

RESOLUTION NO. 2021-109

**A RESOLUTION TO AUTHORIZE ACCEPTANCE OF AMERICAN
RESCUE ACT FUNDS**

WHEREAS, the City Council approves accepting the preliminary award of \$951,437 from the American Rescue Plan Act Fiscal Recovery Fund, authorizes the City Manager or Finance Director/Treasurer to execute all documents related to the acceptance; and

WHEREAS, on March 11, 2021 the Federal Government enacted Public Law 117-2 known as the “American Rescue Plan Act of 2021” or “ARPA” to provide additional relief to address the continued impact of the Coronavirus Disease of 2019 (COVID-19) pandemic on the economy, public health, state and local governments, individuals, and businesses. On May 10, 2021 the US Treasury announced the launch of the Coronavirus State and Local Fiscal Recovery Funds, established by ARPA, to provide \$350 billion in emergency funding for eligible state, local, territorial, and Tribal governments to recover from the COVID-19 pandemic; and

WHEREAS, the City of Charlotte will receive its funding through the State of Michigan, which acts as a pass-through for smaller municipalities not entitled to receive funding directly from the federal government. The State has computed the City of Charlotte preliminary allotment of Fiscal Recovery Funds to be \$951,437. This allotment will be paid to the City over two years. The ARPA permits the City to use the funds to cover eligible costs incurred during the period beginning March 3, 2021 and ending December 31, 2024. Eligible costs generally include recovery of revenue losses, negative economic impacts from the COVID-19 pandemic, and investments in water, sewer, and broadband infrastructure. Final guidance is still being developed related to eligible costs. The City plans to have ongoing dialogue and transparency regarding appropriation of these funds;

THEREFORE, BE IT RESOLVED that the City Council accept the American Rescue Plan Act Funds on behalf of the City and authorizes the City Manager to submit required application and supplemental documentation to the state treasury.