

## The American Recovery and Reinvestment Act of 2009

### Broad Provisions of the Bill

1. Unemployment Insurance
  - Unemployment compensation benefits were extended twice in 2008.
  - H.R. 1 proposed \$250 million to be distributed by the states with no state match required. These benefits would be temporary.
2. Medicaid and COBRA
  - Medicaid provisions would increase Federal reimbursement of states through FY 2010.
  - Some portion of the monies would be designated for coverage of individuals and families involuntarily unemployed. There would be an income cap.
  - The NCSL estimate for Tennessee would be \$338 million in FY '09 and \$363 million in FY 2010.
  - COBRA benefits would be extended beyond the current 18 months for those unemployed workers 55 years-of-age or older and those who worked for an employer for 10 years or more.
3. Infrastructure
  - The total proposed in H.R. 1 is \$85 billion for highways, transit, rail, aviation, environmental projects, inland waterways, public buildings, health information technology, broadband development, and maritime infrastructure.
  - The estimates for Tennessee would include \$244 million for K-12 construction, \$613 million for highways, \$120 million for weatherization, and \$64 million for state energy programs.
  - The bill calls for funds to be distributed to states, cities, and public transit authorities within 7 days of enactment of the bill.
4. Food Stamps
  - The combination of increases in food prices and the number of people receiving food stamps encouraged a provision for a \$20 billion increase in food stamp benefits.
5. Tax Relief
  - There are provisions for businesses that included increased depreciation expensing, recovery of prior year tax payments, as well as other provisions.
  - In the case of individuals the President had already proposed a tax credit of up to \$500 for individual taxpayers and \$1,000 for couples earning less than \$200,000.
  - That provision may be effected through federal tax withholdings.
  - An expansion of the Earned Income Tax Credit and an increase in the child tax credit.
6. Education
  - A number of different provisions are under discussion for both K-12 and post-secondary education.
  - Some possibilities are Title 1 grants, educational technology, increased Pell grants, and teacher incentives.

- Estimated funds for Tennessee include \$226 million for Title 1 and \$17 million of educational technology.
7. Law and Justice
    - Some provisions are included for assistance to state and local law enforcement.
  8. Human Services Programs
    - A variety of different programs are under discussion child support, home energy assistance, Head Start, and community block grants.
  9. General Assistance To States
    - The bill contains \$79 billion for a state fiscal stabilization plan. Some portions would be reserved for specific purposes such as education.

Source: National Conference of State Legislature Web site.  
(<http://www.ncsl.org/statefed/2009economicstimulus.htm>)

# Estimated State Allocations of Selected Proposed House Stimulus Funds

(\$ in thousands)

