

Ways and Means Committee Oversight Hearing

FEBRUARY 15, 2022



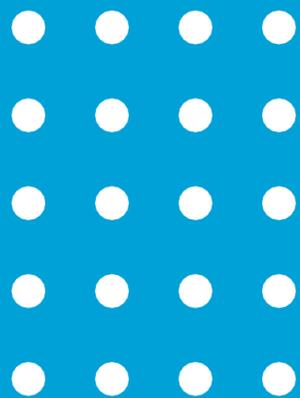
MAYOR'S OFFICE OF
**RECOVERY
PROGRAMS**
BALTIMORE CITY



Overview

1. Treasury Final Rule Overview
2. Proposal Status and Funding Commitments
3. Quarterly Treasury Report Summary
4. Dashboard Overview

Treasury Final Rule Overview



Treasury Issues Final Rule



AMERICAN
RESCUE PLAN
BECOMES LAW

- President Biden signed the \$1.9 trillion American Rescue Plan Act (ARPA) into law on **March 11, 2021**. The U.S. Department of Treasury launched State and Local Fiscal Recovery Funds (SLFRF) which provides millions of dollars to state, local and tribal governments to respond to the COVID-19 pandemic.

INTERIM
FINAL RULE
ISSUED

- To provide guidance on the use of these funds, Treasury issued its interim final rule on **May 17, 2021**.

FINAL RULE
ISSUED

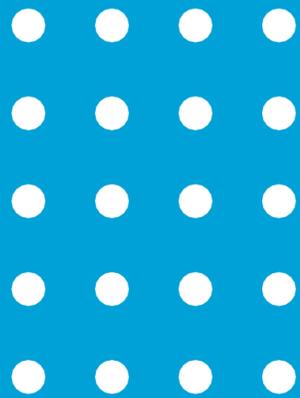
- After review and incorporation of public comments, the U.S. Department of Treasury issued its final rule on **January 6, 2022**.

Key Changes from Interim Final Rule to Final Rule



<p>Replacing Lost Revenue</p>	<p>Greater options to maximize claims and reduce reporting burdens</p> <ul style="list-style-type: none"> • Optional \$10 million revenue loss allowance • May calculate revenue loss on calendar or fiscal year • New provision to remove impacts of tax changes implemented after 1/6/2022
<p>Responding to Public Health & Economic Impacts</p>	<p>Clearer definitions of who is an eligible beneficiary of assistance (including low- and moderate-income definition) and eligible forms of assistance</p> <ul style="list-style-type: none"> • Allows Categorical eligibility for some federal programs • Broader uses and more flexibility in providing public sector employment support
<p>Premium Pay</p>	<p>Expanded list of sectors and occupations eligible for premium pay</p>
<p>Water & Sewer Infrastructure</p>	<p>Broadened eligibility of projects (including stormwater infrastructure, residential wells, lead remediation, and certain rehabilitations of dams and reservoirs)</p>
<p>Broadband Infrastructure</p>	<ul style="list-style-type: none"> • Broadened eligibility - now includes cybersecurity investments • New low-income subsidy requirement for projects serving households
<p>Other New Themes</p>	<ul style="list-style-type: none"> • Reorganization of guidance with clearer framework for eligibility under each use • Framework for evaluating eligible uses beyond those listed in the guidance • Eligibility criteria for capital projects

