



AMERICAN RESCUE PLAN ACT

Local Fiscal Recovery Funds

Prioritization Session

Unified Government of Wyandotte County/ Kansas City, KS

Board of Commissioners

Special Session - Budget Workshop #4

July 15, 2021

AGENDA

1) Introduction

- Commission Comments from July 1, 2021
- Suggested Guiding Principles
- What have other entities received?

2) City of Kansas City, Kansas

- Funding Requirements
- Non-Revenue Replacement Eligible Uses
- Immediate Needs
- Tally of Allocation, Immediate Funds and Remaining Balance

For additional details please refer to the CFO Report dated 7/15/21: *“Impact of the COVID-19 Public Health Emergency and the American Rescue Plan Act”*

3) Wyandotte County

- Funding Requirements
- Non-Revenue Replacement Eligible Uses
- Immediate Needs
- Tally of Allocation, Immediate Funds and Remaining Balance

4) Prioritization Beyond Immediate Needs

- City of Kansas City, Kansas
 - Non-Revenue Replacement Eligible Use Categories
- Wyandotte County
 - Non-Revenue Replacement Eligible Use Categories

Commission Comments from July 1, 2021

Public Health and Human Services, including wrap around services

Address deferred maintenance of facilities we plan to retain

Stormwater investments to keep future rates low

Address disparities in health care and housing

Broadband expansion to underserved areas

Infrastructure - roads, bridges & sidewalks

Premium pay for employees fighting COVID

Violence, substance abuse and mental health interventions

Redevelop vacant areas in our neighborhoods

Coordinate with other entities to avoid duplication

Engagement with community partners and leverage funds

Spend wisely, wait, hold onto funds and earn interest

Suggested Guiding Principles

Target Goals

- Target ARPA funding to support UG Strategic Goals

Core Values

- Center decision-making on core values of equity, diversity, engagement, and excellence

Cash-Fund Now

- Strategic investments to potentially lower future financing, mill levy reliance, diminish fee increases

Leverage

- Leverage existing infrastructure efforts; Avoid duplication of other grants

Maximize

- Maximize all ARPA funding by first cross-mapping against more restrictive funding

Best Practices

- Best practices implementation for the COVID-19 response and grant administration

Flexibility

- Maintain flexibility to reallocate funding as needs and federal guidance evolve

One-Time

- Use one-time funds for one-time uses or have a path to sustainability

What have other entities in Wyandotte County been allocated?

Entities	Allocations (in millions)
Cities – ARPA	
City of Bonner Springs	\$ 1.20
City of Edwardsville	0.68
City of Lake Quivira	0.14
School Districts – ESSER III	
USD #500 – Kansas City, KS	\$ 82.44
USD #202 – Turner	9.46
USD #204 – Bonner Springs	3.88
USD #203 – Piper	0.94
Colleges and Universities - ARPA	
Kansas City Kansas Community College	\$ 11.80
Donnelly College	1.10
TOTAL:	\$ 111.64

Actions that are Underway

- Community Engagement
 - UG American Rescue Plan website
 - President's Order on *Advancing Racial Equity and Support for Underserved Communities*
 - **ARPA Public Hearing July 29th** to seek community feedback on potential ARPA funding uses
 - Get word out about the public hearing on social media and other venues
 - UG staff continue to directly reach out to community organizations to ensure their participation
- Grant Management Division
 - RFP for consulting firm to assist with non-LFRF ARPA grant opportunities:
 - grant discovery,
 - grant writing, and
 - community liaison to enhance partnership relationship with community organizations, non-profits and other local governments
 - Developing a grants policy and grant management manual

City of Kansas City, KS Funding: LFRF Requirements

LFRF City Allocation = \$55.4 M

- This Year - \$27.7 M
- May 2022 - \$27.7 M

Revenue Replacement = \$26 M

2020 \$18.8 M and 2021 estimate \$7.2 M

- Use for Government Services; Very Flexible
- Uses that aren't eligible in the other categories
- Allowed to use revenue replacement for non-revenue replacement eligible use categories

Other (Non-Revenue Replacement) Eligible Uses
Categories = \$29.4 M

- Public Health
- Negative Economic Impact
- Disproportionately Impacted Communities
- Premium Pay
- Wastewater, Stormwater and Broadband

City of Kansas City, Kansas

Non-Revenue Replacement Eligible Use Categories = \$29.4 M

Public Health

- Physical plant changes to public facilities that respond to COVID
- Other COVID expenses (communication, isolation, quarantine)
- Payroll of public safety and other public Sector staff responding to COVID-19
- Mental health and substance abuse services

