## [Required: District Letterhead]

## June [XX], 2020

The Honorable [Member Name: Find Your Representative of Congress]
United States House of Representatives
[Address]
Washington, D.C. 20515

The Honorable Dianne Feinstein United States Senate 331 Hart Senate Office Building Washington, D.C. 20510 The Honorable Kamala Harris United States Senate 112 Hart Senate Office Building Washington, D.C. 20510

Dear [Congressman/woman X], Senator Feinstein and Senator Harris,

The [Your District Name] respectfully urges you to support H.R. 7073, the Special Districts Provide Essential Services Act, which would bring much-needed relief resources to special districts in our community, throughout California, and across the nation.

As a provider of [your district services (water, fire protection, parks, etc)] to [approximate population number served] residents in the [name of community/communities/region you serve], proportional access to federal relief resources would help our district confront COVID-19 and overcome related unbudgeted expenses and revenue losses. Access to capital as our state and nation struggle with an economic downturn and unprecedented unemployment situation will be key for continuing operations unhindered, restoring our local economy, and preparing for the next disaster.

[Has your district had to cut/decrease/furlough staff? Decrease/cut services? Deferring maintenance? Will you have to delay capital improvement projects? Concerned about unpaid utility bills? Please share here. If possible, estimate or give the total expenditures and revenue losses your district has incurred. Then, very briefly share if your district has adapted to meet the needs of your community and how]

H.R. 7073 would help the **[your district name]** meet the challenges of COVID-19 by:

- Allowing special districts access to the Coronavirus Relief Fund. Under the bill, states would be required to allocate no less than 5 percent of future Coronavirus Relief Fund disbursements to special districts. Doing so remedies deep concerns and uncertainty surrounding special districts' future access to much-needed assistance for unforeseen COVID-19-related expenditures and revenue loss. Even with the Fund's allocation under the CARES Act, many states have not yet released their portion of the Fund to local governments, including here in California. Designating special districts as eligible for the Fund would greatly assist districts in their attempts to both recoup revenue losses and backfill the increase in expenditures many have experienced due to a variety of pandemic-related expenses (PPE, etc.), which totals an estimated \$250 million through May 5 for California's special districts.
- Permitting special districts to be considered "eligible issuers" of the Federal Reserve Board's Municipal Liquidity Facility (MLF). The Federal Reserve established the MLF and was authorized to establish an MLF program. States, territories, tribes, cities with a population greater 250,000 and counties with a population greater than 500,000 have access to the Fed's tool to purchase bonds and revenue anticipation notes. Despite special districts' authority to issue these notes, they are not considered "eligible issuers" under the CARES Act. H.R. 7073 expands the

Fed's authorization to purchase these notes to include all special districts as "eligible issuers" for MLF.

• **Defines "special district".** Currently, a federal definition for "special district" does not exist. The bill would establish the term as a "political subdivision, formed pursuant to general law or special act of a State, for the purpose of performing one or more governmental or proprietary functions."

As Congress continues to negotiate next steps for COVID-19 relief for state and local governments, the <a href="[your district name]">[your district name]</a> not only asks for your support on this bill in the U.S. House but also its provisions' inclusion in the Senate's version of a state and local relief bill.

Thank you for your ongoing support of California's families and communities. Our district stands ready to partner with you in our continued efforts to deliver essential services to California residents.

Sincerely, [Signature]

[name] [position] [district name]

CC:

California Special Districts Association [via advocacy@csda.net]