



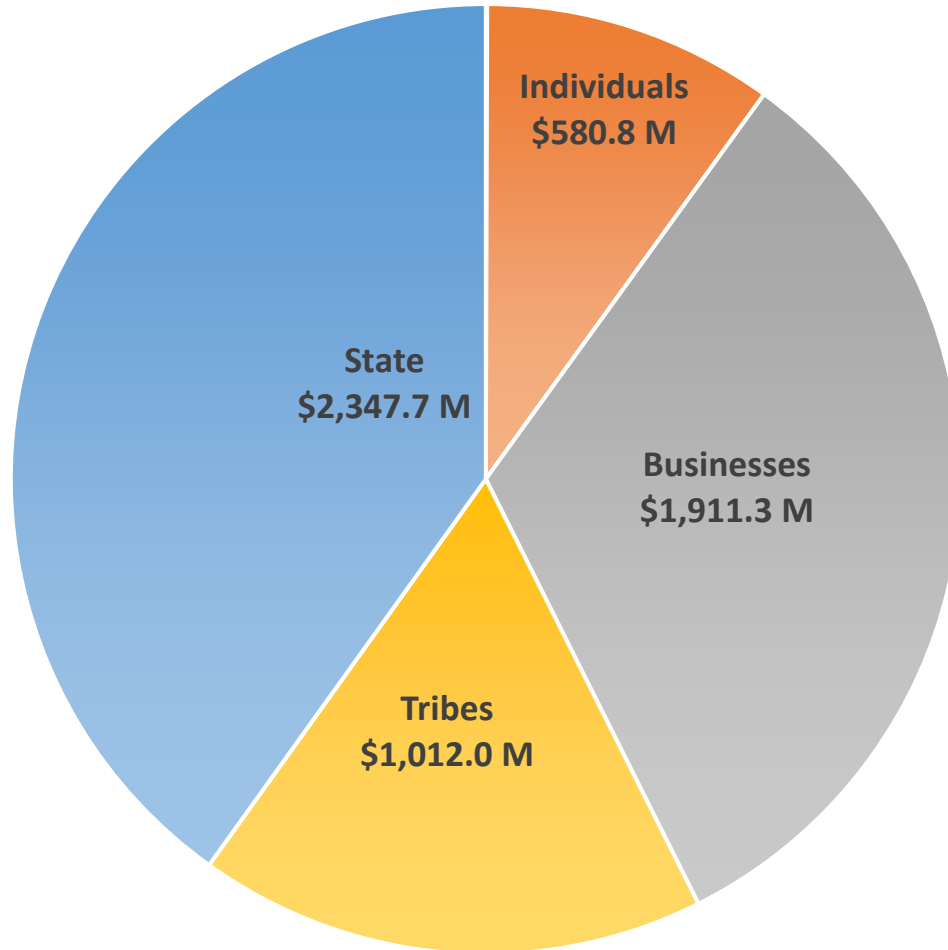
70th Annual Local Government Conference
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CARES Act Update

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Director, Alaska Office of Management and Budget

Total Federal COVID-19 Distribution



To date, Federal relief received in Alaska totals \$5.85 billion.

