



It's Been a Busy Few Years

ID Joint Finance Appropriations Committee
January 2023

The Rundown



- Some Federal Budget Basics
- Coronavirus Fiscal Recovery Funds
- Infrastructure Investment and Jobs Act (IIJA)
- Bipartisan Safer Communities Act (BSCA)
- Inflation Reduction Act (IRA)

Budget terms for the road ahead



Appropriation
Authorization

Mandatory
Discretionary

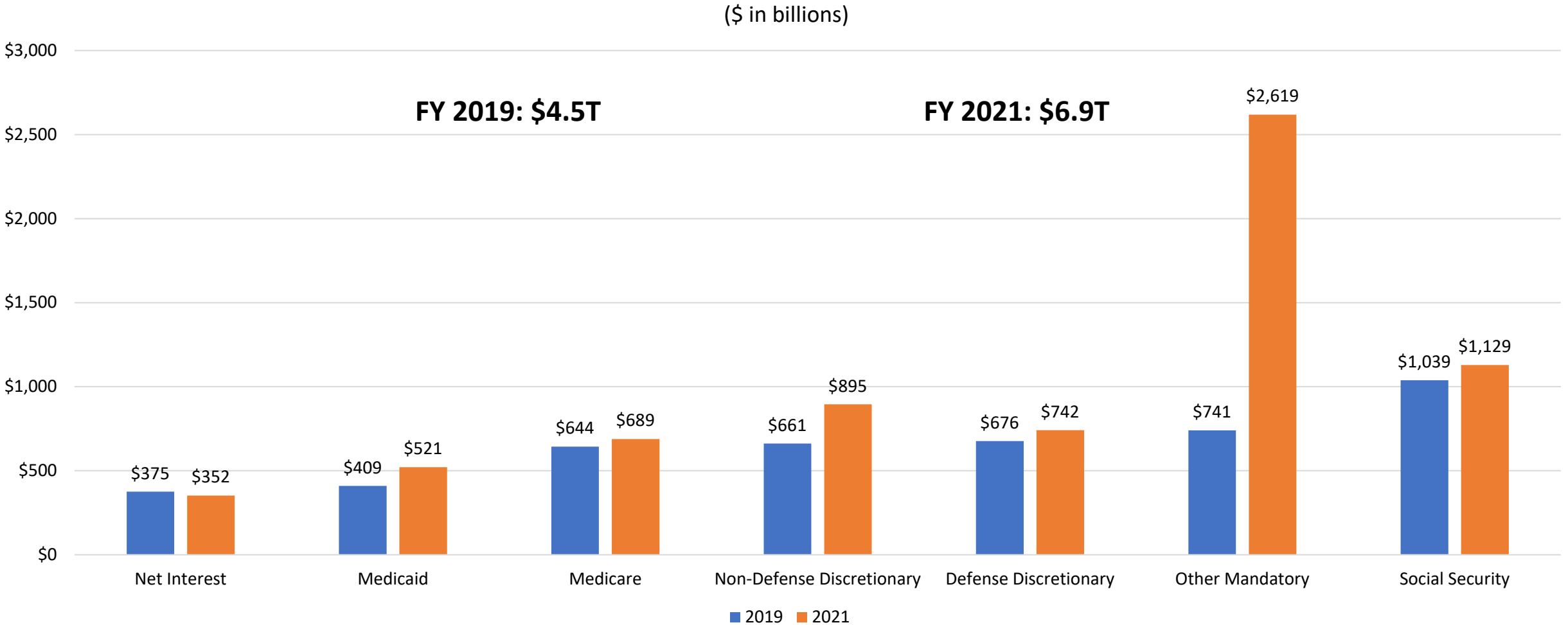
Budget authority
Obligations
Outlays

Annual budget
CR
Reconciliation

Formula
Competitive



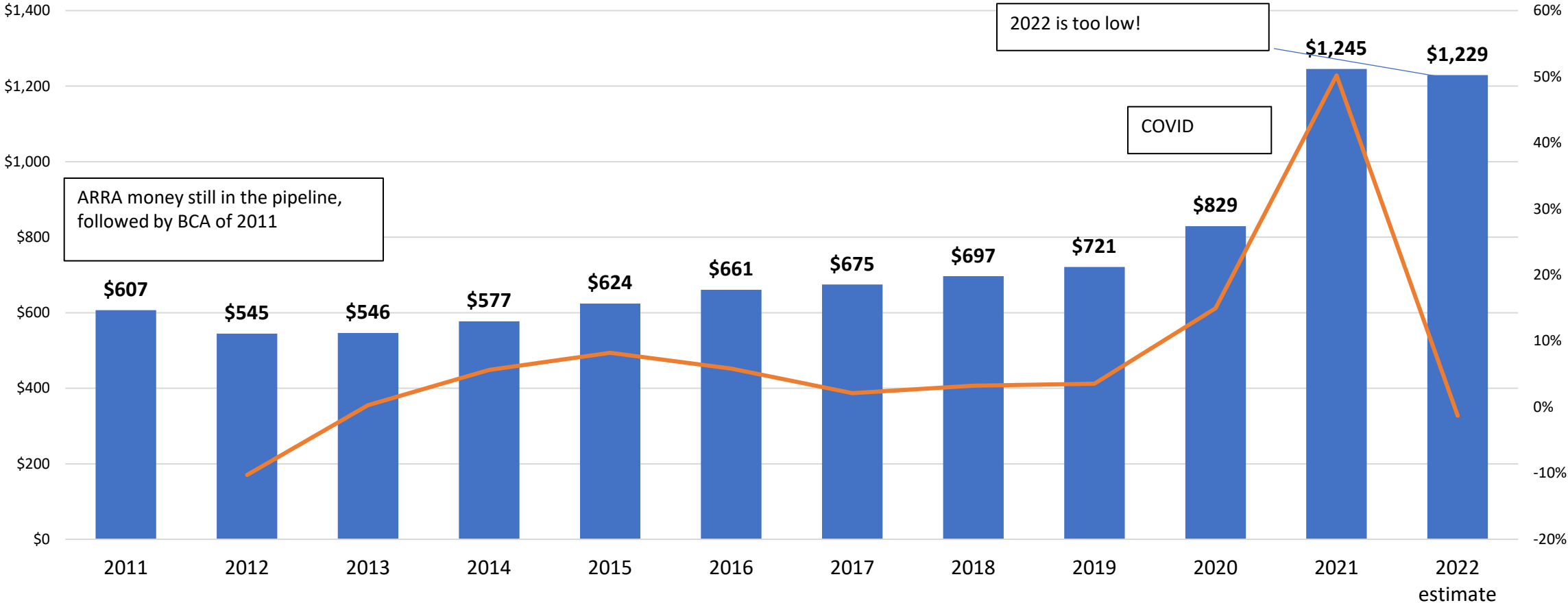
Federal outlays, FY 2019 vs. FY 2021



It's been quite a ride



Total Outlays for Grants to State and Local Government (\$ in billions)

