

Second Supplemental Spending Plan of the CARES Act Coronavirus Relief Fund

On July 21, 2020, this Board approved a spending plan for its allocation of the Coronavirus Aid, Relief, and Economic Security (CARES) Act Coronavirus Relief Fund (CRF) from the U.S. Treasury (Treasury), totaling \$1.220 billion for COVID-19 related expenditures. On September 15, 2020, this Board approved a supplemental spending plan totaling \$129.7 million, which supplemented the original CRF allocations and programs identified in the July 21 spending plan. In addition, this supplemental spending plan authorized the Acting Chief Executive Officer (CEO), or her designee, to adjust planned spending amongst approved spending plan and supplemental plan categories. On November 10, 2020, a second supplemental spending plan was approved allocating a total of \$65.240 million, which will further support the objectives of the July 21 spending plan and the September 15 supplemental spending plan. Collectively, the spending plan and any Board-approved or Acting CEO adjusted supplements (collectively, Spending Plans), continue to support the County's efforts to: address the health, safety, and welfare of County residents and the communities they

MOTION

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live in; support small businesses, nonprofits and childcare operators negatively impacted by COVID-19; provide needed rental assistance to County residents who are unable to pay rent because they are economically impacted by COVID-19; and support local County government by enabling COVID-19 related services to be provided during the pandemic. Approval of the Spending Plans further assists the County in spending its entire CARES Act CRF allocation by the federally mandated spending deadline of December 30, 2020 and supports the County's continued efforts to assist its residents and businesses during the COVID-19 pandemic.

The adjustments to the Spending Plans approved by the Board on November 10, 2020 allocated approximately \$65 million to support the public health of County residents, provide financial and other support for County residents, and support small businesses impacted by COVID-19. These funds will support the expansion of food and nutrition programs, childcare programs, and provide digital support to individuals and communities disproportionately impacted by COVID-19. Additionally, these funds will provide financial and other support for County residents, small business, and nonprofits.

Lastly, on July 21, 2020, the Board authorized the Acting CEO, or her designee, to adjust planned spending amongst categories and fiscal years, and to expend contingency funds for unforeseen qualifying expenses, with prior notification to the Board, to maximize the use of funds and recover eligible costs. Further delegation was provided on October 13, 2020, to the Acting CEO, or her designee, to execute various contracts to support the County's continued efforts to assist and address the health, safety, and welfare of County residents during the COVID-19 pandemic. Such delegation is authorized pursuant to Government Code Section 26227.

This Board must now take action and provide additional authority and appropriation, as needed, to implement the CARES Act CRF detailed Spending Plans to assist and respond to the COVID-19 public health emergency.

I, THEREFORE MOVE that the Board of Supervisors:

1. Approve the attached appropriation adjustment that reflects an increase of \$13,000,000 in appropriation in the Department of Consumer and Business Affairs (DCBA), offset by a corresponding increase in federal revenue from the CARES Act CRF, to support \$10,000,000 in small business grants and \$3,000,000 in COVID-19 community-justice nonprofits grants.
2. Approve the attached appropriation adjustment that reflects an increase of \$10,000,000 in appropriation in the Economic Development budget unit, offset by a corresponding increase in federal revenue from the CARES Act CRF, to fund grant programs for nonprofits and childcare providers to be administered by the Los Angeles County Development Authority (LACDA).
3. Approve the attached appropriation adjustment that reflects an increase of \$10,000,000 in appropriation in the Affordable Housing budget unit, offset by a corresponding increase in federal revenue from the CARES Act CRF, to fund the Los Angeles County Rent Relief program administered by the LACDA.
4. Approve the attached appropriation adjustment that reflects an increase of \$2,000,000 in appropriation in the Department of Arts and Culture, offset by a corresponding increase in federal revenue from the CARES Act CRF, to support a grant program for nonprofit arts organizations.
5. Approve the attached appropriation adjustment that reflects an increase of

\$4,725,000 in appropriation in the Non-departmental Special Accounts budget unit, offset by a corresponding increase in federal revenue from the CARES Act CRF, to provide funds to the Los Angeles County Office of Education (LACOE) for computer devices, hotspots and other digital divide-related assistance to individuals, students and families disproportionately impacted by the COVID-19 pandemic.

