PROPOSED EXPENDITURE PLAN

$80 Million Coronavirus Relief Fund through the federal CARES Act
Coronavirus Relief Fund

■ Federal Requirements

Funds may only be used to cover costs that -

1.) are necessary expenditures due to the public emergency with respect to the Coronavirus Disease (COVID-19)

2.) were not accounted for in the budget most recently approved as of March 27, 2020 (the date of enactment of the CARES Act) for the State or government

3.) and, were incurred during the period that begins on March 1, 2020, and ends on December 30, 2020

* Use of funds must also conform with 2 CFR 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards

■ Additional State of Hawai‘i Requirements

1.) Must submit County spending plan by 06/12/2020 to Budget & Finance for review and approval

2.) Must provide monthly expenditure reports to Budget & Finance by the 10th day of each month

3.) Second $40M tranche will be received after the spenddown of the first $40M has been reviewed and approved by Budget & Finance

4.) Governor can terminate the agreement at any time and not deliver the entire amount allocated to the County

5.) Must return any unspent monies by 12/11/2020 and deliver the final expenditure report by 12/20/2020
Eligible Uses

- Purchase and/or stockpiling of PPE, disinfectants, sanitizers, and other equipment or items necessary for COVID-19 response

- COVID-19 testing costs

- Direct government costs related to COVID-19, such as quarantine costs, office modifications, public area disinfecting, hiring additional personnel, or contract services

- Food delivery for the vulnerable population

- Telework for public employees

- Distance learning, including technological improvements, for schools

- Payroll and overtime of public health and safety workers that are “substantially dedicated” to mitigating or responding to the COVID-19 public health emergency
Eligible Uses (page 4 continued)

■ Paid sick, family, and medical leave for public employees to enable compliance with COVID-19 public health precautions

■ Care for homeless populations to mitigate COVID-19 effects and enable compliance with public health precautions

■ Assistance to public and private hospitals for the costs incurred due to the COVID-19 public health emergency

■ Direct grants to “small business” and “individuals” for economic support or hardship in consideration of business interruption related to COVID-19 required closures

■ Grants to prevent evictions or homelessness (rent, mortgage, or non-government utilities)
Eligible Uses (page 5 continued)

- Costs of funding government operations for a “substantially different use” of budgeted funding related to COVID-19
- Increased workman’s compensation for public safety employees that contract COVID-19 (for period of March 1 to December 30, 2020 only)
- Recovery planning or operating a recovery coordination office related to public health emergency
- Expenses related to contact tracing efforts and enforcing of quarantine or isolation efforts
- Assist individuals in enrolling in a government benefit program for those who have been laid off due to COVID-19 and lost health insurance
- Workforce training programs for employees furloughed due to COVID-19 if determined that the cost of such employment and training programs would be necessary due to the public health emergency
Eligible Uses (page 6 continued)

- Rural broadband expansion for public health emergency only (not to build additional capacity)
- Covering increased solid waste as it relates to disposal of used PPE and other waste from responding to COVID-19
- Administrative costs related to Coronavirus Relief Fund payments
- Any other COVID-19-related expenses reasonably necessary to the function of government that satisfy the Fund’s eligibility criteria
- Capital projects related to establishing temporary public medical facilities or other measures to increase COVID-19 treatment capacity or improve mitigation measures
- Funds may be used for non-federal match for Stafford Act assistance so long as the costs are still COVID-19 related
Ineligible Uses

- Covering any budget revenue shortfalls
- Payment of taxes or utilities to a government agency
- Expanding rural broadband capacity on a permanent basis
- Prepayments of contracts or other obligations
- Investment in any capital projects other than building temporary hospital capacity, testing sites, or mitigation measures related to COVID-19
- Payroll or benefits expenses for employees whose work duties are not “substantially dedicated” to mitigating or responding to the COVID-19 public health emergency
- Expenses that have been or will be reimbursed under any federal program
Ineligible Uses (continued)

