

CITY FACT SHEET - POPULATION OF LESS THAN 50,000

/ 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 Less than 50,000: \$19.53 billion will be allocated** to these municipalities, with allocations capped at 75% of a city's most recent budget as of January 27, 2020. Funds will be sent to the State and distributed to the local community based on population within 30 days of receipt unless an extension is granted.

/ 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 will be distributed in May 2022.

Funds for municipalities with populations less than 50,000 will be disbursed to the States and distributed to the municipalities within 30 days of receipt (i.e., June 2022 for tranche two).

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

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