

American Recovery and Reinvestment Act of 2009 [\(HR 1\)](#)* Provisions

www.recovery.gov

(*click HR 1 to get to the bill)

Appropriations Provisions

| Department/Agency | Program | Purpose | Amount | Website |
|--|--|---|---|--|
| Agriculture Agriculture Research Service | Buildings and Facilities | Deferred maintenance at ARS facilities | \$176 million | www.ars.usda.gov |
| Farm Service Agency | Salaries and Expenses | Maintaining and modernizing information technology systems | \$50 million | www.fsa.usda.gov |
| Natural Resources Conservation Service | Watershed and Flood Prevention Operations | <ul style="list-style-type: none"> Purchasing and restoring floodplain easements | \$290 million total <ul style="list-style-type: none"> \$145 million | www.nrcs.usda.gov |
| | Watershed Rehabilitation Program | Add'l funding for program | \$50 million | |
| Rural Housing Service | Rural Housing Insurance Fund Program Account | <ul style="list-style-type: none"> Sec. 502 direct loans Sec. 502 unsubsidized guarantees | <ul style="list-style-type: none"> \$1 billion \$10.5 billion | www.rurdev.usda.gov/rhs/ |
| | Rural Community Facilities | Direct loans and grants for rural community facilities | \$130 million | www.rurdev.usda.gov/rhs/ |
| Rural Business-Cooperative Service | Rural Business Program | <ul style="list-style-type: none"> Guaranteed loans and grants under Business and Industry (B and I) loan program Rural Business Enterprise Grants (RBEG) | <ul style="list-style-type: none"> \$150 million (to support approx. \$3 billion in gurtees.) Incl. \$20 million for RBEG | www.rurdev.usda.gov/rbs/ |
| Rural Utilities Service | Rural Water and Waste Disposal | Direct loans and grants for the rural water, waste water and waste disposal program | \$1.3 billion | www.usda.gov/rus |

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| | Distance Learning, Telemedicine and Broadband | Broadband (infrastructure) loans, loan guarantees and grants | \$2.5 billion | www.usda.gov/rus/telecom/ |
| Food and Nutrition Service | Child Nutrition Programs; School lunch program | Program funding | \$100 million | www.fns.usda.gov |
| | Special Women, Infants and Children (WIC) | Program funding | \$500 million | |
| Commodity Assistance Program | Emergency Food Assistance Program | Program funding | \$150 million total \$50 million can be used for costs associated with distribution of commodities | www.fns.usda.gov/fdd/ |
| Commerce Economic Development Administration (EDA) | Economic Development Assistance Programs | Economic development programs to help leverage private investment, priority for some funds given to areas hardest hit | \$150 million (\$50 million for econ. adjustment assistance; \$50 million to federally authorized regional Econ. Dev. Csms) | www.eda.gov |
| National Telecommunications and Information Administration (NTIA) | Broadband Technology Opportunities Program | Grants, etc. to enhance broadband access and computer capacity | \$4.7 billion | www.ntia.doc.gov |
| Department of Energy Energy Programs (see generally www.energy.gov/recovery/ for information on ARRA energy provisions) | Energy Efficiency and Renewable Energy (\$16.8 billion total) | <ul style="list-style-type: none"> • Applied research, development, demonstration and deployment activities • Energy Efficiency and Conservation Block Grants • Weatherization Assistance Program • State Energy Program | <ul style="list-style-type: none"> • \$2.5 billion (incl. \$800 m biomass projects; \$400 m geothermal activities and projects) • \$3.2 billion (\$2.8 billion based on existing formula; \$400 million competitive basis) • \$5 billion* • \$3.1 billion** | www.eere.energy.gov |

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| Department of Energy (cont'd) | Energy Efficiency and Renewable Energy (cont'd) | <ul style="list-style-type: none"> • Advanced Battery Manufacturing Grants • Alternative Fueled Vehicle Pilot grant program • Transportation Electrification • Energy Efficiency Appliance Rebate Program and Energy Star | <ul style="list-style-type: none"> • \$2 billion • \$300 million • \$400 million • \$300 million | |
| | | *Weatherization Assistance Program: Modifications – raises income eligibility level to 200 percent of the poverty level | Increases assistance level per dwelling unit to \$6500 | |
| | | **State Energy Program: To qualify for additional funds, governor must provide assurances that financial incentives aligned with energy efficiency and savings; building energy codes to be adopted; prioritization of grants toward energy efficiency and renewable energy programs. | State cost share requirement does not apply. | |
| | Electric Delivery and Energy Reliability | Modernize electric grid, enhance infrastructure, r&d, etc. including transmission improvements | \$4.5 billion | www.oe.energy.gov |
| | Fossil Energy Research and Development | <ul style="list-style-type: none"> • Research and Development • Clean Coal Power Initiative • Industrial Carbon Capture & Energy Efficiency Improvement Projects | \$3.4 billion total incl. <ul style="list-style-type: none"> • \$1 billion • \$800 million • \$1.5 billion | www.fe.doe.gov |
| | Advanced Research Projects Agency | ARPA-E | \$400 million | www.energy.gov |
| | Innovative Technology Loan Guatee Program/ Renewable Energy and Electric Power transmission Loan Guarantee Program | Loans for renewable transmission technologies Leading edge biofuels projects with commercial potential; likely to subst. reduce greenhouse gas emissions | \$6 billion (to support \$60 billion in loans) \$500 million | www.lgprogram.energy.gov |

