

COVID-19 Response Overview and Next Steps

Updated April 17, 2020

Actions and Events

- Federal government Coronavirus responses
 - Overview of the first three laws
 - National Emergency Declarations
- What to watch as the virus compresses the congressional calendar
 - Outlook on additional response legislation
 - Fiscal 2021 appropriations
 - Defense authorization
 - Surface transportation reauthorization
 - Health-care agenda



Three Wide-Ranging Coronavirus Laws Enacted So Far

- Public Law 116-123 (H.R. 6074) provided:
 - \$8 billion for health and international programs
- Public Law 116-127 (H.R. 6201) provided:
 - Paid leave and tax credits, expanded unemployment and nutrition assistance, free virus testing
- Public Law 116-136 (H.R. 748) provided \$2.2 Trillion in individual, business aid
 - \$500 billion for loans and other aid to companies and governments
 - \$349 billion in small business loans with potential forgiveness
 - Payments of as much as \$1,200 for Individual taxpayers, and \$500 per child
 - An additional \$600 per week in unemployment benefits
 - \$150 billion for state, local, and tribal governments
 - \$340 billion in supplemental appropriations for many federal agencies, including \$100 billion for hospitals



National Emergency Frees Up Federal Aid

- President issued a national emergency declaration March 13
 - Trump also declared a major disaster in all 50 states
- National emergency declaration lets FEMA provide broad assistance and other agencies take actions not otherwise authorized by federal law
 - HHS can enable telehealth, allow doctors to practice across state lines, waive restrictions on stays in critical hospitals and nursing homes
 - States can adjust their Medicaid and CHIP eligibility and coverage
 - FEMA has been coordinating testing with states
- President used Defense Production Act for critical medical products
 - Required companies to accept and prioritize federal ventilator orders
 - Authorized federal agencies to allocate materials for medical equipment
 - Banned hoarding and price gouging; seized hoarded products
 - Restricted export of personal protective equipment



WHAT'S NEXT?

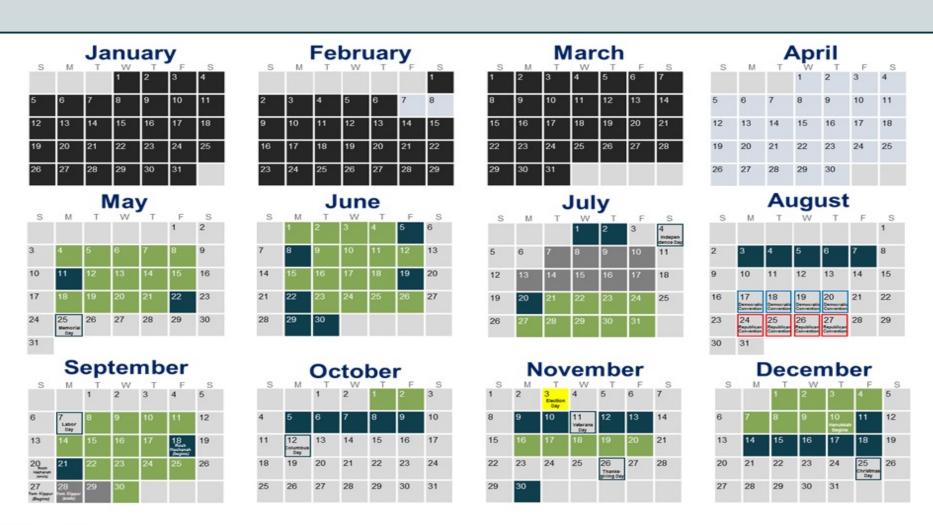


Congress Faces Long To-Do List, Shortened Calendar

- Coronavirus pandemic has disrupted schedule in already packed year
 - Congress out until at least May 4
 - Current schedule includes recesses for August (including conventions), election
 - House could meet during some of those periods to make up time
- Government funding, major programs up for renewal Sept. 30
 - Government funding for Fiscal Year 2021 must be addressed to avoid shutdown
 - Annual defense authorization, surface transportation also on deck
- Other expirations include:
 - Surveillance authorities that lapsed on March 15
 - Federal health programs, which are now set to expire Nov. 30
 - Pandemic response programs, many of which expire at the end of the year
 - Tax extenders, including for energy and alcohol, which expire Dec. 31