Proposal Status & Funding Commitments



Impact of Final Rule on Proposals

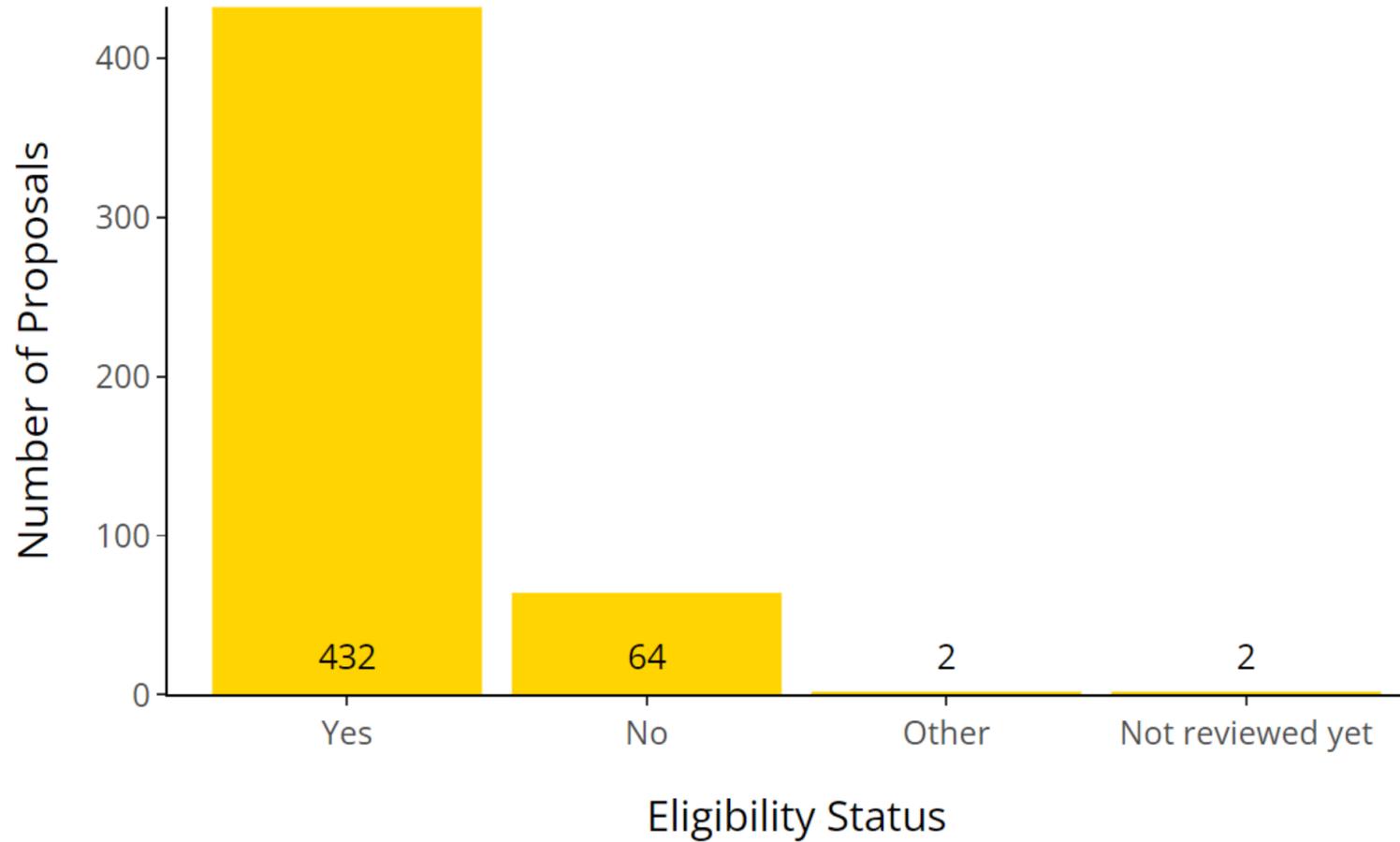


- As a result of the issuance of the final rule the Recovery Office is reevaluating ALL proposals submitted
- The Recovery Office is carefully reviewing its eligibility decision for all proposals to ensure compliance with the law
- Reevaluation of proposals will take additional time, and will impact the timeline for notification of eligibility decisions

