

The American Rescue Plan (ARP) Act of 2021 **includes \$365.9 billion in direct funding for state, local, tribal, and territory infrastructure systems,** including over **\$30 billion** for transportation. Eligible uses for these funds include capital investments in infrastructure systems and operational expenses during the pandemic (though some of these funds also may be used for other purposes). The Council of State Governments (CSG) analyzed the infrastructure funding included in the ARP to create this resource. For this analysis, "infrastructure funding" includes transportation, water, sewer, and broadband systems.

Direct Funding for General State Infrastructure

The ARP includes three primary funds over which state, local, territory, and tribal governments have discretionary authority to use for infrastructure projects.

Source	Amount (in Millions, USD)	Recipient**	Eligible Uses	Funds Available Until:
State Fiscal Recovery Fund*	\$195,300	State, territory, and tribal governments	Water, sewer, or broadband infrastructure	12/31/24
Local Fiscal Recovery Fund*	\$130,200	Local governments	Water, sewer, or broadband infrastructure	12/31/24
<u>Capital</u> <u>Projects Fund</u>	\$10,000	State, territory, and tribal governments	Critical capital projects directly enabling work, education, and health monitoring, including remote options	"funds are exhausted"

^{*}The amounts listed for the state and local fiscal recovery funds represents the full allocation. Other eligible uses of these funds, besides infrastructure, are defined in the ARP. For additional summary information about these funds, including restrictions, <u>CLICK HERE</u>.

^{**}Includes the level of government that is being appropriated funding but may not be the ultimate beneficiary.

Transportation Infrastructure

The ARP includes \$77.15 billion in funding for transportation systems. Funds include capital projects as well as operating (including payroll) and debt service expenses related to the pandemic. The ARP includes specific funding allocations for airports, roadways, and railroad networks.

Federal Transit Administration Grants

The ARP allocates \$30.45 billion to the Federal Transit Administration (FTA), as supplemental funding for federal programs that support state, local, territory, and tribal government transportation systems.

The available funds help cover the operating expenses of transit agencies to respond to the coronavirus public health emergency. Operating expenses may include reimbursement for public transportation payroll, operating costs to maintain services, and paying for administrative leave. The ARP sets aside \$275 million (approximately 5.5%) for planning activities as well as capital investments.

The ARP allocates funds to states either based on formula or discretionary appropriations. For funding awarded through an application process, such as 5307 or 5311 Additional Assistance, the FTA must establish a Notice of Funding Opportunity no later than Tuesday, September 7, 2021 and make awards by Wednesday, January 5, 2022.

Program	Available Amount (in Millions, USD)*	Recipient**	Eligible Uses	Allocation
5307 - Urbanized Area Formula Program	\$26,085	State, territory, and local governments	Formula	Operating expenses
5307 - Planning	\$25	State and local governments	Formula	Planning
5310 - Enhanced Mobility of Seniors and Individuals with Disabilities	\$50	Local governments	Discretionary	Operating expenses
5311 - Rural Area	\$276	State governments	Formula	Operating expenses
5311(b)(3) - Rural Transportation Assistance Program	\$6	State governments	Formula	Operating expenses
5311(c) - Public Transportation on Indian Reservations	\$5	Tribal governments	Discretionary	Operating expenses
5311(f) - Intercity Bus Formula	\$100	State governments	Formula	Operating expenses
5307 or 5311 - Additional Assistance***	\$2,207	State and local governments	Discretionary	Operating expenses
Capital Investments - New Starts and Core Capacity	\$1,425	Local governments	Discretionary	Capital projects
Capital Investments - Small Starts	\$250	Local governments	Discretionary	Capital projects

^{*}The appropriated funds include a 100% federal cost share for eligible uses. Administrative expenses may be deducted from total amount.

^{**}Includes the level of government that is being appropriated funding but may not be the ultimate beneficiary.

^{***}Additional assistance is available for eligible recipients for "costs related to operations, personnel, cleaning, and sanitization combating the spread of pathogens on transit systems, and debt service payments incurred to maintain operations and avoid layoffs and furloughs".

Grants to the National Railroad Passenger Corporation (Amtrak)

The ARP allocates \$1.7 billion to the National Railroad Passenger Corporation to cover operating expenses and debts incurred during the pandemic. The Northeast corridor receives \$970 million and the National Network \$730 million. Funds are available until September 30, 2024.

Funding for Amtrak in the ARP (in Millions, USD)

Activity	Eligible Uses	Available Amounts
Long Distance Restoration	Restore the frequency of rail service on long distance routes Recall employees furloughed on or after 10/1/20 as a result of the pandemic	Not less than \$166
Use of Funds in Lieu of Capital Payments	For such payments from state and commuter rail passenger transportation providers	Not less than \$110
Use of Funds for State Payments for State-Supported Routes (National Network only)	To offset payments by states for covered state-supported routes	\$175
Use of Funds for Debt Repayment or Prepayment	For debt incurred by Amtrak under financing arrangements For required reserves, costs, and fees related to such debt	No more than \$101



Relief for Airports

The ARP includes \$8 billion for airports (not including airport concessions) to cover operating expenses, debt service, and capital projects. Funds are available until September 30, 2024.

