

What's Next: COVID-19 Policy Issues Facing Federal, State and Local Governments

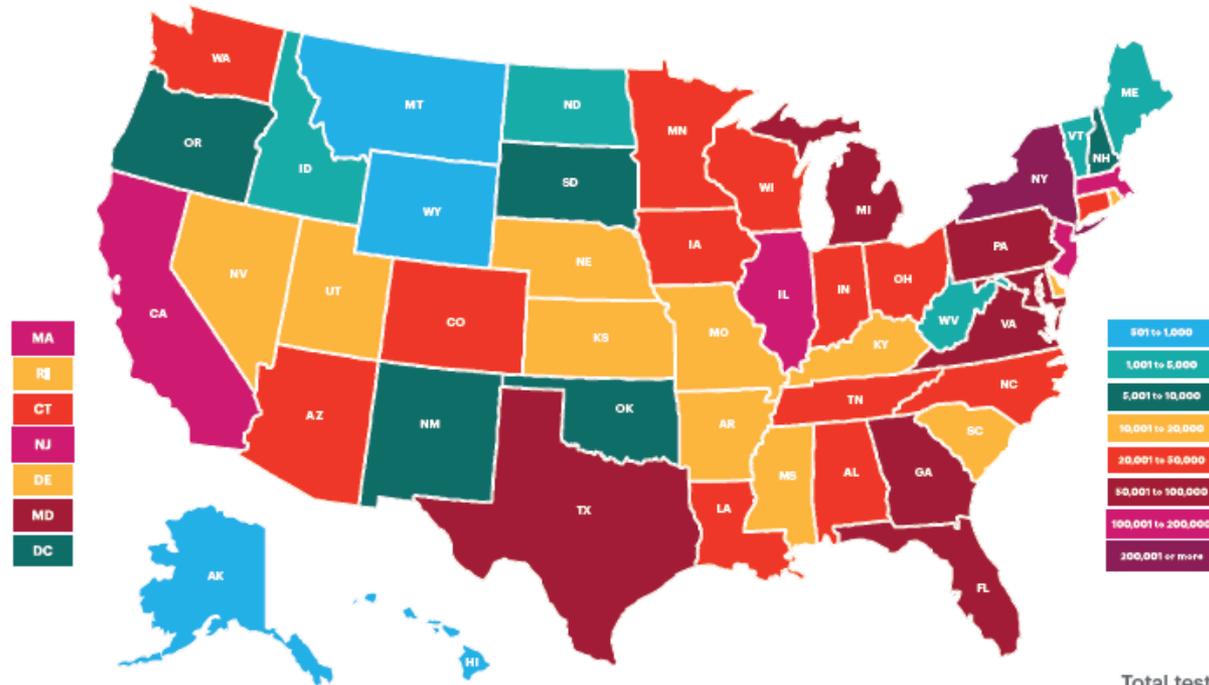
June 20

Policy Update



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Coronavirus Disease (COVID-19) in the US



Total cases: 2,000,464
 Total tests conducted: 21,467,820
 Total deaths: 112,924
 Total recovered: 533,504

States with confirmed and presumptive positive cases of COVID-19:

501 to 1000

- Alaska
- Hawaii
- Montana
- Wyoming

1,001 to 5,000

- Idaho
- Maine
- North Dakota

- Vermont
- West Virginia

5,001 to 10,000

- New Hampshire
- New Mexico
- Oklahoma
- Oregon
- South Dakota
- Washington, DC

10,001 to 20,000

- Arkansas
- Delaware
- Kansas
- Kentucky
- Mississippi
- Missouri
- Nebraska
- Nevada
- Rhode Island

- South Carolina
- Utah

20,001 to 50,000

- Alabama
- Arizona
- Colorado
- Connecticut
- Indiana
- Iowa
- Louisiana

- Minnesota
- North Carolina
- Ohio
- Tennessee
- Washington
- Wisconsin

50,001 to 100,000

- Florida
- Georgia
- Maryland

- Michigan
- Pennsylvania
- Texas
- Virginia

100,001 to 200,000

- California
- Illinois
- Massachusetts
- New Jersey

200,001 or more

- New York

Date updated: June 11, 2020

Source: Johns Hopkins Coronavirus Resource Center: US Map; <https://coronavirus.jhu.edu/us-map>

