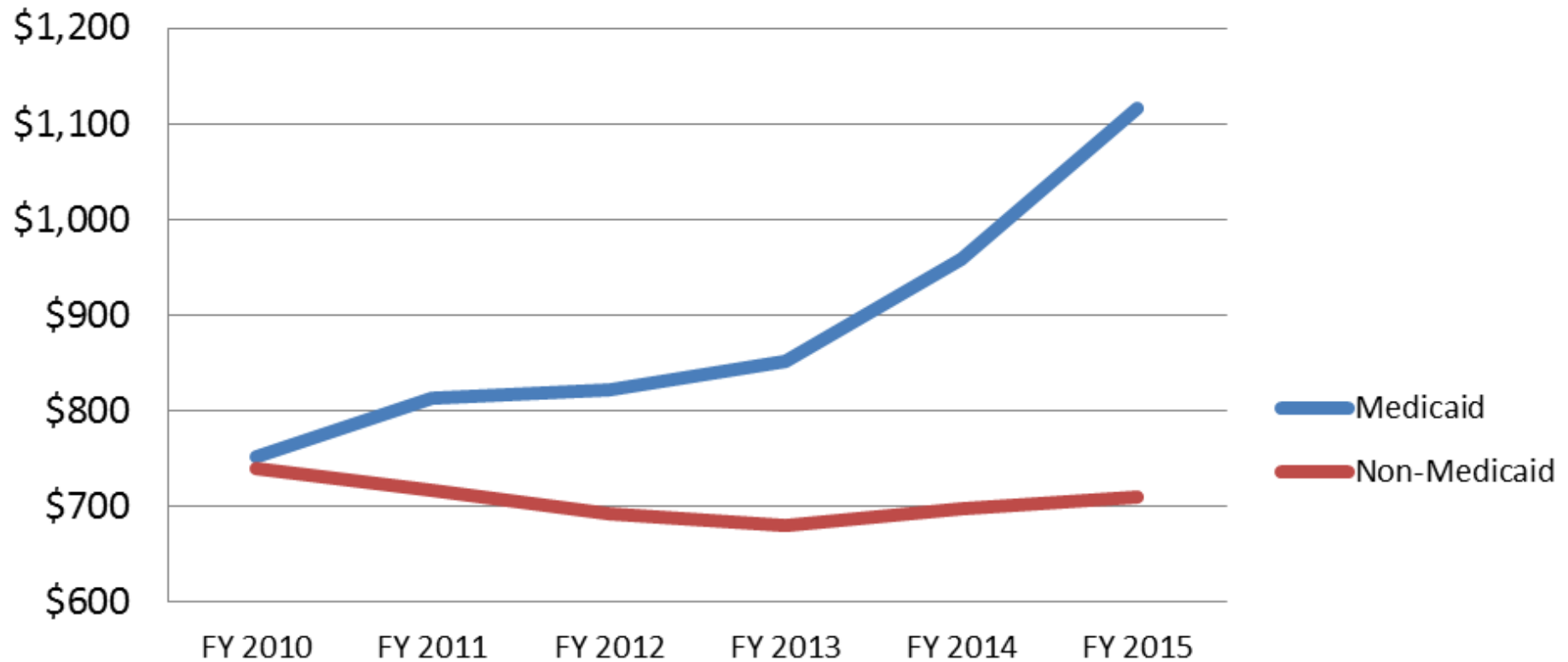


A Federal Budget Update: All Eyes on November

Federal Funds Information for States
www.ffis.org

NASBO Fall Meeting,
