



STATE OF NORTH CAROLINA
OFFICE OF STATE BUDGET AND MANAGEMENT



Employment First State for Individuals with Disabilities

ROY COOPER
GOVERNOR

CHARLES PERUSSE
STATE BUDGET DIRECTOR

July 15, 2022

MEMORANDUM

TO: Senator Kathy Harrington, Chair of the Senate Committee on Appropriations/Base Budget
Senator Ralph Hise, Chair of the Senate Committee on Appropriations/Base Budget
Senator Brent Jackson, Chair of the Senate Committee on Appropriations/Base Budget
Representative Dean Arp, Chair of the House Appropriations Committee
Representative Donny Lambeth, Chair of the House Appropriations Committee
Representative Jason Saine, Chair of the House Appropriations Committee
Mark Trogdon, Director of Fiscal Research Division

FROM: Stephanie McGarrah, Director of the NC Pandemic Recovery Office *sgm*

SUBJECT: State Fiscal Recovery Funds (SFRF)

Per Session Law 2021-180, Section 4.9.(i), the North Carolina Pandemic Recovery Office (NCPRO) is required to submit a report to the Senate Committee on Appropriations/Base Budget, House Appropriations Committee, and Fiscal Research Division on the use of State Fiscal Recovery Funds, including the amount of funds disbursed to each State agency, State department, and nonprofit organization; the amount of funds remaining to be disbursed to each State agency, State Department, and nonprofit organization; and how the funds were used by each State agency, State department, and nonprofit organization.

The report is attached for your review. If you have questions, please email them to stephanie.mcgarrah@osbm.nc.gov.

Attachments

State Fiscal Recovery Funds
Quarterly Report Through June 30, 2022

	Recipient Entity	Total Allocated Funds	Funds Disbursed Upon Request Through 6/30/2022	Funds Remaining to be Disbursed	Use of Funds
	State Agency				
1	Administrative Office of the Courts	\$ 35,389,440	\$ 4,142,470.87	\$ 31,246,969	Provides funding for overtime expenses to assist with court docket backlogs related to the COVID-19 pandemic. Provides funding for temporary court support personnel to address the court docket backlog due to the COVID-19 pandemic.
2	Community College System	\$ 114,304,422	\$ 16,451,930.09	\$ 97,852,492	Allocates budget stabilization funds for community colleges that experienced a decline in enrollment due to the COVID-19 pandemic.
3	Department of Administration	\$ 20,750,000	\$ 18,750,000.00	\$ 2,000,000	Provides funds for additional grants to small, historically underutilized businesses through the RETOOLNC program administered by the Office of Historically Underutilized Businesses.
4	Department of Agriculture and Consumer Services	\$ 128,800,000	\$ 35,925,197.00	\$ 92,874,803	Provides funds for the State Fair to replace receipt losses resulting from closures during the COVID-19 pandemic. Provides funds for the Western NC Agricultural Center to replace receipt losses resulting from closures during the COVID-19 pandemic. Provides funds to be distributed equally to the six food banks in the State to meet the increased demand caused by the COVID-19 pandemic. Provides funds to Reinvestment Partners for its Produce Prescription Program. Provides funds to the Increasing Meat and Seafood Production and Capacity (IMSPAC) grant program for financial assistance to meat and seafood producers impacted by the COVID-19 pandemic. Provides funds for grants to swine and dairy producers impacted by the COVID-19 pandemic. Provides funds to the Carolina Farm Stewardship Association to purchase locally grown food for the Farms Serving Hospitality and Restaurant Employees (FarmsSHARE) program, an initiative which provides food at no cost to families in need.
5	Department of Commerce	\$ 187,710,000	\$ -	\$ 187,710,000	
6	Department of Environmental Quality	\$ 1,690,000,000	\$ 2,006,020.40	\$ 1,687,993,980	Provides funds for the Viable Utility Reserve. These funds will be used to provide grants to water and sewer utilities that have been designated as distressed by the State Water Infrastructure Authority and the Local Government Commission
7	Department of Health and Human Services	\$ 502,785,232	\$ 223,782,105.85	\$ 279,003,126	\$133,000,000: Provides a \$2,000 bonus for eligible direct care workers employed by eligible providers enrolled in the Medicaid or NC Health Choice program. \$24,000,000: Provides funding from the State Fiscal Recovery Fund to reduce the negative economic impact of the COVID-19 pandemic on facilities that serve Special Assistance (SA) recipients. \$18,000,000: Provides funds for local health departments to expand communicable disease surveillance, detection, control, and prevention activities to address COVID-19 and other communicable disease-related challenges impacted by the COVID-19 pandemic. Provides funding from the State Fiscal Recovery Fund for Camino Community Development Corporation, Inc., a nonprofit in Mecklenburg County that serves low-income families through primary care, behavioral health, and wellness services, as well as a thrift store and food pantry. Funding is for mobile units to support service delivery.
8	Department of Information Technology	\$ 739,939,144	\$ 5,676,094.00	\$ 734,263,050	Provides funds for a comprehensive workforce development network consisting of 2 and 4-year colleges and universities working together to create a coordinated effort to meet the talent needs of North Carolina's public agencies and private businesses in North Carolina
9	Department of Insurance	\$ 8,000,000	\$ 8,000,000.00	\$ -	Provides funds to mitigate the financial impact of the COVID-19 pandemic on local volunteer fire departments.
10	Department of Natural and Cultural Resources	\$ 96,200,000	\$ 10,075,497.00	\$ 86,124,503	Funding has been provided for the following projects: -Roanoke Island Festival Park (RIFP) Support -Transportation Museum Support -Tryon Palace Support -NC Battleship Support -Moonshine and Motorsports Trails -Science Museum Grants (Grassroots Science) -NC Symphony Society
11	Department of Public Instruction	\$ 18,648,000	\$ 1,041,522.74	\$ 17,606,477	Bonus payments

