# FISCAL BRIEF



### FEDERAL STIMULUS LEGISLATION IN RESPONSE TO COVID-19

Ben Gielczyk, Associate Director June 8, 2020 - Updated

### FAST FACTS

- On March 6, 2020, the Coronavirus Preparedness and Response Supplemental Appropriations Act (P.L. 116-123) was signed into law, providing at least \$8.0 billion for public health and at least \$1.05 billion for state and local governments
- On March 18, 2020, the Families First Coronavirus Response Act (P.L. 116-127) was signed into law, providing increased Medicaid match rates, enhanced nutrition assistance, unemployment insurance, paid sick and family leave, and diagnostic testing cost coverage
- On March 27, 2020, the CARES Act (P.L. 116-136) was signed into law, providing approximately \$2.0 trillion for state and local grant programs, relief for state and local governments, stimulus checks, unemployment insurance enhancements, and assistance for businesses
- On April 24, 2020, the Paycheck Protection Program and Health Care Enhancement Act (P.L. 116-139) was signed into law, providing approximately \$481.0 billion to supplement the Paycheck Protection Program, supplement the Provider Relief Fund, and provide enhanced testing support.

#### INTRODUCTION

In response to the COVID-19 outbreak, Congress has passed, and the President has signed, four stimulus packages. The following fiscal brief summarizes the components of each package and provides an estimated allocation for Michigan, if available. Generally, the stimulus packages include direct appropriations to the state of Michigan and its local governments for COVID-19-related activities and cost mitigation measures, benefit enhancements for individuals, and assistance to businesses and nonprofits.

Additionally, the Michigan Legislature recently passed 2020 PA 66 and 2020 PA 67, which provide a combined \$150.0 million GF/GP for COVID-19-related purposes. In addition, 2020 PA 67 authorizes the expenditure of any federal funds received for the COVID-19 crisis within 90 days of March 25, 2020. Additional actions have been taken by the Governor through Executive Orders.

### FIRST ROUND OF STIMULUS: H.R. 6074 (P.L. 116-123) – THE CORONAVIRUS PREPAREDNESS AND RESPONSE SUPPLEMENTAL APPROPRIATIONS ACT

#### Health and Human Services

Centers for Disease Control and Prevention (CDC) (Total \$2.2 billion)

- Generally provides support for federal, state, and local public health agencies
- At least \$950.0 million to states for surveillance, testing, contact tracking, infection control, mitigation, and other activities
  - Michigan guaranteed at least 90% of FY 2019 Public Health Emergency Preparedness (PHEP) award: \$21.6 million
  - o Michigan may receive additional funds, but bill doesn't specify
  - $\circ$   $\;$  Guidance and awards can be found here and here
- At least \$300.0 million for Global Disease Detection and Emergency Response

• At least \$300.0 million for Infectious Diseases Rapid Response Reserve Fund for immediate response activities and replenishing fund

#### Public Health and Social Services Emergency Fund (Total: \$3.4 billion)

- Generally, to prevent, prepare, and respond to COVID-19 needs; develop countermeasures and vaccines; purchase vaccines, therapeutics, diagnostics, and medical supplies; increase medical surge capacity
- At least \$100.0 million to states for health services, including health clinics in underserved areas
  - Michigan estimated award: \$2.5 million
- At least \$300.0 million for procurement of vaccines, therapeutics, and diagnostics
- At least \$2.0 million for Office of Inspector General oversight and administration

#### **Small Business Administration**

Disaster Loan Administration and Authorization (Total: \$20.0 million)

- Supports administrative costs of delivering SBA disaster loans
- Authorizes \$1.0 billion in small business disaster loans

#### **Other Initiation Funding from CDC**

Surveillance Awards through Epidemiology and Laboratory Capacity for Infectious Diseases (Total: \$10.0 million)

- Assists states with early surveillance activities
- Michigan award: \$500,000

#### Emergency Response Activities through Public Health Crisis Cooperative Agreement (Total: \$25.0 million)

- Awarded to jurisdictions with largest burden of response and preparedness to date
- Michigan award: \$250,000

#### SECOND ROUND OF STIMULUS: H.R. 6201 (P.L. 116-127) - FAMILIES FIRST CORONAVIRUS RESPONSE ACT

#### A. APPROPRIATIONS

Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) (Total: \$500.0 million)

- Michigan award: \$12.5 million
- Provides food assistance to low-income pregnant women or mothers with young children

#### The Emergency Food Assistance Program (TEFAP) (Total: \$400.0 million)

- Michigan estimated allocation: \$12.7 million
  - Allocations can be found here
  - Additional guidance can be found here
- Funds supplement the diets of low-income Americans by providing food assistance at no cost

• States provide food through selected agencies (typically food banks) which distribute food to organizations (soup kitchens and food pantries) that directly serve the public

#### Home-Delivered Nutrition Services for the Elderly (Total: \$160.0 million)

- Michigan award: **\$5.1 million** (agency allocations can be found here)
- State matching requirements do not apply
- Provides healthy meals delivered to home and "safety check" for homebound individuals
- Operates with volunteers and paid staff

#### Congregate Nutrition Services for the Elderly (Total: \$80.0 million)

- Michigan award: \$2.5 million (agency allocations can be found here)
- State matching requirements do not apply
- Serves healthy meals and presents opportunities for social engagement, health and wellness activities, and volunteer roles

