



# CENTER ON BUDGET AND POLICY PRIORITIES

820 First Street, NE, Suite 510, Washington, DC 20002  
Tel: 202-408-1080 Fax: 202-408-1056 center@cbpp.org www.cbpp.org

## An Illustration of How Much Each State Might Lose in Federal Medicaid And SCHIP Matching Funds under the House Budget Resolution

The House Budget Resolution, as modified on March 20, indicates that Function 550 (Health) is being reduced by \$98 billion over ten years (FY 2004 to 2013). Exempting health care for military retirees from the reduction (because it falls under the jurisdiction of the House Armed Services Committee, which is exempt from making cuts) and distributing the \$98 billion in reductions proportionally over the remaining entitlements in that budget function yields the estimates that Medicaid will be cut by \$92 billion and the State Children's Health Insurance Program (SCHIP) will be cut by \$2 billion over the FY 2003 to 2014 period. The exact amount of reductions in federal matching funds for Medicaid and SCHIP that each state would bear is not known, since we do not know which policy changes would be implemented to attain the estimated amounts. For example, the savings could be applied to reduce allotments to states under the Administration's Medicaid and SCHIP proposal on a pro rata basis or by some other mechanism. The table illustrates how much each state could lose over the ten year period, if losses are distributed evenly across states in proportion to their estimated federal Medicaid and SCHIP expenditures in FY 2003.

<b>Federal Medicaid and SCHIP Funds That Could Be Lost: FY 2004 to 2013</b> (in millions of \$)					
<b>United States</b>	<b>\$94,000</b>	Louisiana	\$2,085	Oregon	\$1,104
Alabama	\$1,361	Maine	\$631	Pennsylvania	\$4,407
Alaska	\$306	Maryland	\$1,289	Rhode Island	\$503
Arizona	\$1,851	Massachusetts	\$2,677	South Carolina	\$1,513
Arkansas	\$1,047	Michigan	\$2,746	South Dakota	\$220
California	\$9,738	Minnesota	\$1,566	Tennessee	\$2,350
Colorado	\$815	Mississippi	\$1,456	Texas	\$5,691
Connecticut	\$1,129	Missouri	\$2,037	Utah	\$459
Delaware	\$210	Montana	\$273	Vermont	\$277
Dist. Columbia	\$497	Nebraska	\$508	Virginia	\$1,222
Florida	\$4,059	Nevada	\$331	Washington	\$1,685
Georgia	\$2,378	New Hampshire	\$343	West Virginia	\$780
Hawaii	\$285	New Jersey	\$2,535	Wisconsin	\$1,636
Idaho	\$367	New Mexico	\$856	Wyoming	\$115
Illinois	\$2,850	New York	\$12,705	Amer. Samoa	\$2
Indiana	\$1,794	North Carolina	\$2,883	Guam	\$4
Iowa	\$864	North Dakota	\$197	N. Mariana Isl.	\$1
Kansas	\$655	Ohio	\$3,794	Puerto Rico	\$130
Kentucky	\$1,641	Oklahoma	\$1,140	Virgin Islands	\$4

Source: Center on Budget and Policy Priorities, based on states' estimates of Medicaid and SCHIP expenditures for FY 2003, as reported in November 2002.

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