

Ohio Legislative Service Commission

GRF & MEDICAID VARIANCE SUMMARY

- As part of the unveiling of the executive budget for the next biennium, OBM adjusted downward its FY 2017 estimates by about \$592 million for GRF tax revenue and by about \$825 million for program expenditures. The monthly variance analyses, however, will continue to be based on OBM's August 2016 estimates as the monthly estimates for the remaining months of FY 2017 were not revised.
- GRF tax revenue underperformed again in January. Year-to-date GRF tax revenue was \$388.1 million below OBM's August 2016 estimate and \$173.9 million below FY 2016 year-to-date actual receipts.
 - The personal income and sales and use taxes were \$275.3 million and \$120.2 million, respectively, below their year-to-date estimates.
- Medicaid expenditures and related federal reimbursements continue to remain well below OBM's August 2016 estimates. Year-to-date GRF Medicaid expenditures were \$699.0 million below estimate and all-funds Medicaid expenditures were \$979.5 million below estimate.

GRF Sources

- GRF sources mainly consist of state tax revenue (63%) and federal grants (35%) but also include some state nontax revenue and transfers in.

	Tax Revenue	Federal Grants	Total GRF Sources
January	-\$91.6 million -4.3% ↓	-\$191.1 million -19.7% ↓	-\$234.4 million -7.4% ↓
Year-to-Date	-\$388.1 million -2.9% ↓	-\$317.9 million -2.4% ↓	-\$845.7 million -4.1% ↓

GRF Uses

- GRF uses mainly consist of various program expenditures (98%) but also include transfers out.

	GRF Medicaid	Program Expenditures	Total GRF Uses
January	-\$294.4 million -20.2% ↓	-\$370.5 million -12.9% ↓	-\$389.4 million -13.5% ↓
Year-to-Date	-\$699.0 million -6.4% ↓	-\$782.7 million -3.6% ↓	-\$813.6 million -3.7% ↓

All-Funds Medicaid

- Both GRF and non-GRF Medicaid expenditures contain federal and state moneys.

	Non-GRF	All-Funds Total	ACA-Managed Care
January	-\$0.3 million -0.03% ↓	-\$294.7 million -13.1% ↓	-\$56.5 million -14.3% ↓
Year-to-Date	-\$280.5 million -6.5% ↓	-\$979.5 million -6.4% ↓	-\$185.8 million -7.3% ↓

- Key: An up arrow indicates a positive variance (i.e., the amount by which actual is above estimate) while a down arrow indicates a negative variance.
- The full edition of LSC monthly *Budget Footnotes* may be accessed at: <http://www.lsc.ohio.gov/fiscal/bfn/default.htm>.