TREASURY CARES ACT GRANTS
2020 PUBLIC ACT 123

JULY 9, 2020
First Responder Hazard Pay Premiums Program (FRHPPP)

2020 PUBLIC ACT 123, SECTION 601
Purpose

• To reimburse/pay for qualifying first responder hazard pay premiums provided to first responders who have performed hazardous duty or work involving physical hardship related to COVID-19

Available Program Amount

• $100,000,000

Maximum Available Limits

• $1,000 per eligible employee
• $5,000,000 per applicant
Eligible Applicants

- Cities
- Villages
- Townships
- Counties
- Public Airport Operators
- Ambulance Operations licensed under section 20920 of the Public Health Code (1978 PA 368)
Application Period
• July 7 – September 30, 2020

Distribution Methodology
• Reimbursements and payments will be on a first-come, first-served basis
• An Application is deemed submitted when pages 1 – 15 have been completed and submitted to Treasury

Distributions
• Rolling basis
Eligible Recipients

• Law Enforcement Officers
• Firefighters
• Emergency Medical Technicians (EMTs)
• Paramedics
• 9-1-1 Operators
• Local Unit of Government Corrections Officers
• Airport Public Safety Officers
• Eligible personnel associated with ambulance operations licensed under section 20920 of the Public Health Code (1978 PA 368)
• Private EMTs and paramedics who contract with municipalities or hospitals, if the hazard pay premiums are paid through the applicant.
Expenditures

• Incurred – The date the service occurs
  • Payments must be made by September 30, 2020

• Hazard Pay includes only the premium paid to an eligible recipient

• Do Not Include:
  • Any hazard pay premiums requested to be reimbursed under the Public Safety and Public Health Payroll Reimbursement Program or any other funding source
  • Fringes
  • Payroll Taxes
Requirements to Apply for Funding

• Must register with Federal System for Award Management (SAM) prior to submitting an Application to Treasury

• Submit to Treasury - Application Packet Pages 1 -15
  • All pages initialed and dated
  • Form 5723 completed
  • Hazard Pay Premiums Payment Report
  • Certification signed and notarized
Application Submissions

• Due by 11:59 pm on September 30, 2020

• Email
  • Treas-CARES@michigan.gov

• Fax
  • 517-335-3298
Public Safety and Public Health Payroll Reimbursement (PSPHPHR) Program

2020 PUBLIC ACT 123, SECTION 604
Purpose

• To reimburse for eligible public safety and public health payroll expenditures under the Coronavirus Aid, Relief, and Economic Security (CARES) Act, Public Law 116-136

Available Program Amount

• $200,000,000
Program Overview

Eligible Applicants

• Cities
  • Excluding Detroit
• Villages
• Townships
• Counties
  • Excluding Kent, Macomb, Oakland, Wayne

• Note: Cities, Villages, Townships, and Counties that received a direct allocation from the CARES Act are not eligible for this program
Funding Rounds

• Round One
  • Open Now until July 17 at 11:59 pm
  • Public safety and public health payroll expenditures incurred during the months of April and May 2020

• Round Two – if funding is available
  • Treasury will announce when the round opens
  • Public safety and public health payroll expenditures incurred during the months of April through July 2020
Distributions

• Round One
  • September 18 (no later than)

• Round Two
  • November 7 (no later than)

• Payments will be prorated if eligible submitted expenditures exceed the program funding
  • Prorated based on each local unit’s proportionate share of expenditures submitted
Public Safety and Public Health Payroll Reimbursement (PSPHPR)

Program Overview

Expenditures

• Incurred – The date the service occurs
  • Payments need not be made during that time
    • i.e. An employee works May 25 – 31 but most likely will not be paid until June – the payroll expenses is incurred in May

• Do Not Include
  • Bonuses or Lump sum payments except for Hazard Pay and Overtime
  • Retirement payouts
  • Long-Term Leave and FMLA not due to COVID-19
Eligible Expenditures

- Public safety and public health payroll expenditures that have not or will not be reimbursed under the First Responder Hazard Pay Premiums Program (FRHPPP) or by any other federal funds
- Overtime
- Normal Leave (Sick and Vacation)
- Long-Term Leave and FMLA due to COVID-19
- Hazard Pay – cannot also request under the First Responder Hazard Pay Premiums Program
- Fringes
  - Employer sponsored insurance premiums
  - Employer paid payroll taxes
  - Employer retirement contributions
Contracts

- Federal grants do not allow recipients to be reimbursed from two places for the same expense.
- To receive reimbursement under the PSPHPR program, a local unit cannot receive funding for the payroll expenses from another local unit.
- If a local unit has received funding from another local unit and wants to seek reimbursement for those payroll costs under the PSPHPR program, the local unit must first refund the payroll portion of the contract.
CARES Act Public Safety and Public Health Contractors

Under the Public Safety and Public Health Payroll Reimbursement Program, a County, City, Village, or Township can seek reimbursement for any payroll costs that are not funded by other local units of government. If payments for these services have already been received, the county can seek reimbursement through the program if it refunds the associated fees that were related to payroll, as illustrated in the below example.

County A provides police service for a Township.

The County spent a total of $5.0 million on police costs, of which $4.5 million is attributable to payroll costs for April and May 2020. The county received $2.2 million from the Township, of which $2.0 million was for payroll costs.

Under the Public Safety and Public Health Payroll Reimbursement Program, the County’s eligible unreimbursed expenses is $2.5M. The County must refund the township’s payment for payroll expenses of $2.0 million, from non-federal funds, in order to seek full reimbursement of the $4.5 million payroll costs.

For County A to be eligible for $4.5 million of PSPHPR funding, it must refund $2.0 million to Township.
Program Overview

Requirements to Apply for Funding

• Must register with Federal System for Award Management (SAM)
  • Round 1 – Must register by July 26, 2020
  • Round 2 – Must register prior to submitting an Application to Treasury

• Submit to Treasury - Application Packet Pages 1 -15
  • All pages initialed and dated
  • Form 5722 completed
  • Payroll Summary Report
  • Certification signed and notarized
Application Submissions

• Due by 11:59 pm on July 17, 2020

• Email
  • Treas-CARES@michigan.gov

• Fax
  • 517-335-3298
Contact Information

Phone: 517-335-0155
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