

RESOLUTION NO. 2022-__

CITY OF TONTITOWN, WASHINGTON COUNTY, ARKANSAS

A RESOLUTION AMENDING THE GENERAL BUDGET AND RESCUE GRANT BUDGET FOR THE PURPOSE OF CLAIMING POLICE SALARIES AND EMPLOYER PAYROLL CONTRIBUTIONS

WHEREAS, the American Rescue Plan Act “ARPA,” became law on March 11, 2021 and provides fiscal relief funds to state and local governments and other program areas aimed at mitigating the continuing effects of the COVID-19 pandemic; and

WHEREAS, ARPA provides support to local governments in responding to the impact of COVID-19 and in their efforts to contain COVID-19 and prescribes the uses of funding including one to address lost revenue for cities and towns; and

WHEREAS, the United States Department of Treasury (hereinafter Treasury), has issued guidance and a Final Rule (hereinafter FR) regarding the use of ARPA funds; and

WHEREAS, the FR permits cities and towns to apply ARPA grant funds up to \$10,000,000 or the total amount of a city’s ARPA grant award, whichever is less, for governmental services and it expressly included “the provision of police, fire, and other public safety services” in a list of non-exclusive enumerated uses,

NOW, THEREFORE, BE IT RESOLVED by the Tontitown City Council, that:

Section 1. The City hereby appropriates from the City’s portion of the American Rescue Plan Act Grant a total amount of \$829,933.51 to claim police and fire salary and employer payroll contribution expenses from the date range of March 3, 2021 to March 31, 2022.

Section 2. The City Council directs the Clerk-Treasurer to move the expenditures for the police and fire and the applicable employer contributions from the city budget to Rescue Grant and to pay the city general fund for the expenses from the Rescue Grant. The City’s 2021 budget is hereby amended by decreasing the expenditures in the amount of \$683,201.59 and the 2021 grant budget is hereby amended by increasing the budget in the amount of \$683,201.59 for the police and fire expenses for the time period of March 3, 2021 to Dec. 31, 2021. For the first quarter of 2022, the police and fire expenses are decreased in the amount of \$146,731.92 and the 2022 Rescue Grant budget is increased by the same amount.

Section 3. On the mandatory Annual Report, these police and fire expenses shall be reported under the Expenditure Category (EC) number 6.1 entitled Revenue Replacement.

APPROVED:

Gene McCartney, Mayor

ATTEST:

Rhonda Ardemagni, City Clerk-Treasurer