Funding for Airports in the ARP (in Millions, USD)

Recipient*	Available Amounts**	Eligible Uses
Primary Airports	\$6,492	Operating expenses and debt service
Nonprimary Airports	\$100	Operating expenses and debt service
Airport Concessions	\$0.8	Operating expenses
Airport Development Projects	\$0.6	Capital projects

^{*}To view Federal Aviation Administration (FAA) definitions for "Primary" and "Nonprimary" airports, CLICK HERE.

^{**}Funds are subject to a 0.1% FAA administrative expense fee.



Support for Transit Employees

The ARP allocates \$15 billion for eligible air carriers and contractors for payroll support,

ncluding \$9 million in funding available for Federal Aviation Administration (FAA) employees, and \$13 million for Transportation Security Administration (TSA) employees, to cover paid leave resulting from the pandemic.

Recipient	Available Amounts (in Millions, USD)	Fund Availability
Air Carriers and Contractors	\$15,000	By 4/15/2021
Transportation Security Administration	\$13	9/30/2022
Federal Aviation Administration	\$9	9/30/2022

Sources and Additional Resources

- To read the full text of the American Rescue Plan (ARP) Act of 2021, CLICK HERE.
- To access the Federal Transit Administration apportionments, <u>CLICK HERE</u>

Direct Allocation Estimates for State, Local, Territory, and Tribal Governments (in Millions, USD)

	Infrastructure	Transportation*	TOTAL
Alabama	\$4,043	\$33	\$4,076
Alaska	\$1,362	\$22	\$1,384
Arizona	\$7,632	\$263	\$7,895
Arkansas	\$2,806	\$12	\$2,817
California	\$42,634	\$3,976	\$46,610
Colorado	\$6,068	\$76	\$6,143
Connecticut	\$4,351	\$436	\$4,787
Delaware	\$1,362	\$16	\$1,378
District of Columbia	\$2,374	\$1,407	\$3,782
Florida	\$17,623	\$867	\$18,490
Georgia	\$8,396	\$341	\$8,737
Hawaii	\$2,272	\$175	\$2,446
Idaho	\$1,890	\$6	\$1,896
Illinois	\$13,705	\$1,584	\$15,289
Indiana	\$5,856	\$84	\$5,940
Iowa	\$2,694	\$67	\$2,761
Kansas	\$2,718	\$15	\$2,733
Kentucky	\$4,244	\$79	\$4,323
Louisiana	\$5,185	\$101	\$5,286
Maine	\$1,652	\$18	\$1,669
Maryland	\$6,355	\$366	\$6,722
Massachusetts	\$8,102	\$1,044	\$9,146
Michigan	\$10,309	\$289	\$10,598
Minnesota	\$4,881	\$351	\$5,232
Mississippi	\$2,903	\$8	\$2,911
Missouri	\$5,475	\$257	\$5,732
Montana	\$1,369	\$8	\$1,378

	Infrastructure	Transportation*	TOTAL
Nebraska	\$1,771	\$25	\$1,796
Nevada	\$4,115	\$153	\$4,268
New Hampshire	\$1,538	\$6	\$1,545
New Jersey	\$10,188	\$110	\$10,297
New Mexico	\$2,456	\$42	\$2,498
New York	\$23,795	\$8,719	\$32,514
North Carolina	\$8,942	\$221	\$9,163
North Dakota	\$1,362	\$7	\$1,369
Ohio	\$11,237	\$430	\$11,667
Oklahoma	\$3,649	\$28	\$3,677
Oregon	\$4,262	\$404	\$4,666
Pennsylvania	\$13,722	\$1,280	\$15,002
Rhode Island	\$1,780	\$37	\$1,817
South Carolina	\$3,869	\$26	\$3,895
South Dakota	\$1,366	\$9	\$1,375
Tennessee	\$6,307	\$126	\$6,432
Texas	\$27,620	\$1,016	\$28,636
Utah	\$2,744	\$175	\$2,919
Vermont	\$1,363	\$15	\$1,378
Virginia	\$6,875	\$114	\$6,989
Washington	\$7,103	\$1,047	\$8,150
West Virginia	\$2,064	\$23	\$2,087
Wisconsin	\$5,711	\$155	\$5,866
Wyoming	\$1,360	\$3	\$1,362
Puerto Rico	\$0	\$120	\$120
US Virgin Islands	\$0	\$2	\$2
American Samoa	\$0	\$0	\$0
Guam	\$0	\$1	\$1
Northern Mariana Islands	\$0	\$0	\$0
Tribal Governments	\$4,500	\$30	\$4,530
Total	\$337,960	\$26,225	\$364,185

^{*}Amounts include funds directly appropriated to state, local, tribal, and territory governments. Additional discretionary funds may be awarded. The amounts listed do not include the funds appropriated for airports, airport concessions, FAA, TSA, or air carriers and contractors referenced elsewhere in this brief.

For More Information