

RESOLUTION AUTHORIZING THE USE OF THE CITY'S ALLOCATION OF CORONAVIRUS LOCAL FISCAL RECOVERY FUNDS (CLFRF) TO PARTNER WITH IMPRINTS CARES, ACCIÓN HISPANA DBA QUÉ PASA, GOLER COMMUNITY DEVELOPMENT CORPORATION AND WINSTON-SALEM BLACK CHAMBER OF COMMERCE, IFB SOLUTIONS, PIEDMONT ENVIRONMENTAL ALLIANCE, SENIOR SERVICES, SMART START OF FORSYTH COUNTY, UNION COMMUNITY DEVELOPMENT CORPORATION, CROSBY SCHOLARS, AND UNITED HEALTH CENTERS AS PART OF THE ARPA TRANSFORMATIONAL GRANTS PROGRAM; ALLOCATING THE REMAINING BALANCE IN THE ARPA FRAMEWORK TO HOUSING ASSISTANCE; AND AUTHORIZING THE USE OF THE REVENUE REPLACEMENT METHOD FOR THE FULL \$51.7 MILLION FEDERAL AWARD

WHEREAS, The City of Winston-Salem has accepted \$51.7 million through the American Rescue Plan Act's (ARPA) Coronavirus Local Fiscal Recovery Fund (CLFRF) from the U.S. Department of the Treasury; and

WHEREAS, the Mayor and City Council approved the transformational grant program in February 2022, which sought to move the needle on key components of the City's Strategic Plan and trigger a profound, ripple effect of positive, multidimensional change. Further, the City sought to place equity at the forefront of the application to transform historically significant and deeply disinvested low-income communities; and

WHEREAS, the ARPA framework, which was endorsed by the Mayor and City Council, earmarked \$10,500,000 for social and economic assistance through Transformational Grants; and

WHEREAS, the City received 89 completed applications totaling \$50.7 million in requests for capital and operational funding; and

WHEREAS, on August 29, 2022, City staff provided the Mayor and City Council an ARPA update, which included a presentation on the Transformational Grants program, which included information on applications received, scoring, and scoring results; and

WHEREAS, in late September 2022, staff issued and compiled City Council Survey results, which allowed each elected official to prioritize their top ten ARPA Transformational Grant application submittals; and

WHEREAS, on October 17, 2022, the Mayor and City Council approved a total of \$6,141,351 to five organizations through round one of the Transformational Grants program, which are intended to prepare young people to meet the workforce challenges of tomorrow; break the cycle of inter-generational poverty; re-open tourism; and foster holistic recovery, well-being, and social cohesion through the arts; and

WHEREAS, the remaining funding in the \$10,500,000 Transformational Grants earmark for social and economic assistance after round one totals \$4,358,649; and

WHEREAS, outside of the Transformation Grants, there is a remaining balance of ARPA funds in the Framework totaling \$3,766,420 (\$945,470 from Additional Administration and \$2,820,950 after the completion of the Recovery Grants Program); and

WHEREAS, on March 21, 2022, the Mayor and City Council approved the use of the revenue replacement method for \$31,272,893.64 of the federal award; and

WHEREAS, since March, City staff have run additional calculations and have determined that the City may use the full revenue replacement method for the full federal award received of \$51,732,070 (an increase of \$20,459,176.36 from the March approval); and

WHEREAS, The University of North Carolina at Chapel Hill has recommended the revenue replacement method as the best practice for North Carolina local governments.

NOW, THEREFORE, BE IT RESOLVED, by the Mayor and City Council of the City of Winston-Salem that the City shall provide financial assistance to the following non-profit organizations for the listed amounts totaling the remaining balance of the Transformational Grants

earmark (\$4,358,649): Imprints Cares - \$500,000; Acción Hispana dba Qué Pasa - \$386,150; Goler Community Development Corporation/Winston-Salem Black Chamber of Commerce - \$500,926; IFB Solutions - \$300,000; Piedmont Environmental Alliance - \$195,000; Senior Services - \$450,000; Smart Start of Forsyth County - \$660,000; Union Community Development Corporation - \$750,000; Crosby Scholars - \$116,573; and United Health Centers - \$500,000.

BE IT FURTHER RESOLVED, that the City Manager is authorized to execute individual contracts with each of the aforementioned organizations based on the scope of work, listed as a part of the Resolution Attachment, received, and discussed as a part of the Transformational Grants program.

BE IT FURTHER RESOLVED, that the Mayor and City Council hereby allocate the remaining balance within the ARPA Framework of \$3,766,420 to the Housing Assistance Earmark of ARPA funds. Of which, the Mayor and City Council will consider and approve project(s), at a later date, that will move the needle on affordable housing in Winston-Salem

BE IT FURTHER RESOLVED, that the Mayor and City Council hereby authorize the use of the revenue replacement method for the full federal award received of \$51,732,070.