

June 9, 2020

Overview of Coronavirus Federal Stimulus Measures

David Schumacher, Director
Nona Snell, Assistant Director for Budget

OFM

OFFICE OF FINANCIAL MANAGEMENT

Four federal stimulus packages since March

Coronavirus Aid, Relief, and Economic Security (CARES)
Act: \$2.3 trillion

Coronavirus Preparedness and Response Supplemental
Appropriations Act: \$8.3 billion

Families First Coronavirus Response Act: \$3.47 billion

- Key Element: Federal COVID-19 Paid Family/Medical and Paid Sick Leave

Paycheck Protection Program and Health Care Enhancement
Act: \$484 billion

- Key Element: \$11 billion for state COVID-19 testing, contact tracing, treatment efforts

CARES Act: Key elements for Washington

New disbursements administered by state

Coronavirus Relief Fund (\$2.1 billion)

Covers COVID-related expenses not addressed in budgets passed before March 27 through December 31

Unemployment Insurance

Additional \$600/week, expanded eligibility, and additional 13 weeks of eligibility

Governor's Emergency Education Relief Fund (\$56 million)

Flexible block grant issued to each state governor to support education services amid COVID-19 at the “most significantly impacted” districts and higher education institutions

CARES Act: Key elements for Washington

Disbursements through new or existing formulas:

- Child care and development block grant (\$58.6 million)
- Dislocated workers' grants (\$24 million)
- K-12 education stabilization (\$216 million):
COVID-19 funding for SEA, LEA.
- Transit funding (\$696 million)

CARES Act: Key elements for Washington

Disbursements to in-state recipients without state intervention

- Economic injury disaster loans: \$1.42 billion through May 30
- Education stabilization – higher education: \$231 million
- Hospital “provider relief funds”: \$855+ million (includes rural, “high-impact” hospitals)
- Paycheck Protection Program: \$12 billion through May 30

Progress toward next stimulus package

House passed *Health and Economic Recovery Omnibus Emergency Solutions (HEROES) Act* in May

\$3 trillion in federal relief, including:

- \$915 billion in *direct, flexible* state & local funding (\$500 billion for states alone)
- Funds may be used for revenue replacement, retroactive to March 27
- Washington estimate: \$10.7 billion state; \$7.4 billion local (through 2021)

Education funding (K-12 & higher education): \$90 billion

- Washington estimate: \$1.7 billion (65% to K-12 districts)

Progress toward next stimulus package (HEROES Act)

- Second round of economic impact payments (utilizes tax identification #s)
- Extends most CARES Act UI provisions into first quarter of 2021
- Waives 25% cost-share for FEMA disaster assistance
- Multi-billion funds for housing, small business, COVID testing, broadband
- **STATUS:** Awaiting action in the Senate

COVID relief funds decision framework

Decision process

- Public health activities such as testing capacity, PPE, local government and Tribal assistance.
- Medical needs such as nursing beds for COVID patients.
- Economic support for employment and business closures.

FEMA reimbursement

- <\$1 billion FEMA reimbursement requires 25% cost share
- >\$1 billion FEMA reimbursement requires 10% cost share

Coronavirus Relief Fund

- State and local government cost share portion of FEMA
- Less restrictive than FEMA
- Cannot match federal Medicaid/increased FMAP

Coronavirus Relief Fund uses to date

Agency	Description	Amount
University of Washington	Testing equipment, staff, and supplies	\$25 million
Commerce	Local government assistance	\$298 million
DSHS	Nursing beds to isolate COVID patients	\$16 million
Department of Agriculture	Food, supplies, distribution	\$51 million
TBD	Strategic uses to respond to COVID -- including local government assistance	\$240 million
Total		\$630 million

Coronavirus Relief Fund uses -- planned

Purpose	Description	Amount
Immediate need and COVID-specific	Health response, PPE, health equipment, testing, telehealth, opening courts, food	\$94 million
Economic recovery	Rent assistance, small business assistance, foreclosure assistance, nonprofit assistance, Tribal assistance	\$177 million
Closing fiscal year	Additional agency expenses	\$31 million
Total		\$302 million



**FOR MORE
INFORMATION:**

ofm.wa.gov

OFM

OFFICE OF FINANCIAL MANAGEMENT