2020 Congressional Calendar





Senate in session

Both chambers in session

Lawmakers Consider Additional Virus Response

- Bipartisan support for \$250 billion increase for small business loans, but Democrats also want:
 - Funds set aside for community financial institutions serving certain groups
 - \$150 billion for state and local aid
 - \$100 billion for hospitals and community health centers
 - A 15% increase in the maximum SNAP benefit
- Policies under discussion for future response legislation include:
 - More direct payments, broader paid leave, expanded unemployment insurance
 - Hazard pay and worker protection standards
 - Workforce development, training
 - Additional tax changes, such as a payroll tax cut or SALT deduction cap repeal
 - Provisions to address surprise medical bills
 - Infrastructure, multiemployer pensions, mandatory funding for park projects, climate measures, election funds



Appropriations Continue in Background

- House appropriators have preliminary FY 2021 topline figures
 - Drafting legislation remotely; will hold markups when Congress returns
 - Bipartisan support for amending two-year budget caps deal to exempt certain health programs so they can receive increases without requiring cuts elsewhere
- Additional emergency spending could affect FY 2021 appropriations
 - Transportation-HUD funding will vary based on whether infrastructure and housing aid are address in future coronavirus response emergency appropriations
- Senate Appropriations hasn't set preliminary topline figures



Defense Authorization Outlook

Final defense authorization bill unlikely before start of FY 2021

- House Armed Services Committee leaders aiming for draft by May 1
- Senate Armed Services Committee aiming for bill by end of May

The House measure could include:

- An Indo-Pacific Reassurance Initiative to assure allies and partners
- Provisions to reduce U.S. dependence on Chinese pharmaceuticals
- Proposals related to weapon planning, procurement, and sustainment
- Support for military families
- Rejection of a Pentagon proposal to classify its five-year budget projection

The measure may also include responses to the coronavirus, such as:

- Mass production of test swabs and other needed materials
- Aid for the defense industrial base, particularly medium and small suppliers



Transportation Programs Expire Sept. 30

- Trump called on Congress to invest \$2 trillion in infrastructure
- A major infrastructure package could be paired with surface transportation reauthorization
 - Senate Environment and Public Works Committee approved a bipartisan 5-year measure (S.2302), which Trump has endorsed
 - House Transportation & Infrastructure Committee proposed a \$760 billion 5- year package focused on surface transportation and other infrastructure programs (water, energy, climate, broadband)
- As the Highway Trust Fund faces insolvency, suggested fixes include:
 - Increasing the gas tax or indexing it to inflation
 - Placing a new tax on electric vehicles
 - Creating a road user fee, such as a vehicle miles traveled (VMT) fee



Broader Health Agenda Tied to Coronavirus Response

Surprise billing, drug pricing pushed to later

 Lawmakers had eyed May 22 expiration of public health programs to act, but those programs were extended through November in third coronavirus package

Lawmakers trying to add surprise billing to next relief measure

- Effort has been hung up on how to resolve payment disputes
- Ways & Means measure would send all disputes to arbitration
- Two other measures would set benchmark rate, allow arbitration for bills over \$750

Health extenders now set to expire Nov. 30

- Includes mandatory funding for community health centers, National Health Service Corps, diabetes programs, and abstinence education program
- Also includes delay to Medicaid disproportionate share hospital cuts

Expansion of telehealth

- Big influx of money for urban & rural areas to broaden scope of telehealth services
- Push to incentivize adoption and deployment



Key Legislative Dates to Watch in 2020

Date	What to Watch
May	Armed Services committees aim to finish NDAA drafts Appropriations committees kick off action
June 30	Small business Paycheck Protection Program expires
July 31	Extra \$600 per week pandemic unemployment benefit expires
Sept. 30	Fiscal 2020 funding expires, as well as other major programs National Defense Authorization Act Surface transportation authorization (FAST Act) National Flood Insurance Program National Institutes of Health authorization Every Student Succeeds Act Workforce Innovation and Opportunity Act Child care and development block grants
Nov. 30	Health extenders and Temporary Assistance for Needy Families program expire
Dec. 31	Tax extenders, many pandemic response programs expire



Additional Resources

- Van Ness Feldman COVID-19 Resource Center
- Contact our Public Policy Team

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