

Ohio Legislative Service Commission

GRF & MEDICAID VARIANCE SUMMARY

- ◆ For the first two months of FY 2017, GRF tax revenue was \$80.6 million below estimate. The personal income tax and the sales and use tax were below estimate by \$61.2 million and \$21.6 million, respectively.
- ◆ Underspending in the Medicaid program continued in the first two months of FY 2017. GRF Medicaid expenditures were \$165.7 million under estimate. This underspending drove a negative variance in federal grants deposited into the GRF of \$102.9 million.
- ◆ All-funds Medicaid expenditures were below estimate by \$213.0 million, including a negative variance of \$35.6 million in the ACA expansion category.

GRF Sources

- ◆ GRF sources mainly consist of state tax revenue (64%) and federal grants (35%) but also include some state nontax revenue and transfers in.

	Tax Revenue	Federal Grants	Total GRF Sources
August	-\$80.9 million -4.0% ↓	-\$86.0 million -7.8% ↓	-\$128.2 million -4.1% ↓
Year-to-Date	-\$80.6 million -2.2% ↓	-\$102.9 million -4.5% ↓	-\$145.4 million -2.5% ↓

GRF Uses

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

	GRF Medicaid	Program Expenditures	Total GRF Uses
August	-\$138.6 million -8.3% ↓	-\$91.7 million -3.0% ↓	-\$91.4 million -2.9% ↓
Year-to-Date	-\$165.7 million -4.9% ↓	-\$148.8 million -2.3% ↓	-\$148.4 million -2.2% ↓

All-Funds Medicaid

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

	Non-GRF	All-Funds Total	ACA Expansion
August	-\$24.1 million -4.5% ↓	-\$162.6 million -7.4% ↓	-\$20.0 million -5.6% ↓
Year-to-Date	-\$47.3 million -6.5% ↓	-\$213.0 million -5.2% ↓	-\$35.6 million -5.0% ↓

- ◆ 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>.