



## November 2020 Report

### Potential Economic and Fiscal Impact of Loan & Grant Programs

Colorado Springs, Colorado November 20, 2020

Summit Economics, LLC was retained by the City of Colorado Springs to estimate the economic and fiscal impacts to Colorado Springs and El Paso County that might result from soft loans and grants made with local businesses and non-profit organizations (collectively referred to as establishments) that have either shut down or are at serious risk of laying off employees and closing the establishment as a result of the Covid19 pandemic. The following outlines the potential impacts from loans and grants made through El Paso County's Regional Business Relief Fund (RBRF) in October 2020. The report also shows cumulative impacts of all local agencies providing loans and grants to businesses and non-profit organizations in response to covid-19 in March through October 2020. The agencies include Survive and Thrive, the Pikes Peak Community Foundation, the Downtown Development Authority, and El Paso County's EZ Business Relief Fund.

In October, El Paso County's RBRF supported 864 different organizations with funding totaling \$13,858,528 for an average of \$16,040 per organization assisted. The assistance could aid in saving up to 11,735 direct jobs and 16,789 total jobs in El Paso County while protecting \$1,144,295,303 in local economic output. These levels of employment would save up to \$12,849,676 in sales taxes generated through household expenditures to support local governments.

Potential Economic & Fiscal Impacts from El Paso County Regional Business Relief Fund, October 2020				
	1 Year Impact	3 Year Impact	Annual Impact per Direct Job	Annual Average per Loan or Grant
Number of Loans & Grants	864			
Amount of Loans & Grants	\$ 13,858,528			\$ 16,040
Direct Jobs Supported	11,735	11,735	1.0	13.6
Total Jobs Supported	16,789	16,789	1.4	19.4
Total Output/Revenues Supported	\$ 1,144,295,303	\$ 3,432,885,908	\$ 97,511	\$ 1,324,416
Total Local sales Tax Revenue Supported	\$ 12,849,676	\$ 38,549,029	\$ 1,095	\$ 14,872
Source: Summit Economics				

When funding from the County's RBRF is combined with total loans and grants made by the agencies referenced above in the March – October 2020 period, the total direct jobs associated with organizations receiving the funding grows to 17,599. The total potential impact on the local economy of these loan and grant programs dating back to March 2020 totals 24,755 jobs, \$1,631,228,717 in local economic output, and \$18,348,606 in local



sales taxes.

**Potential Economic & Fiscal Impact of Small Establishment Preservation Loans & Grants  
March - October 2020**

	<b>1 Year Impact</b>	<b>3 Year Impact</b>	<b>Annual Impact per Direct Job</b>	<b>Annual Average per Loan or Grant</b>
Number of Loans & Grants	1,286			
Amount of Loans & Grants	\$ 19,290,832			\$ 15,001
Direct Jobs Supported	17,599	17,599	1.0	13.7
Total Jobs Supported	24,755	24,755	1.4	19.2
Total Output/Revenues Supported	\$ 1,631,228,717	\$ 4,893,686,150	\$ 92,689	\$ 1,268,452
Total Local sales Tax Revenue Supported	\$ 18,348,606	\$ 55,045,819	\$ 1,043	\$ 14,268
Source: Summit Economics				