

COVID-19 Funding



State Budget Committee

April 15, 2021

Federal Legislative Actions

- CARES - 1**
 - March 6 – Coronavirus Preparedness and Response Supplemental Appropriations Act
 - March 18 – Families First Coronavirus Response Act
 - March 27 – Coronavirus Aid, Relief, and Economic Security (CARES) Act
 - April 24 – Paycheck Protection Program and Health Care Enhancement Act
- CARES - 2**
 - Dec. 27 – Coronavirus Response and Relief Supplemental Appropriations Act
- CARES - 3**
 - March 11 – American Rescue Plan Act

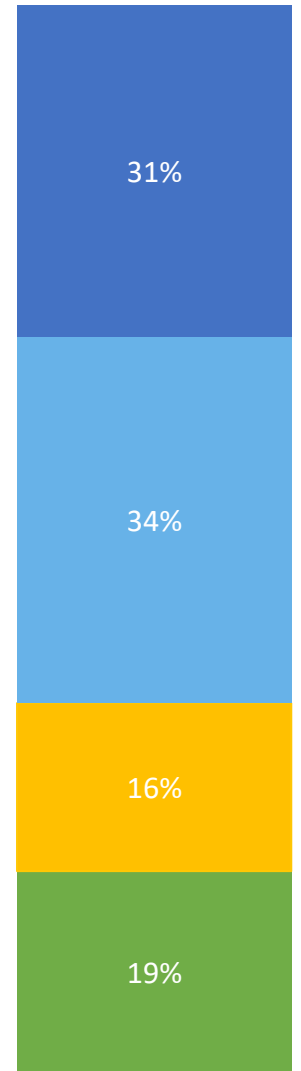


CARES – 1

Major Program Areas

Coronavirus Relief Fund, \$2.4 billion

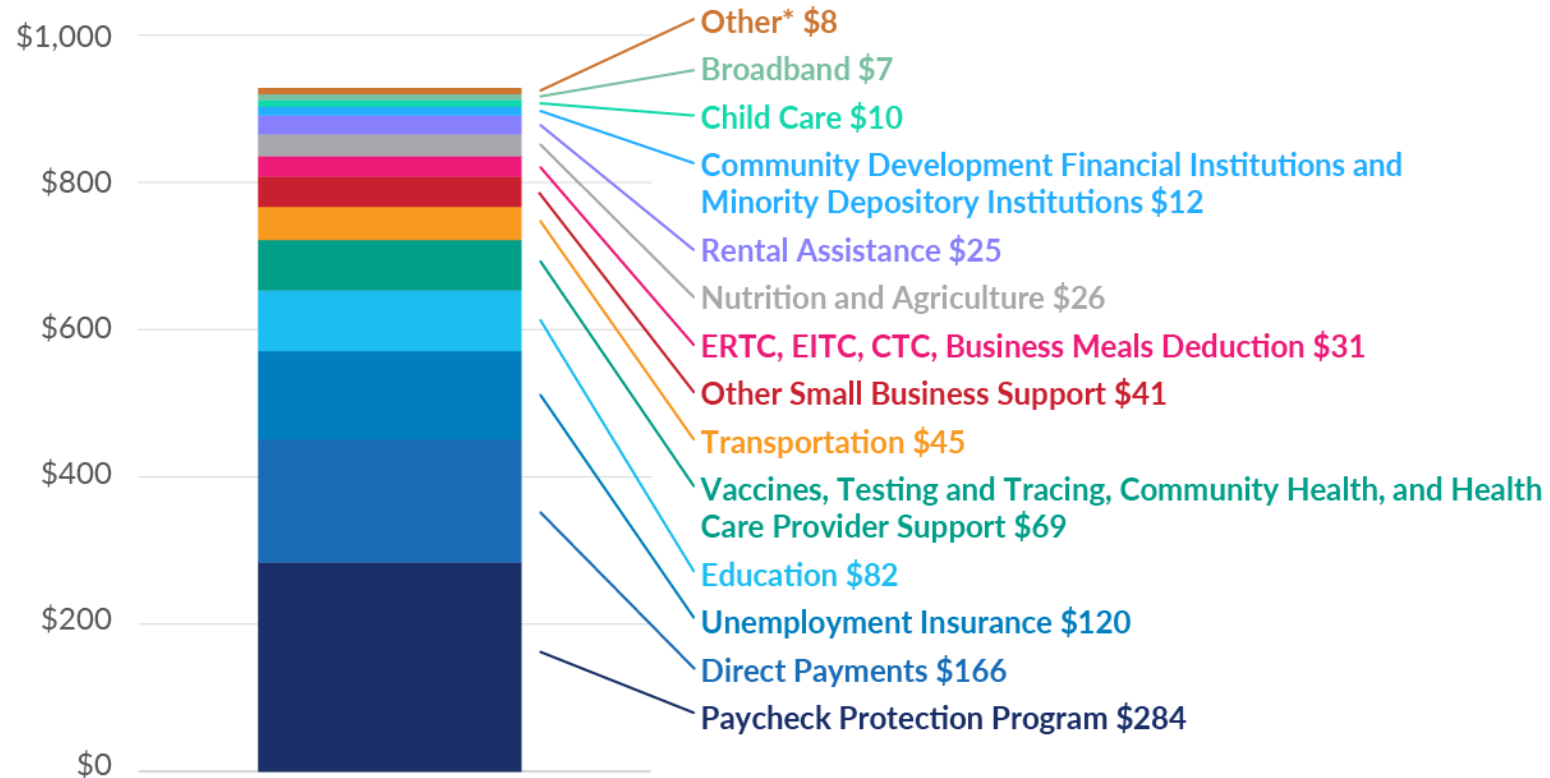
- Public Health Response – \$757 million →
- Economic and Business Relief – \$839 million →
- Local Government, Community & Individual Assistance – \$384 million →
- Direct Expense Recovery – \$462 million →



