



STATE OF ARKANSAS
**Department of Finance
and Administration**

OFFICE OF THE SECRETARY
1509 West Seventh Street, Suite 401
Post Office Box 3278
Little Rock, Arkansas 72203-3278
Phone: (501) 682-2242
Fax: (501) 682-1029
www.arkansas.gov/dfa

July 9, 2020

Senator Bruce Maloch, Co-Chair
Representative DeAnn Vaught, Co-Chair
Performance Evaluation & Expenditure Review Committee
Arkansas Legislative Council
State Capitol Building
Little Rock, AR 72201

RE: FY 21 C.A.R.E.S. Appropriation Request(s)

Dear Co-Chairs:

Pursuant to Act 2 of 2020, Section 36, I am forwarding for appropriate action as required by law, the attached C.A.R.E.S. Appropriation Request(s) that have received my approval as Chief Fiscal Officer of the State.

Sincerely,

A handwritten signature in black ink that reads 'Larry W. Walther for'.

Larry W. Walther
Cabinet Secretary

LWW

Attachment(s)



BA: 0790
FA: COMM
FC: Y99
Fund: FAKCARE
CI: 510:00:04

July 7th, 2020

Secretary Larry W. Walther
Department of Finance and Administration
1509 West Seventh Street, Suite 401
Little Rock, AR 72201

Dear Mr. Walther:

I respectfully request your approval for continuation of the CARES appropriation, under Section 36 of Act 2 of 2020, in the amount of 5,002,275 to federal funds as determined by the Chief Fiscal Office of the State. This appropriation will be used to provide assistance to businesses in the State of Arkansas.

Thank you for your consideration.

Sincerely,

A handwritten signature in black ink, appearing to read 'Michael Preston'.

Michael Preston
Secretary



Arkansas Department of Health

4815 West Markham Street • Little Rock, Arkansas 72205-3867 • Telephone (501) 661-2000
Governor Asa Hutchinson
Nathaniel Smith, MD, MPH, Secretary of Health

July 7, 2020

Larry Walther, Secretary
Department of Finance and Administration
1509 W. 7th ST, Room 401
Little Rock, AR 72201

RE: Arkansas Department of Health
Request for Appropriation for Supplemental CARES Act Funding - \$16,000,000.00

Dear Secretary Walter,

The Arkansas Department of Health (ADH) requests approval for \$16,000,000.00 in appropriation to expend supplemental funding awarded by the Arkansas CARES Act Steering Committee under Section 38 of Act of 2020. The additional funding is for contact tracing and related services in response to the Coronavirus pandemic.

Initially, ADH anticipated the need for 350 contact tracers and was awarded \$22,400,000.00 toward this effort by the CARES Act Steering Committee in May 2020. Subsequently, due to an increase in positive COVID-19 cases, a second vendor is needed to employ and manage an additional 350 contract tracers. It is also possible that a third vendor will be needed in the fall. Case investigation activity including initial interviews with patients by clinical personnel will be included in the array of offered services.

The supplemental award of \$16,000,000.00 will be used for contract services and maintenance and operation costs.

Your consideration of this request is greatly appreciated.

Thank you,

Jo Thompson, Chief Financial Officer
Arkansas Department of Health

CC: Dr. Nathaniel Smith, Secretary of Health
Stephanie Williams, ADH Chief of Staff
Don Adams, ADH Deputy Director, Administration
Renee Mallory, ADH Deputy Director, Public Health

34 PV - FC

PHDCARE - fund

BA 0645



BA: 0790
Func Area: COMM
Fund: FAKCARI
CI: 510:00:04

July 9th, 2020

Secretary Larry W. Walther
Department of Finance and Administration
1509 West Seventh Street, Suite 401
Little Rock, AR 72201

Dear Mr. Walther:

I respectfully request your approval for federal funds CARES Act appropriation under Section 36 of Act 2 of 2020 in the amount of \$7,844,021 as determined by the Chief Fiscal Office of the State. The appropriation will be utilized to provide forgivable loans to eligible providers of services to the developmentally disabled.

Thank you for your consideration.

Sincerely,

A handwritten signature in black ink, appearing to read 'Michael Preston'.

Michael Preston
Secretary



Michael Preston
Secretary of Commerce,
Executive Director
Arkansas Economic
Development Commission

Emergency Loan Program for Developmental Disabilities Providers

Term Sheet

Aggregate Program Limit: \$7,844,021

Loan Principal Per Loan: Up to 2.5x average monthly payroll in 2019 (excluding amounts paid to employees in excess of \$100K); the developmental disabilities providers have indicated that they will seek loans less than the maximum amount.

Eligibility: Must be developmental disability provider under ACA § 20-48-101(5) with more than 500 employees; provider must certify economic necessity for loan to support ongoing operations.

Loan Maturity: Two years following closing.

Interest Rate: 0%; If a default occurs, interest would accrue at judgment interest rate.

Amortization: Single payment upon loan maturity.

Permitted Uses of Loan Proceeds: Necessary working capital to fund payroll, rent, mortgage interest, utilities.

Loan Forgiveness: Amounts paid for payroll, rent, mortgage interest, and utilities during the 24-week period following closing count toward loan forgiveness. At least 60% of the amount forgiven must be attributable to payroll costs. Forgiveness amount is proportionately reduced if the number of employees or compensation drops during the 24-week period following closing.

Collateral: Not Required.

Loan Documentation: All loan terms will be documented in loan agreements and promissory notes; program terms will also be promulgated as rules to be reviewed by ALC.