



CITY MANAGER'S WEEKLY REPORT

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CITY OF
Raleigh
MANAGER'S
OFFICE

Issue 2020-14

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City Offices Closed in Observance of Good Friday

Although City buildings and facilities have been closed to the public due to the COVID-19 public health crises, reminder that administrative functions of the City will be **closed** on **Friday, April 10** in observance of the **Good Friday** holiday.

INFORMATION:

Coronavirus and COVID-19 - City Response Ongoing

Staff Resource: Derrick Remer, Office of Emergency Management, 996-2200, derrick.remer@raleighnc.gov

Staff will continue to provide information and updates regarding the ongoing public health and safety situation to the City Council as necessary. The City's COVID-19 Executive Team continues to convene on a daily basis to coordinate various City efforts and assist partner agencies and jurisdictions as needed.

(No attachment)

Additional Community Development Block Grant Allocation

Staff Resource: Larry Jarvis, Housing & Neighborhoods, 996-4330, larry.jarvis@raleighnc.gov

On March 27 the *Coronavirus Aid, Relief, and Economic Security Act* (CARES Act) was signed into law. A summary of the major provisions of the CARES Act, prepared by the National Community Development Association, is included with the *Weekly Report* materials.

As a HUD entitlement community, the City of Raleigh has been allocated an additional \$1,878,051 in Community Development Block Grant (CDBG-CV) funds and an additional \$950,338 in Emergency Solutions Grant (ESG) to help address the many and varied impacts of the COVID-19 pandemic. The official award letter for the CDBG-CV funds was issued April 2.

HUD is moving quickly to develop guidance in the preparation of plans for the use of the funds in addressing local needs and priorities. Local plans must be submitted to and approved by HUD. Staff will provide additional information to the City Council as HUD guidance is received.

(Attachments)

Weekly Digest of Special Events

Staff Resource: Derrick Remer, Special Events Office, 996-2200, derrick.remer@raleighnc.gov

All Special Events cancelled thru April 15.

(No attachment)

Council Member Follow Up Items

General Follow Up Item

CAMPO Transportation Project Prioritization Process – Response to Council Inquiry (Council Member Cox)

Staff Resource: Eric Lamb, RDOT, 996-2161, eric.lamb@raleighnc.gov

In the last *Weekly Report* (Issue 2020-13, April 3), staff informed Council that the Capital Area Metropolitan Planning Organization (CAMPO) is accepting submissions for new transportation projects to consider for funding as part of the North Carolina Department of Transportation (NCDOT) biennial strategic project prioritization for the statewide Transportation Improvement Program.

An inquiry was received regarding the projects submitted by City staff to CAMPO for consideration; to provide an overview of the process NCDOT converted the project evaluation process for the Transportation Improvement Program (TIP) several years ago as part of the 2013 Strategic Transportation Initiatives law. That system replaced the previous "Equity Formula" approach that NCDOT had used for distributing transportation funds across the state.

CAMPO staff have worked within the NCDOT Strategic Transportation Prioritization (SPOT) process to identify and submit projects that have the highest likelihood of obtaining funding. CAMPO staff attempts to calculate which projects will perform best under NCDOT's objective criteria for statewide, regional, and

divisional projects for roadways, bicycle & pedestrian, rail and transit projects. Candidate projects for consideration have originated from CAMPO staff, NCDOT staff, and staff from other member agencies within the MPO area. Visit this [website](#) to learn more about the SPOT process.

Once the initial list of candidate projects is finalized by the CAMPO Executive Board, NCDOT will then analyze, score and rank each project and provide those results to CAMPO. There will be a second round of consideration for these projects once that additional draft evaluation information is received from NCDOT.

Listed below is a breakdown of the projects that staff has offered to CAMPO for consideration during this round of SPOT development:

Roadway Projects

- Capital Blvd. North Corridor Plan Improvements (I-440 to US 401)
- Capital Blvd. North Corridor Plan Improvements (US 401 to I-540)
- New Bern Avenue/I-440 Interchange Improvements