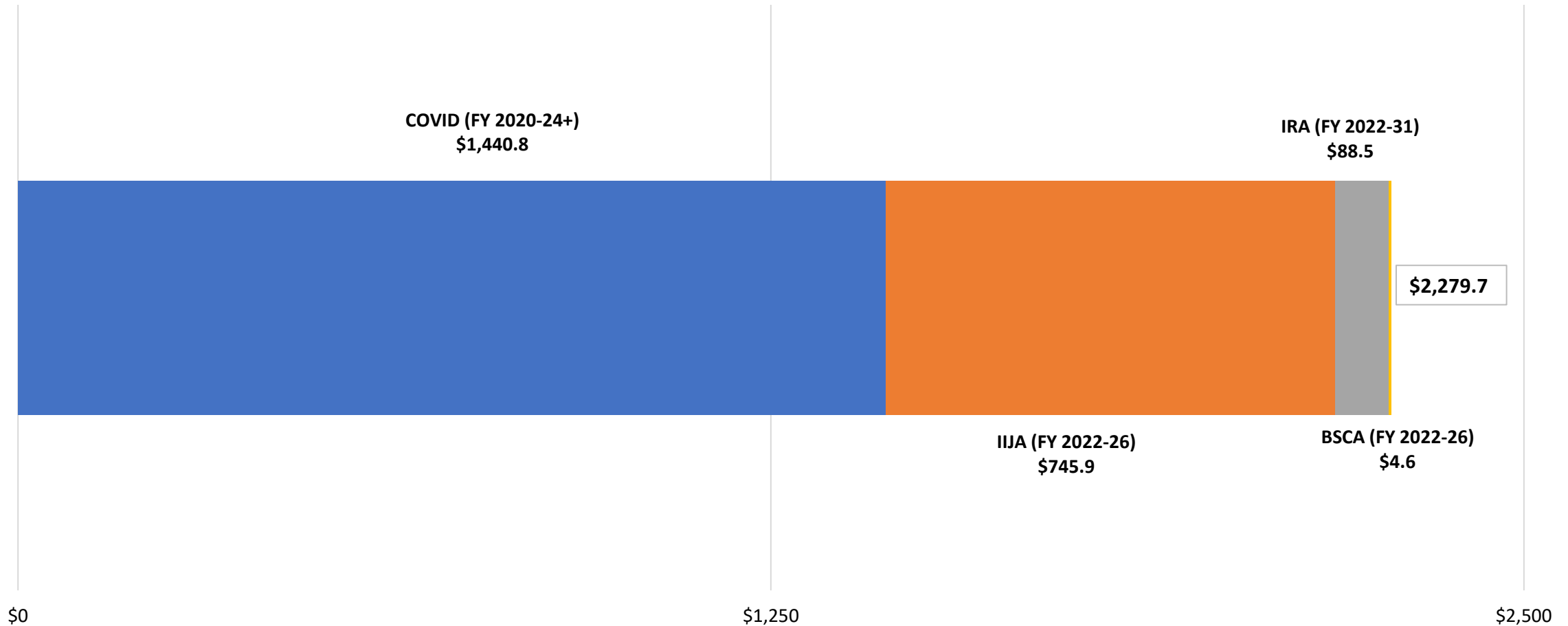


FY 2023 Budget, Historical Tables

There is a lot of federal money in the pipeline



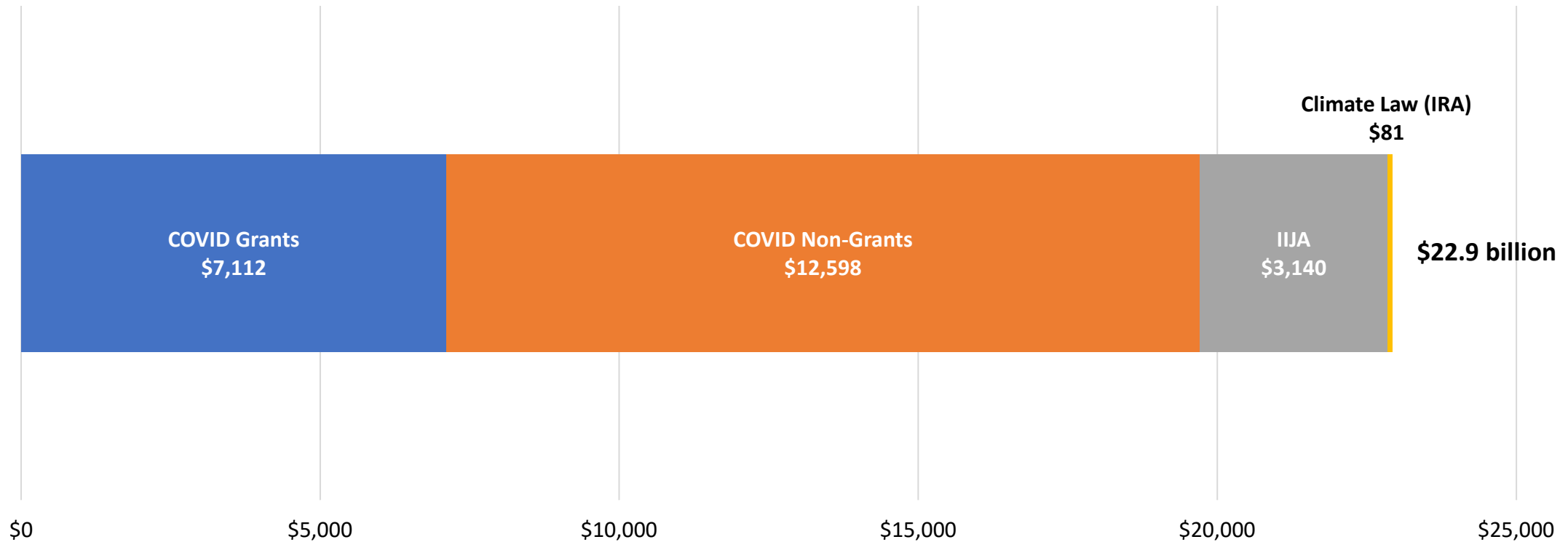
Grant Funding Tracked by FFIS from Recent Legislation (\$ in billions)



