

Business Recovery Grant Program Update & Ongoing IT Projects

Joint Legislative Oversight Committee on
General Government
October 4, 2022

Business Recovery Grant Program (BRG Program) Update



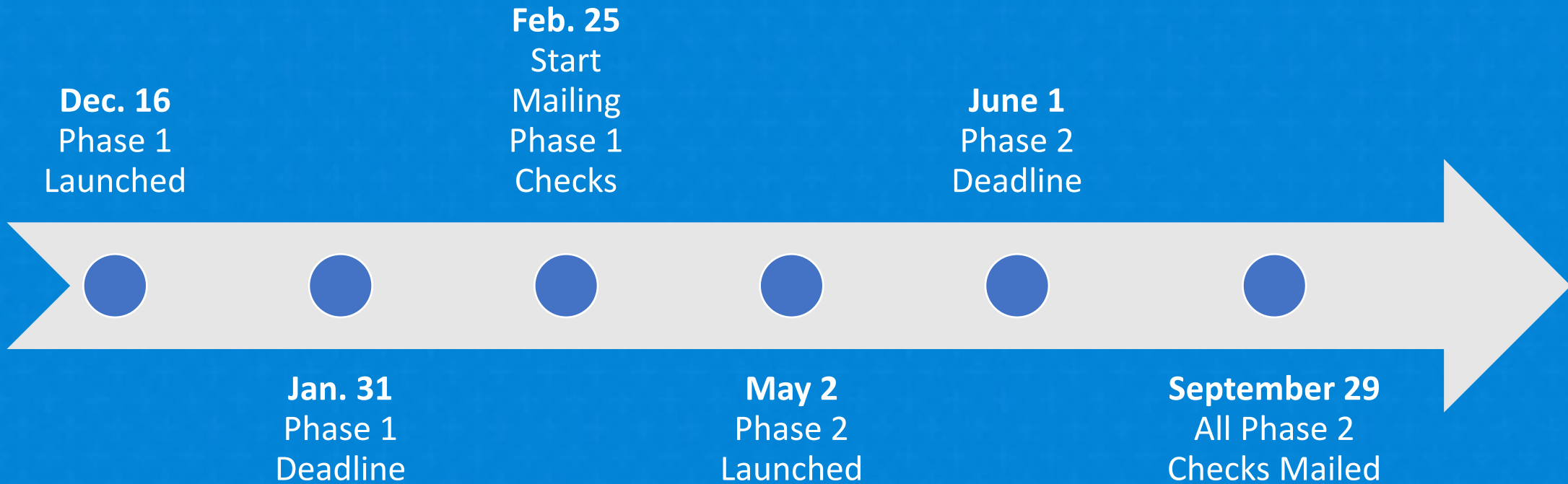
Purpose of the BRG Program



- To use funds from the American Rescue Plan Act to aid businesses in North Carolina that suffered substantial economic damage from the COVID-19 pandemic.



BRG Program Timeline





Expansion of Tax Forms

- Applicants could use certain gross receipts reported on the following forms:
 - Federal Form 1120
 - Federal Form 1120-S
 - Federal Form 1040, Schedule C
 - Federal Form 1040, Schedule F
- Benefited over 70% of Phase 2 Recipients

Expansion of Reimbursement Awards

- Applicants eligible if they received other COVID relief
- Benefited over 50% of Phase 2 Recipients



Media Campaign

- Radio, television, print, digital, and social media campaign
- Included media outlets serving rural and minority communities
- Secretary of Revenue conducted several interviews

Other Outreach

- Presented seminars to over 1,000 people
 - Over 11,000 views on YouTube
- Co-hosted seminars, events & outreach with:
 - North Carolina Restaurant and Lodging Association (NCRLA)
 - NC Retail Merchants Association
 - NC Chamber of Commerce
 - NC Department of Administration
 - NC Department of Health and Human Services
 - NC Department of Agriculture
 - And Others . . .



BRG Program Grant Amounts



	Phase 1		Phase 2	
	% of Economic Loss	Maximum Grant	% of Economic Loss	Maximum Grant
Hospitality Grants				
Received Other COVID Relief	10%	\$500,000	6.4048%	\$320,243.64
Didn't Receive Other COVID Relief	20%	\$500,000	20%	\$500,000
Reimbursement Grants				
Received Other COVID Relief	Ineligible	Ineligible	10%	\$500,000 + 45% of amount over \$500,000
Didn't Receive Other COVID Relief	20%	\$500,000	20%	\$500,000 + 45% of amount over \$500,000

BRG Program Grant Amounts



	Phase 1 Applications	Phase 1 Grants Issued	Phase 1 Grant Amounts	Phase 2 Applications	Phase 2 Grants Issued	Phase 2 Grant Amounts	Total Grant Awards
Hospitality Other COVID Relief	3,680	2,799	\$222,526,804.29	2,262	721	\$21,960,220.97	\$244,487,025.26
Hospitality No Other COVID Relief	1,355	322	\$42,128,166.89	5,533	178	\$5,884,807.85	\$48,012,974.74
Total Hospitality	5,035	3,121	\$264,654,971.18	7,795	899	\$27,845,028.82	\$292,500,000.00
Reimbursement Other COVID Relief	-	-	-	5,294	2,272	\$142,895,163.08	\$142,895,163.08
Reimbursement No Other COVID Relief	1,498	285	\$23,313,390.70	10,165	760	\$33,791,446.22	\$57,104,836.92
Total Reimbursement	6,533	285	\$23,313,390.70	15,459	3,032	\$176,686,609.30	\$200,000,000.00



\$5 Million Grant to North Carolina Restaurant and Lodging Association



NCRLA

- Purpose: Hospitality industry workforce recruitment designed to support the rebuilding of the State's hospitality industry
- Federal & State law:
 - NCDOR must monitor performance
 - NCRLA must comply with applicable State & Federal requirements
- NCRLA will draw funds in 4 equal installments
- NCDOR has disbursed \$1.25 Million to NCRLA

IT Projects Update





There is a desire for all notices that are sent to taxpayers are also sent to any registered Power of Attorney (POA) for that tax type and period.

In order to achieve that outcome two significant changes in technology need to occur:

- Capture of the POA registration in a structured, electronic format
- Capture of all notices in a structured, electronic format



NCDOOR POA Project Status



The capture of the POA registration in a structured, electronic format has been completed. The system was in full production as of 2/7/2022.

The second part of this transformation is underway.

- IBM completed analysis of mainframe notice generation functionality and a subsequent statement of work has been executed to generate a PDF version of the Notice of Collections
- Met with representatives from the North Carolina Association of Certified Public Accountants (NCACPA) to capture feedback on business requirements to support the objective of sending copies of notices to authorized POA entities
- POA related policies are under review for potential changes to support capturing and processing POAs to support emailing notice copies
- A new POA revocation form is being developed. Requirements sessions are in progress to document the POA revocation process and capture of POA revocation data.
- Designing a solution to scan and systematically capture data from the POA Form Gen-58 forms submitted via paper
- Requirements sessions to begin within 60 days to discuss matching the POA data with the key fields on Notice of Collections

NCDOR Collections Case Management, 4100



- Electronic version of the RO – 1033 Installment Payment Agreement implemented in the Document Management System. This is a web form that can be submitted to request a payment plan. This improves the service and makes processing the request much easier.
- The 4100 is being reviewed now that we can generate notices in a standard PDF format.



**ANY
QUESTIONS?**

