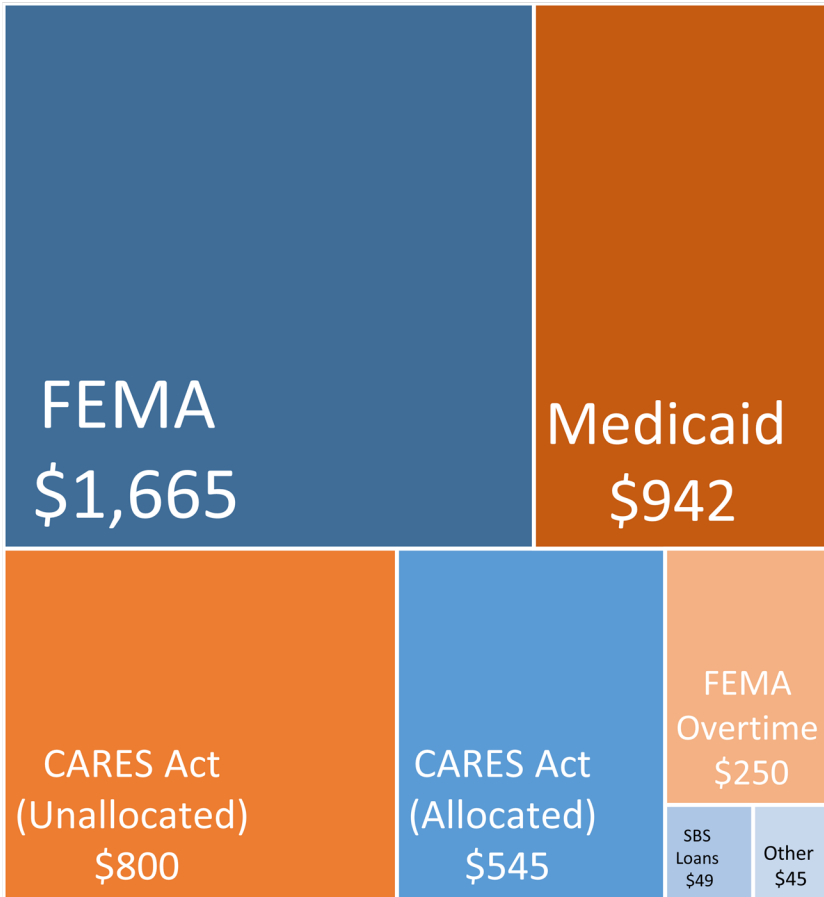




# Federal Aid for COVID-19: \$4.3B

## Executive Financial Plan Fact Sheet

### Federal Aid by Source: FY20 & FY21



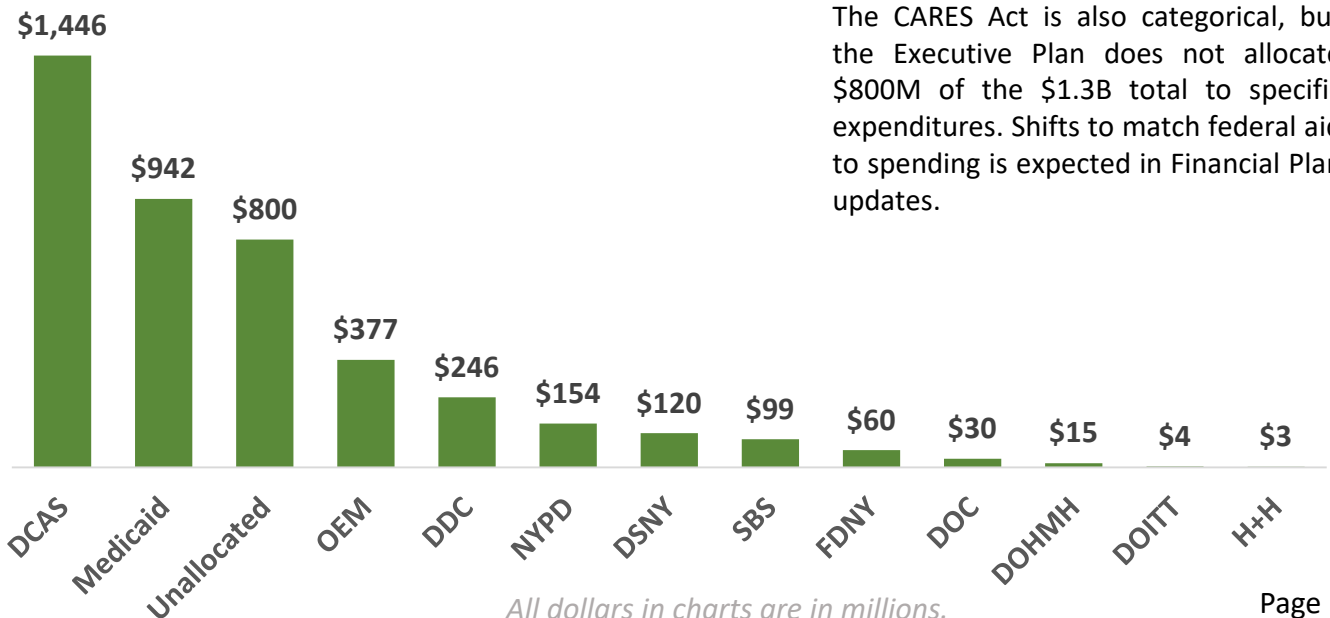
All \$4.3B in federal COVID-19 related aid in the City's budget is categorical. However, nearly \$2B of these aids (in orange) are allocated in a way that provides general budgetary relief. These federal resources are applied to expenditures that already existed in the City's budget and replace previously paid City tax-levy dollars. All COVID-19 relief funding is in FY20, except \$444M of the Medicaid which is in FY21.

