State of South Dakota Coronavirus Relief Funds

Office Hours

October 22, 2020
Agenda

Introduction

Important Application Updates

Important Notes & Reminders

Frequently Asked Questions

Open for Questions
1. The application due date for all programs has been extended from October 23rd to October 30th.

2. The grant minimum has changed from $750 to $500 for all programs.
   • Now, grant amounts calculated at less than $500 will not be awarded.
## Introduction & Overview of Programs

<table>
<thead>
<tr>
<th>Funding</th>
<th>Small Business COVID Interruption $400,000,000</th>
<th>Small Nonprofit COVID Interruption $40,000,000</th>
<th>Small Business Startup Program $10,000,000</th>
<th>Community Based Healthcare Providers $115,000,000</th>
<th>Acute Care in Hospitals $15,000,000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Purpose</td>
<td>Small businesses in South Dakota under $38.5M in 2019 gross revenue who have been impacted by COVID-19</td>
<td>Small nonprofits in South Dakota under $38.5M in 2019 gross revenue who have been impacted by COVID-19</td>
<td>Small business startups in South Dakota established between 9/1/19 – 6/1/20 who have been impacted by COVID-19</td>
<td>Community based healthcare providers funded by the state through Medicaid or other federal/state dollars</td>
<td>Acute care in hospitals (PPS, CAH, Specialty) and Inpatient Hospice in South Dakota who have been impacted by COVID-19</td>
</tr>
<tr>
<td>Award Method</td>
<td>Reduction in business</td>
<td>Reduction in business</td>
<td>Percent of cash expenses</td>
<td>Reduction in business</td>
<td>Reduction in business</td>
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</table>
**Important Notes & Reminders**

**Update**: FAQs for both programs are posted at [https://covid.sd.gov/smallbusiness-healthcare-grants.aspx](https://covid.sd.gov/smallbusiness-healthcare-grants.aspx)

1. Applications are open from October 13\textsuperscript{th} to October 30\textsuperscript{th}
2. Business owners and providers with multiple TINs must complete one application for each TIN
3. Sole proprietors applying with a SSN must consolidate all businesses and financial information under one application
4. Grant amounts calculated at less than $500 will not be awarded
5. Applicants must provide a screenshot of your entity’s Certificate of Good Standing (see required documents). An official copy from the State is not required
6. Applicants that do not possess Secretary of State Registration as a domestic or foreign company are permitted to submit an application without providing this document
7. Your Sales & Use Tax License number can be found on your 2019 tax return
Resources Available:

1. Help line: (605) 937-7243
   - Open 8AM – 5PM central time Monday through Friday
2. Email:
   - Businesses Grants: COVID.BIZGRANTS@state.sd.us
   - Healthcare Grants: COVID.HEALTHCAREGRANTS@state.sd.us
3. Program communications, trainings, application, frequently asked questions:
4. Daily office hours:
   - Healthcare programs: 3PM Central
   - Small Business programs: 4PM Central
Frequently Asked Questions

I am a business owner with multiple TINs. How should I apply?

- Correspondence for all applications will be directed to Rob@gmail.com, but applicant must log in through each username to submit separate applications.
- For businesses with only 1 TIN/application, the preferred option is to use your email address as your username.
Is Paycheck Protection Program loan forgiveness included in the gross revenue calculation?

No, the applicant should not include that information in gross revenue. **However**, the applicant should disclose any federal aid (loans or grants) in the area of the application asking for federal COVID related aid.

Under guidance issued by the US Treasury Department, which made the Coronavirus Relief Funds available to South Dakota for these grant programs, Applicants must list the entire amount of any PPP loan received. Under the US Treasury Guidance, South Dakota is required to assume that PPP loans will be forgiven and, therefore, the full amount of the PPP loan must be used in calculating the Applicant’s Reduction in Business when determining any grant amount determined by the State of South Dakota.
Frequently Asked Questions

Do I need to disclose any Small Business Administration (SBA) Emergency Injury Disaster Loan (EIDL) or Grant?

