

All Receive - Agenda Item # 10
 For the Information of the:
 CITY COUNCIL
 Date 7/28/20 CA CC
 CM ACM DCM (3)



Council Memorandum

July 28, 2020

To: Honorable Mayor Hall and Members of the City Council
From: Laura Rocha, Deputy City Manager, Administrative Services
Via: Geoff Patnoe, Assistant City Manager *GP*
Re: **Additional Materials Related to Staff Report Item No. 10 – COVID-19 Actions and Expenditures Report**

This memorandum provides a breakdown of the costs of the city’s extensive emergency response efforts by department and type of cost as of July 28, 2020. These expenses are being tracked to understand the financial impact of COVID-19 on the city and to request state and the federal government reimbursement for eligible expenses. The next update will be provided on Aug. 25, 2020.

Department	Description of Item or Service	Purchase Order Amount Remaining	Expenditures to Date	Committed Funds
<input type="checkbox"/> City Manager	Cleaning supplies	-	198	198
<input type="checkbox"/> Communication & Engagement	Protective gear	-	1,254	1,254
	Public notification	39,696	54,939	94,635
	Signage	-	3,049	3,049
<input type="checkbox"/> Community Development	Cleaning supplies	411	-	411
<input type="checkbox"/> Environmental Management	Cleaning supplies	-	5	5
	IT equipment	-	118	118
<input type="checkbox"/> Facilities	Cleaning services	124,260	56,740	181,000
	Cleaning supplies	13,346	28,700	42,046
	Meals and meal supplies	-	205	205
	Protective gear	36,422	7,411	43,833
	Public notification	-	26	26
	Signage	-	303	303
<input type="checkbox"/> Fire	Cleaning services	35,470	12,530	48,000
	Cleaning supplies	-	4,580	4,580
	Meals and meal supplies	-	24,299	24,299
	Protective gear	-	33,414	33,414
	Public notification	-	65	65

Department	Description of Item or Service	Purchase Order Amount Remaining	Expenditures to Date	Committed Funds
<input type="checkbox"/> Fleet	Cleaning supplies	-	695	695
<input type="checkbox"/> Housing	CARES Funding	118,070	-	118,070
<input type="checkbox"/> HR	Cleaning supplies	-	1,208	1,208
	IT equipment	-	150	150
	Protective gear	23,609	11,224	34,833
<input type="checkbox"/> Information Technology	IT equipment	32,705	129,697	162,402
<input type="checkbox"/> Office of Innovation	Economic Revitalization	4,750,000	-	4,750,000
<input type="checkbox"/> Parks & Recreation	Cleaning supplies	3,584	5,947	9,531
	Meals and meal supplies	55,575	109,003	164,578
	Other	-	1,341	1,341
	Protective gear	-	1,509	1,509
	Public notification	-	15,405	15,405
	Signage	-	11,108	11,108
<input type="checkbox"/> Police	Cleaning services	47,111	17,889	65,000
	Cleaning supplies	7,945	4,410	12,354
	Protective gear	12,883	10,266	23,149
	Public notification	-	126	126
	Signage	1,518	482	2,000
<input type="checkbox"/> Salaries and wages	Overtime	-	416,332	416,332
	Parttime salaries	-	408,317	408,317
	Salaries	-	5,305,945	5,305,945
<input type="checkbox"/> Transportation	Cleaning supplies	-	1,506	1,506
	Meals and meal supplies	-	173	173
	Protective gear	-	33,432	33,432
<input type="checkbox"/> Utilities	Cleaning supplies	-	314	314
	IT equipment	-	352	352
	Protective gear	-	11,625	11,625
	Public notification	-	688	688
Grand Total		5,302,605	6,726,979	12,029,584

Methodology

The amounts above were compiled using data from the city's accounting system and inputs, estimates and data from department management analysts.

