



City of Pflugerville

Legislation Text

File #: 2021-0895, **Version:** 1

Presentation and discussion on the American Rescue Plan Act (ARPA).

This item has been included on the agenda to allow for discussion.

The American Rescue Plan Act of 2021 (ARPA) was signed into law on March 11, 2021.

ARPA provides \$350 billion in direct aid to state and local governments. Pflugerville has been allocated approximately \$6.1 million based on population. The direct allocation funding must be committed to eligible projects by December 31, 2024. Additional funding opportunities through competitive grants is also available with additional details and guidelines forthcoming from US Treasury.

Eligible uses of direct allocation funds are:

- response to public health emergency
- essential worker premium pay
- replenish lost revenue
- invest in infrastructure (water, wastewater, or broadband)

Ineligible uses of direct allocation funds are:

- used to offset a reduction in the net tax revenue
- deposited into any pension fund
- used as a match to federal programs
- funds may not be use on roads

Eligible project requests from General Fund and Utility Fund to include technology to support remote work/access, cyber security, and investments in clean water/wastewater projects to consider for either/both direct allocation or competitive grant funding opportunities.

Prior City Council Action

No prior action, previous council presentation on ARPA was June 8, 2021.

Deadline for City Council Action

No action to be taken

Funding Expected: Revenue ___ Expenditure ___ N/A x___

Budgeted Item: Yes ___ No x___ N/A ___

Amount: _\$6.1M_____

1295 Form Required? Yes ___ No x___

Legal Review Required: N/A x___ Required ___ Date Completed: _____

Supporting documents attached:

Presentation

Recommended Action

Discussion only