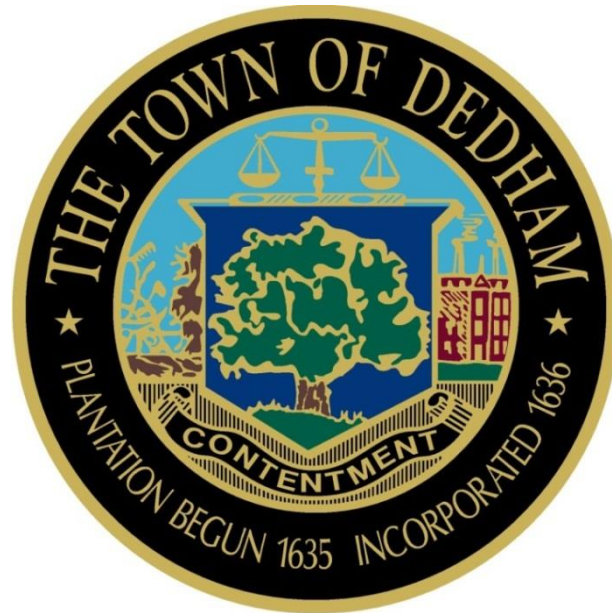


# American Rescue Plan Act Funding and Potential Uses



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# Agenda

- ▶ American Rescue Plan Act (ARPA) Overview
- ▶ Ineligible and Eligible Categories
- ▶ Dedham Total Benefit
  - Direct Funding
  - Passthrough Funding
- ▶ Anticipated Planned Use
- ▶ Questions

# ARPA Overview

## ▶ Funding Objectives

- Support urgent COVID-19 response efforts to continue to decrease spread of the virus and bring the pandemic under control
- Replace lost public sector revenue to strengthen support for vital public services and help retain jobs
- Support immediate economic stabilization for households and businesses
- Address systemic public health and economic challenges that have contributed to the unequal impact of the pandemic

# Specifically Ineligible – Debt

- ▶ “Expenses associated with obligations under instruments evidencing financial indebtedness for borrowed money would not be considered the provision of government services...”
- ▶ “Specifically, government services would not include interest or principal on any outstanding debt instrument, including, for example, short-term revenue or tax anticipation notes, or fees or issuance costs associated with the issuance of new debt”

# Specifically Ineligible – Reserves

- ▶ Contributions to rainy day funds and similar financial reserves would not address these needs or respond to the COVID-19 public health emergency but would rather constitute savings for future spending needs
- ▶ “...because such costs would not themselves have been incurred to address the needs of pandemic response or its negative economic impacts.”

# Specifically Ineligible – Pension

- ▶ Sections 602(c)(2)(B) and 603(c)(2) provide that these eligible uses do not include, and thus funds may not be used for, depositing funds into any pension fund

# Specifically Ineligible – Tax Offsets

- ▶ Section 602(c)(2)(A) also provides, for States and territories, that the eligible uses do not include “directly or indirectly offset[ting] a reduction in the net tax revenue of [the] State or territory resulting from a change in law, regulation, or administrative interpretation.”

# Use Categories – Public Health

## 1: Public Health

1.1 COVID-19 Vaccination ^

1.2 COVID-19 Testing ^

1.3 COVID-19 Contact Tracing

1.4 Prevention in Congregate Settings (Nursing Homes, Prisons/Jails, Dense Work Sites, Schools, etc.)\*

1.5 Personal Protective Equipment

1.6 Medical Expenses (including Alternative Care Facilities)

1.7 Capital Investments or Physical Plant Changes to Public Facilities that respond to the COVID-19 public health emergency

1.8 Other COVID-19 Public Health Expenses (including Communications, Enforcement, Isolation/Quarantine)

1.9 Payroll Costs for Public Health, Safety, and Other Public Sector Staff Responding to COVID-19

1.10 Mental Health Services\*

1.11 Substance Use Services\*

1.12 Other Public Health Services

\*Denotes areas where recipients must identify the amount of the total funds that are allocated to evidence-based interventions (see Use of Evidence section above for details)

