













THE UNITED STATES CONFERENCE OF MAYORS

June 29, 2020

The Honorable Mitch McConnell Majority Leader, United States Senate U.S. Capitol Building, Room S-230 Washington, DC 20510 The Honorable Chuck Schumer Minority Leader, United States Senate U.S. Capitol Building, Room S-224 Washington, DC 20510

Dear Majority Leader McConnell and Minority Leader Schumer:

We write today to advocate on behalf of states, territories, counties, cities and towns, all of which are experiencing historic budget shortfalls as they continue to respond to the pandemic. In less than two days, the budget years for 45 states and thousands of local governments will begin. Unlike the federal government, these state and local governments must begin their fiscal years on time and with a balanced budget. If the Senate fails to act immediately to support state and local governments, our nation's recovery from the pandemic-induced recession will suffer and millions of Americans will needlessly be harmed.

Previous federal bills responding to COVID-19 provided important support, many through well-established grant programs, yet none allow for the replacement of billions of lost revenue due to COVID-19. More robust and direct stimulus is needed for state and local governments to both rebuild the economy and maintain essential services in education, health care, emergency operations, public safety and more.

As we move closer to the end of the budget year, furloughs and job cuts are on the table for many states and localities. These jobs losses not only affect the provision of government services, but also add to state unemployment. The damage will get far worse without federal assistance, forcing drastic cuts that will further delay and cancel infrastructure projects, as at least 26 states have announced construction delays for transportation projects. The loss of such projects will ripple through states' construction industry, delaying recovery further.

State and local governments also purchase goods and services which add to the nation's output, and in 2019, state and local governments' purchases accounted for 11 percent of GDP. When these activities slow down, there is an effect on the nation's economy. Alarmingly, CBO's June letter on its forecast of Gross Domestic Product for 2020 and

2021 found that "state and local governments' purchases of goods and services fell by \$350 billion, making up 9 percent of the total decline in GDP.

Nearly 15 million Americans are employed by state and local governments. Teachers, first responders and emergency medical service workers are on the front lines of this crisis doing the essential work of the country. Government employment continues to suffer substantial losses with over 1.6 million state and local government jobs lost since March.

Leaders in Washington have expressed support for flexible fiscal aid to states and localities of all sizes. Yet months have gone by and our communities continue to suffer. Americans have a history of standing together in times of crisis and must do so now.

Sincerely,

Accelerate Indiana Municipalities

ACT, Inc.

AECOM

Alabama League of Municipalities

Alaska Municipal League

Alkermes

American Association of Port Authorities

American Beverage Association

American Federation of State, County and Municipal Employees

American Federation of Teachers

American Gas Association

American Hotel & Lodging Association

American Network of Community Options and Resources (ANCOR)

American Planning Association

American Public Human Services Association

American Public Power Association

American Public Works Association (APWA)

American Shore & Beach Preservation Association

American Society of Civil Engineers

AmeriHealth Caritas

Anthem

Arizona Association of Counties

Arkansas Municipal League

Arthritis Foundation

Association County Commissioners of Georgia

Association of Arkansas Counties

Association of County Commissions of Alabama

Association of Financial Guaranty Insurers

Association of Indiana Counties

Association of Minnesota Counties

Association of Oregon Counties

Association of Washington Cities

Axxess

BrightSpring Health Services

California Marine Affairs & Navigation Conference (CMANC)

California State Association of Counties

Center for Public Safety Management

Central Gulf Coast Chapter of the American Shore & Beach Preservation Association

CGI Communications, Inc.

Coast Builders Coalition

Colorado Municipal League

CompTIA - Computing Technology Industry Association

Connecticut Conference of Municipalities

County Commissioners Association of Ohio

County Commissioners Association of Pennsylvania

County Commissioners Association of West Virginia

County Executives of America

Credit Union National Association (CUNA)

Data Center Coalition

Delaware League of Local Governments

Dexcom

Esri, Inc

Florida Association of Counties

Florida League of Cities

Florida Shore & Beach Preservation Association

Georgia Municipal Association

GIIA

GoRail

Government Finance Officers Association

Great Lakes Dredge & Dock

IBM

Illinois Municipal League

Illinois State Association of Counties

Institute for Building Technology and Safety

International Association of Emergency Managers

International City/County Management Association

International Municipal Lawyers Association, Inc.

Internet Association

Intuit Inc.

Iowa League of Cities

Iowa State Association of Counties

ITC Holdings Inc.

Jersey Shore Partnership

Johnson & Johnson

Kansas Association of Counties

Kentucky Association of Counties

Land O'Lakes Inc.

Large Public Power Council

League of Arizona Cities and Towns

League of California Cities

League of Kansas Municipalities

League of Minnesota Cities

League of Nebraska Municipalities

League of Oregon Cities

League of Wisconsin Municipalities

Louisiana Municipal Association

Magna

Maine Municipal Association

Maryland Association of Counties

Maryland Municipal League

Massachusetts Coastal Coalition

Massachusetts Municipal Association

Michigan Association of Counties

Michigan Municipal League

Mississippi Association of Supervisors

Mississippi Municipal League

Motorola Solutions, Inc.

Municipal Association of South Carolina

NACBHDD and NARMH

National Association for County Community and Economic Development

National Association for Home Care & Hospice

National Association of Black County Officials (NABCO)

National Association of Bond Lawyers

National Association of County Collectors, Treasurers & Finance Officers (NACCTFO)

National Association of Counties

National Association of County Engineers

National Association of County Human Services Administrators

National Association of Home Builders

National Association of Regional Councils

National Association of State Auditors, Comptrollers and Treasurers

National Association of State Procurement Officials (NASPO)

National Association of State Treasurers

National Association of Towns and Townships

National Community Development Association

National Conference of State Legislatures

National Governors Association

National Emergency Management Association

National League of Cities

National Marine Manufacturers Association

National Organization of Black County Officials, Inc (NOBCO)

National Workforce Association

Nebraska Association of County Officials

Netsmart

Nevada Association of Counties

New Jersey Association of Counties

New Jersey State League of Municipalities

New Mexico Counties

New York State Association of Counties

New York State Conference of Mayors and Municipal Officials

NIC

North Carolina League of Municipalities

North Dakota Association of Counties

North Dakota League of Cities

NWEA

Ohio Municipal League

Oklahoma Municipal League

PACENation

Partnership for Medicaid Home-Based Care

Pennsylvania Municipal League

Police Jury Association of Louisiana

Port of Walla Walla

ResCare Workforce Services

Rhode Island League of Cities and Towns

Service Employees International Union (SEIU)

Siemens

Sourcewell

South Dakota Municipal League

Southern California Edison

Teachers Insurance and Annuity Association of America (TIAA)

TechNet

Tennessee County Services Association

Tennessee Municipal League

Texas Association of Counties

Texas Municipal League

The Coca-Cola Company

The Community Outcomes Fund at Maycomb Capital

The Council of State Governments

The Design-Build Institute of America

The United States Conference of Mayors

three+one

Thrive Skilled Pediatric Care

U.S. Tire Manufacturers Association (USTMA)

U.S. Water Alliance

United Counties Council of Illinois

Utah League of Cities and Towns

Vermont League of Cities and Towns

Virginia Association of Counties

Virginia Municipal League

Washington City/County Management Association (WCMA)

Washington State Association of Counties

West Virginia Association of Counties

West Virginia Municipal League

Wisconsin Counties Association

Wisconsin County Highway Association

Wyoming Association of Municipalities

Wyoming County Commissioners Association