



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 1

Agenda Date: February 8, 2023

In Control: City Council B Session

DEPARTMENT: Office of Management & Budget

DEPARTMENT HEAD: Justina Tate

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

FY 2023 Budget and Financial Status Report, Recommended FY 2024 Budget Calendar, and COVID-19 Recovery & Resiliency Plan and the ARPA Programs

SUMMARY:

An informational briefing on the City's Fiscal Year (FY) 2023 Budget and Finance status for the first quarter (October through December) and projections for the remainder of the fiscal year (January to September). During this meeting, the recommended FY 2024 Budget Calendar will be reviewed with City Council.

Additionally, City Council will be provided an update on the COVID-19 Recovery & Resiliency Plan and the American Rescue Plan Act (ARPA) Programs.

BACKGROUND INFORMATION:

Three Plus Nine Financial Report:

On September 15, 2022, the City Council approved the FY 2023 Operating and Capital Budget. In an effort to keep City Council updated on the financial performance of the City's Budget, a Three Plus Nine financial report will be presented focusing on the actual financial for the first quarter of the fiscal year (October through December) and will provide estimates on revenues and

expenditures for the remaining three quarters of the year (January through September). This financial management practice is one of several the City has in place. The City's financial management practices and policies include comprehensive long-term financial planning, financial reporting and monitoring, a two-year balanced budget approach guided by "structural balance," the mid-year budget adjustment, and contingency planning.

This presentation also will include a briefing on the recommended FY 2024 Budget Calendar. This calendar has been developed with the City Manager's guidance and in accordance with the provisions of the City Charter, the Local Government Code, and the Property Tax Code.

COVID-19 Recovery and Resiliency Plan and American Rescue Plan Act (ARPA) Programs:

On June 4, 2020, City Council approved the *Recovery and Resiliency Plan* for the COVID-19 pandemic. The plan included four pillars of Workforce Development, Housing Security, Small Business Support, and Digital Inclusion. The plan was primarily funded by Federal Relief funds awarded to the City to help address the medical and public health needs and provided economic support to the community in response to the COVID-19 pandemic. An update on this program will be presented to the City Council at the "B" Session on February the 8th.

Additionally, on March 11, 2021, the American Rescue Plan Act (ARPA) was signed into law, which was intended to provide aid for public health and economic recovery from the COVID-19 pandemic and address the negative effects that were exacerbated by the pandemic on vulnerable individuals, businesses, and communities. The City of San Antonio was awarded \$326.9 million in State and Local Fiscal Recovery Funds (SLFRF) made available through ARPA. In addition to the SLFRF, the City has received other ARPA grants to include the Airport, Health, and Housing Assistance Grants.

At the February 8th "B" Session, the City Council will be provided a briefing on the status of the ARPA funded programs. As part of this briefing, staff will also provide a Post Solicitation briefing on the Small Business Program. This program received an allocation of \$30.95 million and was divided in two phases.

- Phase 1 allocated \$17.62 million. Of this amount \$17 million was allocated to for COVID Impact Grants and \$625,000 to grants outreach
- Phase 2A allocated \$8.075 million. Of this amount \$3 million for Ecosystem, \$750,000 for the Growth Fund, \$550,000 for the Web Presence, \$475,000 for Localism, \$750,000 for Back Office, \$300,000 for improvements to Launch SA, and \$2.25 million for COVID Construction Grants.
- Phase 2B allocated \$5.25 million is for Placemaking

Programs included in Phase 2A not including improvements to Launch SA and COVID Construction Grants were released for competitive solicitation on August 18, 2022. The Economic and Workforce Development Committee was briefed on the pre-solicitation on August 12, 2022. The table below provides the amounts recommended for award:

	RFP Amount	Revised Amount	Recommended Amount
Growth Fund	\$ 3,000,000 *	\$ 750,000 0	\$ 750,000

	RFP Amount	Revised Amount	Recommended Amount
Ecosystem	3,000,000	3,000,000	3,000,000
Back Office	750,000	750,000	750,000
Web Presence	400,000	400,000	550,000
Localism	625,000	625,000	
Total	\$ 7,775,000	\$ 5,525,000	\$ 5,050,000

Note: *After the solicitation was released, staff recommended the allocation of \$2.25 million for COVID Construction Grants

Awards are scheduled to be considered by City Council at the March 2nd “A” Session.

ISSUE:

An informational briefing on the City’s Fiscal Year (FY) 2023 Budget and Finance status for the first quarter (October through December), and projections for the remainder of the fiscal year (January to September). During this meeting, the recommended FY 2024 Budget Calendar will be reviewed with City Council.

Additionally, City Council will be provided an update on the COVID-19 Recovery & Resiliency Plan and the American Rescue Plan Act (ARPA) Programs.

ALTERNATIVES:

This item is for briefing purposes only.

FISCAL IMPACT:

This item is for briefing purposes only.

RECOMMENDATION:

This item is for briefing purposes only.