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!**

Uniform Guidance, including Federal Procurement Rules, apply to expenditures of Lost Revenue.

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.