

State of Alaska

Office of Management and Budget

House Finance Committee

Coronavirus Aid, Relief, and Economic Security Act

April 24, 2020

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Office of Governor
MIKE DUNLEAVY

Federal Coronavirus Relief Legislation

- Coronavirus Preparedness and Response Supplemental Appropriations Act
 - Passed March 5, 2020
 - \$8.3 billion total
- Families First Coronavirus Response (FFCRA) Act
 - Passed March 18, 2020
 - Changes to emergency leave laws for private employers in the U.S. with fewer than 500 employees and provides funding to federal agencies to respond to the pandemic
- Coronavirus Aid, Relief, and Economic Security (CARES) Act
 - Passed March 27, 2020
 - \$1.8 trillion total

CARES Act Funding

COVID-19 Relief Fund (CRF) - Alaska's Allocation: \$1.25 billion

- Federal Treasury guidance released April 22, 2020.
- Lists six broad categories of expenditures made between March 1, 2020 and December 30, 2020:
 - Medical
 - Public Health
 - Payroll for safety, health, human services, and similar employees
 - Compliance with health measures
 - Economic support
 - Other costs necessary for function of government

Other CARES Act Grants to Alaska: Approximately \$280.9 million

- Directed to specific impacts of COVID-19



CARES Act Federal Funding: By Agency

Department	RPL	Item	Amount (in millions)
COVID-19 Response Fund (CRF) Allocations			
DCCED	08-2020-0250	Direct Municipal Relief	562.5
DCCED, AHFC, AIDEA	08-2020-0251	Small Business Relief	300.0
DHSS		Health-related COVID-19 Costs	337.5
DHSS		Non-profit Support	50.0
Subtotal			1,250.0
CARES Act Direct Grants			
DCCED	08-2020-0054	Economic Stimulus for Alaska Fisheries	100.0
DCCED		Community Development Block Grants	2.8
DEED	05-2020-0074	Emergency Education Relief Funds	48.0
DEED	05-2020-0075	Child Nutrition Funding	5.0
DEED	05-2020-0076	National Endowment for the Arts Funding	0.4
DOTPF	25-2020-8771	Federal Aviation Administration Rural Airport System Maintenance	49.0
DOTPF		International Airports	32.1
DOTPF	25-2020-8766	Federal Transit Administration Grants	29.0
DOTPF	25-2020-8772	Measurement Standards and Whittier Tunnel Support	3.0
DPS	12-2020-4049	U.S. Dept. of Justice Byrne-JAG Grant	3.6
GOV		Elections Support	3.0
UA	45-2020-0002	Higher Education Emergency Relief Fund	5.0
Subtotal			280.9
Total			1,530.9



CARES Act Funding: Economic Relief and Stimulus

RPL 08-2020-0250 - Direct Municipal Relief Total: \$562.5 million

- Per CARES Act guidance, 45% of Alaska's funding will be disbursed to municipalities for costs related to COVID-19
- Funding allocated based on combination of available indicators of economic activity and community assistance formula distributed in 3 quarterly payments starting May 1

Payment 1 = .25 × Economic Activity Metrics + Community Assistance

Payment 2 = .25 × Economic Activity Metrics

Payment 3 = .25 × Economic Activity Metrics

- Municipalities will report to OMB monthly on COVID-19 related expenditures

CARES Act Funding: Economic Relief and Stimulus

RPL 08-2020-0251 - Small Business Relief Total: \$300.0 million

- Funding allocated to the Alaska Housing Finance Corporation (AHFC), the Alaska Industrial Development and Export Authority (AIDEA), and the Investments Section of Commerce, Community, and Economic Development
- Will be used in accordance with Treasury guidance to provide assistance and relief to businesses impacted by COVID-19

CARES Act Funding: Economic Relief and Stimulus

08-2020-0054 - Economic Stimulus for Alaska Fisheries Total: \$100.0 million

- Funding to National Fisheries Marine Service to be allocated to Commerce and distributed with the assistance of Fish and Game
- To be used to provide assistance to COVID-19 impacted subsistence, charter/guide, and commercial fishery participants
- Amount is estimated based on \$300 million national distribution

