Bond Case Briefs

Municipal Finance Law Since 1971

State And Local Governments Get Shot Of Stimulus.

Summary

- The recent passage of US President Joe Biden's $1.9 trillion COVID-19 relief package, "The American Rescue Plan Act of 2021," not only includes checks for individuals, but also allocates funds for state and local governments.
- The new relief package allots $195.3 billion for states, territories and tribal governments, and $130.2 billion for cities and counties.
- How this stimulus will impact the municipal bond market is an important question.
- We caution that this sort of blank spending check comes with a potential moral hazard, so good governance at the state and local level will be paramount in terms of allocating these funds judiciously, in our view.

Continue reading.

Seeking Alpha

Apr. 10, 2021

Copyright © 2026 Bond Case Briefs | bondcasebriefs.com