

Office Memorandum

Date: March 3, 2022

To: Senator Julie Rosen

Senate Finance Committee 2113 Minnesota Senate Bldg.

St. Paul, MN 55155

Senator John Marty Senate Finance Committee 2301 Minnesota Senate Bldg. St. Paul, MN 55155

Representative Rena Moran House Ways and Means Committee 449 Rev. Dr. Martin Luther King Jr. Blvd. St Paul, MN 55155

Representative Pat Garofalo House Ways and Means Committee 295 Rev. Dr. Martin Luther King Jr. Blvd. St Paul, MN 55155

From: Commissioner Jim Schowalter

Subject: Disaster Assistance Contingency Account Transfers and Payments

Dear Senators and Representatives:

The purpose of this memo is to provide information about the current balance of the disaster assistance contingency account, transfers to the disaster assistance contingency account from unused disaster appropriations and payments made from the disaster assistance contingency account in calendar year 2021, in accordance with the requirements under M.S. 16A.28 subd. 9 and M.S. 12.221 subd. 6.

Current Disaster Assistance Contingency Account Balance

As of January 1, 2022 the unencumbered available balance in the disaster assistance contingency account was \$31,521,650.

Transfers to the Disaster Assistance Contingency Account

During calendar year 2021, \$30,000,000 was transferred from the general fund to the disaster assistance contingency account as directed by 2021 1st Special Session, Chapter 11, Article 1, Section 21. In addition, during calendar year 2021, 72 transfers totaling \$3,450,539 were made to the disaster assistance contingency account

from 26 disaster appropriations in accordance with M.S. 16A.28 subd. 9 and M.S. 12.221 subd. 6. Individual amounts that comprise these totals can be provided by written request.

Calendar Year 2021 Expenditures

The table below details spending from the disaster assistance contingency account in calendar year 2021 in accordance with the requirement under M.S. 12.221 subd.6(d). A total of \$8,231,906 has been allocated in 2021 for federal and state declared disasters. Of that amount and previous years' transfers, \$20,964,928 was expended in 2021.

The reason for the difference between the amounts allocated and encumbered for specific disasters and the actual spending is cycle time. The typical fiscal life cycle for a state disaster, from declaration to closeout, is 18 months, and 72 months for a federal disaster. Once the Department of Public Safety's Division of Homeland Security and Emergency Management (HSEM) determines the amount to be spent on each event, they establish a specific disaster sub-appropriation and transfer the necessary amount from the disaster assistance contingency account. The amount transferred from the disaster account for each declared disaster is based on formal, on-the-ground, documented damage assessments and is not a general estimate. The figures are particularly accurate for state disasters, which are much easier to budget for because of their more limited scope and minimal changes to the project worksheets. The practice of establishing a separate appropriation for each disaster and setting aside the amount needed to pay the state's obligation gives a clearer picture of the progress towards closing out each disaster and knowing how much funding is available for future events.

The table below shows the disasters that received funds from the disaster assistance contingency account in calendar year 2021. Incidents named with an "SD" are state declared disasters and incidents named with a "DR" are federally declared disasters.

Incident		County/Tribe – Description		
Name	Incident Date(s)	(Preliminary Damage Assessment)	Transfers	Expenditures
SD-057	August 28, 2021	Cottonwood – severe thunderstorm with	\$25,920	\$20,355
		damaging winds. (\$32,400)		
SD-056	August 7, 2021	Houston – severe thunderstorms with heavy rains	172,362	41,189
		and flash flooding. (\$211,727)		
SD-055	July 23, 2021	Itasca – severe thunderstorm with damaging	1,108,017	667,628
		winds. (\$1,330,613)		
SD-054	May 19 – 20,	Marshall – severe thunderstorm with heavy rains	143,046	64,316
	2021	and flooding. (\$113,210)		
SD-053	December	Faribault – severe winter storm with ice and	449,972	427,299
	23 – 24, 2020	damaging winds. (\$476,770)		
SD-052	August 13 – 14,	Cass, Itasca, and Norman – severe thunderstorms	65,433	186,851
	2020	with heavy rains and strong winds. (\$291,284)		
SD-051	August 8, 2020	Goodhue and Yellow Medicine – severe	83,007	255,209
		thunderstorms with damaging winds and heavy		
		rains. (\$234,866)		
SD-050	July 25 – 27,	Nicollet, Renville, and Sibley – flooding and slope	161,444	398,568
	2020	failures caused by heavy rains. (\$415,177)		
SD-049	May 27 –	Hennepin – damages caused by fires during civil	693,750	2,317,489
	June 3, 2020	unrest. (\$15,658,865)		
SD-048	July 15 – 17,	Cass, Kittson, Marshall – severe thunderstorms	10,850	30,596
	2020	with heavy rains and flooding. (\$152,225)		