October 2016

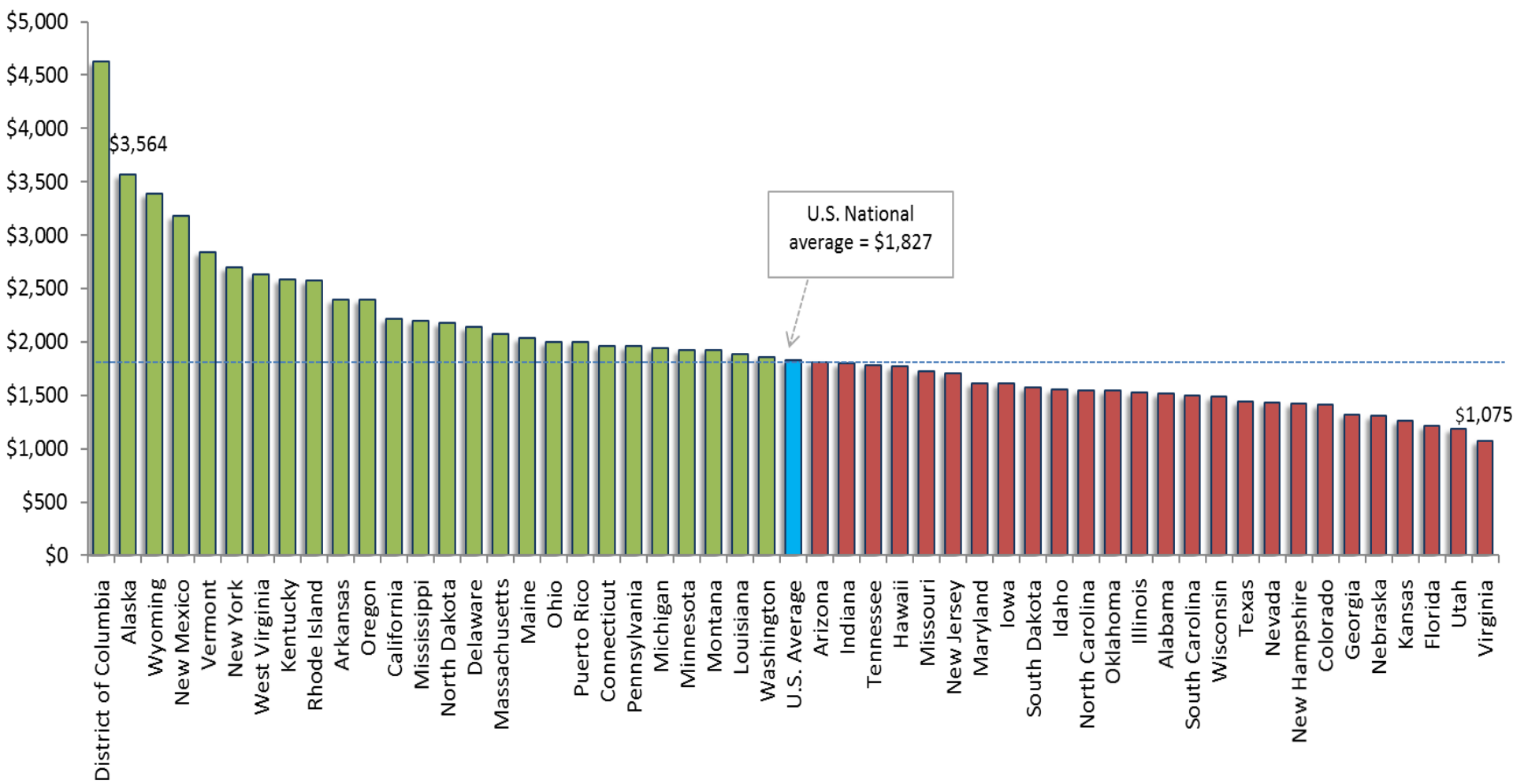
The big story in federal aid



Per Capita Federal Grants, FYs 2010-2015

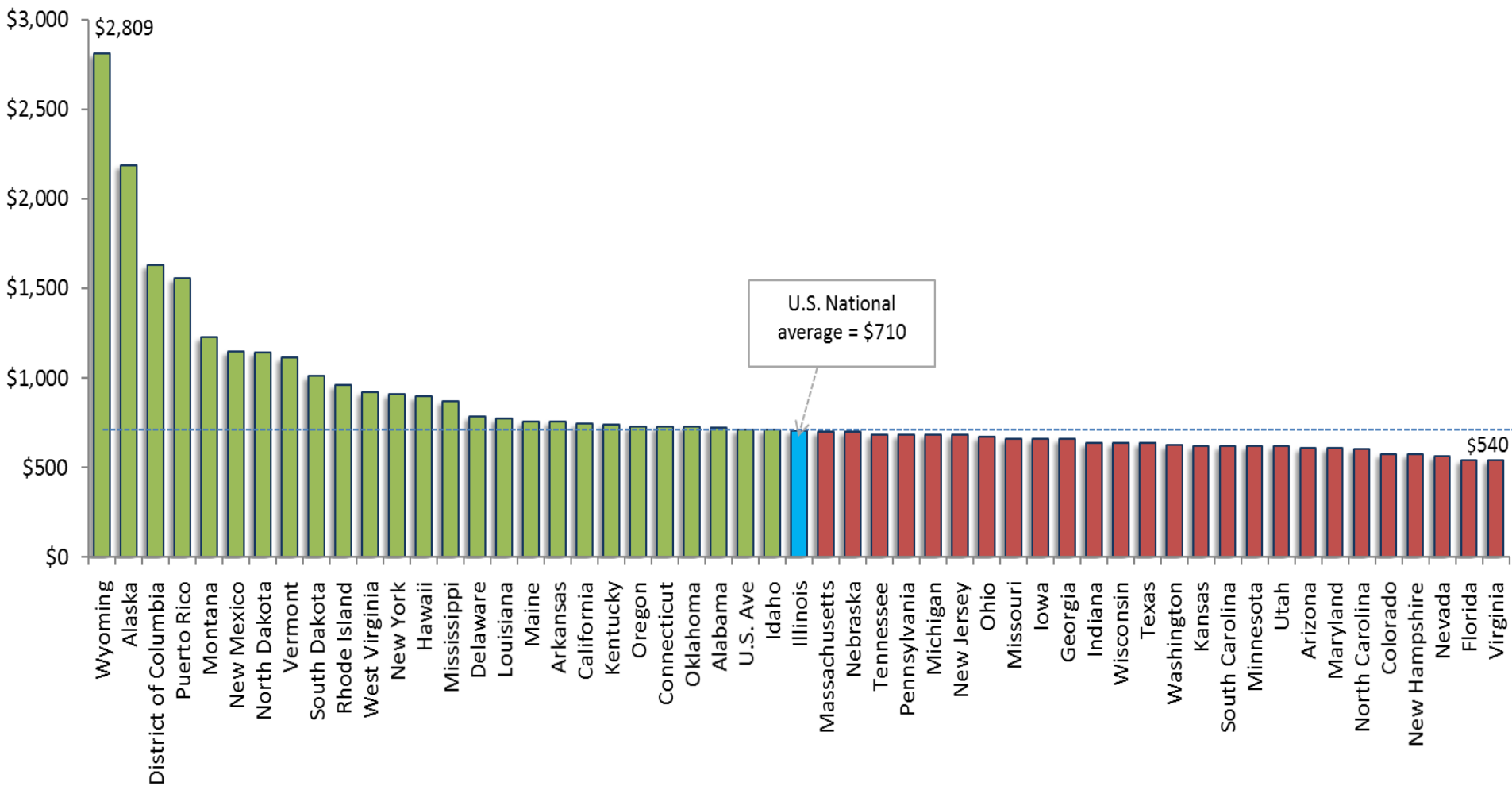