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| Department of Energy (cont'd) | Federal Power Marketing Administrations (PMAs) | Financing construction, acquisition, replacement of transmission systems | \$3.25 billion Bonneville Power Admin. \$3.25 billion Western Area Power Admin. | www.bpa.gov www.wapa.gov |
| | Smart Grid Investment demonstration projects | Some modifications to program | Changes federal matching grants from 20% to 50% | www.oe.energy.gov |
| Treasury | Community Development Finance Institution (CDFI) | FY2009 qualified applicants that did not get funded; no awardee can be awarded more than 5 percent of aggregate funds | \$100 million (available until 9/30/2010) \$8 million to benefit Native American, Native Hawaiian and Alaskan Native communities | www.cdfifund.gov |
| Small Business Administration | Business Loan Programs | Temporary fee reductions and eliminations and new loan guarantee authorization Direct loans | \$630 million \$6 million | www.sba.gov |
| | | Establishment of SBA Secondary Market Guarantee Authority | Guarantee of not more than \$3 billion of pools | |
| Homeland Security | Federal Emergency management Agency (FEMA) | Firefighter Assistance Grants Disaster Assistance Direct loan McKinney Act/Emergency Food and Shelter | \$210 million May increase loan amount to exceed \$5 million for 2008 (local gov't) \$100 million | www.fema.gov |
| | | General provisions to modify and make changes: <ul style="list-style-type: none"> to help expedite recovery efforts in Hurricanes Katrina and Rita to procurement processes | See bill | |
| Interior | Bureau of Reclamation; Water and Related sources | Various purposes and programs | \$1 billion | www.usbr.gov |

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| Interior (cont'd) | Bureau of Indian Affairs | <ul style="list-style-type: none"> • Operation of Indian programs, workforce training, housing • Construction • Indian Guaranteed Loan Program | <ul style="list-style-type: none"> • \$40 million • \$450 million • \$10 million | www.doi.gov/bia/ |
| Environmental Protection Agency | Hazardous Substance Superfund | <ul style="list-style-type: none"> • Superfund Remedial Program | \$600 million | www.epa.gov/superfund/ |
| | Leaking Underground Storage Tank Trust Fund Program | Cleanup activities; not subject to cost share requirements | \$200 million | www.epa.gov/swerust1/ |
| | State and Tribal Assistance Grants | <ul style="list-style-type: none"> • Clean Water State Revolving Funds • Safe drinking Water capitalization grants • Brownfields projects • Diesel Emission Reduction Act grants | \$6.4 billion total <ul style="list-style-type: none"> • \$4 billion • \$2 billion • \$100 million • \$300 million | www.epa.gov/oecaerth/state/grants/index.html |
| Agriculture/Forest Service | Wildland Fire Management | State and Private assistance programs <ul style="list-style-type: none"> • Competitive grants to create incentives for increased use of biomass from fed and non lands | \$500 million Included is \$50 million | www.fs.fed.us |
| Health and Human Services | Indian Health Service | Health Services: Health information technology services | \$85 million | www.ihs.gov |
| | | Health Facilities: construction and improvement projects | \$415 million | www.ihs.gov |
| | Smithsonian | Repair/revitalization of existing facilities | \$25 million | www.si.edu |
| | National Endowment for the Arts | Grants and administration to preserve jobs in non-profit arts sector | \$50 million 40% to state arts agencies; 60% competitive, arts projects and activities | www.nea.gov |
| Health Resources and Services Administration | Health Resources and Services | <ul style="list-style-type: none"> • Grants to health centers • Grants for construction, renovation, equipment, and | \$2.5 billion total <ul style="list-style-type: none"> • \$500 million • \$1.5 billion | www.hrsa.gov |

