

January 19, 2022

Honorable Nancy Skinner, Chair
Joint Legislative Budget Committee
Senate Budget and Fiscal Review Committee

Honorable Phil Ting, Chair
Assembly Budget Committee

Honorable Anthony Portantino, Chair
Senate Appropriations Committee

Honorable Chris R. Holden, Chair
Assembly Appropriations Committee

Control Section 11.90—Shift Allocations to Support the State’s COVID-19 Response from the General Fund to the Coronavirus Relief Fund

Pursuant to the provisions of Control Section (CS) 11.90, Budget Act of 2021, the following report is respectfully submitted to update the Joint Legislative Budget Committee on the final expenditures of the Coronavirus Relief Funds (CRF) provided to California pursuant to the Coronavirus Aid, Relief, and Economic Security (CARES) Act (P.L. 116-136).

On January 6, 2022, California reported to the U.S. Treasury that the \$9.5 billion allocation was fully expended and that further adjustments are not anticipated. Expenditures include funds approved by the Legislature and allocated to counties, cities, local education agencies (LEAs), community colleges, as well as funding to reduce the spread of COVID-19 among the state’s homeless, and to partially offset the cost of state disaster response including emergency food supplies, diapers, and support for child care centers. These expenditures are summarized in the chart below:

Recipients	Total Amount Allocated ¹	Reported Interest	Total Expenditures (Including Interest)
Counties	\$1,289,065,000	\$1,522,587	\$1,290,587,587
Cities	\$499,400,219	\$253,759	\$499,653,978
Colleges	\$53,975,000	\$1,081	\$53,976,081
LEAs	\$4,429,674,266		\$4,429,674,266
Homekey	\$750,000,000		\$750,000,000
State Programs/ Offsets	\$2,503,450,259	\$43,929,922	\$2,547,380,181
TOTALS	\$9,525,564,744	\$45,707,349	\$9,571,272,093

¹ As adjusted pursuant to Control Section 11.90.

Subdivision (c) of CS 11.90 authorizes the Director of Finance to use CRF, including interest earned by the fund, to offset or reduce General Fund costs in the 2019–20, 2020–21, and 2021-22 fiscal years to support the COVID-19 response between March 1, 2020, and December 31, 2021. The state has earned a total of \$43.9 million in interest through December 31, 2021. Interest may only be used for the same purpose as outlined in U.S. Treasury guidance.

Attachment A summarizes the state offsets through December 31, 2021, totaling \$2.5 billion. This update reflects the addition of expenditures totaling nearly \$151.1 million to offset state COVID-19 response costs since the November 23, 2021 update. This includes \$72 million in 2020-21 costs for state staff redirected to contact tracing and vaccine coordination, increasing the total redirections to support these critical activities to \$172 million through June 30, 2021. The executive orders to reimburse various funds that initially paid salaries for redirected staff were posted on December 30, 2021.

If you have any questions or need additional information regarding this matter, please contact Audrey Bazos, Principal Program Budget Analyst, at audrey.bazos@dof.ca.gov.

KEELY MARTIN BOSLER

Director

By:

A handwritten signature in black ink, appearing to read "Erika Li", written in a cursive style.

ERIKA LI

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Gabriel Petek, Legislative Analyst (3)
Joe Stephenshaw, Staff Director, Senate Budget and Fiscal Review Committee
Kirk Feely, Fiscal Director, Senate Republican Fiscal Office
Christopher W. Woods, Senate President pro Tempore's Office (2)
Christian Griffith, Chief Consultant, Assembly Budget Committee
Joseph Shinstock, Fiscal Director, Assembly Republican Caucus, Office of Policy and Budget
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Madelynn McClain, Deputy Director, Office of Fiscal Services, California Department of Corrections and Rehabilitation
KC Mohseni, Deputy Director, Administration and Management, Housing and Community Development
Tiffany Garcia, Deputy Secretary of Fiscal Policy and Administration, Business, Consumer Services, and Housing Administration
Marko Mijic, Deputy Secretary of Program and Fiscal Affairs, California Health and Human Services Agency
Brandon Nunes, Chief Deputy Director of Operations, California Department of Public Health
Karen Dickerson, Deputy Director, Administration Division, California Department of Social Services
Lee Sutter, Staff Services Manager II, Board of State and Community Corrections
Richard Trussell, Chief, Fiscal, Administration, and Information Technology Division, Emergency Medical Services Agency
Carla Castaneda, Chief Deputy Director, Operations, Department of Developmental Services
Brent Houser, Chief Deputy Director, Operations, Department of State Hospitals
Justyn Howard, Deputy Secretary, Fiscal Policy and Administration, California Government Operations Agency
Monica Flowers-Erickson, Deputy Director, Administrative Services, California Department of Health Care Access and Information
Amy Tang-Paterno, Director, Government Affairs Division, California Department of Education
Miles Burnett, Chief Administrative Officer, California Department of Technology
Denise Mellor, Chief, Administrative Services, Franchise Tax Board
Katherine Minnich, Deputy Director, Administration, Department of General Services

