



NCPRO

NC Pandemic Recovery Office

ARPA State Fiscal Recovery Funds

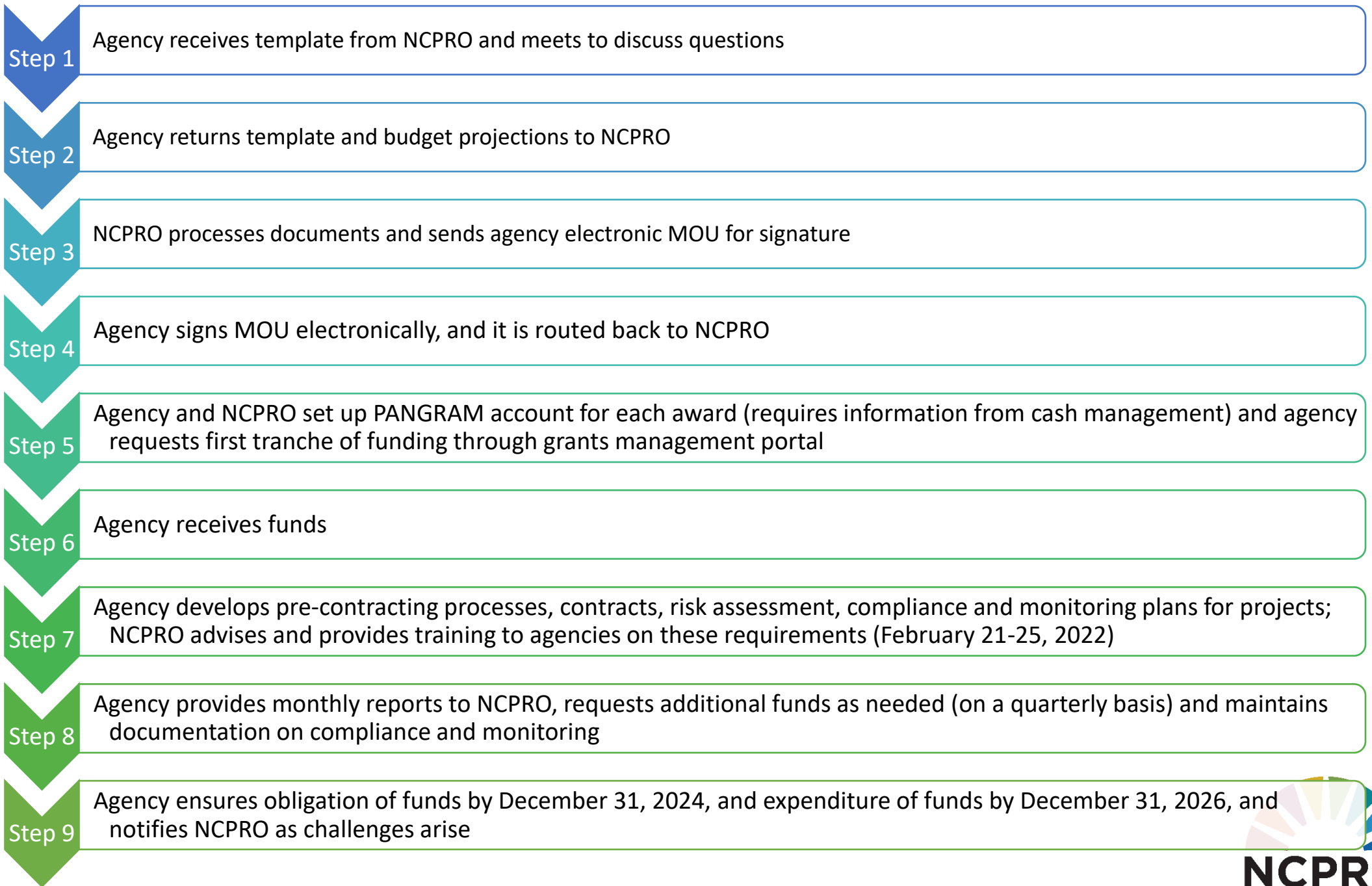
State Agency Working Group

March 31, 2022

Agenda

1. Process Update
 - Process Timeline
 - Revenue Replacement
2. Learning Community Update
3. Optional Office Hours for Q&A

Overview of SFRF Process



Please note that budget certification must be complete before step 6 commences

OSBM Revision to Revenue Loss Calculation

**NC Revenue Loss
under Interim Final
Rule**

\$800 million

**Interim Final Rule issued by UST
on May 17, 2021**



**NC Revenue Loss
under Final Rule**

\$3.199 billion

**Final Rule issued by UST on January
27, 2022 and takes effect on April 1,
2022**

How does revenue loss work?

- Revenue loss can be used by states to provide government services (UST Category 6.1 Provision of Government Services)
- Most SFRF projects are now categorized under revenue loss, except for:
 - DOR Small Business Recovery Grant Program
 - DEQ Infrastructure
 - DIT Infrastructure

Expenditure Category		Total Categorized
1	Public Health	-
2	Negative Economic Impacts	\$495,000,000
3	Services to Disproportionately Impacted Communities	-
4	Premium Pay	-
5	Water, Sewer, and Broadband Infrastructure	\$1,853,627,700
6	Revenue Replacement	\$3,093,681,992
Total		\$5,442,309,692

What implications does revenue loss category change have for state agencies?

Advantages

- Federal guidance is easier; projects as appropriated should qualify
- Minimal federal compliance requirements
- No federal monitoring
- Reduced federal reporting (FFATA still required)
- State agencies do not have to follow federal procurement rules or other UG (except cost provisions as outlined in 9 NCAC 3M)

Remaining

Requirements

- State appropriation guidance must still be met per appropriations
- State compliance requirements will apply (9 NCAC 3M)
- State monitoring required (9 NCAC 3M)
- State reporting required (including performance measures)
- Federal audit requirements still apply

NCPRO Contacts by Agency and Fund

Agency	Funding Sources	NCPRO Contact	Email	Phone
AOC, DPS, NCGA, DOI, DOT, DST	SFRF	Heather Laffler	Heather.laffler@osbm.nc.gov	919-816-7983
External entities	CRF, SFRF	Laura Jimenez	Laura.jimenez@osbm.nc.gov	919-441-0973
DHHS, NCHFA, NCORR (ERA only)	SFRF, ERA, HAF	Tara Fikes	Tara.fikes@osbm.nc.gov	984-227-5340
DOR, DOA, DNCR, DACS	SFRF, LFRF	Nate Halubka	Nate.Halubka@osbm.nc.gov	919-437-6006
UNC, NCCCS, DPI	SFRF, GEER	Adam Shull	Adam.shull@osbm.nc.gov	919-737-3517
Commerce, DIT, DEQ	SFRF, CPF, EDAT	Marquis Crews	Marquis.crews@osbm.nc.gov	984-960-7056

SFRF – State Fiscal Recovery Funds (ARPA)

LFRF – Local Fiscal Recovery Funds (ARPA)

CRF – Coronavirus Relief Funds (CARES)

ERA – Emergency Rental Assistance (CRRSA and ARPA)

HAF – Homeowners’ Assistance Funds (ARPA)

GEER – Governor’s Emergency Education Relief (CARES and CRRSA)

EDAT – Economic Development Administration Tourism (ARPA)

CPF – Capital Projects Fund (ARPA)

