 Eligible Uses for State and Local Fiscal Recovery Funds

**COVID Response & Adaptation**

"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"

Allowable uses under this category include: public health measures; direct economic assistance to small businesses, households, and nonprofits; behavioral health; and supporting disproportionately impacted populations.

**Premium Pay**

"To respond to workers performing essential work during the COVID-19 public health emergency by providing premium pay to eligible workers"

Allowable uses under this category include premium pay for workers categorized as essential who are performing in-person work and/or work that is directly mitigating the impact of the coronavirus pandemic.

**Revenue Loss**

"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 fiscal year prior to the emergency"

Allowable use under this category requires using a specific formula, set by the U.S. Treasury, for calculating revenue loss. Such revenue replacement must be used to provide and support "core government services," including modernization of cybersecurity systems.

**Infrastructure Investments**

"To make necessary investments in water, sewer, or broadband infrastructure"

Allowable uses under this category include: water and sewer infrastructure needs; services for collection and treatment of wastewater and stormwater; improving drinking water infrastructure, including the replacement of lead service lines; improving wastewater infrastructure; addressing cybersecurity needs to protect water or sewer infrastructure; and expanding broadband internet access to unserved or underserved households and businesses.

Quotes are from Treasury's Interim Final Rule
See pages 56-61 for more about revenue loss calculations. Page 75 contains guidance about upload speeds required in broadband projects.

Find more info and PROtips at https://www.nc.gov/agencies/ncpro