Negative Economic Impact

- Household assistance for food, rent, mortgage, utilities, cash transfers, internet access, eviction prevention)
- Job training assistance
- Small business economic assistance
- Tourism to mitigate COVID
- Other economic support
- Re-hire public sector staff

Disproportionately Impacted Communities

- Educational assistance
- Healthy childhood environments
- Housing support for unhoused persons
- Community health workers or benefit navigators
- Community violence prevention

Other Eligible Uses-City

- Premium pay for UG employees
- Grants to private sector employers
- Wastewater & Stormwater
- Broadband (City share)
- ARPA Grant Mgmt Support

City of Kansas City, Kansas

IMMEDIATE NEEDS TO FIGHT SPREAD OF COVID-19 = \$3.3 M

Public Health - \$642 K

- Physical plant changes to public facilities that respond to COVID - **\$142 K**
- Other COVID expenses (communication, isolation, quarantine) - **\$500 K**
- Payroll of public safety and other public Sector staff responding to COVID-19 - **\$0**
- Mental health and substance abuse services - **\$0**

Negative Economic Impact - \$910 K

- Household assistance for food, rent, mortgage, utilities, cash transfers, internet access, eviction prevention) - **\$0**
- Job training assistance - **\$0**
- Small business economic assistance - **\$650 K**
- Tourism to mitigate COVID (CVB Hotel Air Handling) - **\$200 K**
- Other economic support - **\$60 K**
- Re-hire public sector staff – **\$0**

Disproportionately Impacted Communities - \$60 K

- Educational assistance - **\$0**
- Healthy childhood environments - **\$60 K**
- Housing support for unhoused persons - **\$0**
- Community health workers or benefit navigators - **\$0**
- Community violence prevention - **\$0**

Other Eligible Uses-City - \$1.79 M

- Premium pay for UG employees - **\$0**
- Grants to private sector employers-**\$0**
- Wastewater and Stormwater-**\$0**
- Broadband (City share)-**\$0**
- ARPA Grant Mgmt Support - **\$263 K**
- Municipal Court Mgmt Software-**\$929 K***
- Online Processes Implementation-**\$550 K***

Refer to CFO report for details

**Items funded from revenue replacement pot*

CITY OF KANSAS CITY, KANSAS

Tally of Immediate Funds and Remaining Balances

	(in millions)
LFRF 2-Yr Allocation	\$ 55.38
Immediate Needs	(3.30)
Revenue Replacement/Loss	(24.55)
TOTAL – KCK REMAINING BALANCES	\$ 27.53

Questions?

Wyandotte County Funding: LFRF Requirements

LFRF County Allocation = \$32 M

- This Year - \$16 M
- May 2022 - \$16 M

Revenue Replacement = \$10.9 M

2020 \$6.6 M and 2021 estimate \$5.3 M

- Use for Government Services; Very Flexible
- Uses that aren't eligible in the other categories
- Allowed to use revenue replacement for non-revenue replacement eligible use categories

Other (Non-Revenue Replacement) Eligible Uses
Categories = \$22.1 M

- Public Health
- Negative Economic Impact
- Disproportionately Impacted Communities
- Premium Pay
- Broadband

Wyandotte County

Non-Revenue Replacement Eligible Use Categories = \$22 M

Public Health

- Vaccination, testing and contact tracing
- Prevention in congregate settings
- Physical plant changes to public facilities that respond to COVID
- Other COVID expenses (communication, isolation, quarantine)
- Payroll of public health and other Public Sector staff responding to COVID-19
- Mental health and substance abuse services
- Other public health services

Negative Economic Impact

- Household assistance for food, rent, mortgage, utilities, cash transfers, internet access, eviction prevention)
- Job training assistance
- Aid to non-profits to mitigate COVID
- Tourism to mitigate COVID
- Other economic support
- Re-hire public sector staff

Disproportionately Impacted Communities

- Educational assistance
- Healthy childhood environments
- Housing support for unhoused persons
- Community health workers or benefit navigators
- Community violence prevention

Other Eligible Uses-County

- Premium pay for public sector employees
- Broadband (County share)
- Other units of government in region
- ARPA Grant Mgmt Support

