How to determine **Public Health & Economic Response** Eligible Uses

Step 1: Identify COVID- 19 public health or economic impact



Can include:

- Impact* to a specific household, business or nonprofit, or a class (group)
- Disproportionate
 impacts* or more



Step 2: Design a response to address the identified impact

Should be:

- related and reasonably proportional to the harm
- reasonably designed to

impacts^{*}, or more severe impacts, to a specific beneficiary or class

benefit impacted individual or class

*Treasury's <u>Final Rule</u> defines and provides examples of "impacted" and "disproportionately impacted."

Recipients may identify additional eligible uses beyond those enumerated by Treasury based on the standards provided in the rule.

Restrictions on Use

Funding cannot be used for:

- special deposits to pension funds
- debt-service payments
- replenishing rainy-day funds
- satisfaction of settlements and judgments
- projects that undermine COVID-19 mitigation practices or violate Uniform Guidance conflict-of-interest requirements or other applicable laws



See also LFR Final Rule - <u>Evaluating Potential Uses</u>