



# Napa County Proposed CARES Act Spending Plan

COVID-19 Recovery Task Force  
August 11, 2020





# CARES Act- Coronavirus Relief Fund (CRF) Overview

- In March, Congress passed \$2 trillion CARES Act, which established the Coronavirus Relief Fund (CRF) to provide funding to state and local governments.
- Local governments with more than 500,000 residents received direct allocations from U.S. Treasury.
- On June 29, Governor Newsom allocated an additional amount of state CRF monies to local governments with fewer than 500,000 residents.
- Napa County received \$14.18 million, which will be distributed in 1/6 installments over a six month period by the Department of Finance.



# CARES Act- Requirements

- Necessary expenditures incurred due to the COVID-19 public health emergency.
  - Direct response costs
  - Second order effects such as economic support
- Not accounted for in the most recently approved budget, except COVID-related supplemental appropriations or budget adjustments.
- Expenses incurred between March 1, 2020 and December 30, 2020.

Cost Type	CARES Act	FEMA PA	Other
<b>Personnel</b>	<ul style="list-style-type: none"> <li>All payroll costs for employees “substantially dedicated”</li> </ul>	<ul style="list-style-type: none"> <li>Overtime force account labor and most extra help contracts eligible at 25% cost share</li> </ul>	
<b>Other personnel costs</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Not eligible</li> </ul>	<ul style="list-style-type: none"> <li>Future legislation may establish other funding</li> </ul>
<b>Hazard pay</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Not eligible</li> </ul>	<ul style="list-style-type: none"> <li>Eligible for FEMA when hazard pay is part of pre-disaster labor policy</li> </ul>
<b>Contact tracing</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Not eligible</li> </ul>	<ul style="list-style-type: none"> <li>Other funding sources available</li> </ul>
<b>Emergency protective measures</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Eligible with 25% cost share</li> </ul>	
<b>Teleworking costs</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Partial eligibility</li> </ul>	
<b>Testing</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Partial eligibility</li> </ul>	<ul style="list-style-type: none"> <li>Community Foundation grant, other funding</li> </ul>
<b>Non-congregate sheltering</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Partial eligibility (occupied room nights and some services at 75%)</li> </ul>	<ul style="list-style-type: none"> <li>CDBG-Coronavirus, ESG-Coronavirus, other funding</li> </ul>
<b>Community initiatives</b>	<ul style="list-style-type: none"> <li>Eligible</li> </ul>	<ul style="list-style-type: none"> <li>Not eligible</li> </ul>	<ul style="list-style-type: none"> <li>Potential for private sector match</li> </ul>



# Napa County COVID-19 Expenses through 6/30/20\*

\$3.3 M

Personnel Costs (Response)

\$546 K

Emergency Protective Measures

\$1.18 M

Non-Congregate Sheltering

\$828 K

COVID-related leave and other personnel costs

\*claims for FY 19/20 are still being processed



# Personnel Costs:

Costs through 6/30:  
**\$3.3 M**

Anticipated  
7/1 – 12/30: **\$5.2 M**

**Total: \$8.5 M**

- Includes: force account labor (regular time and overtime), extra help contracts.
- CARES to cover regular time and cost-share for FEMA eligible costs.
- Personnel managed through EOC; activities and time documented through payroll cost codes and on ICS forms.
- *Variables: staffing pattern over time*

	CARES Act	FEMA	General Fund	Other
<b>Proposed allocation:</b>	\$7.67 M	\$823 k	0	0



# Emergency Protective Measures:

Costs through 6/30:  
**\$546 k**

Anticipated  
7/1 – 12/30: **\$3.18 M**

Total: **\$3.7 M**

- Includes: medical supplies, consumables, personal protective equipment, surge planning, communications, teleworking equipment, testing.
- CARES recommended to cover regular time and cost-share for FEMA eligible costs.
- Resources managed and tracked through EOC; documented through ICS forms.
- *Variables: future of state-funded test sites*

	CARES Act	FEMA	General Fund	Other
<b>Proposed allocation:</b>	\$2.55 M	\$1.04 M	\$24 k	\$100 k