Wyandotte County

IMMEDIATE NEEDS TO FIGHT SPREAD OF COVID-19 = \$8.44 M

Public Health - \$5.49 M

- Vaccination, testing & contact tracing - **\$1.71 M**
- Prevention in congregate settings - **\$109 K**
- Physical plant changes to public facilities that respond to COVID - **\$0**
- Other COVID expenses (communication, isolation, quarantine) - **\$625 K**
- Payroll of public health and other Public Sector staff responding to COVID-19 - **\$1 M**
- Mental health & substance use-**\$232 K**
- UGPHD mobile clinic unit - **\$400 K**
- Demobilization, Storage - **\$600 K**
- Other public health services-**\$0.8 M**

Negative Economic Impact - \$1.2 M

- Household assistance for food, rent, mortgage, utilities, cash transfers, internet access, eviction prevention) - **\$618 K**
- Job training assistance - **\$80 K**
- Aid to non-profits to mitigate COVID - **\$500 K**
- Tourism to mitigate COVID - **\$0**
- Other economic support - **\$0**
- Re-hire public sector staff – **\$0** (*none on the County side*)

Refer to CFO report for details

**Item funded from revenue replacement pot*

Disproportionately Impacted Communities - \$1.09 M

- Educational assistance - **\$250 K**
- Healthy childhood environments - **\$0**
- Housing support for unhoused persons - **\$160 K**
- Community health workers or benefit navigators - **\$151 K**
- Community violence prevention - **\$529 K**

Other Eligible Uses-County - \$659 K

- Premium pay for UG employees - **\$0**
- Broadband (County share) - **\$0**
- Other units of govt in region - **\$0**
- ARPA Grant Mgmt Support - **\$159 K**
- Online Processes Implementation-**\$500K***

Wyandotte County

Tally of Immediate Funds and Remaining Balances

	(in millions)
LFRF 2-Yr Allocation	\$ 32.13
Immediate Needs	(8.44)
Revenue Replacement/Loss	(10.43)
TOTAL – COUNTY REMAINING BALANCES	\$ 13.26

Questions?

PRIORITIZATION BEYOND IMMEDIATE NEEDS

Non-Revenue Replacement ARPA Eligible Uses



City of Kansas City, Kansas – PRIORITIZATION BEYOND IMMEDIATE NEEDS

Non-Revenue Replacement Eligible Uses = Balance Available \$27.53 M

Public Health

- Physical plant changes to public facilities that respond to COVID
- Other COVID expenses (communication, isolation, quarantine)
- Payroll of public safety and other public Sector staff responding to COVID-19
- Mental health and substance abuse services

Negative Economic Impact

- Household assistance for food, rent, mortgage, utilities, cash transfers, internet access, eviction prevention)
- Job training assistance
- Small business economic assistance
- Tourism to mitigate COVID
- Other economic support
- Re-hire public sector staff

Disproportionately Impacted Communities

- Educational assistance
- Healthy childhood environments
- Housing support for unhoused persons
- Community health workers or benefit navigators
- Community violence prevention

Other Eligible Uses-City

- Premium pay for public sector employees
- Grants to private sector employers
- Wastewater & Stormwater
- Broadband (City share)

Wyandotte County – PRIORITIZATION BEYOND IMMEDIATE NEEDS

Non-Revenue Replacement Eligible Uses = Balance Available \$13.26 M

Public Health

- Vaccination, testing and contact tracing
- Prevention in congregate settings
- Physical plant changes to public facilities that respond to COVID
- Other COVID expenses (communication, isolation, quarantine)
- Payroll of public health and other Public Sector staff responding to COVID-19
- Mental health and substance abuse services
- Other public health services

Negative Economic Impact

- Household assistance for food, rent, mortgage, utilities, cash transfers, internet access, eviction prevention)
- Job training assistance
- Aid to non-profits to mitigate COVID
- Tourism to mitigate COVID
- Other economic support
- Re-hire public sector staff

Disproportionately Impacted Communities

- Educational assistance
- Healthy childhood environments
- Housing support for unhoused persons
- Community health workers or benefit navigators
- Community violence prevention

Other Eligible Uses-County

- Premium pay for public sector employees
- Broadband (County share)
- Other units of government in region

INITIAL PRIORITIZATION BEYOND IMMEDIATE NEEDS

PUBLIC HEALTH

Vaccination, testing, contact tracing

Prevention in congregate settings

Physical plant changes to public facilities that respond to COVID

Other COVID expenses (communication, isolation, quarantine)