Bicycle and Pedestrian Projects

- Downtown Raleigh Pedestrian Crossings
- Marsh Creek Greenway
- Turkey Creek Greenway
- Pigeon House Creek Greenway
- Lumley/Westgate Sidepath
- Marsh Creek Tributary A Greenway
- Kindley St - Fayetteville St Connector
- Atlantic Ave Greenway (Hodges to Highwoods)
- Brier Creek Loop Trail & Connector
- Blue Ridge Rd improvements
- Big Branch Greenway Trail
- Atlantic Ave Bikeway Improvements (Brookside to Hodges)
- Walnut Creek Greenway Trail
- Haresnipe Creek Greenway Trail
- Avent Ferry Rd bike lanes
- Durant Connector Multiuse Trail
- Trinity Rd Sidewalk
- Trenton Road Multi-Use Path
- Bridges Branch Trail
- McDowell St Shared-Use Path
- Shanta Drive Bikeway Connector
- Crabtree Creek Greenway/WakeMed Trail Connection

Rail Projects

- East Whitaker Mill Grade Separation at CSX Railroad

Transit Projects

- Vehicle Purchases for New Bus Rapid Transit Service
- East Raleigh Transit Center
- Triangle Town Center Transit Center
- Crabtree Valley Mall Transit Center
- Midtown Transit Center
- Bundled Transit Centers
- Bundled Transfer Points through GoRaleigh System
- Shared GoRaleigh/GoWake Access Maintenance Facility
- Construction of Additional Bus Bays for GoRaleigh Bus Maintenance Facility

Another question raised concerned the possibility of extending the public comment period for this effort; CAMPO staff indicates that the schedule is being driven by the NCDOT input schedule for the SPOT process. The CAMPO executive board meets next week, and the chair has indicated the process will be proceeding as scheduled.

(No attachment)



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, DC 20410-7000

ASSISTANT SECRETARY FOR
COMMUNITY PLANNING AND DEVELOPMENT

April 2, 2020

The Honorable Mary-Ann Baldwin
Mayor of Raleigh
P.O. Box 590
Raleigh, NC 27602

Dear Mayor Baldwin:

I am pleased to inform you of special Emergency Solutions Grants (ESG) Program funds HUD is allocating to your jurisdiction in the amount of \$950,338, as authorized by the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), Public Law 116-136. These special ESG-CV funds are to be used to prevent, prepare for, and respond to the coronavirus pandemic (COVID-19) among individuals and families who are homeless or receiving homeless assistance; and to support additional homeless assistance and homelessness prevention activities to mitigate the impacts of COVID-19.

President Trump signed the CARES Act on March 27, 2020 to help the Nation respond to the coronavirus outbreak. The CARES Act made available an additional \$4 billion in ESG-CV funds to supplement the Fiscal Year (FY) 2020 ESG funding provided under the Further Consolidated Appropriations Act, 2020 (Public Law 116-94). Of this amount, the Department is immediately allocating \$1 billion for ESG-CV grants based on the FY 2020 ESG formula. The rest of the funding for ESG-CV grants will be allocated directly to States or units of local government by a separate formula developed by the Secretary. Up to \$40 million of the additional funds will be set aside for technical assistance.

Given the immediate needs faced by our communities, the Department has announced the first allocation of funds, which are subject to the following flexibilities and conditions provided by the CARES Act:

- The funds may be used to cover or reimburse allowable costs incurred by a State or locality before the award of funding (including prior to the signing of the CARES Act) to prevent, prepare for, and respond to COVID-19;
- The funds are not subject to the spending cap on emergency shelter and outreach under 24 CFR 576.100(b)(1);
- Up to 10 percent of funds may be used for administrative costs, as opposed to 7.5 percent as provided by 24 CFR 576.108(a);
- The funds are exempt from the ESG match requirements, including 24 CFR 576.201;
- The funds are not subject to the consultation and citizen participation requirements that otherwise apply to the Emergency Solutions Grants, however each recipient must

publish how its allocation has and will be used, at a minimum, on the Internet at the appropriate Government web site or through other electronic media;

- The funds may be used to provide homelessness prevention assistance (as authorized under 24 CFR 576.103 or subsequent HUD notices) to any individual or family who does not have income higher than HUD's Very Low-Income Limit for the area and meets the criteria in paragraphs (1)(ii) and (1)(iii) of the "at risk of homelessness" definition in 24 CFR 576.3;
- That recipients may deviate from applicable procurement standards when using these funds to procure goods and services to prevent, prepare for, and respond to coronavirus, notwithstanding 24 CFR 576.407(f) and 2 CFR 200.317-200.326;
- While we encourage you to offer treatment and supportive services when necessary to assist vulnerable homeless populations, individuals and families experiencing homelessness must not be required to receive treatment or perform any other prerequisite activities as a condition for receiving shelter, housing, or other services for which these funds are used, notwithstanding 24 CFR 576.401(e).

