

November 23, 2021

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 Lorena Gonzalez, Chair  
Assembly Appropriations Committee

**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, 2021 Budget Act, the following report is respectfully submitted.

Subdivision (c) of CS 11.90 authorizes the Director of Finance to allocate federal funds from the Coronavirus Relief Fund (CRF) in the Coronavirus Aid, Relief, and Economic Security (CARES) Act (P.L. 116-136) to offset or reduce General Fund appropriations made 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.

Attachment A summarizes CRF expenditures through September 30, 2021, totaling nearly \$2.4 billion, and meets the criteria outlined by the U.S. Treasury for use of these funds. Based on expenditures reported to date, more than 96 percent of the funding allocated to state offsets have been realized. In addition, all the funds approved by the Legislature and allocated to cities, counties, and community colleges have been fully spent. The Department of Housing and Community Development spent a total of \$747 million for 94 Homekey projects with 51 local entities. An additional \$3 million has been spent for program administration and will be reported to the U.S. Treasury in the next reporting cycle.

Nearly \$10.2 million of the \$4.4 billion allocated to schools was not spent by the May 31, 2021 deadline, which was extended pursuant to Chapter 10, Statutes of 2021. Attachment B identifies the local education agencies that did not apply for the funds, did not fully spend their allocation, or were ineligible to receive a disbursement. Finance recommends using these funds to increase the state offsets as authorized in CS 11.90.

As we near the federal deadline, we will continue to monitor expenditures and prioritize use of the CRF, in lieu of General Fund, to prevent CRF from being unspent and returned to the U.S. Treasury. After accounting for items summarized above and interest earnings totaling \$42.6 million, approximately \$149.3 million is available to offset state COVID-19 response costs, including staff redirected to contact tracing. Based on information we

have gathered, we anticipate all remaining funding will be allocated in our next report to the Joint Legislative Budget Committee.

If you have any questions or need additional information regarding this matter, please call Kristin Shelton, Chief, Research and Analysis Unit, at (916) 322-2263.

KEELY MARTIN BOSLER

Director

By:

A handwritten signature in black ink, appearing to read "Erika Li". The signature is fluid and cursive, with a large initial "E" and a stylized "L".

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  
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office  
Luigi Luciano, Legislative Director, Assembly Republican Leader's Office  
Jason Sisney, Assembly Speaker's Office (2)  
Mark McKenzie, Staff Director, Senate Appropriations Committee  
Jay Dickenson, Chief Consultant, Assembly Appropriations Committee  
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, Interim 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

## Point-in-Time Expenditures

| BU   | Project Name (CRF Reporting)  | New<br>* | Prior JLBC<br>Notification | Change               | Total<br>Expenditures<br>Cycle 6<br>(March 1, 2020 -<br>September 30,<br>2021) |
|------|---|----------|----------------------------|----------------------|--|
| 0511 | Personnel Services Response Costs   |          | \$1,102,487                | \$0                  | \$1,102,487  |
| 0515 | Homeless Shelter and Supportive Services (RoomKey)  |          | \$90,971,069               | \$2,644,375          | \$93,615,444   |
| 4120 | EMSA COVID-19 Response  |          | \$34,645,826               | \$44,492,234         | \$79,138,060   |
| 4140 | Personnel Services Response Costs   |          | \$1,559,779                | \$0                  | \$1,559,779  |
| 4265 | COVID-19 Call Center for Public Inquiries   |          | \$59,644,571               | \$14,047,991         | \$73,692,562   |
| 4265 | Testing   |          | \$278,371                  | \$3,636,611          | \$3,914,982  |
| 4265 | Various Medical and Testing Equipment   |          | \$11,310,371               | -\$8,481,443         | \$2,828,928  |
| 4265 | Contact Tracing - Training and Tracking   |          | \$43,769,701               | \$19,627,084         | \$63,396,785   |
| 4265 | Various State Operations and Personnel Response costs   |          | \$56,847,182               | \$25,070,756         | \$81,917,938   |
| 4300 | DDS COVID-19 Response   |          | \$153,597,670              | -\$4,804,090         | \$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   |          | \$24,680,559               | \$2,260,066          | \$26,940,625   |
| 5180 | County Administration   |          | \$32,268,777               | \$2                  | \$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  |          | \$20,083,111               | \$12,426,207         | \$32,509,318   |
| 5180 | California Food Assistance Program-Emergency Allotments   |          | \$11,999,109               | \$11,579,499         | \$23,578,608   |
| 5180 | Various Response Costs  | *        | \$0                        | \$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              | \$0                  | \$166,179,235  |
| 5225 | COVID-19 Response in Prisons  |          | \$455,134,218              | \$95,147,897         | \$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                           |          | \$372,765,833              | \$38,858,929         | \$411,624,762  |
| 7760 | Hotels for Health Care Workers  |          | \$25,000,000               | \$0                  | \$25,000,000   |
| 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   |          | \$2,297,678                | \$168,277            | \$2,465,955  |
| 9900 | State Support for Local Contact Tracing**   |          | \$100,000,000              | \$0                  | \$100,000,000  |
|      |   |          | <b>\$2,138,956,805</b>     | <b>\$256,674,395</b> | <b>\$2,396,319,709</b>   |