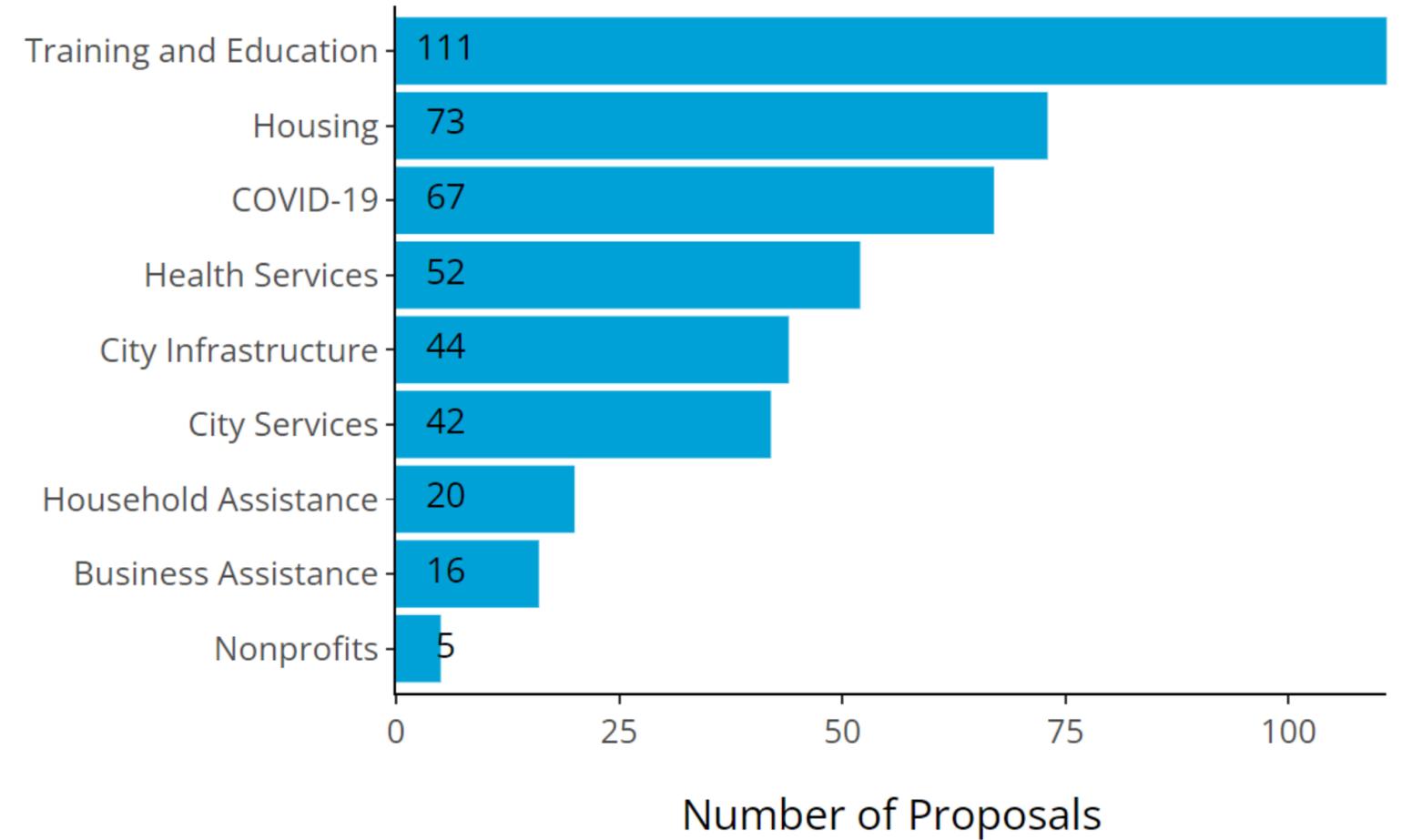
Proposal Eligibility Overview



Number of Proposals by Eligibility



Number of Eligible Proposals by Topic



Next Steps for Nonprofit Proposals



- Notify applicants of eligibility determination (*March 2022*)
- Develop a list of all eligible proposals to share with the Mayor, Deputy Mayors and Council (*March-April 2022*)
- Extend invitation to select eligible applicants complete an application (e.g. detailed budget, implementation plan, etc.) based on strength, scope and scale of proposals, Council endorsements, and input from senior leadership (*March-April 2022*)
- Applicants coordinate with advisors to complete application (*March-until*)
- Obtain funding decisions from senior leadership (*on a rolling basis*)