Source: FFIS Database

Large variation in FY 2015 grants per capita



Source: FFIS Grants Database

Removing Medicaid levels the playing field for many states



Source: FFIS Grants Database



Funding is highly concentrated

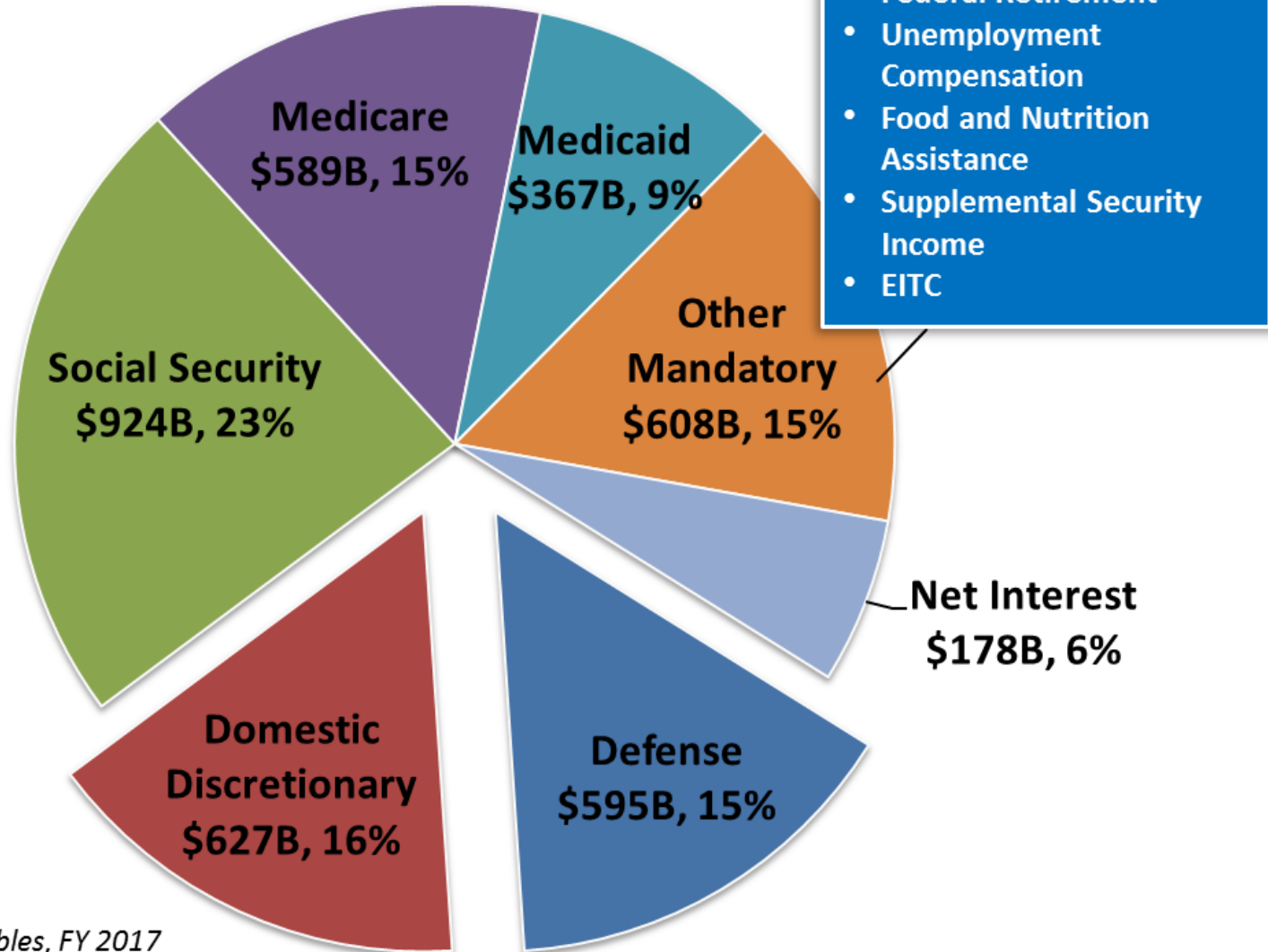
15 Largest Programs, Excluding Medicaid, SNAP, Pell, and Section 8