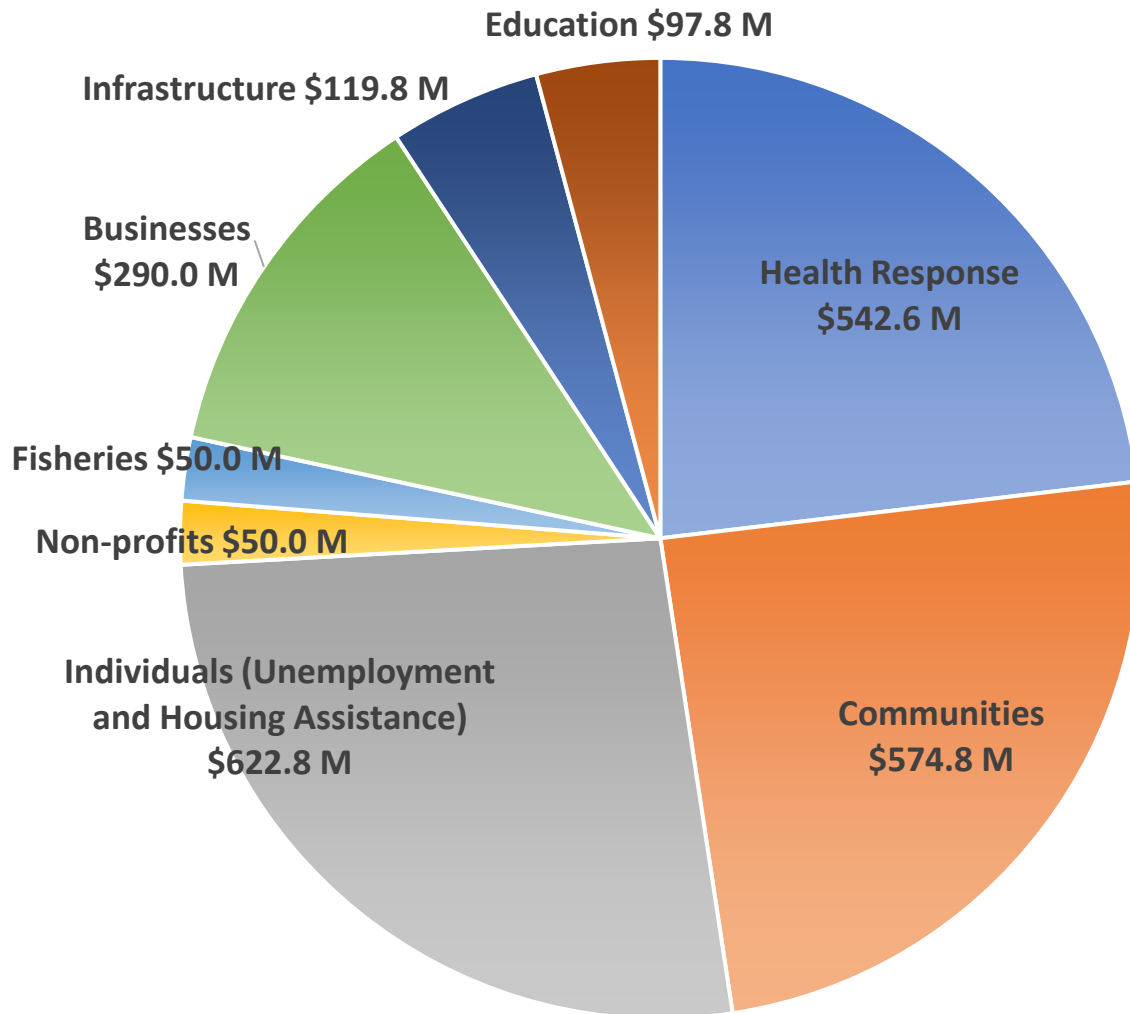
This funding was initially distributed from the federal treasury through business grants and loans, payments to individuals and grants to state and tribal agencies.

Non-state COVID-19 Federal Funding Highlights

Approximately \$3.5 billion in federal funds flowed into the state without going through the state government including:

- Small Business Administration (SBA) Loans (\$469.2 million)
- Paycheck Protection Program Forgivable Loans (\$1.27 billion)
- Economic Impact (\$1,200.00 Stimulus) Payments which were sent directly to qualifying taxpayers from the IRS (\$580.8 million)
- Funding Directly to Tribal Governments (\$1.0 billion)

