

City of Rock Island

Community Outreach

American Rescue Plan Act (ARPA)



ROCK ISLAND
ILLINOIS

American Rescue Plan Act

Overview

***On March 11, 2021, President Joe Biden signed
H.R. 1319,
entitled the American Rescue Plan Act (ARPA)
of 2021***

***ARPA provides \$1.9 trillion
in economic stimulus and COVID-19 relief***



American Rescue Plan Act

Overview

- **National vaccination program, contain COVID-19, and safely reopen schools (\$300 billion).**
- **Deliver immediate relief to families (\$1 trillion):**
 - **Direct relief payments to families**
 - **Extend unemployment benefits**
 - **Help families stay in their homes**
 - **Increase SNAP benefits**
 - **Increase the Child Tax Credit**
 - **Increase the Earned Income Tax Credit**
 - **Expand child care assistance**
 - **Additional tax credits to cut child care costs**
 - **Lower or eliminate health insurance premiums**
- **Support communities (\$600 billion).**



American Rescue Plan Act

Overview

As part of ARPA, \$350 billion was earmarked for State, Local, Territorial, and Tribal governments to respond to the COVID-19 emergency and bring back jobs.

On May 10, 2021, the U.S. Treasury Department launched the Coronavirus State and Local Fiscal Recovery Funds program to distribute these funds.



State & Local Fiscal Recovery Funds

Who Gets What *Nationally*?

Direct Recipients

States & District of Columbia	\$195.3 billion
Counties	\$65.1 billion
Metropolitan Cities	\$45.6 billion
Tribal Governments	\$20 billion
Territories	\$4.5 billion



State & Local Fiscal Recovery Funds

Who Gets What *Locally*?

Direct Recipients

State of Illinois	\$8.1 billion
Rock Island County	\$27.5 million
<i>City of Rock Island</i>	\$26.5 million
City of Moline	\$20.7 million



State & Local Fiscal Recovery Funds

What *Can* These Funds Be Used For?

Eligible Uses Based on Six Objectives

- Support public health response efforts.
- Address negative economic impacts.
- Provide premium pay to essential workers.
- Replace lost public sector revenue.
- Investments in water and sewer infrastructure.
- Investments in broadband infrastructure.



State & Local Fiscal Recovery Funds

What *Can't* These Funds Be Used For?

Ineligible Uses

- To offset new tax cuts.
- Pension fund contributions.
- Funding outstanding debt.
- Funding legal settlements or judgements.
- Deposits to rainy day funds or financial reserves.
- Infrastructure spending not allowed in the ARPA.
- Premium pay for non-essential workers.



State & Local Fiscal Recovery Funds

The Path Forward

A Plan is Being Developed

- **Conduct a thorough review of the Treasury Department's guidance.**
- **Gather pertinent data.**
- **Evaluate economic impacts and identify priority areas.**
- **Gather community input.**
- **Develop and communicate the plan.**
- **Ensure compliance with reporting requirements.**



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Questions?



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