BU	Project Name (CRF Reporting)	Prior JLBC Notification	Change	Total Expenditures Cycle 7 (March 1, 2020 - December 31, 2021)
0511	Personnel Services Response Costs	\$1,102,487	\$0	\$1,102,487
0515	Homeless Shelter and Supportive Services (RoomKey)	\$93,615,444	\$2,370,358	\$95,985,802
4120	EMSA COVID-19 Response	\$79,138,060	\$0	\$79,138,060
4140	Personnel Services Response Costs	\$1,559,779	\$0	\$1,559,779
4265	COVID-19 Call Center for Public Inquiries	\$73,692,562	\$0	\$73,692,562
4265	Testing	\$3,914,982	\$20,127,679	\$24,042,661
4265	Various Medical and Testing Equipment	\$2,828,928	\$0	\$2,828,928
4265	Contact Tracing - Training and Tracking	\$63,396,785	\$18,243,656	\$81,640,441
4265	Various State Operations and Personnel Response costs	\$81,917,938	\$0	\$81,917,938
4300	DDS COVID-19 Response	\$148,793,580	\$0	\$148,793,580
4440	Various Expenditures (Testing, and Other Staffing/Ops)	\$63,633,058	\$0	\$63,633,058
5180	Adult Protective Services	\$1,059,201	\$0	\$1,059,201
5180	Food Bank Emergency Distributions	\$165,461,389	\$0	\$165,461,389
5180	Board and Care for Residence in Care Facility	\$26,940,625	\$0	\$26,940,625
5180	County Administration	\$32,268,779	\$0	\$32,268,779
5180	Homeless Housing (Trailers)	\$29,412,642	\$0	\$29,412,642
5180	Hotel/Motel Beds for People Experiencing Homelessness	\$11,024,552	\$0	\$11,024,552
5180	Assistance to Vulnerable and At-Risk Individuals	\$12,158,000	\$0	\$12,158,000
5180	Supportive Services (Child Welfare and Foster Care)	\$4,976,005	\$0	\$4,976,005
5180	Supportive Services to At-Risk Children and Foster Caregivers	\$4,999,820	\$0	\$4,999,820
5180	Pandemic EBT	\$16,755,880	\$0	\$16,755,880
5180	Assistance Payments for Foster Youth	\$32,509,318	\$0	\$32,509,318
5180	California Food Assistance Program- Emergency Allotments	\$23,578,608	\$0	\$23,578,608
5180	Various Response Costs	\$688,509	\$0	\$688,509
5180	Personnel Services Response Costs	\$2,154,796	\$0	\$2,154,796
5225	Reimbursement to County Jails for Suspended Prison Intake	\$166,179,235	\$63,366,897	\$229,546,132
5225	COVID-19 Response in Prisons	\$550,282,115	\$0	\$550,282,115
5227	Reimbursement to County Probation Departments for Supervision of Offenders Released from Prison Early	\$24,746,026	\$0	\$24,746,026
6100	Childcare and related PPE/cleaning	\$92,319,857	\$0	\$92,319,857
7502	Various COVID-19 IT Projects (Tracking/Dashboards)	\$15,395,145	\$0	\$15,395,145
7730	Personnel Services Response Costs	\$1,865,777	\$0	\$1,865,777
7760	Personal Protective Equipment/Equipment Contracts/Decontamination Purchases	\$411,624,762	\$0	\$411,624,762
7760	Hotels for Health Care Workers	\$25,000,000	-\$25,000,000	\$0
7760	Testing Facility Project Management	\$24,901,200	\$0	\$24,901,200
7760	Personnel Services Response Costs	\$3,957,910	\$0	\$3,957,910
8860	Personnel Services Response Costs	\$2,465,955	\$0	\$2,465,955
9900	State Support for Local Contact Tracing	\$100,000,000	\$53,613,071	\$153,613,071
9900	State Support for Vaccine Coordination*	\$0	\$18,338,811	\$18,338,811
		\$2,396,319,709	\$151,060,472	\$2,547,380,181

* Previously reported as part of State Support for Local Contact Tracing