^Denotes areas where recipients must report on whether projects are primarily serving disadvantaged communities (see Project Demographic Distribution section above for details)



# Use Categories

## 2: Negative Economic Impacts

2.1 Household Assistance: Food Programs\* ^

2.2 Household Assistance: Rent, Mortgage, and Utility Aid\* ^

2.3 Household Assistance: Cash Transfers\* ^

2.4 Household Assistance: Internet Access Programs\* ^

2.5 Household Assistance: Eviction Prevention\* ^

2.6 Unemployment Benefits or Cash Assistance to Unemployed Workers\*

2.7 Job Training Assistance (e.g., Sectoral job-training, Subsidized Employment, Employment Supports or Incentives)\* ^

2.8 Contributions to UI Trust Funds

2.9 Small Business Economic Assistance (General)\* ^

2.10 Aid to Nonprofit Organizations\*

2.11 Aid to Tourism, Travel, or Hospitality

2.12 Aid to Other Impacted Industries

2.13 Other Economic Support\* ^

2.14 Rehiring Public Sector Staff

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# Use Categories

## 3: Services to Disproportionately Impacted Communities

3.1 Education Assistance: Early Learning\* ^

3.2 Education Assistance: Aid to High-Poverty Districts ^

3.3 Education Assistance: Academic Services\* ^

3.4 Education Assistance: Social, Emotional, and Mental Health Services\* ^

3.5 Education Assistance: Other\* ^

3.6 Healthy Childhood Environments: Child Care\* ^

3.7 Healthy Childhood Environments: Home Visiting\* ^

3.8 Healthy Childhood Environments: Services to Foster Youth or Families Involved in Child Welfare System\* ^

3.9 Healthy Childhood Environments: Other\* ^

3.10 Housing Support: Affordable Housing\* ^

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# Use Categories

## 3: Services to Disproportionately Impacted Communities (cont.)

3.11 Housing Support: Services for Unhoused Persons\* ^

3.12 Housing Support: Other Housing Assistance\* ^

3.13 Social Determinants of Health: Other\* ^

3.14 Social Determinants of Health: Community Health Workers or Benefits Navigators\* ^

3.15 Social Determinants of Health: Lead Remediation ^

3.16 Social Determinants of Health: Community Violence Interventions\* ^

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# Use Categories

## 4: Premium Pay

### 4.1 Public Sector Employees

### 4.2 Private Sector: Grants to Other Employers

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# Use Categories

## 5: Infrastructure

5.1 Clean Water: Centralized Wastewater Treatment

5.2 Clean Water: Centralized Wastewater Collection and Conveyance

5.3 Clean Water: Decentralized Wastewater

5.4 Clean Water: Combined Sewer Overflows

5.5 Clean Water: Other Sewer Infrastructure

5.6 Clean Water: Stormwater

5.7 Clean Water: Energy Conservation

5.8 Clean Water: Water Conservation

5.9 Clean Water: Nonpoint Source

5.10 Drinking water: Treatment

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# Use Categories

## 5: Infrastructure – Cont.

5.11 Drinking water: Transmission & Distribution

5.12 Drinking water: Transmission & Distribution: Lead Remediation

5.13 Drinking water: Source

5.14 Drinking water: Storage

5.15 Drinking water: Other water infrastructure

5.16 Broadband: “Last Mile” projects

5.17 Broadband: Other projects

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# Use Categories

## 6: Revenue Replacement

### 6.1 Provision of Government Services

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^Denotes areas where recipients must report on whether projects are primarily serving disadvantaged communities (see Project Demographic Distribution section above for details)

# Use Categories

## 7: Administrative

7.1 Administrative Expenses

7.2 Evaluation and Data Analysis

7.3 Transfers to Other Units of Government

7.4 Transfers to Non-entitlement Units (States and territories only)

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# Total Dedham Amount

## Total Amount of ARPA Funding to Dedham

<b>Date</b>	<b>Direct Funding</b>
7/28/2021	1,319,818
7/28/2022 (anticipated)*	1,319,818
	<hr/> <hr/> 2,639,636
Total Appropriation to Norfolk	4,898,495
Norfolk Retained Administration Cost	146,955
Total Dedham Passthrough	<hr/> <hr/> 4,751,540
<b>Total ARPA</b>	<b>7,391,176</b>

