



American Rescue Plan - Update

September 10, 2024





American Rescue Plan Act (ARPA) Update



Overview

- ARPA Background
- ARPA Strategy
- Next Steps



ARPA Background

- \$59,516,611 in funding to Glendale
 - \$29,758,305.50 was received in May 2021
 - Final distribution was received in May 2022
- Eligible costs incurred between March 3, 2021 and December 31, 2024
 - Funds must be obligated by December 31, 2024
 - An order placed for property and services
 - Entering in contracts, subawards, and similar transactions that require payment
 - Funds must be expended by December 31, 2026



ARPA Background

- US Treasury Issued the Interim Final Rule for ARPA Uses on April 1, 2022.
- December 29, 2022 US Congress Amended the State and Local Fiscal Recover Funds granting local government more flexibility in the use of ARPA.
- November 2023 US Treasury issued the Obligation interim final rule clarifying the term obligated.
- March 29, 2024 FAQ's providing guidance on ARPA spending were updated and provided more flexibility.
- Rules have been updated consistently for flexibility



ARPA Strategy Summary

- As discussed in 2021, use ARPA funds on eligible operating and capital expenditures known at the time funding was initially received.
- Use ARPA funds for eligible future operating and capital expenditures as the rules were issued by US Treasury.
 - Lost revenue category can be used for any governmental purpose.
 - Still reported as ARPA spending since these are federal funds
 - New rules allow the city to fund park maintenance and community center positions until December 31, 2026
 - Employees must be hired and in place by December 31 2024.



ARPA Update

ARPA Strategy			
Category	Budget	Actual	Remaining
Public Health	\$14,768,300	\$4,671,808	\$10,096,492
Negative Economic Impacts	\$27,011,666	\$10,758,940	\$16,252,726
Public Health - Negative Economic Impact	\$11,583,444	\$9,666,383	\$1,917,061
Infrastructure	\$5,778,200	\$4,231,283	\$1,546,917
Administrative	\$375,000	\$0	\$375,000
TOTAL	\$59,516,610	\$29,328,415	\$30,188,195



ARPA Update – Actual Spending

ARPA Strategy - Actuals		
Category	Project	Actual
Public Health	Vaccination Clinics and Incentives, Additional Custodial Services, Continuity of Operations	\$4,671,808
Negative Economic Impacts	CBR and Arena (FY22), Parks Projects (Playground Equipment Replacement)	\$10,758,940
Public Health - Negative Economic Impact	Retention Pay, COVID Leave, Temp Pay for Recreation Staff, Referral/Hiring Bonuses	\$9,666,383
Infrastructure	Glenn Drive Drainage Project, Parks Irrigation and Recreation Center Projects	\$4,231,283
Administrative	Temporary Staff for Grant Administration	\$0
TOTAL		\$29,328,415



ARPA Projects

- Park Improvement Projects
 - Mary Silva Park
 - Hidden Meadows Park
 - Heritage Park
 - Hillcrest Park
 - Mission Park
 - Lions Park
 - Country Gables Park
 - Sunnyside Park
 - Foothills Park
 - Northern Horizon Park
 - Desert Rose Park
 - 75th / Camelback Improvements
 - Desert Mirage Playground
 - Heroes Skate Park Building
 - Paseo Racquet Sports
 - Paseo Sports Complex



ARPA Projects

- Splash Pads
 - Sycamore Grove Splash Pad Refurbish
 - Sunset Palms Splash Pad
- Lighting Improvements
 - Sahuaro Ranch Park LED Lighting
- Community Center Upgrades
- Arena Capital Repairs
- IT Projects
 - Library Mobile App
 - Cybersecurity Implement Zero Trust



Completed
Projects – Parks
Sunset Park
Playground -
Before





Completed
Projects – Parks
Sunset Park
Playground -
After





- Hillcrest Park
Irrigation
Project - Before





Hillcrest Park Irrigation Project - After





Lions Park Playground - Before





Lions Park Playground - After





Park Lighting Project Mary Silva Park

Before and After





Glenn Drive Drainage Project





Planned Spending- Remaining Funds

- Heroes Regional Park Buildout \$12.3M
- Park Improvement Projects \$ 3.7M
 - Sierra Verde
 - Bonsall Park North
 - New World Park
 - Rose Lane Park
 - Montara Park
- Parks and Recreation Staffing \$1.9M
 - Recreation Staff – Community Centers
 - Parks Staff – Heroes Regional Park
- Parks Irrigation Projects \$1.5M
 - New World Park
 - Bonsall Park North
 - Sunset Palms



Planned Spending- Remaining Funds

- Drainage Improvements – Glenn Drive \$1.3M
- IT Projects \$650k
- Lighting Improvements \$642k
 - Heroes Park
 - Glendale Youth Sports
- Splash Pads \$500k
 - Greenway Grenada
- HVAC Improvements \$450k
- Parks and Recreation Operating \$350k



Remaining ARPA Funding

Spent ARPA Funding	\$29,328,415
Unspent ARPA Funding	\$30,188,196
Total ARPA Funding	\$59,516,611
Unspent ARPA Funding	\$30,188,196
Obligated ARPA Funding	\$23,699,364
Unobligated ARPA Funding	\$ 6,488,831
(Includes savings from completed projects)	



Consensus

- The US Treasury requires all ARPA Funds to be fully obligated by December 31, 2024 and fully expended by December 31, 2026.
- Staff is looking for consensus to direct any remaining ARPA funds that are unobligated as follows:
 - \$1,500,000 Bonsall Park North Improvement Project
 - \$500,000 Police Evidence Storage
 - Remaining amount to Heroes Park Ball Fields Project to replace General Fund cash that was allocated to the project
 - Cash returned to the General Fund would be reinvested based on Council priorities as part of the budget process



Questions?