CSBRAND-24057-Dentons-50-map-coronavirus-22 — 11/06/2020

Local Government



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The Economy and Cities What America's Local Leaders are Seeing

Sources: Survey data and infographic provided by

- National League of Cities
- The United States Conference of Mayors

The Economy and Cities

What America's Local Leaders are Seeing

UNDER THE CURRENT CARES ACT:



Only municipalities of more than

500,000

residents will receive direct funding through the Coronavirus Relief Fund



Only

36 of 19,000

American cities, towns and villages are 500,000+



That equals less than

0.5%

of all municipalities



And only represents

14%

of the country's total population

MUNICIPALITIES OF ALL SIZES WILL FEEL THE ECONOMIC IMPACT OF COVID-19.

Nearly 100% of cities with populations above 50,000 will see a revenue decline this year.

87%

of municipalities <50,000
anticipate a revenue shortfall this year

100%

of municipalities 200k-499,999
anticipate a revenue shortfall this year

98%

of municipalities 50k-199,999
anticipate a revenue shortfall this year

100%

of municipalities 500,000+
anticipate a revenue shortfall this year

The Economy and Cities

What America's Local Leaders are Seeing

96% OF ALL CITIES REPORT THAT BUDGET SHORTFALLS ARE THE RESULT OF UNANTICIPATED REVENUE DECLINES.

PRIMARY FACTOR FOR SHORTFALL

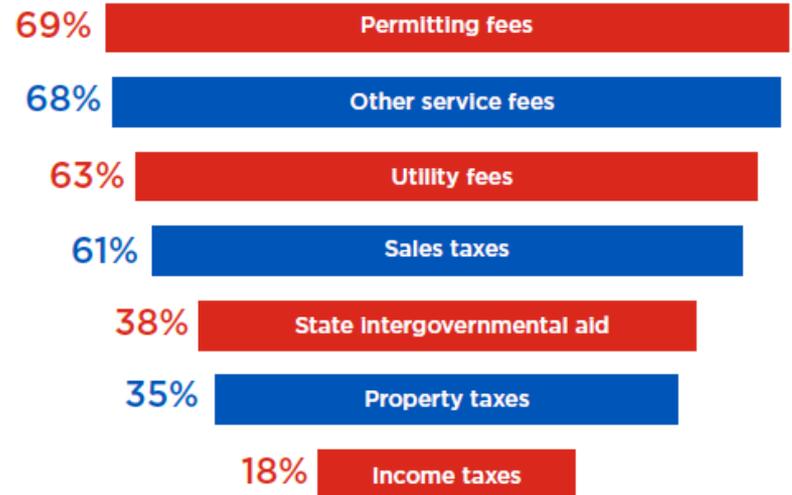


53%
UNANTICIPATED REVENUE
DECLINE ONLY



43%
UNANTICIPATED REVENUE
DECLINES AND UNANTICIPATED
EXPENDITURE INCREASES

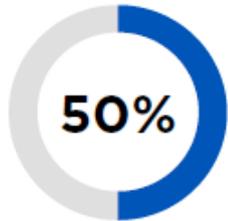
LOCAL LEADERS ARE REPORTING AN IMMEDIATE ECONOMIC IMPACT FROM LOSS OF REVENUE SOURCES THEY DEPEND ON TO FUND ESSENTIAL SERVICES.



