

SENATE OF VIRGINIA

Senate Finance Committee

Use of Federal Fiscal Stimulus Funding in the Budget

(HB 1600, as adopted)

April 8, 2009

American Recovery and Reinvestment Act of 2009 (ARRA)

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- About \$4.8 billion in federal fiscal stimulus funds from the ARRA is allocated in HB 1600, as adopted.
- About \$2.5 billion was used to address the revenue shortfall for the biennium.
 - The balance will be allocated based on existing formulas directly to agencies or through grants.
- Additional dollars may be available to Virginia through other ARRA allocations.

Health and Human Resources

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- Provides \$1.8 billion for a variety of programs.
- Of this amount, \$1.3 billion in federal funds reflects an increase in the federal Medicaid matching rate.
 - Instead of the current 50-50 match rate, the federal government will match state Medicaid dollars at a rate of 56.8 percent.
 - Allows general funds to be “freed up” to help address the revenue shortfall.

Health and Human Resources

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- Also helps cover a projected increase in the Medicaid forecast of \$183.0 million above the budget as introduced.
- To be eligible for the enhanced match, funding for 200 MR waivers was restored.
 - The General Assembly also provided funding for 200 additional waivers.

Health and Human Resources

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Medicaid - Federal Medicaid Assistance Percentage	\$1,284,768,015
Medicaid - Disproportionate Share Hospitals	\$4,344,643
Foster Care and Adoption	\$13,360,349
Immunization	\$5,621,650
Vocational Rehabilitation	\$11,601,624
Part C of the IDEA - Early Intervention Services	\$10,265,580
Independent Living	\$342,443
Drinking Water State Revolving Fund	\$20,761,000
Community Services Block Grant	\$16,009,000
Food Stamp Administration	\$5,300,000
Elderly Nutrition	\$3,029,000
CCDF Childcare	\$37,892,000
Head Start	\$11,179,767
Food Stamp Benefits	\$355,000,000
Child Support Enforcement	\$40,400,000
TOTAL	\$1,819,875,071
HHR % of Total	37.5%

Flexible Spending - Education

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- Provides \$983.9 million in “flexible spending” fiscal stimulus dollars designated for education.
- Allows for the restoration of \$365.2 million in FY 2010 for public education and \$126.7 million for higher education, and like amounts in FY 2011.
 - Additional funding for Title I programs (\$213.2 million) and special education programs (\$290.9 million) will be allocated directly to school divisions.

Education

K-12 Education	
Fiscal Stabilization	\$730,375,968
Title 1 - Grants to Local Education Authorities	\$165,311,666
Title 1 - School Improvement	\$47,913,000
Part B of the IDEA - Special Education	\$281,415,033
Part B of the IDEA - Preschool Special Education	\$9,470,492
Educational Technology	\$10,801,292
Education for Homeless	\$1,009,000
School Lunch Equipment	\$2,194,703
TOTAL	\$1,248,491,154
K-12 % of Total	25.8%
Higher Education	
Fiscal Stabilization	\$253,489,934
Work Study	\$3,743,333
TOTAL	\$257,233,267
Higher Education as % of Total	5.3%

“Flexible Spending”

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- Uses \$218.0 million in “flexible spending” fiscal stimulus dollars to offset \$109.0 million in **one-time** general fund spending items.
 - Helps to create an unappropriated balance of \$159.4 million for the biennium.

Public Safety

- Directs \$23.3 million in federal Byrne Justice Assistance Grant funds to help restore cuts in sheriffs' offices and local and regional jails.

Crime Victims Assistance Grants	\$1,013,000
Crime Victims Compensation	\$345,687
Internet Crimes Against Children	\$1,901,510
Violence Against Women	\$5,516,971
Byrne Justice Assistance Grant	\$39,369,013
TOTAL	\$ 48,146,181

Public Safety % of Total 1.0%

Transportation

- Transportation funding of \$810.6 million includes \$694.5 million for highways and bridges and \$111.9 million for transit capital grants.

Highways and Bridges	\$694,461,000
Transit Capital Grants - Urban	\$93,340,956
Transit Capital Grants - Rural	\$18,555,163
Rail Modernization - Fixed Guideway	\$4,209,386
TOTAL	\$810,566,505

Transportation % of Total 16.7%

Housing and Community Development

Public Housing Capital Fund	\$51,212,000
Com. Dev. Block Grant - Entitlement	\$11,311,643
Com. Dev. Block Grant - Non-Entitlement	\$5,331,340
HOME Investment Partnerships Program	\$44,189,767
Homelessness Prevention	\$24,934,000
Emergency Food and Shelter	\$1,247,314
TOTAL	\$ 235,157,698
Housing & Community Dev. % of Total	4.9%

Agriculture and Environment

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State Energy Program	\$69,266,744
Emergency Food Assistance Program	\$1,704,161
TOTAL	\$ 151,797,805
Agriculture and Environment % of Total	3.1%

Employment Services

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Unemployment Insurance Administration	\$13,737,000
Employment Service	\$8,596,000
Community Service for Older Americans	\$2,570,474
Workforce Investment Act - Adult	\$5,280,438
Workforce Investment Act - Youth	\$13,113,750
Dislocated Workers	\$13,564,389
TOTAL	\$ 56,862,051

Employment Services % of Total 1.2%

*****Does not include proposed expansion of unemployment benefits.***