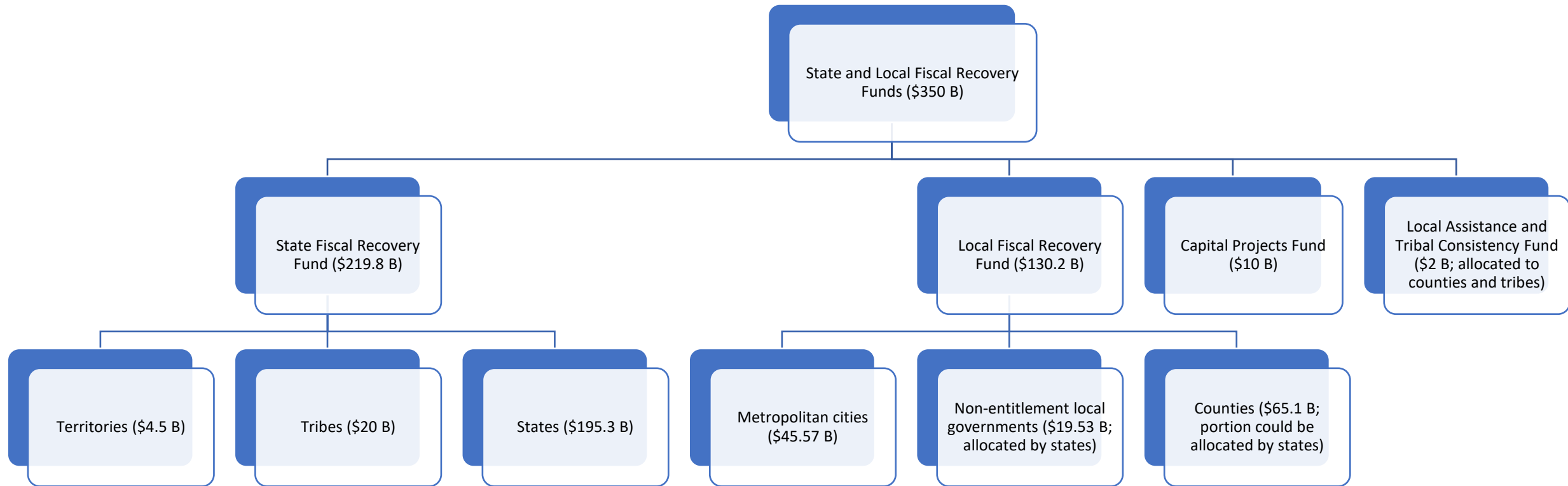
And plenty of money for Idaho



Funds Flowing to Idaho for COVID, IIJA, and IRA
(as of 1/6/2023; \$ in millions)



State and Local Fiscal Recovery Funds (SLFRF)



SLFRF details



State

- For costs through 12/31/24
- Liquidate by 12/31/26
- Broad uses (recently expanded)
- Quarterly reporting requirement

Local

- For costs through 12/31/24
- Liquidate by 12/31/26
- States must allocate funds to NEUs (completed)
- Quarterly reporting requirement for certain cities and counties
- Annual reporting requirements for others

Capital Fund

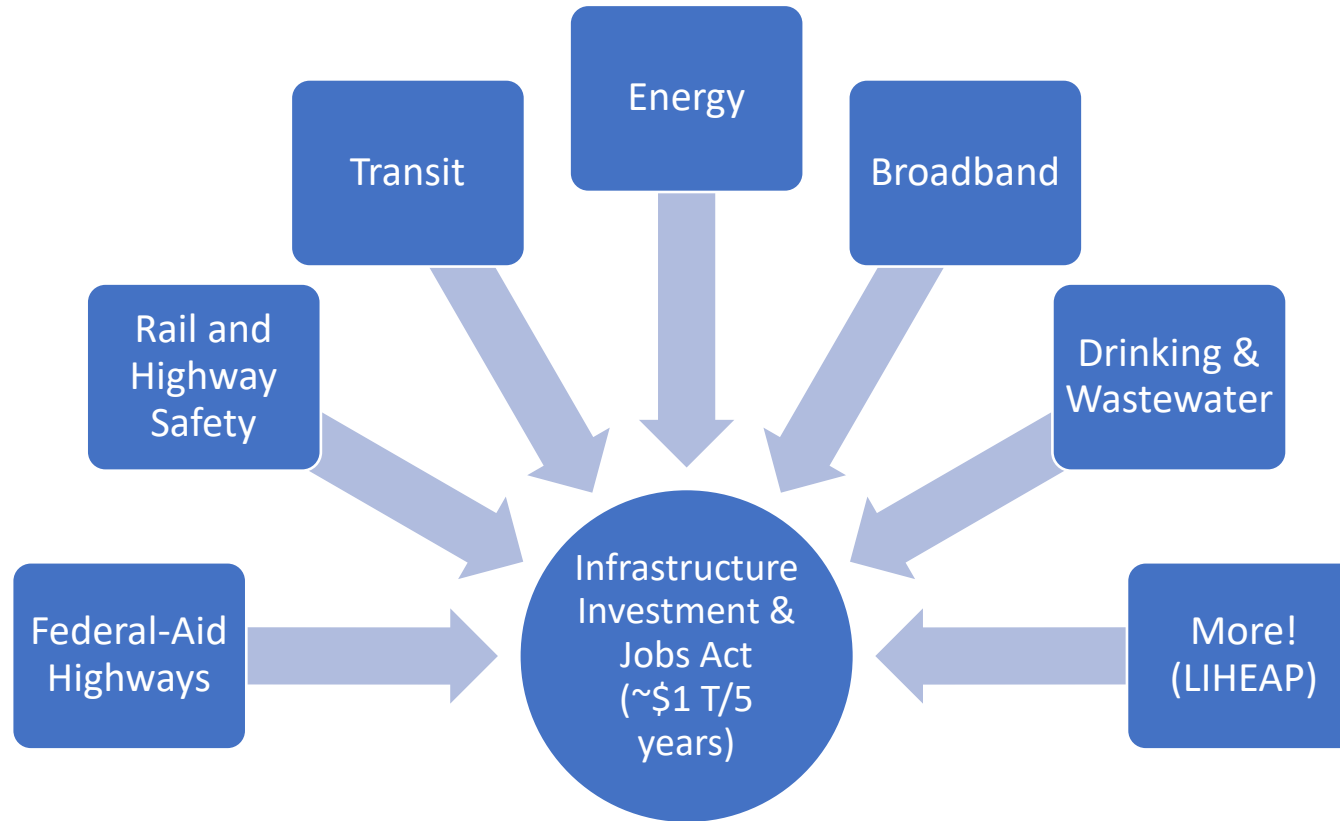
- For costs through 12/31/26
- Liquidate by 12/31/26 (may be extended)
- Spend plans were due 9/24/22
- Broadband is the focus!



