



# Ordinance 25-2020

Tiffany Hooten, Finance Director  
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# Purpose

Ordinance on second reading amending the 2020 annual appropriation for CARES Act funds.

# CARES Act Funds

- CARES Act provided funding to populations of 500,000+
- Arapahoe County and Jefferson County have received funds
- Both counties have opted to distribute to cities within their jurisdictions
- Distributions to cities follow the Federal distribution method 55% (county)/45% (cities)
- Distribution of \$4,409,413 to Littleton

## CARES Act Funds (cont.)

- Both IGA's were approved by council on May 19, 2020
- Potential eligible costs were further discussed during the May 26, 2020 study session
- Counties are custodians of the funds and have fiduciary and reporting responsibilities
- Counties have final determination on eligible expenditures
- Defined reporting requirements for cities

# Use of Funds

- Defined uses per CARES Act:
  1. are necessary expenditures incurred due to the public health emergency with respect to the Coronavirus Disease 2019 (COVID–19);
  2. were not accounted for in the budget most recently approved as of March 27, 2020 (the date of enactment of the CARES Act) for the State or government;
  3. were incurred during the period that begins on March 1, 2020 and ends on December 30, 2020.



## Use of Funds (cont.)

- U.S. Treasury noted expenses:
  - must be necessary due to the public health emergency (both direct response and second-order effects);
  - may not be used to offset lost tax revenue; and
  - unspent funds as of Dec. 30, 2020 must be returned.
- Ineligible expenses
- Clarification of eligible expenditures is pending
- Initial review of potential expenditure results

# Fiscal Impacts

- Allocation to Littleton - \$4,409,413
  - Arapahoe County - \$4,199,211
  - Jefferson County - \$210,202
- No impact to fund balance due to revenue offset
- This budget amendment of \$4,409,413 will appropriate funds in the Grants Fund

# Alternatives

- Approve amendment as presented
- Do not approve the amendment, thus delaying availability of the CARES Act funds for spending and reimbursement



# Staff Recommendations

- Staff recommends approval of the amendment to the 2020 annual appropriation bill.



# Questions?