April 9, 2020

The Honorable Nancy Pelosi
Speaker of the House
H-232, U.S. Capitol
Washington, D.C. 20515

The Honorable Kevin McCarthy
Republican Leader
H-204, U.S. Capitol
Washington, D.C. 20515

Dear Speaker Pelosi and Minority Leader McCarthy:

As you negotiate further legislative packages to assist our communities impacted by the novel Coronavirus (COVID-19) pandemic, we continue to request that cost of living (COL) adjustments for localities are made when considering further economic stimulus payments to residents and businesses. Although a COL adjustment was not included as part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act, signed into law by President Trump on March 27th, 2020, there is a greater need than ever for these COL adjustments to be made. Doing so would help ensure that New Jersey residents, and other hard-working middle-class Americans and small business owners who live in high-cost states, are not excluded from needed assistance.

The direct payments to middle-class Americans included in the CARES Act will provide much needed financial relief to our constituents in the coming weeks. However, in places such as in Mississippi or Arkansas, the same $1,200 checks that New Jersey residents will receive have the equivalent spending power of $1,670 and $1,605, respectively, based on data provided by the U.S. Bureau of Economic Analysis and a study recently published by the St. Louis Federal Reserve. Salaries are also higher in New Jersey, where the median household income is $79,363 according to the Census Bureau, above the phase-out level for individual tax filers receiving a stimulus check. These higher salaries are required for middle-class families to live comfortably in New Jersey, but it does nothing to mitigate the devastation the COVID-19 pandemic is having on the 8.9 million Americans and 861,373 small businesses that call the state home.

According to a poll published by the Financial Times on April 7, 2020, the negative economic impact of the COVID-19 pandemic is affecting more than 70% of Americans of all income levels. From March 22nd to 28th, 2020, 206,253 New Jersey residents applied for unemployment insurance, compared to 6,894 unemployment insurance applications in the same period of 2019. The facts are clear: this health-related economic slowdown threatens the ability of New Jersey residents to pay for their housing, afford food, or purchase necessary products to protect their health during the pandemic. They must be provided with the same functional assistance all Americans deserve.

We look forward to working with you further on this important matter and urge you to utilize all tools available to assist our local communities.
Sincerely,

Josh Gottheimer  
MEMBER OF CONGRESS

Mikie Sherrill  
MEMBER OF CONGRESS

Donald Norcross  
MEMBER OF CONGRESS

Jefferson Van Drew  
MEMBER OF CONGRESS

Andy Kim  
MEMBER OF CONGRESS

Christopher H. Smith  
MEMBER OF CONGRESS

Frank Pallone, Jr.  
MEMBER OF CONGRESS

Tom Malinowski  
MEMBER OF CONGRESS

Albio Sires  
MEMBER OF CONGRESS

Bill Pascrell, Jr.  
MEMBER OF CONGRESS

Donald M. Payne, Jr.  
MEMBER OF CONGRESS

Bonnie Watson Coleman  
MEMBER OF CONGRESS