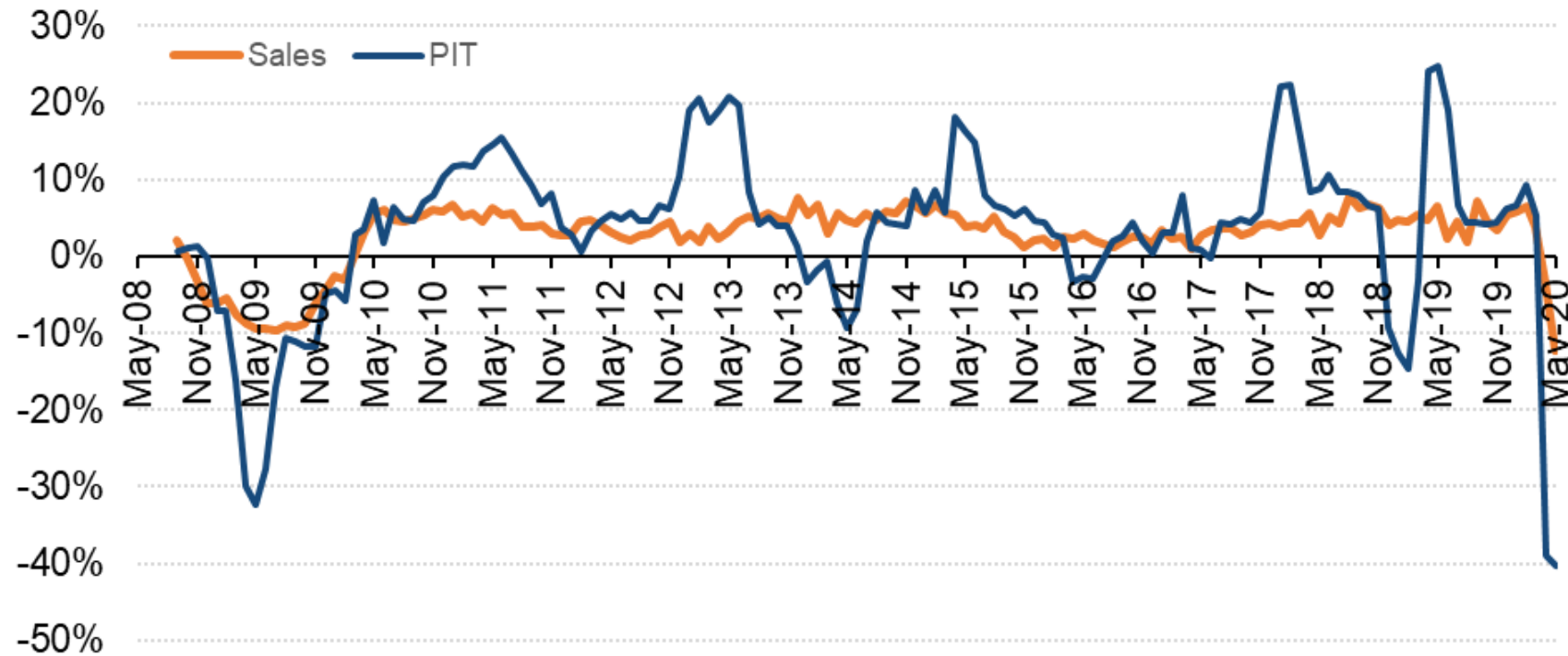


# Initial state revenue shocks from COVID-19 were worse than in the Great Recession

*Nominal year-over-year percentage change in state tax revenues*



**Note:** Percentage change is for 3-month moving averages.

# COVID-19 is devastating city budgets

**San Francisco Chronicle**  
California cities warn of  
widespread layoffs and service  
cuts due to nearly \$7 billion in  
coronavirus losses

**The Washington Post**

Mass layoffs begin in cities and states amid  
coronavirus fallout, threatening education,  
sanitation, health and safety

**AP**

**No federal relief leaves states, cities facing big deficits**

By GEOFF MULVIHILL August 10, 2020

California cities: Virus could mean \$6.7 billion in  
losses  
**The San Diego Union-Tribune**

**Los Angeles Times**

OPINION

Editorial: Trump's rescue plan would let state and local  
governments drown in red ink

**THE  
HILL**

**Far worse to come: COVID-19  
collapse of state and local  
governments**

BY GRADY MEANS, OPINION CONTRIBUTOR — 04/12/20 09:00 AM EDT  
THE VIEWS EXPRESSED BY CONTRIBUTORS ARE THEIR OWN AND NOT THE VIEW OF THE HILL

**California cities expect to lose at least \$7B  
due to coronavirus**

By MACKENZIE MAYS | 04/23/2020 07:35 PM EDT

POLITICO CALIFORNIA

**CAL MATTERS**  
California cities, essential to safety and recovery, need  
state and federal financial help



**COVID-19 Causes Painful City Budget Shortfalls,  
Survey Finds**

**USNews**

Nearly 100% of cities with populations above 50,000 will experience revenue declines tied to the coronavirus, according to survey data.

**THE SACRAMENTO BEE**  
**Coronavirus is wreaking havoc on Sacramento area  
budgets. See how your community stands**

# Immediate losses in core revenue sources



## Cities Key Revenue Loss by Source through FY 21-22

<b>\$24 million</b> Utility Taxes	<b>\$28 million</b> Property Transfer Taxes	<b>\$2.26 billion</b> Sales Taxes
<b>\$65 million</b> Franchises	<b>\$93 million</b> Parking and Admissions	<b>\$1.37 billion</b> Hotel/Bed Taxes
<b>\$175 million</b> Investments, Forfeitures, and Fines	<b>\$402 million</b> Business Tax	<b>\$1.7 billion</b> City/County of San Francisco
	<b>\$616 million</b> County Transportation SUT	

Cities anticipate a nearly **\$7 BILLION GENERAL REVENUE SHORTFALL** over the next two fiscal years, which will grow by billions of dollars if COVID-19 stay-at-home orders extend into the summer months and beyond.

# All cities, regardless of size and geography, are impacted



## Core Services Face Significant Impacts Regardless of City Size

Percentage of cities by population

