



## MEMORANDUM

**TO:** Mayor and Council

**FROM:** Michael Gates, Real Estate Services Officer *mf*

**THROUGH:** Ed Van Eenoo, Chief Financial Officer

**DATE:** June 6, 2023

**SUBJECT:** Clarification Memo for Item #29 – Salvation Army Lease

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The June 8th City Council agenda includes an item for the Mayor and Council's consideration to negotiate and execute a lease agreement for a 12-month term with The Salvation Army for the former Salvation Army Downtown Center located at 501 E. 8<sup>th</sup> Street.

In the Fiscal Note section, it states the following, "Funding in the amount of \$422,752 is available in the Fiscal Year 2023 Operating Budget of the Austin Public Health Department.

The Financial Services Department (FSD) would like to clarify to Mayor and Council that funding for the term of the lease will utilize American Rescue Plan Act (ARPA) funding that has been allocated to Austin Public Health Department for homelessness services.

FSD would like to further clarify to that as the lease term is anticipated to start on July 1, the amount of funding needed during this the current fiscal year is \$317,064.00. Austin Public Health has ARPA funding in the amount of \$317,064.00 available in Fiscal Year 2023. Funding for the remainder of the lease term is contingent upon available funding in future budgets.

xc: Jesús Garza, Interim City Manager  
Stephanie Hayden-Howard, Assistant City Manager  
Adrienne Sturup, Director, Austin Public Health  
Dianna Grey, Homeless Strategy Officer