\*Cannot be received less than 12 months from initial deposit

# Proposed Uses

## Proposed Uses of ARPA Funding

Date	Purpose	Use Code	Norfolk County
Fiscal Year 2022	OPEB - FY22	6.1	1,100,000
Fiscal Year 2023	OPEB - FY23	6.1	900,000
Fiscal Year 2024	OPEB - FY24	6.1	700,000
Fiscal Year 2025	OPEB - FY24	6.1	500,000
Fiscal Year 2026	OPEB - FY25	6.1	300,000
TOTAL ARPA			3,500,000
Fiscal Year 2023	Irrigation Meter Replacements	5.5	150,000
Fiscal Year 2024	Irrigation Meter Replacements	5.5	150,000
TOTAL ARPA			300,000
Fiscal Year 2023	Sidewalk Replacement	3.8	500,000
Fiscal Year 2024	Sidewalk Replacement	3.8	500,000
TOTAL ARPA			1,000,000
Fiscal Year 2022	Contract Specialist / Grants (ARPA) Manager	7.1	50,000
Fiscal Year 2023	Contract Specialist / Grants (ARPA) Manager	7.1	50,000
Fiscal Year 2024	Contract Specialist / Grants (ARPA) Manager	7.1	50,000
Fiscal Year 2025	Contract Specialist / Grants (ARPA) Manager	7.1	25,000
TOTAL ARPA			175,000
Fiscal Year 2022	Internal IT Control Review	7.2	100,000
Fiscal Year 2022	Internal IT Control Review	7.2	50,000
TOTAL ARPA			150,000
Fiscal Year 2022	Revenue Replacement - Bins	6.1	625,000
Fiscal Year 2022	Revenue Replacement - Debt Module	6.1	15,000
Fiscal Year 2022	Emergency Evacuation Generator - Town Hall opt# 2	1.12	135,376
TOTAL ARPA			775,376

# Proposed Uses By Year

## Proposed Uses By Year

<b>Fiscal Year 2022</b>		
Contract Specialist / Grants (ARPA) Manager	7.1	50,000
Emergency Evacuation Generator - Town Hall opt# 2	1.12	135,376
Internal IT Control Review	14.4	150,000
OPEB	6.1	1,100,000
Revenue Replacement - Bins	6.1	625,000
Revenue Replacement - Debt Module	6.1	15,000
<b>Fiscal Year 2022 Total</b>	<b>40.92</b>	<b>2,075,376</b>
<b>Fiscal Year 2023</b>		
Contract Specialist / Grants (ARPA) Manager	7.1	50,000
Irrigation Meter Replacements	5.5	150,000
OPEB	6.1	900,000
Sidewalk Replacement	3.8	500,000
<b>Fiscal Year 2023 Total</b>	<b>22.5</b>	<b>1,600,000</b>
<b>Fiscal Year 2024</b>		
Contract Specialist / Grants (ARPA) Manager	7.1	50,000
Irrigation Meter Replacements	5.5	150,000
OPEB	6.1	700,000
Sidewalk Replacement	3.8	500,000
<b>Fiscal Year 2024 Total</b>	<b>22.5</b>	<b>1,400,000</b>
<b>Fiscal Year 2025</b>		
Contract Specialist / Grants (ARPA) Manager	7.1	25,000
OPEB	6.1	500,000
<b>Fiscal Year 2025 Total</b>	<b>13.2</b>	<b>525,000</b>
<b>Fiscal Year 2026</b>		
OPEB	6.1	300,000
<b>Fiscal Year 2026 Total</b>	<b>6.1</b>	<b>300,000</b>
<b>Grand Total</b>		<b>5,900,376</b>

# Conclusion

- ▶ Finalizing the drawdown process with Norfolk County
- ▶ Finalizing Revenue Replacement applicability. Auditors must review calculations
- ▶ Approximately \$2,000,000 of potential tax supported operations shifting to ARPA

# Questions

