

CITY FACT SHEET - POPULATION OF 50,000 OR GREATER

/ THE AMERICAN RESCUE PLAN ACT (ARP)

President Biden signed the American Rescue Plan (ARP) into law on March 11, 2021. The \$1.9 trillion spending package is designed to accelerate the post-COVID-19 economic recovery.

ARP allocates \$65.1 billion to cities as part of the Coronavirus Local Fiscal Recovery Fund.

• **Population of 50,000 or Greater: \$45.57 billion will be allocated** to these municipalities based on a modified Community Development Block Grant (CDBG) formula and sent directly from Treasury to them.

/ USE OF ARP FUNDS FOR AXON PRODUCTS AND SERVICES

Axon products and services — such as Digital Evidence Management Systems (DEMS), body cameras, and TASERS — can be purchased with ARP state and local fiscal recovery funds.

- White House guidance on the use of stimulus funds explicitly allows for public safety purchases.
- In addition, the statute allows ARP monies to replace lost, delayed, or decreased revenue. The final rule, released January 6, 2022, created 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.
- The final rule takes effect on April 1, 2022. However, recipients can choose to take advantage of the final rule's flexibilities and simplifications ahead of the effective date.

Axon is also providing our customers timely information on ARP funds and programs and further documentation on public safety spending justification.

/ WHEN CITIES RECEIVE ARP FUNDS

Funding is being distributed by Treasury to cities in two tranches—tranche one was distributed in May 2021, and tranche two is being disbursed in May 2022. Municipalities with populations of 50,000 or greater will receive disbursements directly from the Treasury.

ARP funds will be available until December 31, 2024 and must be spent by December 31, 2026.

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