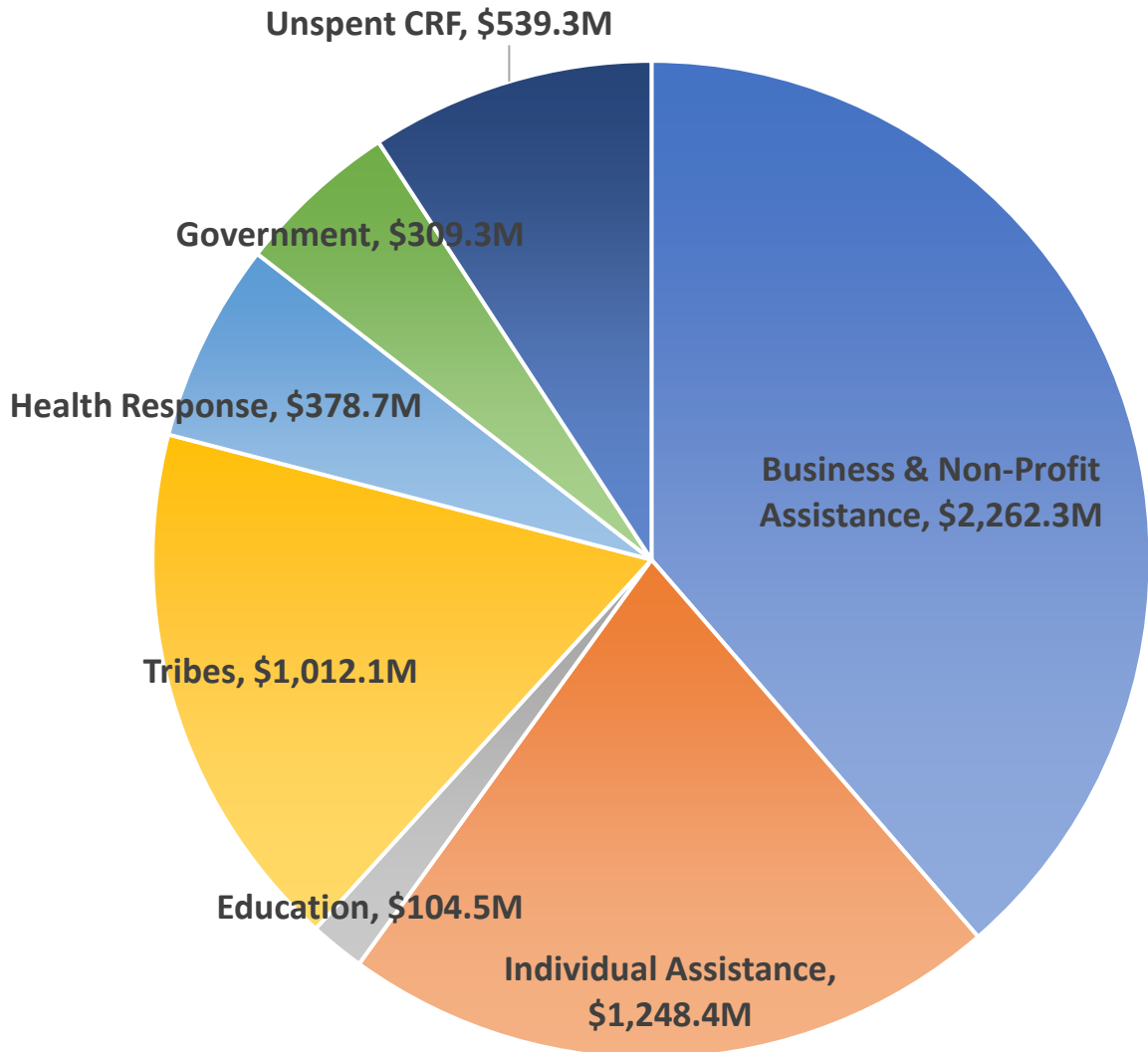
Federal COVID-19 Funding Allocated by the State



Of the \$5.8 billion in federal relief, the state has received \$2.3 billion - roughly 40 percent of the total.

This finding was further allocated to communities, businesses, individuals, health care providers and to support a statewide public health response.

Federal COVID-19 Funding by Recipient



Based on the most current reporting, the pie chart shows the final distribution of the federal COVID-19 funding by category – regardless of pass-through entity.

