November 23, 2020

The Honorable Philip D. Murphy  
Office of the Governor  
P.O. Box 001  
Trenton, NJ 08625

The Honorable Steve Sweeney  
Senate Democratic Office  
P.O. Box 099  
Trenton, NJ, 08625

The Honorable Craig Coughlin  
Assembly Democratic Office  
P.O. Box 098  
Trenton, NJ, 08625

Dear Governor Murphy, Senate President Sweeney, and Assembly Speaker Coughlin:

Last week, we introduced S-3210, together with Senators Oroho and Thompson as cosponsors. The legislation appropriates $300 million to support small businesses and nonprofits whose viability is in question due to COVID-19 restrictions and impacts. The bill is carefully worded to require the appropriation to be paid with federal CARES Act funding if available, but is deliberately worded to allow the funds to come from the General Fund if necessary.

This weekend, our Senate and Assembly Republican leaders and budget officers called for an emergency session of the Legislature to pass the bill. Without your support, more of the small businesses and nonprofits that make up the backbone of every Main Street in New Jersey will close their doors forever. Small restaurants, community theaters, and cultural and entertainment venues that are a source of pride for the families that run them -- and income for the employees who work in them -- will needlessly fail.

While you have proposed using of $450 million of CARES Act funds to pay the salaries of longstanding State employees, it has long been our belief that using CARES funds for nonprofit and small business support is more in keeping with the spirit of what federal funds were intended to accomplish.

However, as noted, we have intentionally written our legislation to allow you to draw the $300 million for nonprofit and small business support from the General Fund should that be your desire. The State will have a surplus in excess of $2.5 billion by the end of this year that can be tapped for this purpose. As we have demonstrated, any claims that this bill might interfere with
other planned CARES Act expenditures are simply false.

We implore you to do that right thing and join us in calling a special session of the Legislature to provide a critical lifeline to the struggling nonprofits and small businesses across New Jersey that otherwise might not survive the winter. They need our support, and they need it now.

Sincerely,

[Signature]
Senator Declan O’Scanlon
13th Legislative District

[Signature]
Senator Michael Testa
1st Legislative District

cc: Kevin Drennan
Executive Director – Senate Democrats

Skip Cimino
Executive Director – Assembly Democrats