

# Eligible Uses for 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: 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.