



Memorandum

To: Mayor Nelson and Members of the City Council

From: Daniel R. Buchholtz, MMC, Administrator, Clerk/Treasurer

Date: November 30, 2021

Subject: American Rescue Plan Act Local Fiscal Recovery Fund Reallocation

As you know, Minnesota was allocated \$377 million for distribution to non-entitled units of local government (NEU); which include cities and townships under 50,000 population. The City's original share was \$732,147.98, with half being received in 2021 and half to be received in 2022.

There was an October 11 deadline for cities and townships to claim their share of the American Rescue Plan Act (ARPA) funds. After that deadline, nearly \$12 million available to NEU's went unclaimed. The State of Minnesota has redistributed these remaining funds amongst eligible local governments who requested ARPA funds. As such, the City of Spring Lake Park has been allocated an additional \$23,975.84, which half will be distributed in 2021 and half in 2022.

Staff is requesting the City Council accept the additional \$23,975.84 in ARPA funds, which can be used for eligible expenses in accordance with US Department of Treasury adopted guidance.

If you have any questions, please don't hesitate to contact me at 763-784-6491.