



May 28, 2021

The Honorable Gavin Newsom
Governor of California
1303 10th Street, Suite 1173
Sacramento, CA 95814

RE: Request For COVID-19 Reimbursement

Dear Governor Newsom:

Please allow this letter to serve as an immediate request from the Cosumnes Community Services District (Cosumnes CSD), for coronavirus (COVID-19) vaccination clinic facility, operational expense and capital outlay that were deferred for reimbursement due to the emergence of the pandemic.

Since March of 2020, the Cosumnes CSD has continued to follow local health guidelines which have necessitated the closure of facilities and halted many recreation programs. Concurrently, the pandemic triggered an increase in the level of service delivery for Emergency Medical Services and community response.

Considering the significant loss of revenue, the Cosumnes CSD implemented a fiscal contingency plan to adjust or defer expenses while managing the increased demands for services coming primarily from the Emergency Medical Services Division. Staff summarized the revenue losses and the increases in expenditures in the two tables below.

The negative financial impact since the emergence of the COVID-19 pandemic is estimated to be approximately **\$9.1 million**. The Fiscal Contingency Plan resulted in a savings of approximately **\$3.4 million**, resulting in a net projected loss of **\$5.7 million**.

Table 1 below summarizes the revenue loss suffered for each of the two fiscal years to date.

Table 1: General Fund Revenue Loss (in '000)

Revenue Source	Fiscal Year 2020 (March to June)	Fiscal Year 2021 (July to February)	Fiscal Year 2021 Projected (March to June)	Total
Ambulance Revenue	\$26	\$844		\$870
Recreation Service Charges	\$1,743	\$1,960	\$380	\$4,083
Elk Grove Aquatic Center	\$358	\$497	\$52	\$907
Building Rental Facilities	\$166	\$28	\$5	\$199
Total	\$2,293	\$3,329	\$437	\$6,059

Table 2 below summarizes the increase in service demands as first responders and front-line staff implement measures to adequately respond to and mitigate the spread of COVID-19.

Table 2: General Fund Expenditure Increases (in '000)

Revenue Source	Fiscal Year 2020 (March to June)	Fiscal Year 2021 (July to February)	Fiscal Year 2021 Projected (March to June)	Total
Medic 78	\$76	\$175	\$26	\$277
COVID Sick Leave Staffing	\$157	\$367	\$53	\$577
COVID Workers Comp Staffing		\$249	\$36	\$285
COVID EMS- Vaccine Admin		\$6	\$3	\$9
COVID PPE/Supplies	\$451			\$451
COVID Lodging		\$7		\$7
Total	\$684	\$804	\$118	\$1,606

Table 3 below summarizes the financial loss mitigation through a Fiscal Contingency Plan since March of 2020. The Fiscal Contingency Plan implantation resulted in a freeze in purchases only to essential items; delay purchase of major capital equipment or investment in the rehabilitation or replacement of planned Capital Improvement Projects in the General Fund.

Table 3: Fiscal Contingency Plan (in '000)

Revenue Source	Fiscal Year 2020 (March to June)	Fiscal Year 2021 (July to February)	Total
Salary and Benefits Savings	\$1,100	\$800	\$1,900
Materials and Supplies	\$1,090	\$425	\$1,515
Total	\$2,190	\$1,825	\$3,415

Table 4 below summarizes the capital outlay purchases scheduled for each of the two fiscal years to date that were deferred, and funding used to offset losses as illustrated in Table 3. The Cosumnes CSD is seeking reimbursement to purchase the capital outlay as described below.

Table 4: CCSD Capital Outlay (in '000)

Description of the Project	Budget Amount	Reimbursement Request
Wackford HVAC/Internal Air Quality Improvements	\$1,600	\$800
Wackford Pool Equipment Replacement	\$375	\$375
Preschool Classroom Upgrades	\$275	\$275
Total	\$2,250	\$1,450

The Cosumnes CSD is seeking reimbursement for the losses realized from the State of California as part of the 2021-2022 budget scheduled to be approved in June 2021.

Please do not hesitate to contact us for additional information or questions about our request.

Respectfully,



Paul Mewton
Acting General Manager