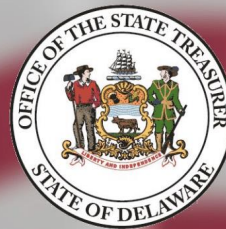
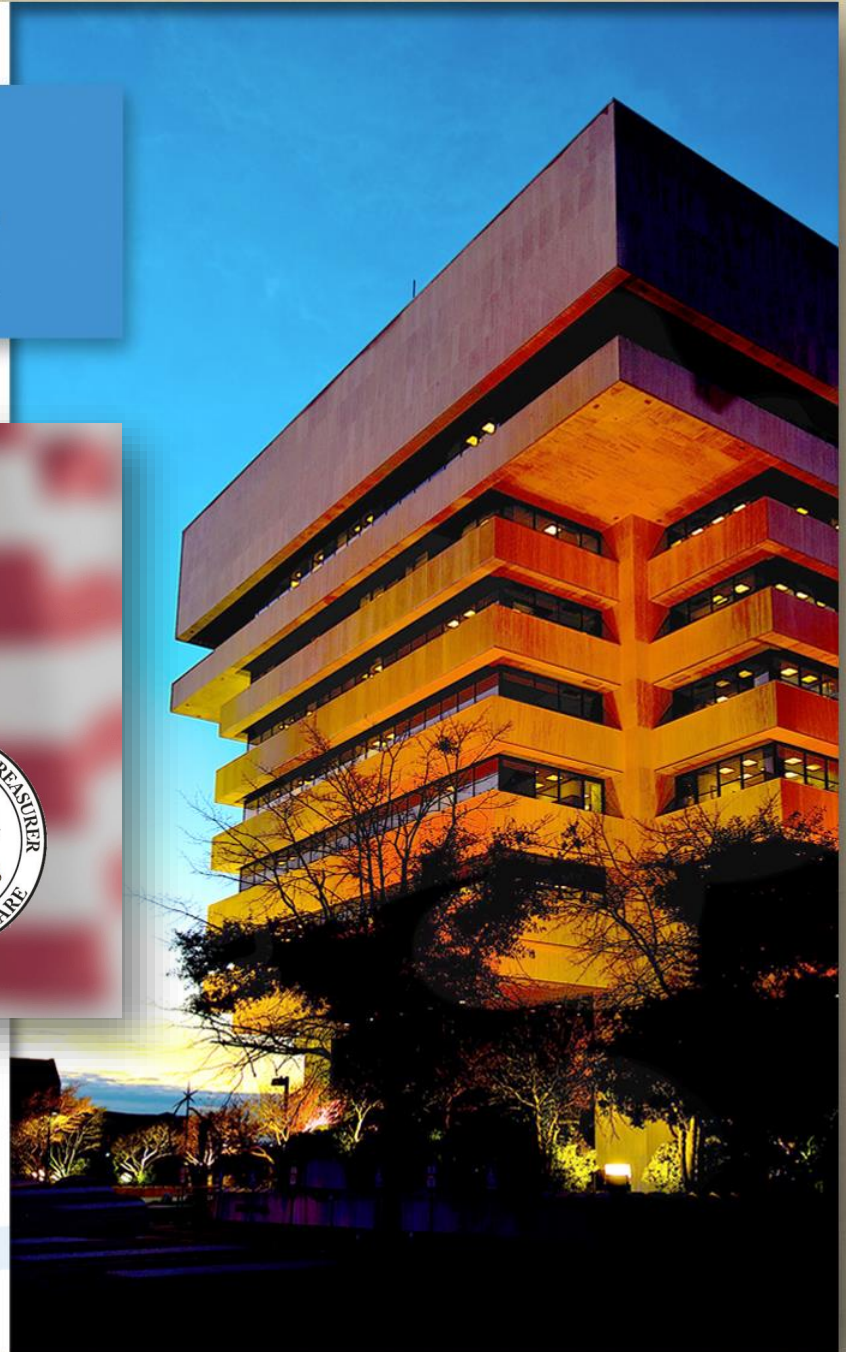


HAMPTON VA

American Rescue Plan Act of 2021



City Council Presentation June 9, 2021



Purpose

- Overview of the American Rescue Plan Act (ARPA) of 2021
- Project Categories & Examples
- Next Steps

Introduction of the Act

- March 11, 2021 - President signed the ARPA of 2021
 - \$1.9 trillion economic stimulus package aimed to help the country's economy return to pre-COVID strength.
- May 10, 2021 - U.S. Department of the Treasury
 - Announced the launch of the Coronavirus State and Local Fiscal Recovery Funds, established ARPA
 - \$350 billion in emergency funding for eligible state, local, territorial, and tribal governments.
 - Issued an Interim Final Rule to implement the Coronavirus State Fiscal Recovery Fund & Coronavirus Local Fiscal Recovery Fund

Reporting

- Interim Report: submit by August 31, 2021
 - Include a recipient's expenditures by category at the summary level from the date of award to July 31, 2021
- Quarterly Reports: submit by October 31, 2021
 - Cover one calendar quarter and must be submitted to the Treasury within thirty (30) days after the end of each calendar quarter

City's Allocation Amounts

Category	Amount
Metro City	\$22,533,427
County	<u>26,126,991</u>
Total	\$48,660,418

Local governments should expect to receive funds in two tranches, with 50% provided in June, 2021 and the balance delivered twelve (12) months later.

