

HEALTH SERVICES DEPARTMENT COVID COST/ REVENUE SUMMARY

MAY 3, 2021



March through December 2020

- The Total COVID “one time” revenues equaled \$242.5 million.
- Homeless Funding for State and Federal Programs inclusive of FEMA was \$38.8 million.
- The CARES Provider Relief Fund and State Grants equaled \$40.1 million; this funding was utilized entirely to offset the volume-based Medi-Cal revenue losses incurred during the pandemic.

March through December 2020

- The CARES Coronavirus Relief Fund (CRF) provided the vast majority of the financial support for the COVID response in the amount of \$163.6 million.
- The Board requested additional detail on the functional cost break down of the CRF expenditures incurred, the projected amount for the balance of fiscal year 2020/21; the impact on the budgeted County General Fund subsidy to the Department; and a projection of the COVID expenses for fiscal year 2021/22.

Coronavirus Relief Fund (CRF) Update and Projections

- Page 1 of the attachment identifies the actual expenditures incurred by functional cost areas for March 2020-December 2020 in the amount of \$163.6 million. This amount is fully covered with revenues from the CRF.
- Page 2 is a forecast based on year to date known expenditures for January to June 2021 in the amount of \$67.7 million.

Coronavirus Relief Fund (CRF) Update and Projections

- Page 3 shows the \$67.7 million offsets to cover the January to June expense. The combination of one-time grants coupled with the full utilization of the Departments “budgeted” 2020/21 fiscal year County subsidy will allow for year-end balancing without impacting County reserves.
- Page 4 is a projection by functional area for the 2021/22 fiscal year in the amount of \$135.3 million. This projection is based on past COVID costs incurred and is highly speculative.

Coronavirus Relief Fund (CRF) Update and Projections

- Page 5 identifies the potential revenue sources available in FY 2021-22 for COVID related expenses.
- The only major revenue source known at this time is the recently passed American Rescue Plan Act. Seven areas in the Act carry potential revenue for the Health Department and are currently awaiting Federal distribution guidelines. The local dollar amount of these items cannot be estimated.

Coronavirus Relief Fund (CRF) Update and Projections

- An additional item in the American Rescue Plan Act is the amount of local government funding; \$223.7 million has been specifically awarded to CCC.
- **Recommendation:** Acknowledge the intended use of approximately \$110 million from the American Rescue Plan Act, from the known local award of \$223.7 million, for Health Services pending future discussion with the Board of Supervisors and final guidelines by the relevant Federal Agencies.

HEALTH SERVICES DEPARTMENT
 CARES CORONAVIRUS RELIEF FUND (CRF)
 March 2020 through December 2020

	ACTUAL EXPENDITURES
<i>SALARIES AND BENEFITS *</i>	
PERMANENT SALARIES AND BENEFITS	\$ 31,414,106
TEMPORARY SALARIES (include Emergency Service Workers)	16,339,756
OVERTIME PAY	10,309,927
EMERGENCY SICK LEAVE (80 HOURS)	17,247,687
ADDITIONAL SICK LEAVE (64 HOURS)	13,798,150
TOTAL SALARIES AND BENEFITS	\$ 89,109,626
<i>SERVICES AND SUPPLIES</i>	
LAB SPECIMEN TESTING	\$ 17,734,671
FACILITY SURGE AND SITE PREPARATION EXPENSE	10,943,017
CLEANING AND DISINFECTING	8,334,171
REGISTRY/MEDICAL PERSONNEL	7,866,841
HOUSING AND HOMELESS SERVICES	4,726,929
TESTING MACHINES AND OTHER TESTING COSTS	4,410,670
MEDICAL AND OTHER RELATED EXPENSES	3,064,471
MATERIALS & SUPPLIES	2,894,906
COMPUTER AND OTHER MINOR EQUIPMENT	1,827,959
IT SYSTEMS SUPPORT SERVICES	1,818,865
REPAIRS AND MAINTENANCE	1,801,916
TELEWORK	1,754,113
EQUIPMENT RENTAL, EQUIPMENT REPAIR/MAINTENANCE	1,599,737
PERSONAL PROTECTIVE EQUIPMENT	1,597,689
EQUIPMENT ACQUISITION	1,289,491
SECURITY & SAFETY	883,130
PHARMACY SYSTEM UPGRADES	818,559
TRAINING AND MISC. COST	600,586
COMPUTER SOFTWARE	293,087
COVID-19 TRANSLATION SERVICES	259,803
TOTAL SERVICES AND SUPPLIES	\$ 74,520,611
TOTAL COVID RELATED EXPENSES	\$ 163,630,237

*Costs are for services substantially dedicated to mitigating or responding to the COVID-19 health emergency.

HEALTH SERVICES DEPARTMENT
 CARES CORONAVIRUS RELIEF FUND (CRF)
 January 2021 through June 2021