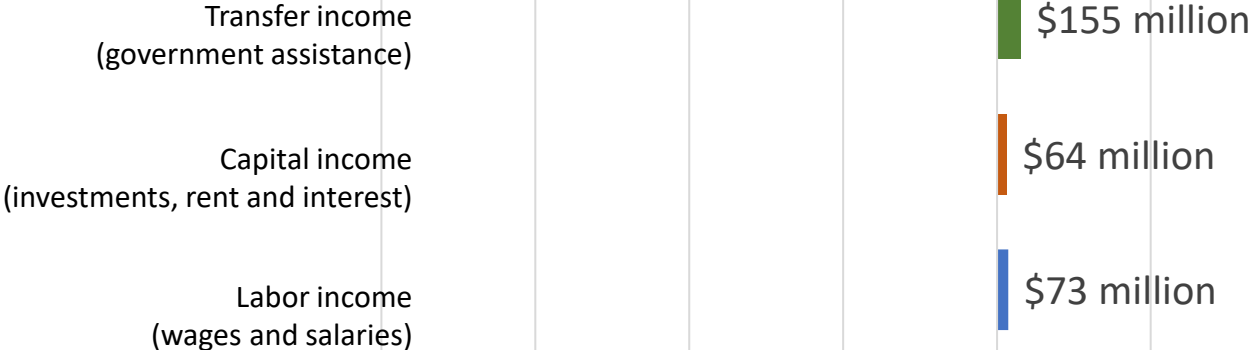
Business and non-profit assistance was the largest category at nearly 40 percent of the total. Just under 10 percent of the funding allocated by state and local government remains unspent.

Why does all this federal relief matter?

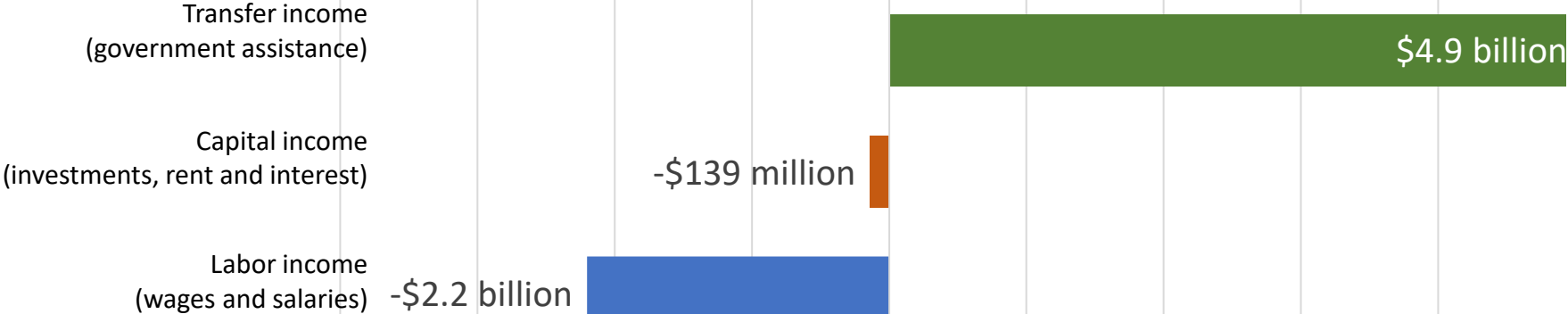
- Alaska's economy is heavily reliant on two industries hit hardest by the pandemic: energy and tourism.
- The value of goods and services produced in Alaska (GDP) declined \$8.6 billion in Q2 2020, or 16%, compared to the previous year.
- September employment was down 37,600 jobs from the previous year, the sixth consecutive month of double-digit percentage job loss.
- The federal relief funds to Alaska helped offset some of the early economic damage of the pandemic, but it is too early to tell how deep and how lasting this recession will be.

