



### **General Information**

- Activated our Emergency Operations Center March 23<sup>rd</sup>, have had weekly meetings.
  - Consist of City Manager, City Attorney, Fire Chief/Emergency Manager, Police Chief, Assistant City Manager
- Commission passed resolution No. 2020-23 proclaiming a state of emergency in Alamogordo on March 23<sup>rd</sup>

### **Budget Impact**

- Conservative Budget- we projected no growth from FY 19 to FY 20 and Fy 20 to FY 21 putting us in a better position than most places.

#### General Fund

- Gross Receipt Taxes
  - Fiscal Year 2020 we projected down almost \$1,000,000
  - Fiscal Year 2021 we projected down over \$3,000,000
- Lodger's Tax
  - Fiscal Year 2020 we projected down almost \$100,000
  - Fiscal Year 2021 we projected down Approximately \$320,000
- Payroll
  - Put workforce at 50% per governor's orders
  - We continued to pay employees and put them on an on call status.
  - Staggered schedules to minimize contact.
  - Costs about \$70,000-\$100,000 every two weeks. So overall total about \$900,000 to keep employees home or on call through today.
- Other Lost Revenue
  - Civic Center, Rec Center and most of our quality of life programs
  - Waived late fees and delinquency fees for the utilities

### **Employment Impact**

- Laid of approximately 44 employees
- Asked Departments to Find 20% in their FY 2021 Budget

- Froze Positions except for essential areas such as Police Department, Fire, and Waste Water.
- Additional Layoff pending
- Furlough options have been discussed but it's complicated
  - PERA could be effected for employees who fall below \$20,000, they may no longer qualify-we are still waiting on clarification from PERA
  - Affordable care Act – if employees drop below 28,000, employees could see reduced premiums which would cost the city additional
  - Exempt employees- cannot reduce hours since they are not hourly employees. We would have to reduce annual salary.
    - Problematic for at will employees

**Business Impact (From our Community Partner-Alamogordo Chamber of Commerce)**

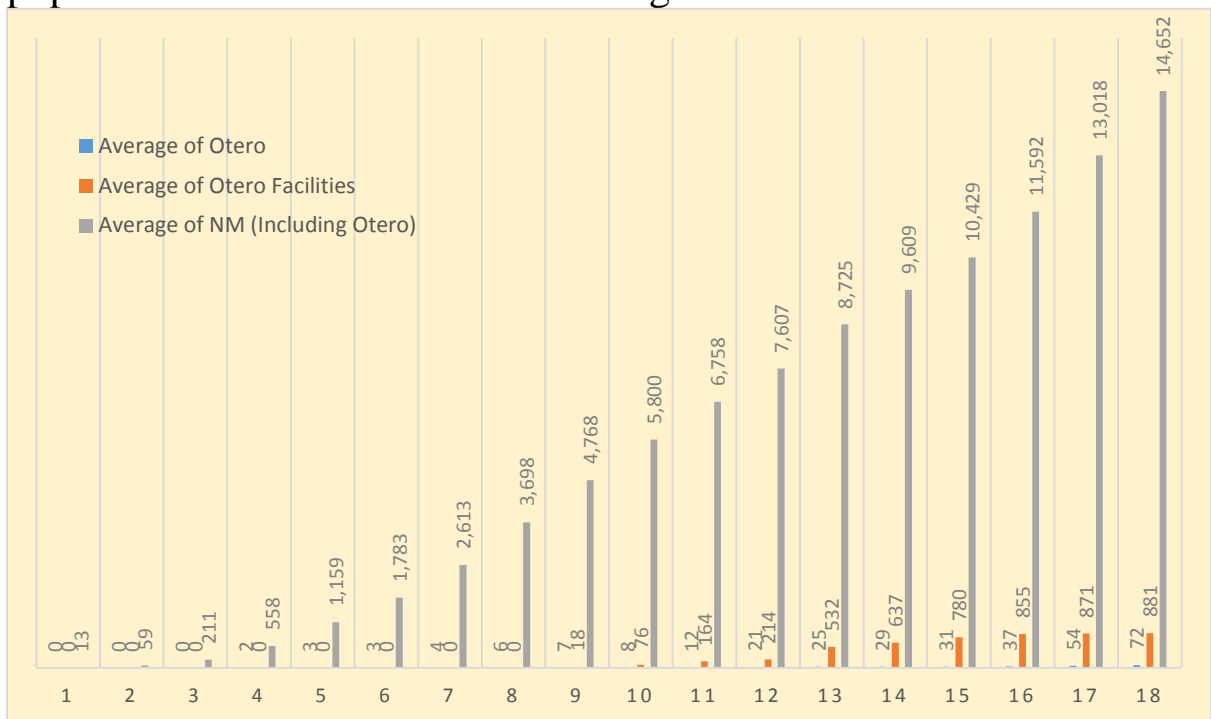
Hundreds of local business engaged contractually in Payroll Protection Loan Program

- Lack of clear directions, each bank handled differently
- Federal agencies are constantly changing requirements-even after loan documents were signed.
- Payroll taxes could not be paid out of the loan proceeds
- Many local business have accumulated payroll taxes without cash flows
- Many regrets from local business to have entered into this loan
- Restaurant industry has been devastated
  - Currently six restaurants say they cannot survive
  - Current talks with these owners indicate more restaurants will be forced to close.
    - When they opened up at 50% many had to scramble to reopen,
    - The recent shut down has put a greater burden on these business. Business were beginning to build up their inventory of perishable goods and now they will be forced to get rid of it.
- The final impact on small business owners is still unknown.
  - This represents the majority of Alamogordo
- Alamogordo Public Schools Opening uncertainty.

- This makes our workforce is uncertain. If schools do not open a large portion of our workforce will not be able to return to work

## Other Concerns

- There is a lag in data. Concerns that the full impact won't be realized for a very long time.
  - March- not completely closed
  - April- panic buying and stimulus
  - May & June should begin seeing impact
  - Rest of year depends on unemployment, consumer spending, discretionary income, etc.
- Otero has 72 cases:
- Alamogordo currently has 36 cases. That is approximately 0.13% of our population. Our business are suffering.



- Enforcing the health order
  - Police will enforce what they have legal authority to enforce.
  - Short 15 officer positions
  - Will hand out masks at calls as available.
- Overall citizen wellbeing.
  - Domestic calls are up
  - Suicide
  - Child abuse calls are down, but this could be there is less reporting since they aren't going to schools, programs, sports, etc.