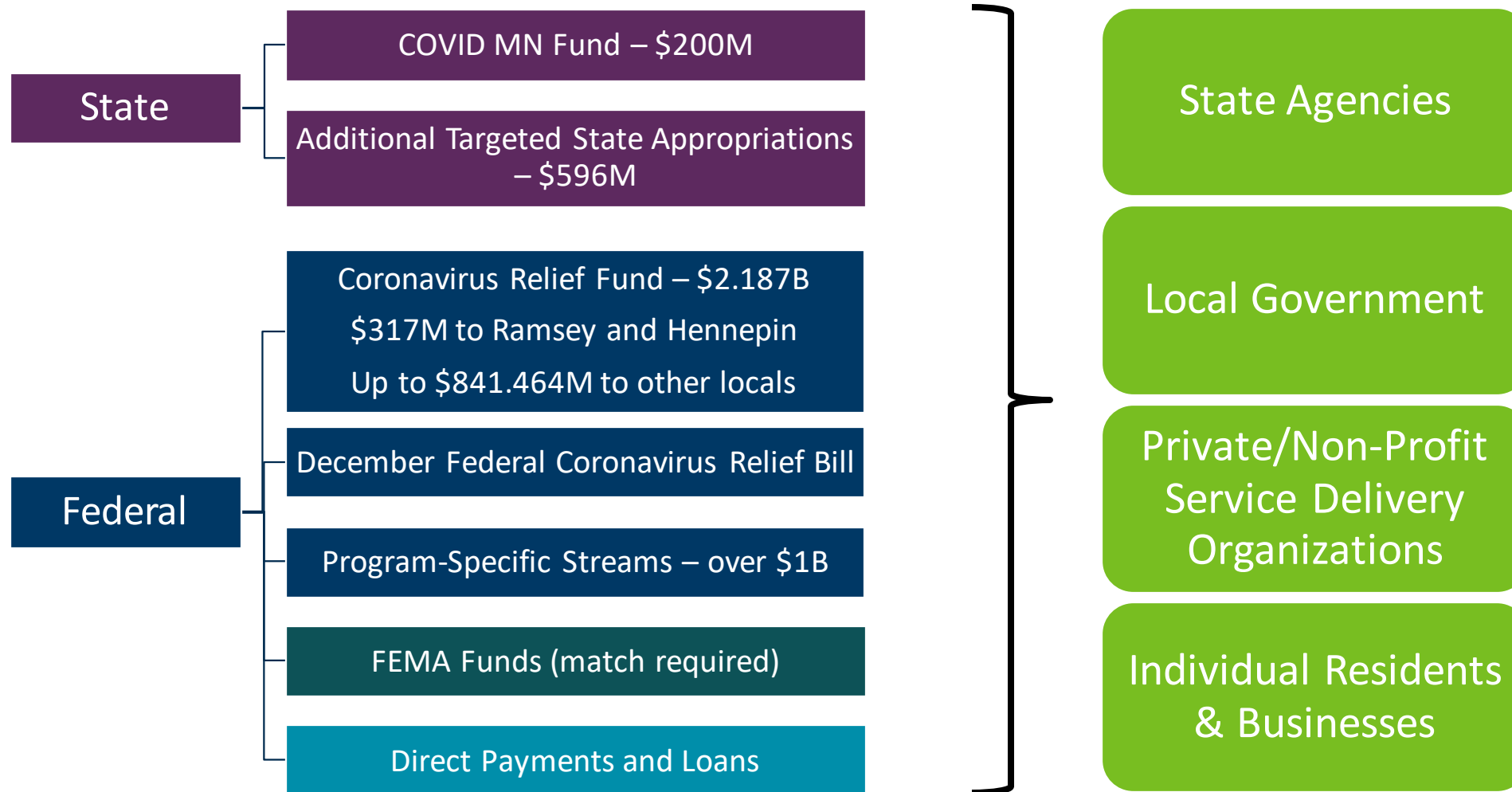




Overview of the Coronavirus Relief Fund and the COVID-19 Minnesota Fund

Minnesota Funding Resources to Combat COVID-19



State Resources for COVID Response

\$ in millions	Total Appropriated
COVID-19 Minnesota Fund	\$200
Health Care Response Fund	\$150
Public Health Contingency Account	\$76
General	\$340
<i>Small Business Loan Guarantee Program</i>	\$10
<i>Tribal Nations Grants</i>	\$11
<i>Peacetime Emergency Child Care Grants</i>	\$30
<i>Food Shelf Programs</i>	\$9
<i>Housing Support</i>	\$6
<i>Emergency Services Grants - Shelter</i>	\$15
<i>Emergency Services Grant - PPE and Supplies</i>	\$5
<i>Emergency Services Grants - Staffing</i>	\$6
<i>Military Veterans COVID-19 Response Assistance</i>	\$6
<i>Small Business Assistance to Restaurants, Bars and Gyms</i>	\$88
<i>Grants to Large Venues</i>	\$14
<i>County Relief Grants to Small Businesses</i>	\$115
<i>Unemployment Insurance Contingent Appropriation</i>	\$25
DEED Small Business Loan Program	\$30
Total	\$796

Fund Summaries

COVID-19 MN Fund Summary	Amount
Initial Balance	\$200,000,000
Total Authorizations	\$223,736,836
Cancellations	\$126,379
FEMA Reimbursements	\$4,126,942
Insurance Reimbursements	\$19,483,598
Remaining Balance	\$83

Federal Coronavirus Relief Fund (CRF) Summary	Amount
Initial Balance	\$2,192,287,109
Total Authorizations	\$2,197,314,188
Cancellations	\$5,026,887
Insurance Reimbursements	\$2,092,449
Remaining Balance	\$2,092,257

