

EED Fact Sheet
State Fiscal Stabilization Funds
Under the
American Recovery and Reinvestment Act (ARRA)

1. District allocations will be based on their relative shares of funding under Title I Part A for the most recent year for which data are available. (Section 14002 ARRA)
2. Districts should be prepared to separately account for expenditures of stabilization funds and report on the uses of the funds. Districts should expect that all stabilization-related budgets, accounting information, and programming documents will be made public on the EED web page.
3. Districts will apply for stabilization funding through an EED form. Districts should be prepared to explain how their proposed expenditure of stabilization funds will meet the goals of ARRA and are allowable uses under federal education laws. In submitting plans, districts will be required to consult with a variety of participants from the school and community.
4. Stabilization funds must be spent on activities authorized by the Elementary and Secondary Education Act of 1965, the Individuals with Disabilities Education Act, the Adult and Family Literacy Act, or the Carl Perkins Career and Technical Education Act of 2006, or for modernization, renovation, repair or construction of public school facilities. Note that the ESEA includes broad Impact Aid authority, and therefore districts may use stabilization funds for activities that are allowable under Impact Aid, regardless of whether the district usually receives Impact Aid. (Section 14003 ARRA)
5. Districts will obligate the funds by September 30, 2011, to support authorized activities in school years 2008-2009, 2009-2010, and 2010-2011.
6. Districts should be prepared to provide EED with any information it requires to meet the state's responsibility to report to the U.S. Department of Education. The state reports will be quarterly (Section 1512 ARRA) and annually (Section 14008 ARRA). State reports will include at least: the uses of the funds; the number of jobs estimated to have been saved or created; estimates of tax increases averted by use of these funds; and a description of each modernization, renovation and repair project funded, including costs.