

Ohio Legislative Service Commission

GRF & MEDICAID VARIANCE SUMMARY

- ◆ GRF tax revenues exceeded OBM's estimates for the first two months of FY 2018 by \$23.6 million. This good performance was mainly due to a positive variance in personal income tax collections of \$34.7 million. The largest source of GRF tax revenue, the sales and use tax, partially offset this positive variance with a negative variance of \$8.6 million for the year to date.
- ◆ Program expenditures were also above the estimate for FY 2018 year to date with a positive variance of \$157.3 million that was caused by a timing-related positive variance of \$169.7 million in property tax reimbursement payments that should be offset by the end of 2017.
- ◆ Although Medicaid GRF expenditures were only under estimate by \$3.9 million year to date, all-funds Medicaid expenditures were under estimate by \$98.8 million, continuing the recent trend of spending less in Medicaid than projected.

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
August	\$25.8 million 1.3% ↑	\$0.2 million 0.0% ↑	\$28.8 million 1.1% ↑
FY 2018	\$23.6 million 0.7% ↑	\$0.2 million 0.0% ↑	\$41.7 million 0.7% ↑

GRF Uses

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

	GRF Medicaid	Program Expenditures	Total GRF Uses
August	-\$3.9 million -0.4% ↓	\$157.3 million 6.8% ↑	\$169.8 million 7.2% ↑
FY 2018	-\$3.9 million -0.1% ↓	\$157.3 million 2.7% ↑	\$169.8 million 2.8% ↑

All-Funds Medicaid

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

	Non-GRF	All-Funds Total	ACA – Managed Care
August	-\$94.9 million -6.3% ↓	-\$98.8 million -4.0% ↓	\$1.3 million 0.4% ↑
FY 2018	-\$94.9 million -5.4% ↓	-\$98.8 million -2.1% ↓	\$1.3 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.

- ◆ The full edition of LSC's monthly *Budget Footnotes* may be accessed on LSC's website: www.lsc.ohio.gov