Payroll of public health and other public sector staff responding to COVID

Mental health and substance abuse services

Other public health services

NEGATIVE ECONOMIC IMPACT

Household assistance for food, rent, mortgage, utilities, cash transfers, internet access, eviction prevention

Job training assistance

Aid to non-profits to mitigate COVID

Small business economic assistance

Tourism to mitigate COVID

Other economic support

Re-hire public sector staff

DISPROPORTIONATELY IMPACTED COMMUNITIES

Educational assistance

Healthy childhood environments

Housing support for unhoused persons

Community health workers or benefit navigators

Community violence prevention

OTHER ELIGIBLE USES

Premium pay for public sector employees

Broadband (share)

Other units of government in region

Community health workers or benefit navigators

Grants to private sector employers

Wastewater and stormwater

Non-Revenue Replacement Eligible Uses



City of Kansas City, KS



Wyandotte County



Both

* Indicates initial prioritization

Revenue Replacement Balances

Revenue Replacement/Loss	(in millions)
Kansas City, Kansas Funds	\$ 24.55
Wyandotte County Funds	10.43
TOTAL – REMAINING BALANCES	\$ 34.98

Allocation of these funds to take place as part of the Amended 2021/
Proposed 2022 Budget Process.

Services/ Project Proposals and Process

UG Staff following the process below to gather and consider all programs or projects proposals:

1. Process began by Departments submitting potential services and projects, most of which have been previously vetted or undergone a stakeholder planning process and had been unfunded or planned for in the out years.
2. Departments then added to the list services/projects that will address issues exacerbated by COVID-19 per guidelines.
3. Staff Team worked with Departments to identify services and projects of immediate need for mitigating COVID-19 and present these proposals to the Commission on July 15th.
4. Following the community engagement period (July 29th), Departments to refine and/or add proposals based on the feedback.
5. Staff Team further refined the list to ensure that proposals met the federal eligible uses regulations.

Services/ Project Proposals and Process (continued)

6. Staff Team then to review the proposals to consider whether the services/project are feasible within the timeframe, have gone through a community engagement process, furthered equity criteria, thoroughness of cost estimates and scalability, and potential for collaboration with community partners and other local agencies.
7. Based on these considerations, the proposals would then be prioritized (by the Commission with the staff's assistance) to fit within three tiers, as shown below:
 - **Tier 1** – Services and projects that will have the most impact, are “shovel-ready,” and highly important.
 - **Tier 2** – Services and projects that are highly important but may not be as urgent or ready to address immediately (may make more sense for the 2nd Tranche).
 - **Beyond Tier 2** – Services and projects that may not directly qualify for the intent of ARPA funds, may not be considered feasible within the timeframe, and/or should be considered through other funding sources.
8. Following the public hearing, Staff Team further prioritized services and projects based on the discussions to develop the 1st Tranche Allocation Plan as part of the Amended 2021/ Proposed 2022 Budget process.

Additional Information

What have other regional counties and metro cities been allocated?

ARPA Regional Counties & Metro Cities	Allocations (in millions)
Johnson County, KS	\$ 117.01
Jackson County, MO	136.55
Lawrence	19.30
Leavenworth	8.55
Lenexa	5.13
Manhattan	12.76
Olathe	14.92
Overland Park	18.58
Shawnee	7.56
Topeka	45.68
Wichita	72.42

Slide 1 of 2

U.S. Census Bureau,
American Community Survey (ACS) Data

Source of Data: [January 2021 Qualified Census Tracts and Difficult Development Areas | HUD USER](#)

2014-2018 ACS Data				
Tract_2010	Total Population	Pct. Below Poverty- All Persons*	Median household income (dollars)	Tract Greater than 25% Poverty?
040400	1,974	20.8%	\$32,352	
040500	1,916	17.7%	\$41,113	
040600	2,878	19.8%	\$40,087	
040700	1,429	33.6%	\$25,089	YES
040800	632	26.5%	\$32,308	YES
040900	1,006	36.9%	\$27,566	YES
041000	1,384	42.2%	\$22,339	YES
041100	1,575	65.6%	\$13,250	YES
041200	1,475	22.8%	\$22,303	
041300	4,773	26.7%	\$33,125	YES
041500	3,016	28.2%	\$34,286	YES
041600	3,808	20.4%	\$35,602	
041700	2,801	23.3%	\$35,658	
041800	916	49.3%	\$11,000	YES
042001	1,642	34.3%	\$31,653	YES
042002	1,509	43.1%	\$19,634	YES
042100	3,124	33.2%	\$35,574	YES
042200	2,032	9.9%	\$38,879	
042300	3,179	45.8%	\$26,617	YES
042400	2,388	30.1%	\$34,188	YES

