



A few budget details

Senator Kathleen Vinehout
9th Annual Health Watch Conference
April 7, 2016

+ “It’s going to be a challenging budget. Medicaid took every new dollar.”

Local Representative March 25, 2016

Ellsworth WI.

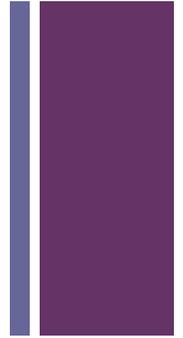
Implication: All these poor people are sucking up your dollars

so we can’t put money into schools.

It’s out of our hands.

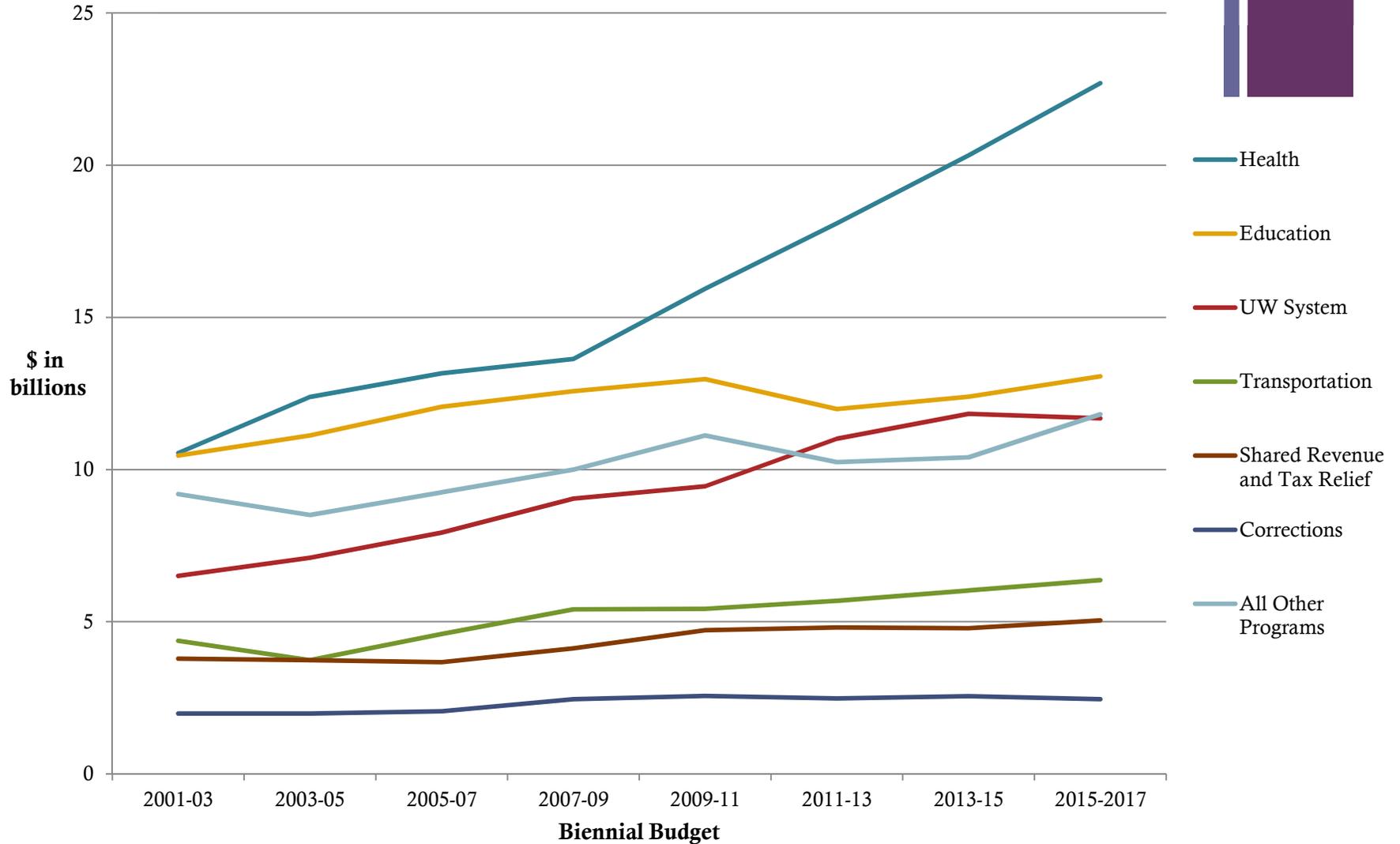
Not a choice we had.