COVID-19 Federal Stimulus Impact on Alaska Personal Income

2019: Change in personal income from Q1 to Q2



2020: Change in personal income from Q1 to Q2



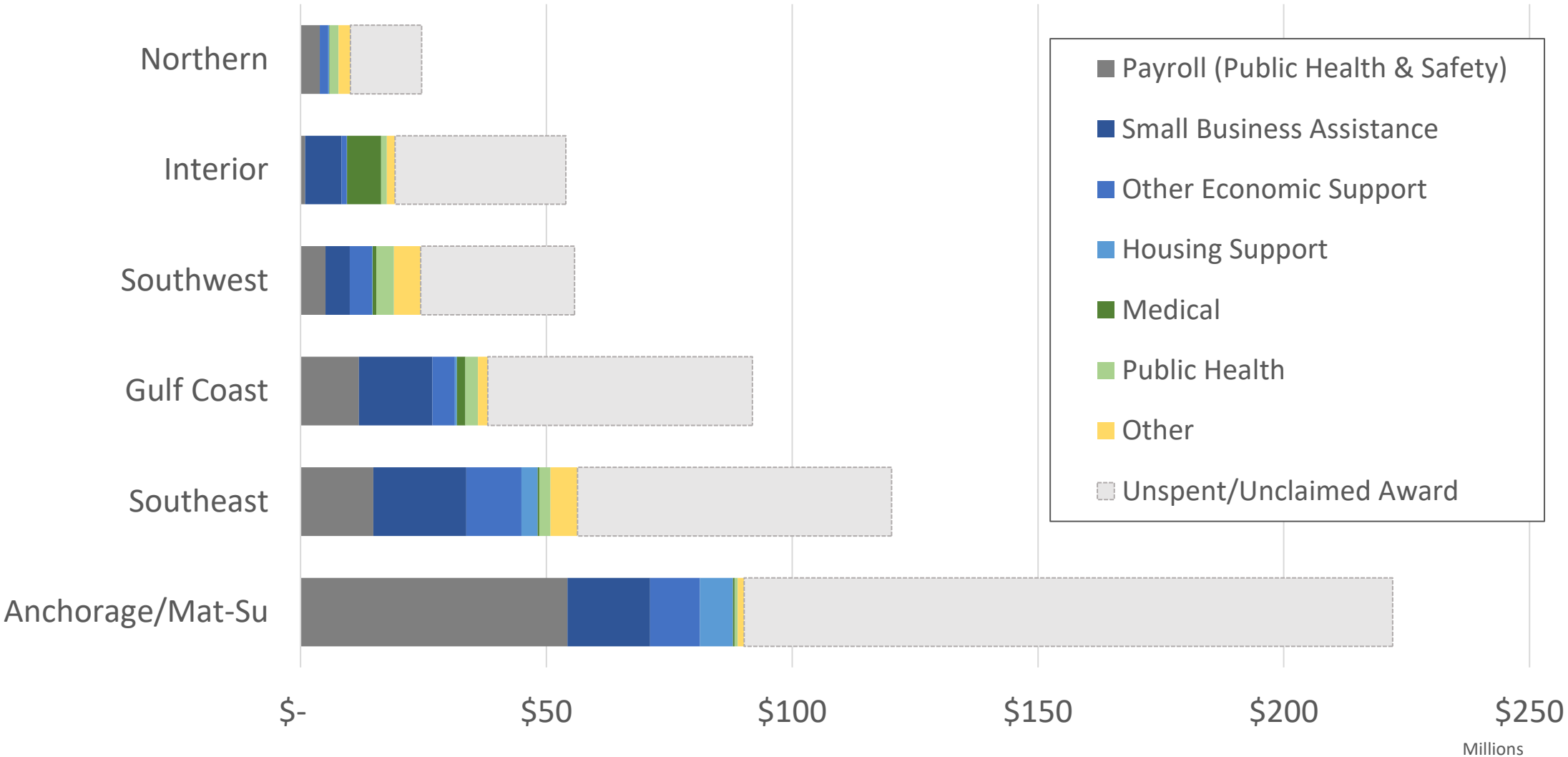
\$ (4,000) \$ (3,000) \$ (2,000) \$ (1,000) \$ - \$ 1,000 \$ 2,000 \$ 3,000 \$ 4,000 \$ 5,000