Funding Commitments



COVID-19 Health Response: \$80 million

- Vaccinations
- Testing
- Contact Tracing
- Staffing and Payroll
- Household Food Assistance
- Personal Protection Equipment
- Communications and Operational Support



Economic Recovery Fund: \$25 million

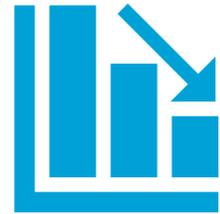
- Baltimore Civic Fund- Nonprofit Relief
- Family League of Baltimore- Childcare Provider Relief
- Visit Baltimore- Hotel Relief
- Baltimore Development Corporation: Small Business Relief
- Baltimore Office of Promotion and Arts- Individual Artist Relief



Broadband and Digital Equity: \$6 million

- Public Wi-Fi
- Extend City Fiber

Funding Commitments



Reducing Baltimore Violence: \$50 million

- Job Training Assistance
- Improving Community Violence Interventions
- Visitation Center



Workforce Development: \$30 million

- HireUp
- TrainUp
- YouthWorks
- Small Business Wage Subsidy



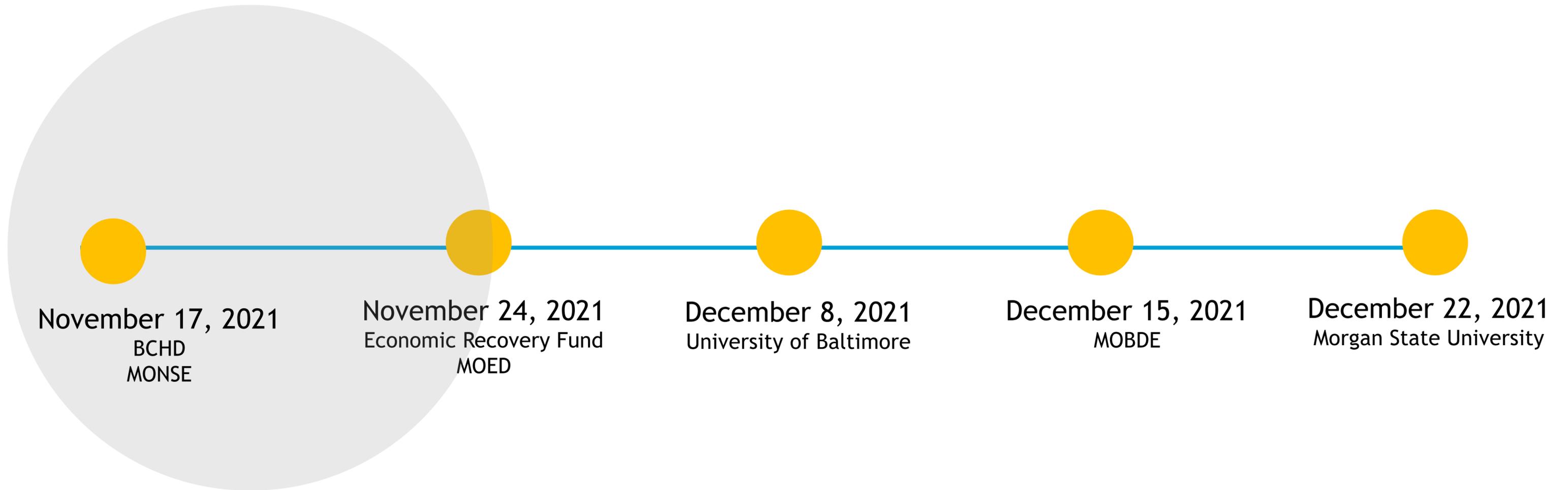
ARPA Administration: \$10.6 million

- Project Management and Compliance Consulting Services

ARPA Project and Evaluation Services: \$600k

- Partnership with The University of Baltimore and Morgan State University

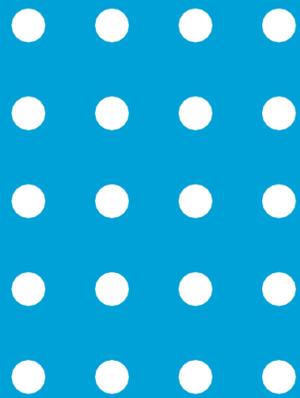
ARPA Project Approval Dates



Note: These dates reflect the date that the grant agreement was approved by the Board of Estimates (BOE). In a separate process, the BOE must subsequently approve the transfer of funds.



Quarterly Treasury Report Summary



Summary of Obligations and Expenditures



For the period from March 1, 2021, through December 31, 2021, the City of Baltimore reports \$71,210,057.54 in obligations and \$12,865,441.80 in expenditures for 19 projects

Note: the spending amounts reported are preliminary. Changes to account numbers, accruals, delayed data entry, or other accounting related transactions impact the accuracy of spending data month-to-month. At the end of the fiscal year, the City of Baltimore follows year-end closing procedures to finalize records of all financial activity. Spending data should not be considered final until that time.

Commitments Differ from Obligations

- Commitments identify the amount of the grant agreement with an agency or organization