Much of this general budget relief comes from the FMAP increase included in the Families First Act. The increased federal share of prior Medicaid costs (\$498 million) acts as truly unrestricted funds since those costs were previously covered by City funds. The remaining \$444M reduces City Medicaid spending in FY21.

Most of the FEMA aid unlocked by the March 13 Federal Emergency Declaration is used to cover new costs, but \$250M replaces previously budgeted, City-funded overtime at uniform agencies, thereby providing some general budgetary relief.

The CARES Act is also categorical, but the Executive Plan does not allocate \$800M of the \$1.3B total to specific expenditures. Shifts to match federal aid to spending is expected in Financial Plan updates.

### Federal Aid by Agency or Program: FY20 & FY21



All dollars in charts are in millions.

# Timeline of Federal Stimulus Actions

## Phase 1

### Coronavirus Preparedness & Response Supplemental Appropriations Act

March 6

#### CDC & Local Funding

\$8.3B to fight the virus & \$1B for local efforts

### National Emergency Declaration

March 13

#### Unlocked FEMA Funds

Reimburses States & Localities for 75% of crisis costs, 25% to be covered by State or locality

#### Unlocked Small Business Loans

Emergency low-interest loan fund opened for small businesses

## Phase 2

### Families First Coronavirus Response Act

March 18

#### Paid Sick Leave

specific to COVID-19 & refundable tax credits to reimburse small & medium businesses for associated costs

#### Unemployment

State insurance programs bolstered by \$1B in additional funds

#### Federal Medicaid (FMAP)

Reimbursement rate increased which reduced local Medicaid costs, thereby providing unrestricted support to States & localities

## Phase 3

### Coronavirus Aid, Relief, and Economic Security (CARES) Act

March 27

#### Small Business Support

\$349B in loans forgiven if the business keeps all employees for 2 months (Paycheck Protection Program, or PPP). Generally limited to businesses w/ less than 500 employees.

#### Support for Individuals

\$1,200 payments to certain individuals, \$500 for each dependent child & temporary additional unemployment of \$600 per week

#### Funds for State & Local

\$150B to support COVID expenses, \$30B for Education support, additional FEMA funds, \$25B for transit, \$100B for provider relief, and adds to Nat'l guard & CDC

#### Muni Bonds

\$500B fund to allow US Treasury to purchase state & local bonds, and business bonds & other instruments to cover COVID-19 losses.

## Phase 3.5

### Paycheck Protection Program & Health Care Enhancement Act

April 24

#### Small Business Support

Additional \$310B for small business loans, with dedicated amounts for community lenders, add'l funds for SBA emergency loan programs and grants

#### Clarifies CARES Act

Provide guidance on reimbursement requirements of CARES Act funds for States & localities

## Phase 4

### Possible Future Federal Actions

TBD

#### Negotiations Ongoing

Talk has centered around revenue support for States & localities, funds for essential workers, and liability protection for businesses