

## **AGENDA ITEM**

---

### **TITLE**

Coronavirus State and Local Fiscal Recovery Funds Through American Rescue Plan Act (ARPA) Phase 2 Spending Plan

### **BRIEF OVERVIEW**

On March 11, 2021, the American Rescue Plan Act was signed into law and established the Coronavirus State Fiscal Recovery Fund and Coronavirus Local Fiscal Recovery Fund which together make up the Coronavirus State and Local Fiscal Recovery Funds ("SLFRF") program. This program is intended to provide support to State, territorial, local, and Tribal governments in responding to the economic and public health impacts of COVID-19 and in their efforts to contain impacts on their communities, residents, and businesses.

On May 20, 2021, Hernando County received the first half of the allocation in the amount of \$18,833,344.00. May 2022, Hernando County has requested and is due to receive the second half of the allocation in the amount of \$18,833,344.00. In collaboration with the Balmoral Group, the County has created a list of projects using the following four statutory categories:

1. To respond to the COVID-19 public health emergency or its negative economic impacts.
2. To respond to workers performing essential work during the COVID-19 public health emergency by providing premium pay to such eligible workers of the recipient or by providing grants to eligible employers that have eligible workers who performed essential work.
3. For the provision of government services, to the extent of the reduction in revenue of such recipient due to the COVID-19 public health emergency, relative to revenues collected in the most recent full fiscal year of the recipient prior to the emergency.
4. To make necessary investments in water, sewer, or broadband infrastructure.

The County Administration is recommending to:

1. Provide Revenue Replacement for minimizing future debt service for citizens.
2. Increase funding for projects approved in Phase 1 of the Recovery Funds.

3. Essential Worker premium pay for all regular employees of the Board of County Commissioners, Tax Collector, Property Appraiser, Supervisor of Elections and Clerk of Court that did not receive the First Responder payments from the Governor of Florida for work during the COVID-19 Public Health Emergency.
4. Salvation Army - Water and Sewer System Overhaul project.

Other projects or initiatives listed are recommended for discussion, direction and future approval by Board of County Commissioners.

### **FINANCIAL IMPACT**

---

Funds totaling \$37,666,688 is available within Fund 1555 American Rescue for the various approved projects from Phase I and Phase II.

### **LEGAL NOTE**

---

Pursuant to Chapter 125, Florida Statutes, the Board has the authority to take the recommended action.

### **RECOMMENDATION**

---

It is recommended the Board approve the recommended projects and discuss and prioritize the listing of alternative projects or other projects relating to American Rescue Act funding presented today.

### **REVIEW PROCESS**

---

Helen Gornes	Completed	05/11/2022 2:09 PM
Toni Brady	Completed	05/16/2022 4:37 PM
Pamela Hare	Completed	05/17/2022 8:31 AM
Jon Jouben	Completed	05/17/2022 9:39 AM
Shannon Eller	Skipped	05/17/2022 8:31 AM
Jenine Wimer	Completed	05/17/2022 9:42 AM
Tobey Phillips	Completed	05/17/2022 11:39 AM
Jeffrey Rogers	Completed	05/17/2022 6:12 PM
Colleen Conko	Completed	05/18/2022 8:21 AM
Board of County Commissioners	Completed	05/24/2022 9:00 AM

**RESULT:**       **ADOPTED [UNANIMOUS]**  
**MOVER:**       Wayne Dukes, Commissioner  
**SECONDER:**   Elizabeth Narverud, Second Vice Chairman  
**AYES:**         Champion, Allocco, Narverud, Dukes, Holcomb

## Hernando County - American Rescue Act

Revenues	Phase 1
Phase 1 Allocation - 60 Days after Bill Signed - May 2021	\$18,833,344
Phase 2 Allocation - 12 months after 1st payment – Est May 2022	\$18,833,344
<b>Total Available Funds</b>	
American Rescue Plan Act of 2021 – Phase 1 Allotment	\$18,833,344
<b>Revenue Replacement</b>	
Estimated Total per Calculation	\$0
<b>Community Outreach/Mental Health</b>	
Juvenile Baker Act Center	\$1,000,000
<b>Water Projects</b>	
Killian Water Treatment Plant Upgrade project	\$5,250,000
<b>Sewer Projects</b>	
Airport Business Park Sewer Force Main Extension on Corporate Blvd	\$1,275,000
Cyril Dr Bypass Water and Wastewater Improvements	\$1,125,000
Weeping Willow Road Sewer Force Main	\$4,500,000
US41 Force Main from Ayers Rd to Runway Drive	\$2,250,000
Septic to Sewer District A phase 1b	\$4,528,125
Airport Masterplan Development Stormwater Update	\$300,000
<b>Broadband</b>	
	\$0
<b>Contingency</b>	
Materials/Labor Increase	\$(1,394,781)
<b>Total</b>	<b>\$18,833,34</b>

Total Available Funds	Phase 2
American Rescue Plan Act of 2021-Phase 2 Allotment	\$18,833,344
<b>Recommendations</b>	
<b>Revenue Replacement</b>	
Revenue Loss Allowable without Calc	\$10,000,000
<b>Community Outreach/Mental Health</b>	
<b>Water Projects</b>	
Salvation Army-Water Supply System Overhaul	\$192,500
<b>Sewer Projects</b>	
<b>Essential Worker Premium Pay</b>	
Essential Worker Premium Pay BOCC/Constitutional Officers	\$1,750,000
<b>Carry Over from Phase 1</b>	
Deficit from Phase I project cost increases (50% increase in most projects)	\$1,394,781
Subtotal	\$13,987,281
<b>Alternative Projects</b>	
Total Remaining to Allocate	\$5,496,063
South Brooksville BMP-2 Drainage	\$1,100,000
South Brooksville - Qualified Census Tract	
Kass Circle - Sewer Project - Plan	<del>\$1,365,000</del>
Salvation Army - Community Outreach Center	<del>\$1,350,000</del>
Affordable Housing/Workforce Housing	\$2,000,000
Baker Act Facility - Additional fund request *See Phase I	\$1,000,000
Rent / Utilities Relief	
<b>Revenue Replacement Detail</b>	
Technology Upgrades	\$449,260
Use for Judicial Center Renovations to reduce Debt Service needed *	\$9,000,000
Clerk project to Digitize & Restore Historic County Records	\$550,740

\*Bonds will be spend 1st, Arpa 2nd, prior to Dec 31, 2022