

**City of Fayetteville Staff Review Form**

**2022-1056**

**Legistar File ID**

**12/6/2022**

City Council Meeting Date - Agenda Item Only  
N/A for Non-Agenda Item

Paul A Becker

11/15/2022

CHIEF FINANCIAL OFFICER (110)

**Submitted By**

**Submitted Date**

**Division / Department**

**Action Recommendation:**

A RESOLUTION TO APPROVE THE REIMBURSEMENT OF THE REMAINING CALCULATED ARPA REVENUE LOSS FUNDS OF \$5,095,114 TO THE CITY'S GENERAL FUND AND APPROVAL OF A BUDGET ADJUSTMENT.

**Budget Impact:**

1010.090.6600-4309.01	General																								
Account Number	Fund																								
20023.2021	American Rescue Plan Grant Funding																								
Project Number	Project Title																								
<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;"><b>Budgeted Item?</b></td> <td style="width: 20%;"><u>Yes</u></td> </tr> <tr> <td><b>Does item have a cost?</b></td> <td><u>No</u></td> </tr> <tr> <td><b>Budget Adjustment Attached?</b></td> <td><u>Yes</u></td> </tr> </table>	<b>Budgeted Item?</b>	<u>Yes</u>	<b>Does item have a cost?</b>	<u>No</u>	<b>Budget Adjustment Attached?</b>	<u>Yes</u>	<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">Current Budget</td> <td style="width: 10%;">\$</td> <td style="width: 10%; text-align: right;">2,884,140.00</td> </tr> <tr> <td>Funds Obligated</td> <td>\$</td> <td style="text-align: right;">219,840.00</td> </tr> <tr> <td style="border-bottom: 1px solid black;">Current Balance</td> <td style="border-bottom: 1px solid black;">\$</td> <td style="border-bottom: 1px solid black; text-align: right; background-color: #f0f0f0;"><b>2,664,300.00</b></td> </tr> <tr> <td>Item Cost</td> <td>\$</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Budget Adjustment</td> <td>\$</td> <td style="text-align: right;">5,095,114.00</td> </tr> <tr> <td style="border-bottom: 1px solid black;">Remaining Budget</td> <td style="border-bottom: 1px solid black;">\$</td> <td style="border-bottom: 1px solid black; text-align: right; background-color: #f0f0f0;"><b>7,759,414.00</b></td> </tr> </table>	Current Budget	\$	2,884,140.00	Funds Obligated	\$	219,840.00	Current Balance	\$	<b>2,664,300.00</b>	Item Cost	\$	-	Budget Adjustment	\$	5,095,114.00	Remaining Budget	\$	<b>7,759,414.00</b>
<b>Budgeted Item?</b>	<u>Yes</u>																								
<b>Does item have a cost?</b>	<u>No</u>																								
<b>Budget Adjustment Attached?</b>	<u>Yes</u>																								
Current Budget	\$	2,884,140.00																							
Funds Obligated	\$	219,840.00																							
Current Balance	\$	<b>2,664,300.00</b>																							
Item Cost	\$	-																							
Budget Adjustment	\$	5,095,114.00																							
Remaining Budget	\$	<b>7,759,414.00</b>																							

V20210527

**Purchase Order Number:** \_\_\_\_\_

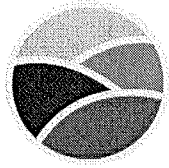
**Previous Ordinance or Resolution #** \_\_\_\_\_

**Change Order Number:** \_\_\_\_\_

**Approval Date:** \_\_\_\_\_

**Original Contract Number:** \_\_\_\_\_

**Comments:**



**MEETING OF DECEMBER 6, 2022**

**TO:** Mayor and City Council

**FROM:** Paul Becker, Chief Financial Officer

**DATE:** November 15, 2022

**SUBJECT:** Request to authorize the reimbursement of the remaining calculated ARPA Revenue Loss to the City. This remaining loss amounts to \$5,095,114 and will be transferred to the City General Fund for police payroll expense reimbursements that were incurred in 2021.

---

**RECOMMENDATION:**

The administration requests the City Council's authorize the remaining reimbursement of calculated revenue loss for the period beginning March 3, 2021 of \$6,914,393 due to the public health emergency created by the COVID-19 pandemic from the awarded American Recovery Plan Act. The remainder of this loss available is \$5,095,114 and will be used to offset police payroll expenses in that amount incurred in 2021.

**BACKGROUND / DISCUSSION:**

The overview of the US. Treasury Final Rule of Coronavirus State & Local Fiscal Recovery Funds provided that a "standard allowance" of \$10 million in awarded funds may be claimed as public revenue loss for a municipality. However, the City Council wishes to reimburse the City for actual calculated losses of \$6,914,393 during 2020.

**BUDGET/STAFF IMPACT:**

This request will add \$5,095,114 in funds to the City's General Fund and the funds will be committed for capital expenditures identified in the future and authorized by the City Council.

**Attachments:**

Staff Review form, Staff Memo Revenue loss calculation

# ARPA Revenue Replacement Calculator

## Background Information

1) Fiscal Year End	<input type="text" value="December"/>	<u>Notes:</u>
Base Year Revenue Period	<input type="text" value="12/31/2019"/>	FY used for base year calculation
2) Fiscal or Calendar Year	<input type="text" value="Fiscal"/>	ARPA allows measuring calendar or fiscal year
3) Calculation Date	<input type="text" value="12/31/2020"/>	Select date for end of period to calculate loss
Number of Months	<input type="text" value="12"/>	Months between Base Year and Calculation Date

## Estimate Revenue

3) Base Year Revenue	\$ <input type="text" value="157,660,862"/>	<u>Use Worksheet to Calculate</u>
4) Growth Rate	<input type="text" value="5.2%"/>	<u>Use Worksheet to Calculate</u>
Counterfactual Revenue	\$ <input type="text" value="165,859,227"/>	Estimated Revenue Without Pandemic
5) Actual Revenue	\$ <input type="text" value="158,944,834"/>	<u>Use Worksheet to Calculate</u>

## Reduction in Revenue

		<i>Period Ended</i>	<i>12/31/2020</i>
Revenue Reduction	\$ <input type="text" value="6,914,393"/>		
Revenue Reduction %	<input type="text" value="-4.2%"/>		