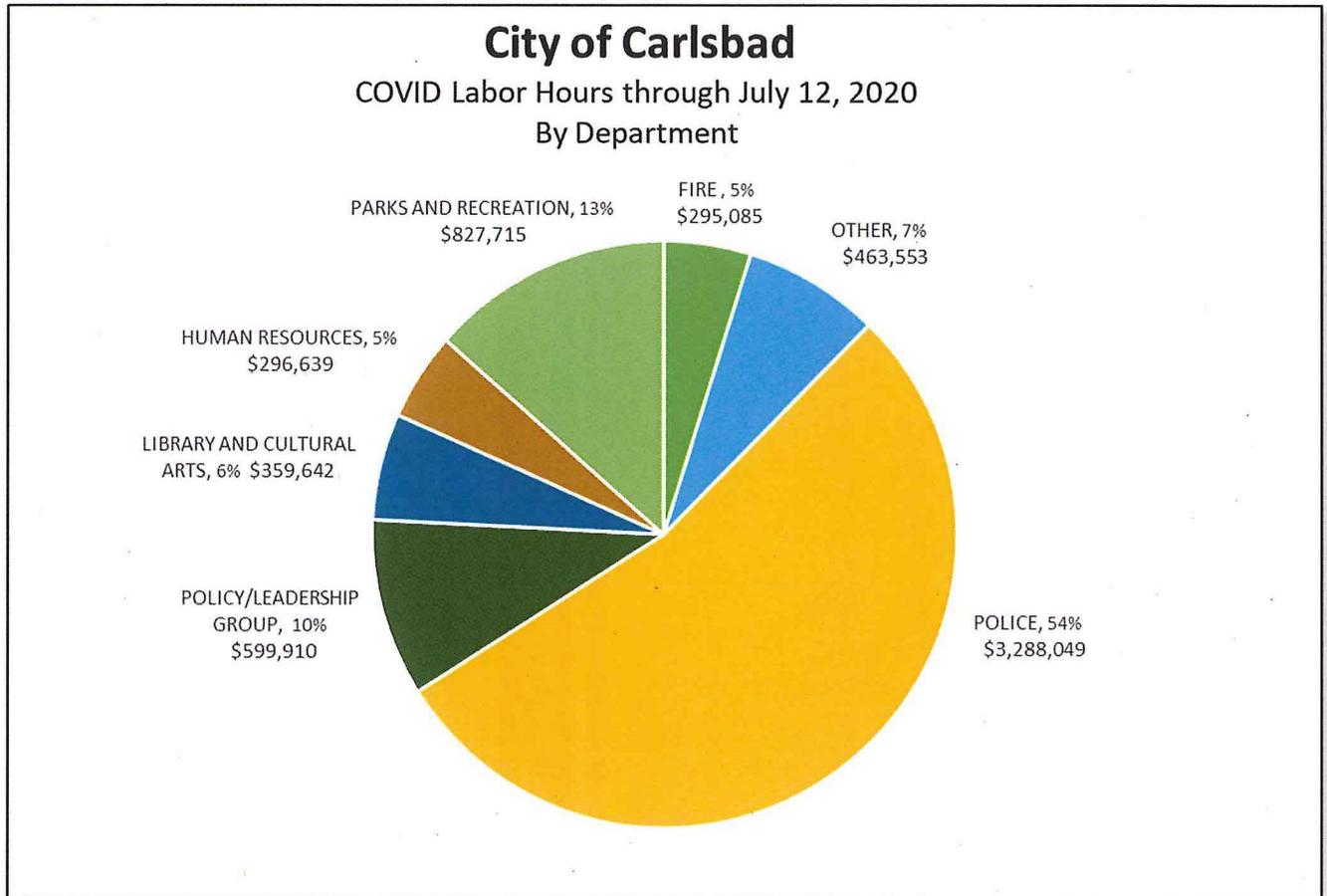
Definitions

- Cleaning supplies include disinfecting wipes, hand sanitizers, etc.
- Meals and meal supplies consist of senior meal program and meals at the emergency operations center.

- Protective gear includes, masks, gloves and other protective wear.
- IT equipment includes laptops, earbuds, adapters, etc.
- Salaries and wages represent staff hours worked on COVID-19 activities.

Salaries and wages

The chart below includes actual COVID-19 labor cost, by department. Labor costs below include regular and overtime hours.



Funding expected

The City of Carlsbad has applied for and received funds which are outlined by category in the analysis below. Funds may be restricted to certain uses which are generally costs to prevent, prepare for, and respond to COVID-19.

Fund category	Cost plus estimate [1]	Expected amount of funding	Surplus or (deficit)	Note
COVID CONTINGENCY	\$ 1,447,252	\$ 4,139,711	\$ 2,692,459	[a]
GENERAL FUND CARES	\$ 3,339,126	\$ 3,643,757	\$ 304,631	[b]
ECONOMIC CONTINGENCY	\$ 4,750,000	\$ 5,000,000	\$ 250,000	[c]
BUDGETED SALARIES	\$ 2,375,136	\$ 5,714,262	\$ 3,339,126	[d]
GENERAL FUND SUBTOTAL	\$ 11,911,514	\$ 18,497,730	\$ 6,586,216	
HUD COVID-19 CARES ACT	\$ 118,070	\$ 118,070	\$ -	[e]
CDBG COVID-19 CARES ACT	\$ -	\$ 315,666	\$ 315,666	[f]
TOTAL	\$ 12,029,584	\$ 18,931,466	\$ 6,901,882	

Less: contingency funds \$ (3,250,000) [g]
Surplus/(deficit) excluding contingency \$ 3,651,882

[1] Costs plus estimate is total cost incurred to date (including salaries) plus residual PO amounts. Future estimated salaries are not included.

[a] Represents costs expected to be eligible under FEMA from \$3M City Council approved contingency for COVID related costs not considered in budget. Funding from FEMA is limited to 75% of expenses. An additional 5% of expenses is allowed to cover administrative costs. FEMA funding request is not yet submitted or approved.

[b] Total funding from CARES of \$3.6M of which \$2.1M from the county and federal government, has been received in the general fund, and \$1.5M is pending receipt from the state. CARES funding allowed to cover all safety salary expenses (regular time for police and fire).

[c] Economic revitalization funding approved by City Council totaling: \$5M. The total costs are net of \$250K of council contingency.

[d] This category is funded by \$5.7M budgeted salaries, however the costs are split between two categories. The \$3.3M safety salaries are included in the cost for category GF CARES. The \$2.4M are non-safety salaries that remain in the cost category budgeted salaries.

[e] HUD funding of \$118K was received, all funds available have an associated cost in the housing budget.

[f] CDBG funding of \$316K is available but not yet received, all funds are restricted to CDBG COVID-19 costs.

[g] Contingency funds include \$3M COVID City Council approved contingency and \$250K in economic revitalization contingency.

cc: Scott Chadwick, City Manager
 Celia Brewer, City Attorney