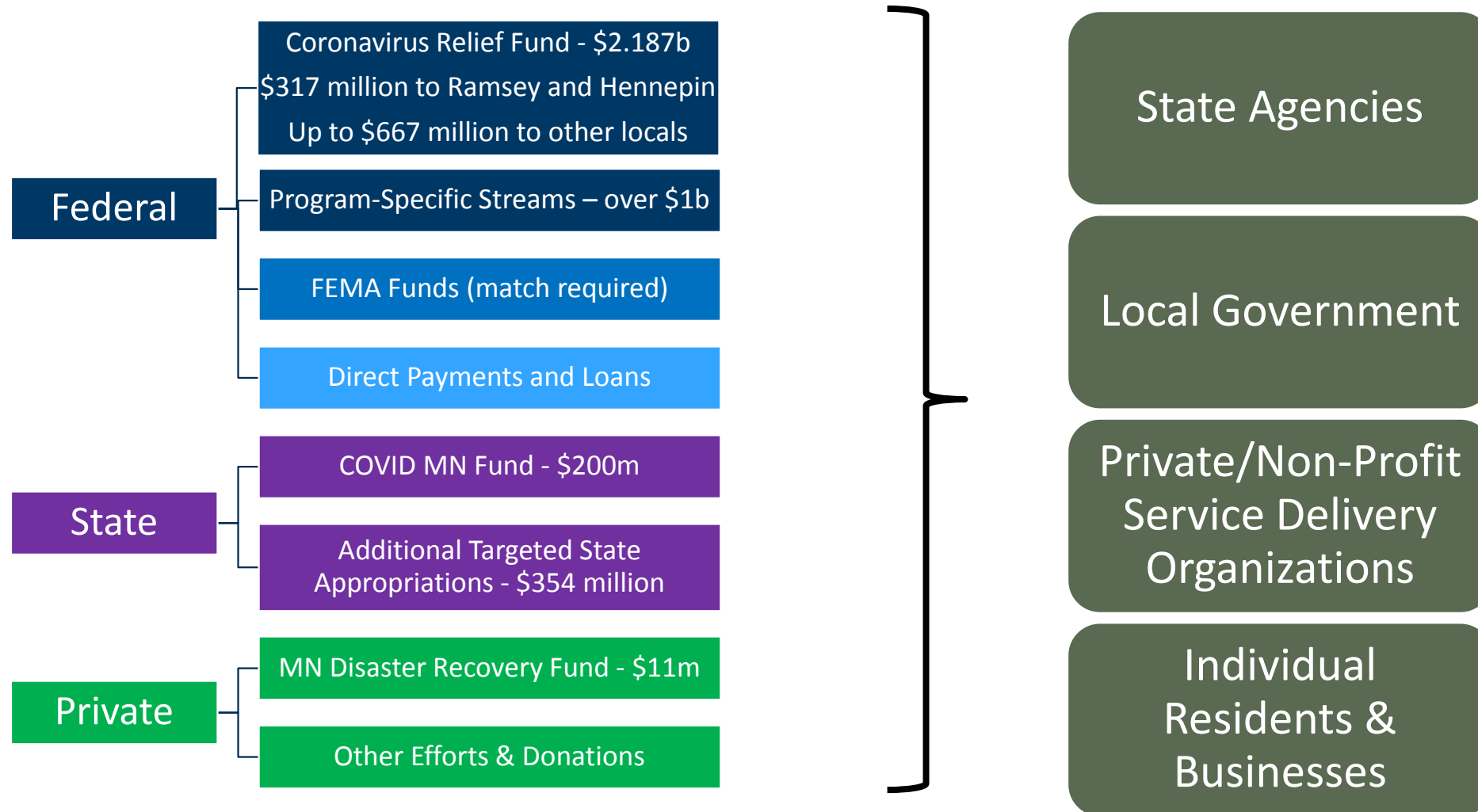




## COVID-19 Funding Overview

Legislative Briefing 5/6/20

# Minnesota Funding Resources to Combat COVID-19



# State Resources for COVID Response

\$ in millions		Total	Spent/ Encumbered	Unspent/ Unallocated
		Appropriated		
<b>COVID-19 Minnesota Fund</b>		<b>\$200</b>	<b>\$100</b>	<b>\$100</b>
Health Care Response Fund		\$150	\$0	\$150
Public Health Contingency Account		\$76	\$72	\$4
<b>General</b>		<b>\$98</b>	<b>\$78</b>	<b>\$20</b>
<i>Small Business Loan Guarantee Program</i>		<i>\$10</i>	<i>\$0</i>	<i>\$10</i>
<i>Tribal Nations Grants</i>		<i>\$11</i>	<i>\$11</i>	<i>\$0</i>
<i>Peacetime Emergency Child Care Grants</i>		<i>\$30</i>	<i>\$30</i>	<i>\$0</i>
<i>Food Shelf Programs</i>		<i>\$9</i>	<i>\$9</i>	<i>\$0</i>
<i>Housing Support</i>		<i>\$6</i>	<i>\$2</i>	<i>\$4</i>
<i>Emergency Services Grants - Shelter</i>		<i>\$15</i>	<i>\$15</i>	<i>\$0</i>
<i>Emergency Services Grant - PPE and Supplies</i>		<i>\$5</i>	<i>\$5</i>	<i>\$0</i>
<i>Emergency Services Grants - Staffing</i>		<i>\$6</i>	<i>\$6</i>	<i>\$0</i>
<i>Military Veterans COVID-19 Response Assistance</i>		<i>\$6</i>	<i>\$0.3</i>	<i>\$6</i>
DEED Small Business Loan Program		\$30	\$30	\$0
<b>Total</b>		<b>\$554</b>	<b>\$280</b>	<b>\$274</b>

# COVID MN Fund Details

## COVID MN Fund - \$200 million

- Allocated to date – \$125.6 million
- Spent/Encumbered to date – \$99.6 million
- Remaining Unspent - \$100.3 million (\$12.5 million of the amount allocated for PPE remains unspent)

### Allocations include:

- Ventilators and Bi-Pap machines - \$13.7 million
- Personal Protective Equipment and Medical Supplies - \$60.5 million
- Testing contracts with U of M and Mayo - \$36 million
- Operating support for COVID response at DOC - \$2.2 million
- Preparation of Community Alternate Care Site in Roseville - \$1.8 million
- Animal Carcass Disposal - \$10.95 million

**Legislative reports issued on April 15 and April 30. Any money in the fund that remains unobligated on May 11, 2020, cancels to the general fund.**

# Federal Funds Approved by LAC

## LAC Requests from April 25th

<b>Federal Funding by Agency</b>		
\$ in 000s		
	<b>FY 2020</b>	<b>FY 2021</b>
<b>DHS</b>	<b>1,756</b>	<b>2,195</b>
Older Americans Act Title III - Congregate Meals	878	439
Older Americans Act Title III - Home Delivered Meals	878	1,756
<b>MDH</b>	<b>9,901</b>	<b>0</b>
Emerging Infection Program (EIP)	2,650	