Source: U.S. Bureau of Economic Analysis

CRF Community Distribution Spending Category by Dollar

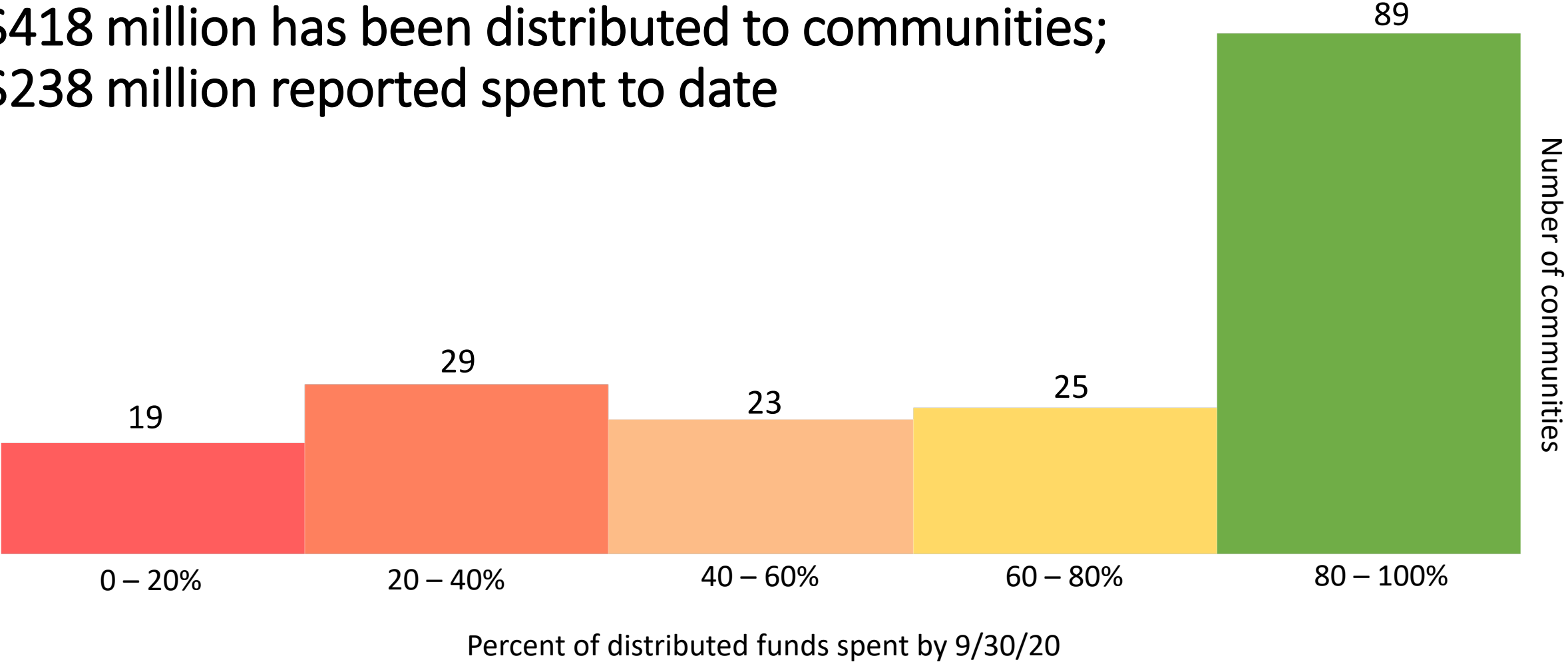


Community Spending on CRF Support by Region

