## How may my town/city/village spend the funding?

ARPA includes four broad criteria outlining eligible uses:

• To respond to the public health emergency or its negative economic impacts, including assistance to households, small businesses, and nonprofits, or aid to impacted industries

such as tourism, travel, and hospitality;

- To respond to workers performing essential work during the COVID-19 public health emergency by providing premium pay to eligible workers;
- For the provision of government services to the extent of the reduction in revenue due to the COVID-19 public health emergency relative to revenues collected in the most recent full fiscal year prior to the emergency\*; and
- To make necessary investments in water, sewer, or broadband infrastructure.

On January 6, 2022, the U.S. Department of the Treasury issued the <u>Final Rule</u> that further explains eligible and ineligible uses. Recipients may also find the <u>Overview of the Final Rule</u> helpful,. It provides a summary of major provisions of the Final Rule for informational purposes.

\* If your town, city, or village elected to the "<u>standard allowance</u>," then it may use the amount of the reduction of revenue (in most cases the full amount of award) on the "<u>provision of government services</u>."