

CITY OF SALINAS
SALINAS CITY COUNCIL
March 30, 2021

**Salinas recovery under the
American Rescue Plan Act**



AMERICAN RESCUE PLAN

Enacted on March 11, 2021

Estimated City of Salinas amount: \$50,459,386

Eligible Uses:

Respond to or mitigate the public health emergency with respect to COVID-19 or its negative economic impacts.

Cover costs incurred as a result of the public health emergency.

Replace revenue that was lost, delayed, or decreased (as determined based on revenue projections for the metropolitan city, non-entitlement unit of local government, or county as of Jan. 27, 2020) as a result of the pandemic.

PLAN CONTINUED

Address the negative economic impacts of the pandemic.

Make necessary investments in water, sewer, or broadband infrastructure.

Payments:

First half of funding within 60 days

Second half approximately 12 months later

All funds must be spent by December 31, 2024

COUNCIL FUNDING PRIORITIES

Council suggestions on funding priorities

Replacement of lost revenue an important consideration

Ongoing broadband infrastructure: Request for Proposals due back to City on April 30, regarding leveraging existing broadband assets to additional coverage for businesses and residents

CHALLENGES

Deadline for spending, 12/31/2024

Staying within the Federal Parameters
(making sure that use of funds complies with the
provisions of the Act)

Awaiting US Treasury Department Guidance

ATTACHED RESOLUTION

Resolution, if approved, can allow City Manager the authority to spend up to \$1 million,
only IF:

1. Delay in Council adoption of final strategic spending plan
2. Must be an Emergency expenditure(s)
3. Must be a clear, permissible expenditure under the Act
4. Subject to City's existing procurement policies and protocols

Council Priorities & Questions

Identify Council priorities and policy direction with funding from the American Rescue Plan Act

Bring back Salinas recovery plan for final City Council adoption in the coming weeks

Questions