Item 6.1



CITY COUNCIL MEETING | SEPTEMBER 28, 2021

Guaranteed Basic Income Pilot

Presenters: Kimberly S. Thomas, Assistant to the City Manager

John Lang, Economic Vitality Manager

Harsha Ramchandani, Management Fellow

Presentation Outline

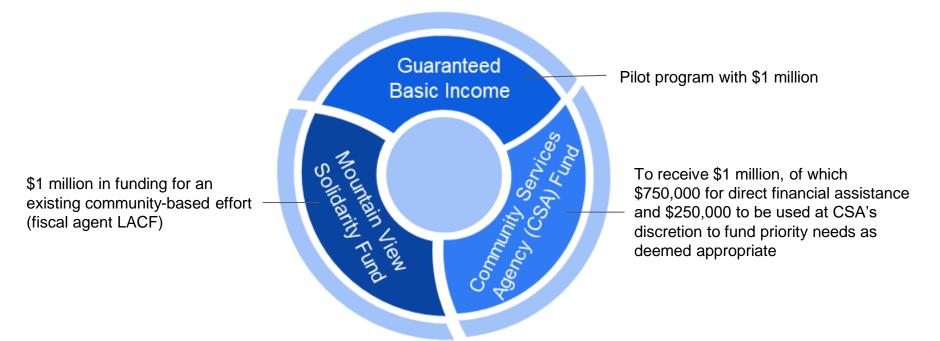


- Background
- Overview of Guaranteed Basic Income (GBI) Program
- Anticipated Project Outcomes
- Mountain View Needs Assessment
- How GBI works
- Necessary Implementation Actors and Roles
- Program Design Recommendations
- Council Direction

Three Pillars of Direct Cash Assistance

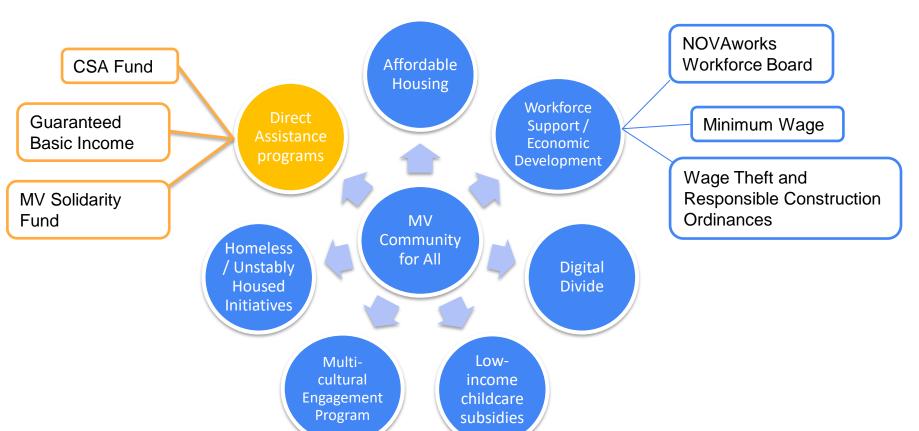


 Part of a \$3 million commitment to three associated, but distinct programs that align broadly with City Council's Strategic Roadmap



Guaranteed Income – Part of MV Community for ALL





Overview of Guaranteed Basic Income



Typically, flat monthly payments are provided to a qualified population MV GBI Pilot program goals: Contribute towards poverty alleviation, community building, economic stimulus, social mobility and equity Direct payment most effective because it is fast, flexible, and fills the gaps that other assistance programs are missing City program will be a demonstration pilot, able to provide useful qualitative findings Limited resources and an end date to the current funding source