CARES – 2

What's in the second round of coronavirus-related relief?

Topline summary of relief in billions of dollars



*Other includes extension of CARES Act above-the-line charitable deduction and employer-paid student loan exclusion; Families First Paid Leave Tax Credit extension.

Source: COVID-19 Emergency Relief Package - Topline Summary of New Agreement and Joint Committee on Taxation, Estimated Budget Effects of the Revenue Provisions Contained in Rules Committee Print 116-68, The "Consolidated Appropriations Act, 2021"

CARES – 2

Coronavirus Response and Relief Supplemental Appropriations

| Education | |
|-------------------------------|---------------|
| School corps (formula): | \$800 million |
| Dept of Ed: | \$89 million |
| Dept of Ed (similar to GEER): | \$26 million |
| Non-Public schools: | \$81 million |
| Higher Ed (direct): | \$409 million |

| Healthcare | |
|------------------|---------------|
| Vaccine Support: | \$61 million |
| Testing: | \$387 million |

| Mental Health | |
|------------------------|--------------|
| Mental Health Grant: | \$29 million |
| Substance Abuse Grant: | \$30 million |

| Transportation | |
|-----------------------------|---------------|
| Airport Improvement Grants: | \$39 million |
| Surface Transportation: | \$236 million |

| Housing | |
|---|---------------|
| Emergency Rental Assistance: | \$448 million |
| Directly certified to administer separately: | |
| - Lake, St. Joe, Elkhart, and Hamilton Counties | |
| - City of Fort Wayne and Indianapolis | |