	PROJECTED EXPENDITURES
<i>PAYROLL COSTS FOR PUBLIC HEALTH EMPLOYEES*</i>	
PERMANENT SALARIES AND BENEFITS	\$ 18,848,463
TEMPORARY SALARIES (include Emergency Service Workers)	9,803,854
OVERTIME PAY	6,185,956
EMERGENCY SICK LEAVE (80 HOURS)	-
ADDITIONAL SICK LEAVE (64 HOURS)	-
TOTAL PAYROLL COSTS FOR PUBLIC HEALTH EMPLOYEES	\$ 34,838,273
<i>SERVICES AND SUPPLIES</i>	
LAB SPECIMEN TESTING	\$ 10,640,802
FACILITY SURGE AND SITE PREPARATION EXPENSE	600,000
CLEANING AND DISINFECTING	3,971,551
REGISTRY/MEDICAL PERSONNEL	4,720,105
HOUSING AND HOMELESS SERVICES	-
TESTING MACHINES AND OTHER TESTING COSTS	2,646,402
MEDICAL AND OTHER RELATED EXPENSES	1,838,683
MATERIALS & SUPPLIES	1,736,943
COMPUTER AND OTHER MINOR EQUIPMENT	450,000
IT SYSTEMS SUPPORT SERVICES	1,091,319
REPAIRS AND MAINTENANCE	1,081,150
TELEWORK	600,000
EQUIPMENT RENTAL, EQUIPMENT REPAIR/MAINTENANCE	959,842
PERSONAL PROTECTIVE EQUIPMENT	958,613
EQUIPMENT ACQUISITION	300,000
SECURITY & SAFETY	529,878
PHARMACY SYSTEM UPGRADES	-
TRAINING AND MISC. COST	360,352
COMPUTER SOFTWARE	175,852
COVID-19 TRANSLATION SERVICES	155,882
TOTAL SERVICES AND SUPPLIES	\$ 32,817,374
TOTAL COVID RELATED EXPENSES	\$ 67,655,647

*Costs are for services substantially dedicated to mitigating or responding to the COVID-19 health emergency.

HEALTH SERVICES DEPARTMENT
 CARES CORONAVIRUS RELIEF FUND (CRF)
January 2021 through June 2021 Budget Balancing Plan

	PROJECTED AMOUNT
<u>Projected Expenditures per page 2:</u>	\$67.7 Million
Projected Revenues:	
Federal Immunization Vaccine Funds	\$4.3 Million
HRSA Federal FQHC Supplement Funds	\$4.0 Million
Federal ELC Grant	\$24.0 Million
Budgeted County Subsidy Roll-Over	
From July-December 2020 [<u>See footnotes (1) and (2)</u>]	\$35.4 Million
Total Revenues	\$67.7 Million

Footnotes:

(1) CARES CRF revenue claiming was front-loaded and fully maximized in the first half of Fiscal Year 2020/21 resulting in budgeted County subsidy savings applied to the second half of the fiscal year.

(2) The Department's \$159M budgeted Fiscal Year 2020-21 County subsidy is projected to be fully utilized by year-end.

HEALTH SERVICES DEPARTMENT
 CARES CORONAVIRUS RELIEF FUND (CRF)
 July 2021 through June 2022

	PROJECTED EXPENDITURES
<i>PAYROLL COSTS FOR PUBLIC HEALTH EMPLOYEES*</i>	
PERMANENT SALARIES AND BENEFITS	\$ 37,696,927
TEMPORARY SALARIES (include Emergency Service Workers)	19,607,708
OVERTIME PAY	12,371,912
EMERGENCY SICK LEAVE (80 HOURS)	-
ADDITIONAL SICK LEAVE (64 HOURS)	-
TOTAL PAYROLL COSTS FOR PUBLIC HEALTH EMPLOYEES	\$ 69,676,547
<i>SERVICES AND SUPPLIES</i>	
LAB SPECIMEN TESTING	\$ 21,281,603
FACILITY SURGE AND SITE PREPARATION EXPENSE	1,200,000
CLEANING AND DISINFECTING	7,943,101
REGISTRY/MEDICAL PERSONNEL	9,440,214
HOUSING AND HOMELESS SERVICES	-
TESTING MACHINES AND OTHER TESTING COSTS	5,292,804
MEDICAL AND OTHER RELATED EXPENSES	3,677,365
MATERIALS & SUPPLIES	3,473,887
COMPUTER AND OTHER MINOR EQUIPMENT	900,000
IT SYSTEMS SUPPORT SERVICES	2,182,638
REPAIRS AND MAINTENANCE	2,162,299
TELEWORK	1,200,000
EQUIPMENT RENTAL, EQUIPMENT REPAIR/MAINTENANCE	1,919,684
PERSONAL PROTECTIVE EQUIPMENT	1,917,227
EQUIPMENT ACQUISITION	600,000
SECURITY & SAFETY	1,059,756
PHARMACY SYSTEM UPGRADES	-
TRAINING AND MISC. COST	720,703
COMPUTER SOFTWARE	351,704
COVID-19 TRANSLATION SERVICES	311,764
TOTAL SERVICES AND SUPPLIES	\$ 65,634,749
TOTAL COVID RELATED EXPENSES	\$ 135,311,296

*Costs are for services substantially dedicated to mitigating or responding to the COVID-19 health emergency.

HEALTH SERVICES DEPARTMENT
CARES CORONAVIRUS RELIEF FUND (CRF)

FY 2021-22 REPLACEMENT FUNDING NEEDS per page 4: \$135.3 MILLION

Potential Revenue streams available per the American Rescue Plan Act awaiting Federal or State local allocation guidance:

HSD:	County Impact	American Rescue Plan Act
Vaccines	Pending	\$7.5 billion for vaccine distribution
Testing	Pending	\$48.3 billion for testing
Genomic Sequencing	Pending	\$1.733 billion for enhanced genomic sequencing
PH Workforce	Pending	\$7.66 billion for public health workforce
Mental Health	Pending	\$3.88 billion for mental health, tiering off of December stimulus
Homelessness	Pending	\$5 billion for community homelessness
Emergency Housing Vouchers	Pending	\$5 billion for emergency housing vouchers
<i>County Award:</i>		
State and Local	\$ 223,720,000	\$350 billion

Recommendation: Acknowledge the intended use of approximately \$110 million from the American Rescue Plan Act, from the known local award of \$223.7 million, for Health Services pending future discussion with the Board of Supervisors and final guidelines by the relevant Federal Agencies.