

**Agenda Sheet for City Council:****Committee:** Finance & Administration **Date:** 04/22/2024**Committee Agenda type:** Discussion**Date Rec'd**

4/2/2024

Clerk's File #

ORD C36520

Renews #**Cross Ref #****Council Meeting Date:** 05/13/2024**Submitting Dept**

ACCOUNTING & GRANTS

Project #**Contact Name/Phone**

MATT BOSTON 625-6820

Bid #**Contact E-Mail**

MBOSTON@SPOKANECITY.ORG

Requisition #**Agenda Item Type**

Special Budget Ordinance

Council Sponsor(s)

BWILKERSON ZZAPPONE

Agenda Item Name

5600 - SBO ARPA ALLOCATION

Agenda Wording

An ordinance amending Ordinance No. C36467, passed by the City Council November 27, 2023, and entitled, "An ordinance adopting the Annual Budget of the City of Spokane for 2024, making appropriations to the various funds of the City of Spokane govern

Summary (Background)

This SBO would reallocate funding from various projects identified in a ARPA funding claw back exercise and toward the following projects in the below amounts: \$2,650,000 is provided solely to support a new housing model. \$1,800,000 is provided solely to ensure adequate addiction treatment facilities. \$ 484,809.36 is provided solely to for the purpose of Childcare Center Capital Projects.

Lease? NO

Grant related? YES

Public Works? NO

Fiscal Impact

Approved in Current Year Budget? YES

Total Cost \$ 4.93 million

Current Year Cost \$ 0

Subsequent Year(s) Cost \$ 0

Narrative

ARPA encumbrances must be set by the end of 2024.

Amount**Budget Account**

Neutral \$ 4.93 M

1425-various

Neutral \$

#

Neutral \$

#

Select \$

#

\$

#

\$

#

Council Briefing Paper

Finance & Administration Committee

Committee Date	4/22/24
Submitting Department	Finance
Contact Name	CP Wilkerson
Contact Email & Phone	bwilkerson@spokanecity.org
Council Sponsor(s)	CP Wilkerson, CM Zappone
Select Agenda Item Type	<input checked="" type="checkbox"/> Discussion Time Requested: 10min
Agenda Item Name	Special Budget Ordinance – ARPA Reallocation
Grant Item	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Proposed Council Action	<input checked="" type="checkbox"/> Approval to proceed to Legislative Agenda
<p>Summary</p> <p>What is the specific purpose or need for the budget adjustment?</p> <p>What changes or developments have triggered this request?</p>	<p>This SBO would reallocate funding from various projects identified in a ARPA funding claw back exercise and toward the following projects in the below amounts:</p> <p>\$2,650,000 is provided solely to support a new housing model.</p> <p>\$1,800,000 is provided solely to ensure adequate addiction treatment facilities.</p> <p>\$ 484,809.36 is provided solely to for the purpose of Childcare Center Capital Projects.</p>
<p>Fiscal Impact</p> <p>Approved in current year budget? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> N/A</p> <p>Total Cost: <u>Reallocation of \$TBD</u></p> <p>Current year cost:</p> <p>Subsequent year(s) cost:</p> <p>Funding Source <input checked="" type="checkbox"/> One-time <input type="checkbox"/> Recurring <input type="checkbox"/> N/A</p> <p>Specify funding source: Grant</p> <p>Is this funding source sustainable for future years, months, etc? ARPA encumbrances must be set by the end of 2024.</p> <p>Expense Occurrence <input checked="" type="checkbox"/> One-time <input type="checkbox"/> Recurring <input type="checkbox"/> N/A</p> <p>Other budget impacts: (revenue generating, match requirements, etc.) ARPA encumbrances must be set by the end of 2024 to be spent by end of 2026.</p>	
<p>Operations Impacts (If N/A, please give a brief description as to why)</p> <ul style="list-style-type: none"> • What are the net impacts this adjustment will have on the specifically affected line items? Increased investment in health, human services, and accessibility to create an overall vibrant, clean and safe community. • What operational changes will occur because of this adjustment? This list is more manageable for staff and has a greater likelihood to be encumbered by end of year. 	

- What are the potential risks or consequences of not approving the budget adjustment?
If not encumbered by end of year, the potential risk is ARPA funds needing to be returned to Treasury.
- Describe how this proposal aligns with current City Policies, including the Comprehensive Plan, Sustainability Action Plan, Capital Improvement Program, Neighborhood Master Plans, Council Resolutions, and others?
This proposal aligns with the City to deliver efficient services and facilitate economic opportunity and enhance the quality of life for its residents.

What current racial and other inequities might this special budget ordinance address?

These initiatives assist the unhoused, addicted, indigent and those struggling to provide the broadband utility to their households.

ORDINANCE NO C36520

An ordinance amending Ordinance No. C36467, passed by the City Council November 27, 2023, and entitled, "An ordinance adopting the Annual Budget of the City of Spokane for 2024, making appropriations to the various funds of the City of Spokane government for the fiscal year ending December 31, 2024, and providing it shall take effect immediately upon passage," and declaring an emergency.

WHEREAS, subsequent to the adoption of the 2024 budget Ordinance No. C36467, as above entitled, and which passed the City Council November 27, 2023, it is necessary to make changes in the appropriations of the American Rescue Plan Fund which changes could not have been anticipated or known at the time of making such budget ordinance; and

WHEREAS, this ordinance has been on file in the City Clerk's Office for five days; - Now, Therefore,

The City of Spokane does ordain:

Section 1. That in the budget of the American Rescue Plan Fund, and the budget annexed thereto with reference to the Fund, the following changes be made:

- 1) Reallocate part of the appropriation of \$60,000 that was previously allocated for the purpose of ADU Permits.
- 2) Reallocate part of the appropriation of \$50,000 that was previously allocated for the purpose of Chief Recruitment.
- 3) Reallocate the appropriation of \$1,181,190.49 that was previously allocated for the purpose of Projects of City Wide Significance.
- 4) Reallocate the appropriation of \$74,811.42 that was previously allocated for the purpose of EV Stations.
- 5) Reallocate the appropriation of \$1,793,921.82 that was previously allocated for the purpose of the Municipal Court Justice Building.
- 6) Reallocate the appropriation of \$1,300,000 that was previously allocated for the purpose of Youth Behavioral Health.
- 7) Decrease appropriation by \$474,885.63.
 - A) Of the decreased appropriation, \$474,885.63 is removed solely from other miscellaneous charges.
- 8) Of the reallocated appropriation, \$2,650,000 is provided solely to support a new housing model.
- 9) Of the reallocated appropriation, \$1,800,000 is provided solely to ensure adequate addiction treatment facilities.
- 10) Of the reallocated appropriation \$ 484,809.36 is provided solely to for the purpose of Childcare Center Capital Projects.

Section 2. It is, therefore, by the City Council declared that an urgency and emergency exists for making the changes set forth herein, such urgency and emergency arising from the need to re-allocate ARPA funding for other purposes, and because of such need, an urgency and emergency exists for the passage of this ordinance, and also, because the same makes an appropriation, it shall take effect and be in force immediately upon its passage.

Passed by the City Council on _____

Council President

Attest:

Approved as to form:

City Clerk

Assistant City Attorney

Mayor

Date

Effective Date