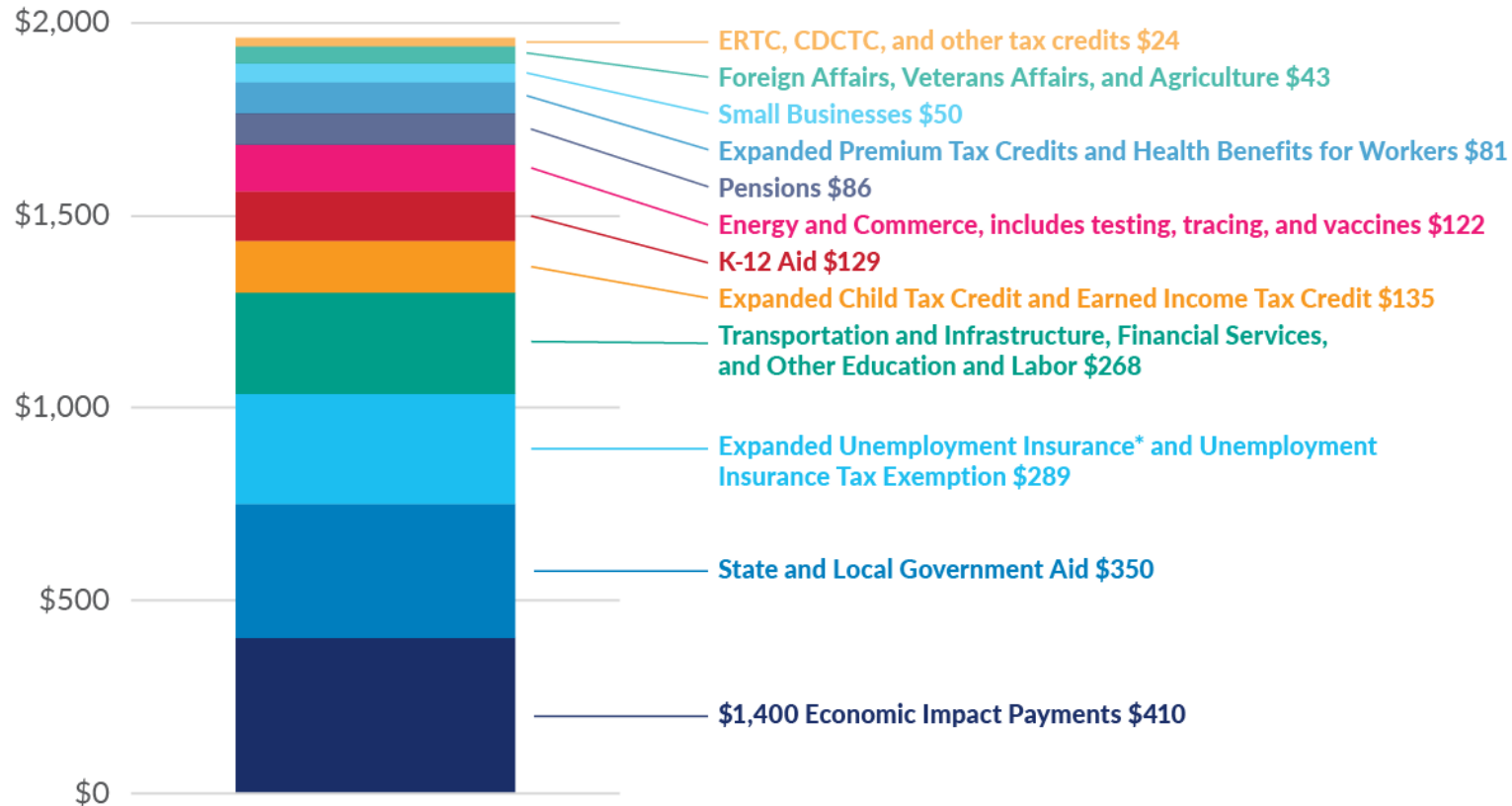
| Human Services | |
|-------------------------------|---------------|
| Child Care Development Grant: | \$225 million |



CARES – 3

What's in the \$1.9 Trillion American Rescue Plan Act?

Topline summary of relief in Billions of Dollars



Note: *Subject to change pending estimate of Senate version of unemployment insurance expansion.

Source: Joint Committee on Taxation and Committee for a Responsible Federal Budget

CARES – 3

Major Program Areas

| Health and Human Services – FSSA, ISDH | Health and Human Services – FSSA, ISDH, IHCDA |
|---|--|
| Child Care and Development Block Grant | Substance Abuse Block Grant |
| Child Care Stabilization Grants | Grants to States, Localities, Tribes for Testing |
| Child Care Entitlement to States (Increase in Matching Portion) | Grants to States, Localities, Tribes for Vaccines |
| Head Start | State Nursing Home Strike Teams |
| Low Income Home Energy Assistance Program | Low-Income Household Drinking Water and Wastewater Energy Assistance |
| Community-Based Child Abuse Prevention | Family Violence Prevention and Services |
| Child Abuse State Grants | Elder Justice Programs |
| Supportive Services | Home and Community-Based supportive Services |
| Congregate and Home Delivered Meals | |
| Preventive Services | |
| Family Caregiver | |
| Title VII Long-Term Care Ombudsman | |
| Mental Health Block Grant | |

Summarized from various sources. Awards not executed.



CARES – 3

Major Program Areas

Education – DOE, Direct

Education Stabilization Fund

Non-Public Schools

Higher Education

Homeland Security -- IDHS

Emergency Management Performance Grants

Emergency Food and Shelter Program

Institute of Museum and Library Services

Agriculture – FSSA, ISDH

WIC Program Modernization

Supplemental Nutrition Assistance Program (SNAP) 3-year
State Administrative Expense grants

