New Federal COVID-19 Relief Funding Opportunities for Community Behavioral Health Providers
WELCOME!

Harvey Rosenthal, Chief Executive Officer (CEO)

New York Association of Psychiatric Rehabilitation Services (NYAPRS)

Thursday, April 23rd at noon

https://zoom.us/webinar/register/WN_MaWtcrdlTZ6-dPc81v4-FQ

After registering, you will receive a confirmation email containing information about joining the webinar.

Presented by NYAPRS and the NYSPI Center for Excellence in Cultural Competence

PRESENTERS

- Ray Cebula III, J.D, K. Lisa Yang and Hock E. Tan Employment and Disability Institute, ILR School, Cornell University
- Oscar Jimenez-Solomon, Lic.Soc., MPH Senior Research Staff Associate in the Department of Psychiatry, Columbia University Medical Center
- Len Statham, NYAPRS Chief Operating Officer
Today’s Speakers

Rebecca Farley David, Senior Advisor, Public Policy & Special Initiatives
National Council

Jessica Johnson, Director of Accounting Services
Dalle Accounting
Federal COVID-19 Response: Provisions for Behavioral Health Providers

Rebecca Farley David
National Council for Behavioral Health

April 2020
## Key Actions to Date

### Congressional Activity

<table>
<thead>
<tr>
<th>Action</th>
<th>Date</th>
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<tbody>
<tr>
<td>Coronavirus Preparedness and Response Supplemental Appropriations Act</td>
<td>March 4</td>
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<td>Families First Coronavirus Response Act</td>
<td>March 18</td>
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<tr>
<td>Coronavirus Aid, Relief, and Economic Security (CARES) Act</td>
<td>March 27</td>
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<td>A fourth COVID-19 relief package is reportedly in the works</td>
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### Regulatory Activity

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<th>Action</th>
<th>Details</th>
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<td>CMS actions on telehealth, Medicare and Medicaid policies</td>
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<td>FCC telehealth equipment fund</td>
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<td>DEA changes to registration and telemedicine requirements</td>
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<td>And much more...</td>
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Key Provisions for Behavioral Health Providers as Employers

• Small Business Administration Economic Injury Disaster Loans (EIDL)
• Paycheck Protection Program
• Various tax incentives
  – Employee Retention Tax Credit
  – Delay of payroll taxes
  – And more...

Resources and information are available on the National Council’s COVID-19 website: https://www.thenationalcouncil.org/covid19/
Financial Support for States and Behavioral Health Providers

- HHS Provider Relief Fund ($100 billion)
- SAMHSA ($425 million)
- CCBHC extension/expansion
- FMAP increase

Resources and information are available on the National Council’s COVID-19 website: [https://www.thenationalcouncil.org/covid19/](https://www.thenationalcouncil.org/covid19/)
Key Regulatory Changes

• Medicare telehealth
  – Telehealth permitted in homes
  – Opening of new codes for telehealth
  – New providers able to bill for telehealth services
  – Changes to “direct supervision” requirement
  – Coverage for certain audio-only interactions
• CMS Medicaid telehealth guidance to states
• Prescription of controlled substances via telemedicine
• FCC funding for telehealth services

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Paycheck Protection Program (PPP)

Information Sheet presented by Jessica Johnson Director at DALLE Accounting
PAYCHECK PROTECTION PROGRAM (PPP) LOAN APPLICATION INFORMATION SHEET: BORROWERS

The Paycheck Protection Program ("PPP") authorizes up to $349 billion in forgivable loans to small businesses to pay their employees during the COVID-19 crisis. All loan terms will be the same for everyone.

The loan amounts will be forgiven as long as:

- The loan proceeds are used to cover payroll costs, and most mortgage interest, rent, and utility costs over the 8-week period after the loan is made; and
- Employee and compensation levels are maintained.

Payroll costs are capped at $100,000 on an annualized basis for each employee. Due to high subscription, it is anticipated that not more than 25% of the forgiven amount may be for non-payroll costs.

Loan payments will be deferred for 6 months.

When can I apply?

- The PPP Loan application started on April 3, 2020 and you should apply ASAP, small businesses and sole proprietorships can apply for and receive loans to cover their payroll and other certain expenses through existing SBA lenders.
- On April 10, 2020, independent contractors and self-employed individuals were able to apply for and receive loans to cover their payroll and other certain expenses through existing SBA lenders.
- Other regulated lenders are available to make these loans as soon as they are approved and enrolled in the program.
PAYCHECK PROTECTION PROGRAM (PPP) INFORMATION SHEET:
BORROWERS

Where can I apply? You can apply through any existing SBA lender or through any federally insured depository institution, federally insured credit union, and Farm Credit System institution that is participating. Other regulated lenders will be available to make these loans once they are approved and enrolled in the program. You should consult with your local lender as to whether it is participating. Visit www.sba.gov for a list of SBA lenders.

The following banks are just a few participating in the PPP Loan that DALLE has utilized our banking relationship with during the process;


Who can apply? All businesses – including nonprofits, veterans organizations, Tribal business concerns, sole proprietorships, self-employed individuals, and independent contractors – with 500 or fewer employees can apply. Businesses in certain industries can have more than 500 employees if they meet applicable SBA employee-based size standards for those industries.