COVID-19 Minnesota Fund

Total Authorizations	Authorization	Expended/ Encumbered	Cancellations*	Unspent/ Unencumbered	Reimbursements
Critical Care Supplies	66,460,895	61,869,028	90,812	4,501,056	0
Testing	76,845,122	43,398,035	0	33,447,087	19,483,598
Food Security	386,000	386,000	0	0	0
At-Risk Populations	14,932,000	740,482	0	14,191,518	0
Hospital Surge Capacity	3,122,400	2,516,529	0	605,871	0
State Government Operations	7,276,622	7,238,265	35,567	2,790	0
Other Non-Work Group	54,713,796	15,912,906	4,126,942	34,673,948	0
Total	\$223,736,836	\$132,061,244	\$4,253,321	\$87,422,271	\$19,483,598

* Includes FEMA reimbursements

Federal Coronavirus Relief Fund (CRF)

Total Authorizations	Authorization	Expended/ Encumbered	Cancellations	Unspent/ Unencumbered	Reimbursements
Critical Care Supplies	45,003,905	36,126,048		8,877,857	
Testing	192,975,018	172,249,939		20,725,079	2,092,449
Food Security	81,891,421	81,311,062		580,359	
At-Risk Populations	126,656,500	105,108,328		21,548,172	
Economic Security	70,000,000	69,905,986		94,014	
Education and Child Care	357,731,564	357,535,393		196,171	
Hospital Surge Capacity	3,845,625	3,839,000		6,625	
Community Resiliency and Recovery	11,500,000	11,203,071		296,929	
State Government Operations	96,300,387	92,156,329	1,291,853	2,852,205	
Local Government	1,158,370,613	1,154,635,579	3,735,034		
Other Non-Work Group	53,039,155	51,596,492		1,442,663	
Total	\$2,197,314,188	\$2,135,667,227	\$5,026,887	\$56,620,074	\$2,092,449

