

American Rescue Plan Act

KNOWN AS: RECOVERY FUNDS

BUDGET COMMITTEE:

COUNTY COMMISSION WORKSHOP:

Guidance Documents

- ▶ 3-17-2021: Comptroller Mumpower Memo
- ▶ 5-13-2021: Comptroller Mumpower Memo
- ▶ 5-10-2021: Department of Treasury 31 CFR Part35 Rin 1505-AC77 (151 pages)
- ▶ 6-7-2021: State Presentation (hyperlink pdf)
- ▶ 6-8-2021: Department of US Treasury FAQ- Interim Final Rule

3-17-2021 Mumpower Memo

- ▶ Funds should be **maintained in a separate account** with separate files and there should be adequate internal controls
- ▶ **No Expenditures should be made** before you are certain that the use of funds comply with the provisions of the Act
- ▶ Recommend these funds be used for **one-time expenses**
- ▶ **Cannot** be deposited into a **pension fund**
- ▶ Recommend **not passing funds down** to another government unless there is a clear understanding of the roles related to monitoring subrecipients

5-13-2021 Mumpower Memo

- ▶ **Lost of Revenue** is at the **entity-wide level** rather than source-by-source basis
- ▶ Fund **obligated by 12-31-2024** and projects completed by 12-31-2026
- ▶ **Unallowable uses**
 - ▶ Cost incurred **prior to March 3, 2021**
 - ▶ To **Replenish** or make contribution to **rainy day funds** or other reserves funds
 - ▶ Pay **interest, principal** or cost on debt
 - ▶ Deposited into a **pension fund**

5-10 and 6-8-2021 Dept of Treasury

- ▶ P. 7 identifies four **(4) categories of eligibility**
 - a) public health emergency or its negative economic impacts, including assistance to households, small businesses, and nonprofits, or aid to impacted industries such as tourism, travel, and hospitality
 - b) respond to workers performing essential work during the COVID-19 public health emergency by providing premium pay to eligible workers
 - c) for the provision of government services to the extent of the reduction in revenue due to the COVID-19 public health emergency relative to revenues collected in the most recent full fiscal year prior to the emergency; and
 - d) to make necessary investments in water, sewer, or broadband infrastructure

American Rescue Plan Act

Amounts

- ▶ Allocated: \$ 10,368,828
- ▶ Received: \$ 5,184,414 in a separate Bank Account and a separate accounting account 171-ARP

What are we doing?

- ▶ Lyndsay Collins, Connie Cook, Amber Cofer, and myself are the Roane County managers
- ▶ Meetings with
 - ▶ Budget Committee
 - ▶ Department Heads
 - ▶ Comptroller's Office
 - ▶ City Mayors/Managers
 - ▶ Utility District Managers

Budget Committee work on Capital and Rescue/Recovery Funds

- ▶ Analysis our annual Capital Needs/Request
- ▶ Establish the separate account in Capital of: **ARP**
- ▶ If an annual need/request falls under a)-d) of page 7 of Treasury's guidance then assign the project in **ARP**
- ▶ Annual needs/requests will be further assigned both within **ARP** and **outside of ARP** a category of:
 - ▶ Necessities to maintain operations,
 - ▶ Necessities to reduce liability,
 - ▶ Investment worthiness of primary government,
 - ▶ Investment worthiness other than primary government

Evaluation of Requested Projects- 2022

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- ▶ Eligible Projects for the 2022 Capital Budget 171
 - ▶ AMB- Ambulances and Equipment
 - ▶ CCC- Convenience Center Upgrades
 - ▶ CHJ- Courthouse and Jail improvements
 - ▶ IDB- Industrial Park Capital Projects
 - ▶ JEX- Jail Expansion
 - ▶ NRT- Natural Resource Trust
 - ▶ OES- Office of Emergency Services
 - ▶ OFI- Other Facilities Improvements
 - ▶ Roane County Health Department
 - ▶ RCC- Riley Creek Campground
 - ▶ RCY- Recycling
 - ▶ REC- Recreation
 - ▶ SPC- Swam Pond Sports Complex
 - ▶ VEC- Vehicles Sheriffs Cars

Additional Department Request

▶ OES- Fire	1,500,000
▶ Parks and Rec	17,000,000
▶ County Properties	870,000
▶ Ambulance and OES	1,000,000
▶ Solid Waste/Recycling	1,000,000
▶ Roane County Waste Water	3,200,000
▶ Roane IDB no \$ listed	10,000,000

Total 33,570,000

Funding Request

- ▶ Annual Infrastructure Needs Survey- Required by the state-for TACIR-collected by Development Districts-included in Roane County's capital report.
Total needs- \$148,180,000
- ▶ Watts Bar Utility District- 5,820,000
- ▶ Cumberland Utility District- 2,600,000
- ▶ City of Harriman Utility Request 2,000,000
- ▶ City of Kingston Utility Request- Kingston Point Infrastructure
- ▶ City of Rockwood Utility Request- Rockwood Campground and Marina Infrastructure

Con't request

- ▶ Roane Tourism 500,000
- ▶ Green Team 500,000
- ▶ OS Historical Society 150,000

Sample of the Financials

	ARP	AMB	Bal	BRT	CCC	CHJ	IND	OES	OFI	RAD	RCC	RCY	REC	SPC	Veh	WWT
Beg Bal	5,181,414															
Revenue	5,181,414															
Total Aval	10,362,828	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2022 Bgt	1,800,000	(416,000)						(94,000)		(25,000)	(265,000)		(1,000,000)			
Accel Capt	25,180,000	(1,000,000)		(800,000)	(1,000,000)	(870,000)		(1,800,000)		(975,000)	(735,000)		(2,000,000)	(16,000,000)		
Inv Worth PG	13,700,000						(10,500,000)									(3,200,000)
Inv Worth not PG	15,000,000															
Total	55,680,000	(1,416,000)	-	(800,000)	(1,000,000)	(870,000)	(10,500,000)	(1,894,000)	-	(1,000,000)	(1,000,000)	-	(3,000,000)	(16,000,000)	-	(3,200,000)