The Feds Make Us Do It.





Total Budgeted Spending: Health Grows Rapidly as Education Spending Slows

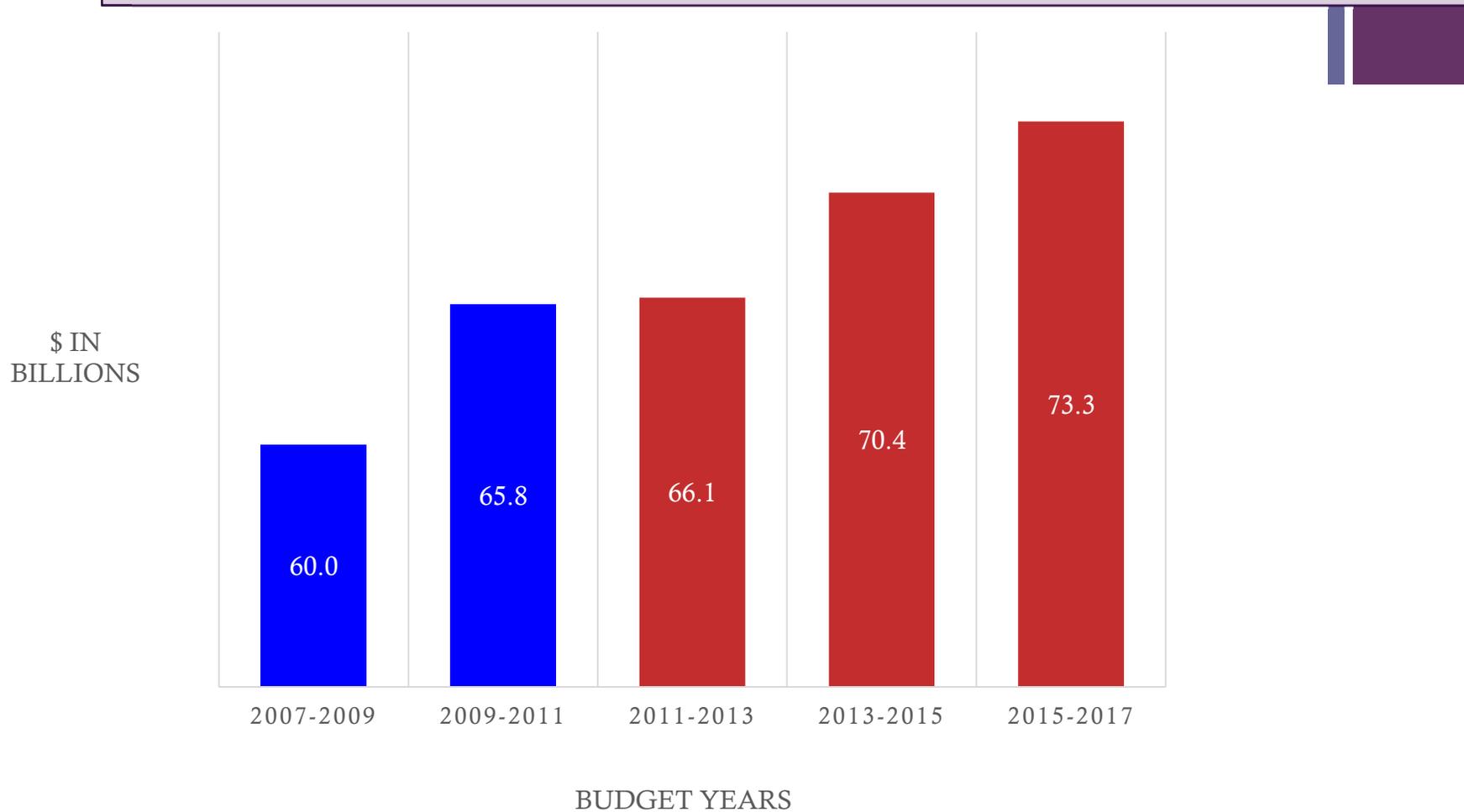


Sources: All Fund Appropriations by Agency, Legislative Fiscal Bureau, 2001-15; Summary of Governor's Budget Recommendations, February 2015.