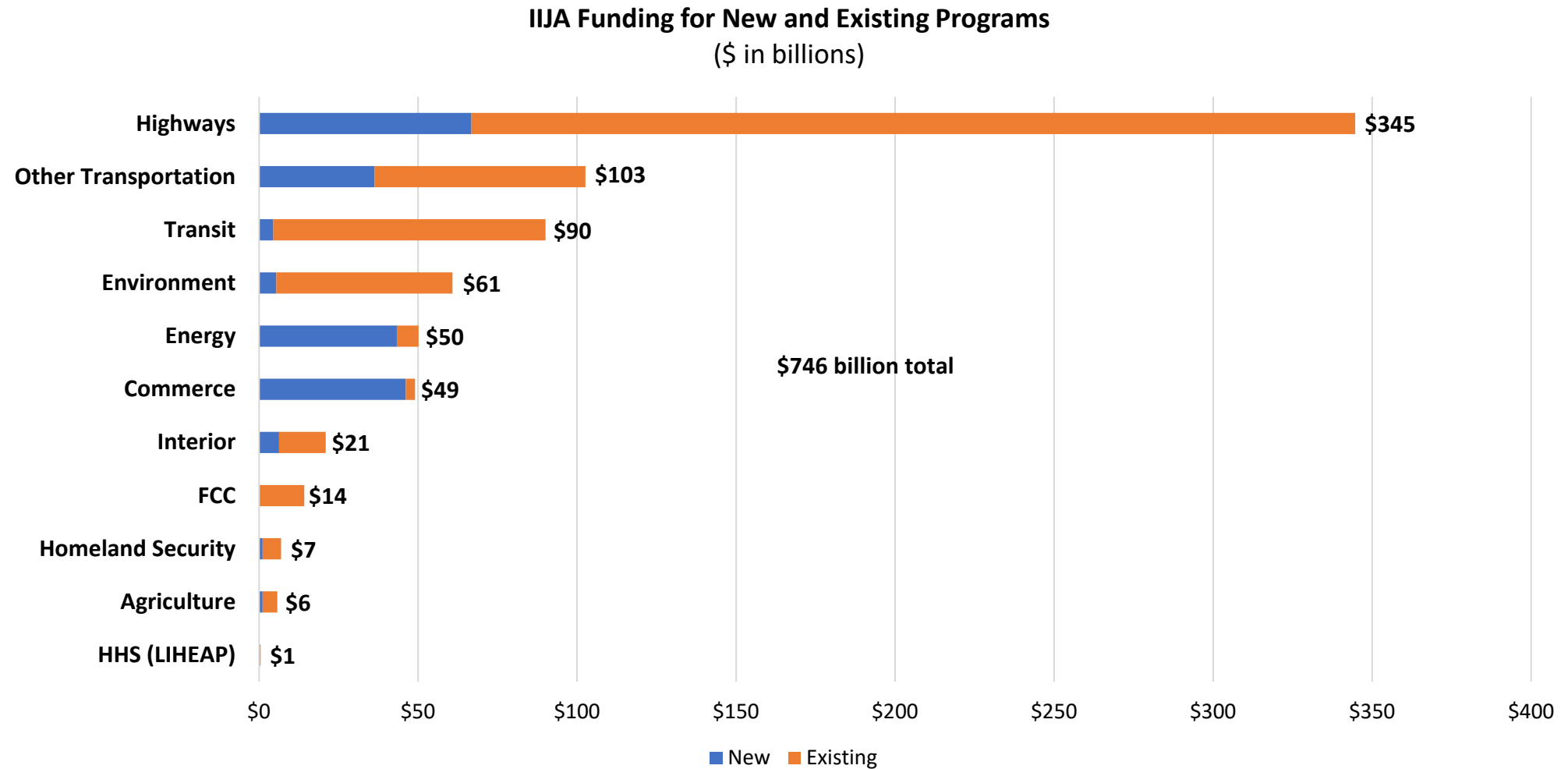
Important changes in FY 2023 omnibus

- SLFRF money can now be used to match increased transportation funding, community development, and disaster relief
 - The greater of \$10 million or 30% of allocation
- Recipients can decline funds

