

American Rescue Plan Summary

Planning Strategy and 2024 Proposed Budget

The \$1.9 trillion American Rescue Plan Act (ARP) provides \$350 billion in much needed emergency funds for state, local, territorial, and Tribal governments. As part of this Act, the City of Saint Paul received \$166.6 million through the State and Local Fiscal Recovery Fund to support our immediate response to the COVID-19 public health emergency and its negative economic impacts, while laying the groundwork for the City's ongoing efforts to rebuild. The City of Saint Paul will continue to engage in a robust process to leverage the enormous potential of these one-time funds in support of our community. Investments respond to the many needs of our community with a focus on these priorities:

- **Neighborhood Safety** - targeted investments supporting safer outcomes in neighborhoods, in alignment with the City's Community-First Public Safety (CFPS) framework. Ensures enhanced capacity of public safety systems, improved connectivity and supports, and public spaces designed for safety in support of continuing to develop a more coordinated, comprehensive, and data-driven public safety system.
- **Housing** - targeted investments that respond to our ongoing housing crisis, including connecting people experiencing unsheltered homelessness to support, services, and resources; supporting deeply affordable housing; and ensuring residents can secure stable, accessible, fair, and equitable housing at all ends of the continuum.
- **Works Progress** - targeted investments to ensure people of all ages, backgrounds, and skills can access, secure, and maintain stable employment opportunities with living wages, professional development opportunities, and career pathways to leverage the prosperity our city has to offer. Investments in this priority area focus on an array of sectors such as infrastructure, youth jobs, business supports, arts, digital equity, and green energy.
- **Modernization of City Services** - targeted investments that update, enhance, or expand our ability to provide quality public services in a manner that is safe and efficient for constituents and staff, in a pandemic-informed environment.
- **Financial Stabilization** - targeted investments that support our city's continued ability to maintain short-term and long-term financial, economic, and enterprise stability in support of the ongoing services, supports, and resources our residents rely on.

The City also recognizes the importance of responsibly managing these Federal funds and plans to use approximately 5% for administration including financial, legal, compliance, procurement, human resources, and evaluation needs.

Investment Strategy, 2021 – 2026

| Priority Areas | Spending |
|--------------------------------|------------------|
| Neighborhood Safety | 42,400,000 |
| Housing | 38,900,000 |
| Works Progress | 43,800,000 |
| Modernization of City Services | 15,800,000 |
| Financial Stabilization | 21,500,000 |
| <u>Administration</u> | <u>4,200,000</u> |
| Total | 166,600,000 |

Visit the ARP website for more details and annual reports submitted to the U.S. Treasury Department: stpaul.gov/american-rescue-plan.

The 2024 Proposed Budget includes the unspent balance carried forward for each project. The Investment Strategy outlined above guide spending plans and may change as community needs evolve.

ARP Projected Spending and Carry Forward

2021 - 2023 Expenses
2024 Proposed Budget, Carry Forward

Spending

93,093,080
73,548,543

Total

166,641,623

2024 Proposed Budget

| | 2024 Proposed Budget | | |
|---|----------------------|------------|-------|
| | Spending | Financing | FTE |
| Right Track Expansion | 938,394 | 938,394 | 4.00 |
| CAO Criminal Backlog | 1,210,066 | 1,210,066 | 6.50 |
| ARP Administration | 592,570 | 592,570 | 19.00 |
| Parks Staff Restoration | 1,003,148 | 1,003,148 | 20.73 |
| City Payroll | 3,690,790 | 3,690,790 | - |
| Budget Stabilization, Mill and Overlay Transfer | 1,862,600 | 1,862,600 | - |
| Police Academy Pilot | 150,000 | 150,000 | - |
| ONS Community Council Grants | 3,070,546 | 3,070,546 | - |
| Library Optimal Response | 1,155,556 | 1,155,556 | - |
| COPS Grant Matching | 1,200,000 | 1,200,000 | - |
| Pedestrian and Traffic Safety Plan | 500,000 | 500,000 | - |
| Parks Recreation Expansion | 745,212 | 745,212 | - |
| CollegeBound Boost Guaranteed Income Program | 2,125,429 | 2,125,429 | - |
| Asset Management System | 3,581,982 | 3,581,982 | - |
| Healthy Homes Saint Paul | 1,000,000 | 1,000,000 | - |
| LOCAL Fund | 2,500,000 | 2,500,000 | - |
| SAC Financial Assistance | 90,000 | 90,000 | - |
| Grant Matching | 1,822,954 | 1,822,954 | - |
| Council Office Redesign | 1,599,000 | 1,599,000 | - |
| Electronic Payments | 1,556,224 | 1,556,224 | - |
| Snow Route Optimization | 900,000 | 900,000 | - |
| Smart Library Transformation | 1,000,000 | 1,000,000 | - |
| Parking Fund Stabilization | 1,732,783 | 1,732,783 | - |
| Remote Virtual Inspections | 500,000 | 500,000 | - |
| Project Peace | 400,000 | 400,000 | - |
| 30% AMI Deeply Affordable Housing | 22,209,623 | 22,209,623 | - |
| Lead Service Line Replacement | 5,250,000 | 5,250,000 | - |

| | 2024 Proposed Budget | | |
|------------------------------|-----------------------------|-------------------|--------------|
| | Spending | Financing | FTE |
| Youth Employment Affiliate | 50,000 | 50,000 | - |
| Drivers License Academy | 183,333 | 183,333 | - |
| LEAP Project | 440,000 | 440,000 | - |
| No Barrier Employment | 550,000 | 550,000 | - |
| Creative Media and Tech | 550,000 | 550,000 | - |
| Earn and Learn Models | 8,213,333 | 8,213,333 | - |
| Employer Engagement Outreach | 75,000 | 75,000 | - |
| Medical Debt | 1,100,000 | 1,100,000 | - |
| 2024 Total | 73,548,543 | 73,548,543 | 50.23 |

Note: the ARP funds are budgeted in the General Government Account and do not generally appear in department budgets.