

# OPERATING BUDGET FISCAL NOTE

**DATE OF COUNCIL CONSIDERATION:**

1/27/2022

**CONTACT DEPARTMENT(S):**

Economic Development

**FUND:**

Special Revenue

**SUBJECT:** Approve an ordinance amending the Fiscal Year 2021-2022 Economic Development Department Operating Budget Special Revenue Fund (Ordinance No. 20210811-001) to accept and appropriate \$500,000 in grant funds from the National Endowment for the Arts' American Rescue Plan Grants to Local Arts Agencies for Sub-granting to provide funding for the Arts Education grant program to benefit Austin Arts Education organizations and Teaching Arts, prioritizing those led by and actively serving communities of color.

**CURRENT YEAR IMPACT:**

	2021-22 Approved	This Action	2021-22 Amended
Special Revenue Fund			
NEA American Rescue Plan Local Arts Agencies for Sub-granting			
Grant Period: 12/2021 - 11/2023	0	500,000	500,000
Total	0	500,000	500,000
FTEs	0.00	0.00	0.00

**FIVE-YEAR IMPACT:**

	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Total Revenue	500,000	0	0	0	0
Total Expenditures	500,000	0	0	0	0
Net Impact	0	0	0	0	0

**ANALYSIS / ADDITIONAL INFORMATION:** The Economic Development Department's Cultural Arts Division is receiving \$500,000 from the National Endowment for the Arts (NEA) for the 2021 NEA American Rescue Plan Local Arts Agencies for Sub-granting program, to support a sub-grants to benefit Austin Arts Education organizations and Teaching Arts, prioritizing those led by and actively serving residents in lower income areas of Austin. Due to a lack of appropriate funds, the city has not been able to fully invest in arts education. It is anticipated that over 150 organizations and individuals will apply. These grant dollars will help stabilize our local arts education organizations as COVID continues to impact the local arts and culture ecosystem.

The General Fund will not be required to contribute additional funds beyond those currently budgeted to this grant. When the grant funds expire, the Economic Development Department's need for continuing funding will be evaluated and may be denied.