

## Why did my ARPA grant get terminated?

The Department is undergoing a review of the uses of American Rescue Plan Act (ARPA) funding to confirm that the use of these funds is done in the most efficient manner that achieves the stated objectives of ARPA . These actions align with agency, administrative and funding priorities.

## Did all states have their ARPA grants terminated?

Yes. All states with an active ARPA-funded UI grant(s) as of May 22, 2025, received this same notification. Closeout instructions will be provided by DOL-ETA to your award's Authorized Representative, via an email by a Closeout Specialist.

In the meantime, grant recipients should submit all questions to [ARPAgrants@dol.gov](mailto:ARPAgrants@dol.gov).

## Will there be additional funding opportunities?

Potentially, yes. As stated in the May 22, 2025 termination letter, after the Department completes its review, the Department may consider new funding opportunities to achieve ARPA objectives and Department priorities in line with ARPA. As soon as information is available, it will be promptly distributed.

## I have questions regarding my ARPA grant termination. Is there a point of contact for further guidance?

Yes. As stated in the May 22, 2025 Notice of Termination, your organization will receive a subsequent administrative grant amendment reflecting the termination, as well as instructions for the grant closeout process, which will be provided to your award's Authorized Representative via an email by a Closeout Specialist. If you have outstanding questions after reviewing these instructions, we request you send those questions in writing to [ARPAgrants@dol.gov](mailto:ARPAgrants@dol.gov) so we can identify the best resources to connect you with.

## GRANT CLOSEOUT FAQs

### What costs are allowable after termination?

Pursuant to 2 CFR 200.343, termination costs are allowable to the UI ARPA grant if (1) financial obligations incurred by the recipient and subrecipient prior to the due date of the final closeout reports and (2) would have been allowed if the Federal award was not terminated. Grant recipients must liquidate these obligations during the closeout period.

All costs charged to UI ARPA award, including termination costs, must meet the factors of allowability as outlined in 2 CFR 200.403.

### What is the timeframe during which termination costs can be incurred?

All closeout documentation including the Final ETA-9130 should be submitted within 120 calendar days after the period of performance end date of 5/22/25.

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**Can we continue to liquidate expenditures that were obligated before termination?**

Yes. You may continue to liquidate expenditures that were obligated before the grant termination date as long as: (1) The obligations were incurred prior to the grant's termination date; (2) the liquidation occurs within the closeout period, which is within 120 days after the termination date, September 19, 2025 (2 CFR 200.344(c)).

**We pre-paid our vendor in part/in full. Do we terminate the contract and request a prorated refund?**

Yes, terminate the contract and request a prorated refund. States should terminate the contract as soon as possible and must make efforts to recover unused subscription costs as well as any other unused costs for the application to go-live. If the state is unable to recover these costs, these costs may be charged to the grant and must be liquidated during the closeout period.

All costs charged to UI ARPA award, including termination costs, must meet the factors of allowability as outline in 2 CFR 200.403.

**Does the termination of the ARPA grants also terminate the National ID Verification Offering (NIDVO)?**

No. Transaction costs are currently being covered by the Department outside the scope of the grants that were terminated May 22, 2025.

**Is DOL still committed to the NIDVO/USPS in-person identity verification initiative?**

Yes.

**Does the termination of this grant alter ID verification compliance requirements?**

No, the Social Security Act requires that states verify an individual's identity to ensure that the individual filing the claim is the owner of the name and SSN used when establishing eligibility.

Transaction costs for the National ID Verification Offering (NIDVO) are currently being covered by the Department outside the scope of the grants that were terminated May 22, 2025.