

Memorandum



CITY OF DALLAS

DATE April 21, 2023

TO Honorable Mayor and Members of the City Council

SUBJECT **American Rescue Plan Act (ARPA) Budget Update**

The City of Dallas received \$355.4 million from the American Rescue Plan Act/Coronavirus Local Fiscal Recovery Funds (ARPA/CLFRF) and adopted the spending framework with the passage of the FY 2021-22 budget on September 22, 2021.

As projects and programs have gotten underway, some have been completed sooner than anticipated, while needs and priorities have changed for others, resulting in unallocated funds being available to reallocate. We are rapidly approaching a critical threshold for the ARPA funds. **The deadline to encumber ARPA funds is September 30, 2024.** All encumbered funds must be spent by September 30, 2026.

To ensure all funds are utilized in a timely manner, we recommend (1) unallocated funds be reprogrammed to address other high priority citywide initiatives, and (2) certain FY 2023-24 funding be accelerated from FY 2023-24 to FY 2022-23. We will include recommended ARPA funding changes in the FY 2022-23 mid-year budget appropriation process with recommendations to Government Performance and Financial Management (GPFM) Committee on April 24, 2023, and to the City Council on April 26, 2023.

The anticipated sources and uses of appropriated funds that are proposed for reallocation are summarized below and detailed in the attachment.

Sources of Funds	Dept	Amount	Description
Health & Safety	OEM	\$(8,272,034)	Testing and Vaccination projects completed. Unallocated funds remain.
Fiscal Recovery & Sustainability	ECO	(5,000,000)	Funds originally planned for operation of new economic development corporation.
Fiscal Recovery & Sustainability	DFR	(200,000)	Funds reallocated from Dallas Fire Rescue (DFR) for Right Care equipment to be used by the Office of Integrated Public Safety Solutions (IPS).
Fiscal Recovery & Sustainability	PNV	(65,000)	Funds originally planned to conduct citywide market analysis. Additional funds needed to complete scope of work. Analysis is underway with other funds.
Fiscal Recovery & Sustainability	OEM	(31,972)	Purchase completed. Unallocated funds remain.
	Total	\$(13,569,006)	

Use of Funds		Amount	
Health & Safety	OHS	3,657,631	Housing for Unsheltered persons*.
Health & Safety	OCC	500,000	Period Access Dallas Program.
Health & Safety	HOU	2,200,000	Direct assistance to pay homeowner portion of water/wastewater connection fees.
Health & Safety	DFR	1,200,000	DFR Equipment – Station System Replacement for Locution
Fiscal Recovery & Sustainability	IPS	200,000	Funds reallocated from DFR for Right Care equipment to be used by IPS.
Fiscal Recovery & Sustainability	DFR	5,811,375	DFR Overtime.
	Total	\$13,569,006	

*Planned project may receive a partial reimbursement from Dallas County in the amount of \$2.5 million

The anticipated sources and uses of funds proposed to be accelerated from FY 2022-23 to FY 2023-24 are summarized below and detailed in the attachment.

Sources of Funds	Dept	Amount	Description
Fiscal Recovery & Sustainability	DPD	\$6,943,392	Purchase squad cars.
Fiscal Recovery & Sustainability	ECO/DFR	2,000,000	Funds originally planned for operation of new economic development corporation. Funding will be advanced to FY 2022-23 and reallocated to DFR for overtime.
	Total	\$8,943,392	

If you have any questions, please contact me or Janette Weedon, Director of Budget & Management Services.



