

LARIMER COUNTY BUDGET OFFICE



# AMERICAN RESCUE PLAN ACT UPDATE

APRIL 13, 2022



# AGENDA

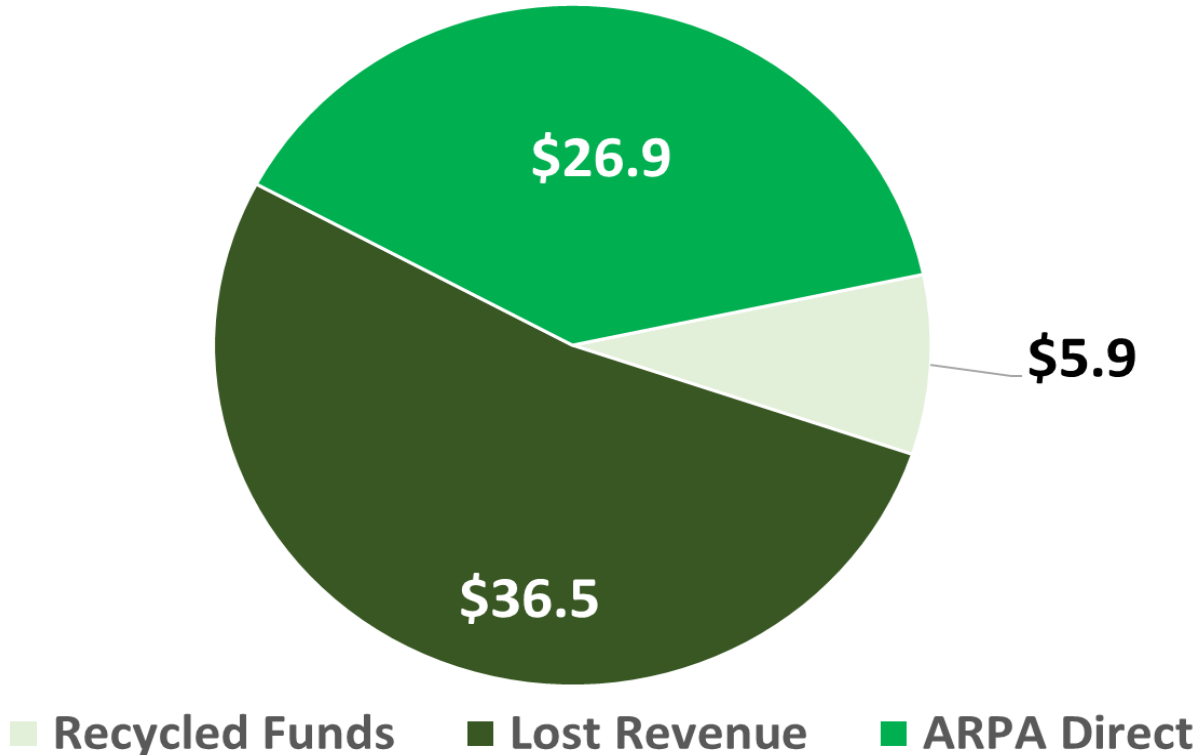
1. Community Project Criteria
2. Fiscal Recovery Funds (FRF) Financial Update
3. Broadband Update
4. Behavioral Health Phase 2
5. 2022 1<sup>st</sup> Quarter Project & Expenditure Report
6. Immediate Needs Grants Updates
7. Federal Legislative Update
8. Next Steps
9. Questions and Discussion

# Community Project Criteria

- Criteria for projects – contribute or manage
  - Eligible under rules & prioritized by ARPA?
  - Compatible with existing core services or strategic plan?
  - Prioritized by community?
  - Capable community partner?