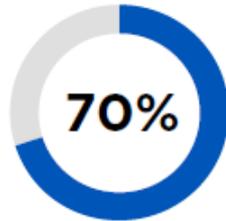
The Economy and Cities

What America's Local Leaders are Seeing

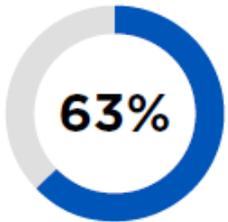
**PUBLIC SERVICES WILL BE IMPACTED
BY THE ECONOMIC STRAIN OF COVID-19.**



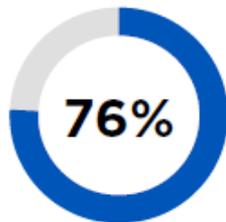
of municipalities <50,000
are anticipating having to cut
public services.



of municipalities 200k-499,999
are anticipating having to cut
public services.



of municipalities 50k-199,999
are anticipating having to cut
public services.



of municipalities 500,000+
are anticipating having to cut
public services.

**MORE THAN HALF OF ALL
CITIES OF ALL SIZES
REPORTED THAT POLICE
WILL BE AFFECTED.**

The Economy and Cities

What America's Local Leaders are Seeing

CORONAVIRUS WILL HAVE A STAGGERING IMPACT ON ALL MUNICIPAL EMPLOYMENT.

THERE WILL BE FURLOUGHS

26% OF MUNICIPALITIES <50,000 will have to furlough their employees

55% OF MUNICIPALITIES 50K-199,999 will have to furlough their employees

54% OF MUNICIPALITIES 200K-499,999 will have to furlough their employees

59% OF MUNICIPALITIES 500,000+ will have to furlough their employees



AND THERE WILL BE LAYOFFS

26% OF MUNICIPALITIES <50,000 will have to lay off their employees

36% OF MUNICIPALITIES 50K-199,999 will have to lay off their employees

39% OF MUNICIPALITIES 200K-499,999 will have to lay off their employees

47% OF MUNICIPALITIES 500,000+ will have to lay off their employees



State Government



Polly Lawrence

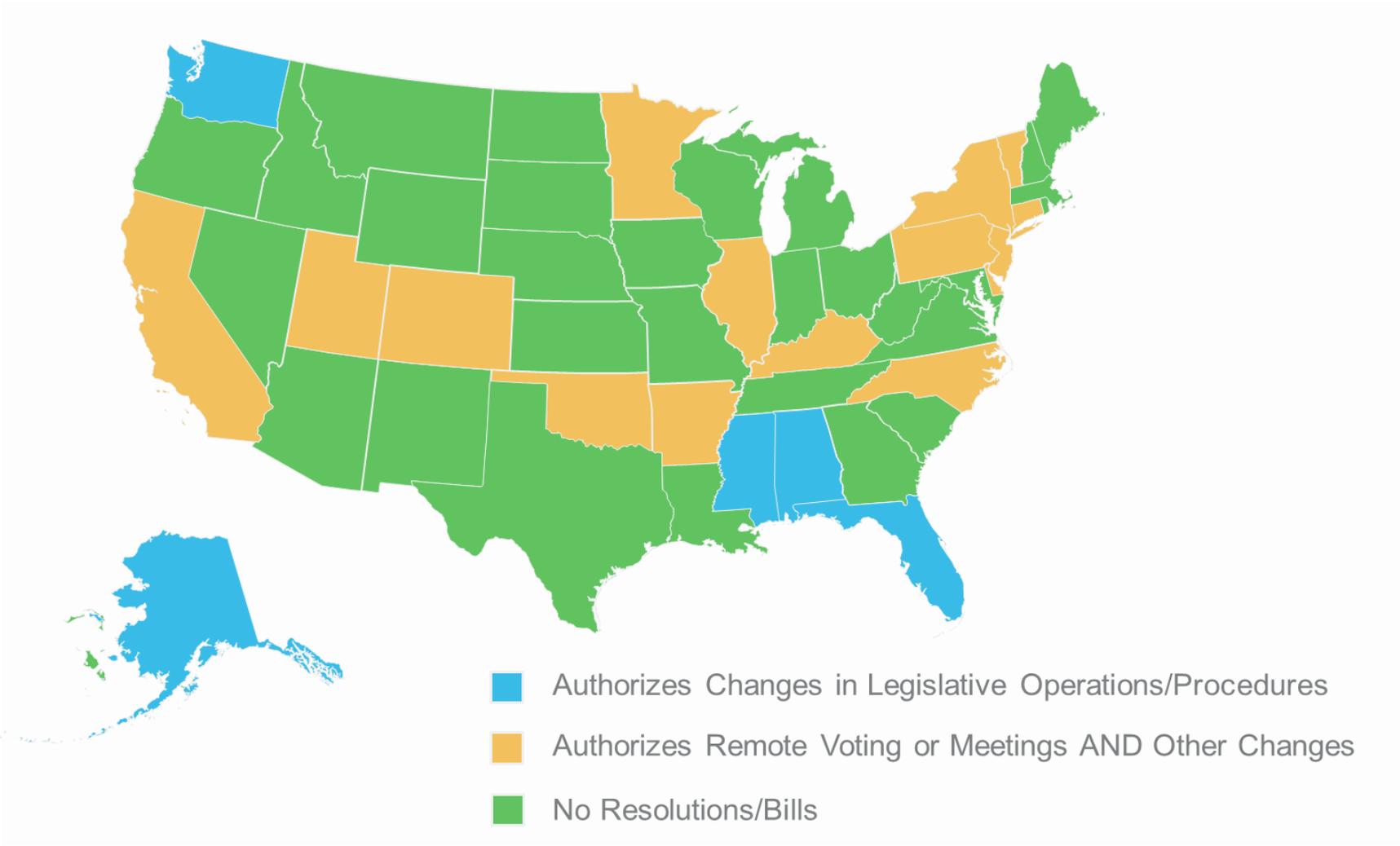
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2020 Adopted/Enacted Actions