Refinancing Strategy for COVID Spending

COVID MN and CRF Balance

(\$ in thousands)	CRF	COVID MN
Balance Prior to Refinancing	\$(27)*	\$9,697
Cancel Current CRF Authorizations	33,882	-
Available CRF Critical Care Supplies Authorization	11,330	-
Move COVID MN Critical Care Supplies Spending to CRF	(11,330)	11,330
Move COVID MN Spending to CRF	(33,855)	33,785
Insurance Reimbursement	-	19,484
FEMA Reimbursement for Cold Storage Facility	-	4,127
Cancel COVID MN Underspending	-	9,993
Budgetary Balance	\$0**	\$88,416**

*adjusted to include submission for Senate and DHS requests

**as of the time of refinancing

COVID-19 MN → CRF: up to \$45 million

Critical Care Supply Purchases

- Transaction will utilize \$11 million existing CRF authorization. On net, refinancing CCS purchases to the CRF will add \$33 million in balance to COVID-MN fund.
- Portion of refinancing moves FEMA state match portion to CRF, leaving 75% in COVID-MN for future state reimbursement

Refinance state 25% FEMA match to CRF

- Unreimbursed testing: \$3.7 million
- Alternative care sites: \$503 thousand
- Storage facility: \$1.376 million
- Community engagement: \$135 thousand

Refinance 100% of non-FEMA eligible

- Testing supplies: \$5.2 million
- Animal carcass disposal: \$1.5 million
- Corrections: \$1 million

December Federal Coronavirus Relief Bill Summary

<i>\$ in thousands</i>		
Program	Total Appropriation	MN Allocation
GEER	4,073,530	19,161
ESSER	54,830,942	588,036
Higher Education Fund - General	20,466,234	unknown
Higher Education Fund - HBCUs/MSIs	1,710,883	unknown
Higher Education - Proprietary Institutions	684,353	unknown
Higher Education Fund - Unmet Needs	114,059	unknown
Broadband	7,000,000	unknown
Rental Assistance	25,000,000	375,410
CDC - Vaccines	4,500,000	50,959
CDC - Testing	22,400,000	324,608
Substance Abuse Prevention and Treatment Block Grant	1,650,000	23,583
Mental Health Block Grant	1,650,000	25,036
CCDBG	10,000,000	137,048
Head Start	250,000	2,991
Promoting Safe and Stable Families	85,000	784
Chafee Foster Care Program for Successful Transition to Adulthood	350,000	7,015
Chafee Education and Training Vouchers	50,000	1,072
Congregate Meals and Home Delivered Meals	168,000	2,766
FTA - Urbanized Area Formula Grants	13,271,311	185,891
FTA - Enhanced Mobility of Seniors and Individuals with Disabilities	50,035	715
FTA - Rural Area Formula Grants	648,233	14,697
FAA - Airport Improvement Program	1,995,565	35,998
FHWA - Surface Transportation Block Grant	9,840,057	163,300
Unemployment Insurance	120,000,000	1,058,000
Total	300,788,202	3,017,070

Deadline for Use of CRF Funds

- Recently enacted federal bill extended the time period to incur costs from December 30, 2020 to December 31, 2021.
 - January 5 LAC Order extended the spending authority for 28 previous LAC authorizations past December 30, 2020.
 - For those LAC authorizations ending December 30, 2020, we are working to identify and capture any underspending.
- For CRF Funds, the US Treasury generally expects costs to be paid within 90 days after the deadline.
- A final report of CRF Fund Expenditures will be due in 2022.

What Happens if There are Disallowed Costs?

- The US Treasury and the Minnesota Office of the State Auditor will review costs submitted to ensure compliance with CRF guidelines.
- The US Treasury can: (1) seek recoupment of the funds; or (2) allow the state to demonstrate that there are other eligible expenses that were incurred that would qualify for CRF.
- Minnesota can appeal any determination of a disallowed cost.

30 projects submitted to FEMA to date, totaling \$30.5 million



Of this amount, about \$23 million is anticipated to be reimbursed



To date, FEMA has agreed to pay \$9 million