



ARPA Funding Discussion

November 4, 2024

PREVIOUS UPDATE REVIEW

- **\$2,000,000** of the county's ARPA award needs to be reallocated before December 31, 2024 in order to meet the obligation deadline.
- This is due to **HB10**, now scheduled for an override vote in the House **November 19th**
- If the senate overrides, **the county will not be able to provide a match for the NCDIT CAB program** for broadband infrastructure. Instead, the state will fund the project without a match.

OBLIGATION DEADLINE

- Obligation Deadline: **December 31st, 2024** (2 months away)
- **The obligation deadline only impacts direct federal funds.**
- The \$10 million used for revenue replacement, freeing up local dollars, referred to as **“ARPA-enabled” funds used for a variety of ARPA projects, are not subject to this deadline.**

OBLIGATING FUNDS

- Expenditures must comply with **local policies, state law, and uniform guidance (UG)**.
- Under the ARPA award **an obligation is an order placed for property and services and entering into contracts, subawards, and similar transactions that require payment. Interagency agreements (interdepartmental) also qualify.**
- After obligation, the funds must be spent by **December 31st, 2026.**
- **Time before the deadline is the limiting factor to reallocating funds.**

POTENTIAL SOLUTION

- A CIP project for **HVAC installation at existing gyms** is scheduled for **FY28**, estimated to cost **\$3,085,589**.
- This project will impact **six (6) school gymnasiums that do not have HVAC systems**
 - Chatham Middle
 - George Moses Horton Middle
 - Moncure School
 - JS Waters School
 - North Chatham Elementary
 - Perry Harrison Elementary

POTENTIAL SOLUTION

- **Installation and improvement of ventilation systems is an eligible ARPA expense**, stated in the Final Rule and U.S. Treasury FAQ documents.
- Entering into a **subaward** with Chatham County Schools **would obligate the \$2M and move the project up from FY28.**
- The capital reserves previously contributed to this project are recommended to be reallocated to the new **Siler City Elementary Roof Replacement** project.

PROJECTED EXPENDITURES

“Straight” ARPA Projected	\$4,735,461
Unallocated	\$2,000,000
CIP: Hydrant Repair Project	\$1,000,000
Housing Division Positions	\$751,109
Diversion Programs Positions	\$675,457
DSS Housing Assistance	\$234,613
Vaccine Incentive	\$72,917
Community Engagement for ARPA	\$1,365

ARPA “Enabled” Projected	\$8,328,423
CIP: Parker's Ridge Park	\$3,000,000
CIP: Detention COVID-19 Facility Modifications	\$2,000,000
CIP: Expansion of Fiber Network to Siler City	\$1,235,561
Nonprofit Grants	\$1,000,000
Great Grant Match	\$536,579
CAB Grant Match (Enabled)	\$265,947
Webb Squared Contract	\$163,873
Early Childhood Assessment	\$100,000
CPRC Street Outreach Coordinator	\$99,000
Homelessness & Housing Instability Working Group	\$14,950
UNC Fellows Program	\$7,500
Computers/Supplies for ARPA Positions	\$4,013

- Projected to spend 100% of “Straight” ARPA funds based on if \$2 Million is allocated.
- Projected to have approx. **\$1.6M** remaining in ARPA “Enabled”

THANK YOU

Questions?