**RESOLUTION #2022-06**

**A RESOLUTION TO ELECT THE STANDARD ALLOWANCE**

**AVAILABLE UNDER THE REVENUE LOSS PROVISION OF THE**

**CORONAVIRUS LOCAL FISCAL RECOVERY FUND**

 **ESTABLISHED UNDER THE AMERICAN RESCUE PLAN ACT**

**WHEREAS,** Congress adopted the American Rescue Plan Act in March 2021 (“ARPA”) which included $**65 billion in recovery funds for cities across the country.**

**WHEREAS, ARPA funds are intended to provide support to state, local, and tribal governments in responding to the impact of COVID-19 and in their efforts to contain COVID-19 in their communities, residents, and businesses.**

**WHEREAS,** The Fiscal Recovery Funds provides for $19.53 billion in payments to be made to States and territories which will distribute the funds to nonentitlement units of local government (NEUs).

**WHEREAS,** The ARPA requires that States and territories allocate funding to NEUs in an amount that bears the same proportion as the population of the NEU bears to the total population of all NEUs in the State or territory.

**WHEREAS,** $9,562 has been allocated to the City of Lucan (“City”) pursuant to the ARPA.

**WHEREAS, The Coronavirus State and Local Fiscal Recovery Funds ensures that governments have the resources needed to fight the pandemic and support families and businesses struggling with its public health and economic impacts, maintain vital public services, even amid declines in revenue, and build a strong, resilient, and equitable recovery by making investments that support long-term growth and opportunity.**

**WHEREAS, In May 2021, the US Department of Treasury (“Treasury”) published the Interim Final Rule describing eligible and ineligible uses of funds as well as other program provisions, sought feedback from the public on these program rules, and began to distribute funds.**

**WHEREAS,** on January 6, 2022, Treasury issued the final rule. The final rule delivers broader flexibility and greater simplicity in the program, responsive to feedback in the comment process.

**WHEREAS, the final rule offers a standard allowance for revenue loss of up to $10 million, allowing recipients to select between a standard amount of revenue loss or complete a full revenue loss calculation.**

**WHEREAS,** recipients that select the standard allowance may use that amount, in many cases their full award, for government services, with streamlined reporting requirements.

**NOW THEREFORE**, **BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LUCAN, MINNESOTA, THE CITY ELECTS THE STANDARD ALLOWANCE AVAILABLE UNDER THE REVENUE LOSS PROVISION OF THE AMERICAN RESCUE PLAN ACT** **IN THE AMOUNT OF $\_\_\_\_\_ TO BE USED FOR THE GENERAL PROVISION OF GOVERNMENT SERVICES.**

Adopted by the City Council of Lucan, Minnesota this \_\_\_\_\_ day of Month, Year.

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Mayor

Attested:

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

City Clerk