

# Ohio Legislative Service Commission

## GRF & MEDICAID VARIANCE SUMMARY

December 2017

- ◆ GRF tax revenue continued to come in very close to OBM's estimate in November. The year-to-date (YTD) positive variance in GRF tax revenue increased to \$29.4 million (0.3%). All three major GRF taxes – sales and use, personal income, and commercial activity – have outperformed their YTD estimates, by \$24.6 million, \$28.1 million, and \$10.1 million, respectively.
- ◆ Total GRF sources were below estimate for the YTD by \$76.4 million, largely due to a negative variance of \$85.3 million in federal grants, which is tied to lower than estimated GRF spending on Medicaid.
- ◆ Led by this negative YTD variance in Medicaid spending, which totaled \$129.8 million at the end of November, GRF program expenditures as a whole were \$220.2 million below the YTD estimate.

### GRF Sources

	Tax Revenue	Federal Grants	Total GRF Sources
November	\$8.7 million 0.5% ↑	-\$79.9 million -12.3% ↓	-\$78.1 million -3.1% ↓
FY 2018	\$29.4 million 0.3% ↑	-\$85.3 million -2.0% ↓	-\$76.4 million -0.6% ↓

### GRF Uses

	GRF Medicaid	Program Expenditures	Total GRF Uses
November	-\$121.5 million -12.8% ↓	-\$99.9 million -4.5% ↓	-\$89.6 million -4.0% ↓
FY 2018	-\$129.8 million -2.0% ↓	-\$220.2 million -1.5% ↓	-\$216.9 million -1.5% ↓

### All-Funds Medicaid

	Non-GRF	All-Funds Total	ACA – Managed Care
November	\$153.6 million 13.7% ↑	\$32.1 million 1.6% ↑	-\$5.2 million -1.5% ↓
FY 2018	\$48.1 million 0.9% ↑	-\$81.7 million -0.7% ↓	-\$3.1 million -0.2% ↓

- ◆ 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.
- ◆ GRF sources mainly consist of state tax revenue (63%) and federal grants (35%) but also include some state nontax revenue and transfers in.
- ◆ GRF uses mainly consist of various program expenditures (98%) but also include transfers out.
- ◆ Both GRF and non-GRF Medicaid expenditures contain federal and state moneys.
- ◆ The full edition of LSC's monthly *Budget Footnotes* may be accessed on LSC's website: [www.lsc.ohio.gov](http://www.lsc.ohio.gov).