For this program, the SBA’s affiliation standards are waived for small businesses (1) in the hotel and food services industries; or (2) that are franchises in the SBA’s Franchise Directory; or (3) that receive financial assistance from small business investment companies licensed by the SBA. Additional guidance may be released as appropriate.

What do I need to apply? You will need to complete the Paycheck Protection Program loan application and submit the application with the required documentation to an approved lender that is available to process your application by June 30, 2020.
What other documents will I need to include in my application? You will need to provide your lender with payroll documentation. Applications and documents vary bank to bank, we at DALLE Accounting have processed over 50 applications and have utilized 10 different banks for our clients. The following is a list of supporting documents we have provided again based on the bank’s requirements:

- Copies of All 4 quarters of the 2019 941’s and/or 940.
- Some banks will allow Q2 2019 through Q1 2020 941’s
- Current year payroll registers through the period of February 15, 2020
- Loan Amount calculation worksheet (2.5X) average monthly payroll costs.
- Payroll costs include annual Medical, Dental, Vision benefit expense and employer 401K/403(b) Match.
- Applicant Ownership personal information including drivers license information.
- Non-Profits can list one of the board members or Executive Director as the primary applicant at 100% ownership.
PAYCHECK PROTECTION PROGRAM (PPP) INFORMATION SHEET: BORROWERS

► How long will this program last? Although the program is open until June 30, 2020, we encourage you to apply as quickly as you can because there is a funding cap and lenders need time to process your loan.

► How many loans can I take out under this program? Only one.

► What can I use these loans for? You should use the proceeds from these loans on your:

- Payroll costs, including benefits;
- Interest on mortgage obligations, incurred before February 15, 2020;
- Rent, under lease agreements in force before February 15, 2020; and
- Utilities, for which service began before February 15, 2020.

► What counts as payroll costs? Payroll costs include:

- Salary, wages, commissions, or tips (capped at $100,000 on an annualized basis for each employee);
- Employee benefits including costs for vacation, parental, family, medical, or sick leave; allowance for separation or dismissal; payments required for the provisions of group health care benefits including insurance premiums; and payment of any retirement benefit;
- State and local taxes assessed on compensation; and
- For a sole proprietor or independent contractor: wages, commissions, income, or net earnings from self-employment, capped at $100,000 on an annualized basis for each employee.
Next Steps...Applying for Loan Forgiveness. As we are waiting on further guidance from the SPA on the process below is the information as know today.

► **How much of my loan will be forgiven?** You will owe money when your loan is due if you use the loan amount for anything other than payroll costs, mortgage interest, rent, and utilities payments over the 8 weeks after getting the loan. Due to likely high subscription, it is anticipated that not more than 25% of the forgiven amount may be for non-payroll costs.

► You will also owe money if you do not maintain your staff and payroll.

  - **Number of Staff**: Your loan forgiveness will be reduced if you decrease your full-time employee headcount.
  - **Level of Payroll**: Your loan forgiveness will also be reduced if you decrease salaries and wages by more than 25% for any employee that made less than $100,000 annualized in 2019.
  - **Re-Hiring**: You have until June 30, 2020 to restore your full-time employment and salary levels for any changes made between February 15, 2020 and April 26, 2020.

► **How can I request loan forgiveness?** You can submit a request to the lender that is servicing the loan. The request will include documents that verify the number of full-time equivalent employees and pay rates, as well as the payments on eligible mortgage, lease, and utility obligations. You must certify that the documents are true and that you used the forgiveness amount to keep employees and make eligible mortgage interest, rent, and utility payments. The lender must make a decision on the forgiveness within 60 days.

► **What is my interest rate?** 1% fixed rate.
Next Steps...Appling for Loan Forgiveness. As we are waiting on further guidance from the SPA on the process below is the information as know today.

- **When do I need to start paying interest on my loan?** All payments are deferred for 6 months; however, interest will continue to accrue over this period.
- **When is my loan due?** In 2 years.
- **Can I pay my loan earlier than 2 years?** Yes. There are no prepayment penalties or fees.
- **Do I need to pledge any collateral for these loans?** No. No collateral is required.
- **Do I need to personally guarantee this loan?** No. There is no personal guarantee requirement. ***However, if the proceeds are used for fraudulent purposes, the U.S. government will pursue criminal charges against you.***
- **What do I need to certify?** As part of your application, you need to certify in good faith that:
  - Current economic uncertainty makes the loan necessary to support your ongoing operations.
  - The funds will be used to retain workers and maintain payroll or to make mortgage, lease, and utility payments.
  - You have not and will not receive another loan under this program.
  - You will provide to the lender documentation that verifies the number of full-time equivalent employees on payroll and the dollar amounts of payroll costs, covered mortgage interest payments, covered rent payments, and covered utilities for the eight weeks after getting this loan.
  - Loan forgiveness will be provided for the sum of documented payroll costs, covered mortgage interest payments, covered rent payments, and covered utilities. Due to likely high subscription, it is anticipated that not more than 25% of the forgiven amount may be for non-payroll costs.
  - All the information you provided in your application and in all supporting documents and forms is true and accurate. Knowingly making a false statement to get a loan under this program is punishable by law.
Questions?

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