Anticipated Project Outcomes

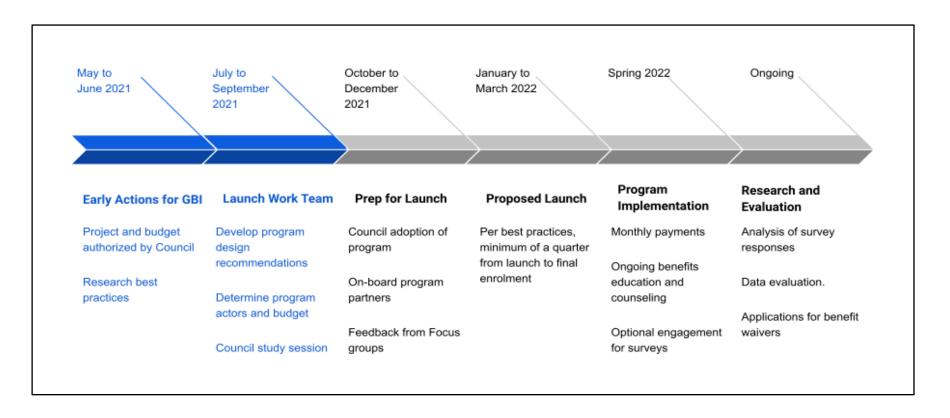


Provide basic income* for participating Mountain View residents to meet essential needs, financial security and empowering individual decision-making Create financial stability to support and enable greater full time employment participation Access to supportive services to program participants that willingly accept the offering Innovation with new and existing social service partners/agencies Potential identification of new City or Community programs based upon GBI research findings that align with Mountain View for All goals Contribute to the national knowledge base on Basic Income Programs

^{*} Research by the Jain Family Institute found there is little evidence that cash transfers decrease the motivation to work, and they do not lead to spending on nonessential items

Project Timeline





Mountain View Needs Assessment

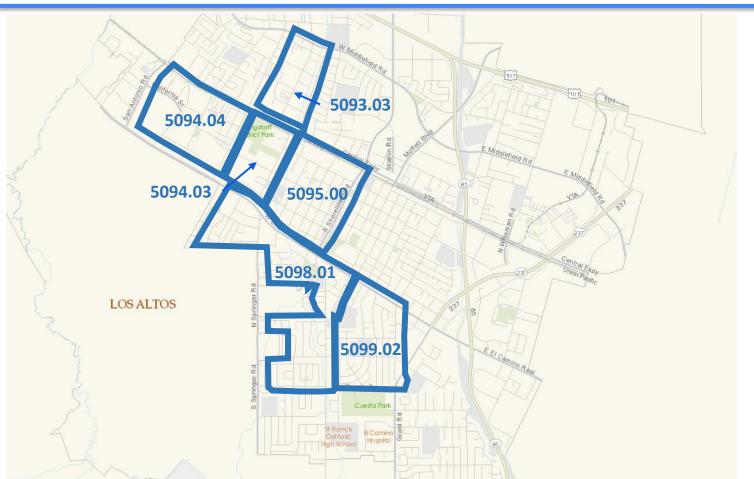


| Income Level | Income Limits by Household Size | | | |
|--|---------------------------------|----------|-----------|-----------|
| mcome Level | 1 | 2 | 3 | 4 |
| Low-Income (LI): <80% of Area Medium Income | \$82,450 | \$94,200 | \$106,000 | \$117,750 |
| Very Low-Income (VLI): <50% of the Area Median Income | \$58,000 | \$66,300 | \$74,600 | \$82,850 |
| Extremely Low-Income (ELI): <30% of Area Median Income | \$34,800 | \$39,800 | \$44,750 | \$49,700 |

- Extremely Low-Income (ELI) <30% of Area Median Income: Approximately 6,480 households
- Of the 6,480 ELI households, nearly 1,000 households in Mountain View have children at home under the age of 18

COVID Case Rates by Census Tracts and ELI Households





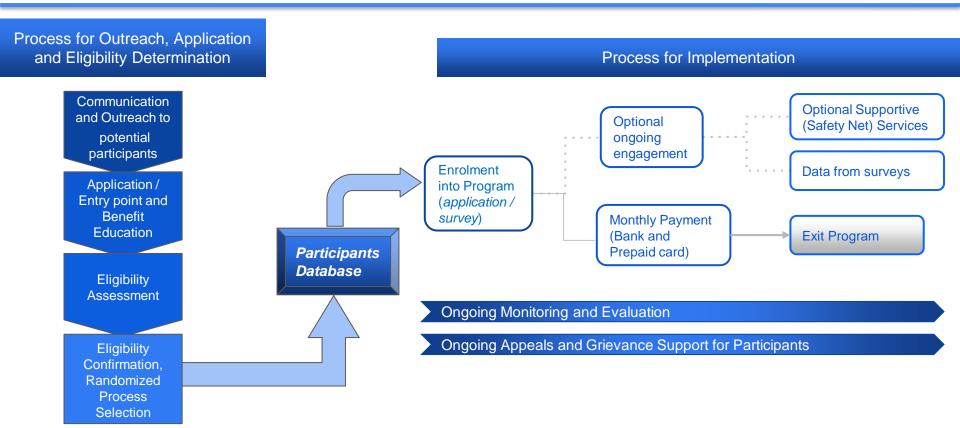
COVID Case Rates by Census Tracts, ELI Households and Population Share



