

**AMENDMENT TO THE AMERICAN RESCUE PLAN**  
**ACT OF 2021**  
**OFFERED BY MS. HERRELL OF NEW MEXICO**

Page 305, after line 25, insert the following:

1 **SEC. 5002. DISTRIBUTION OF CERTAIN CORONAVIRUS RE-**  
2 **LIEF FUNDS TO UNITS OF LOCAL GOVERN-**  
3 **MENT.**

4 Section 601 of the Social Security Act (42 U.S.C.  
5 5801) is amended—

6 (1) in subsection (b)(2), by striking “(e)” and  
7 inserting “(f)”; and

8 (2) by redesignating subsections (e) through (g)  
9 as subsections (f) through (h), respectively, and in-  
10 sserting after subsection (d) the following:

11 “(e) DISTRIBUTION OF FUNDS TO UNITS OF LOCAL  
12 GOVERNMENT.—

13 “(1) Each State or locality who directly re-  
14 ceived funds provided under a payment made under  
15 this section before January 1, 2021, shall distribute  
16 in a fair and equitable manner not less than 25 per-  
17 cent of any such funds that have not been expended

1 to units of local government within the State or lo-  
2 cality.”.

