

RESOLUTION NO. 21-R-85

A RESOLUTION BY THE CITY COUNCIL OF THE CITY OF SCHERTZ, TEXAS AUTHORIZING APPROVAL OF THE ALLOCATION OF FUNDS FOR THE AMERICAN RESCUE PLAN ACT OF 2021, AND OTHER MATTERS IN CONNECTION THEREWITH

WHEREAS, the 117th United States Congress passed a \$1.9 trillion economic stimulus bill called The American Rescue Plan Act of 2021 (“ARPA”) which was signed into law by President Biden on March 11, 2021; and

WHEREAS, ARPA will deliver \$350 billion for eligible state, local, territorial, and Tribal governments; and

WHEREAS, the intent of ARPA is to speed up the recovery from the economic and health effects of the Covid-19 pandemic; and

WHEREAS, the City of Schertz will receive a total of \$10,417,416.86 from ARPA, which will be delivered in two equal disbursements or tranches and will equate to \$5,208,708.43 per tranche; and

WHEREAS, funds must be obligated by December 31, 2024 and the end of period of performance is December 31, 2026; and

WHEREAS, there are five categories outlined in ARPA where funds can be spent; and

WHEREAS, the City staff of the City of Schertz (the “City”) has recommended that the City allocate ARPA funds in each category; and

WHEREAS, the City Council has determined that it is in the best interest of the City to approve the allocation of ARPA funds.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SCHERTZ, TEXAS THAT:

Section 1. The City Council hereby approves the following recommendations to allocate ARPA funding:

First Tranche Disbursement (funds spread across all 5 categories)

- Category 1: Support public health expenditures - \$303,000
- Category 2: Address negative economic impacts caused by the public health emergency - \$1,000,000
- Category 3: Replace lost public sector revenue - \$925,000

- Category 4: Provide premium pay for essential workers - \$500,000
- Category 5: Invest in water, sewer, and broadband infrastructure - \$2,480,000

Second Tranche Disbursement (funds targeted to a single category)

- Category 5: Invest in water, sewer, and broadband infrastructure - \$5,208,708.43

Section 2. The recitals contained in the preamble hereof are hereby found to be true, and such recitals are hereby made a part of this Resolution for all purposes and are adopted as a part of the judgment and findings of the City Council.

Section 3. All resolutions, or parts thereof, which are in conflict or inconsistent with any provision of this Resolution are hereby repealed to the extent of such conflict, and the provisions of this Resolution shall be and remain controlling as to the matters resolved herein.

Section 4. This Resolution shall be construed and enforced in accordance with the laws of the State of Texas and the United States of America.

Section 5. If any provision of this Resolution or the application thereof to any person or circumstance shall be held to be invalid, the remainder of this Resolution and the application of such provision to other persons and circumstances shall nevertheless be valid, and the City Council hereby declares that this Resolution would have been enacted without such invalid provision.

Section 6. It is officially found, determined, and declared that the meeting at which this Resolution is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Resolution, was given, all as required by Chapter 551, Texas Government Code, as amended.

Section 7. This Resolution shall be in force and effect from and after its final passage, and it is so resolved.

PASSED AND ADOPTED, this 24th day of August, 2021.

CITY OF SCHERTZ, TEXAS

Ralph Gutierrez, Mayor

ATTEST:

Brenda Dennis, City Secretary

(CITY SEAL)