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| Health Resources and Services Administration (cont'd) | | <p>for acquisition of health information technology systems for health centers</p> <ul style="list-style-type: none"> To address health professions workforce shortages, including for National Health Service Corps | <ul style="list-style-type: none"> \$500 million | |
| National Institutes of Health | National Center for Research Resources | <ul style="list-style-type: none"> Grants or contracts under Public Health Service Act to construct, renovate or repair existing nonfederal research facilities | <p>\$1.3 billion</p> <ul style="list-style-type: none"> \$ 1 billion | www.ncrr.nih.gov |
| | Office of the Director | Additional scientific research for the institutes and centers | \$8.2 billion | www.nih.gov |
| Agency for Healthcare Research and Quality | Healthcare Research and Quality | Comparative effectiveness research, etc. | \$700 million | www.ahrq.gov |
| Administration for Children and Families | Child Care and Development Block Grant | Funds to states to supplement state general revenue funds for child care assist. for low income families | \$2 billion | www.acf.hhs.gov |
| | Children and Family Services Program | <p>Funds for programs:</p> <ul style="list-style-type: none"> Head Start Expansion of Early Head Start Community Services Block Grant (CSBG) Carry out activities under section 1110 of the Social Security Act | <p>\$3.15 billion</p> <ul style="list-style-type: none"> \$ 1 billion \$1.1 billion \$1 billion \$50 million | www.acf.hhs.gov |
| Administration on Aging | Aging Services Programs | Supplemental funding | \$100 million | www.aoa.gov |
| Office of the Secretary | Office of the National Coordinator for Health Information Technology | Funds to carry out Health Information Technology Act | \$2 billion | www.hhs.gov/healthit/ |
| Department of Labor Employment and Training Administration | Training and Employment Services | <p>Additional funding for training and employment services</p> <ul style="list-style-type: none"> Grants to states for adult employment and training | <p>\$3.9 billion total</p> <ul style="list-style-type: none"> \$500 million | www.doleta.gov |

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| Department of Labor Employment and Training Administration | | <ul style="list-style-type: none"> Grants to states for youth activities, including summer jobs Grants to states for dislocated worker employment and training Dislocated worker assistance national reserve YouthBuild Activities Competitive grants for worker training and placement in high growth and emerging industry sectors | <ul style="list-style-type: none"> \$1.2 billion \$1.25 billion \$200 million \$50 million \$750 million (\$500 million projects for careers in energy efficiency and renewable energy) | |
| | Community Service Employ. for OlderAmericans | Carry out title V of Older Americans Act | \$120 million | www.doleta.gov/SENIORS/ |
| | State Unemployment insurance and Employment Service Obligations | Grants to states | \$400 million | www.dol.gov |
| | Office of Job Corps | Construction, rehab, acquisition of Job Corps Centers | \$250 million | www.jobcorps.gov |
| Education | Various programs to support state education efforts | Including programs for disadvantaged, school improvement, special education | See bill, title VIII | |
| | | Student financial assistance | \$15.8 billion | www.ed.gov |
| Housing and Urban Development www.hud.gov/recovery/ | Public Housing | Public Housing Capital Fund - Rehab, retrofit PH units, including increasing energy efficiency | \$4 billion | www.hud.gov/offices/pih |
| | | Native American Housing Block grants – rehab and improve energy efficiency | \$510 million | www.hud.gov/offices/pih |
| | Community Planning and Development | Community Development Block grant Neighborhood Stabilization Program <ul style="list-style-type: none"> Purchase and rehab foreclosed and vacant properties | \$1 billion \$2 billion | www.hud.gov/offices/cpd/ |
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| Housing and Urban Development (cont'd) | | HOME Investment Partnership <ul style="list-style-type: none"> Coordinate low income tax credits to fill financing gaps to accelerate production and preservation of affordable housing | \$2.25 billion | www.hud.gov/offices/cpd & www.hud.gov/recovery/tax-credit.cfm |
| | | Homeless Prevention <ul style="list-style-type: none"> short term rental housing and relocation stabilization | \$1.5 billion | www.hud.gov/offices/cpd |
| | Housing Programs | Assisted Housing Stabilization & Energy & Green Retrofit Investments <ul style="list-style-type: none"> Project based rental assistance Assisted housing energy retrofit to upgrade HUD sponsored LIH to increase energy efficiency Lead Hazard Reduction | \$2.25 billion <ul style="list-style-type: none"> \$2 bil. for sec. 8 \$250 million \$100 million | www.hud.gov |
| | General provisions | FHA loan limits <ul style="list-style-type: none"> Secretary has discretionary authority to raise maximum dollar limits in subareas with higher median prices | Raised for 2009 to 2008 levels | |
| | | GSE conforming loan limits <ul style="list-style-type: none"> secretary has discretionary authority to raise maximum dollar limits in subareas | 2009 Loan limit floor based on 2008 levels | |
| Tax Provisions | | | | |
| Individual and Family Provisions | | | | |
| | Making Work Pay Credit | Refundable income tax credit over two years (2009 and 2010) | Lesser of 6.2% of earned income or \$400 (\$800 joint) Begins to be phased out at modified AGI \$75,000 (\$150,000 joint) | |