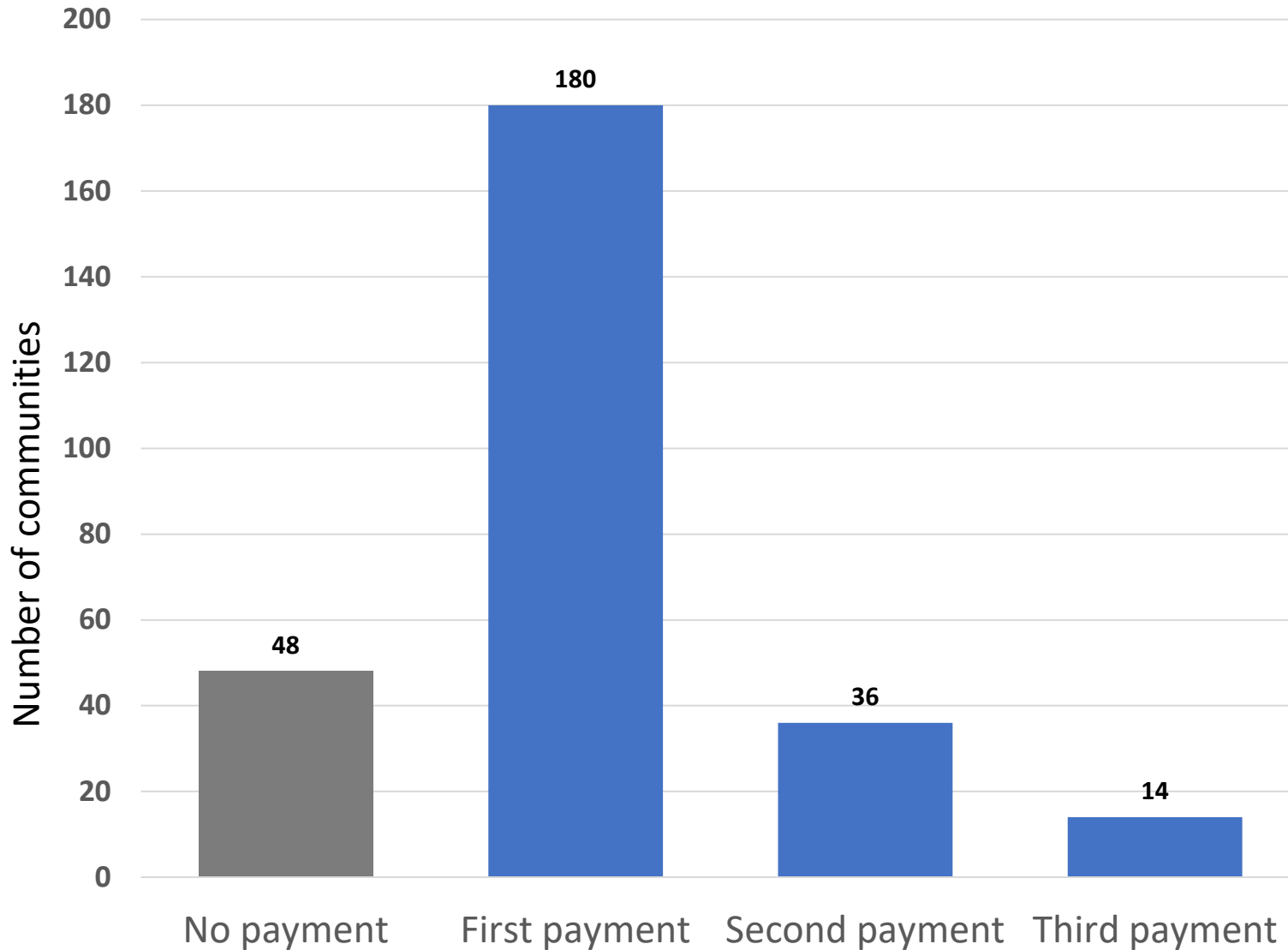


Percent of Distributed CRF Funds Spent

\$418 million has been distributed to communities;
\$238 million reported spent to date



