




TO: Linda Gorton, Mayor
Councilmembers

FROM: 
Jenifer Wuorenmaa, ARPA Project Manager

CC: Sally Hamilton, Chief Administrative Officer

DATE: February 23, 2023

SUBJECT: American Rescue Plan Act (ARPA) State and Local Fiscal Recovery Funds (SLFRF) Reallocation

Request

Authorization to rescind the Council's prior determination to preliminarily award \$6,000,000 in ARPA funding to the Salvation Army (\$2,000,000) and The Lexington Farmers Market (\$4,000,000) and to reallocate \$1,000,000 to the Department of General Services for the Black and Williams Gymnasium project and \$5,000,000 to the Office of Affordable Housing for affordable housing projects.

Why are you requesting?

The Office of the Chief Administrator (CAO) needs this action completed because neither the Salvation Army project nor the Lexington Farmers Market projects are now proceeding as proposed and further, neither project can be completed by the Department of Treasury deadline for ARPA.

The Administration recommends reallocating the funds to the Black and Williams Gymnasium project and the Affordable Housing Fund.

- The Black and Williams Gymnasium project estimate is \$1,000,000 over the current ARPA allocation of \$1,040,000. The project is on hold until additional funds are allocated.
- Since its inception, the Affordable Housing Fund has allocated funding for 3,100 affordable housing units. It is estimated that there are over 2,900 affordable housing units still needed to accommodate Lexington's residents.



What is the cost in this budget year and future budget years?

The cost for this FY is: ARPA reallocation only, no additional cost
The cost for future FY is: NA

Are the funds budgeted?

If approved, a BA will come to Council

The funds are budgeted or a budget amendment is in process: If approved, a BA will come to Council

Account numbers

TBD

File Number

L0224-23

Director/Commissioner

Wuorenmaa/Hamilton

