

# Nevada County

## American Rescue Plan - Expenditure Plan Request for Direction from Board of Supervisors

County Executive Office

April 27, 2021





# American Rescue Plan (ARP) \$19.3 Million Expenditure Plan Process

- **Done:**
  - Outreach to County Departments to identify priority need for ARP dollars
  - Reviewed ARP Expenditure Plan with Budget Subcommittee
- **Today: Board Direction on ARP Expenditure Plan**
- **Next Steps:**
  - Confirm eligible expenditures once Treasury Guidance is received
  - Leverage other grants and funding
  - Bring items to the Board for approval as needed



# Background

- American Rescue Plan signed by President Biden on 3/11/2021
- \$1.9 Trillion coronavirus relief funding
- \$350B State and Local Aid; \$65.1B to Cities, \$65.1B to Counties
- Funding Estimates largely based on population:



State of CA	Nevada County	Grass Valley	Truckee	Nevada City
\$26.0B	<b>\$19.3M</b>	\$2.4M	\$3.1M	\$590k





# ARP State & Local Aid Eligible Uses\*

- Respond to or mitigate the COVID emergency or its negative economic impacts
- Cover costs incurred as a result of emergency
- Replace revenue that was lost, delayed, or decreased (based on revenue projections as of January 27, 2020 as a result of emergency)

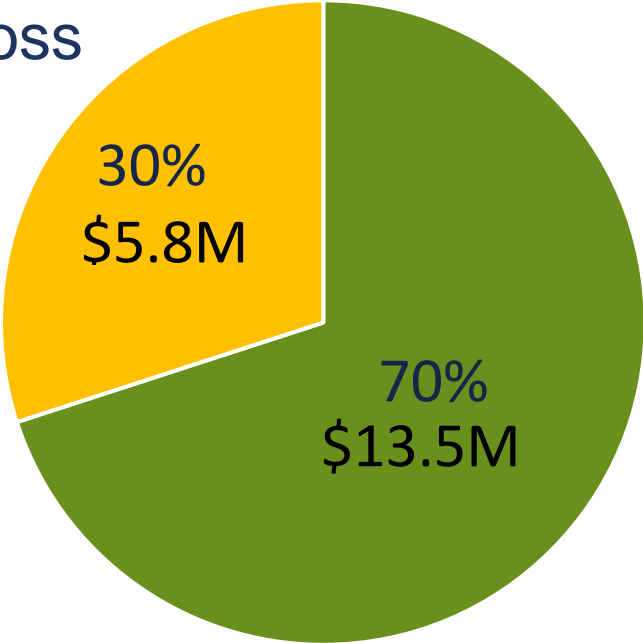
**\*US Treasury to provide more detailed implementation guidance by late April/early May**





# Preliminary Funding Allocation

- \$19.3 Million Total County Allocation
  - 70% for COVID Related County Costs & Revenue Loss
  - 30% for Community & Economic Resiliency
- Two equal disbursements:
  - \$9.67M expected by June 1, 2021
  - \$9.67M expected on or after June 1, 2022
  - Funds must be spent by December 31, 2024





# ARP Expenditure Plan Recommendation

## \$19.3M

Funding Use by Category	Recommended	
	ARP \$	ARP %
County Cost Recovery	\$9.7	50%
County Revenue Loss	\$3.9	20%
Community & Economic Resiliency	\$5.8	30%
<b>Total</b>	<b>\$19.3</b>	<b>100%</b>



# County Cost Recovery (\$9.7M)

Expense Categories include:

- Support to Public Health Department
- Staffing, equipment/expenses to continue providing services with health and safety of staff and the public
- Infrastructure investment to support operations and buildings
- Increased support of mental health, nutrition, housing and homelessness as they intersect with the emergency response

*We are monitoring these funding sources in order to maximize federal dollars to ensure there is no duplication of efforts or monies “left on the table” for the County’s Covid-19 response.*



# Revenue Loss (\$3.9M)

Nevada County has experienced revenue loss as a result of the pandemic or in response to the COVID emergency.