Increase Over 6 Years – UP \$7.5 Billion

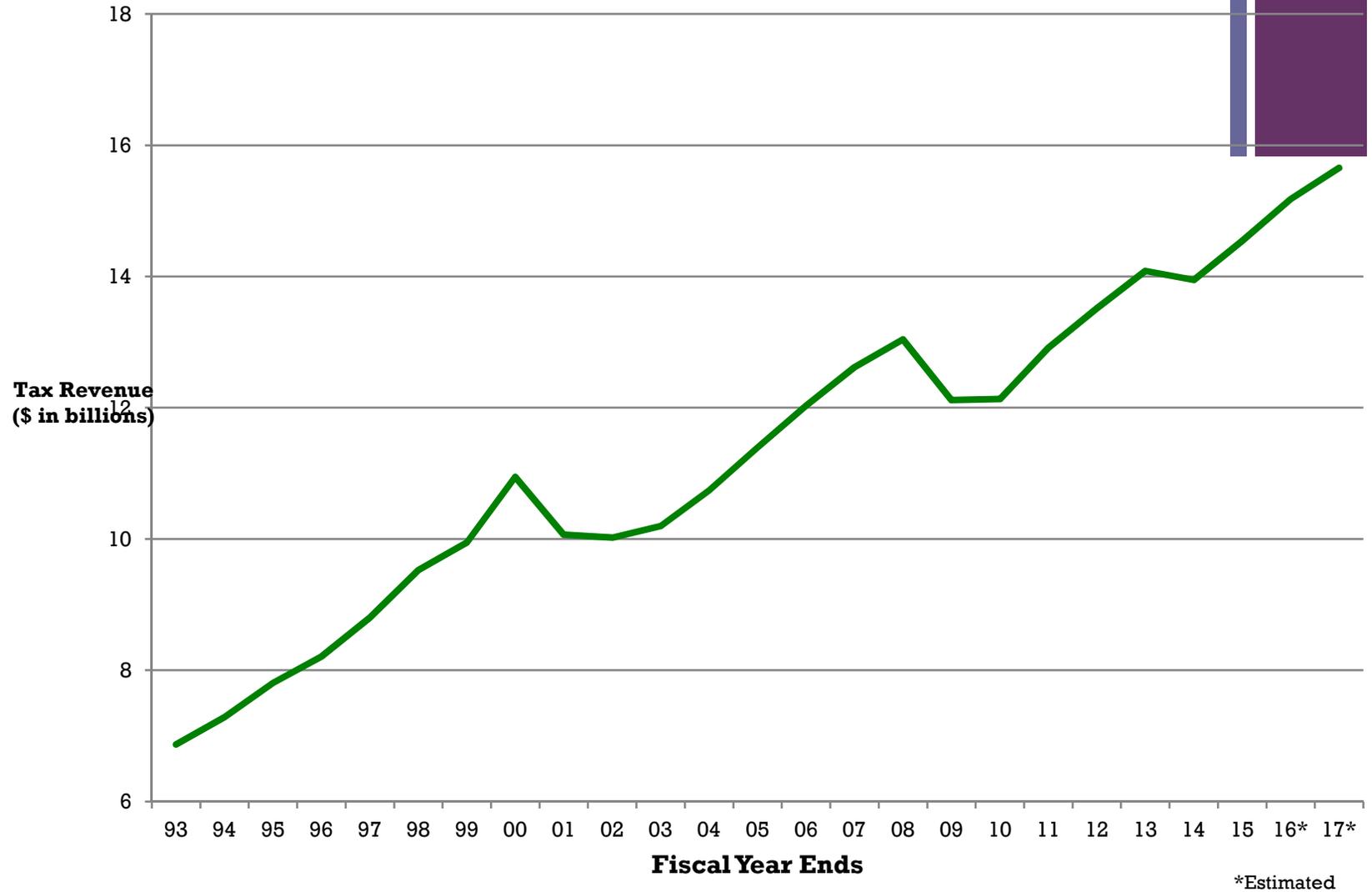
This Budget: \$3 Billion UP



Sources: Comparative Summary of Governor and JFC Budget Recommendations, table 1, Legislative Fiscal Bureau, June 2013; Comparative Summary of Budget Recommendations — 2011 Act 32 (and 2011 Acts 10, 13, and 27) table 1, Legislative Fiscal Bureau, 2011; Comparative Summary of Budget Recommendations (2009 Act 28) table 1, Legislative Fiscal Bureau, 2009; Summary of Budget Provisions 2007 WI Act 20 table 1, Legislative Fiscal Bureau, 2007; 2013-15 and 2015-17 Budget Comparisons, Legislative Fiscal Bureau, July 2015.