Communities With Unclaimed Funds Remaining: 214



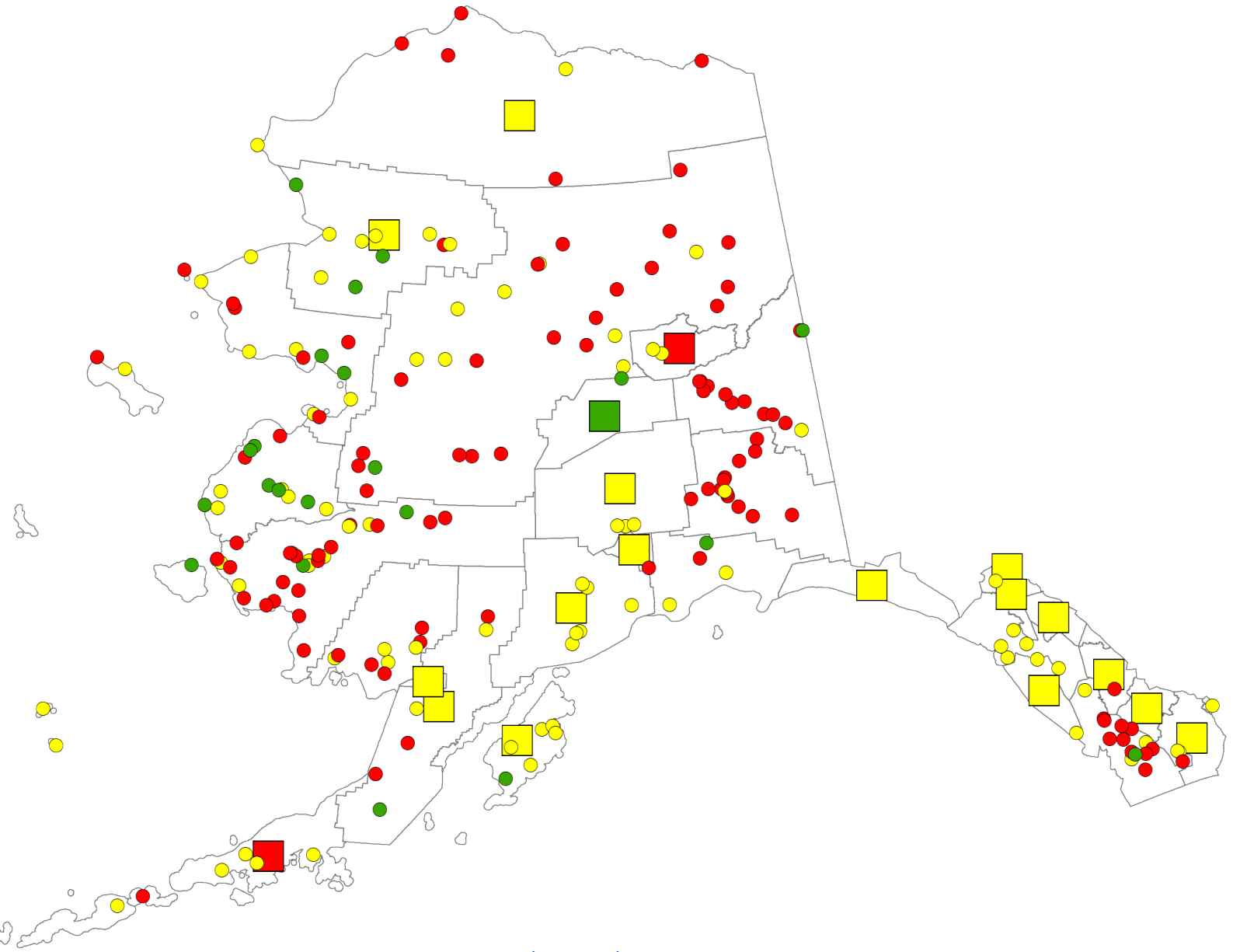
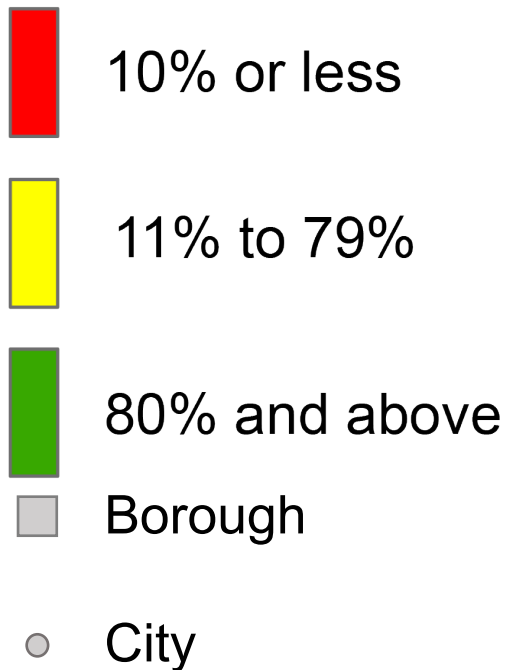
Community CRF grants were designed to be distributed in three tranches to 228 communities.

180 eligible communities (79 percent) have claimed their first payment, but only 20 percent of those communities have requested their second payment and 14 percent have claimed their third payment.

48 eligible communities (21 percent) have not applied for their first tranche of funding.

Community Map of Unspent CRF Distribution

Percent of eligible funds spent by community as of 9/30/20



CARES Act Funding Close Out Procedures

- Once 100% of funds have been spent communities should submit a final report after 30 days.
 - DCCED will contact with information on any actions needed for closeout per the grant agreement.
 - Once all actions have been completed DCCED will contact notifying that the grant is fully closed.
- If a community has unspent funds they must be returned to the state by March 31, 2021
- The communities are responsible for retention of any records per the OIG records retention policy.

Questions?

Additional Information Available

CARES Funding Tracker:

<https://www.commerce.alaska.gov/web/dcra/LocalGovernmentResourceDesk/COVID19.aspx>

U.S. Treasury Site:

<https://home.treasury.gov/policy-issues/cares/state-and-local-governments>

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