

American Rescue Plan Act – State Fiscal Recovery Funds 07/31/2025 update

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The quarterly and annual American Rescue Plan Act -State Fiscal Recovery (ARPA-SFR) reports were compiled and submitted to U.S. Treasury for the 07/31/25 deadline. The recovery team is in the process of converting the reporting data as well as information pulled from VISION into tracking spreadsheets and will send this data to both the Joint Fiscal Office and Joint Fiscal Committee in the first two weeks of August, which meets the requirements of Act 27 of 2025 Sec. E.100.3 (a) and (b).

Based on the initial information, I am able to share the following at this time:

- Total ARPA-SFR expenditure has now exceeded \$900m
- 58 ARPA-SFR appropriations are now fully expended
- 51 ARPA-SFR appropriations are active with \$148.5m remaining to expend
 - \$50m of these funds are within broadband and affordable housing programs that have a sufficient historical burn rate to meet the 12/31/26 expenditure deadline
 - Approximately \$50m remains unexpended in larger programs with lower burn rates and AOA will continue to track and collaborate with those programs to expedite expenditures
 - Approximately \$50m is distributed across smaller appropriations to ~40 programs with varying burn rates
- 31 of the 32 general fund appropriations created to continue ARPA-SFR programs
 - Just over \$12m was expended in Q4 of state FY25
 - \$207m remains to be expended
 - Lower burn rate was expected as ARPA-SFR (and other federal fund) expenditure is being prioritized
 - As a reminder, Act 27 of 2025 Sec. E.100.3 (c) reverts any unexpended and unencumbered funds in this category to the General Fund on 12/31/27

To summarize, overall expenditure continues at a satisfactory pace, but it is likely that reallocations under Act 113 of 2024 Sec.E.106(c) will be needed. The recovery office intends to coordinate with the Joint Fiscal Office to ensure any reallocations are proposed well in advance of any quarterly deadlines to U.S. Treasury and are batched to avoid inefficiency. Act 113 of 2024 Sec.E.106(c) only allows the reallocation of ARPA-SFR between existing ARPA-SFR programs with the approval of the JFC.