ARPA Update to JFAC

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Attachment 2
Handouts

1. LSO's 3rd Updated Review of the American Rescue Plan Act of 2021 (ARPA) [https://legislature.idaho.gov/lso/bpa/pubs/]
   1. April 2021 (initial report)
   2. July 2021 (1st update)
   3. October 2021 (2nd update)
   4. January 2022 (3rd update)
   
   - Table 1 is a Spreadsheet of Programs, Funding, and Legislative Action to Date

2. US Treasury’s Overview of State and Local Fiscal Recovery Fund (SLFRF)
3rd Updated Review of ARPA

- Total Funding Available to Idaho is over $5.74 Billion
  - Of this amount, $2.5 Billion would require legislative appropriation
  - Identified 57 Programs that are required to flow through state agencies
  - See Table 1 of the Report for Tracking of Programs, Dollar Amounts, and Legislative Action
Diagram 1. Flow of Funding from the State and Local Fiscal Recovery Funds.

- State Fiscal Recovery Fund, $1.1 Billion
- Capital Projects Fund, $128.5 Million
- Local Fiscal Recovery Fund, $579 Million
  - Metropolitan Cities, $124 Million
  - Counties, $347 Million
  - Non-Entitl. Units (pop. < 50,000) $108 Million

State and Local Fiscal Recovery Funds (SLFRF), Page 2 of LSO Report
Overview of SLFRF

Final Rule

• US Treasury’s Overview of the Final Rule (see handout)

• Effective Date of the Final Rule is April 1, 2022

• $10 million Standard Allowance for Revenue Loss
  o This change broadens the eligible uses to include traditional “government services.” This applies at the state level and for all cities and counties. This allowance will allow 228 of the 244 cities and counties to use their entire allocation as discretionary.

  o See Appendices C, D, and E of LSO’s updated report for actual distributions to units of local government
Overview of SLFRF

Final Rule

- Dam and reservoir rehabilitation is now an eligible use of funds if the primary purpose is for drinking water supply.

- Water-efficient irrigation projects that reduce runoff, implement a management program, or distribute reclaimed water for irrigation systems or other agricultural uses are eligible.

- SLFRF funds can be used as state match for federal Bureau of Reclamation Projects due to amendments to ARPA through the Infrastructure Investment and Jobs Act (IIJA).