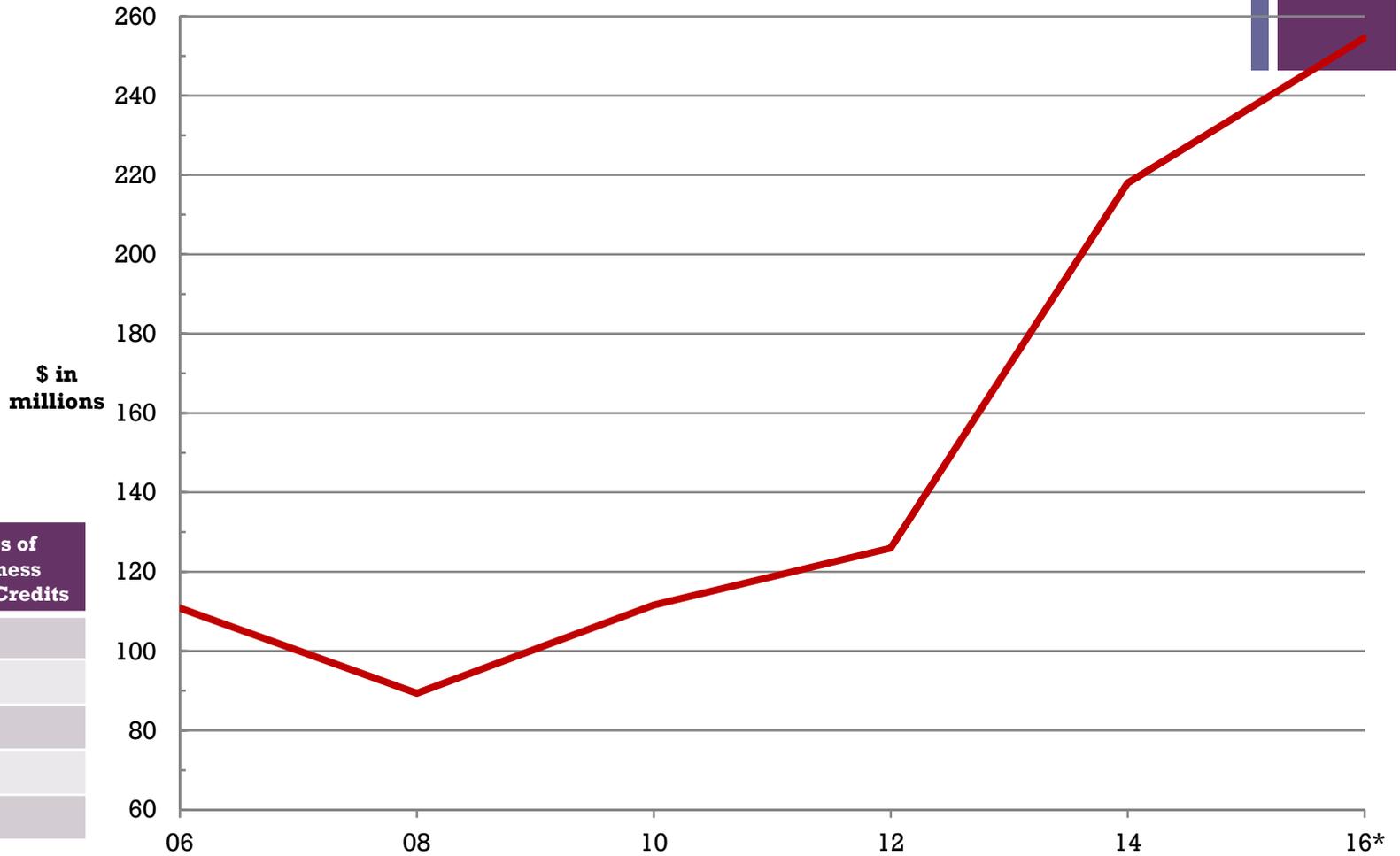
State Tax Revenue Continues to Grow



Sources: Comparative Summary Comparative Summary of Provisions, Table 8 (2013 Act 20) Legislative Fiscal Bureau letter to JFC Co-Chairs, January 2014; Legislative Fiscal Bureau General Fund Revenue and Expenditure Projections January 2015. Wisconsin Taxpayers Alliance. Focus Newsletter, 2015 No. 4; Legislative Fiscal Bureau letter to JFC Co-Chairs, January 2014; Legislative Fiscal Bureau General Fund Revenue and Expenditure Projections January 2015; Status of State's General Fund January 21, 2016.



