

City Council – Action Request Form

Date: June 13, 2022

To: Mayor, Mayor Pro Tempore, and Members of the City Council

From: Patrice Toney, Assistant City Manager
Marla Newman, Community Development Director

Council Action Requested:

Resolution Authorizing Recapture and Reallocation of Certain Cares Act Funds

Strategic Focus Area: Livable Neighborhoods

Strategic Objective: No

Strategic Plan Action Item: No

Key Work Item: No



Summary of Information:

Since the start of the COVID-19 pandemic the City of Winston-Salem has been awarded allocations through the Coronavirus Aid, Relief and Economic Security Act (CARES Act) of \$2,676,693 in Community Development Block Grant (CDBG-CV) funds and \$2,708,005 in Emergency Solutions Grant (ESG-CV) funds to prevent, prepare for, and respond to coronavirus. In addition, the City was awarded ESG-CV funds by the North Carolina Department of Health and Human Services (NC ESG-CV). The City awarded these funds to non-profit agencies, including Bethesda Center for the Homeless. The ESG-CV funds have tight expenditure deadlines. The City has met the deadline to expend 20% of ESG-CV funds by September 30, 2021 and the deadline to expend 50% by June 16, 2022. The remaining deadlines are to expend 100% of funds by September 30, 2023.

As part of the Community Development Department’s tracking and monitoring process and to improve the expenditure rate, staff determined that Bethesda Center may not be able to spend all of the funds awarded to it in a timely manner and that recapturing and reallocating funds is necessary to support continuing work responding to the pandemic.

Committee Action:

| | | | |
|------------------|-----------------|----------------|----------|
| Committee | Finance 6/13/22 | Action | Approval |
| For | Unanimous | Against | |

Remarks:

The following amounts are proposed to be recaptured from Bethesda Center:

| SOURCE OF FUNDS | AMOUNT | TOTAL |
|--|---------------|-----------------|
| NC ESG-CV | | |
| Shelter Services | \$25,000 | |
| <i>TOTAL AMOUNT TO BE RECAPTURED:</i> | | \$25,000 |

Funds are proposed to be reallocated as follows:

| USE OF FUNDS | AMOUNT | TOTAL |
|--|---------------|-----------------|
| NC ESG-CV | | |
| Family Services- Shelter Operations | \$13,000 | \$13,000 |
| Salvation Army- Shelter Operations | \$12,000 | \$12,000 |
| <i>TOTAL AMOUNT TO BE RECAPTURED:</i> | | \$25,000 |

A resolution to recapture funds from Bethesda Center for the Homeless and reallocate funds as indicated is presented for consideration.