#### COVID-19 Diagnostic Testing with No Cost Sharing for Certain Beneficiaries (Total: \$206.0 million)

- Defense Health Program: \$82.0 million
- Indian Health Services: \$64.0 million
- Veterans Health Administration: \$60.0 million (\$30.0 million for medical services and \$30.0 million for medical community care)

#### National Disaster Medical System COVID-19 Diagnostic Testing for Uninsured (Total: \$1.0 billion)

• Coverage of provider claims for COVID-19 tests and related medical visits for individuals without health insurance

#### Other

#### State Reporting Requirements

• States and local governments are required to provide real-time reporting of testing and results data to the State Emergency Operations Center and CDC

#### **B. NUTRITION WAIVERS**

#### **Child Nutrition Waivers**

• Requirement to approve waiver requests for School Lunch Program even if there are increased federal costs

- Includes waivers for school, summer, and child and adult care food programs that automatically apply to states including allowing non-congregate feeding under a child and adult care food program and waiving nutrition requirements due to supply chain requirements
- Waivers may not be issued after September 30, 2020 includes reporting requirements for states

#### Women, Infants, and Children (WIC) Waivers

- Allows states to request waiver from requirement that individuals be physically present for certification/recertification determinations, including deferral of blood work requirements
- Includes administrative waivers for states if requirements cannot be met because of COVID-19 or if necessary to provide assistance
- Waivers may not be issued after September 30, 2020 includes reporting requirements for states

#### Supplemental Nutrition Assistance Program (SNAP)

- Suspends federal work/work training requirements for public health emergency declaration
- Receipt of SNAP benefits during public health emergency would not count toward time limits
- States that issued emergency/disaster declaration may receive emergency allotments, up to the maximum monthly allotment
- State requests and USDA responses must be made publicly available

#### C. EMERGENCY FAMILY AND MEDICAL LEAVE EXPANSION ACT (See also Section G below for Tax Credit Provisions)

#### Expansion of Family and Medical Leave Act Eligibility

- Provides up to 12 weeks of job-protected leave for employees caring for child due to a school closing because of COVID-19
- Eligibility: (1) employed for at least 30 calendar days; (2) employer has fewer than 500 employees or is a government agency
- Department of Labor (DOL) could waive requirements for health providers, emergency responders, and small businesses with fewer than 50 employees
- Employers of health care providers or emergency responders could exclude employee from paid family leave
- First 10 days of leave would be unpaid, then employee would receive at least 2/3 of average pay, up to a maximum of \$200 per day and \$10,000 total
- Effective 15 days after enactment and expires on December 31, 2020
- Additional resources can be found here

#### D. EMERGENCY UNEMPLOYMENT INSURANCE STABILIZATION AND ACCESS ACT

#### Emergency Unemployment Insurance (UI) Grants to States for UI Administration (\$1.0 billion)

- Provides *initial benefits* of \$500.0 million, transferred within 60 days, if states do the following: require employers to notify employees of unemployment compensation (UC) available at separation, make applications for UC accessible in at least two ways (in person, online, or by phone), and notify applicants when application is received and is being processed (agency allocations can be found here)
  - o Michigan share: \$14.6 million (based on relative taxable UI wages)
- Provides additional benefits of \$500.0 million of additional grants for states with UC claims 10% higher than same quarter in previous calendar year; states required to ease eligibility requirements involving work search, waiting periods, and increasing employer UI taxes if employer has high layoff rate (agency allocations can be found here)
  - Michigan share: \$14.6 million (based on relative taxable UI wages)
- For states that receive both initial and additional benefits, provides full federal funding, rather than 50/50 cost share, of extended benefits through December 31, 2020
  - Pandemic Unemployment Assistance guidance can be found here
  - Federal Pandemic Unemployment Compensation guidance can be found here
  - Pandemic Emergency Unemployment Compensation guidance can be found here

#### UI Loans for States

• Provides authorization for interest-free loans to states to pay UI benefits through December 31, 2020

#### Technical Assistance for "Short-Time" Programs

- Authorizes DOL to provide technical assistance if states want to set up "short-time" programs
- Programs allow employers to reduce hours and employees receive partial UI benefits

#### State Flexibility with UC Laws

• Social Security Act and Internal Revenue Code requirements for UC will not be applied to emergency temporary state modifications

#### E. EMERGENCY PAID SICK LEAVE ACT (See also Section G below for Tax Credit Provisions)

#### Requirement to Provide Emergency Paid Sick Leave for Reasons Related to COVID-19

- Applies to government employers and employers with fewer than 500 employees if:
  - Employee is subject to federal, state, or local quarantine/isolation
  - Employee is self-quarantined as recommended by health provider or is experiencing symptoms
  - Employee is caring for or assisting diagnosed or self-quarantined family member
  - Employee is caring for child if school/child care center is closed or unavailable

- DOL discretionary paid sick leave exemption authority could include:
  - Exempting private employers with fewer than 50 employees from paying paid sick leave for employees caring for son or daughter due to school closure
  - Exempting certain health care providers and emergency responders
- Full-time employees entitled to 80 hours; part-time eligible for average hours worked over two-week period
- Payments equal employee's regular rate capped at \$511 per day and \$5,110 total; if taking care of family member or child, then 2/3 regular rate capped at \$200 per day and \$2,000 total
- Additional resources can be found here