\* Indicates new item not previously reported

\*\* Funds setaside for contact tracing based on estimated costs

## Schools that did not fully spend disbursement

| Local Education Agency                       | Total Unspent | Total Spent | Total Disbursed |
|--|---------------|-------------|-----------------|
| Vincent Academy                              | 84,919        | 89,157      | 174,076         |
| Calaveras County Office of Education         | 9,559         | 210,698     | 220,257         |
| Kingsburg Elementary Charter                 | 5             | 1,316,993   | 1,316,998       |
| Richland Union Elementary                    | 4,398         | 3,058,027   | 3,062,425       |
| Valiente College Preparatory Charter         | 28,744        | 183,364     | 212,108         |
| Today's Fresh Start Charter School Inglewood | 492,799       | 0           | 492,799         |
| Alliance Dr. Olga Mohan High                 | 162,303       | 360,571     | 522,874         |
| KIPP Endeavor College Preparatory Charter    | 44,354        | 612,586     | 656,940         |
| Alliance College-Ready Middle Academy 5      | 2,282         | 261,588     | 263,870         |
| Alliance Kory Hunter Middle                  | 7,907         | 444,930     | 452,837         |
| Atwater Elementary                           | 157,584       | 4,679,451   | 4,837,035       |
| Gustine Unified                              | 128,761       | 1,702,488   | 1,831,249       |
| Baypoint Preparatory Academy                 | 135,775       | 171,295     | 307,070         |
| Sacramento Charter High                      | 36,431        | 390,394     | 426,825         |
| Natomas Unified                              | 87,855        | 8,538,567   | 8,626,422       |
| Preuss School UCSD                           | 55            | 585,494     | 585,549         |
| Sweetwater Union High                        | 5,033,777     | 21,478,439  | 26,512,216      |
| McCloud Union Elementary                     | 3,302         | 37,711      | 41,013          |
| Willow Creek Elementary                      | 698           | 21,784      | 22,482          |
| Red Bluff Union Elementary                   | 32,720        | 1,871,359   | 1,904,079       |
| Richgrove Elementary                         | 2,551         | 659,315     | 661,866         |
| Optimist Charter                             | 90,941        | 0           | 90,941          |
| OnePurpose                                   | 67,286        | 0           | 67,286          |
| Totals:                                      | 6,615,006     | 46,674,211  | 53,289,217      |

## Schools that did not receive a disbursement

| Local Education Agency                      | Total Allocated   | Reason funds not disbursed                              |
|---|-------------------|---|
| Epic Charter                                | 99,774            | Did not submit assurances as of 12/1/20                 |
| Roses in Concrete                           | 103,644           | Did not submit assurances as of 12/1/20                 |
| Opportunities for Learning - Baldwin Park   | 373,887           | Did not submit assurances as of 12/1/20                 |
| Opportunities for Learning - Duarte         | 33,351            | Did not submit assurances as of 12/1/20                 |
| Children of Promise Preparatory Academy     | 273,733           | Did not submit assurances as of 12/1/20                 |
| Century Academy for Excellence              | 146,760           | Late Assurances; Not eligible due to charter revocation |
| Animo College Preparatory Academy           | 444,856           | Did not submit assurances as of 12/1/20                 |
| Excelencia Charter Academy                  | 98,597            | Did not submit assurances as of 12/1/20                 |
| Opportunities for Learning - Santa Clarita  | 131,916           | Did not submit assurances as of 12/1/20                 |
| Options for Youth San Gabriel               | 66,831            | Did not submit assurances as of 12/1/20                 |
| Options for Youth-Acton                     | 175,934           | Did not submit assurances as of 12/1/20                 |
| Opportunities for Learning - Capistrano     | 58,098            | Did not submit assurances as of 12/1/20                 |
| Leadership Military Academy - Indio         | 78,025            | New Charter School-Not Eligible                         |
| Encore High School for the Arts - Riverside | 306,161           | Did not submit assurances as of 12/1/20                 |
| Options for Youth-San Juan                  | 96,339            | Did not submit assurances as of 12/1/20                 |
| Visions In Education                        | 428,362           | Did not submit assurances as of 12/1/20                 |
| Options for Youth-San Bernardino            | 91,231            | Did not submit assurances as of 12/1/20                 |
| Options for Youth-Victorville Charter       | 84,500            | Did not submit assurances as of 12/1/20                 |
| Triumph Academy                             | 8,457             | Did not submit assurances as of 12/1/20                 |
| School of Universal Learning (SOUL)         | 44,084            | Did not submit assurances as of 12/1/20                 |
| Heritage K-8 Charter                        | 70,821            | Did not submit assurances as of 12/1/20                 |
| Escondido Charter High                      | 61,248            | Did not submit assurances as of 12/1/20                 |
| Health Sciences High and Middle College     | 54,321            | Did not submit assurances as of 12/1/20                 |
| Mary L. Booker Leadership Academy           | 61,890            | Did not submit assurances as of 12/1/20                 |
| San Joaquin Building Futures Academy        | 1,495             | Did not submit assurances as of 12/1/20                 |
| Olive Grove Charter                         | 1,264             | Did not submit assurances as of 12/1/20                 |
| Summit Public School: Rainier               | 159,149           | Did not submit assurances as of 12/1/20                 |
| Total allocated funds not disbursed:        | 3,554,728         |   |
| <b>Total unspent allocation:</b>            | <b>10,169,734</b> |   |