CITY OF SUMNER WASHINGTON

MEETING AGENDA
CITY HALL – 1104 MAPLE STREET
JUNE 29, 2021 6:00 PM

Members: Chair Reed, Hayden, Hochstatter, Bitetto (alt.)

Staff: City Administrator Jason Wilson

City Hall remains closed during Governor Inslee's "Healthy Washington" order, a consequence of the Covid-19 pandemic. The public is invited to attend the meeting virtually by using the ZOOM Meeting access information below -

https://sumnerwa-gov.zoom.us/j/89282697106
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Or Telephone:
+1 253 215 8782
Webinar ID: 892 8269 7106

COMMITTEE BUSINESS

1. ARPA Expenditure Discussion

REPORTS

ADJOURNMENT

CITY OF SUMNER WASHINGTON

GENERAL MEETING
DATE: June 29, 2021
AGENDA BILL: 21-1223

SUBJECT: ARPA Expenditure Discussion

CATEGORY: Information Only

BUDGET IMPACT:

Expenditure Required: None

Within Budget Allocation: N/A

ATTACHMENTS:

1. FAQ Summary June 29
2. Use Options June 29 (002)

STAFF CONTACT: Jason Wilson, City Administrator

SUMMARY BACKGROUND:

The City received final confirmation of our ARPA allocation. The revised ARPA award is $2,910,676 (an increase of $639,935). Staff will be reviewing several options for use of the funds including the availability of other ARPA funds coming into the community. Staff is seeking council input on recommending to the full council an initial allocation.

COUNCIL COMMITTEE/STUDY SESSION:
MEETING/STUDY SESSION DATE:
COMMITTEE RECOMMENDATION:

STAFF RECOMMENDATIONS/MOTION:

2.8. May recipients use funds for general economic development or workforce development?

Generally, not. Recipients must demonstrate that funding uses directly address a negative economic impact of the COVID-19 public health emergency, including funds used for economic or workforce development. For example, job training for unemployed workers may be used to address negative economic impacts of the public health emergency and be eligible.

2.18. Would investments in improving outdoor spaces (e.g. parks) be an eligible use of funds as a response to the public health emergency and/or its negative economic impacts? [6/23]

There are multiple ways that investments in improving outdoor spaces could qualify as eligible uses; several are highlighted below, though there may be other ways that a specific investment in outdoor spaces would meet eligible use criteria.

First, in recognition of the disproportionate negative economic impacts on certain communities and populations, the Interim Final Rule identifies certain types of services that are eligible uses when provided in a Qualified Census Tract (QCT), to families and individuals living in QCTs, or when these services are provided by Tribal governments. Recipients may also provide these services to other populations, households, or geographic areas disproportionately impacted by the pandemic.

These programs and services include services designed to build stronger neighborhoods and communities and to address health disparities and the social determinants of health. The Interim Final Rule provides a non-exhaustive list of eligible services to respond to the needs of communities disproportionately impacted by the pandemic, and recipients may identify other uses of funds that do so, consistent with the Rule's framework. For example, investments in parks, public plazas, and other public outdoor recreation spaces may be responsive to the needs of disproportionately impacted communities by promoting healthier living environments and outdoor recreation and socialization to mitigate the spread of COVID-19.

Second, recipients may provide assistance to small businesses in all communities. Assistance to small businesses could include support to enhance outdoor spaces for COVID-19 mitigation (e.g., restaurant patios) or to improve the built environment of the neighborhood (e.g., façade improvements).

Third, many governments saw significantly increased use of parks during the pandemic that resulted in damage or increased maintenance needs. The Interim Final Rule recognizes that "decrease[s to] a state or local government's ability to effectively administer services" can constitute a negative economic impact of the pandemic.

4.7. Do restrictions on using Coronavirus State and Local Fiscal Recovery Funds to cover costs incurred beginning on March 3, 2021 apply to costs incurred by the recipient (e.g., a State, local, territorial, or Tribal government) or to costs incurred by households, businesses, and individuals benefiting from assistance provided using Coronavirus State and Local Fiscal Recovery Funds? [6/8]

The Interim Final Rule permits funds to be used to cover costs incurred beginning on March 3, 2021. This limitation applies to costs incurred by the recipient (i.e., the state, local, territorial, or Tribal government receiving funds). However, recipients may use Coronavirus State and Local Fiscal Recovery Funds to provide assistance to households, businesses, and individuals within the eligible use categories described in the Interim Final Rule for economic harms experienced by those households, businesses, and individuals prior to March 3, 2021. For example,

• Public Health/Negative Economic Impacts – Recipients may use Coronavirus State and Local Fiscal Recovery Funds to provide assistance to households – such as rent, mortgage, or utility assistance – for economic harms experienced or costs incurred by the household prior to March 3, 2021 (e.g., rental arrears from preceding months), provided that the cost of providing assistance to the household was not incurred by the recipient prior to March 3, 2021.