Jack Ireland
 Chief Financial Officer

[Attachment]

- c: T.C. Broadnax, City Manager
- Tammy Palomino, Interim City Attorney
- Mark Swann, City Auditor
- Biliera Johnson, City Secretary
- Preston Robinson, Administrative Judge
- Kimberly Bizer Tolbert, Deputy City Manager
- Jon Fortune, Deputy City Manager

- Majed A. Al-Ghafry, Assistant City Manager
- M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager
- Robert Perez, Assistant City Manager
- Carl Simpson, Assistant City Manager
- Genesis D. Gavino, Chief of Staff to the City Manager
- Directors and Assistant Directors

ARPA Budget						A	B	C	D
Dept	Use of Funds	Strategic Priority	Tier	Proposed Spending Framework	Funding Category	ITD Budget* FY 2021-22 + FY 2022-23	Proposed Reallocation (+/-)	Planned Budget FY 2023-24	Total Funding D=A+B+C
BMS	BMS Program Administration and Staff Cost.	Government Performance & Financial Management	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Direct Services	2,780,627	-	-	2,780,627
BMS	Replace AMS financial system.	Government Performance & Financial Management	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Direct Services	2,500,000	-	-	2,500,000
	Budget & Management Services Total					5,280,627	-	-	5,280,627
BSD	Purchase an expandable generator monitoring system.	Government Performance & Financial Management	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	165,000		-	165,000
BSD	Facility retrofits - building, air filtration improvements, remote monitoring and control, and duct cleaning, etc.	Transportation and Infrastructure	Tier 1 – Immediate Relief	Health & Safety	Direct Services	21,000,000	-	-	21,000,000
	Building Services Total					21,165,000	-	-	21,165,000
CTS	Security Assessment Funding - All Recommendations for Group A.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	6,425,750	-	-	6,425,750
CTS	City Marshals were provided to enhance security and safety.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	195,000	-	-	195,000
	Court & Detention Services Total					6,620,750	-	-	6,620,750
DFR	Ensure all Dallas firefighters have completed paramedic school by eliminating the backlog of paramedic training.	Public Safety	Tier 1 – Immediate Relief	Health & Safety	Direct Services	8,500,000	-	-	8,500,000
DFR	Ensure Dallas rescue vehicles are ready to respond by replacing 35 rescues with stretcher, LifePak15, and disinfecting UV equipment.	Public Safety	Tier 1 – Immediate Relief	Health & Safety	Direct Services	11,500,000	-	-	11,500,000
DFR	Equip Dallas Fire-Rescue to meet public health needs, including handheld radios, chest compression devices, priority dispatch software, and medication inventory management systems.	Public Safety	Tier 1 – Immediate Relief	Health & Safety	Direct Services	5,000,000	1,200,000	-	6,200,000
DFR	Equipment for Right Care program.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	200,000	(200,000)	-	-
DFR	Fire overtime.	Public Safety	Tier 1 – Immediate Relief	Fiscal Recovery & Sustainability	Direct Services	-	1,128,405		1,128,405

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DFR	Fire overtime.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	-	6,682,970		6,682,970
Dallas Fire Rescue Total						25,200,000	8,811,375	-	34,011,375
DPD	Purchase additional body-worn cameras -in FY 2021-22 and FY 2022-23.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	365,002		-	365,002
DPD	Purchase camera equipment for interview rooms - in FY 2021-22 and FY 2022-23.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	303,645		-	303,645
DPD	Replacement of Tasers and Licenses.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	2,408,530		-	2,408,530
DPD	Software for property room.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	300,000		-	300,000
DPD	Police overtime.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	17,000,000		8,500,000	25,500,000
DPD	Squad Cars	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	17,056,608	6,943,392		24,000,000
DPD	Uniform/equipment cost for new police recruits - in FY 2021-22 and FY 2022-23.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	1,990,000		-	1,990,000
Dallas Police Department Total						39,423,785	6,943,392	8,500,000	54,867,177
DWU	DWU unserved areas – extending water and sewer service to occupied areas of the city that are currently unserved.	Transportation and Infrastructure	Tier 5 – Big Swings	Infrastructure	Direct Services	7,200,000	-	-	7,200,000
DWU	DWU unserved areas – extending water and sewer service to occupied areas of the city that are currently unserved.	Transportation and Infrastructure	Tier 5 – Big Swings	Infrastructure	Direct Services	30,226,891	-	-	30,226,891
Dallas Water Utilities Total						37,426,891	-	-	37,426,891
ECO	Operation of new economic development corporation including 10 non-City positions.	Economic Development	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	5,000,000	(7,000,000)	2,000,000	-
Office of Economic Development Total						5,000,000	(7,000,000)	2,000,000	-
HOU	Water and sewer infrastructure in partnership with development of affordable housing units.	Housing and Homeless Solutions	Tier 5 – Big Swings	Infrastructure	Direct Services	10,000,000	-	-	10,000,000