- The grant agreements identify a specific amount—obligations—to be provided to an agency or organization over a certain number of fiscal years (no later than FY25)
- Baltimore City considers obligations to be the amount appropriated for the fiscal year and are reported as such in the Treasury quarterly report

Expenditures

- For Treasury reporting purposes, the ARPA funding announcements were divided into 19 projects based on budget line items in the grant agreements
- Of the 19 projects, 4 have expended funds as of January 31, 2021



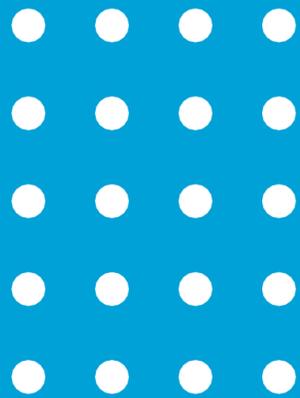
Obligations and Expenditures (as of December 31, 2022)

Project Name	Adopted Budget	Total Obligations	Total Expenditures
COVID19 Health Response - Vaccinations	\$6,985,000.00	\$6,985,000.00	\$0.00
COVID19 Health Response - Testing	\$3,225,000.00	\$3,225,000.00	\$0.00
COVID19 Health Response - Contact Tracing	\$1,855,000.00	\$1,855,000.00	\$0.00
COVID19 Health Response - Personal Protective Equipment	\$2,516,000.00	\$2,516,000.00	\$0.00
COVID19 Health Response - Communication and Operational Support	\$2,060,313.50	\$2,060,313.50	\$0.00
Household Food Assistance	\$3,049,000.00	\$3,049,000.00	\$0.00
COVID19 Health Response - Staffing and payroll costs	\$8,202,869.00	\$8,202,869.00	\$0.00
Broadband and Digital Equity - Phase I	\$1,776,788.15	\$1,776,788.15	\$0.00
Baltimore Civic Fund Recovery Assistance	\$8,300,000.00	\$8,300,000.00	\$6,225,000.00
Baltimore Development Corporation Recovery Assistance	\$11,700,000.00	\$11,700,000.00	\$4,000,000.00
Baltimore Office of Promotion and the Arts Recovery Assistance	\$500,000.00	\$500,000.00	\$0.00
Family League of Baltimore Recovery Assistance	\$2,000,000.00	\$2,000,000.00	\$2,000,000.00
Reducing Baltimore Violence - Job Training Assistance	\$2,955,000.00	\$2,955,000.00	\$0.00
Reducing Baltimore Violence - Visitation Center	\$22,770.00	\$22,770.00	\$0.00
Visit Baltimore Recovery Assistance	\$2,500,000.00	\$2,500,000.00	\$0.00
Reducing Baltimore Violence - Improving Community Violence Interventions	\$7,279,057.75	\$7,279,057.75	\$0.00
Baltimore City Workforce Development	\$3,768,937.84	\$3,768,937.84	\$0.00
ARPA Administration	\$2,048,827.30	\$2,048,827.30	\$640,441.80
ARPA Project and Progress Evaluation	\$465,494.00	\$465,494.00	\$0.00
Total	\$71,210,057.54	\$71,210,057.54	\$12,865,441.80