In addition, the Act authorizes the Secretary to grant waivers of and specify alternative requirements for statutes and regulations the Secretary administers in connection with the use of ESG funds (except for requirements related to fair housing, nondiscrimination, labor standards, and the environment). These waivers and alternative requirements can be issued when necessary to expedite and facilitate the use of funds to prevent, prepare for, and respond to coronavirus.

The Department is developing a notice that will further lay out the CARES Act provisions and other waivers and requirements to enable swift implementation of additional ESG-CV grants. This notice and any subsequent notices of waivers and alternative requirements will be made available on HUD's website and distributed to grantees. The Department will also support grantees with technical assistance.

As your jurisdiction develops its plan to use these grant funds, HUD encourages approaches that prioritize the unique needs of persons experiencing homelessness and the development of partnerships between all levels of government and the private for-profit and non-profit sectors. Your jurisdiction should coordinate with State and local health authorities before undertaking any activity to support state or local pandemic response. HUD encourages you to share successes that may help other grantees. Like other supplemental funding, ESG-CV grants are subject to oversight and tracking, such as requirements to prevent the duplication of benefits. We look forward to working with you to prevent fraud, waste, and abuse and to document the impact of this program for beneficiaries.

Importantly, proper reporting in the Integrated Disbursement and Information System (IDIS) is critical to ensuring grantees are complying with program requirements and policies, providing demographic and income information about the persons who benefit from funded activities, and allowing HUD to monitor recipients. Your jurisdiction's ongoing attention is essential to ensuring complete and accurate reporting of performance measurement data.

HUD's Office of Community Planning and Development (CPD) is looking forward to working with your jurisdiction to successfully meet the urgent and complex challenges faced by our communities. If you or your staff has questions, please contact your local CPD Field Office Director or CPDQuestionsAnswered@hud.gov.

Sincerely,

A handwritten signature in black ink, appearing to read "John Gibbs", written in a cursive style.

John Gibbs
Acting Assistant Secretary
for Community Planning and Development
U.S. Department of Housing and Urban Development

National Community Development Association Analysis of the Coronavirus Aid, Relief, and Economic Security (CARES) Act

Department of Housing and Urban Development

Community Development Block Grant Program - \$5 billion

Use of Funds: prevent, prepare for and respond to the coronavirus

Distribution of Funds:

\$2 billion direct allocation to states and local governments through the regular program formula – 70% to entitlement communities and 30% to States (all grantees that received a CDBG allocation in FY20 will receive this funding). HUD must allocate the funds within 30 days of enactment of the bill.

\$1 billion to states based on a new formula (public health needs, risk of transmission of coronavirus, number of coronavirus cases compared to the national average, economic and housing market disruptions, and other factors determined by HUD). States will allocate the funds to entitlement/non entitlement communities. HUD must allocate the funds within 30 days of enactment of the bill.

\$2 billion to be allocated directly to states and local governments via a new formula to be developed by HUD (prioritizing risk of transmission of coronavirus, number of coronavirus cases compared to the national average, and economic and housing market disruption resulting from coronavirus). The funds will be used to cover or reimburse allowable costs incurred by a state or locality regardless of the date on which the costs were incurred. Allocations will be made on a rolling basis.

Provisions Related to the \$5 Billion CDBG Allocation

- Extends the deadline for submission of the FY19 and FY20 con plan/action plans. Due date is now **August 16, 2021**.
- Suspends the 15% cap on public services, including FY19 and FY20 CDBG funds
- 5-day public comment period
- Eliminates in-person public hearings, but allows virtual hearings
- Suspends in-person public hearings; allows grantees the option of holding virtual hearings.
- Allows HUD to waive further program requirements (except for requirements related to fair housing, nondiscrimination, labor standards, and the environment).

Emergency Solutions Grant Program - \$4 Billion

Use of Funds: prevent, prepare for, and respond to the coronavirus among individuals and families who are homeless or receiving homeless assistance and homelessness prevention activities. Funds may be used to cover or reimburse allowable costs incurred by states/local governments to prevent, prepare for, and respond to the coronavirus incurred prior to enactment of this measure.