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12	Department of Public Safety	\$ 108,925,000	\$ 24,381,087.11	\$ 84,543,913	<p>Provides funding to update obsolete Voice Interoperability Plan for Emergency Responders (VIPER) equipment to facilitate timely service from emergency first responders during the COVID-19 pandemic</p> <p>Provides funding to modernize the CAD system to facilitate timely service from law enforcement during the COVID-19 pandemic. This system provides automated record-keeping, dispatch information, and other support for troopers in the line of duty.</p> <p>Provides funding for the Juvenile Justice section to expand wraparound services for at-risk youth who are transitioning from Youth Development Centers into their communities. Funds will expand capacity and necessary services to address the increase in youth detention following the passage of S.L. 2017-57 (Raise the Age) legislation during the COVID-19 pandemic.</p> <p>Provides funding for community supervision programs, including short term housing, recidivism reduction services, and social programming, for offenders reentering the community due to the settlement in NC NAACP v. Cooper, which is reducing the prison population as a result of the COVID-19 pandemic.</p> <p>Provides funding for the Prisons section to help address a budget shortfall related to increased medical costs for inmates due to the COVID-19 pandemic.</p>
13	Department of Revenue	\$ 502,538,000	\$ 304,165,763.00	\$ 198,372,237	The Department of Revenue will provide a one-time grant to businesses that suffered economic damage from the COVID-19 pandemic.
14	Department of the State Treasurer	\$ 101,000,000	\$ 101,000,000.00	\$ -	Provides funds to reimburse the State Health Plan for COVID-19 testing, treatment, and vaccine administration.
15	Department of Transportation	\$ 3,000,000	\$ -	\$ 3,000,000	
16	General Assembly	\$ 21,800,000	\$ 1,994,145.00	\$ 19,805,855	Provides funds to address the impact of the COVID-19 pandemic on the operations of the legislature.
17	Housing Finance Agency	\$ 170,000,000	\$ -	\$ 170,000,000	
18	Office and State Budget and Management	\$ 37,035,471	\$ 12,575,000.10	\$ 24,460,471	\$11,700,000.10: NCPRO operating budget \$875,000: COOP funding for DOI, DNCR, and Independent Colleges
19	Office of the State Auditor	\$ 3,500,000	\$ -	\$ 3,500,000	
20	UNC System Office	\$ 138,160,500	\$ 4,160,500.00	\$ 134,000,000	\$4,000,000: Project Kitty Hawk \$138,000: N.C. Arboretum COVID-19 expenses \$22,500: PBS N.C. COVID-19 Expenses
21	NC State University	\$ 1,700,000	\$ -	\$ 1,700,000	
22	UNC-Chapel Hill	\$ 68,000,000	\$ 9,227.08	\$ 67,990,773	Bonus payments
23	NC School for Science and Math	\$ 1,360,230	\$ 694,693.00	\$ 665,537	Allocates funds to NCSSM to offset expenses incurred to directly respond to the COVID-19 pandemic.
24	UNC - School of the Arts	\$ 364,253	\$ 361,153.00	\$ 3,100	Allocates funds to offset expenses incurred by the UNCSCA High School Academic Program to directly respond to the COVID-19 pandemic
25	Statewide - Premium Pay	\$ 545,000,000	\$ 519,751,988.00	\$ 25,248,012	Provides a bonus for full-time State employees and local education employees, regardless of funding source. \$26,448,012 of funds disbursed under this appropriation has been unused by agencies. DST was authorized in S.L. 2022-6 to use up to \$1.2 million for death benefits. Therefore, \$25,248,012 of this appropriation is unused. This number may change.
External Organizations					
26	Carolina Association of General Contractors	\$ 5,500,000	\$ -	\$ 5,500,000	
27	City of Winston Salem	\$ 10,000,000	\$ -	\$ 10,000,000	
28	Dare County	\$ 35,000,000	\$ -	\$ 35,000,000	
29	NC League of Municipalities	\$ 25,000,000	\$ -	\$ 25,000,000	
30	NC Association of County Commissioners	\$ 10,000,000	\$ -	\$ 10,000,000	
31	Association of Regional Councils of Governments	\$ 10,000,000	\$ -	\$ 10,000,000	
32	Town of Apex	\$ 11,500,000	\$ -	\$ 11,500,000	
33	Town of Huntersville	\$ 12,000,000	\$ -	\$ 12,000,000	
34	State Recognized Tribes	\$ 10,000,000	\$ -	\$ 10,000,000	
35	NC Trucking Association Foundation	\$ 5,000,000	\$ -	\$ 5,000,000	
36	YMCA	\$ 11,400,000	\$ 20,664.00	\$ 11,379,336	Provides funds for a statewide grant program to YMCAs for recovery from the economic impacts of the COVID-19 pandemic.
37	Independent Colleges and Universities	\$ 51,000,000	\$ 14,781,832.00	\$ 36,218,168	Financial assistance for private universities
		Total Allocated Funds	Total Funds Disbursed Upon Request Through 6/30/2022	Total Funds Remaining to be Disbursed	
		\$ 5,441,309,692	\$ 1,309,746,890.24	\$ 4,131,562,802	