# Fiscal Recovery Fund Financial Update

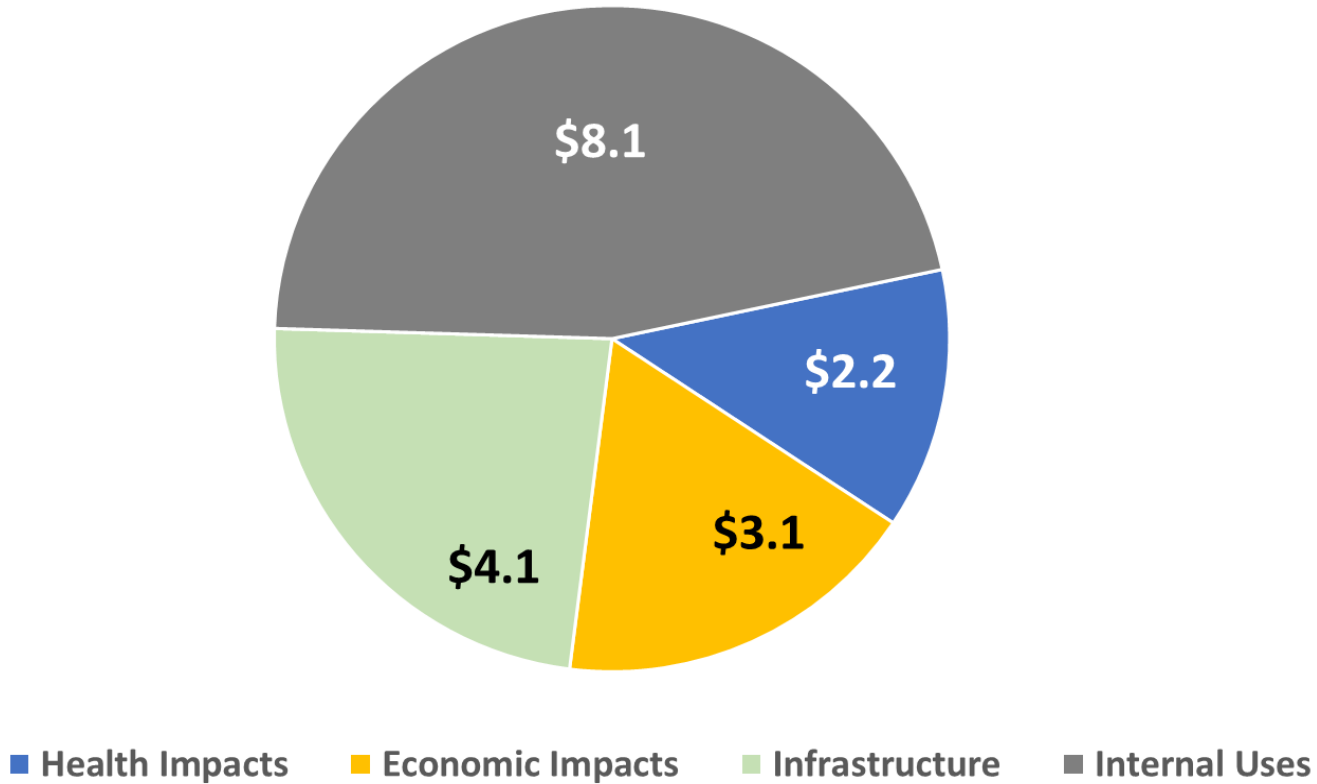
Fiscal Recovery Fund - Sources  
*(in millions of \$ - \$69.3 million total)*



