

# Ohio Legislative Service Commission

## GRF & MEDICAID VARIANCE SUMMARY

- GRF tax revenue underperformed again in February. Year-to-date GRF tax revenue was \$411.7 million below OBM's August 2016 estimate and \$57.7 million below FY 2016 year-to-date actual receipts.
  - The personal income and sales and use taxes were \$352.2 million and \$120.4 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 \$794.2 million below estimate and federal grants into the GRF were \$572.6 million below estimate.
- The GRF will meet OBM's latest (January 2017) target for FY 2017 if GRF tax revenue's negative variance for the full fiscal year is no greater than \$592 million while GRF spending's negative variance for the full fiscal year is no smaller than \$825 million.

### 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
February	-\$23.5 million -1.5% ↓	-\$44.7 million -4.1% ↓	-\$65.4 million -2.5% ↓
Year-to-Date	-\$411.7 million -2.8% ↓	-\$572.6 million -6.7% ↓	-\$911.2 million -3.9% ↓

### GRF Uses

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

	GRF Medicaid	Program Expenditures	Total GRF Uses
February	-\$95.2 million -5.8% ↓	-\$115.2 million -4.0% ↓	-\$110.6 million -3.8% ↓
Year-to-Date	-\$794.2 million -6.3% ↓	-\$897.9 million -3.7% ↓	-\$924.2 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
February	\$288.6 million 36.6% ↑	\$193.4 million 7.9% ↑	-\$38.1 million -9.6% ↓
Year-to-Date	\$8.1 million 0.2% ↑	-\$786.1 million -4.4% ↓	-\$223.9 million -7.6% ↓

- 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>.