Legislative Remote Meetings, Voting and Operations



Source: [NCSL COVID-19: State Actions Related to Legislative Operations](#)

Federal Government



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The more than \$3 trillion legislation protects the lives and livelihoods of the American people. Among its many provisions, the bill:

- Honors our heroes, by providing nearly \$1 trillion to state, local, territorial and tribal governments who desperately need funds to pay vital workers like first responders, health workers, and teachers who keep us safe and are in danger of losing their jobs
- Establishes a Heroes' Fund for essential workers, with \$200 billion to ensure that essential workers who have risked their lives working during the pandemic receive hazard pay
- Supports testing, tracing and treatment, by providing another \$75 billion for coronavirus testing, contact tracing and isolation measures, ensuring every American can access free coronavirus treatment, and supporting hospitals and providers
- Preserves health coverage, by protecting Americans losing their employer-provided health insurance with COBRA subsidies to maintain their coverage and creating a special enrollment period in the ACA exchanges for uninsured Americans

- Provides additional direct payments, cushioning the economic blow of the coronavirus crisis with a second round of more substantial economic impact payments of \$1,200 per family member, up to \$6,000 per household.
- Protects payrolls, by enhancing the new employee retention tax credit that encourages employers to keep employees on payroll, allowing 60 million Americans to remain connected to their paychecks and benefits.
- Ensures worker safety, by requiring OSHA to issue a strong, enforceable standard within seven days to require all workplaces to develop and implement infection control plans based on CDC expertise, and prevents employers from retaliating against workers who report infection control problems.
- Supports small businesses and nonprofits, by strengthening the Payroll Protection Program to ensure that it reaches underserved communities, nonprofits of all sizes and types and responds flexibly to small businesses by providing \$10 billion for COVID-19 emergency grants through the Economic Injury Disaster Loan program.

- Extends unemployment benefits, ensuring weekly \$600 federal unemployment payments through next January, providing a vital safety net for the record number of Americans who are unemployed.
- Bolsters housing assistance, helping struggling families afford a safe place to live with \$175 billion in new supports to assist renters and homeowners make monthly rent, mortgage and utility payments and other housing-related costs.
- Strengthens food security, addressing rising hunger with a 15 percent increase to the maximum SNAP benefit and additional funding for nutrition programs that help families put food on the table.
- Safeguards our democracy, with new resources to ensure safe elections, an accurate Census, and preserve the Postal Service.

Thank you

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Stay up-to-date with all of our insights and guidance by visiting our US COVID-19 hub [here](#) and signing up for future alerts and events [here](#).