

# ARPA FUNDED NONPROFIT CAPITAL GRANTS PROGRAM

*August 23, 2022*

*LFUCG Council Work Session*



**LEXINGTON**



## Nonprofit Capital Project Grants Program

- ***One-time grant*** provided to local 501(c)(3) agencies for major capital projects in two categories:

### 1) **Facility Improvements**

(such as the purchase, construction, expansion, repair of a building, or installation or major overhaul of HVAC systems, etc.)

### 2) **Operational Investments**

(the purchase of major equipment, e.g. generator or vehicle)



## Eligibility

- Community nonprofit partners with established proven track records of performance.
- Grant funds must be invested in facilities located in and agencies serving residents of Lexington-Fayette County.
- Agencies must be recognized by Internal Revenue Service as a 501(c)(3) nonprofit organization.
- Agencies must either own the facility or have a current long-term lease (*with at least 3 years remaining on the terms of the lease*) with a private landlord for which improvements are being requested.
- **All funds awarded must be spent by Subrecipient grantees before April 30, 2024.**



## Eligible Cost Activities

*(including, but not limited to)*

### Facility Improvements

- **Systems**  
*Mechanical, Electrical and Plumbing*
- **Exterior**  
*Roofing, Windows, Gutters, Masonry, Siding*
- **Interior**  
*Flooring, Walls, Ceilings, Lighting*
- **Property Site**  
*Acquisition of Property, Parking, Sidewalks, Lighting, Utilities, Signage*
- **Environmental Remediation**  
*Asbestos, Lead Paint, Air Quality*



## **Eligible Cost Activities**

*(including, but not limited to)*

### **Operational Investments**

- **Information Technology & Telecommunication**  
*(Servers, Computer Systems, Database Systems, etc.)*
- **Fleet and Mobile Service Units**
- **Generators, Alternative Power Supply**
- **Security Cameras, Safety Controls**
- **Other Major Operational Equipment**

## Grant Award Allocation

	Facility Improvements	Operational Investments
<b>Funding Pool*</b>	<b>\$4,000,000</b>	<b>\$2,000,000</b>
<b>Minimum Request per agency**</b>	\$100,000**	\$50,000**
<b>Maximum Request per agency</b>	\$500,000	\$250,000

*\*Agencies were allowed to apply for either Facility Improvements or Operational Investments or both.*

*\*\*Agencies could have bundled projects in either Facility Improvements or Operational Investments to meet the minimums (not across the two types of investments in order to meet minimums).*



## Proposal Evaluation Criteria

Factor	Points
Directly Provide or Indirectly Facilitate the Provision of Services to Low-income, Underserved, or Marginalized Lexington-Fayette County Residents	20
Demonstrated Need	20
Applicant Capacity for Project and Meeting ARPA Requirements	20
Operational Feasibility	20
Cost Analysis	20
<b>Total Points</b>	<b>100</b>



## RFP #24-2022

- An RFP for ARPA Nonprofit Capital Projects (NCG) was issued by Purchasing and responses were received on June 21, 2022 for the available **\$6,000,000 in funding allotted by Council.**
  
- **Responses-**
  - 56 Agencies
  - 138 projects totaling \$21,160,111-
    - Facility Improvements- \$15,246,107
    - Operational Investments- \$5,914,004





## RFP #24-2022 Evaluation

- NCG RFP responses were **divided alphabetically into 4 equal groups**, and evaluated and scored by 4 separate committees.

Each committee had a representative from:

- General Services
- Social Services
- Code Enforcement
- Finance
- Enterprise Solutions or Computer Services
- Grants

- The Work Group, composed of the General Services, Housing Advocacy, Finance, and Social Services Commissioners, compared each committee's rankings and made the final recommendations.



## RFP #24-2022 Recommendations

- The top ranked proposals from each group are being equally recommended for funding.
  - Each group had a different group of scorers. Fairer consideration is using **group rankings rather than comparing the actual scores** across groups.
  
- Due to the nature of these capital projects, each project that has made **either the top 10 or 11 in each group are recommended for funding at the full ask.**
  - These grant awards are reimbursable funds only and the proposals were to include realistic quotes and contingencies for project completion.

## Top 10 ranked 40 projects

	Facility Improvements	Operational Investments	Totals
Group 1	\$702,470	\$373,400	\$1,075,870
Group 2	\$359,167	\$643,798	\$1,002,965
Group 3	\$1,943,283	\$454,793	\$2,398,076
Group 4	\$641,548	\$638,134	\$1,279,682
<b>TOTALS</b>	<b>\$3,646,468</b>	<b>\$2,110,125</b>	<b>\$5,756,593</b>

- **The top 10 ranked proposals from each of the evaluation groups is a total of \$5,756,593.**  
(\$3,646,468 for Facility Improvements and \$2,110,125 for Operational Improvements)
- **Leaves \$243,407 of the \$6,000,000 unallocated.**

## Top 11 ranked 45 projects

	Facility Improvements	Operational Investments	Totals
Group 1*	\$1,045,571	\$621,654	\$1,667,225
Group 2	\$359,167	\$697,300	\$1,056,467
Group 3	\$1,943,283	\$458,293	\$2,401,576
Group 4	\$654,837	\$638,134	\$1,292,971
<b>TOTALS</b>	<b>\$4,002,858</b>	<b>\$2,415,381</b>	<b>\$6,418,239</b>

\*Two projects tied for Rank 11.

- **The top 11 ranked proposals from each of the evaluation groups is a total of \$6,418,239.** (\$4,002,858 for Facility Improvements and \$2,415,381 for Operational Improvements)
- **An additional \$418,239 from ARPA Contingency would be needed to fully fund these 45 top scoring projects.**



## Final Recommendation

- The Work Group, supported by the Mayor, CAO Hamilton, and Deputy CAO Brown, would like the Council to consider allocating an **additional \$418,239 from ARPA to the Nonprofit Capital Projects Program.**
- The additional funding would allow the top 11 ranked **45 projects** to be funded at **100% of their ask.**

# Questions?