Listed in order of flexibility 

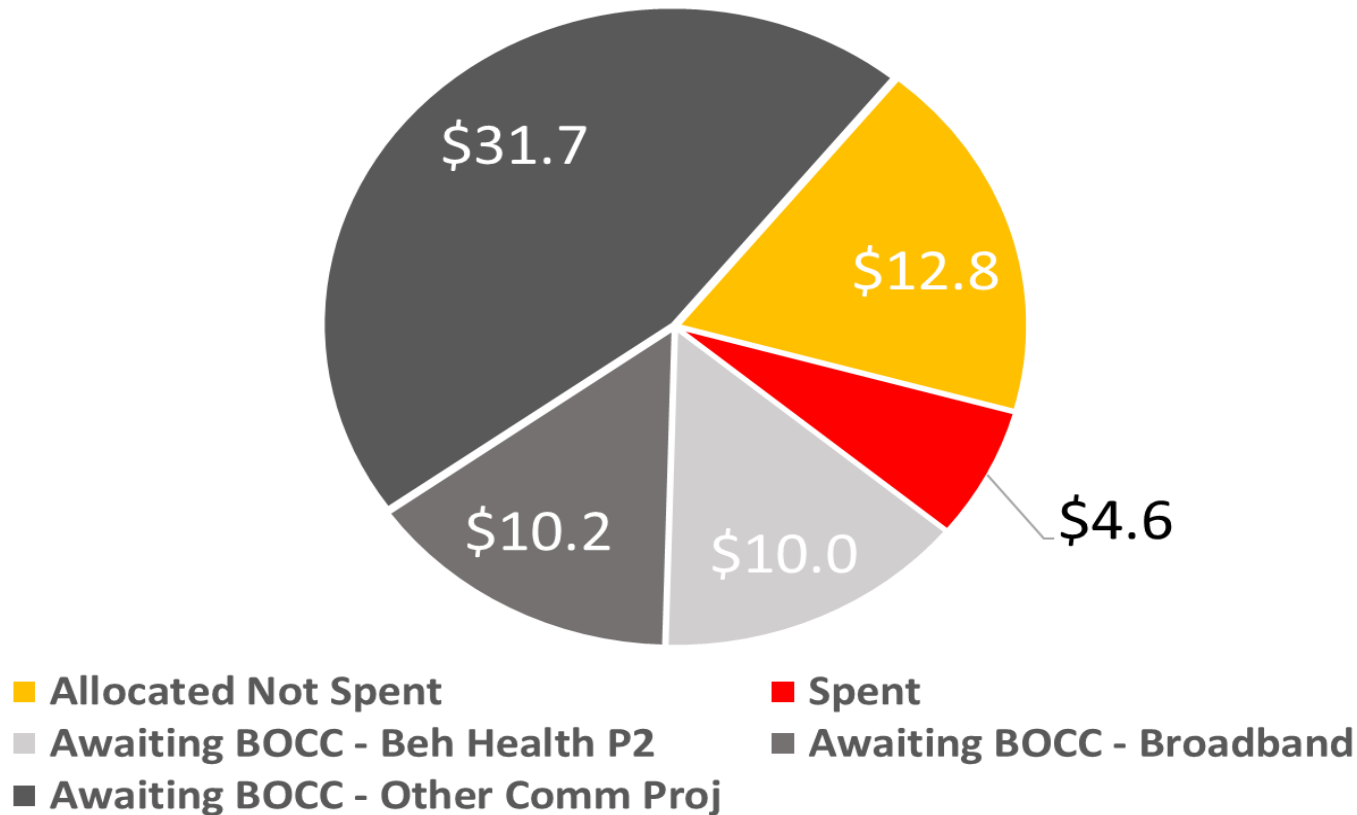
# Fiscal Recovery Fund Financial Update

**Funds Allocated or Spent Year-to-Date by Category**  
*(in millions of \$ - \$17.5 million total)*



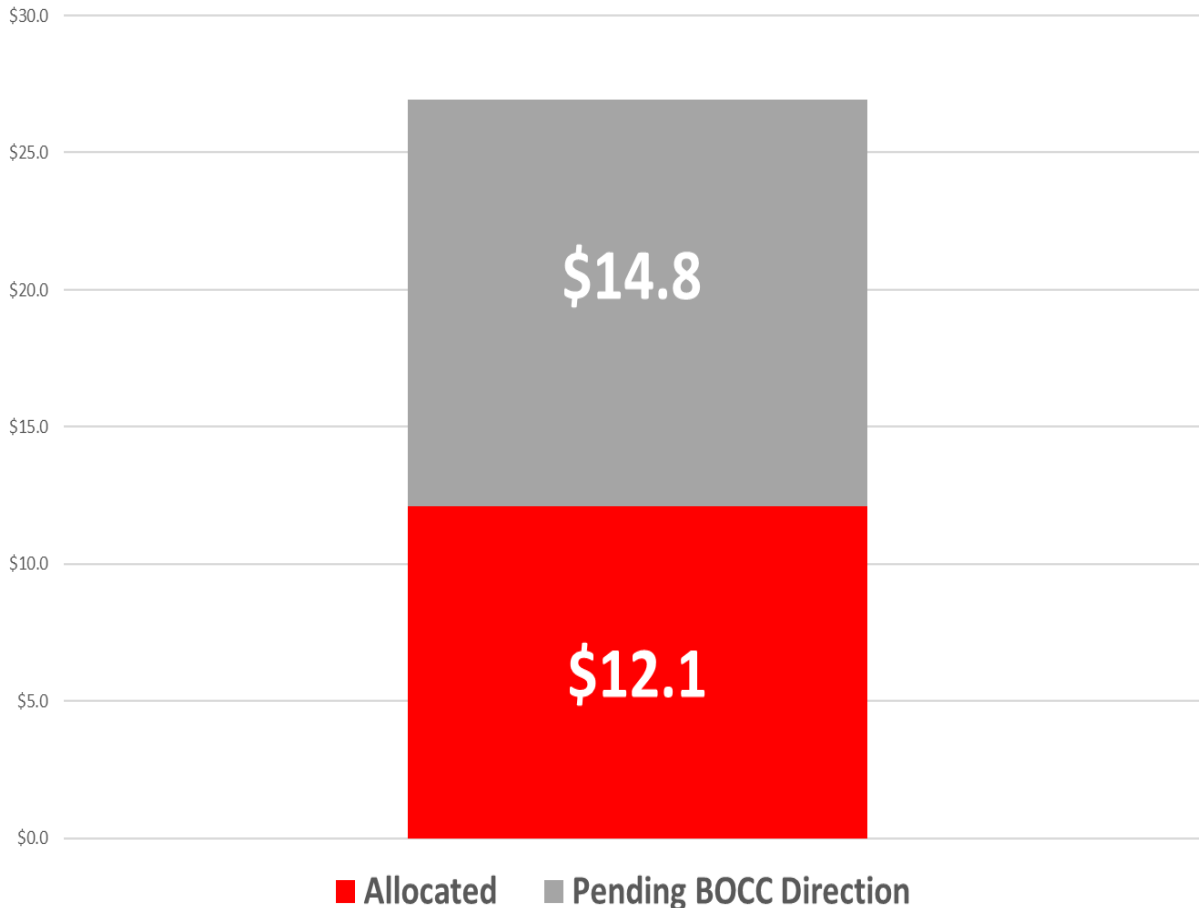