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| Individual and Family Provisions (cont'd) | Increasing Earned Income Tax Credit | Increases depending on number of children; reduction of marriage penalty | Depends on income, etc. | |
| | Increase of refundable portion of the child credit | | \$3,000 but depends on income (for 2009 and 2010) | |
| | American opportunity Tax Credit | Nonrefundable credit (Hope credit) against Federal income taxes per student for qualified tuition and related expenses | Raises to \$2500 (for 2009 or 2010) | |
| | Temporarily allow computer technology and equipment as a qualified higher education expense for qualified tuition programs | | No amount stated | |
| | Homebuyer tax credit | Extension of and increase to first time homebuyer <u>refundable</u> tax credit (home purchased before 12/31/09); unlike 2008 credit, this does not have to be paid back ***purchases of cooperatives are included; see IRS form 5405 | Lesser of \$8000 or 10% of purchase price; waives recapture requirements for homes purchased between 12/31/08 and 12/31/09; eliminated for incomes higher than 95,000 single MAGI; 170,000 joint MAGI | |
| | Low income housing grant substitute for LIHTC allocation; election to accelerate LIHTC | State can choose to take credit allocation as grant | See bill -- Allocation based on percentage formula applied to 1) unused housing credit ceiling for 2008; 2) any returns of credit allocations in 2009; 3) 40 percent of state's 2009 allocation; and 4) 40% of state's share of national pool allocated in 2009, if any | |

| Tax Incentives for Business | | | | |
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| | Extension of Election to accelerate AMT and research bonus in lieu of bonus depreciation | Special allowance for certain property acquired during 2009 and extension of election to accelerate AMT and research bonus in lieu of bonus depreciation | See bill Lesser of 6% of outstanding and unused AMT and R&D credits or \$30 million | |
| | Bonus depreciation | One year extension of bonus depreciation provision qualifying property placed in service after 12/31/2008 | 50% bonus depreciation | |
| | Expensing small business assets | Temporary increase in limitations on expensing of certain depreciable business assets | See bill | |
| | Small business five year carry back in net operating losses "NOL" | Extends carry back from two to five years; election for only one taxable year; small business | Applicable NOL for any taxable year ending in 2008 or beginning in 2008 | |
| | Modification of work opportunity tax credit | Creates new targeted group of unemployed veterans and disconnected youth that begin work for employer in 2009 or 2010 | See bill | |
| Renewable Energy Incentives | Credit for Investment in Advanced Energy Facilities | Credit for project that reequips, expands or establishes a manufacturing facility for energy production (wind, solar, geothermal); energy storage; electric grids to support transmission; carbon capture and sequestration; qualified electric plug-in drive vehicles | 30% of the qualified investment; not to exceed \$2.3 billion in credit allocations | |
| | Extension of Production Tax Credit (PTC)*** for three years **Option to use 30% ITC instead of PTC | PTC for electricity derived from wind facilities PTC for geothermal, biomass, hydropower, landfill as, waste-to-energy and marine facilities | Through 12./31/2012 Through 12/31/2013 | |

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| Renewable Energy Incentives (cont'd) | Clean Energy Renewable Bonds (CREBS) | Increase of \$1.6 billion for new clean renewable energy bonds; allocation one third each for governments, public power, electric co-ops | \$1.6 billion increase | |
| | Energy Conservation Bonds | Increase of \$2.4 billion for loans and grants for Green Community Programs | \$2.4 billion increase | |
| | Credit for alternative refueling property | Temporary increase (from current \$30,000) in alternative refueling property credit | \$50,000 per location put in service in 2009 and 2010 | |
| Energy Conservation | Extension and modification of credit for nonbusiness energy property | Modifies some of the standards for energy efficient building property and energy efficiency improvements | 30% tax credit/ not to exceed \$1500 | |
| | Plug-in Electric Drive Motor Vehicle tax credit | Credit for new qualified plug-in electric drive motor vehicles/batteries | Maximum \$5000 credit; related to battery capacity | |

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