6. Authorize and delegate authority to the Acting Director of DCBA, Director of the Department of Arts and Culture, or their respective designees, in consultation with County Counsel, to enter into, execute, if necessary, amend, subrecipient agreements or any related agreements, including sole-source, when necessary, with any community-based organizations, contractors and public agencies, including but not limited to nonprofit and government agencies, necessary to implement the above directives and to comply with the requirements of the CARES Act to not exceed the following:
 - a. Thirteen Million Dollars (\$13,000,000) to DCBA to be allowed as follows:
 - Up to Ten Million Dollars (\$10,000,000) to provide grants to microentrepreneurs and small businesses impacted by the COVID-19 pandemic; and up to Three Million Dollars (\$3,000,000) to create a grant program to support community-justice nonprofits.
 - b. Up to Two Million Dollars (\$2,000,000) the Department of Arts and Culture to support grants to nonprofit arts organizations.
7. Delegate authority to the Acting CEO, or her designee, to execute subrecipient agreements, and any necessary amendments, with LACDA and LACOE to

effectuate the Spending Plans and establish the parameters by which LACDA and LACOE will utilize the funding in accordance with the CARES Act CRF and the Spending Plans not to exceed the following:

- a. Five Million Dollars (\$5,000,000) to the LACDA for the Childcare Provider Grant Program for a total of up to \$20 million, which may include funding transferred from other approved Spending Plan categories, including administrative costs, for childcare operators that have been impacted and have suffered economic hardship due to COVID-19 pandemic.
 - b. Four Million Seven Hundred Twenty-Five Thousand (\$4,725,000) to LACOE to provide digital support and assistance to students, individuals and families disproportionately impacted by the COVID-19 pandemic.
 - c. Ten Million Dollars (\$10,000,000) to the LACDA for the Los Angeles County Rent Relief Program for a total of up to \$110 million, including administrative costs, for income-eligible households who are in need of rental assistance due to economic impacts caused by the COVID-19 pandemic.
8. Find that all agreements, subrecipient agreements, and any amendments thereto, executed in accordance with and in furtherance of the Spending Plans, and consistent with the delegated authority approved by the Board of Supervisors are authorized pursuant to Government Code section 26227, among other applicable laws.
 9. Delegate authority to the Acting CEO and other relevant departments to execute contracts necessary to carry out the intent of the Board of Supervisors in

adopting the Spending Plans, provided such contracts are reviewed and approved as to form by County Counsel and sufficient funds are appropriated.

I, FURTHER, MOVE that the Board of Supervisors, acting as the Commissioners of the Los Angeles County Development Authority:

1. Authorize the Acting Executive Director, or his designee, in consultation with County Counsel, to execute amendments to subrecipient agreements or any related agreements, with the County to reflect the following:
 - a. An additional five million dollars (\$5,000,000) in CARES Act CRF for the Childcare Provider Grant Program to provide grants to childcare operators that have been impacted and have suffered economic hardship due to the COVID-19 pandemic for a total of up to \$20 million, which may include funding transferred from other approved Spending Plan categories; and
 - b. An additional five million dollars (\$5,000,000) in CARES Act CRF for the Small Business Grants – Los Angeles Regional COVID-19 Recovery Fund for a total of up to \$65 million, to provide grants to nonprofits that have been impacted by the COVID-19 pandemic;
 - c. An additional ten million dollars (\$10,000,000) in CARES Act CRF for the Los Angeles County Rent Relief Program for a total of up to \$110 million, including administrative costs, for income-eligible household who are in need of rental assistance due to economic impacts caused by the COVID-19 pandemic.

2. Authorize the Acting Executive Director, or his designee, to accept and incorporate up to \$20 million into the LACDA's approved FY 2020-21 budget as needed.
3. Authorize and delegate authority, as well as reaffirm prior delegations of authority, to the Acting Executive Director, or his designee, in consultation with County Counsel, to enter into, execute, amend, and if necessary, terminate, agreements, including sole source, necessary to support of the County and LACDA's continued efforts to assist and address the health, safety, and welfare of County residents during the COVID-19 pandemic and in furtherance of the programs that the LACDA received CARES Act CRF or other federal, state or local funding sources provided.
4. Authorize and delegate authority to the Acting Executive Director, or his designee, to accept and incorporate additional CARES Act CRF or other County-approved funding sources into the LACDA approved FY 2020-21 budget as needed, in consultation with the County, to support the County's continued efforts to assist and address the health, safety, and welfare of County residents during the COVID-19 pandemic,
5. Authorize and delegate authority to the Acting Executive Director, or his designee, to adjust planned spending among categories approved, in consultation with County Counsel and CEO, as needed and within LACDA's total County-approved funding for all CARES Act CRF programs administered by LACDA, in line with each program's needs, and within the requirement for each federal, state, or local funding source.
6. Authorize the Acting Executive Director to hire or contract for positions as appropriate to implement CARES Act CRF activities necessary for the various program that have received County-approved funds.

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