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HOU	Preservation of affordable housing and water/sewer infrastructure improvements in qualified census tracts including: Freedmen's towns, Tenth Street Historical District, 5 Mile Neighborhood, and Joppa/Joppee (ARPA).	Housing and Homeless Solutions	Tier 5 – Big Swings	Infrastructure	Direct Services	11,250,000	2,200,000	-	13,450,000
	Housing and Neighborhood Revitalization Total					21,250,000	2,200,000	-	23,450,000
ITS	On-going maintenance and support of business technology initiatives.	Government Performance & Financial Management	Tier 3 – Service Delivery	Infrastructure	Direct Services	9,079,177	-	-	9,079,177
ITS	Ongoing maintenance and support of security initiatives.	Government Performance & Financial Management	Tier 3 – Service Delivery	Infrastructure	Direct Services	5,920,823	-	-	5,920,823
	Information Technology Services Total					15,000,000	-	-	15,000,000
IPS	Equipment for Right Care program.	Public Safety	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	-	200,000	-	200,000
	Integrated Public Safety Solutions Total					-	200,000	-	200,000
LIB	Funds for Library Strategic and Facility Master Plan to be matched by private funds.	Workforce, Education and Equity	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	250,000	-	-	250,000
	Library Total					250,000	-	-	250,000
MGT-COM	Communication and Outreach.	Government Performance & Financial Management	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Direct Services	1,000,000	-	-	1,000,000
MGT-OCC	Support people in crisis by providing mental health care, children/family services, food/essentials assistance, benefits/financial navigation, and contract oversight/technology (equity distribution).	Workforce, Education and Equity	Tier 1 – Immediate Relief	Economic Development	Direct Services	27,119,373	500,000	-	27,619,373
MGT-MCC	Provide City Council District funding for relief to small businesses, nonprofits, or impacted industries based on established criteria.	Workforce, Education and Equity	Tier 1 – Immediate Relief	Economic Development	Direct Services	16,000,000	-	-	16,000,000
MGT-OEI	Conduct needs assessment and form focus groups targeting veteran community.	Housing and Homeless Solutions	Tier 2 – Budget sustainability	Economic Development	Government Services	75,000	-	-	75,000
MGT-OEI	Provide eviction assistance services to individuals impacted by COVID-19 (\$250,000 in CDBG).	Workforce, Education and Equity	Tier 1 – Immediate Relief	Economic Development	Direct Services	500,000	-	-	500,000

