1 SUB to 2020 RES-424 (PROPOSED-EICHER) 2 3 **AUTHORIZING A CONTRACT WITH** 4 DANE BUY LOCAL FOUNDATION, INC. FOR AN EMERGENCY 5 SMALL BUSINESS GRANT PROGRAM 6 **DCDHS – HAA DIVISION** 7 8 The ongoing COVID-19 pandemic has significantly impacted small businesses. Some of the 9 industries that have been hardest hit include restaurants, retail, gyms/fitness facilities, and the 10 service industry. Small business are an integral part of the Dane County community and make this county an attractive place to live, work, and play. 11 12 13 In March President Biden signed the \$1.9 trillion American Rescue Plan authorizing historic investments to respond to and recover from the pandemic across multiple areas of need. The act 14 15 includes \$50 billion in funding to support small businesses. Dane County is poised to receive over \$50 million in funding for 2021 through the bill. One of the clearly stated intents of this 16 17 funding is to provide assistance to individuals and businesses impacted by the pandemic. 18 Continuing to provide a bridge to help Dane County's small businesses until that federal support 19 comes online is critical. 20 21 In January of 2021, \$4 million in additional CARES emergency small business grant funding was 22 made available to local businesses hardest hit by the COVID-19 pandemic through a contract 23 with Dane Buy Local (DBL). When the application for these funds closed in February, DBL had 24 received more than \$51 million dollars in requests for assistance from Dane County businesses. 25 26 To help address this continued need, the Dane County Department of Human Services 27 (DCDHS) Housing Access and Affordability (HAA) seeks to contract with Dane Buy Local 28 Foundation Inc. in the amount of \$15 million dollars to allow DBL to continue to administer an 29 emergency small business grant program as a bridge to future federal assistance. The 30 anticipated outcome of county funding to Dane Buy Local is that small business are able to 31 continue to exist while waiting both for other assistance and for the economy to reopen and 32 recover. 33 34 In 2020, Dane Buy Local Foundation Inc. provided this service following Dane County's first 35 federal CARES allocation, administering an over \$10.6 million emergency small business grant program that awarded funds to 2,692 local businesses. Of that number, 25% of the total funding 36 was awarded to business owners of color, and 57% to women business owners. Businesses with 37 a mailing address inside the City of Madison received 54.4% of the funds, and businesses with a 38 39 mailing address outside the City of Madison received 45.6% of the funds. The county has 40 ongoing statistics regarding the initiative and will share that information regularly with the County 41 Board. 42 43 To be eligible for the funding, a business must be for-profit, independently owned, and have a 44 main office based in Dane County. Funding for the grant will be prioritized for businesses which have demonstrated a current financial need to save or pivot their business in order to provide 45 services throughout 2021, such as restaurants, retail, gyms/fitness facilities, independent 46 47 contractors (hair stylists, auto mechanics, etc.), the service industry, and start-up businesses in operation prior to March 15, 2020. Applications from other businesses will be considered on a 48 49 case by case basis as available funding allows. 50 51 Up to 1.2% of the total is available for Dane Buy Local Foundation, Inc. to administer the 52 program. Dane Buy Local will partner with the Latino Chamber of Commerce and Madison's Black Chamber of Commerce as well as the Wisconsin Women's Business 53

54 55 56	Initiative Corporation to identify local businesses to receive the grants. The minimum grant amount available will be \$1,000 and the maximum grant amount available will be \$50,000.		
57 58 59	NOW, THEREFORE, BE IT RESOLVED that the County Board approves a contract in the amount of \$15,000,000 with Dane Buy Local Foundation Inc. and;		
60	BE IT FURTHER RESOLVED that the following revenue account be added to the Housing		
61	Access and Affordability Division of the Dane County Department of Human Services and that		
62	the revenue increase be credited to the County General Fund and transferred from the General		
63	Fund to the following expenditure account in the Department of Human Services:		
64			
65	Revenue		
66	Account Number	Account Title	Amount
67	80000 NEW	ARP Revenue	\$15,000,000
68			
69			
70			Total Revenue: \$15,000,000
71	Even and it was		
72 73	Expenditure Account Number	A accurat Title	Amount
73 74	8000 NEW	Account Title ARP Business Assistance	<u>Amount</u> \$15,000,000
74 75	8000 NEVV	ARF BUSILIESS ASSISTANCE	\$15,000,000
76			
77			Total Expenditure: \$15,000,000
78			
79	BE IT EINAL I Y FURTHER F	RESOLVED that the following (contract awarded and that the County
80	Executive and the County Clerk are hereby authorized and directed to sign the agreement on		
81	behalf of Dane County, and that the Controller is authorized to issue checks for payment of		
82	contract services.		
83			
84	<u>Vendor</u>		<u>Amount</u>
85	Dane Buy Local Foun	dation, Inc.	\$15,000,000
86			
87			ts monthly Dane Buy Local reports
88	be shared with members of the County Board, and that the Health and Human Needs		
89	Committee review the monthly reports on a quarterly basis and discuss how the information		
90	presented addresses anticipated program outcomes.		
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92	The substitute resolution underscores that the funding will assist small businesses to continue to		
93	exist while other funding and the economic recovery unfold, and requests that ongoing		
94	information be shared with the County Board and discussed at the Health and Human Needs		

95 Committee.