IIJA funds many areas



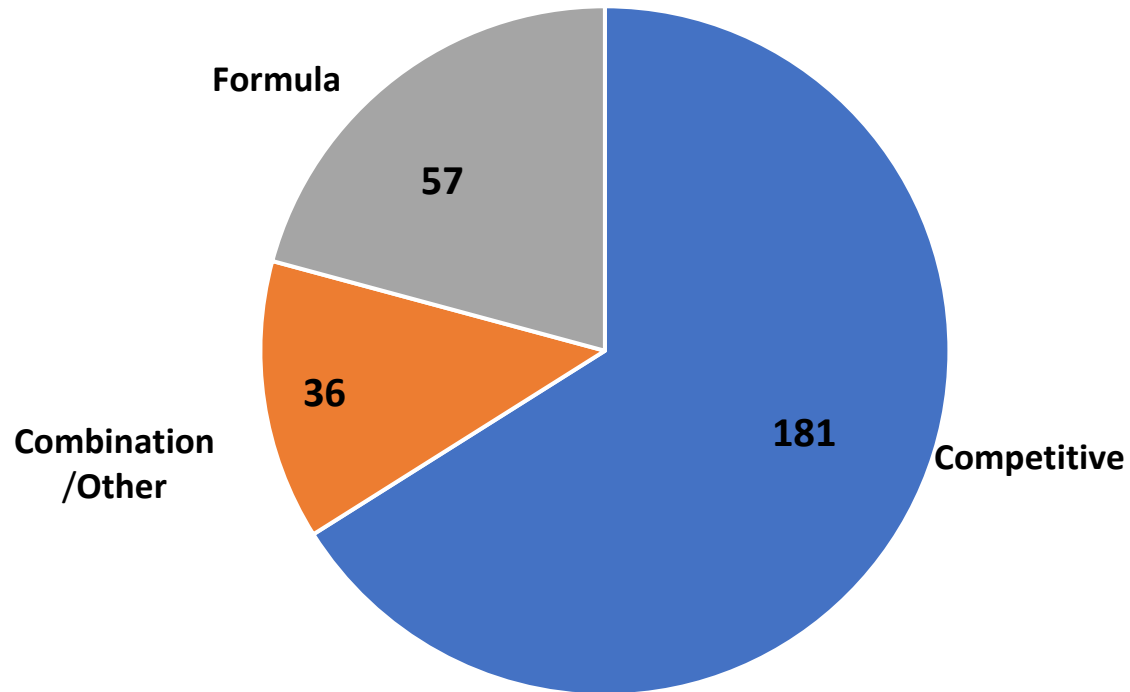
IJA funding by department



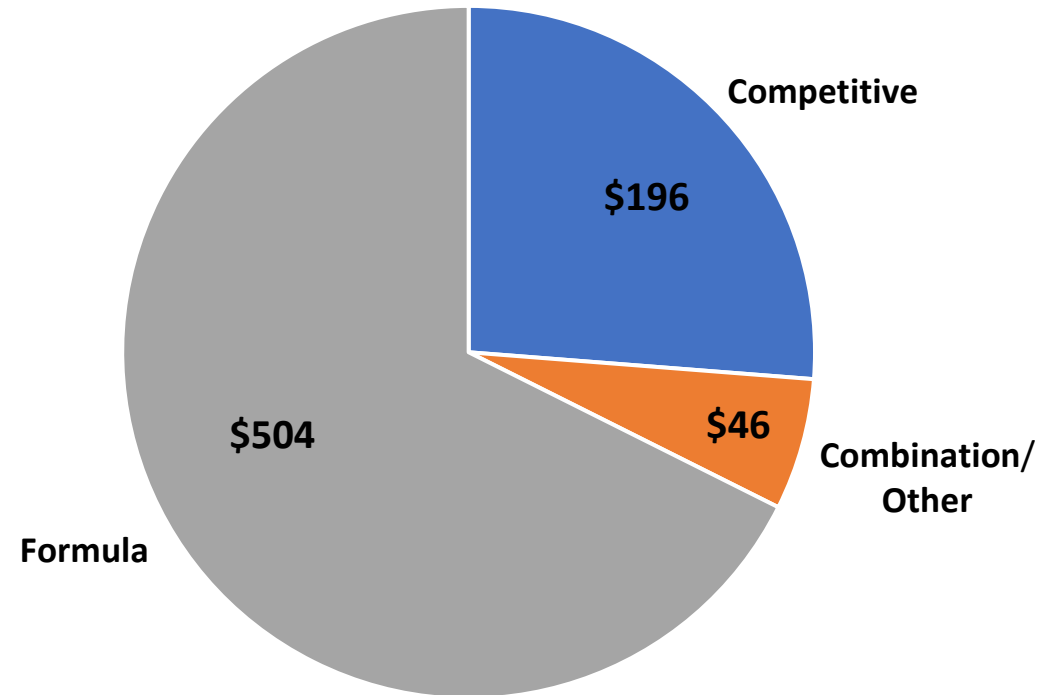
IIJA: formula vs. competitive



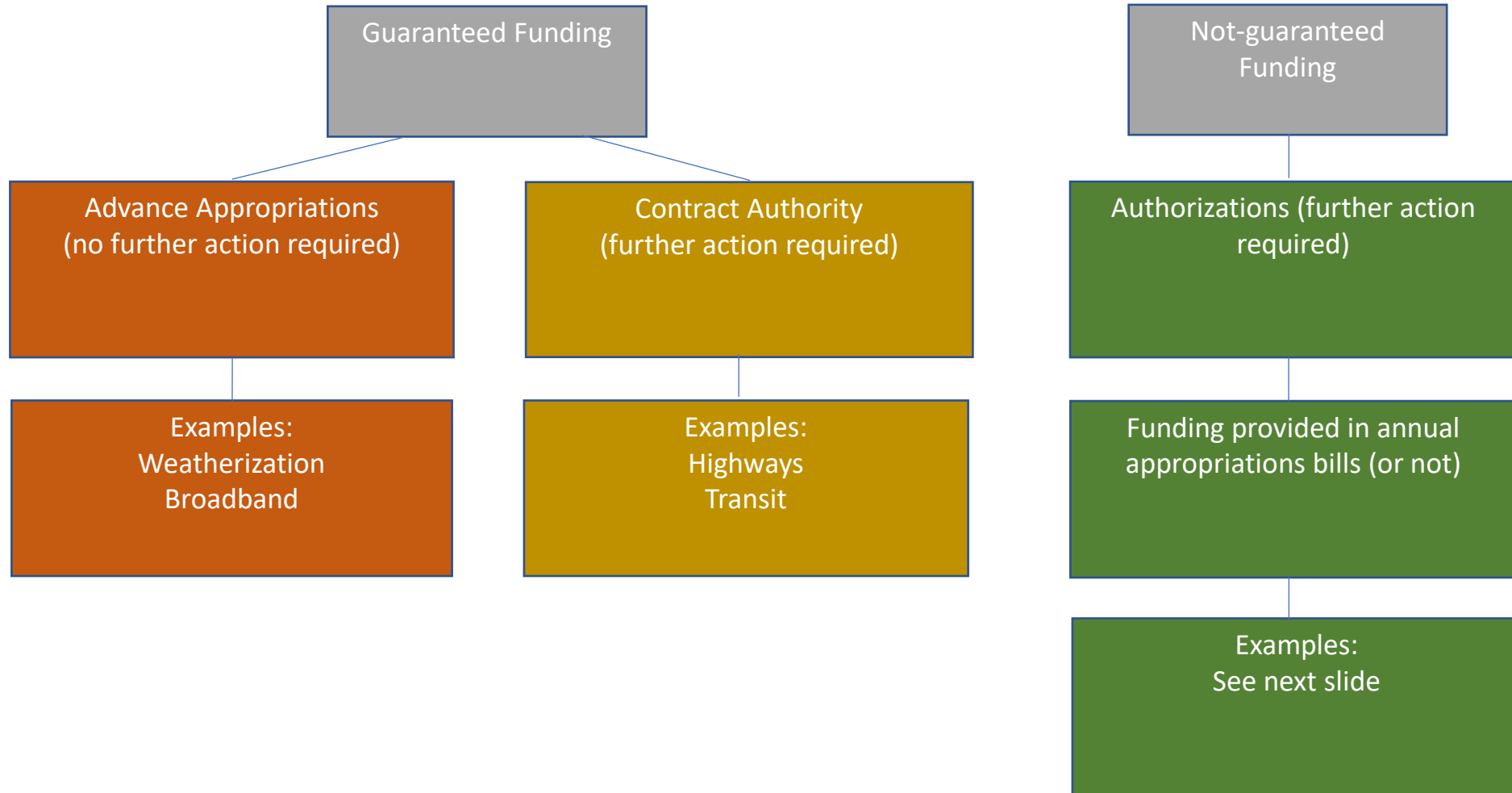