Distribution of Funds:

\$2 billion allocated through the regular program formula to all grantees that received funding in FY20 HUD must allocate the funds within 30 days of enactment of the bill.

\$2 billion allocated to states and local governments to areas with the greatest need via a formula to be developed by HUD (risk of transmission of coronavirus, high numbers or rates of sheltered homeless, and economic and market conditions). Very low-income individuals and families (50% or less of AMI) at risk of homelessness are eligible for homelessness prevention assistance. HUD must allocate the funds within 90 days.

Provisions Related to the \$4 Billion ESG Allocation

- Allows recipients to deviate from regular procurement standards when procuring goods and services to prevent, prepare for, and respond to the coronavirus.
- Recipients can use up to 10 percent of the allocation for administrative purposes. In addition to the 10% for admin, these funds can be used to provide hazard pay, including for time worked prior to the date of this bill, for staff working directly to prevent, prepare for, and respond to coronavirus among the homeless or persons at risk of homelessness.
- The funds are not subject to the citizen participation requirements.
- No match requirement.
- No cap on emergency shelter activities.
- Funds can be used to provide temporary shelters (through leasing of existing property, temporary structures, or other means) to prevent, prepare for, and respond to the coronavirus.
- Environmental review standards will not apply to these funds.

Housing Opportunities for Persons with AIDS (HOPWA) - \$65 million

- \$50 million will be allocated according to the regular HOPWA funding formula
- Up to \$10 million may be used to provide one-time non-renewable awards to HOPWA Public Supportive Housing grantees originally funded with HOPWA competitive grants in FY2010 or earlier.
- Up to 2% (\$1.3 million) may be used for non-competitive increases of awards to existing HOPWA Technical Assistance providers.

Provisions Related to the \$65 Million HOPWA Allocation

- Housing payment assistance for rent, mortgage, or utilities payments to prevent the homelessness of the tenant or mortgagor of a dwelling may be provided for a period of up to 24 months instead of just 21 weeks.
- To protect persons who are living with HIV/AIDS, funds may be used to self-isolate, quarantine, or to provide other coronavirus infection control services for household members not living with HIV/AIDS.
- Funds may also be used to provide relocation services, including providing lodging at hotels, motels, or other locations, for persons living with HIV/AIDS and household members not living with HIV/AIDS.
- Allowable administrative costs have been increased from 3% to 6% for grantees and from 7% to 10% for project sponsors.

Tenant-Based Rental Assistance (TBRA) - \$1.25 billion

\$1.25 billion for **TBRA operating assistance to public housing agencies** to maintain normal operations and take other necessary actions during the period that the program is impacted by coronavirus.

- \$850 million for a combination of administrative costs, expenses to support and maintain the health and safety of assisted households, and to retain and support participating landlords.
- \$400 million to adjust renewal funding for voucher costs

Distribution of Funds: The funds will be distributed based on need, as determined by HUD.

Other Provisions:

- HUD can waive or set alternative requirements, for any statute or regulation (other than those related to fair housing, nondiscrimination, labor standards, and the environment).
- HUD may award unobligated TBRA funds from prior fiscal years for incremental TBRA.

Project-Based Rental Assistance - \$1 billion

\$1 Billion for to provide additional funds to owners or sponsors of properties receiving project-based assistance maintain normal operations and take other necessary actions during the period that the program is impacted by coronavirus.

HUD can waive or set alternative requirements, for any statute or regulation (other than those related to fair housing, nondiscrimination, labor standards, and the environment)

Public Housing - \$685 million

\$685 million for Public Housing Operating Fund to provide additional funds for public housing agencies to maintain normal operations and take other necessary actions during the period that the program is impacted by coronavirus.

Other Provisions:

- HUD can waive or set alternative requirements, for any statute or regulation (other than those related to fair housing, nondiscrimination, labor standards, and the environment).
- PHAs can combine capital and operating funds through December 31, 2020, including funds from past fiscal years, to respond to coronavirus. HUD may extend this flexibility in additional 12-month increments, if needed.

Housing for the Elderly (Section 202) Program - \$50 Million

\$50 million to provide additional assistance to owners or sponsors of Section 202 properties to maintain normal operations and take other necessary actions during the period that the program is impacted by the coronavirus.

- Up to \$10,000,000 shall be for service coordinators and the continuation of existing congregate service grants for residents of assisted housing projects.