1/23/2009

State	Fiscal Stabilization*	Title I	Special Education	Education Technology	K-12 Construction*	Child Care	CSBG	Byrne JAG	WIA-Adult	WIA-Youth	Dislocated Workers	Highways	Clean Water	Drinking Water	Weatherization	State Energy Program	Medicaid Hold Harmless**	Medicaid +4.9% FMAP**		Total	
																		2009	2010		
Alabama	959,567	\$202,625	\$207,319	\$15,587	\$218,119	\$39,837	\$18,745	\$47,927	\$5,728	\$13,272	\$7,719	\$559,746	\$67,942	\$20,000	\$83,683	\$53,297	\$0	\$0	\$186,819	\$200,831	\$2,908,763
Alaska	149,887	56,551	41,229	2,812	39,346	4,054	3,890	15,177	1,885	4,485	5,274	238,357	36,365	20,000	34,517	25,912	13,831	12,574	54,586	58,680	799,415
Arizona	1,329,273	257,215	207,417	19,786	276,882	51,500	8,360	57,339	8,549	20,318	9,637	586,639	41,039	56,760	57,755	49,076	23,075	39,516	400,262	430,282	3,930,680
Arkansas	584,193	135,304	127,879	10,408	145,649	25,486	13,900	35,228	5,694	13,749	11,385	370,356	39,747	25,114	60,894	41,617	3,232	6,165	175,630	188,802	2,020,433
California	7,850,129	1,598,790	1,398,673	122,984	1,721,036	228,758	91,163	321,257	73,681	173,352	141,703	2,797,375	434,559	163,085	225,380	222,708	0	0	1,907,028	2,050,055	21,521,714
Colorado																					
Connecticut	715,378	109,828	151,583	8,448	118,225	13,707	12,331	31,190	3,804	9,786	7,564	391,410	74,436	20,000	78,765	50,450	0	0	228,626	245,773	2,271,306
Delaware	177,353	36,160	38,003	2,782	38,924	4,542	5,030	18,213	1,247	2,993	1,564	120,871	29,829	20,000	16,031	23,164	0	0	62,227	66,895	665,827
DC																					
Florida	3,558,798	610,849	717,871	46,988	657,555	112,029	29,713	186,332	15,112	33,823	26,437	1,461,994	205,100	90,332	138,144	117,096	151,922	282,114	695,090	747,222	9,884,520
Georgia	2,022,980	420,653	364,636	32,358	452,817	80,067	27,499	89,588	11,004	26,664	20,192	1,046,053	102,733	56,180	121,327	75,479	0	0	357,509	384,322	5,692,061
Hawaii																					
Idaho	323,464	44,079	61,882	3,391	47,449	11,996	4,976	18,185	1,247	3,020	1,698	216,605	29,829	20,000	43,788	26,894	887	6,425	62,312	66,985	995,109
Illinois	2,708,681	558,906	577,369	42,993	601,641	74,998	48,291	119,719	22,212	54,382	39,417	1,001,820	274,801	81,577	342,276	142,910	0	17,286	525,274	564,670	7,799,227
Indiana	1,326,533	231,425	291,548	17,802	249,120	41,941	14,885	53,134	10,544	26,981	19,806	746,447	146,433	27,908	163,409	82,154	0	0	298,168	320,530	4,068,766
Iowa	622,296	68,968	139,184	5,305	74,242	18,229	11,065	29,296	1,745	5,395	4,967	353,096	82,235	24,915	116,180	48,487	0	0	144,942	155,813	1,906,362
Kansas	590,738	89,936	121,830	6,918	96,813	18,786	8,344	30,939	3,033	8,115	5,663	317,278	54,845	20,000	69,425	43,383	0	0	112,040	120,443	1,718,531
Kentucky	857,581	198,310	179,951	15,255	213,473	35,624	17,234	38,653	8,740	19,207	22,904	457,375	77,332	20,975	114,905	55,652	0	0	236,481	254,217	2,823,871
Louisiana	925,659	290,994	215,818	22,384	313,244	42,541	23,999	52,633	9,769	22,804	8,182	470,717	66,794	28,333	69,459	64,486	48,703	298,303	279,775	300,758	3,555,355
Maine	255,478	48,922	62,384	3,763	52,662	6,817	5,360	17,906	1,799	4,326	3,066	138,685	47,035	20,000	76,131	30,820	0	0	107,889	115,981	999,025
Maryland	1,160,099	177,485	228,269	13,653	191,056	25,049	14,027	62,129	5,511	13,202	10,588	478,724	146,956	27,520	81,324	63,014	0	0	313,545	337,061	3,349,212
Massachusetts																					
Michigan	2,107,048	493,036	456,679	37,926	530,734	57,017	37,765	102,398	31,485	76,383	110,169	875,293	261,260	69,183	347,032	120,629	0	0	465,175	500,063	6,679,273
