From: SLFRF@treasury.gov <slfrf@treasury.gov> Sent: Tuesday, March 25, 2025 3:19 PM To: Subject: Notice to Recipients of Coronavirus State and Local Fiscal Recovery Funds, March 2025

Dear SLFRF Recipient:

Please see below Notice about the **Coronavirus State and Local Fiscal Recovery Funds** (SLFRF) program regarding Compliance Reviews and Related Recoupment Efforts. The information is also posted on the SLFRF webpage at <u>https://home.treasury.gov/system/files/136/March-2025-Notice.pdf</u>.

## Notice to Recipients of Coronavirus State and Local Fiscal Recovery Funds U.S. Department of the Treasury Compliance Reviews and Related Recoupment Efforts March 25, 2025

Today, the U.S. Department of the Treasury (Treasury) is issuing an alert to all recipients of Coronavirus State and Local Fiscal Recovery Funds (SLFRF) awards that Treasury intends to vigorously monitor recipients' methods of obligating funds by the December 31, 2024, deadline. Treasury is committed to recouping funds used in violation of SLFRF rules and guidance.

Quarterly reporters were required to submit their latest report to Treasury by January 31, 2025, covering obligations through the December 31, 2024, obligation deadline. Annual reporters will submit their next report to Treasury between April 1 and April 30, 2025, covering obligations through the obligation deadline.

In alignment with this priority, Treasury intends to enhance compliance checks on the obligation data submitted by recipients as part of its efforts to ensure taxpayer funds are used in accordance with program requirements. Treasury intends to recoup funds obligated or expended impermissibly and to recapture funds that were not obligated by the deadline. Recipients may receive Information Document Requests in support of these efforts and will be expected to promptly comply with such requests.

In the coming days, Treasury also will begin sending "Financial Instructions to Return Unobligated Funds" to recipients that did not fully obligate their award funds by the deadline, based on the latest data available to Treasury. These instructions will:

- Inform the recipient how much it owes, based on its most recently submitted report.
- Provide a date by which funds must be repaid.
- Require recipients to use Pay.gov to process the repayments.

If recipients do not repay amounts owed by the specified date, Treasury will establish a debt and follow standard debt collection policy and procedures in coordination with the Bureau of the Fiscal Service. Interest and penalties will accrue once the debt is established.

Regards, U.S. Department of the Treasury Coronavirus State and Local Fiscal Recovery Fund

Email: <u>SLFRF@treasury.gov</u> <u>Treasury's Portal - Login.gov</u> <u>Treasury's Portal - ID.me</u>