

INTRODUCED: July 26, 2021

AN ORDINANCE No. 2021-220

To amend Ord. No. 2021-105, adopted May 10, 2021, which provided that the Director of Finance shall credit all funds received by the City, whether from the United States government, the Commonwealth of Virginia, or otherwise, provided pursuant to the American Rescue Plan Act of 2021 to a special reserve assigned for purposes authorized by such Act, to instead provide that such funds shall be recorded in the general ledger, to be managed in the Projects and Grants Module in the City’s enterprise resource planning system.

Patron – Mayor Stoney

Approved as to form and legality
by the City Attorney

PUBLIC HEARING: SEP 27 2021 AT 6 P.M.

THE CITY OF RICHMOND HEREBY ORDAINS:

I. That Ordinance No. 2021-105, adopted May 10, 2021, be and is hereby amended and reordained as follows:

§ 1. That the Director of Finance shall ~~[credit]~~ record all funds received by the City, whether from the United States government, the Commonwealth of Virginia, or otherwise, provided pursuant to the American Rescue Plan Act of 2021, H.R. 1319, 117th Cong., 1st Sess. (2021-2022) (the “Act”), ~~[to a special reserve assigned]~~ in the general ledger, to be managed in

AYES: 9 NOES: 0 ABSTAIN: _____

ADOPTED: SEP 27 2021 REJECTED: _____ STRICKEN: _____

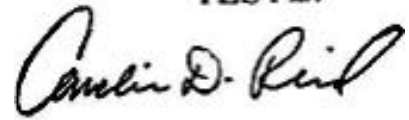
the Projects and Grants Module in the City's enterprise resource planning system for purposes authorized by the Act for future appropriation by the Council of the City of Richmond only for expenditures authorized by the Act.

§ 2. This ordinance shall be in force and effect upon adoption.

II. This amendatory ordinance shall be in force and effect upon adoption.

A TRUE COPY:

TESTE:

A handwritten signature in black ink, appearing to read "Camille D. Reed". The signature is written in a cursive style with a large initial 'C'.

City Clerk



CITY OF RICHMOND

INTRACITY CORRESPONDENCE

O&R
RE-
QUEST

DATE: July 19, 2021 **EDITION:** 1

TO: The Honorable Members of City Council

THROUGH: The Honorable Levar M. Stoney, Mayor *[Signature]*

THROUGH: J.E. Lincoln Saunders, Acting Chief Administrative Officer *JELS*

FROM: Sheila D. White, Director of Finance *Sheila White*

RE: Acceptance of Funds from American Rescue Plan Act of 2021

ORD. OR RES. No. _____

PURPOSE: The purpose of this request is to amend Ordinance 2021-105 which assigned the funds received from the American Rescue Plan Act of 2021 to a special reserve.

REASON: The guidance from the Treasury Department has designated the funds as other financial assistance and not as a grant. As a result, the accounting treatment requires the funds be recorded in the General Fund as a deferred revenue until such time as the eligibility requirements have been met and revenues are earned. In order to ensure appropriate controls over the funds, the receipt of cash has been recorded in the general ledger. The Projects and Grants module will be used to manage the oversight for spending and will be the basis for reporting. The budget line items for spending and control will be derived from the forthcoming budget upon approval by City Council.

RECOMMENDATION: The administration recommends the amendment to the ordinance to be in compliance with the Treasury Department and GASB guidance (Technical Bulletin No. 2020-1).

BACKGROUND: N/A

FISCAL IMPACT / COST: N/A

FISCAL IMPLICATIONS: N/A

BUDGET AMENDMENT NECESSARY: N/A

REVENUE TO CITY: N/A

DESIRED EFFECTIVE DATE: July 26, 2021

REQUESTED INTRODUCTION DATE:

CITY COUNCIL PUBLIC HEARING DATE:

REQUESTED AGENDA:

RECOMMENDED COUNCIL COMMITTEE:

CONSIDERATION BY OTHER GOVERNMENTAL ENTITIES:

AFFECTED AGENCIES:

RELATIONSHIP TO EXISTING ORD. OR RES.: 2021-105

REQUIRED CHANGES TO WORK PROGRAM(S):

ATTACHMENTS:

STAFF: Maggie Anderson, Mayor's Office