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MGT-OEI	Bridging the digital divide.	Workforce, Education and Equity	Tier 4 – Regional partnerships	Infrastructure	Direct Services	40,000,000	-	-	40,000,000
MGT-OEM	Purchase 1 mobile generator to supplement 13 others planned.	Housing and Homeless Solutions	Tier 2 – Budget sustainability	Health & Safety	Government Services	80,000	(31,972)	-	48,028
MGT-OEM	COVID-19 testing and vaccination - OEM, DPD, and DFR cost.	Public Safety	Tier 1 – Immediate Relief	Health & Safety	Direct Services	10,600,000	(8,272,034)	-	2,327,966
MGT-OEQ	Solar/Energy Storage Initiative.	Environment and Sustainability	Tier 2 – Budget sustainability	Health & Safety	Government Services	1,000,000			1,000,000
MGT-OEQ	Install air quality monitors.	Environment and Sustainability	Tier 1 – Immediate Relief	Health & Safety	Direct Services	1,000,000	-	-	1,000,000
MGT-OHS	Partner with MDHA for Rapid-Rehousing program (Other City funding includes CARES/ESG \$4.2m and ARPA/HOME \$19.2m; for total of \$25M from City).	Workforce, Education and Equity	Tier 4 – Regional partnerships	Health & Safety	Direct Services	1,600,000	3,657,631	-	5,257,631
MGT-OGA	Rebuilding International Business and Tourism Office of Government Affairs.	Government Performance & Financial Management	Tier 3 – Service Delivery	Economic Development	Government Services	250,000			250,000
MGT-SBC	Seed money for the Small Business Center to be matched with private funds.		Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	250,000			250,000
MGT-SBC	Workforce development to support people in crisis due to COVID-19.	Housing and Homeless Solutions	Tier 2 – Budget Sustainability	Economic Development	Direct Services	500,000	-	-	500,000
	Management Services Total					99,974,373	(4,146,375)	-	95,827,998
OCA	OAC will renovate and equip the multiform theater spaces, arts and culture within the City of Dallas. Providing affordable safe spaces to perform.	Transportation and Infrastructure	Tier 3 – Service Delivery	Fiscal Recovery & Sustainability	Government Services	550,000			550,000
OCA	Cultural center programming, facilities upgrade & cultural library programing: \$125,000 - Residencies (ARPA revenue replacement).	Quality of Life, Arts, Culture	Tier 3 – Service Delivery	Fiscal Recovery & Sustainability	Government Services	450,000		-	450,000
	Office of Arts and Culture Total					1,000,000	-	-	1,000,000
PBW	Purchase 4 tractors with batwings and hauling trailers.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	495,000		-	495,000
PBW	One-time clean up of all 1,362 unimproved, non-SAN alleys (129 miles).	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	4,800,000	-	-	4,800,000

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PBW	Installation of Sidewalks.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	2,000,000	-	-	2,000,000
PBW	Purchase of snow and ice brine solution and equipment.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	171,000	-	-	171,000
PBW	Street and Alley maintenance/repair.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	-		7,500,000	7,500,000
PBW	Bridge maintenance/repair.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	-		1,000,000	1,000,000
	Public Works Total					7,466,000	-	8,500,000	15,966,000
PKR	Maintenance - COVID-19 testing and vaccination signage to improve traffic flow at Fair Park, which serves as the City’s mass testing, vaccination, and emergency management site.	Quality of Life, Arts, Culture	Tier 1 – Immediate Relief	Fiscal Recovery & Sustainability	Government Services	1,105,000	-	-	1,105,000
PKR	Replace fire alarm systems to be compatible with current fire code.	Quality of Life, Arts, Culture	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	389,210		-	389,210
PKR	Wi-Fi for Park and Recreation facilities.	Quality of Life, Arts, Culture	Tier 4 – Regional partnerships	Infrastructure	Direct Services	3,000,000	-	-	3,000,000
	Park and Recreation Total					4,494,210	-	-	4,494,210
POM	Personal protective equipment and disinfection.	Public Safety	Tier 1 – Immediate Relief	Economic Development	Direct Services	5,000,000	-	-	5,000,000
	Procurement Services Total					5,000,000	-	-	5,000,000
PUD	Conduct citywide market value analysis.	Economic Development	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	65,000	(65,000)	-	-
	Planning and Urban Design Total					65,000	(65,000)	-	-
TRN	Install pedestrian lighting in the 40 converted alley segments.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	2,000,000	-	-	2,000,000
TRN	Upgrade aging traffic signals infrastructure and leverage additional funds.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	8,500,000		5,500,000	14,000,000
TRN	Traffic signal equipment.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	660,000		-	660,000
TRN	Pavement markings and restriping.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	5,000,000		-	5,000,000

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TRN	Street light enhancement; funds are allocated for LED conversions and new streetlight installations in targeted areas.	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	5,000,000		-	5,000,000
TRN	Street Light enhancement	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	4,500,000		2,531,863	7,031,863
TRN	School Zone Flashing Beacons	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Fiscal Recovery & Sustainability	Government Services	575,000	-	-	575,000
TRN	Non-Emergency Vehicle Purchase	Transportation and Infrastructure	Tier 2 – Budget Sustainability	Health & Safety	Direct Services	600,000	-	-	600,000
	Transportation Total					26,835,000	-	8,031,863	34,866,863
	Grand Total					321,451,636	6,943,392	27,031,863	355,426,891