Housing for the Elderly (Section 202) Program - \$15 Million

\$15 million for to provide additional assistance to owners or sponsors of Section 811 properties to maintain normal operations and take other necessary actions during the period that the program is impacted by COVID-19.

Foreclosure/Eviction Moratorium/Forbearance on Federally Back Mortgages

Single-Family mortgage foreclosure moratorium and forbearance

Provides for a moratorium on foreclosure of federally backed mortgage loans on 1-4 family properties for at least 60 days.

Allows borrowers facing financial hardship to request forbearance on payments on federally backed mortgages for up to 60 days. Borrowers may request extensions of the forbearance for up to four additional periods of 30 days each. This forbearance provision will be in effect for the earlier of the end of the COVID-19 state of emergency or December 31, 2020.

Multi-family mortgage foreclosure forbearance

Allows borrowers facing financial hardship to request forbearance on payments of federally backed mortgages for up to 30 days. Borrowers may request extensions of the forbearance for up to two additional periods of 30 days each. This forbearance provision will be in effect for the earlier of the end of the COVID-19 state of emergency or December 31, 2020.

Borrower may not evict or initiate eviction of tenants for non-payment during the forbearance period.

Temporary moratorium on eviction filings (HOME and HOPWA Projects Included)

In addition to prohibiting eviction of tenants in multifamily properties with federally backed mortgages during a forbearance period, there will be a general moratorium on the eviction of tenants in certain covered properties for non-payment of rent for 120 days after enactment of the Act. The covered properties include most federally assisted single and multi-family properties, including tax-credit projects and projects covered by the Violence against Women Act (VAWA). VAWA includes HOME and HOPWA assisted projects.

Coronavirus Relief Fund - \$150 Billion

Use of funds: The funds are to be used for COVID-19 related expenditures incurred by State, tribal or local governments between March 1, 2020 - December 31, 2020 that were not already covered by their existing budget.

Distribution of Funds:

\$150 billion is appropriated for allocation to states, tribal governments and local governments to pay for direct expenditures related to COVID-19.

- \$3 billion is set-aside for the District of Columbia, the Commonwealth of Puerto Rico, the United States Virgin Islands, Guam, the Commonwealth of the Northern Mariana Islands, and American Samoa
- \$8 billion is set-aside for tribal governments
- Each state will receive a pro-rata share of the remaining funds based on the state's population, but not less than a minimum allocation of \$1.25 billion.
- Allocates direct assistance to local governments with a population of 500,000 or more. The chief elected official must certify that the funds are being used for budget costs not accounted for in the most recent adopted budget, necessary expenditures incurred due to the COVID-19 and costs incurred between March 1, 2020 – December 31, 2020.
- Requires the Treasury to allocate the funds within 30 days.

CARES ACT ASSISTANCE BY FEDERAL DEPARTMENT/AGENCY

Department of Agriculture

- \$9.5 billion to provide support for agricultural producers impacted by coronavirus, including producers of specialty crops, producers that supply local food systems, including farmers markets, restaurants, and schools, and livestock producers, including dairy producers.
- \$8.8 billion for Child Nutrition Programs – National School Lunch and Breakfast Programs; Special Supplemental Nutrition Program for Women, Infants and Children; Child and Adult Care Food Program; and the Summer Food Service Program
- \$15.810 billion for the Supplemental Nutrition Assistance Program
- \$450 million for the Commodity Assistance Program for the emergency food assistance program.

Centers for Disease Control and Prevention

\$4.3 billion for CDC-wide activities and program support to prevent, prepare for, and respond to coronavirus. Not less than \$1.5 billion shall be for grants or cooperative agreements with States, localities, territories, tribes, tribal organizations, urban Indian health organizations, or health service providers to tribes, including to carry out surveillance, epidemiology, laboratory capacity, infection control, mitigation, communications, and other preparedness and response activities. Every grantee that received a Public Health Emergency Preparedness grant for fiscal year 2019 shall receive not less than 100 percent of that grant level.

Department of Commerce

Minority Business Development Agency

\$10 million to provide grants to Minority Business Centers and Minority Chambers of Commerce for the education, training, and advising of minority business enterprises on federal resources and business response to COVID-19 for small businesses. No matching funds are required.