Number of Grants Funded in IIJA



Funding Provided in the IIJA
(\$ in billions)



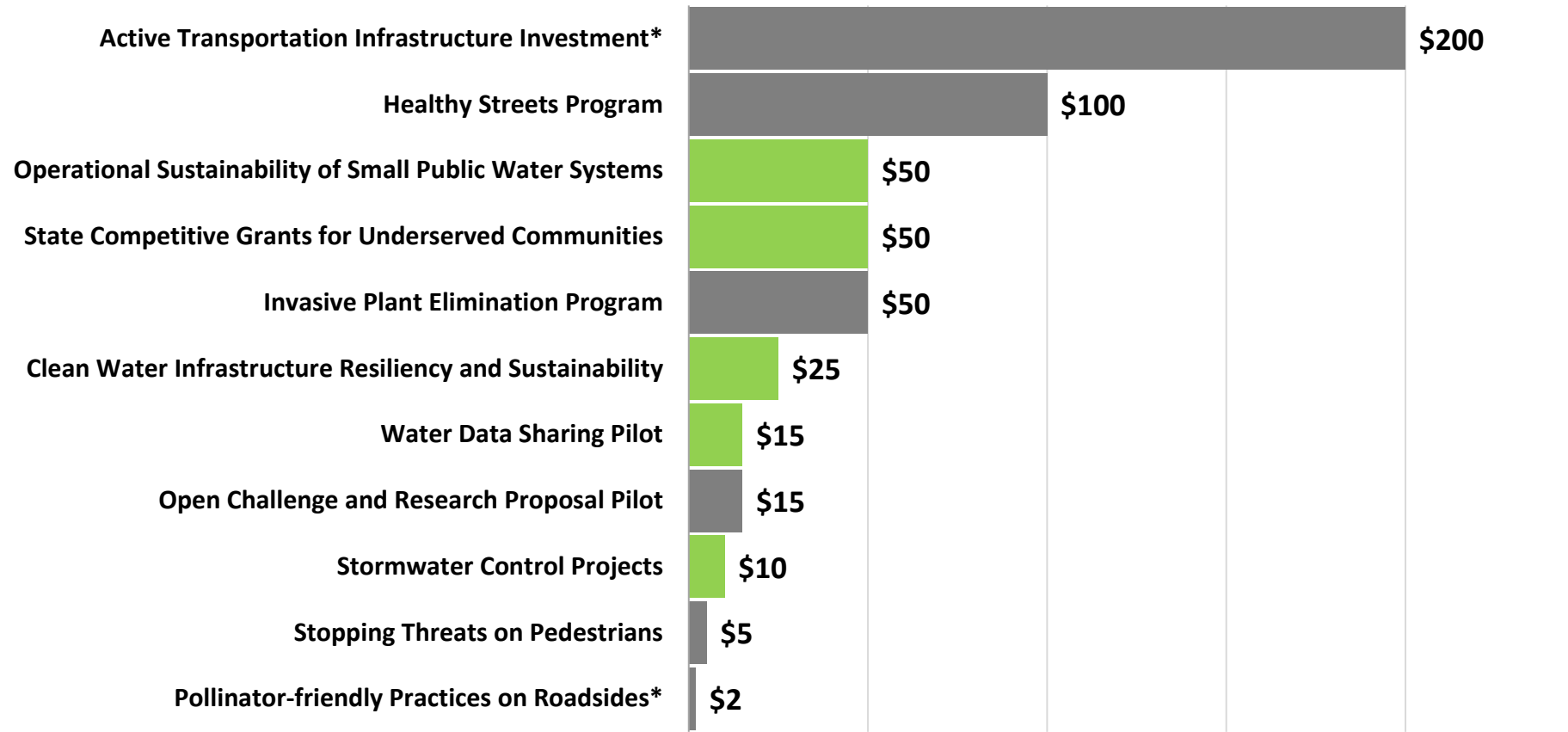
IJA distinctions that matter



Selected IJA programs authorized, not funded



Authorized Funding (\$ in millions)

