COVID-19

Fiscal Impact on City Employees and Services

Cities are facing a nearly **\$7 billion revenue shortfall** over the next two years due to the COVID-19 pandemic and response. According to a League of California Cities data analysis, this shortfall grows by billions of dollars as modified stay-at-home orders extend into the summer months and beyond. **Without relief, California city employees will lose their jobs.**

100% of California cities, regardless of population size, face projected revenue loss this year.

As a result, 9 out of 10 cities are considering layoffs or employee furloughs, or cutting public services. 3 out of 4 are considering doing both.

Core Services Face Significant Impacts Regardless of City Size

Percentage of cities by population



Cities are required by law to balance their budgets, leaving **essential city services on the chopping block**. This means fewer firefighters and police officers to answer emergency calls, reduced garbage pick up frequency, and limited opening hours for parks and senior centers.

Together, we must fight to support local recovery.

From the state government we need **\$7 billion in direct and flexible funding** to support critical local services and CARES Act funding for all cities for COVID-19-related expenditures. From the federal government we need **\$500 billion in direct and flexible funding** for all cities nationwide to support critical local services.

Californians depend on it.