Program	FY 2016 (\$ billions)	Share	Cumulative Share
FHWA - National Highway Performance Program	\$22.3	8.4%	
Temporary Assistance For Needy Families	17.1	6.4%	14.8%
Medicaid - Administration	16.7	6.3%	21.1%
Comp Ed (Title I) - Local Education Agencies	14.9	5.6%	26.7%
Children's Health Insurance Program	14.6	5.5%	32.2%
Child Nutrition - School Lunch	12.5	4.7%	36.9%
Special Education Basic State Grant	11.9	4.5%	41.4%
FHWA - Surface Transportation Block Grant	11.2	4.2%	45.5%
Head Start	9.2	3.4%	49.0%
WIC - Supplemental Feeding Program	6.6	2.5%	51.5%
Consolidated Health Centers	5.1	1.9%	53.4%
SNAP State Administration	5.1	1.9%	55.3%
FTA - Urbanized Area Formula	4.9	1.8%	57.1%
Foster Care	4.8	1.8%	58.9%
Public Housing Operating Fund	4.5	1.7%	60.6%

✓ Federal Budget Update

(in a time of great
uncertainty)

Most spending is spoken for

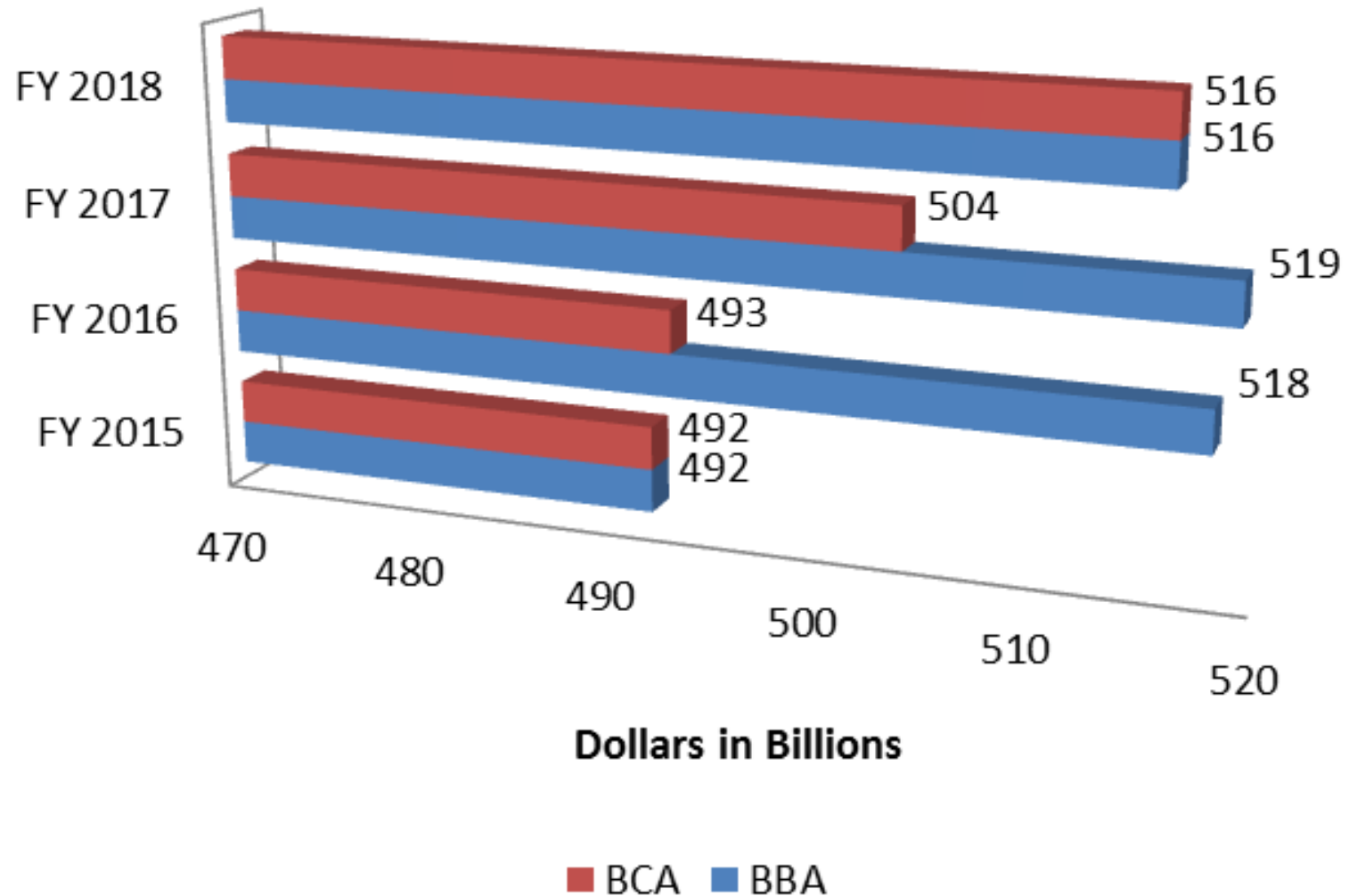


Federal Outlays, FY 2016

\$ in billions

Source: OMB Historical Tables, FY 2017

Non-defense spending in BBA



The Continuing Resolution

Funding



- ☐ Expires December 9
- ☐ -0.496% ATB cut (discretionary)
- ☐ \$1.1B for Zika
- ☐ \$27M for opioids
- ☐ \$500M disaster relief

Programs



- ☐ Extends TANF, CCDF
- ☐ Technical fixes

Potential lame-duck issues



Opioids

- Big increase likely, but how big?
- Will new programs get funded?

Child Welfare

- Senate action?
- Funding gains and losses

TANF

- Piecemeal reforms?
- Extension?

More potential lame-duck issues



WRDA

- Drinking water disaster relief
- New programs, funding

Child Nutrition

- Nutrition standards
- Flexibility, access

Mental Health

- Senate action?
- Additional funding?

Hot Topics

FY 2018 FMAPs

- 25 states ↑; big increases in 10
- 12 states ↓

Part B

- \$1.1B ↑ projected (CY 2017)