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Dashboard Overview



ARPA Dashboard Overview



The Recovery Office released the ARPA Data Dashboard on February 14, 2022.

Proposals

- By Eligibility
- By Entity
- By Topic

Commitments and Expenditures

- Funding Committed to Date
- Expenditures as of January 31, 2022
- Funding Commitments by Topic

Project Performance

- ARPA Performance Measures by Agency (*coming soon*)

Dashboard Screenshots



ARPA Reporting Center

Data Dashboard



The 2021 American Rescue Plan Act (ARPA) provided \$641 million to the City of Baltimore through the State and Local Fiscal Recovery Fund in response to the COVID-19 public health emergency and its negative economic impacts. The Mayor's Office of Recovery Programs was established to administer all aspects of ARPA funding and regularly reporting to the US Department of Treasury.

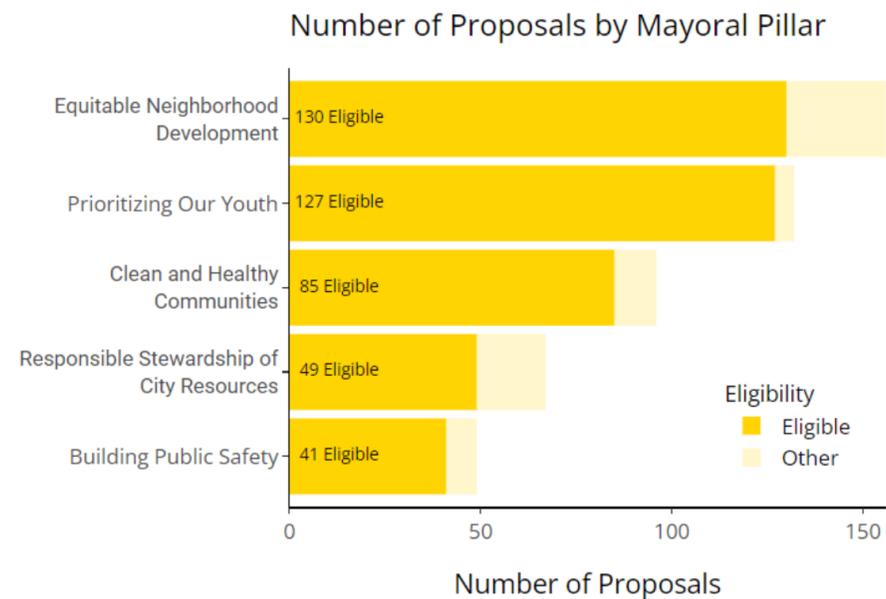
The Mayor's Office of Recovery Programs created this dashboard to share details regarding proposals submitted for funding, funded projects, and project performance. Please note, data contained in this dashboard differs from that reported to the Department of Treasury, as more technical and nuanced data are required for federal reporting. This dashboard includes information on funding proposals and funding allocations categorized by topical area to make it more user-friendly to the public. Data is updated regularly and is subject to change. If you have any questions regarding this information please email ARPDdata@baltimorecity.gov.