• Premium Pay – Recipients may provide premium pay retrospectively for work performed at any time since the start of the COVID-19 public health emergency. Such premium pay must be "in addition to" wages and remuneration already received and the obligation to provide such pay must not have been incurred by the recipient prior to March 3, 2021.

• Revenue Loss – The Interim Final Rule gives recipients broad latitude to use funds for the provision of government services to the extent of reduction in revenue. The calculation of lost revenue begins with the recipient's revenue in the last full fiscal year prior to the COVID-19 public health emergency and includes the 12-month period ending December 31, 2020. However, use of funds for government services must be forward looking for costs incurred by the recipient after March 3, 2021.

• Investments in Water, Sewer, and Broadband – Recipients may use Coronavirus State and Local Fiscal Recovery Funds to make necessary investments in water, sewer, and broadband. See FAQ Section 6. Recipients may use Coronavirus State and Local Fiscal Recovery Funds to cover costs incurred for eligible projects planned or started prior to March 3, 2021, provided that the project costs covered by the Coronavirus State and Local Fiscal Recovery Funds were incurred after March 3, 2021.

Potential ARPA Fund Uses
June 29, 2021

WORKING DOCUMENT

Project Title	Description	Estimated Costs	ARPA Category	Alternate Funding	Notes
Septic Homes	Provide SDC credit to incentivize homes on septic systems to connect to sewer		D	Private	Needs analysis that private funds unlikely
Rainier Manor Water Lines	Replace private water lines to 70+ mobile homes (senior housing), converting to city water lines and individual meters. Assist with leakage.	$ 1,500,000	D	Private or Water	Verify allowed under clean water guidelines
Sports Complex Restroom	Upgrade Sports Complex restroom	$ 20,000	D	General Fund	Verify allowed under clean water guidelines
Parks Restrooms	Design and install public restrooms at Loyalty, Rainier View and Siebenthaler parks	$ 900,000	D	General Fund	Verify allowed under clean water guidelines
171st Ave Ct E Water Lines	Replace private water lines to 15+ homes to provide fire flow and assist with leakage.		D	Water	Verify allowed under clean water guidelines
Heritage Park Design/Construction	Supplement water line replacement on Kincaid, develop space for economic development/outdoor activities, property acquisition		A,D	General Fund, Water, LTAC	Verify allowed under clean water guidelines Need to justify economic development impact
Direct Response	Labor costs associated with pandemic response post 3/3/2021	$ 40,000	A	General Fund	ARPA limits direct costs to after 3/3/21
Air Filtering Improvements	Add UV light filtering to all city facilities	$ 15,000	A	General Fund	Unfunded
Facility Improvements	Replace cubicles with standard design to provide physical barriers, doors. Includes hotel space	$ 65,000	A	General Fund, utilities--split based on staff	Unfunded
Broadband Study	Consultant Study to determine location of dark fibre, dark conduit, regional connectivity	$ 20,000	D	IT Fund	In 21/22 budget
CyberSecurity	Address findings from SAO Cybersecurity audit	$ 50,000	D	IT Fund	Unfunded
CyberSecurity--Pen Testing	Incident response plan and training	$ 12,000	D	IT Fund	Unfunded
Council Technology	Upgrades to Council chambers to accommodate hybrid meetings	$ 200,000	A	General Fund	In 21/22 budget
Food Bank Assistance			A		2M from Feds to EFN for Pierce County
Family Center Assistance			A		2.9M
Rainier View Playshed	City Match for playshed	$ 250,000	A	Parks Impact Fees	In 21/22 budget
Homeless Response	Shelter Contract	$ 25,000	A	General Fund	Unfunded

Potential ARPA Fund Uses
June 29, 2021

Police Body Worn Cameras	To address gun violence	$ 210,940	A	General Fund	Unfunded
Senior Center Generator	Install generator at Senior Center to serve as emergency warming/cooling center	$ 350,000	A	General	A, but would need to tie to Covid
Rental/Mortgage Assistance	Provide rental and mortgage assistance to supplement County ran programs		A	General	Not replace, but supplement other ARPA funds