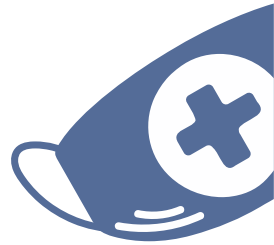
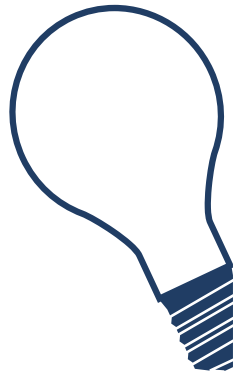


# Evaluating Potential Uses of Local Fiscal Recovery Funds

Each eligible-use category has **separate and distinct standards** for assessing whether a use of funds is eligible. Standards, restrictions, or other provisions in one eligible-use category **do not apply to the others**.

- 1** Recipients should first determine the eligible-use category for a potential use of funds.
- 2** Then assess whether the potential use of funds meets the eligibility standard or criteria for that category.
- 3** In the case of uses to respond to the *public health and negative economic impacts* of the pandemic, recipients should also determine a subcategory (i.e., public health, assistance to households, assistance to small businesses, assistance to nonprofits, aid to affected industries, or public sector capacity and workforce).
- 4** Evaluate whether the potential use of funds meets the eligibility standard for that subcategory.
- 5** Finally, be sure to **DOCUMENT** your process, decisions, and any approvals to be presented for audit.



**IMPORTANT!**

Treasury and AOS **do not pre-approve uses** of funds; recipients are advised to review the final rule in consultation with their legal counsel and may pursue eligible projects under it.