Advocacy and Action by Westchester's Nonprofit **Organizations Amid Coronavirus**

- Next Round of Federal Stimulus Funding
- **Existing CARES Act Loans**
- NY State Contracting
- NY State Legislative Initiatives
- **Westchester County Contracting**

Presenter: Jan Fisher, NPW Executive Director



FEDERAL UPDATE: CONGRESSWOMAN NITA LOWEY



NONPROFIT WESTCHESTER

Our Mission: To strengthen the visibility, capacity and impact of the nonprofit sector in Westchester for a more just and caring community.

JOIN US!
OUR ADVOACY AND COLLECTIVE EFFORTS HAVE IMPACT
WE ARE STROGER TOGETHER

www.npwestchester.org

With Gratitude

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DISCLAIMER

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FEDERAL UPDATE

CONGRESSWOMAN NITA LOWEY





NEXT ROUND OF STIMULUS FUNDING

- Protect Mid and Large Nonprofits
- Nonprofit Funding
- Heroes Fund



NEXT ROUND OF STIMULUS FUNDING

- Resources for All New Yorkers
- Charitable Giving Deduction
- Insurance
- Funding for New York's Budget Deficit



NEXT ROUND OF STIMULUS FUNDING

- Cost of Living Equity
- Nonprofit 'revenue' and 'income' for loans and grants
- Gaps in paid sick and family leave coverage



Protect Mid and Large Nonprofits

- Nonprofits excluded from Main Street particular blow to nonprofits with 500 employees that cannot access another forgivable new loan program
- Cannot apply same standard as for-profit businesses
- Operate with very thin margins
- Essential providers during the pandemic

Lift the 500-employee cap on SBA Paycheck Protection Program Loan Eligibility

Nonprofit Funding and Heroes Funds

Nonprofit Funding

- Nonprofits are in competition with small businesses
- Continuation of critical services needs to be ensured

Provide for Exclusive Funding Stream for Nonprofits in Next Round of Stimulus Funding

Heroes Fund

• Nonprofit direct care staff are serving a vital, "front-line" role in the response and recovery effort

Ensure fair compensation for their Recognize essential nonprofit workers in the COVID-19 "Heroes Fund"

Resources for All New Yorkers

- New York State is home to 4.4 million immigrants, who are a vital part of our state's social fabric and economy
- Recent federal actions have excluded undocumented immigrants from accessing relief and assistance

Further relief efforts should protect all people, regardless of immigration status, including undocumented immigrants, DACA and TPS recipients, and mixed status families.

Charitable Giving Deduction

- Expanded "above the line" giving by \$300 for 2020 does not go far enough
- Following the 2008 recession, charitable giving dropped by \$42 billion nationally
- Our sector expects giving to decline as a result of the COVID-19 recession

Raise the cap to \$2,000

Allow all taxpayers to claim the deduction on 2019 taxes (due on July 15), and afterwards through 2021.

Insurance

Unemployment

- Under the CARES Act, employers who self-insure will only receive 50% reimbursement for their unemployment insurance claims
- Unless New York State provides an additional 50%.
- Before COVID-19, many nonprofits may have chosen to self-insure as the most prudent unemployment insurance option

Expand unemployment insurance reimbursement funding to 100% for organizations that self-insure.

Business

- Many nonprofits have realized through COVID-19 that their insurance plans did not cover business losses related to pandemics and contagious diseases
- force majeure clauses will not cover COVID-19 related losses

Expand insurance coverage for nonprofits that have experienced and will continue to experience losses related to COVID-19.

Funding for New York's Budget Deficit

- New York State is facing a \$15 billion budget deficit
- Cuts to nonprofit programs have begun

New York's Congressional Delegation work with our state, county, and city leaders to include federal relief for our budget deficits

Include at least \$4 billion in economic relief for New York's nonprofits.

Cost of Living Equity

- Cost of living in Westchester and the NY area higher than other parts of the country
- \$511/day and \$200/day quarterly reimbursement for paid sick and family leave will not cover as much of New Yorkers' wages
- SBA 7(a) loan program thresholds do not account for cost of living
- Leave more NY employers without full loan forgiveness
- Payments to individuals in other parts of country will have more purchasing power

Cost of living equity for future Congressional action, that accounts for the higher or lower cost of living in different regions.

Nonprofit 'revenue' and 'income' for loans and grants

- Nonprofit revenue and income streams are complex
- 'Products or services' provided are subsidized because they are a public benefit
- 'Fee' for products and service are not an equivalent to 'fee' of for-profit businesses
- Criteria for certain relief funds are based on a loss of 'revenue'

Definition of revenue or income for funding eligibility should include donations, sponsorships, and grants.

Gaps in Paid Sick and Family Leave Coverage

- Gaps between federal, state, and local paid leave coverage
- Do not cover the full length of the virus
- Will leave out smaller employers
- Burden families quarantined or home because of school closures.

Expand coverage for all employees, utilize an expansive definition of family, and expand f coverage for full period of COVID-19 recovery, at least around 20 days.