| Census Tract | Percent of Households ELI | COVID Cases Rate Per 100,000 | Population Latino | Population Anglo | Population Asian |
|-----------------|------------------------------|---------------------------------|----------------------|---------------------|---------------------|
| 5093.03 | 29.1% | 3,340 | 13% | 42% | 38% |
| 5094.03 | 30.9% | 7,302 | 41% | 28% | 26% |
| 5094.04 | 22.1% | 4,391 | 20% | 31% | 43% |
| 5095.00 | 19.4% | 7,017 | 30% | 35% | 27% |
| 5098.01 | 21.3% | 3,201 | 12% | 49% | 30% |
| 5099.02 | 26.5% | 2,716 | 12% | 46% | 34% |

How GBI Works*





Ongoing Benefits Education and Safety Net Access (Optional) for Participants

Multiple Implementation Actors and Roles



Guaranteed Income (MGI) CGIR Initiative,

Jain Family Institute

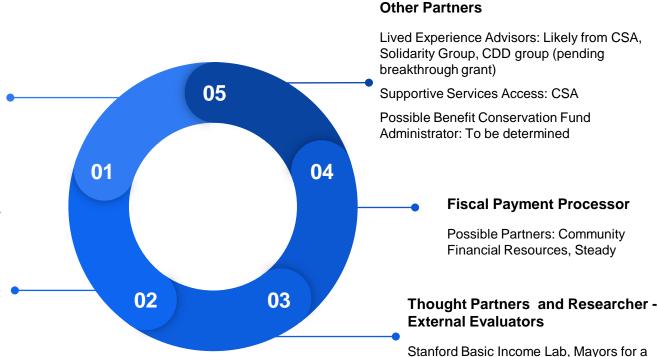
City Staff

Participant Support (Q&A, Resources), Program research (CMO, CDD, Housing and FASD), Communications and Outreach, Coordinate application, lottery and enrolment processes with Non-profit Admin

Non-profit Program Administrator

Ongoing Program administration,
Participant Support (Q&A, Resources),
Implement application, randomized
process (lottery) and enrolment
processes, collaborate with City and
other partners for communications and
outreach

Possible Partners: YMCA, CSA, UpTogether



Program Design Recommendations



| | Mechanics | Recommended Program |
|--------------------------------------|--|---|
| Program Design | Centred on providing broad access assistance to families with children | Staff recommends 3 eligibility criteria: Resident of Mountain View regardless of status; unhoused eligible Income at or below 30% AMI Parental/Custodial caregiver for at least one child under the age of 18 at the time of the application |
| Disbursement Amount | \$500 vs. \$1,000 per month | Staff recommending \$500 distributed to 166 people |
| Program Length | 12 months followed by a 12-month extension | For consideration: extending program by an additional year with Council direction for additional program funds (and longer if donations) |
| Disbursement Options | Debit card or bank account (assistance for the unbanked will be provided) | Staff recommending payment disbursement on the 15 th of the month (subject to lived-experience advisors) |
| Supportive Safety-Net Services | Ongoing optional service during Program for participants and includes benefits counseling, linkages to applicable social safety-net programs, and financial coaching | Services offered by non-profit program administrator and fiscal payment processor as part of program |

Program Design Recommendations cont.



| | Mechanics | Recommended Program (One-time Cost Estimate ~\$500,000) |
|------------------------------|--|--|
| Benefit Conservation Fund | Flexibly scaled based on assessment of impacts to participants' benefits and potential waivers obtained | Estimated range can be low-to-high \$50,000 to \$200,000. Staff estimates here at the lower-range for the Benefits Conservation Fund |
| Incentives for participation | Incentives provided to participants to encourage ongoing survey engagement Stipends to lived experience advisors for providing feedback on program design | Staff recommends incentives for survey participation and stipends to lived experience advisors |
| Research Design | Optional core survey followed by surveys during and after the program, survey data analysis, research and evaluation for contributing qualitative data to the important policy debate and pursuing benefit waivers | One-time cost for program |

Council Direction



1. Does Council agree with the staff recommendations for goals, design, and anticipated outcomes for the GBI Pilot Program?

2. Does Council agree with the staff recommendation to fund the Benefits Conservation Fund and the research design and evaluation component, or does Council have alternative direction?