Slide 2 of 2

U.S. Census Bureau, American Community Survey (ACS) Data

Source of Data: [January 2021 Qualified Census Tracts and Difficult Development Areas | HUD USER](#)

2014-2018 ACS Data					
Tract_2010	Total Population	Pct. Below Poverty- All Persons*	Median household income (dollars)	Tract Greater than 25% Poverty?	
042600	2,479	24.3%	\$34,417		
042700	3,776	27.4%	\$37,533	YES	
042800	3,427	25.5%	\$37,264	YES	
043000	121	4.1%	\$33,750		
043301	3,516	25.1%	\$35,665	YES	
043904	4,065	34.5%	\$34,701	YES	
043905	1,802	36.4%	\$22,581	YES	
044003	2,813	26.2%	\$40,000	YES	
044004	555	36.8%	\$29,018	YES	
044101	1,303	23.8%	\$35,859		
044104	3,284	18.8%	\$34,818		
044301	2,521	21.4%	\$38,875		
044303	2,359	14.4%	\$38,426		
044500	2,651	36.8%	\$33,667	YES	
045000	3,855	28.0%	\$36,967	YES	
045100	2,016	31.4%	\$35,350	YES	
045200	4,062	24.5%	\$45,102		
38 tracts	89360	21.9%	\$ 43,869	13	

*Percentage of families and people whose income in the past 12 months is below the poverty level.

City Revenue Loss

KANSAS CITY, KANSAS FUNDS							
	2019 Actuals	2020 Actuals	2020 Counterfactual with 4.1% CPI increase from 2019 Actuals	2020 COVID Revenue Loss	2021 Estimate	2021 Counterfactual with 4.1% CPI increase	2021 Est. COVID Revenue Loss
City General Fund	\$ 136,162,839	\$ 130,072,477	\$ 141,745,515	\$ (11,673,039)	\$ 140,051,164	\$ 147,557,081	\$ (7,505,918)
Special Revenue Funds	22,756,420	20,857,395	23,689,433	(2,832,038)	22,878,073	24,660,700	(1,782,627)
Debt Service Funds	23,391,849	22,566,780	24,350,915	(1,784,136)	24,184,259	25,349,303	(1,165,043)
TIF Funds	2,601,402	2,566,821	2,708,059	(141,238)	2,797,744	2,819,090	(21,346)
Other Funds	1,506,946	1,501,833	1,568,731	(66,899)	1,693,000	1,633,049	59,951
Sewer Enterprise Fund	36,566,895	37,363,425	38,066,138	(702,712)	44,001,700	39,626,849	4,374,851
Other Enterprise Funds	16,476,277	15,591,076	17,151,805	(1,560,729)	16,672,851	17,855,029	(1,182,178)
KCK FUNDS TOTALS:	\$ 239,462,629	\$ 230,519,806	\$ 249,280,596	\$ (18,760,790)	\$ 252,278,791	\$ 259,501,101	\$ (7,222,310)

County Revenue Loss

WYANDOTTE COUNTY, KANSAS FUNDS							
	2019 Actuals	2020 Actuals	2020 Counterfactual with 6.2% CPI increase from 2019 Actuals	2020 COVID Revenue Loss	2021 Estimate	2021 Counterfactual with 6.2% CPI increase	2021 Est. COVID Revenue Loss
County General Fund	\$ 64,823,303	\$ 63,175,047	\$ 68,842,348	\$ (5,667,301)	\$ 69,224,523	\$ 73,110,573	\$ (3,886,050)
Parks General Fund	2,705,905	2,670,262	2,873,671	(203,409)	3,084,576	3,051,839	32,738
Debt Service Funds	3,802,838	3,753,572	4,038,614	(285,042)	4,058,767	4,289,008	(230,241)
County Tax Levy Funds	6,690,670	6,657,239	7,105,491	(448,252)	7,297,816	7,546,032	(248,216)
Special Revenue Funds	1,131,896	1,231,399	1,202,073	29,326	1,254,000	1,276,602	(22,602)
WYCO FUNDS TOTALS:	\$ 79,154,612	\$ 77,487,519	\$ 84,062,197	\$ (6,574,678)	\$ 84,919,682	\$ 89,274,054	\$ (4,354,371)