The following information was updated February 14, 2022

- Proposals
- Commitments & Spending
- Project Performance

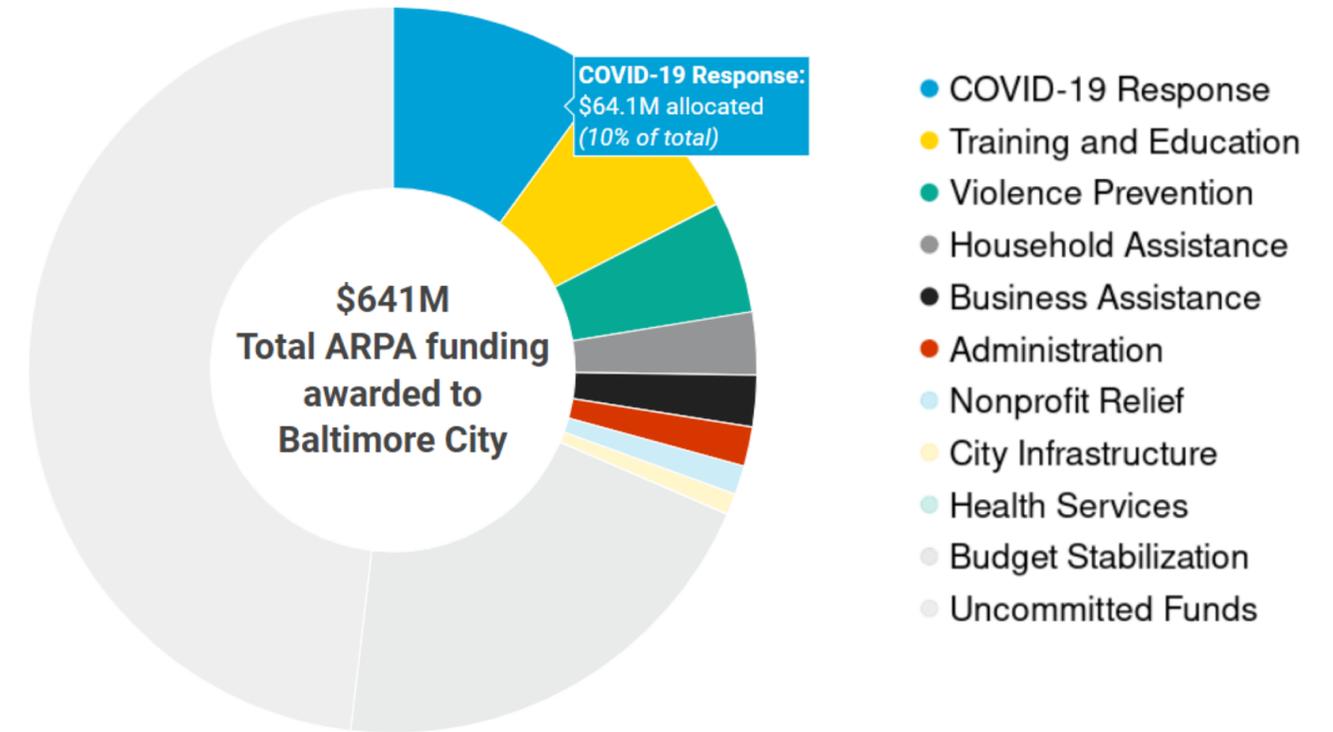
Proposals by Mayoral Pillar

Five core pillars guide Mayor Scott's administration. Project proposals are aligned to these pillars to support the mission and goals of the Administration while also adhering to the permissible uses of ARPA funding. For more information about the Mayoral pillars, see the [Mayor's Action Plan](#).