#### F. HEALTH PROVISIONS

Federal Medical Assistance Percentage Federal Share Increase of 6.2 percentage points

- Michigan federal share increased from 64.06% to 70.26% during quarters public health emergency is in effect; estimated to apply for 1st and 2nd calendar quarters of 2020 (i.e., through June 2020); may be extended
  - Michigan estimated savings for two calendar quarters: \$340 million
- Does not specify whether increase would apply to Title IV-E Foster Care and Adoption Assist
- States must meet the following to qualify:
  - Cannot make eligibility standards more restrictive that those in effect January 1, 2020
  - Must ensure premiums do not exceed amount on January 1, 2020
  - Cannot terminate enrollment without individual request
  - Michigan estimated cost for two calendar quarters: (\$66.5 million)
  - Must provide coverage for testing/treatments for COVID-19 with no cost sharing
  - Cannot increase percentage of nonfederal share required from local governments above rate on March 11, 2020
- FAQs can be found here

#### Provide COVID-19 Testing for Medicaid and Children's Health Insurance Program Beneficiaries

- Must provide diagnostic testing and cost of provider visit at no cost to beneficiary
- State may extend Medicaid eligibility to uninsured for diagnostic testing purposes during the public health emergency at a 100% federal match rate for both medical and administrative costs

Other COVID-19 Testing Provisions During Public Health Emergency

- Requires private health plans, Medicare Advantage Plans, TRICARE, veterans plans, federal workers' health plans, and Indian Health Service to cover COVID-10 diagnostic test and visit at no cost to patient
- Provides a waiver for Medicare Part B cost sharing for visits for COVID-19 testing

Note: \$1.0 billion (mentioned in Section A above) to remain available to reimburse provider claims for COVID-19 testing for those WITHOUT health insurance.

# G. TAX CREDITS FOR PAID SICK AND PAID FAMILY AND MEDICAL LEAVE (See also provisions in Sections C and E above)

Paid Family and Medical Leave Tax Credit Provisions (See also Section C above for benefit caps)

- Provides refundable tax credit equal to 100% of family leave wages against employer portion of Social Security taxes
  - Not available for federal, state, or local governments
  - Applies to self-employed against income taxes
  - Applies to employer contribution to health insurance premiums
- Available until December 31, 2020
- IRS FAQs can be found here

#### Paid Sick Leave Tax Credit Provisions (See also Section E above for benefit caps)

- Provides refundable tax credit equal to 100% of qualified paid sick leave against employer portion of Social Security taxes
  - Not available to federal, state, or local governments
  - Applies to self-employed against income taxes
  - Applies to employer contribution to health insurance premiums
- Social security trust fund held harmless through general fund transfer
- Available until December 31, 2020
- IRS FAQs can be found here

# THIRD ROUND OF STIMULUS: H.R. 748 (P.L. 116-136) – CORONAVIRUS AID, RELIEF, AND ECONOMIC SECURITY (CARES) ACT

Payments to State, Local, and Tribal Governments

- \$150.0 billion to states and local governments allocated proportionately based on state populations subject to:
  - Minimum state payment of \$1.25 billion
  - 45% of state funds are set aside for local governments with populations that exceed 500,000 (certification with Treasury required by local unit of government) and are distributed based on population – remaining funds from the 45% set-aside revert to the state
- Funds must be used for costs that meet all the following:
  - Are necessary expenditures incurred from COVID-19 crisis
  - Are not accounted for in the most recently approved budget
  - $\circ$   $\,$  Are incurred between March 1, 2020 and December 30, 2020  $\,$
- Michigan share: \$3.873 billion (Estimated State/Local Allocation: \$3,080.2/\$792.8)
  - Estimated local share to Kent (\$114M), Macomb (\$152M), Oakland (\$220M), and Wayne (\$189M)
    Counties and the city of Detroit (\$117M)

- NOTE: Current guidance from the Department of Treasury indicates that these funds cannot be used to backfill state and local revenue losses. State and local organizations continue to advocate for a relaxation of the expenditure restrictions included for these funds. If changes are made, we will update accordingly.
- Guidance can be found here
- Additional resources can be found here

Direct Payments to Individuals – Economic Impact Payments (Estimated Cost: \$300.0 billion)

- Provides \$1,200 direct payment to qualifying individuals (\$2,400 for individuals filing a joint return) and \$500 per child under the age of 17
  - $\circ$  Limitations based on Adjusted Gross Income (AGI) from 2018 or 2019 tax return
    - Full payment for joint returns with AGI equal to \$150,000 or less
    - Full payment for head of household with AGI equal to \$112,500 or less
    - Full payment for individual with AGI equal to \$75,000 or less
    - Credit is reduced by \$5 for every \$100 in income above \$75,000 for individuals and \$150,000 for joint filers reduced checks would go to individuals making up to \$99,000 and joint filers making up to \$198,000
- Direct payments are not taxable
- Additional IRS resources can be found here

Federal Unemployment Insurance Expansion (Estimated Cost: \$260.0 billion)

