



# Summary of COVID Related Budgeting – Across Multiple FYs

**Four key areas of BOCC related COVID related budgeting occurred in FY 2019-20 and FY 2020-21:**

**1. Durham County General Fund fund balance appropriations**

- a. Several fund balance appropriations were made in FY 2019-20 because there were not available funds already budgeted

**2. Specific COVID related grant allocations**

- a. Grant funding for Durham County were received in both FY 2019-20 and FY 2020-21

**3. Durham County COVID Relief funds**

- a. Budgeted as part of the FY 2020-21 General Fund budget in the initial amount of \$4.5 million

**4. Coronavirus Relief Fund (CARES Act funding) revenue received by Durham County: \$8,790,103**

- a. FY 2019-20: \$5,480,715
- b. FY 2020-21: \$3,309,388

# 1) County COVID Support Through General Fund Fund Balance Appropriation-\$3.94 Million

County COVID Relief General Fund FUND BALANCE Expenditure Timeline		Budgeted Expense Amount
FY 2019-20		\$3,937,440
4/13/2020		\$3,837,440
⊕ Marriott - Temp housing for homeless		\$1,885,000
⊕ PPE for DCo Employees		\$1,010,253
⊕ DSS Remote work needs and Program Support		\$453,639
⊕ Janitorial		\$253,716
⊕ EOC running costs		\$115,223
⊕ Sheriff PPE		\$68,574
⊕ DCo increased Security		\$51,035
4/27/2020		\$100,000
⊕ Increase Funding for Urban Ministries for Homeless Covid-19 Support		\$100,000
County Dollars Appropriated		\$3,937,440

## 2) Grant Related COVID Budgeting Across Multiple FYs-\$1.52 Million

County COVID Relief Funds GRANT Expenditure Timeline	Budgeted Expense Amount	Offsetting Revenue
<b>FY 2019-20</b>	<b>\$303,962</b>	<b>\$303,962</b>
4/13/2020	\$195,954	\$195,954
⊕ Public Health Emergency Response to Covid-19	\$195,954	\$195,954
6/8/2020	\$108,008	\$108,008
⊕ Covid19 Emergency Supplemental Funding	\$58,008	\$58,008
⊕ Donation to EM from RTF to EOC	\$50,000	\$50,000
<b>FY 2020-21</b>	<b>\$1,211,884</b>	<b>\$1,211,884</b>
8/10/2020	\$792,426	\$792,426
⊕ CARES Act funding for PPE, Vehicle Supples, Medical Supplies	\$219,744	\$219,744
⊕ Covid-19 Voting Support	\$277,268	\$277,268
⊕ Monitor Key Activities within PH on Covid-19 related issues	\$99,460	\$99,460
⊕ Covid-19 Emergency Support for Epidemiology Support	\$195,954	\$195,954
9/14/2020	\$419,458	\$419,458
⊕ Covid-19 Support to Increase Testing Capabilities	\$419,458	\$419,458
<b>Total Grant Funds Received To Date</b>	<b>\$1,515,846</b>	<b>\$1,515,846</b>

# 3) County Budgeted COVID Funding-\$4.5 Million

County COVID Relief Funds Expenditure Timeline	Budgeted Expense Amount
<b>FY 2020-21</b>	<b>\$1,189,746</b>
7/1/2020	\$3,500,000
FY 2020-21 COVID Relief Funds set aside in Non-Departmental (9800)	\$4,500,000
Small Business Loan program	\$1,000,000
7/13/2020	\$1,010,160
Carolina Duke Inn COVID Shelter	\$570,000
Associated Expenses for Carolina Duke Inn COVID Shelter	\$440,160
8/10/2020	\$195,000
COVID+ Families Food Security	\$100,000
Media purchase for Back on the Bull Campaign	\$95,000
8/24/2020	\$1,105,094
Health Ambassador Program	\$229,244
Feed Covid + Families with Local Durham Restaurants	\$470,250
HOPE Learning Center for 338 Seats Partner Agencies - 6 Weeks	\$405,600
<b>County COVID Relief Funds Available</b>	<b>\$1,189,746</b>

<b>FY 2020-21</b>	<b>\$1,321,465</b>
Pending	\$1,321,465
Temporary Shelter for COVID Testing for American Disabilities Act compliance	\$48,000
Janitorial	\$718,465
DCo increased Security	\$250,000
Bi-Weekly Testing of DCo employees (300 - Sheriff, GS, CJRC, Youth Home)	\$255,000
Personal Protective Equipment	\$50,000
<b>County COVID Relief Funds Available</b>	<b>\$1,321,465</b>

## 4) Durham County Coronavirus Relief Fund (CRF)

Corona Relief Funds (CRF) Revenue Received Timeline	Revenue Received
<input type="checkbox"/> FY 2019-20	\$5,480,715
<input type="checkbox"/> 6/22/2020	\$5,480,715
<input type="checkbox"/> Coronavirus Relief Funding from State	\$5,480,715
<input type="checkbox"/> FY 2020-21	\$3,309,388
<input type="checkbox"/> (blank)	\$3,309,388
<input type="checkbox"/> Second Round of CRF Funding from State	\$3,309,388
<b>CRF Funds Received</b>	<b>\$8,790,103</b>

- The amended CRF plan (County and City) must be submitted to NC PRO by Sept. 15.
- All CRF funding must be spent by Dec. 30, 2020.

# CRF (Coronavirus Relief Fund) Allocation

- County Allocation = **\$8.79 million**
- Estimated County expenditures (March 2020 and December 2020) related to COVID that may be eligible for CRF support = **\$21.7 million** (payroll largest expense)
- **Moving forward, there are expenses already spent, or through additional future budget amendments, to deplete CRF funds**
- **Allocating CRF funding to new expenses requires identifying other funding sources for existing CRF eligible expenses**

# Summary of COVID Related Budgeting – Across Multiple FYs

Expenditure Type	FY 2019-20	FY 2020-21	Total
County Direct Spending	\$3,937,440		<b>\$3,937,440</b>
Grant Funding	\$303,962	\$1,211,884	<b>1,515,846</b>
County COVID Support		\$4,500,000	<b>\$4,500,000</b>
<b>Total</b>	<b>\$7,241,402</b>	<b>\$5,711,884</b>	<b>\$9,953,286</b>

Revenue Type	FY 2019-20	FY 2020-21	Total
County Fund Balance	\$3,937,440		<b>\$3,937,440</b>
Grant Funding	\$303,962	\$1,211,884	<b>1,515,846</b>
CRF Support	\$5,480,715	\$3,309,388	<b>8,790,103</b>
<b>Total</b>	<b>7,241,402</b>	<b>\$5,711,884</b>	<b>\$14,243,389</b>

**Non-County Revenue = \$10,305,949**

# Key Issues Moving Forward

- COVID identified **actual costs** are occurring using FY 2020-21 budgeted dollars initially allocated for something else. **This budget realignment often results in goal displacement.**
  1. County's 10% COVID hazard pay continues, the dollars to pay for it are coming out of funds budgeted for regular salary
  2. EMS may be spending budgeted dollars allocated for regular EMS supplies, now on PPE supplies for staff
- **Management and BOCC should consider COVID expenditures, budgeted or not, holistically, as expenditures grow, potentially affecting General Fund fund balance standing over two fiscal years**
  1. Such changes, if significant, may impact future bond issuances related to County capital projects, along with future year annual budgets, where fund balance may not be available as a significant revenue source
- **Growing expenditures** create pressure on the budget to use additional fund balance as a revenue source, **but so do declining revenues**
- Twin pressures of additional County spending and potentially lower revenue collection create a significant financial challenge.