Small Rural Hospital Program (SHIP)	7,251	
<b>MNDOT</b>	<b>90,000</b>	<b>125,000</b>
Grants in aid to airports	80,000	80,000
FTA Nonurbanized Formula	10,000	45,000
<b>Grand Total</b>	<b>101,657</b>	<b>127,195</b>

<b>Federal Authorizations</b>
Coronavirus preparedness and response (H.R. 6074)
Families First Coronavirus Response Act (HR 6201)
The Coronavirus Aid, Relief, and Economic Security [CARES] Act (HR 748)
National Emergency declared under the Stafford Act
National Emergency Declaration

Two additional grants from the CDC were approved earlier in session through the 10-day LAC process for the public health response at MDH totaling \$21.213 million.

# Additional Federal Funding for State Government

<b>Federal Funding by Agency</b>	<b>\$ in 000s</b>
<b>Arts Bd</b>	<b>464</b>
Arts grants	464
<b>Commerce</b>	<b>8,895</b>
Low Income Home Energy Assistance Program (LIHEAP)	8,895
<b>DEED</b>	<b>46,928</b>
Community Development Block Grant	11,218
Unemployment insurance (UI)	35,710
<b>DHS</b>	<b>96,219</b>
Child Welfare Services	713
Childcare and Development Block Grant Program	48,146
Community Services Block Grant	11,871
Congregate Meals and Home Delivered Meals	7,903
Emergency Food and Shelter Program	2,099
Family caregivers	1,612
Family Violence Prevention and Services formula grants	493
Homeless Assistance Grants - state	7,590
The Emergency Food Assistance Program (TEFAP)	10,961
Protection of Vulnerable Older Americans	329
Centers for Independent Living	1,209
Supportive Services	3,293

<b>DPS</b>	<b>14,915</b>
Emergency Management Performance Grants	1,770
FEMA Disaster Relief	5,000
Edward Byrne Justice Assistance Grants - State	8,145
<b>MDE</b>	<b>300,910</b>
Libraries Funding	510
Child Nutrition	160,263
Elementary and Secondary Education formula funding	140,137
<b>MDE/OHE</b>	<b>43,427</b>
Education Relief Fund	43,427
<b>MDH</b>	<b>8,503</b>
WIC	6,929
Telehealth Resource Centers	829
Ryan White HIV/AIDS - Parts A, B, C, D, F	745
<b>Met Council</b>	<b>226,481</b>
Urbanized Area Formula Grants (Good Repair + High Density) - State	226,481
<b>MHFA</b>	<b>16,037</b>
Project-Based Rental Assistance	16,000
Housing Opportunities for Persons with AIDS - state	37
<b>Minn State</b>	<b>93,361</b>
Higher Ed funding	93,361
<b>MNDOT</b>	<b>1,000</b>
Grants in aid to airports	1,000
<b>OSS</b>	<b>6,931</b>
Election security grants	6,931
<b>U of M</b>	<b>35,547</b>
Higher Ed funding	35,547
<b>Grand Total</b>	<b>899,618</b>