Economic Development Administration

\$1.5 billion for the Economic Development Assistance Programs including for necessary expenses for responding to economic injury as a result of coronavirus, provided the funds are used for economic adjustment assistance

Manufacturing Extension Partnership (MEP)

\$50 million for distribution to the 51 MEP centers to assist manufacturers recover from the economic impacts of the coronavirus. Waives the match requirement.

Fishery Participants

\$300 million for Tribal, subsistence, commercial, and charter fishery participants affected by the novel coronavirus (COVID-19), which may include direct relief payments for economic losses greater than 35% compared to their prior 5-year average revenue.

Department of Education

Education Stabilization Fund

\$30.75 billion, including formula grants to state education departments from the Elementary and Secondary School Emergency Relief Fund. States are required to subgrant at least 90% of the funds to local education agencies.

Federal Emergency Management Agency

Disaster Relief Fund

\$45 billion for the Disaster Relief Fund to provide for the immediate needs of states, local governments, tribal governments, territorial governments, and private non-profit organizations performing critical and essential services. Reimbursable activities include personal protective equipment, National Guard deployment, safety measures, coordination of logistics, and medical response.

Emergency Food and Shelter Program

\$200 million for the Emergency Food and Shelter Program. The Emergency Food and Shelter Program supplements and expands the work of local social service organizations, both non-profit and governmental, to provide shelter, food and supportive services to individuals and families who have economic emergencies.

Assistance to Firefighters

\$100 million (grants) for the purchase of protective gear, supplies and related reimbursements

Emergency Management Performance Grants

\$100 million for grants to states, local, tribal, and territorial emergency management agencies to implement the National Preparedness System.

Department of Health and Human Services

Administration for Children and Families

- \$900 million for the Low-Income Home Energy Assistance Program (LIHEAP) to help low-income, disabled and elderly populations pay for home heating and cooling.
- \$3.5 billion for payments to States for the Child Care and Development Block Grant, to supplement, funds for child-care assistance for low-income families. Funds may be used to provide continued payments and assistance to child-care providers in the case of decreased enrollment or closures related to coronavirus, and to assure they are able to remain open or reopen.
- \$1 billion for carrying out activities under the Community Services Block Grant (CSBG) for families with incomes up to 200% of the Federal poverty level instead of 125% of the poverty level.
- \$750 million for making payments under the Head Start Act.
- \$45 million for Family Violence Prevention and Services formula grants with such funds available to grantees without regard to matching requirements.

- \$25 million for carrying out activities under the Runaway and Homeless Youth Act without regard to matching requirements.
- \$45 million for child welfare services without regard to matching requirements.
- \$15.5 billion for the Supplemental Nutrition Assistance Program (SNAP).

Administration for Community Living – Aging and Disability Services Programs

\$820 million for activities under the Older Americans Act

- \$200 million for in-home supportive services
- \$500 million for senior nutrition programs
- \$100 million support services for family caregivers
- \$20 million for elder rights protection activities

\$50 million for aging and disability resource centers

\$85 million for centers for independent living

Public Health and Social Services Emergency Fund

- \$90,000,000 to the Health Resources and Services Administration for the Ryan White HIV/AIDS Program for modifications to existing contracts, and supplements to existing grants and cooperative agreements.
- \$100 billion for a Public Health and Social Services Emergency Fund to reimburse eligible health care providers for health care related expenses or lost revenues that are attributable to coronavirus.

Department of Justice

\$850 million for state and local law enforcement assistance to be awarded pursuant to the formula allocation that was used in fiscal year 2019 for the Edward Byrne Memorial Justice Assistance Grant program.

Small Business Administration

Paycheck Protection Program

\$349 billion in new loan authority to provide loans of up to \$10 million to small businesses impacted by coronavirus (including non-profits) with fewer than 500 employees. Borrowers must use the funds to retain workers and maintain payroll or make mortgage payments, lease payments, and utility payments. Loans may be forgiven in whole or in part based on the number of employees and their salary levels that are maintained. The forgiven amounts will not be taxable.

Emergency Economic Injury Disaster (EID) Grants

\$10 billion advances of \$10,000 for small businesses and nonprofits applying for SBA Economic Injury Disaster Loans. The grants will be provided within 3 days of applying for the EID Loans. The grants do not have to be repaid even if the EIDL loan is denied.

Subsidy for Certain Loan Payments (Debt Relief)

\$17 billion to provide debt relief for 6 months for new or existing borrowers under certain SBA programs, including SBA 7(a), 504 or microloans. The SBA debt relief will cover principal interest and fees.