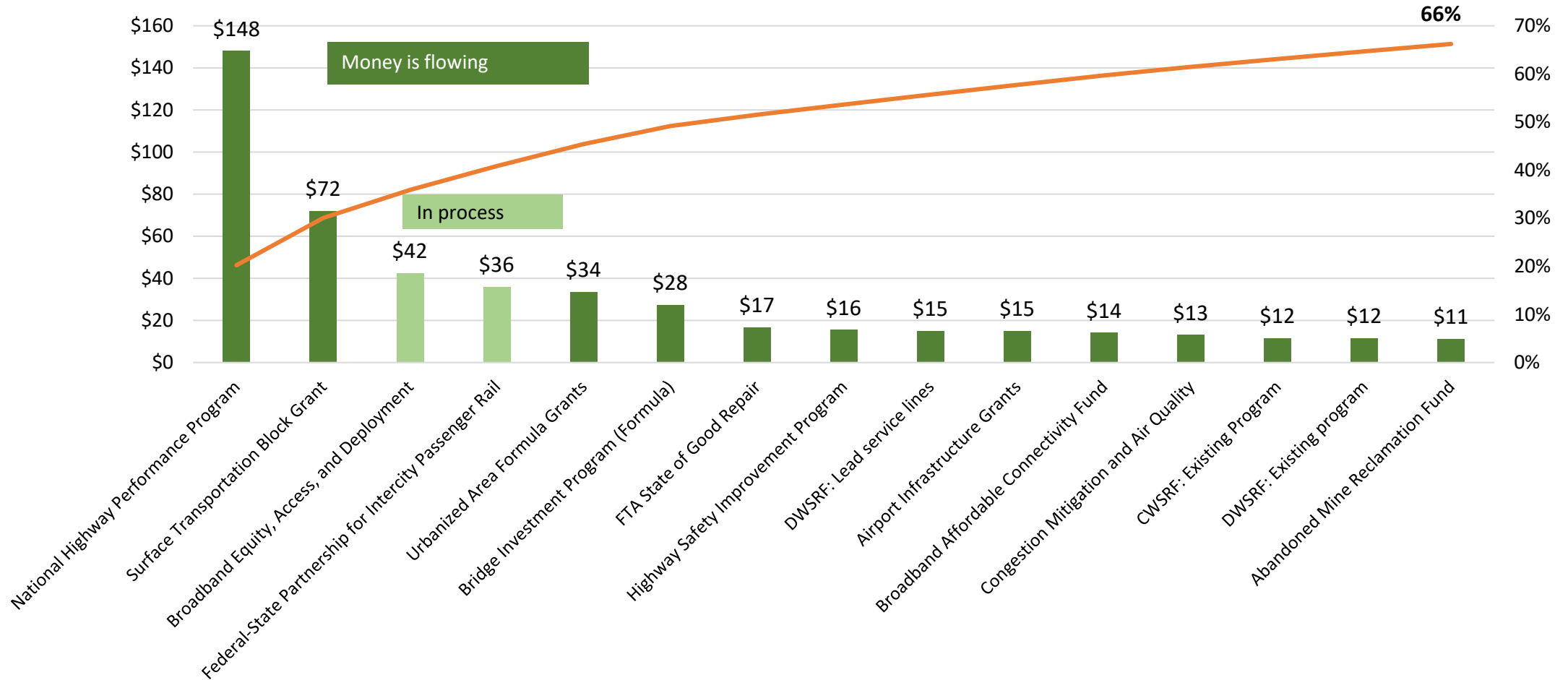


*Receives funding in FY 2023 budget.

Status of largest IJA grants



Fifteen Largest Programs as a Share of Total Funding Identified by FFIS,
FYs 2022-2026
(\$ in billions)



Bipartisan Safer Communities Act



Program/Department	Formula/ Competitive	Total Appropriation (\$ in millions)
Department of Justice		\$1,500
Byrne Justice Assistance Grants (JAG)	F	750
STOP School Violence Act (BJA)	C	200
STOP School Violence Act (COPS)	C	100
Grants to states for National Instant Criminal Background Check System	C	200
Community Violence Intervention and Prevention Initiative	C	250
Department of Health and Human Services		\$1,030
Mental Health Block Grant	F	250
National Child Traumatic Stress Network	C	40
Project AWARE	C	240
Mental Health Awareness Training	C	120
National Suicide Prevention Lifeline	C	150
Primary Care Training and Enhancements	C	60
Pediatric Mental Health Care Access	C	80
Medicaid School-Based Health Programs - Planning Grants	N/S	50
Medicaid Certified Community Behavioral Health Clinic - Planning Grants	C	40
Department of Education		\$2,050
Student Support and Academic Enrichment (SSAE) Block Grant	F	1,000
21st Century Community Learning Centers	F	50
School Based Mental Health Services Grants	C	500
Mental Health Services Professional Demonstration Grants	C	500
TOTAL		\$4,580

Bipartisan Safer Communities Act



Timeline

- Most funds provided annually over 4-5 years, except the following got a single-year appropriation
 - Stronger Connections
 - 21st CCLC
 - National Suicide Prevention Lifeline
 - Medical School-Based Health Programs
 - Medicaid Certified Community Behavioral Health Clinics
- FY 2022 funds awarded by 12/31
- Varies by mechanism (supplemental awards, existing NOFAs, new NOFAs)
- *See Issue Brief 22-11*



Inflation Reduction Act: Selected provisions

Inflation Reduction Act of 2022 (~275B/10 years deficit reduction)

Revenues/Savings

- 15% minimum corporate tax
- IRS funding for enforcement
- Medicare drug price negotiating

Energy and Climate

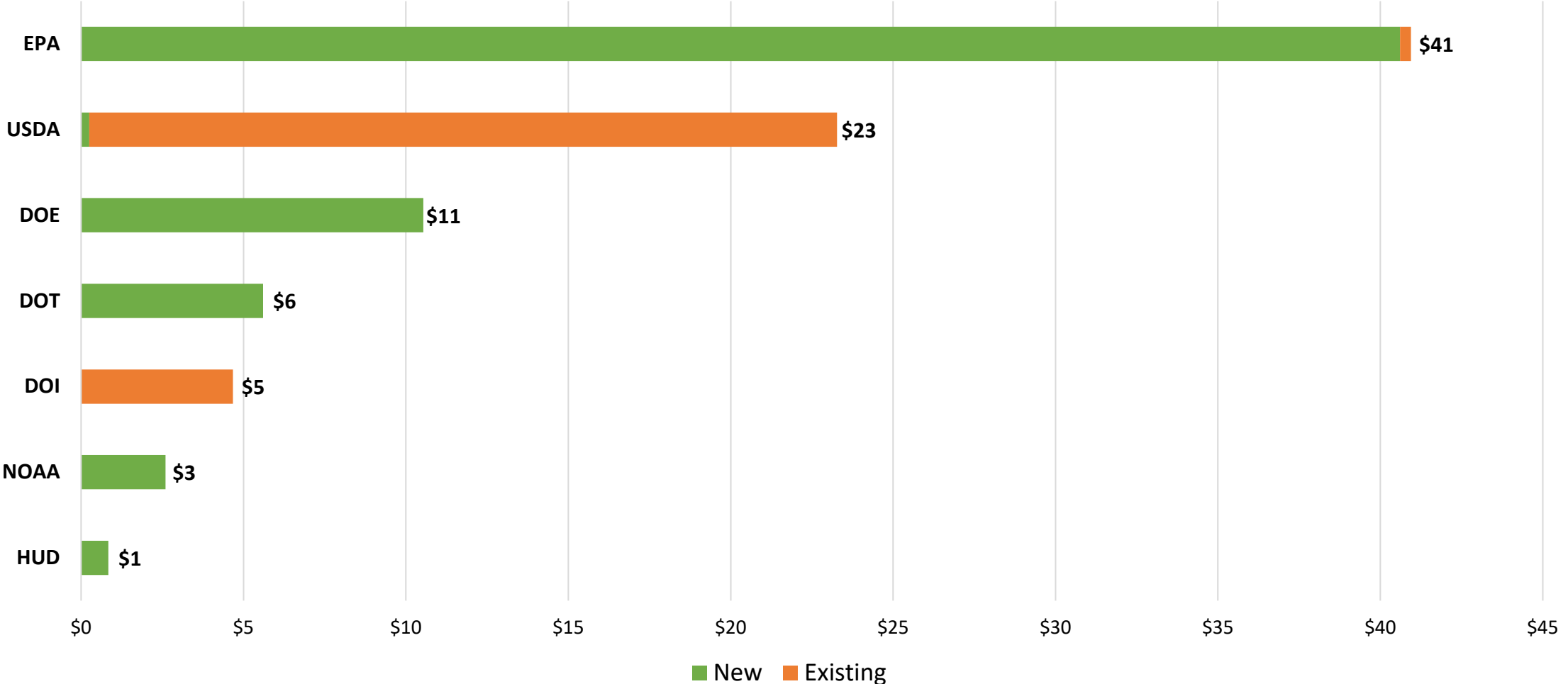
- Tax credits, rebates
- Grants – several S/L (~\$88B); almost all competitive!

