



# MEMORANDUM

Council Agenda  
Item No. XI. W  
12/31/2024

## The City of OKLAHOMA CITY

TO: Mayor and City Council

FROM: Craig Freeman, City Manager

Amendment No. 2 to the Operation Agreement for Coronavirus State and Local Fiscal Recovery Funds Business Support Programs with the Alliance for Economic Development of Oklahoma City, to provide funding for façade and storefront improvements, increase of \$1,228,104.

### **Background:**

The City of Oklahoma City has received \$122,507,590 from the Coronavirus State and Local Fiscal Recovery Funds. On September 14, 2021, City Council approved the Coronavirus State and Local Fiscal Recovery Funds and the category allocations. The Plan provides for the use of Fiscal Recovery Funds for programs and projects to directly address the negative economic impacts caused by COVID-19 in the areas of housing, small businesses, non-profits, individual job training, and tourism recovery.

On February 15, 2022, the City and the Alliance entered into the Operation Agreement for Coronavirus State and Local Fiscal Recovery Funds Business Support Programs for the reason that the Alliance would manage for the City the allotted federal funds for the above economic-development related purposes. The Agreement was amended on June 4, 2024 (Amendment No. 1).

Amendment No. 2 will reallocate amounts between program subcategories to reflect updated projections, to further provide for the expenditure of APRA interest earnings, and to provide for the expenditure of other additional General Obligation Limited Tax (GOLT) funds and other economic development funds. Because the number of applications/projects that were completed was much larger than anticipated, based on previous business support programs managed by the Alliance, and there are no remaining federal funds to be used for this purpose, the Alliance has requested additional funding from GOLT funds and other economic development funds in the amount of \$750,000. Additionally, the Alliance will use the interest earnings accrued on the federal grant funds, that it has retained in its possession, in an estimated amount exceeding \$500,000, for these programs.

**Cost:**

	<b>Original + Amend. 1</b>	<b>Amend. 2</b>	<b>Total</b>
Workforce Development	4,000,000	(771,329)	3,228,671
Minority/Disadvantaged. Business	4,000,000	(126,110)	3,873,890
Small Business/Non-Profit	12,446,500	2,125,543	14,572,043
Management Fee	<u>1,655,000</u>	<u>-</u>	<u>1,655,000</u>
TOTAL (Not to Exceed)	22,101,500	1,228,104	23,329,604

**Source of Funds:**

Not to exceed \$750,000 – GOLT and other economic development funds

\$500,000 – Interest Earned

**Review:**

Finance – Economic Development

**Recommendation:** Amendment be approved.