- Provides temporary Federal Pandemic Unemployment Compensation (FPUC) of \$600 per week, which is in addition to and provided at the same time as regular state and federal unemployment insurance benefits
  - Available through July 31, 2020
- Provides Pandemic Emergency Unemployment Compensation (PEUC) which provides additional 13 weeks of unemployment benefits for individuals who have exhausted benefits they otherwise are entitled to under state law; individuals may not receive unemployment benefits for up to 39 weeks
  - Available through December 31, 2020
  - Individuals that exhausted previously available benefits at some point after July 1, 2019 may reapply and receive the additional 13 weeks
  - Any of the 13 weeks that occur before July 31, 2020 will receive additional \$600 in FPUC benefits
- Provides Pandemic Unemployment Assistance (PUA) which extends unemployment benefits to workers who traditionally are not eligible for unemployment insurance under state law, including part-time, self-employed, independent contractors, gig economy workers, and individuals with limited work history
- Employers receive advanced tax credit from Treasury instead of being reimbursed on back end
- Michigan unemployment benefits extended to **39 weeks** maximum unemployment benefit of **\$962/week** (\$362 State Benefit/\$600 Federal Enhanced Benefit)
  - NOTE: The \$600 federal enhanced benefit is available through July 31, 2020
- Additional guidance from the Department of Labor can be found here
- Michigan Unemployment Insurance Agency information can be found here

#### Education Stabilization Fund – States, School Districts, and Institutions of Higher Education

- \$13.2 billion for elementary and secondary education formula grants to states
  - 90% of funds to local educational agencies (LEAs) based on proportional share of Elementary and Secondary Education Act (ESEA) Title I-A funds

- $\circ$  States can reserve up to 10% for emergency needs as determined by the state
- May be used for the following:
  - COVID-19 response activities, including planning for and coordinating long-term school closures
  - Purchasing educational technology for online learning
  - Additional activities authorized by federal elementary and secondary education laws
- Michigan estimated share: \$389.8 million
  - State allocations can be found here; Program page can be found here
- \$3.0 billion for governors to allocate at their discretion for emergency support to LEAs and institutions of higher education
  - Allocation: 60% based on relative population of individuals aged 5 through 24; 40% based on relative population of individuals aged 5 to 17 under the poverty level (specifically, those counted under section 1124(c) of ESEA)
  - Michigan estimated share: \$89.4 million
    - Allocations can be found here; Program page can be found here
- \$14.25 billion for institutions of higher education
  - 90% of funds through formula base, 75% on its share of Pell full-time equated (FTE) students and 25% on non-Pell FTE, excluding students exclusively enrolled online
  - At least 50% of funds for institution must provide emergency financial aid grants to students that can cover eligible expenses under student's cost of attendance (food, housing, course materials, technology, health care, and child care)
  - Remaining funds can be used to offset expenses for institutions of higher education such as lost revenue and technology costs associated with transition to distance education
  - Michigan estimated share: \$354.9 million
    - Distributions for individual institutions can be found here; Guidance can be found here
  - **Michigan** estimated share of Higher Ed Fund HBCUs/MSIs: **\$7.7 million** (allocations for individual institutions can be found here)
  - **Michigan** estimated share of Higher Ed Fund Unmet Needs distribution: **\$6.1 million** (allocations can be found here)
- *Maintenance of Effort (MOE) for Education Stabilization Fund*: Requires states to provide assurances that they will maintain support for elementary, secondary, and higher education in FYs 2020 and 2021 at least at the average of state support provided in the three fiscal years preceding this act
  - *MOE Waiver*: Can be waived if state experienced precipitous decline in financial resources

#### Emergency Lending Fund for Businesses, States, and Cities

- \$500.0 billion for emergency relief via loans, loan guarantees, and other investments supporting eligible businesses, states, and municipalities
  - Not more than \$25.0 billion made available for passenger air carriers
  - Not more than \$4.0 billion made available for cargo air carriers
  - o Not more than \$17.0 billion made available for businesses critical to maintaining national security
  - At least \$454.0 billion (Federal Reserve can leverage to provide approximately \$4.0 trillion in stimulus) made available for programs or facilities established by the Federal Reserve for the purpose of providing liquidity to the financial system that supports lending to eligible businesses, states, or municipalities, to include the following:
    - Purchasing obligations or other interests directly from issuers

- Purchasing obligations in secondary markets
- Making loans or advances secured by collateral
- Additional resources and descriptions of programs can be found here
- \$349.0 billion for guaranteed Small Business Administration (SBA) Loans to allow small businesses to keep workers employed – known as the Paycheck Protection Program – Supplemented with an additional \$310.0 billion in H.R. 266 below for a total of \$659.0 billion.
  - Enables businesses to apply for a forgivable loan of up to 2.5 times their monthly payroll costs up to \$10.0 million
  - Debt would be forgiven if 75% is used for payroll with remainder used for mortgage interest, rent, and utility payments; must also demonstrate that payrolls were maintained and workers were rehired if laid off or otherwise separated
  - Guidance can be found here
  - Of \$659.0 billion, **113,487 Michigan businesses** were approved for **\$15.7 billion** in forgivable loans as of May 30, 2020. *NOTE: Approximately \$150.0B still remains available for distribution* 
    - NOTE: Supplemented with additional \$310.0 billion in H.R. 266 outlined below
  - Additional resources can be found here and here
- \$17.0 billion for SBA to make six months of principal and interest payments for SBA-backed business loans
- \$10.0 billion for direct grants for businesses that do not qualify for Economic Injury Disaster Loans