Funding commitments as proportion of ARPA funding

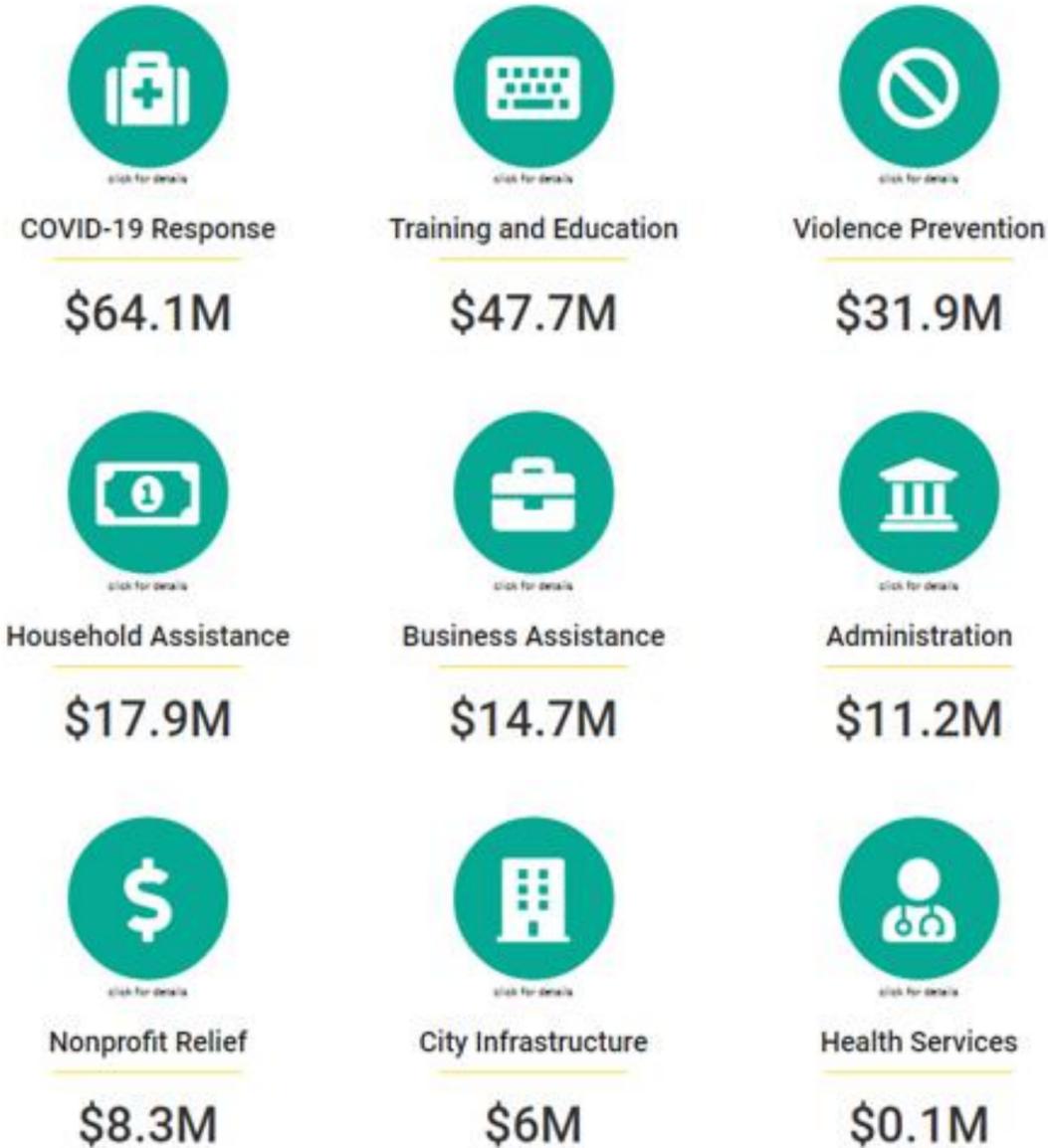
Hover over chart slices to see commitments for each category and click to see category details.



Dashboard Screenshots



ARPA Funding Commitments by Category



Administration

\$11.2M committed to date
12% has been spent through Jan 2022

'Administration' currently includes these funding topics:

- ARPA Administration
- Project Evaluation (by university partners)

Organizations currently funded to address this topic:

- Mayor's Office of Recovery Programs (MORP)
- Morgan State University (MSU)
- University of Baltimore (UB)

Breakdown of current commitments

Commitment description	Funding Recipient	Committed amount
▶ Project Administration	MORP	\$10.6M
▶ Project Evaluation	UB	\$0.4M
▶ Project Evaluation	MSU	\$0.2M

Q&A