Incident		County/Tribe – Description		
Name	Incident Date(s)	(Preliminary Damage Assessment)	Transfers	Expenditures
SD-046	June 23 – July 3,	Kittson, Le Sueur, Morrison, Nicollet, Renville, and	946,872	1,010,906
	2020	Washington – series of severe thunderstorms with		
		heavy rains and flooding. (\$1,869,490)		
SD-045	June 17, 2020	Roseau – thunderstorm with heavy rain. (\$96,965)	15,428	216,927
SD-044	June 7 – 10,	Kittson – series of severe thunderstorms with	31,585	41,474
	2020	heavy rains and flooding. (\$322,961)		
SD-043	March 9 –	Hubbard, Kittson, Marshall, Norman and Polk –	146,291	846,341
	May 7, 2020	spring flooding caused by high soil moisture		
		content, heavy snowfall, and excessive rain.		
		(\$1,860,231)		
SD-040	September 20 –	Carlton, Kittson, Lake of the Woods, Marshall and	125,400	678,999
	October 17,	Roseau heavy rains and flooding. (\$1,325,466)		
	2019			
SD-039	October 12,	Grand Portage Band of Lake Superior Chippewa –	0	183,078
	2019	gale force winds and severe shoreline erosion.		
		(\$253,535)		
SD-037	September 24,	Wabasha – severe thunderstorm with tornado.	46,087	123,825
	2019	(\$103,650)		
SD-036	March 12 –	Dakota and Pope – severe spring weather with	264,478	980,610
	April 28, 2019	flooding, ice, and damaging winds. Supplemental		
		to DR-4442. (\$1,673,860)		
SD-035	September	Murray, Pipestone, Rock, and Traverse – severe	218,199	274,162
	10 – 15, 2019	thunderstorms with heavy rains and flooding. (\$620,005)		
SD-034	July 16 – 20,	Blue Earth, Cottonwood, Dodge, Fillmore,	34,762	176,980
	2019	Freeborn, Houston, Le Sueur, Wabasha, and		
		Winona – severe thunderstorms with damaging		
		winds, heavy rainfalls, and flooding. (\$2,060,361)		
SD-033	June 27 – July 7,	Dodge, Goodhue, Fillmore, Olmsted, Redwood,	799,510	1,507,787
	2019	Renville and Wabasha – severe thunderstorms		
		with heavy rains and flash flooding. (\$5,098,469)		
DR-4442	March 12 – April	Big Stone, Blue Earth, Brown, Chippewa, Clay,	698,436	5,977,165
	28, 2019	Cottonwood, Dodge, Faribault, Fillmore, Freeborn,		
		Goodhue, Grant, Houston, Jackson, Kittson, Lac		
		Qui Parle, Le Sueur, Lincoln, Lyon, Mahnomen,		
		Marshall, Martin, McLeod, Mower, Murray,		
		Nicollet, Nobles, Norman, Olmsted, Pennington,		
		Pipestone, Polk, Ramsey, Red Lake, Redwood,		
		Renville, Rock, Roseau, Scott, Sibley, Steele,		
		Stevens, Swift, Traverse, Wabasha, Waseca,		
		Washington, Watonwan, Wilkin, Winona, and		
		Yellow Medicine Counties and the Prairie Island		
		Indian Community, Red Lake Band of Chippewa,		
		Upper Sioux Community, and the White Earth		
		Nation – severe spring weather with flooding, ice,		
		and damaging winds. (\$101,736,000*)		

Incident		County/Tribe – Description		
Name	Incident Date(s)	(Preliminary Damage Assessment)	Transfers	Expenditures
DR-4414	October 9 – 11, 2018	St. Louis – gale force windstorm with storm surge flooding and damaging waves at Duluth. (\$11,549,561)	0	1,572,896
SD-032	September 18 – 20, 2018	Faribault, Goodhue, Le Sueur, Martin, Prairie Island Indian Community, Renville, Rice, Steele, Waseca – severe thunderstorms with heavy rains, damaging winds, and tornadoes. (\$4,870,407)	330,835	573,439
DR-4390	June 15 – July 11, 2018	Aitkin, Beltrami, Blue Earth, Brown, Carlton, Cass, Clearwater, Cottonwood, Faribault, Itasca, Jackson, Kanabec, Koochiching, Lake, Lyon, Martin, Murray, Nicollet, Nobles, Pine, Pipestone, Polk, Redwood, Renville, Rock, St. Louis, Sibley, Watonwan, Leech Lake Band of Ojibwe, Red Lake Nation, White Earth Nation – Series of severe thunderstorms with heavy rains, flooding, damaging winds, and tornadoes. (\$21,755,330)	245,784	106,260
SD-025	April 13 – May 4, 2018	Nobles, Rock, and St. Louis – Severe late winter storm with strong winds, heavy snow and subsequent rapid snowmelt flooding. (\$1,459,596)	11,775	72,617
SD-024	October 27, 2017	St. Louis – Major winter storm with snow and gale force winds. (\$2,834,840)	1,271,582	1,358,743
SD-021	August 16, 2017	Redwood and Renville – Severe thunderstorms with heavy rain and flooding. (\$901,000)	5,678	117,186
SD-018	June 11, 2017	Anoka – Severe thunderstorms, heavy rains, and large hail. (\$696,517)	102,526	0
DR-4290	September 21 – 24, 2016	Blue Earth, Fillmore, Freeborn, Goodhue, Hennepin, Houston, Le Sueur, Rice, Steele, and Waseca – Severe storms and flooding. (\$8,305,303)	22,877	264,581
DR-4182	June 11 – July 11, 2014	Beltrami, Blue Earth, Brown, Carver, Chippewa, Dodge, Faribault, Freeborn, Hennepin, Jackson, Koochiching, Lac qui Parle, Lake of the Woods, Le Sueur, Lyon, Marshall, Martin, McLeod, Murray, Nicollet, Nobles, Pipestone, Ramsey, Redwood, Renville, Rice, Rock, Roseau, Scott, Sibley, Steele, Todd, Wadena, Waseca, Watonwan, Wright, Yellow Medicine, Bois Fort Band, Prairie Island Indian Community, and Red Lake Nation – severe storms, straight line winds, flooding, landslides and mudslides. (\$30,370,144)	0	474,113
			\$8,231,906	\$20,967,589