ARAP Funding Categories

- Allows for revenue recovery
 - Flexible money that could be used for a broad range of projects and initiatives
- Expenses eligible under CARES Act are generally still allowable
- ARPA guidelines identify four primary funding categories:
 - Water and Sewer Infrastructure
 - Broadband Infrastructure
 - Public Health Needs
 - Behavioral Healthcare Needs

Revenue Recovery

- \$25,564,155 - current estimate for 12 months ended December 31, 2020
 - Recipients are permitted to calculate the extent of reduction in revenue as of four points in time:
 - December 31, 2020
 - December 31, 2021
 - December 31, 2022
 - December 31, 2023
 - Recognizes that some recipients may experience lagged effects of the pandemic

CARES Act Funding

- COVID Salaries & Leave
- Hazard Pay
- Business Support
- Online Transaction Efforts
- Individual & Community Assistance
- Supplies & Equipment to Support COVID Response
- Community Partners Responding to COVID
- Vaccine Clinic

Eligible Uses of Funds

~ Water & Sewer Infrastructure ~

- Categories
 - Sewer infrastructure
 - Projects that address the impacts of climate change
 - Stormwater infrastructure
 - Resiliency projects
 - Drinking water infrastructure
- Deadlines
 - Funds obligated by December 31, 2024
 - Project completion by December 31, 2026

Water and Sewer Infrastructure

Examples of Possible Projects

- Water, sewer and stormwater infrastructure upgrades
- Buckroe Beach Replenishment
- Pump station upgrades

Eligible Uses of Funds

~ Broadband ~

- **Categories**

- Investments in areas lacking a wireline connection that delivers minimum speeds of 25 Mbps download and 3 Mbps upload
- Assist households internet access or digital literacy
- Modernization of cybersecurity, including hardware, software, and protection of critical infrastructure

- **Deadlines**

- Funds obligated by December 31, 2024
- Project completion by December 31, 2026

Broadband Infrastructure

Examples of Possible Projects

- Cybersecurity upgrades
 - Extend broadband access to underserved areas of the City
- 

Eligible Uses of Funds

~ Public Health Needs ~

Categories

Vaccination programs	Isolation or quarantine
Medical expenses	PPE purchases
Testing	Contact tracing
Enhancement of healthcare capacity	Public health surveillance (e.g., monitoring for variants)
Enforcement of public health orders	Public communication efforts
Support for vulnerable populations to access medical or public health services	Support for prevention, mitigation, or other services in congregate living facilities and schools
Enhancement of public health data	Capital investments in public facilities to meet pandemic operational needs
Ventilation improvements in key settings like healthcare facilities	

Public Health Needs

Examples of Possible Projects

- Vaccine clinics
- Personal Protective Equipment
- Point of Sale Systems for the Coliseum & Convention Center

Eligible Uses of Funds ~ Behavioral Healthcare ~

- Categories
 - Mental health treatment
 - Substance misuse treatment
 - Hotlines or warmlines
 - Crisis intervention
 - Other behavioral health services
 - Services or outreach to promote access to health and social services

Behavioral Healthcare

Examples of Possible Projects

- Youth violence prevention efforts
- Credible messengers and community liaisons
- Critical resource hotline for families

Opportunities to Consider

- Respond to COVID Pandemic & impacts on the community
- Increase future financial flexibility
 - Use some portion of revenue recovery funds to increase “pay-go” capital projects
- Enhanced infrastructure maintenance
- Transformational projects

Questions

- What projects should be included on the list for consideration?
- Is there additional information that is desired from the staff?

Additional ARPA Fund Sources

Department	Description	Amount
Hampton City Schools	Learning, loss; prevention and mitigation strategies (safely operate schools); student academic, social, emotional, and mental health needs; and other items to address the impact of COVID-19	\$54,800,634.28
Housing and Neighborhood Services Division – Community Development Department	Funds can be used for the production or preservation of affordable housing; tenant-based rental assistance; supportive services, including homeless prevention services and housing counseling; and the purchase or development of non-congregate shelter for individuals and families experiencing homelessness.	1,954,965.00
	Total	\$56,755,599.28

Next Steps

- Continue to monitor federal guidance on use of funds
- Public input and feedback
- Reengage the Council with public feedback and any additional information requested
- Ranking of projects by Council

Discussion and Questions

American Rescue Plan Act of 2021