# Federal Funds Allocated to Locals, Small Businesses and Individuals

<b>Local</b>	<b>13,902,397</b>
Community Development Block Grant	20,123
Poison Control Centers	109
Head Start	9,578
Provider Relief Funds	472,206
Community Health Centers	13,431
Housing Opportunities for Persons with AIDS - local	252
Public Housing Operating Fund	8,190
Tenant-Based Rental Assistance	9,729
Manufacturing Extension Partnership	1,226
Emergency Solutions Grants (ESG) Local	8,147
Edward Byrne Justice Assistance Grants (Byrne-JAG) - Local	3,652
Paycheck Protection Program	9,014,060
Hospital Preparedness Program and Response Activities - to MN Hospital Association	1,005
Urbanized Area Formula Grants (Good Repair + High Density) - Local	27,288
Coronavirus relief fund (CRF) - local	317,000
Economic Injury Disaster Loans	128,717
Economic Injury Disaster Loans Advance	67,684
Stimulus payments	3,800,000

\*This list is not comprehensive – but represents where MN specific data is available

# Coronavirus Relief Fund (CRF)

## **Total allocation for Minnesota - \$2.187 billion**

State of Minnesota received - \$1.87 billion

Hennepin and Ramsey County received - \$317 million

- Minnesota can determine how much will be passed through to other local units of government. The CARES Act language suggested up to 45% may go to locals
- If we pass the full 45% to locals that would leave \$1.2 billion at the state level and provide an additional \$667 million for locals

## **The funds can be used for response to the COVID pandemic for broad purposes, including:**

- Medical expenses
- Public health expenses
- Payroll expenses (due to COVID),
- Expenses of actions to facilitate compliance with COVID related public health measures
- Expenses associated with the provision of economic support in connection with the COVID-19 public health emergency



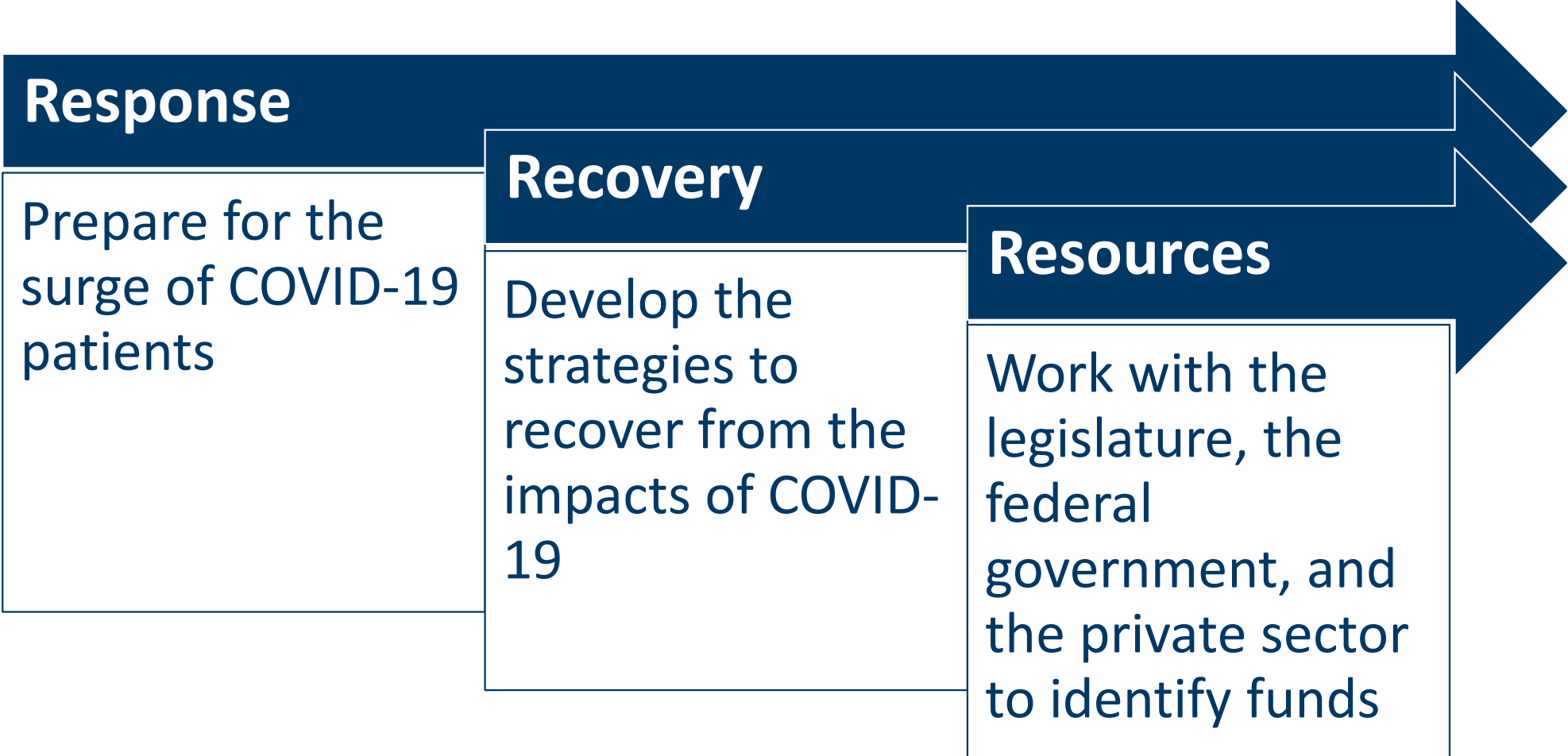
- FEMA provides funding for COVID-19 response through the Disaster Relief Fund (DRF) to eligible applicants:
  - State government
  - Local governments
  - Tribes
  - Private non-profits
- Examples of eligible expenditures (not exhaustive):
  - Management and response to immediate threats to public health and safety (i.e., SEOC)
  - Emergency medical care, supplies, and equipment
  - Transport of supplies and persons
  - Medical sheltering (if pre-approved by FEMA)
- Funds are provided on a reimbursement basis. The state must identify a funding source to cash flow initial expenditures. The DRF will reimburse 75% of eligible costs.
- Under current law, the Disaster Assistance Contingency Account (DACA) funds the 25% nonfederal share for the state and local governments
  - The current \$30 million DACA balance is expected to cover natural disasters (storms, flooding) for the next 12-18 months.

