1 CITY OF HOMER 2 HOMER, ALASKA 3 Mayor/Lord/Aderhold 4 ORDINANCE 20-25(S) 5 6 AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA, 7 APPROPRIATING THE FIRST PAYMENT FOR COVID-19 RELATED 8 EXPENDITURES UNDER THE CARES ACT FROM THE STATE OF ALASKA IN THE AMOUNT OF \$3,867,758.79. 9 10 WHEREAS, The State of Alaska received over \$1.5 billion in federal funding under the 11 Coronavirus Aid, Relief, and Economic Security (CARES) Act, with \$562.5 million directed by 12 the Governor and the Alaska Legislature to Alaska's municipalities for direct relief designed 13 to help meet each community's costs associated with coping with the novel coronavirus, 14 Covid-19; and 15 16 17 WHEREAS, The City of Homer's total allocation is \$7,899,085.29, which was authorized 18 for receipt under Resolution 20-051; and 19 20 WHEREAS, The funds allocated to the City of Homer will be distributed by the state in 21 three payments: 22 1) \$3,867,758.79 2) \$2,015,663.25 on or about July 1, 2020 23 24 3) \$2,015,663.25 on or about October 1, 2020; and 25 26 WHEREAS, The City of Homer must expend 80% of the first distribution before the 27 second portion of the allocation is distributed to the City; and 28 29 WHEREAS, Under current federal guidelines, funds from this program may not be used 30 to replace lost revenues to the City; and 31 32 WHEREAS, The Homer City Council believes there is an immediate need to supply some measure of fiscal relief to the small businesses operating within the City of Homer; and 33 34 35 WHEREAS, Funds for this program may be used for expenses associated with the provision of economic support in connection with the Covid-19 health emergency, including 36 expenditures related to the provision of grants to small businesses that suffered negative 37 38 impacts as a result of public health mandates related to Covid-19; and 39 40 WHEREAS, Funds from this program may also be used to reimburse the City for expenses related to municipal operations that are a direct result of the Covid-19 response, 41

including the added administrative costs associated with the substantial associated financial management and oversight; and

WHEREAS, prior to the next anticipated CARES Act payment the Homer City Council will draft additional appropriation strategies to meet the needs of the City of Homer and its residents resulting from the Covid-19 pandemic.

NOW, THEREFORE, THE CITY OF HOMER ORDAINS:

<u>Section 1</u>. The Homer City Council hereby accepts and appropriates the first payment of municipal CARES Act funding in the amount of \$3,867,758.79 to be used as follows:

- A) \$3,000,000 is appropriated to the Small Business Economic Relief Grant Program, per the policy outlined in Resolution 20-057.
- B) \$90,000 is appropriated to pay for the initial administrative costs, including additional personnel and direct expenses (including public outreach), of the small business grant program.
- C) \$130,000 is appropriated to reimburse the City's advance of emergency funding that was used to meet the demands of the first few weeks of Covid-19 response and altered municipal operations.
- D) \$445,000 Is appropriated to repay the City for approved staffing expenses associated with the Covid-19 state mandates and closures and operations of the City's emergency operations center and coordination with other agencies and organizations through a unified command.
- E) The balance is to be placed in a dedicated account to be kept ready for additional Covid-19 related expenses through additional appropriation by the Homer City Council.

Revenue:

<u>Description</u>
FY 2020 CARES Act Municipal Assistance \$3,867,758.79

Transfer:

<u>Description</u> <u>Amount</u>
COVID 19 Response Fund \$3,867,758.79

<u>Section 2</u>. This ordinance is a budget ordinance only, is not permanent in nature and shall not be codified.

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84	ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 💍 day of 🔍 🔍	
85	, 2020.	
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87		CITY OF HOMER
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89		len los
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91		KEN CASTNER, MAYOR
92		
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94	ATTEST:	
95	20 Die 1000	
96	There have	
97	MELISSA JACOBSEN, MMC, CITY CLERK	
98		SOMER
99	YES: 6	And the state of the same
100	NO: O	
101	ABSTAIN:0	March 31, 1954
102	ABSENT: O	MITCH 31.19
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104	First Reading: 5 25 20	
105	Public Hearing: 618/20	
106	Second Reading: 618120	
107	Effective Date: 6/9/20	
108		1Ω
109	Reviewed and approved as to form.	
110	V/A	
111	tw / V	Nichael Cathi Cita Attaman
112	Marvin Yoder, City Manager, Acting Rick Aloboud	Michael Gatti, City Attorney
113	1/2/0	Date: 8/10/2020
114	Date:	Date: 0//4/2020