# Fiscal Recovery Fund Financial Update

**Fiscal Recovery Fund - Uses & Available**  
*(in millions of \$ - \$69.3 million total)*



# Fiscal Recovery Fund Financial Update

FRF Direct Allocation - \$26.9 Million



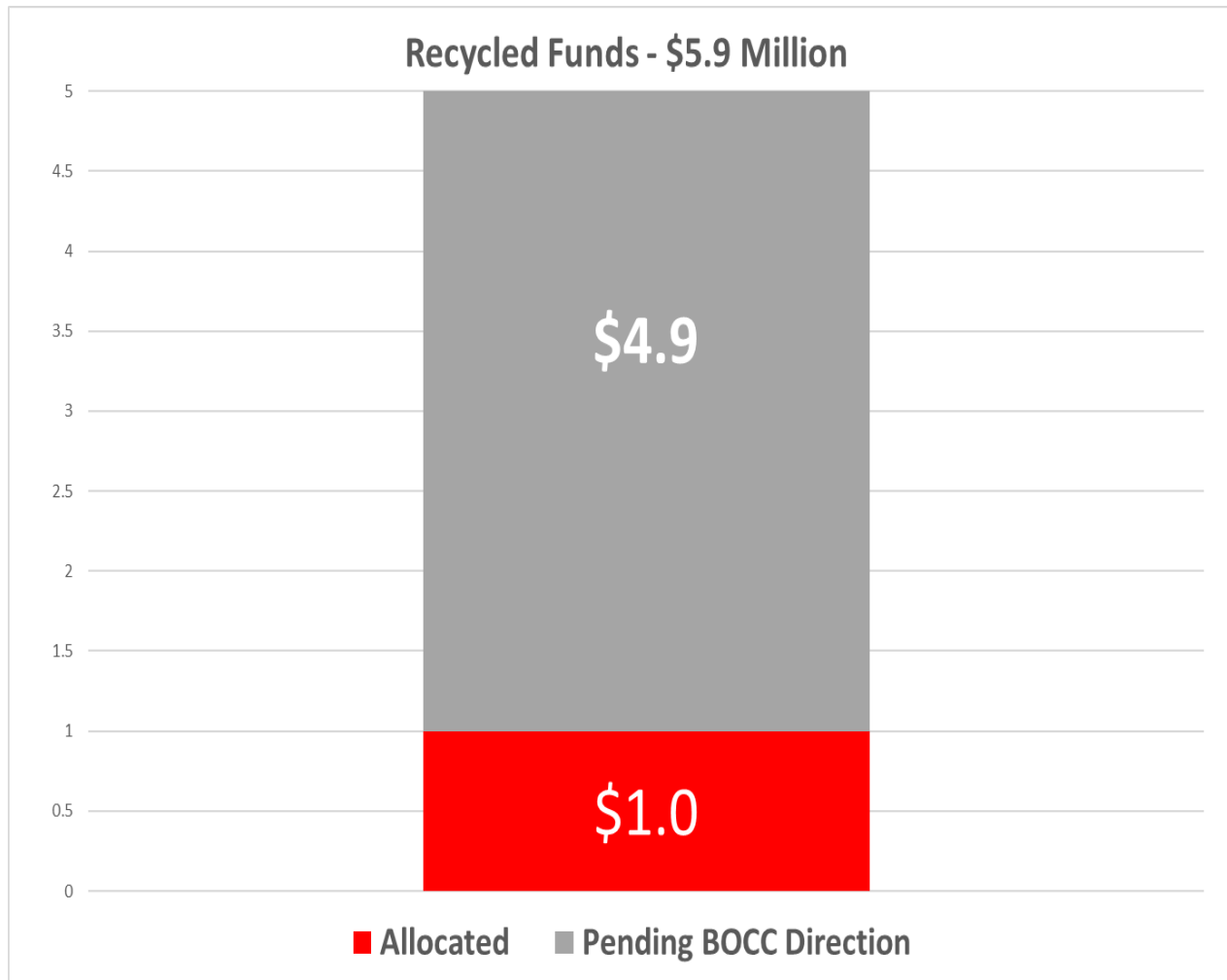
## Key Allocated Items:

- Immediate Needs Grants - \$3.0 million
- Public Safety Incremental Pay - \$2.3 million
- Natural Resources Water Projects - \$1.98 million
- Broadband Partnerships - \$1.8 million

## Pending Direction:

- \$10 million for Behavioral Health Phase 2
- \$4.8 million for Community Projects

# Fiscal Recovery Fund Financial Update



Allocated Item:

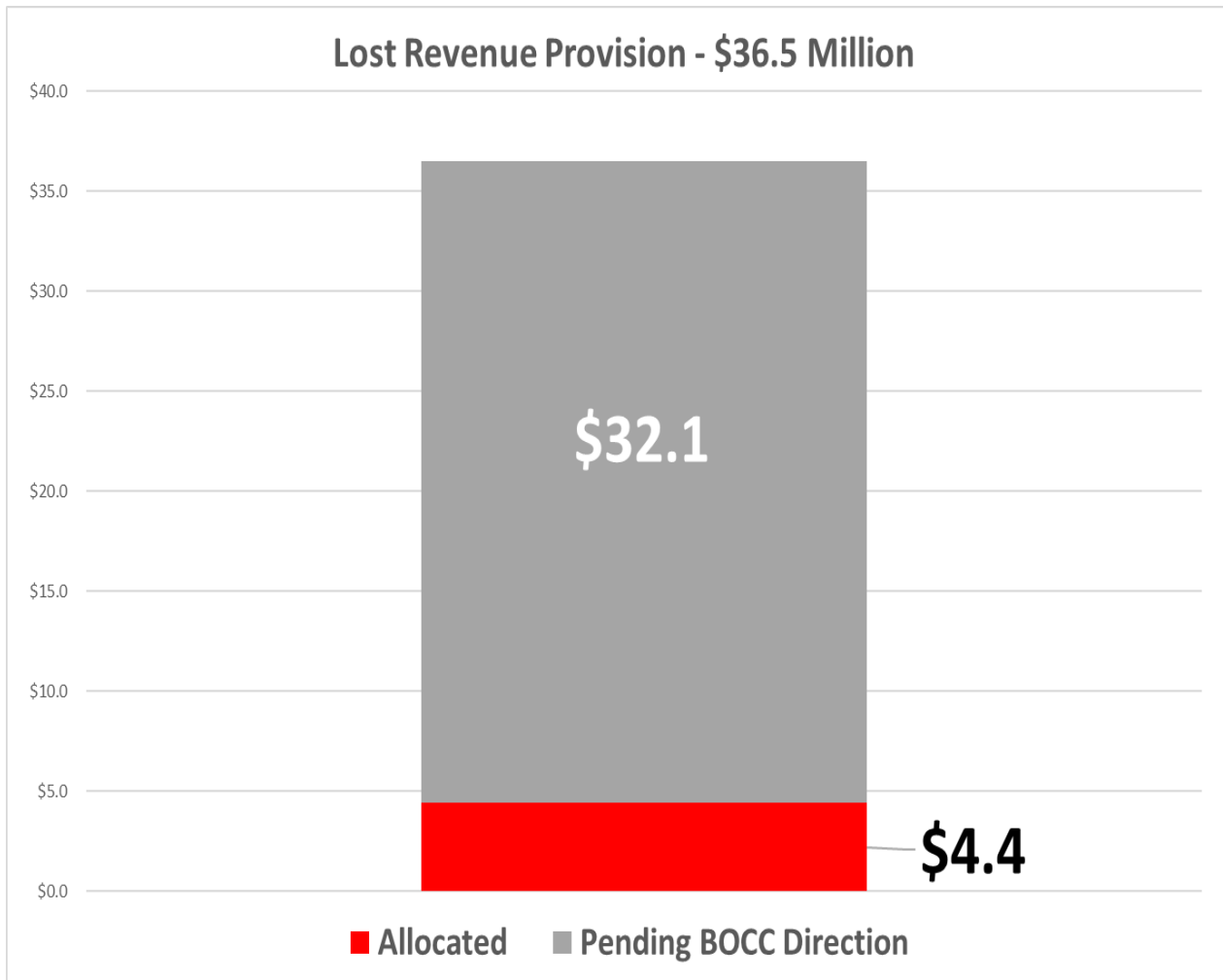
- Parklane Mobile Home Park - \$1 million

Pending BOCC Direction:

- Community Projects



# Fiscal Recovery Fund Financial Update



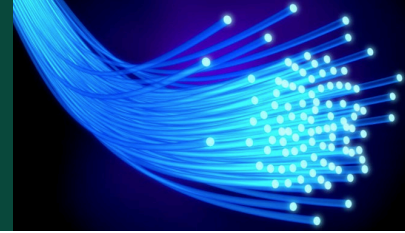
**Allocated Items:**

- CJA Facilities Projects - \$2.7 million
- CJA Operational Revenue Shortfall - \$1 million
- Carter Lake Swim Beach - \$610K

**Pending Direction:**

- Community Projects - \$22.1 million
- Additional Broadband Projects - \$10 million

# Broadband Update



- County requires \$250M in project funding to solve our broadband problem (95% of residences)
- Community owned utility provides the lowest cost for the community and protects future needs
- SLFRF investments in broadband projects provide a financial return over time to Larimer County
  - Revenue from service fees can pay back our investment in 30 years at a 35% take rate
- Broadband impacts many areas of our community (economic, education, medicine, emergency management, climate and sustainability, etc)