Transportation – INDOT

Transit Infrastructure Grants

Grants-in-aid to Airports

Other – Arts Commission, State Library

National Endowment for the Arts - State Arts Agencies

National Endowment for the Humanities - State Councils

Institute of Museum and Library Services

Treasury – State Budget Agency, IHCD, IEDC

State Fiscal Relief Fund

Capital Projects Fund

Emergency Rental Assistance

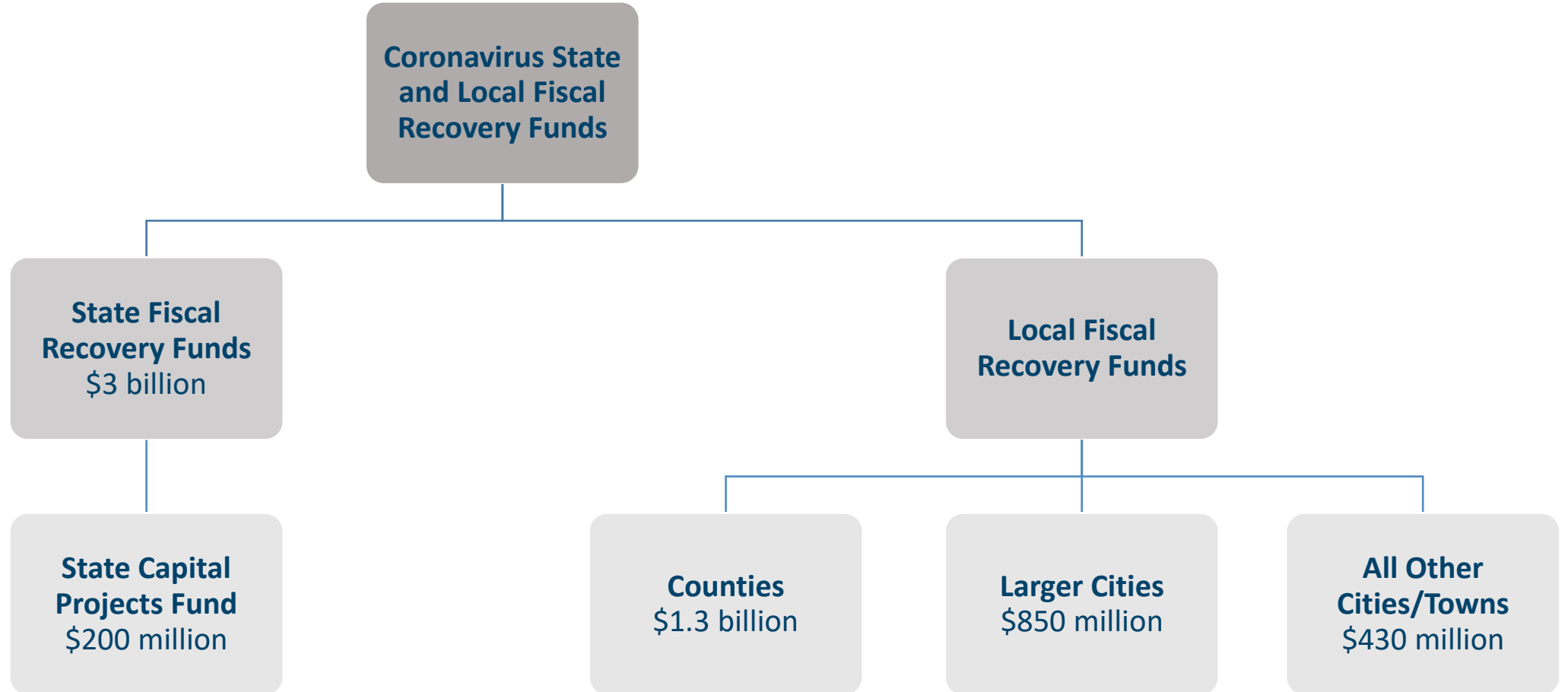
Homeowner Assistance

State Small Business Credit Initiative

Summarized from various sources. Awards not executed.



Fiscal Recovery Funds



Amounts are preliminary estimates.

State Fiscal Recovery Fund

- Certification to US Treasury (UST) required to receive funds.
- Payment not later than 60 days after certification by state to UST
- UST Secretary may withhold 50% of fund for up to 12 months
- Funds available through December 31, 2024 spanning 3 ½ fiscal years (overlapping 2 biennia)

State Fiscal Recovery Fund

- Eligible Uses:
 - Government services to the extent of reduced revenue
 - Respond to public health emergency or its negative impacts including assistance to households, small businesses, and nonprofits, or aid to impact industries such as tourism, travel, and hospitality
 - Respond to workers performing essential work during public health emergency by providing premium pay
 - Necessary investments in water, sewer, or broadband infrastructure
- Prohibited Uses:
 - Deposit to pension funds
 - Offsetting reduction in net tax revenue resulting from change in law, regulation interpretation during the covered period (March 3, 2021 until funds expended or returned)
- Both eligible and prohibited uses will be influenced by forthcoming guidance from UST

Capital Projects Fund

- Critical capital projects directly enabling work, education, and health monitoring, include remote options, in response to public health emergency and COVID.
- Process to apply to be established within 60 days of enactment

Local Fiscal Recovery Fund

- Eligible entities:
 - Counties
 - Larger cities
 - Other cities and Towns
- Similar uses and restrictions as state
- Distributions
 - Direct – counties and larger cities
 - Pass-through state – other cities and towns
 - Paid in two installments – within 60 days of enactment and one year later