

American Rescue Plan Act (ARPA)

City of Fairfax, Virginia
 FY 2024 ARPA Fund
 Budget Summary

	<u>FY 2022 Actual</u>	<u>FY 2023 Budget</u>	<u>FY 2023 Estimate</u>	<u>FY 2024 Adopted</u>	<u>Variance to Budget \$</u>	<u>Variance to Budget %</u>
Revenues						
ARPA Fund	14,792,760	14,792,760	14,792,760	-	(14,792,760)	-100.00%
Total Revenues	\$ 14,792,760	\$ 14,792,760	\$ 14,792,760	\$ -	\$ (14,792,760)	-100.00%
Expenses						
Transfer to General Fund	-	1,055,000	-	-	(1,055,000)	-100.00%
Transfer to Transit Fund	-	380,000	380,000	400,000	20,000	5.26%
Transfer to Stormwater Utility	-	-	-	1,800,000	1,800,000	0.00%
Transfer to Capital Projects	-	11,400,000	14,260,000	6,325,000	(5,075,000)	-44.52%
Total Expenses	\$ -	\$ 12,835,000	\$ 14,640,000	\$ 8,525,000	\$ (4,310,000)	-33.58%
Fund Balance - 6/30	\$ 14,792,760	\$ 2,776,720	\$ 14,945,520	\$ 6,420,520		

The American Rescue Plan Act (ARPA) of 2021 is a \$1.9 trillion economic stimulus bill signed into law on March 11, 2021 in response to the COVID-19 pandemic. ARPA funding includes \$350 billion in assistance to state and local governments. Payments to local governments were made in two tranches. The first half was paid shortly after ARPA was enacted (June/July 2021) and the second half disbursed a year later.

The City has received a total of approximately \$29.6 million (\$24.8 million from the state and \$4.8 million directly from the US Treasury) in ARPA funding. The first half of about \$14.8 million was received in July 2021 and the second half was received in July 2022.

The City’s ARPA monies are being used to fund “Qualified Capital Projects” and “Qualified Revenue Loss Expenditures.” Qualified Capital funding is being used to support investments in stormwater infrastructure and the development and redevelopment of recreational facilities to benefit economically disadvantaged communities within the City. Qualified ARPA funding allocated to replace lost public sector revenue (Qualified Revenue Loss Expenditures, up to \$10.0 million), are scheduled to fund valuable public services such as the City’s “Fare-Free” transit program.

The FY 2024 adopted budget recommends \$8,525,000 in ARPA funded expenditures, leaving an unencumbered balance in the ARPA Fund of \$6,420,520.

Page Intentionally Left Blank