Direct Loans Program

\$562 million for administrative expenses and program subsidy for SBA Disaster Loans Program to prevent, prepare for and respond to the coronavirus.

Department of Transportation

\$25 billion for public transit. Allocated via a formula to urban and rural areas.

Treasury Department

Economic Stabilization Fund - \$500 billion

- \$25 billion to make loans and loan guarantees for passenger air carriers
- \$4 billion to make loans and loan guarantees for cargo air carriers
- \$17 billion to make loans and loan guarantees for businesses critical to maintaining national security
- \$454 billion for the Federal Reserve to purchase obligations of state and local governments to cover losses incurred as a result of COVID-19

2020 Recovery Rebates for Individuals

Income Tax rebates of \$1,200 (\$2,400 in the case of eligible individuals filing a joint return), plus \$500 for each qualifying child for households with income up to \$150,000 in the case of a joint return, \$112,500 in the case of a head of household, and \$75,000 in the case of all other taxpayers. For households over these limits the amounts shall be reduced by 5% of the amount of income over these limits.

Department of Veterans Affairs

\$15.86 billion to provide additional funding to VA hospitals to support the increased demand for health services due to COVID-19 and the purchase of personal protective equipment and test kits.

\$590 million for key VA programs, including the Health Care for Homeless Veterans (HCVC) Program which provides outreach, case management and residential treatment services to help veterans transition from the streets to permanent housing. Funding can also be used for the Supportive Services for Veterans Program (SSVF) to help very low-income veterans and their families who are homeless – or at risk of becoming homeless – obtain permanent housing. The bill also supports the Homeless Providers Grant and Per Diem Program which pairs VA medical center personnel with state, local and tribal grant recipients to fund, develop and operate transitional housing and service centers for homeless veterans.

OTHER IMPORTANT PROVISIONS OF THE CARES ACT

Strategic National Stockpile - \$16 billion

To replenish the Strategic National Stockpile of personal protective equipment, pharmaceuticals, and other medical supplies, which are distributed to hospitals, health agencies and other healthcare entities facing shortages during emergencies.

Extends the Temporary Assistance for the Needy Families (TANF) Program

Extends TANF beyond its current expiration date of May 22, 2020 to November 30, 2020.

Suspension of Student Loan Payments

Federal Loan Repayments are suspended through September 30, 2020. No interest shall be incurred during the period of the suspension.

Credit Protection During COVID-19

From January 31, 2020 through the expiration of the national emergency declaration, reports to credit reporting agencies must show accounts current, even where there is a forbearance or agreement to defer or modify payments of a person affected by the COVID-19 crisis.

Unemployment Benefits - \$260 Billion

Emergency Unemployment Compensation. Provides an additional 13 weeks of unemployment benefits through December 31, 2020 to help those who remain unemployed after the state unemployment benefits are no longer available in states that enter into federal-state agreements.

Increase in Unemployment Compensation Benefits. Employees will be eligible to receive an additional \$600 per week for up to 4 months from the federal government on top of whatever base amount a worker receives from the state.

Pandemic Unemployment Assistance Program. Allows self-employed people, freelancers, and contractors to apply for unemployment benefits through December 31, 2020.

Increases access to unemployment insurance applications and assistance. Directs states to ensure that applications for unemployment compensation, and assistance during the application process are accessible in at least two of the following formats: in person, by phone, or online.

Employee Retention Credits – SSI Tax Credit

Employers may be eligible for a refundable tax credit for the employer's share of the 6.2% Social Security Tax.

Retirement Plans Relief

The CARES Act temporarily waives the required minimum distribution rules for 2020 with respect to certain defined contribution plans and IRAs.

Individuals may take coronavirus-related distributions from qualified retirement plans of up to \$100,000 without being subjected to the 10% early distribution tax.

Insurance Coverage

The bill requires all private insurance plans to cover COVID-19 treatments and vaccine and makes all coronavirus tests free.

Tax Returns

Extends the filing deadline for federal taxes to July 15, 2020.

Election Assistance Commission - \$400 million

The bill includes \$400 million to the Election Assistance Commission to provide grants to States in response to COVID-19 for the 2020 election cycle.

Please contact Vicki Watson at vwatson@ncdaonline.org with any questions.