#### Training and Supportive Services for Dislocated Workers

- \$360.0 million authorizes DOL to provide funding for programs offering training and supportive services to dislocated workers, seniors, migrant farm workers, and homeless veterans
- \$15.0 million supports improved implementation of enhanced paid leave and unemployment insurance benefits
- Available through September 30, 2022
- \$100.0 million for "short-time" compensation programs in States
  - Michigan estimated share: \$2.9 million
    - Additional information can be found here

#### Other Labor/Business Support

- \$19.6 billion for Department of Veterans Affairs for equipment, tests, and support services at facilities nationwide
- \$1.5 billion for Economic Development Administration for economic adjustment assistance to revitalize local communities after pandemic
- \$10.0 billion for SBA emergency grants to provide immediate relief for operating costs grants capped at \$10,000
- \$300.0 million to support fishermen struggling due to disappearing markets eligibility would include tribal, subsistence, commercial, aquaculture, and charter fishermen

- \$50.0 million to support small- and medium-sized manufacturers under the Hollins Manufacturing Extension Partnership, which assists in finding value in the supply chain and expanding markets for suppliers
  - Michigan estimated share: \$2.1 million
- \$10.0 million for the National Institute for Innovation in Manufacturing Biopharmaceuticals to support development and manufacture of new medical countermeasures and biomedical supplies

#### Disaster Relief Fund

- \$45.0 billion to support grants to state, local, tribal, and other territorial governments to address the immediate needs to protect citizens and help them respond and recover reimbursable activities include:
  - o Medical Response
  - Personal Protective Equipment
  - National Guard Deployments
  - Logistics
  - Safety Measures
  - Community Services
- Includes \$25.0 billion for major disasters for certain states under the Stafford Act
- Includes \$45.0 million for Federal Emergency Management Agency information technology expansion for coordination efforts
- Disaster Relief Fund is made available to states via March 13 National Emergency Declaration and subsequent state declaration requests

#### Public Health and Social Services Emergency Fund

- \$100.0 billion for grants to hospitals, public entities, nonprofits, and Medicare- and Medicaid-enrolled suppliers and institutional providers - known as the Provider Relief Fund
  - Funds provide assistance with unreimbursed health care expenses or lost revenue due to COVID-19
  - Of first \$30.0 billion in Provider Relief Funds, Michigan received **11,383 providers and systems** awards totaling **\$936.7 million** 
    - Allocations can be found here
    - Guidance can be found here
  - Hospital Preparedness (\$335.0 million), Michigan estimated share to date: \$10.5 million
    - Allocations can be found here
- \$16.0 billion for Strategic National Stockpile supporting public health emergencies for procurement of personal protective equipment, ventilators, and other medical supplies
- \$11.0 billion for the development of vaccine, diagnostics, and other medical needs (of total, \$3.5 billion for construction, manufacturing, and purchasing of vaccines and therapeutic delivery)
- \$200.0 million for Federal Communications Commission Connected Care Pilot Program supports health care providers COVID-19 telehealth treatment

#### Other Health Provisions for Department of Health and Human Services

- \$4.3 billion for public health agencies, including:
  - \$1.5 billion to states, locals, territories, and tribes for laboratory, epidemiology, surveillance, infection control and mitigation, and communications

- Michigan estimated share of minimum CDC Grant: \$16.2 million (eligible for additional funding)
  - Guidance can be found here
- \$1.5 billion to CDC for public health preparedness and response
- Remainder includes \$500 million for public health data surveillance infrastructure modernization and \$300 million for rapid response for outbreaks
- \$1.0 billion for Indian Health Services to support tribal health system needs
  - \$1.3 billion enhancement to federally funded Community Health Centers and extended to November 30
    - Michigan estimated share: \$32.5 million
    - Allocations can be found here
    - FAQs can be found here
- \$250.0 million to improve capacity of facilities so that they can respond to medical events
- \$275.0 million to expand services at rural hospitals and telehealth (\$180.0 million), poison control centers (\$5.0 million), and the Ryan White HIV/AIDS program (\$90.0 million)
  - Allows community mental health centers to use FY 2020 funding to maintain or increase staffing and capacity to address COVID-19
  - Michigan estimated share of Small Rural Hospital Improvement Program: \$5.1 million
    - Allocations can be found here
    - FAQs can be found here
  - Michigan estimated share of poison control centers: \$152,000
    - Guidance can be found here
  - **Michigan** estimated share of Ryan White HIV/AIDS program: **\$1.4 million** 
    - Guidance can be found here
- \$425.0 million for mental health and substance abuse
  - \$250.0 million of total for certified community behavioral health clinics
  - \$50.0 million for suicide prevention
  - $\circ$  \$100.0 million of flexible funding for mental health, substance abuse, and providing resources to youth and homeless during this time
    - Michigan estimated share: \$2.0 million
    - Allocations can be found here
    - Guidance can be found here
- \$200.0 million to Centers for Medicare and Medicaid Services to assist nursing homes with infection control and support states' efforts to prevent spread to nursing homes
  - \$100.0 million of total for additional infection control surveys for facilities that house populations at high risk of contracting and having severe illness from COVID-19

#### Human Services Provisions

- \$6.3 billion for Administration for Children and Families for multiple human services programs:
  - o \$3.5 billion of total for Child Care and Development Block Grant for child care providers
    - Michigan estimated share: \$100.9 million
    - Agency allocations can be found here; Other guidance can be found here and here
  - \$1.0 billion of total for Community Services Block Grants for local community-based organizations that provide social services and emergency assistance to those with highest need
    - Michigan estimated share: \$36.7 million
    - Guidance can be found here

