



Office of the City Manager

MEMORANDUM

From: Dee Williams-Ridley, City Manager *RS for DW*

Date: August 12, 2022

Subject: Proposed Changes to ESG-CV Expenditures

The City of Berkeley has received \$6,648,603 in Emergency Solutions Grant coronavirus (ESG-CV) funding from the US Department of Housing and Urban Development (HUD) made available through the Coronavirus Aid, Relief, and Economic Security Act (CARES Act). The proposed spending for the ESG-CV funds was adopted by City Council after a Public Hearing on September 15, 2020. In response to the ever-evolving coronavirus response, the City has identified a need to shift the ESG-CV expenditure plan, while staying within budget and providing eligible activities.

The CARES Act funds are available for "eligible activities" to prevent, prepare for, and respond to the coronavirus (COVID-19). Eligible ESG-CV activities include street outreach, emergency shelter, homelessness prevention, rapid re-housing, Homeless Management Information System (HMIS) and administration. Specific activities using ESG funding under the CARES Act do not require a public comment period under the City's Citizen Participation Plan but shall, at minimum, be posted on the City of Berkeley's website. The City is proposing to increase funds for rapid rehousing and Administration and decrease funds from Emergency Shelter/Street Outreach. The following table details initial and revised expenditure plans:

ELIGIBLE EXPENDITURES	INITIAL Expenditure Plan	01/21 REVISED Expenditure Plan	11/21 REVISED Expenditure Plan	8/22 REVISED Expenditure Plan
Rapid Rehousing	\$2,597,578	\$2,591,095	\$ 2,160,000	\$ 2,367,000
Emergency Shelter and Street Outreach	\$3,386,165	\$3,380,648	\$ 4,013,906	\$ 3,786,906
Homeless Management Information System	\$0	\$12,000	\$ 12,000	\$ 12,000
Administration (7.5%)	\$664,860	\$664,860	\$ 462,697	\$ 482,697
Total	\$6,648,603	\$6,648,603	\$ 6,648,603	\$ 6,648,603

At the time of this notice, charges to the revised activities have not yet been incurred by the City, but eligible expenses may be retroactive and reimbursable to contracted