Examples include:

- Waiver of Environmental Health & Code Compliance Fees/Penalties
- Lost gas tax revenue
- Federal Marshal revenue loss
- HHSA lost revenue related to administrative costs







# Community & Economic Resiliency - \$5.8M

## Up to \$2.5 M for Small Business Relief and Economic Recovery

<p><b>Community Benefit Grants Program</b> (up to \$2M)</p>	<p>To support community-serving <b>institutions</b> and <b>organizations</b> with macro-grants up to \$100,000 like:</p> <ul style="list-style-type: none"><li>• Family Resource Centers and agencies with programs for children and young people</li><li>• Community Centers</li><li>• Senior Centers / senior programs</li><li>• Cultural Centers /Arts organizations</li></ul>
<p><b>Resilience Fund (\$250k)</b></p>	<p>To boost small business recovery:</p> <ul style="list-style-type: none"><li>• Revolving Loan Fund</li><li>• Low-interest loans (2%)</li><li>• Administered by Sierra Business Council</li></ul>
<p><b>Nevada County Relief Fund (\$250k)</b></p>	<p>To provide immediate relief for small businesses:</p> <ul style="list-style-type: none"><li>• Micro-grants up to \$5,000</li><li>• Oversight by the Community Advisory Committee</li><li>• Administered by Sierra Business Council</li></ul>





# Community & Economic Resiliency, con't

## Up to \$2.5 M for Infrastructure Improvements for Economic Development aligned with Board Priorities

**Nevada County Economic Recovery Funds**

Use funds for grants or to leverage "match" or get "shovel-ready" for:

- Rural Broadband expansion
- Housing Development
- Wildfire Protection
- Water and Sewer
- And more...



# Community & Economic Resiliency, con't

## \$800k - \$1M for Visitor Safety at Outdoor Recreation Destinations

### Nevada County Outdoor Recreation and Visitor Safety Funds

Enhance public safety and economic development by investing in Countywide river crossing and trailhead projects like:

- Restrooms
- Parking Lots
- Parking Enforcement and Safety Patrols
- ADA Access
- Call-Boxes and Satellite Phones
- Mile-Markers for Search & Rescue
- Signage and Interpretive Panels
- Public Education and Ambassadors
- Planning and Permitting
- Conservation
- And more...



# Community & Economic Resiliency - \$5.8M

Programs:		Next steps:
<b>Community Benefit Grants Program</b>	Up to \$2,000,000	<ul style="list-style-type: none"> <li>Develop program criteria and application process and bring to the Board for approval</li> </ul>
<b>Resilience Fund</b> (revolving loans)	\$250,000	<ul style="list-style-type: none"> <li>Prepare loan agreement with Sierra Business Council and bring to the Board for approval</li> </ul>
<b>Nevada County Relief Fund</b>	\$250,000	<ul style="list-style-type: none"> <li>Update MOU with Relief Fund partners (no Board action needed as already authorized)</li> <li>Revise program criteria and application process as needed</li> </ul>
<b>Nevada County Economic Recovery Funds</b> (infrastructure)	Up to \$2,500,000	<ul style="list-style-type: none"> <li>Manage this like the Economic Development Infrastructure Assignment and bring to the Board for approval</li> <li>Leverage funds for "match"</li> <li>Use to increase "project readiness"</li> </ul>
<b>Nevada County Outdoor Recreation and Visitor Safety Funds</b>	\$800,000 - \$1M	<ul style="list-style-type: none"> <li>Manage this like the Economic Development Infrastructure Assignment and bring to the Board for approval</li> <li>Develop program criteria and application process and bring to the Board for approval</li> </ul>
<b>Total:</b>	<b>\$5,800,000*</b>	<i>*Allocations to remain flexible in order to best support Board objectives</i>





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