- \$900.0 million of total for Low Income Home Energy Assistance Program to help families manage costs associated with home energy bills, energy crises, and weatherization and energy-related minor home repairs
  - Michigan estimated share: \$35.1 million
  - Guidance can be found here
- \$750.0 million of total for Head Start to address needs of children and families, including addressing lost learning time
  - Michigan estimated share: \$25.8 million
  - Guidance can be found here
- \$45.0 million of total for child welfare services to prevent the neglect, abuse, or exploitation of children, for family preservation programs to provide services to at-risk families to allow children, if appropriate, to remain with their families, or eventually return to their families, and to promote the safety of children in foster care and adoption programs
  - Michigan estimated share: \$1.4 million
  - Guidance can be found here
- \$45.0 million of total for state grants to support services for family violence prevention and services and family violence shelters
  - Michigan estimated share: \$1.1 million
  - Guidance can be found here
- \$25.0 million of total for programs providing services and housing for runaway and homeless youth
- Extension of current mandatory authorizations and appropriations for the entire FY 2020 and the first
  months of FY 2021 for: TANF, Child Care Entitlement, Health Profession Opportunity Grants,
  Personal Responsibility Education Program, and Sexual Risk Avoidance Education
- \$955.0 million for aging and disability services programs under Administration for Community Living, including senior meals (\$480.0 million), home and community-based supportive services (\$200.0 million), family caregivers (\$100.0 million), elder justice (\$20.0 million), and centers for independent living (\$85.0 million)
  - Michigan estimated share of Congregate and Home-Delivered Meals: \$15.2 million
    - Additional guidance can be found here
  - Michigan estimated share of Supportive Services: \$6.3 million
    - Allocations can be found here; Additional guidance can be found here
  - Michigan estimated share of Family Caregivers: \$3.1 million
    - Additional guidance can be found here
  - Michigan estimated share of Protection of Elder Americans: \$633,000
    - Additional guidance can be found here
  - Michigan estimated share of Centers for Independent Living: \$2.2 million
    - Additional guidance can be found here
  - Michigan estimated share of Aging and Disability Resource Centers distribution: \$1.7 million
    Additional information can be found here
  - Michigan estimated share of Area Health Education Centers program: \$95,000
    - Specific allocations found here
  - Michigan estimated share of Centers of Excellence program: \$150,000
    - Specific allocations found here
  - Michigan estimated share of Registered Nurses in Primary Care Training Program: \$157,000
    - Specific allocations found here

#### Domestic Food Programming

- \$15.8 billion for Supplemental Nutrition Assistance Program supplemental funding to enhance food support systems if cost or participation exceeds budgeted estimates
- \$8.8 billion for Child Nutrition Programs provides funds to ensure schools can provide meals to children while school is not in session

#### Transportation-Related Support

- \$25.0 billion for transit systems
  - Distributed through existing formulas using FY 2020 apportionment formulas
    - Urbanized Area Formula Grants
      - Michigan estimated share: \$279.6 million
        - Includes allocations from the State of Good Repair formula, High Density States formula, and Growing States formula
        - Allocations can be found here
        - Additional resources can be found here
    - Formula Grants for Rural Areas
      - Michigan estimated share: \$73.2 million
      - Includes allocations from the Growing States formula
      - Allocations can be found here
      - Additional resources can be found here
- \$1.0 billion for Amtrak for:
  - o Continued Northeast Corridor and long-distance routes
  - State support to help meet match obligations on state-supported routes
  - \$50.0 billion for airline industry split 50/50 grants and loans
    - Limits certain financial actions by airlines until loans are repaid
- \$3.0 billion for airline contractors providing ground staff and catering support to airlines
- \$4.0 billion for cargo carrier airlines
- \$10.0 billion for airline grants to air carriers and contractors to ensure continued operation
  - Direct aid to publicly owned, commercial airports to help airport operators meet ongoing needs
  - Michigan estimated share: \$257.0 billion
  - Allocations can be found here

#### Election Security

- \$400.0 million for prevention, preparation, and response to COVID-19 in the 2020 federal election cycle
- State would be required to provide accounting of expenditures to Election Assistance Commission within 20 days of any 2020 election
  - Michigan estimated share: \$11.2 million
    - Requires 20% project cost match from state: Michigan \$2.2 million
      - States have ability to make expenditures through 2021 to meet required match
    - Allocations can be found here
    - Guidance can be found here

