


	<p style="text-align: center;">Auditing ARPA Funds (State and Local Fiscal Recovery Funds)</p> <p style="text-align: center;">2022 Annual Fall Auditors Conference</p>
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<p style="text-align: center;">Applicable Requirements</p> <hr/> <ul style="list-style-type: none">➤ Activities Allowed or Unallowed➤ Allowable Costs / Cost Principles➤ Period of Performance➤ Procurement Suspension & Debarment➤ Reporting➤ Subrecipient Monitoring <div style="text-align: center;"></div>

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Activities Allowed or Unallowed

- Respond to the Public Health Emergency / Negative Economic Impacts
- Respond to workers performing essential work by providing premium pay
- Replace lost public sector Revenue
- Investing in water, sewer, and broadband infrastructure



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Allowable Costs / Cost Principle

- 2 CFR Part 200, Subpart E
 - General Provisions
 - Basic Considerations
 - Direct and Indirect Costs
 - Special Considerations
 - General Provisions for Selected Items of Cost



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Period of Performance

- Costs incurred between:
 - March 3, 2021 - December 31, 2024

- Disbursed by December 31, 2026



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Procurement

- Must follow the procurement standards in 2 CFR 200.318 through 200.327, including ensuring that the procurement method used for the contracts are appropriate based on the dollar amount and the conditions specified in 2 CFR 200.320 (Per compliance supplement)



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Procurement

- Revenue Loss is exempt from Federal procurement standards but must follow:
 - State Statute: Public Purchases Law IC 5-22
 - Local Procurement Policy



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Suspension & Debarment

- 2 CFR 200.214:
 - Non-Federal entities are subject to the non-procurement debarment and suspension regulations implementing Executive Orders 12549 and 12689, 2 CFR part 180. The regulations in 2 CFR part 180 restrict awards, subawards, and contracts with certain parties that are debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities.



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Reporting

- Interim Report:
 - Provides initial overview of status and uses of funding.
 - Includes expenditures through July 31, 2021, by category and at the summary level.
 - This was a one-time report that was due August 31st of 2021.



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Reporting

- Project and Expenditure Report:
 - Report on financial data, projects funded, expenditures, and contracts and subawards over \$50,000, and other information.
 - The reporting frequency and deadlines vary by type of recipient and total allocation amount.



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Reporting

- Recovery Plan Performance Report:
 - Provides information on the projects that large recipients are undertaking with program funding and how they plan to ensure program outcomes are achieved in an effective, efficient, and equitable manner.



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Subrecipient Monitoring

- Required for all entities that are deemed to be subrecipients.
- No monitoring required for those entities deemed to be beneficiaries



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Internal Controls

- 2 CFR 200.303 requires a non-Federal entity:
 - To establish and maintain effective internal control over the Federal Award
 - Comply with federal statutes, regulations, and terms and conditions of federal award
 - Evaluate and monitor compliance with statutes regulations in terms of conditions
 - take prompt action when instances of noncompliance are identified
 - take reasonable measures to safeguard protected personally identifiable information



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Schedule of Expenditures and Federal Awards

- ARPA – State and Local Fiscal Recovery Funds are an advance grant.
- Assistance Listing Number: 21.027
- Program Title: Coronavirus State and Local Fiscal Recovery Funds
- Direct Grant from Department of Treasury



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Resources

- State Examiner Directive 2021-1
 - <https://www.in.gov/sboa/files/Directive-2021-1-Accounting-for-ARP-and-Specific-Processes-for-Subtitle-M.pdf>

- SAM.gov
 - <https://sam.gov/content/home>



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Resources

- Code of Federal Regulations – Title 2:
 - <https://www.ecfr.gov/current/title-2>

- Compliance Supplement SLFRF Technical Update:
 - <https://www.cfo.gov/assets/files/21.027%20Treasury%20SLFRF%20Technical%20Update%200-%20Final%20%2004%2004%2022.pdf>



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Miscellaneous

- Assistance Listing : 21.032
- Program Title: Local Assistance and Tribal Consistency Fund
- Advance Grant
- <https://home.treasury.gov/system/files/136/LATCF-guidance.pdf>



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