- Legal settlements
- Severance pay
- Workforce bonuses other than hazard pay or overtime
- Reimbursement to donors for donated items or services
- Damages covered by insurance
- Expenses for State share of Medicaid
- Capital projects other than those that are increasing temporary medical treatment capacity or mitigation measures related to COVID-19
Summary - 6 Expenditure Categories

- Community Assistance $ 12,611,140
- Public Safety $ 18,325,673
- Hawai‘i Island Recovery Initiatives $ 32,000,000
- Property Acquisition, Housing, Construction $ 5,065,246
- Administrative Costs $ 8,808,975
- Equipment/Compliance Needs $ 3,198,636

TOTAL $ 80,009,671
Community Assistance

■ Food Assistance

Grants to nonprofits providing food to the community, purchase local farm produce, distribute to restaurants for meal preparation and delivery of meals to vulnerable families $ 3,992,000

■ Childcare

Purchase PPE, sanitizers, disinfectants, temperature scanners, foggers, UV light for current 143 licensed providers $ 200,000

Economic support for licensed childcare providers, including expansion of operations and incentives for new childcare providers $ 2,300,000

$ 2,500,000
Community Assistance (page 11 continued)

- **Community and Family Resilience**
  
  Increase capacity of existing providers to deliver medical, mental, behavioral health services and case management service

  Delivery of training and technical assistance to organizations and communities to develop wellness and resilience skills

  Increase access to free legal services to prevent eviction and homelessness

  Increase the capacity of existing providers to deliver street medicine, outreach and mobile hygiene services to mitigate COVID-19 effects and compliance with public health precautions

  Support to Financial Empowerment Centers and Navigation Programs to increase delivery of financial education, counseling and referral services

  $ 4,000,000
Community Assistance (page 12 continued)

- County Outreach
  - Youth and senior programs, mileage, other outreach $1,119,140
  - Cellular on Wheels, micro-Wi-Fi transmitters and tablets to support connectivity $1,000,000

  $2,119,140

  TOTAL COMMUNITY ASSISTANCE $12,611,140
Public Safety

- **County Response to COVID-19**
  
  Personal protective equipment, disinfectant, sanitizer, face masks, face shields, gloves, foggers, etc. $2,325,673

  Unbudgeted costs for beach monitoring (Hāpuna and Paradise Park) and Emergency Medical Services $6,000,000

  Reserve for 2nd wave response and unanticipated costs $10,000,000

**TOTAL PUBLIC SAFETY** $18,325,673
Hawai‘i Island Recovery Initiatives

- **Business Grants for Economic Assistance**
  
  Financial obligations including but not limited to rent, leases, mortgage, vehicle lease, master supply agreements, non-governmental utilities and reopening costs  
  
  $ 22,000,000

- **Individual Grants to Prevent Housing Displacement**
  
  Rent, lease, mortgage, non-governmental utilities  
  
  $ 10,000,000

**TOTAL HAWAI‘I ISLAND RECOVERY INITIATIVES**  

$ 32,000,000
Property Acquisition, Housing, Construction

- Acquisition
  - Warehouse space for PPE and response supplies $ 1,000,000

- Construction
  - Additional homeless shelter facilities $ 4,065,246

TOTAL PROPERTY ACQUISITION, HOUSING, CONSTRUCTION $ 5,065,246
Administrative Costs

- **County Response to COVID-19**
  
  New contract positions, outsourced services, re-described duties for public safety workers, overtime, and other personnel costs related to the COVID-19 response (includes first responders, tracing and monitoring program, civil defense costs, and disinfectant programs) $ 8,808,975

TOTAL ADMINISTRATIVE COSTS $ 8,808,975
Equipment and Compliance Needs

- **Equipment**
  - Servers, laptops, tablets, desk, partitions, vehicles, etc. $2,262,729

- **Building Modifications**
  - Building modifications, barriers, and other social distancing build-outs $935,907

**TOTAL EQUIPMENT AND COMPLIANCE NEEDS** $3,198,636
QUESTIONS