CARES Act Funding: Health and Social Supports

Health-related COVID-19 Costs and Contingency Total: \$337.5 million

- Allocated to the Department of Health and Social Services (DHSS)
- To be used in support of ongoing response and mitigation efforts
- Held as contingency for future emergent events and unknowns
- No RPL required as federal authority exists in DHSS

CARES Act Funding: Health and Social Supports

Non-profit Support Total: \$50.0 million

- Allocated to DHSS to be distributed as grants to non-profits across the state
- To be used in support of basic human services, including but not limited to: soup kitchens and food banks, homeless shelters, clothing items, and other supportive social services
- No RPL required as federal authority exists in DHSS

CARES Act Funding: Health and Social Supports

RPL 05-2020-0075 - Child Nutrition Funding Total: \$5.0 million

- Funding allocated to the Department of Education and Early Development (DEED)
- To schools and other institutions participating in the National School Lunch Program and related programs

CARES Act Funding: Health and Social Supports

Community Development Block Grants Total: \$2.8 million

- Funding allocated to Department of Commerce Community and Economic Development (DCCED)
- To be used to alleviate the causes and conditions of poverty in communities
- No RPL required due to adequate federal authority in existing DCCED appropriations

CARES Act Funding: Education

RPL 05-2020-0074 - Emergency Education Relief Funds Total: \$48.0 million

- Funding allocated to DEED
- To be used to make grants to Local Education Agencies impacted by COVID-19
 - \$38.4 million for Education Stabilization
 - \$6.5 million for the Governor's Emergency Education Relief Fund
 - Rounded up to accommodate uncertainty in total grant amount

CARES Act Funding: Education

RPL 45-2020-0002 - Higher Education Emergency Relief Fund Total: \$5.0 million

- Funding allocated to the University of Alaska
- To be used to make grants directly to students and institutions impacted by COVID-19
- Full grant totals \$7.9 million, UA has available federal authority to cover part of the grant



CARES Act Funding: Education

RPL 05-2020-0076 - National Endowment for the Arts Funding Total: \$0.4 million

- Funding allocated to DEED
- To be used to make grants to arts organizations, local arts agencies, and partners to sustain operations in response to COVID-19

CARES Act Funding: Transportation

RPL 25-2020-8771 - Federal Aviation Administration Rural Airport System Maintenance Total: \$49.0 million

- Funding allocated to the Department of Transportation and Public Facilities (DOT&PF)
- For statewide aviation and rural airport system operating and maintenance expenses, where revenue or expenditure impacts occurred due to COVID-19

CARES Act Funding: Transportation

International Airports Total: \$32.1 million

- Funding allocated to DOT&PF, International Airport System
- Can be used on general airport expenditures
- No RPL required as the grant can be deposited into the International Airport Fund and spent with existing authority

CARES Act Funding: Transportation

RPL 25-2020-8766 - Federal Transit Administration Grants Total: \$29.0 million

- Funding allocated to DOT&PF
- Funding is available for operating expenses for all Federal Transit Administration 5311 recipients (non-urbanized areas) including Anchorage, Fairbanks, and the Alaska Marine Highway System

CARES Act Funding: Transportation

RPL 25-2020-8772 - Measurement Standards and Whittier Tunnel Support Total: \$3.0 million

- Funding allocated to DOT&PF
- For unbudgeted and unanticipated expenditures related to ensuring continuity of operation and program delivery

CARES Act Funding: Public Safety

**RPL 12-2020-4049 - U.S. Department of Justice Byrne-JAG Grant Total:
\$3.6 million**

- Funding allocated to the Department of Public Safety
- To support a range of program areas including law enforcement, prosecution, indigent defense, courts, corrections, crime victim and witness initiatives, and mental health programs

CARES Act Funding: Elections

Elections Support Total: \$3.0 million

- Funding allocated to the Office of the Governor
- To support modifications to current elections process in light of the COVID-19 public health crisis
- Authority exists to receive revenue and deposit into the Election Fund but there is only limited authority to spend from the fund

Questions



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