacts and community involvement:**

- In March 2021, Mayor Wheeler directed the City's Chief Administrative Officer and the Executive Director of Prosper Portland to co-convene the Economic Relief and Stabilization Coordinating Council to assist with making recommendations on how to allocate the ARPA Local Fiscal Recovery Funds.
- The ERSCC received input from multiple tables regarding economic recovery and housing stability that informed the guiding principles and priorities for the first round of the ARPA LFRF funds.
- The Guiding Principles that the ERSCC adopted include a focus on putting resources into the hands of Portlanders for relief and stabilization, as well as grounding the process and priorities in the City's core values of anti-racism, equity, in-language access, and transparency to ensure benefits for BIPOC communities and the most vulnerable Portlanders.
- The relief and stabilization priorities for the first round of ARPA funding based on input from community engaged tables are household stabilization including houselessness response and housing stability, business and commercial district stabilization, community health and safety, and community-based partner organization stabilization.
- The ERSCC received proposals for the ARPA funds from City Council offices and Bureau directors that were informed by diverse community engagement representing the participation of hundreds of Portlanders.
- The proposals received by the ERSCC were screened with an equity lens by the Office of Equity and Human Rights to ensure that funds are focused on equitable outcomes.

**100% Renewable Goal:**

Not applicable.

**Budgetary Impact Worksheet****Does this action change appropriations?**

- ☐ **YES:** Please complete the information below.
- ☐ **NO:** Skip this section

| Fund  | Fund Center | Commitment Item | Functional Area | Funded Program | Grant   | Sponsored Program | Amount    |
|-------|-------------|-----------------|-----------------|----------------|---------|-------------------|-----------|
| 21702 |             | 441100          |                 | Non-           | MF00001 |                   | 3,500,000 |

|            |                |        |      |                    |              |  |                |
|------------|----------------|--------|------|--------------------|--------------|--|----------------|
| 3          |                |        |      | <i>program</i>     | 8            |  |                |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 780,000        |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 765,000        |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 250,000        |
| 21702<br>3 | MFSA00004<br>1 | 441100 | CDSA | <i>Non-program</i> | MF00001<br>8 |  | 36,361,65<br>2 |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 425,000        |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 5,035,000      |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 13,800,00<br>0 |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 75,000         |
| 21702<br>3 |                | 441100 |      | <i>Non-program</i> | MF00001<br>8 |  | 2,600,000      |
| 21702<br>3 |                | 529000 |      | <i>Non-program</i> | MF00001<br>8 |  | 3,500,000      |
| 21702<br>3 |                | 529000 |      | <i>Non-program</i> | MF00001<br>8 |  | 780,000        |
| 21702<br>3 |                | 529000 |      | <i>Non-program</i> | MF00001<br>8 |  | 765,000        |

|            |                |        |      |                 |              |  |                |
|------------|----------------|--------|------|-----------------|--------------|--|----------------|
|            |                |        |      |                 |              |  |                |
| 21702<br>3 |                | 529000 |      | Non-<br>program | MF00001<br>8 |  | 250,000        |
| 21702<br>3 | MFSA00004<br>1 | 529000 | CDSA | Non-<br>program | MF00001<br>8 |  | 36,361,65<br>2 |
| 21702<br>3 |                | 529000 |      | Non-<br>program | MF00001<br>8 |  | 425,000        |
| 21702<br>3 |                | 529000 |      | Non-<br>program | MF00001<br>8 |  | 5,035,000      |
| 21702<br>3 |                | 529000 |      | Non-<br>program | MF00001<br>8 |  | 13,800,00<br>0 |
| 21702<br>3 |                | 529000 |      | Non-<br>program | MF00001<br>8 |  | 75,000         |
| 21702<br>3 |                | 529000 |      | Non-<br>program | MF00001<br>8 |  | 2,600,000      |
|            |                |        |      |                 |              |  |                |
|            |                |        |      |                 |              |  |                |