Yes, Applicants should disclose any federal funding received in response to the COVID-19 pandemic, including any SBA issued EIDL loan or grant. Under the US Treasury Guidance, EIDL terms loans will not be forgiven and, therefore, the full amount of the EIDL loan will not be used in calculating the Applicant’s Reduction in Business when determining any grant amount determined by the State of South Dakota.

However, consistent with recent US Treasury Guidance, if an applicant received both a PPP loan and an EIDL grant, a portion of the PPP loan equivalent to the amount of the EIDL grant will not be forgiven and that amount will also not be subtracted from the amount of aid the applicant will receive.
Questions?
Community Based Healthcare Providers Program Overview

Community based healthcare providers in South Dakota will be able to request funding to compensate for the financial impact of COVID-19.

Community Based Healthcare Providers

- **Total Allocation**: $115,000,000
- **Award Method**: “Reduction in business” calculation

Eligibility Criteria

- Licensed or otherwise authorized by the state
- Provide services funded by the state through Medicaid or other federal or state funding through DSS, DOC, or DHS
- Other healthcare providers may be eligible to apply under the Small Business programs

Recipients

- Nursing Homes/SNFs
- Assisted Living facilities
- Residential Treatment facilities
- Senior Nutrition
- In-Home Services
- Adult Day Care
- IDD providers
- Behavioral Health providers
Grant amounts for community healthcare providers shall be based on reduction in business for March through September calculated as follows:

<table>
<thead>
<tr>
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<th>2020 Net</th>
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<th>Federal COVID-19 Aid</th>
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<tr>
<td>&quot;2020 net&quot; is gross revenue,</td>
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<td>minus gross expenses, for March</td>
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<td>– September 2020</td>
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<tr>
<td>Federal COVID-19 Aid*</td>
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<tr>
<td>Final award based on pro-rata</td>
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<td>share of available funds</td>
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*Further detailed in subsequent slide
Community Based providers were eligible to receive a variety of federal funds from various funding agencies, presenting a unique challenge in avoiding duplication of benefits.

Federal COVID-19 Aid

- Paycheck Protection Program Loans
- HHS Provider Relief Funds (General and Targeted Distributions)
- Medicare Advanced and Accelerated Payments
- FEMA Public Assistance Program payments
- FCC Telehealth funding
- Reimbursement from the Health Resources Services Administration for testing and treatment of Uninsured COVID-19 patients
- The value of the Employer Retention Credit
- Economic Injury Disaster Recovery Loan
- Any other COVID-19 federal payment or grant
Community Based Providers Required Documents

Required

1. Point of contact information (phone, email, physical address)
2. TIN number (or EIN number, if applicable)
3. Bank account information for electronic payment of funds
4. Profit & Loss Statement for March through September 2019
5. Profit & Loss Statement for March through September 2020
6. Actual revenue and expense information required; no estimated revenues or expenses
7. Separate identification of all COVID-19 Federal Aid received through September 2020
8. Identification of any other planned or pending application to the federal government for COVID-19 relief

NOT Required

Documentation regarding COVID-19 federal aid received
Acute Care Hospitals in South Dakota will be able to request funding to compensate for the financial impact of COVID-19.

## Acute Care Hospitals Program Overview

### Acute Care in Hospitals

- **Total Allocation**: $15,000,000
- **Award Method**: "Reduction in business" calculation

### Eligibility Criteria

- Licensed or otherwise authorized by the state
- Provide services funded by the state through Medicaid or other federal or state funding through DSS, DOC, or DHS

**Recipients**

Hospitals (PPS, CAH, Specialty) and In-patient hospice that are licensed to provide acute care services in South Dakota
Grant amounts for acute care hospitals shall be based on reduction in business for March through September calculated as follows:

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**Federal COVID-19 Aid**

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Acute Care Hospitals Required Documents

**Required**

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