#### Housing-Related Programs

- \$5.0 billion for Community Development Block Grants for states, counties, and cities to respond to economic and housing effects of COVID-19 (includes expansion of community health facilities, child care centers, food banks, and senior services)
  - The following represent allocations of the first \$2.0 billion distributed following FY 2020 formula:
    - Michigan (State) estimated share: \$20.5 million (allocations found here)
    - Michigan (Local) estimated share: \$53.0 million (allocations found here)
  - The following represent allocations of the second round totaling \$1.0 billion
    - Michigan (State) estimated share: \$41.9 million (allocations found here)
  - An additional \$1.0 billion will be distributed based on specified factors (public health needs, risk of transmission, number of cases, and economic and housing market disruptions)
  - An additional \$2.0 billion will be distributed by a formula determined by the secretary
- \$4.0 billion for Emergency Solutions Grants to address needs of individuals who are homeless or at risk of homelessness through additional homelessness assistance, prevention, and eviction prevention assistance
  - Michigan (State) estimated share: \$17.3 million (of \$497.5 million allocated) (allocations found here)
  - Michigan (Local) estimated share: \$19.7 million (of \$502.5 million distributed) (allocations found here)
  - Note: Distributions exclude \$3.0 billion that will be allocated pursuant to formula determined by Secretary of Housing and Urban Development; CARES Act authorized up to \$2.0 billion to be distributed pursuant to current ESG formula, but HUD chose to only allocated \$1.0 billion pursuant to existing formula.
- \$3.0 billion for housing providers to help individuals currently receiving Housing and Urban Development benefits remain in their homes or access temporary housing assistance
  - \$1.935 billion of total for public housing agencies to keep Section 8 voucher and public housing households in dwelling
    - Michigan estimated share of Public Housing Operating assistance: \$11.0 million
    - Michigan estimated share of Tenant-Based Rental Assistance (to date): \$6.9 million
      - Distributions can be found here
      - State allocation excludes allocation of \$400.0 million available for adjustments to section 8 renewal funding based on need
  - \$1.0 billion of total to allow the continuation of housing assistance contracts with private landlords
  - \$65.0 million of total for rental assistance, service coordinators, and support services for the elderly and persons with disabilities
    - Michigan estimated share: \$1.5 million
      - Distributions can be found here
  - \$65.0 million of total for Housing Opportunities for Persons with AIDS to maintain rental assistance and expand operational and administrative flexibility – includes temporary relocation services due to vulnerabilities of population
    - Michigan estimated share: \$810,000
    - Allocations can be found here
    - Guidance can be found here
- \$300.0 million for Native American Programs, which includes not less than \$200.0 million for Indian Housing Block Grant and up to \$100.0 million for imminent threats to health and safety

#### Agricultural Support Efforts

- \$14.0 billion for the Commodity Credit Corporation (CCC) for net realized losses sustained
  - $\circ$  CCC exists to stabilize, support, and protect farm income and prices
- \$9.5 billion for livestock, specialty crops (ex: fruit, vegetables, and nuts), dairy producers, and producers supporting local food systems such as farmers markets and schools
- \$450.0 million for The Emergency Food Assistance Program (TEFAP) to support purchases for food bank operations throughout the country
  - Michigan estimated share: \$14.2 million (additional \$12.7 million in stimulus II)
    - Guidance can be found here
- \$100.0 million for United States Department of Agriculture (USDA) ReConnect program to improve rural access to broadband
- \$25.0 million for USDA Rural Development Grant Program for Distance Learning and Telemedicine Program
- \$20.5 million for the Rural Business Development Grant Program supports small rural business and industry loans

#### Department of Defense Programming

- \$1.4 billion for National Guard Deployments
  - Sustains up to 20,000 members of the National Guard for next six months
  - Supports state and local response efforts
- \$1.5 billion for expansion of military hospitals and expeditionary hospital packages
  - Funds will help alleviate shortages in military and civilian hospitals and increase bed space in military treatment facilities

#### Homeland Security and COVID-19 Disaster Relief Efforts

- \$1.0 billion for materials necessary for national security and pandemic recovery under the Defense Production Act
- \$100.0 million for Emergency Management Performance Grants for support coordination activities, including communications and logistics, in state, local, and tribal governments
  - Michigan estimated share: \$2.6 million
  - Guidance and Allocations can be found here
- \$100.0 million for Assistance to Firefighter Grants for personal protective equipment purchases for first responders
- \$200.0 million for Emergency Food and Shelter Program for shelter, food, and supportive services to individuals and families facing sudden economic crisis
  - Michigan estimated share: \$6.8 million

#### Department of Justice Programming

- \$850.0 million for Byrne/Justice Assistance Grants funding formula grants to states to allow state and local police departments and jails to meet needs
  - Michigan (State) estimated share: \$16.4 million
  - Michigan (Local) estimated share: \$8.4 million
    - Allocations can be found here
    - Solicitation for awards can be found here

• \$50.0 million for Legal Services Corporation to meet civil legal aid needs for low-income Americans – examples of legal aid services include job losses, eviction, domestic violence, and consumer scams

#### Bureau of Indian Affairs Programming

• \$453.0 million to support programs to prepare for and respond to coronavirus – programs include public safety and justice, welfare assistance, social services, and other tribal government assistance

#### Corporation for Public Broadcasting

• \$75.0 million to provide fiscal stabilization grants to public television and radio stations facing declines in non-federal revenues

#### Extends Real ID Requirements from October 30, 2020 to September 30, 2021

- Michigan has experienced increased Secretary of State visits due to Real ID requirements
- Projected fee revenues from replacement and renewals will be reduced

#### **Environmental Protection Agency**

• \$770,000 for the Hazardous Substances Superfund for COVID-19 response

#### National Endowment for the Arts and Humanities

- \$150.0 million split evenly between the National Endowment for the Arts (\$75.0 million) and National Endowment for the Humanities (\$75.0 million) to provide grants to arts organizations, museums, libraries, and other organizations to prevent, prepare for, and respond to coronavirus – funds may be used for general operations of recipients
  - National Endowment for the Arts funding shall be distributed as follows: 40% distributed to state art agencies and regional arts organizations and 60% for direct grants
    - Michigan estimated share of 40%: \$502,000
    - Additional resources can be found here
  - National Endowment for the Humanities funding shall be distributed as follows: 40% distributed to state humanities councils and 60% for direct grants
    - Michigan estimated share of 40%: \$705,000
    - Allocations can be found here
    - Additional resources can be found here
- \$30.0 million for Institute of Museum and Library Services grants
  - Michigan estimated share: \$902,000
  - o Allocations can be found here
  - Additional resources can be found here