# Non-Congregate Sheltering:

Costs through 6/30:  
**\$1.18 M**

Anticipated costs:  
7/1 – 12/30: **\$3.61 M**

Total: **\$4.79 M**

- Includes: contracts with hotels to facilitate non-congregate sheltering of individuals who must comply with isolation and quarantine orders but cannot due to housing situation; services such as feeding, transportation, and sanitation; shelter for vulnerable homeless population in compliance with executive orders
- *Variables: Project Homekey, other funding, variability of sheltering need and strategies*

	CARES Act	FEMA	General Fund	Other
<b>Proposed allocation:</b>	\$336 k	\$3.28 M	\$906 k	\$267 k





# Other Personnel Costs:

Costs through 6/30:  
**\$828 k**

Potential costs:  
7/1 – 12/30: **\$9.5 M**

Total: **\$10.4 M**

- Includes: COVID-related leave time such as sick pay and FMLA; and unemployment insurance.
- Projected costs include contingencies for full utilization of sick pay and FMLA for employees with school-aged children.
- Costs are eligible under CARES
- *Variables: Utilization, further legislation on these costs is possible*

	CARES Act	FEMA	General Fund	Other
<b>Proposed allocation:</b>	\$1.6 M	0	\$8.7 M	0



# Proposed Funding Source Summary

Cost Category	CARES Act	FEMA (covers 75% of eligible costs)	Other Funding Source	General Fund
Personnel costs	\$ 7,670,586	\$ 822,686	\$ 0	\$ 0
Other personnel costs	\$1,619,866	\$ 0	\$ 0	\$ 8,733,841
Non-congregate sheltering	\$ 336,184	\$ 3,277,177	\$ 267,136	\$ 905,960
Emergency protective measures	\$ 2,554,364	\$ 1,043,093	\$ 100,000	\$ 23,920
Recommended community support	\$ 2,000,000	\$ 0	\$ 0	\$ 0
<b>TOTAL :</b>	<b>\$ 14,181,000</b>	<b>\$ 5,142,956</b>	<b>\$ 367,136</b>	<b>\$ 9,663,721</b>



# Proposed Community Recovery Support



Economic Support



Childcare



Social Safety Net



Housing/Rental Assistance



## Economic Support

Proposed allocation:  
**\$500,000**

Possible programs include:

- Lay-off aversion programs
- Workforce development programs
- Business grants
- Bulk purchasing of PPE for businesses



# Childcare

Proposed  
allocation:  
**\$500,000**

Possible programs include:

- Subsidies for those who don't qualify for existing subsidies for childcare
- Technical Assistance and bulk purchasing of PPE for providers
- Support for childcare programs



# Social Safety Net

Proposed  
allocation:  
**\$500,000**

Possible programs include:

- Income replacement to support individuals under isolation and quarantine orders
- Emergency financial assistance



# Housing/ Rental Assistance

Proposed  
allocation:  
**\$500,000**

Possible programs include:

- Rental assistance



# Considerations for Community Recovery Initiatives

- Community need
- Ability to deliver services by December 30
- Ability to meet compliance requirements (federal procurement standards, single audit, etc)
- Efficient delivery of services/ability to minimize administrative burden
- Support for a sustainable, long-term recovery effort





## Reference Documents

- Department of Treasury (Federal):  
<https://home.treasury.gov/policy-issues/cares/state-and-local-governments>
- FEMA Public Assistance Program and Policy Guide, V3.1 and other COVID-specific policy guidance (Federal):  
<https://www.fema.gov/assistance/public>
- Department of Finance (State):  
<http://www.dof.ca.gov/budget/COVID-19/>
- National Association of Counties:  
<https://www.naco.org/covid19/crf>



## Recommended Action for BOS

- Staff requests Board approval of the expenditure plan for Napa County's \$14.18 million in funding from the Coronavirus Aid, Relief, and Economic Security (CARES) Act Coronavirus Relief Fund (CRF) to support response costs and community recovery initiatives associated with the COVID-19 public health emergency.
- Staff requests Board's guidance and comments on proposed areas of community recovery support.
- Staff will return with budget adjustments and contracts at a later date.



# Questions?