Health

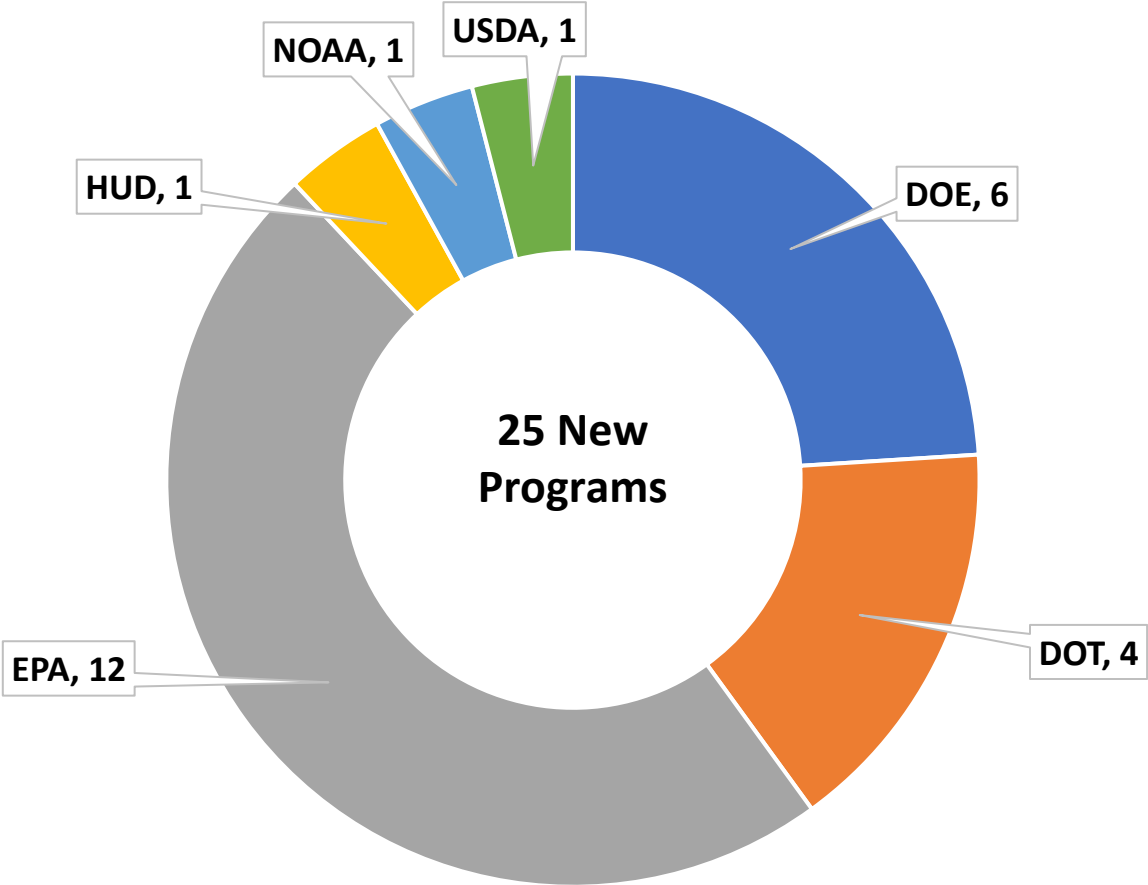
- Extension of expanded ACA premium subsidies to 2025
- Requires vaccine coverage for all Medicaid-enrolled adults
- Expands eligibility for full Part D Low-Income Subsidy (Medicare)
- \$2,000 annual cap on drug costs for Medicare enrollees (2025)



IRA funding by department (\$ in billions)



New IRA grant programs by department



IRA grant highlights



One-time appropriations, varying expenditure periods

Two new formula grants

- HOMES rebate program, High-Efficiency Electric Home Rebate program

Few matching requirements for new programs, except in DOT

10 programs target disadvantaged communities

FY 2023 funding summary



FY 2023 Budget for Selected Grant Programs*



*See FFIS's Jim Martin Table for additional details on inclusion of IIJA, COVID-19, BSCA, and other supplemental funding.
Source: FFIS's Jim Martin Table



Wrapping things up

- FY 2023 budget is a done deal
- FMAP phase-out from 6.2 currently to:
 - 5 percentage-point increase for April-June 2023
 - 2.5 percentage-point increase for July-September 2023
 - 1.5 percentage-point increase for October-December 2023
- New Congress in 2023; we anticipate gridlock

Questions?



- **Get latest updates** by joining the email list.

Email eableman@ffis.org (Ethan Ableman)

- **View publications** at ffis.org.

Contact eableman@ffis.org for login help

- **Additional resources:** [Fiscal Recovery Funds](#) and [Capital Projects Fund](#)

- **Follow-up questions?**

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