Minnesota	1,075,912	117,613	126,606	9,047	126,606	25,965	12,302	45,504	5,462	14,483	10,922	477,702	111,678	36,011	210,819	73,124	0	0	355,386	382,040	3,306,986
Mississippi																					
Missouri	1,212,704	211,239	258,972	16,249	227,391	38,863	28,289	62,686	10,561	25,914	21,395	688,419	168,452	38,832	162,507	67,529	0	0	345,330	371,230	3,956,563
Montana																					
Nebraska	376,783	56,904	85,129	4,377	61,255	11,703	7,126	19,132	1,247	3,355	2,683	230,294	31,078	20,000	58,095	33,176	0	0	81,129	87,214	1,170,679
Nevada	520,705	75,166	78,003	5,782	80,914	14,752	5,012	28,739	2,636	5,972	4,902	217,767	29,829	20,000	32,536	28,857	23,886	34,847	64,048	68,851	1,343,205
New Hampshire																					
New Jersey	1,756,607	273,152	412,088	21,012	294,038	35,154	27,971	77,307	9,539	21,424	20,107	777,921	248,295	44,260	140,169	98,643	0	0	442,835	476,048	5,176,571
New Mexico	419,057	106,717	103,905	8,209	114,876	18,409	5,823	28,238	2,985	7,106	3,074	281,199	29,829	20,000	48,380	30,820	3,621	0	157,047	168,825	1,558,121
New York	3,967,970	1,154,499	865,453	88,808	1,242,774	103,728	88,706	154,390	31,214	72,062	42,775	1,355,082	670,653	89,038	593,310	197,679	0	0	2,401,775	2,581,908	15,701,824
North Carolina	1,861,984	338,032	365,333	26,002	363,879	67,323	26,831	86,831	10,340	25,133	28,490	802,374	109,660	67,307	140,013	77,246	0	0	508,607	546,752	5,452,139
North Dakota	138,042	31,891	30,858	2,453	34,330	3,774	4,710	8,076	1,247	2,993	987	194,526	29,828	20,000	52,243	24,145	2,459	4,733	29,156	31,343	647,796
Ohio	2,360,452	484,078	499,004	37,237	521,091	67,483	39,850	92,567	26,250	63,994	67,351	1,036,236	342,058	59,959	342,926	134,469	0	0	654,645	703,743	7,533,392
Oklahoma	760,916	139,836	168,629	10,757	150,528	31,603	12,110	41,549	4,097	9,923	6,170	464,295	49,089	32,288	79,378	48,193	31,710	108,213	184,738	198,593	2,532,616
Oregon	749,357	132,247	147,032	10,173	142,358	22,525	8,170	33,390	7,102	17,170	17,265	349,402	68,639	29,246	62,419	44,169	0	0	172,382	185,311	2,198,357
Pennsylvania	2,514,320	535,094	486,968	41,161	576,008	61,865	43,281	114,094	17,376	43,176	27,758	1,254,447	240,674	67,364	361,945	136,824	0	0	805,562	865,980	8,193,898
Rhode Island	218,275	49,906	49,855	3,839	53,722	5,369	5,651	14,035	1,637	4,427	3,874	154,315	40,799	20,000	31,980	26,697	0	0	90,194	96,959	871,535
South Carolina																					
South Dakota	167,641	39,174	36,760	3,013	42,169	5,500	4,136	7,825	1,247	2,993	1,229	198,718	29,828	20,000	41,565	23,360	0	0	32,696	35,148	693,004
Tennessee	1,246,203	226,910	265,876	17,455	244,260	45,576	20,140	74,382	11,052	25,913	15,822	613,202	88,267	20,756	120,859	64,781	0	0	338,134	363,494	3,803,082
Texas	5,209,921	1,226,950	1,098,978	94,381	1,320,765	221,311	49,228	210,783	38,550	93,441	48,536	2,421,052	277,714	164,774	292,896	194,734	167,714	436,606	1,087,492	1,169,053	15,824,878
Utah	625,896	56,114	121,954	4,316	60,404	22,840	4,916	23,560	2,018	5,774	2,617	221,357	32,015	20,000	47,388	33,764	10,567	0	80,660	86,064	1,461,625
Vermont	124,506	30,763	29,753	2,366	33,115	2,929	5,030	9,691	1,247	2,993	1,238	129,552	29,829	20,000	29,506	23,360	0	8,768	55,507	59,670	599,821
Virginia	1,583,074	213,595	321,107	16,430	229,926	38,715	16,367	58,453	4,945	12,476	10,719	745,644	124,349	21,294	124,042	75,970	0	0	268,324	288,448	4,153,878
Washington	1,316,668	177,930	252,340	13,687	191,534	33,572	12,183	55,028	10,881	26,717	18,669	529,624	105,665	42,878	99,421	60,855	28,373	101,264	329,695	354,423	3,761,405
West Virginia	351,610	94,199	86,583	7,246	101,401	13,528	11,444	25,008	2,658	6,089	4,392	243,509	94,719	20,000	70,400	37,592	8,563	5,316</			