# FOURTH ROUND OF STIMULUS: H.R. 266 (P.L. 116-139) – PAYCHECK PROTECTION PROGRAM AND HEALTH CARE ENHANCEMENT ACT

Small Business Provisions

- \$310.0 billion to supplement existing funding (\$349.0 billion included in CARES Act) for the Paycheck Protection Program (PPP) for a PPP total of \$659.0 billion (funding is available through FY 2021)
  - \$30.0 billion of total is set aside for insured depository institutions and credit unions with between
    \$10.0 and \$50.0 billion in assets
  - \$30.0 billion of total is set aside for community financial institutions, insured depository institutions with less than \$10.0 billion in assets, and credit unions with less than \$10.0 billion in assets
  - Guidance can be found here
- \$10.0 billion to supplement existing authorization (\$10.0 billion included in CARES Act) for a total of \$20.0 billion for Small Business Administration (SBA) Economic Injury Disaster Loan (EIDL) Grants
  - EIDL grants, or advances, provide up to \$1,000/employee, \$10,000/applicant, whichever is less
  - o Applicants can receive grant funding even if applicant is denied an EIDL
  - Expands eligible recipients to include certain agricultural enterprises with fewer than 500 employees
  - Guidance can be found here
  - Michigan value of loans as of May 29, 2020: \$1.3 billion and 16,487 approved loans
    - Approvals can be found here
  - Michigan value of EIDL Advance Grants as of May 7, 2020: \$257.2 million and 71,442 approved advances
    - Approvals can be found here
- \$50.0 billion for Disaster Loan Program Account to supplemental existing Disaster Loan Program Account funding to cover costs not otherwise eligible through EIDL (funds are available until exhausted)
  - EIDLs are low-interest, fixed rate loans to assist small businesses and private nonprofits with immediate expenses during an emergency (funds are available until exhausted)
  - Expands eligible recipients to include certain agricultural enterprises with fewer than 500 employees
  - Guidance can be found here

#### Health Provisions - Provider Relief Fund

- \$75.0 billion to supplement existing funding (\$100.0 billion included in CARES Act) for a total of \$175.0 billion for the Provider Relief Fund
  - No distribution formula is specified (matches CARES Act treatment of funds)
  - Eligible entities: public entities, Medicare or Medicaid enrolled suppliers and providers, and certain for-profit and non-profit entities
  - Eligible uses include temporary structures, leasing, medical supplies and equipment, increased workforce and training, emergency operations centers, retrofitting facilities, and surge capacity
  - Guidance can be found here

#### COVID-19 Testing Provisions

- \$25.0 billion to support increased COVID-19 testing
  - At least \$11.0 billion of total must be for state and local governments, territories, and tribes to develop, purchase, administer, process, and analyze tests – funds may be used to conduct contact tracing and for employers to test workers
    - At least \$2.0 billion must be allocated under the FY 2019 Public Health Emergency Preparedness (PHEP) formula
    - At least \$4.25 billion must be allocated based on the relative number of COVID-19 cases (adopted formula unspecified as of this writing)
    - At least \$750.0 million must be allocated to tribes
    - Grantees must submit testing plans and goals within 30 days of enactment (April 24, 2020) for the remainder of CY 2020 that include monthly number of tests needed, monthly estimates of lab and testing capacity, and a description of how resources will be used for testing, including the easing of community mitigation policies
    - Funds must be allocated within 30 days of enactment
    - Michigan estimated share of CDC Testing Funds: \$315.2 million
  - At least \$1.8 billion for the National Institutes of Health (NIH)
    - Of total, \$306.0 million for NIH National Cancer Institute to develop, validate, improve, and implement serological testing and associated technologies
    - Of total, \$500.0 million for NIH National Institute of Biomedical Imaging and Bioengineering to accelerate research, development, and implementation of point of care and other rapid testing
    - Of total, \$1.0 billion for NIH Office of the Director to develop, validate, improve, and implement testing and associated technologies; accelerate research, development, and implementation of point of care and other rapid testing; and for partnerships with governmental and non-governmental entities to research, develop and implement these activities
  - At least \$1.0 billion to the CDC for surveillance, epidemiology, contact tracing, and other activities
  - $\circ~$  At least \$1.0 billion to cover costs of testing for the uninsured
  - \$22.0 million for the Food and Drug Administration for administrative costs of activities associated with diagnostic, serological, antigen, and other tests
  - Up to \$1.0 billion for the Biomedical Advanced Research and Development Authority for necessary expenses of advanced research, development, manufacturing, production, and purchase of diagnostic, serologic, or other tests or other activities related to COVID-19
  - \$600.0 million for community health centers minimum award may be set by secretary
    - Grants are provided under the Health Centers Program (Section 330 of the Public Health Service Act) and to federally qualified health centers (Section 1861(aa)(4)(B) of the Social Security Act)
  - \$225.0 million for rural health clinics distributed using procedures developed for the Provider Relief Fund – minimum amount may be set by secretary
    - Michigan estimated share: \$9.3 million