EXISTING CARES ACT LOAN PROGRAMS

Coronavirus Aid, Relief, and Economic Security (CARES) Act

- Economic Injury Disaster Loans (EIDL)
- Paycheck Protection Program (PPP)

OUT OF MONEY FOR THIS ROUND BEWARE OF SCAMS



NEW YORK STATE CONTRACTING

Guidance for Contracted Nonprofit Agencies



New York State Guidance for Contracted Nonprofit Agencies

Certain New York State Agencies* will be able to amend contracts for nonprofit providers struggling to meet performance requirements because of coronavirus.

- applies to contracts awarded before March 7
- must document the impact

*Agencies include only:

- the Office of Children and Family Services (OCFS)
- the Office of Temporary and Disability Assistance (OTDA)
- the Office of Addiction Services and Supports (OASAS)
- the Office of Mental Health (OMH)
- the Office for People with Developmental Disabilities (OPWDD)
- the State Office for the Aging (SOFA)
- the Division of Criminal Justice Services (DCJS)
- the Department of Labor (DOL)
- the Department of Health (DOH)



New York State Guidance for Contracted Nonprofit Agencies

- NYS WEBSITE DIVISION OF BUDGET
- PRINTABLE PDF PERFORMANCE REQUIREMENTS FOR FUNDING



NEW YORK STATE LEGISLATIVE INITIATIVES

- Business Interruption Insurance Bill
- Small Business and Nonprofit Loan Program

Still not sure if the State Legislative Session will be completed

There is a great deal of support for completing a session to address COVID-19 issues



Business Interruption Insurance Bill

- Relates to requiring certain perils be covered under business interruption insurance during the coronavirus disease
- Introduced by Assembly Member Robert C. Carroll A10226A
- Sponsored by Senator Andrew Gounardes <u>\$08211</u>

Current Bill Status

In Assembly and Senate Insurance Committees

Recommendation

Stay Tuned – NONPROFIT NEW YORK WORKING ON THIS



Small Business and Nonprofit Loan Program

- Establishes the coronavirus pandemic small business and not-for-profit organization loan program bill
- Not-for-profit organization with not more than one hundred employees
- No interest loans up to \$75,000
- Not payable until 270 days after pandemic



Small Business and Nonprofit Loan Program

- Introduced by Assembly Member David Buchwald Assembly Bill: <u>A10208</u>
- Sponsored by Senator Robert Jackson Senate Bill <u>\$8169</u>

Current Bill Status

- In Assembly Banks Committee
- In Senate Committee Finance Committee

Recommendation

Contact and Call the Governor's Office for Inclusion in the Governor's Economic Revitalization Package



WESTCHESTER COUNTY CONTRCTING

We Need to Hear From You

- Payments
- Modifications





EXTENSION OF TIME TO FILE ANNUAL FINANCIAL REPORTS INCLUDING:

- FORM CHAR 500
- IRS FORM 990
- WHERE REQUIRED, AUDITED FINANCIAL STATEMENTS

Read Guidance for Charitable Nonprofit Organizations Facing the Challenges of the COVID-19 Pandemic



Fiscal Planning Amid Coronavirus and Into The Future



Fiscal Management Associates Webinar

When: Apr 23, 2020 03:00 PM Eastern Time (US and Canada)

Topic: Tools for Building Fiscal Strength: A Guide to StrongNonprofits.org

FMA will provide an overview of the StrongNonprofits.org website with a hands-on focus on two timely tools: A cash flow template and a revenue analysis tool.

Register in advance for this webinar:

https://fmaonline.zoom.us/webinar/register/WN_zc0ytADmRJCVdB76OoNYBQ







New Yorkers Can Vote by Absentee Ballot for June 23 Elections

- Online: Voters can obtain an absentee ballot application online from <u>State</u>
 <u>Board of Elections</u>, in English and Spanish or <u>Westchester County Board of Elections</u>
- Mail: Voters can also request an absentee ballot by mailing a letter to their
 Local Board of Election postmarked between May 24 and June 16. May 24th is
 the earliest an absentee ballot can be requested by mail.



Nonprofit Westchester

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Nonprofit New York

www.nonprofitnewyork.org

National Council of Nonprofits

https://www.councilofnonprofits.org/nonprofits-and-coronavirus-covid-19

Human Services Council

https://humanservicescouncil.org/

Fiscal Management Associates

www.fmaonline.net

Independent Sector

https://independentsector.org/





Senate

- Senator Schumer's office can be reached at (202) 224-6542 or (212) 486-4430 www.schumer.senate.gov/contact/email-chuck
- Senator Gillibrand's office can be reached at (202) 224-4451 or (212) 688-6262 www.gillibrand.senate.gov/contact/email-me

House of Representatives

If you know your Member of Congress:

- Congresswoman Lowey: https://lowey.house.gov/contact
- Congressman Engel: https://engel.house.gov/contact-me
- Congressman Maloney: https://seanmaloney.house.gov/contact/offices
- If you are uncertain click <u>HERE</u>.



Questions