- Congressional fix?

Clawback

- \$1.1B ↑ projected (CY 2017)



Changes in FY 2018 FMAPs

Increases		Decreases	No Change
Delaware	Texas	Kansas	Alaska
Iowa	Nebraska	Oklahoma	California
West Virginia	Florida	Indiana	Connecticut
Louisiana	Arizona	Vermont	District of Columbia
Missouri	Georgia	Oregon	Maryland
Alabama	Ohio	Illinois	Massachusetts
Arkansas	Rhode Island	Michigan	Minnesota
Nevada	South Dakota	Idaho	New Hampshire
New Mexico	Utah	Montana	New Jersey
Mississippi	South Carolina	Hawaii	New York
Tennessee	Wisconsin	Maine	North Dakota
North Carolina	Pennsylvania	Colorado	Virginia
Kentucky			Washington
			Wyoming

What's on our radar for next year?



Budget

- BCA changes
- President's budget
- Budget process reforms
- Reconciliation

Debt Limit

- March 15
- Historical precedent for economic disruption

Programs

- CHIP
- Health expirations
- DSH cuts effective

Other

- Tax extenders (~ 3 dozen)
- FEMA disaster assistance
- Wildfire funding

End-Game Speculation

- Congress returns Nov. 14
- 3-week window
- FY 2017 minibuses or omnibus?
- New opioid funding
- Other loose ends could get tied up...
- ...depending on election results



FFIS resources

- Federal Grants Per Capita, FY 2015: *Special Analysis 16-02*
- CR: *Budget Brief 16-08*
- Water resources: *Issue Brief 16-47*
- TANF reauthorization: *Issue Brief 16-37*
- Child welfare: *Issue Brief 16-34*
- Child nutrition: *Issue Brief 16-06*
- Comprehensive Addiction and Recovery Act: *Issue Brief 16-37*
- FY 2018 FMAPs: *Issue Brief 16-49*
- Medicare Part B premiums: *Issue Brief 16-39*
- Medicare clawbacks: *Issue Brief 16-19*
- FEMA issues: *Issue Brief 16-02, Issue Brief 16-48*

Questions?

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 - ttomsic@ffis.org; 202-624-8577