# Broadband Funding Update

- Infrastructure & Jobs Act (IIJA): Allows SLFRF funds as match
  - Colorado estimated to receive \$500M-\$700M
  - Consider setting aside additional matching funds for future IIJA state broadband grants
- Capital Projects Fund: Allows support for critical broadband infrastructure projects
  - Colorado will receive \$162M in grant funds
  - County will request support for middle mile projects

## Broadband Update –Board Direction

- Direction sought: Allocate additional \$10.2 million to Broadband Projects (\$12 million total)
  - Consider additional funds to prioritize projects in areas that struggle with affordable internet access (\$18M)
  - Consider reserving 10% matching funds for IJA grant proposals (\$8M)
- Compete for other state and federal programs to support our strategic plan

# Broadband Update – Draft Financial Model

Funding Source	Amount	County Support?	County Committed	Notes
SLFRF - Livermore to RFL	\$1.3M	\$1.3M	\$1.3M	Livermore-Red Feather Middle Mile
SLFRF - Drake/Sylvan Dale	\$0.5M	\$0.5M	\$0.5M	Support Pulse/TSD Project
SLFRF	\$10.2M	\$10.2M		Priority Middle Mile/FTTP Projects - <b>Current Request</b>
SLFRF	\$18M	\$18M		Priority Equity/Diversity Projects/IIJA Matching Funds
Municipal Broadband Funding	\$10M			
Capital Projects Fund	\$8M			Grant applications open in May
IIJA - BEAD	\$60M			10% of State Estimated Allocation, 10% Match, Early 2023
GF - USDA reConnect	\$22.36M	\$5.6M	\$5.6M	County 25% Matching Funds - USDA
State & Other Grants	\$10M			
Private ISP's	\$35M			Wellington, Berthoud?
Future Grants/Programs	\$74.64M	(\$8.4M-\$24M)		Future Competitive 10%-25% Matching Funds/Unmet Need
<b>Total Estimated Need</b>	<b>\$250M</b>	<b>(\$44M-\$60M)</b>	<b>\$7.4M</b>	
<i>GF- Previously Committed</i>			<i>\$3.0M</i>	<i>County 10% Matching Funds - NTIA - Failed Application</i>

(County \$44M-\$60M, Private/City Investments \$45M, Federal & State Assistance \$145M -\$161M)

*County capital support for last mile projects can be recovered over time.*

## Behavioral Health Phase 2

- Potential acceleration of campus Phase 2
- Adolescent service expansion
- Partnership with CSU on “Center of Excellence”
- Intention to apply for State ARPA funding with expected local match
- Estimate County ARPA/FRF contribution of up to \$10M

# 2022 1<sup>st</sup> Quarter Project & Expenditure Report

- Deadline to submit is April 30th
- Covered January – March 2022
- Criminal Justice Alternatives and Sheriff's Office Payroll costs still be calculated
- Will be posted to website at [www.larimer.org/budget/frf](http://www.larimer.org/budget/frf)

# Immediate Needs Grants Update

- Immediate Needs Grant Progress:
  - 53 grants awarded
  - \$3,046,204 in funding awarded
  - 51 of 53 grant agreements completed\*
  - 35 reimbursements requested\*
  - 3 of 3 up-front funding issued\*
  - \$1 million in funding disbursed\*
  - 15 projects fully reimbursed\*

\* = *As of April 12, 2022*



# Federal Legislative Update

- COVID funding bill
  - Includes \$10 billion for vaccines, therapeutics, diagnostics & other medical costs
  - Includes S. 3011/H.R. 5735 – allows ARPA funds to be used for infrastructure & natural disaster recovery; requires Local Assistance & Tribal Consistency Funds (LATCF) to go to Payment in Lieu of Taxes (PILT) counties.
  - Authorizes U.S. Treasury Department to allocate LATCF
  - Reduces LATCF by 43%
  - Bill has stalled due to unrelated immigration issue

## Next Steps

- Next quarterly Project & Expenditure Report due to U.S. Treasury Department on April 30
- Monitor Federal legislation
- Second tranche of ARPA FRF to be received in or after May
- Next monthly work session May 18<sup>th</sup>, 2022

# QUESTIONS AND DISCUSSION

- Thank you!