# Governor's Proposed Investments

(represents total proposed investments not yet funded through legislative action)

Agency	Proposal	Fund	FY20-21
DHS	Emergency Assistance for Minnesota Family Investment Program (MFIP) Families	General	560
		TANF	13,852
	Temporarily Increase Housing Support Rates by 15% (Partially funded in CH 71)	General	970
MDA	Good Food Access Program	General	2,000
	Second Harvest Milk Grant & Farm to Food Shelf Program (Partially funded in CH 73)	General	750
	Supporting Minnesota Farmers and Processors	General	250
MHFA	Family Homelessness Prevention and Assistance Program	General	10,000
PELSB	Conditional Teacher Licensing	General	59
MN Zoo	Sustaining the Zoo During the Pandemic	General	6,000
	Remaining COVID-19 Response Proposals	General	20,589
		Other Funds	18,718
		Total	39,307
	Remaining Supplemental Recommendations	General	203,640
	General Fund Cost of Bonding Proposal	General	89,178
\$ in thousands	<b>Total Remaining General Fund Recommendations</b>		<b>313,407</b>

# Organizing COVID-19 Work



- We have work groups working around the clock on how we respond to COVID-19:
  1. **Health Care Surge:** Partnering with hospitals to assess needs, build out beds in hospitals and at other sites, and support the workforce.
  2. **Supplies:** Commissioner Roberts-Davis and her team are working to buy the ventilators and supplies we need, in partnership with the private sector.
  3. **Testing:** Implementing the historic agreement with Mayo/U of MN to expand testing, contact tracing and use other strategies to track the virus.
  4. **Education & Childcare:** Manage distance learning and provide care for the kids of workers in critical sectors.

- We are also working on long-term planning and recovery:
  1. **At Risk Populations:** Work with partners on how we can support those most vulnerable to COVID-19.
  2. **Food:** Ensure the people of Minnesota, especially those most in need, have food to eat.
  3. **Economic Security/Safe Reopening:** Plan for how we can go back to work while maintaining social distance, and with the federal government, provide support to people and businesses to help weather the COVID-19 storm.
    - a. **Social Distancing:** Examining and developing tools and recommendations for how to social distance effectively in the workplace and beyond.
  4. **Community Resiliency:** Work in partnership with Tribal Nations and communities of color to support these communities who have been disproportionately impacted by COVID-19.

- Working with the legislature and federal government, manage the state and federal funds available to respond to and recover from COVID-19.
- Ensure that funds are available quickly to buy the supplies that we need.
- Manage the funds transparently, in partnership with the legislature.