Business Tax Credits Are State Spending (Estimated Credits Claimed by Calendar Year)



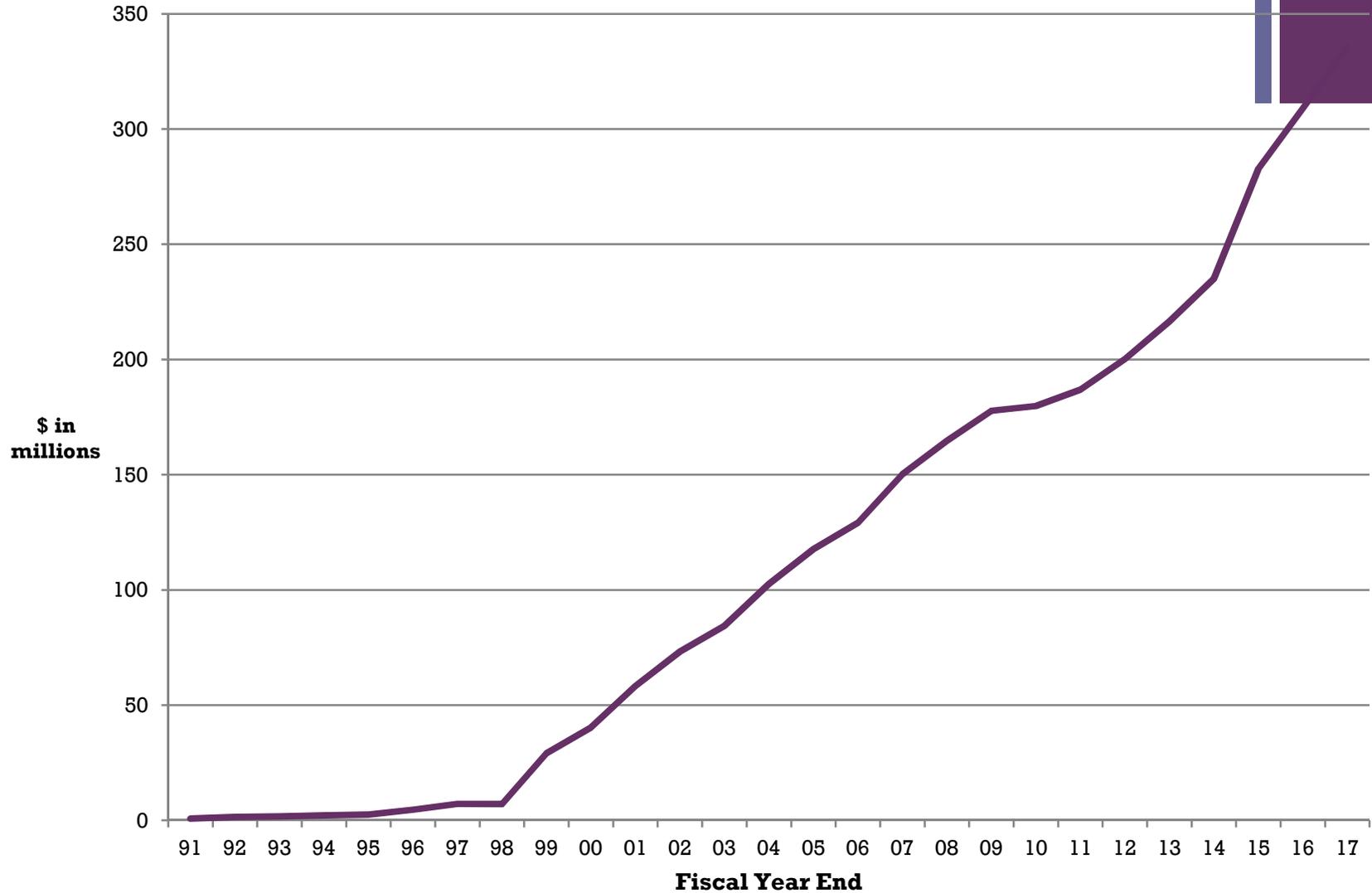
| Calendar Year | Types of Business Tax Credits |
|---------------|-------------------------------|
| 2006 | 17 |
| 2008 | 22 |
| 2010 | 30 |
| 2012 | 38 |
| 2014 | 39 |

*Estimates include MATC estimates from LFB, Info Paper # 6 Business Tax Credits, January 2015. All other Credits held at

Sources: Department of Revenue; Tax Exemption Devices, 2007-09; 2009-11; 2011-13; 2013-15.



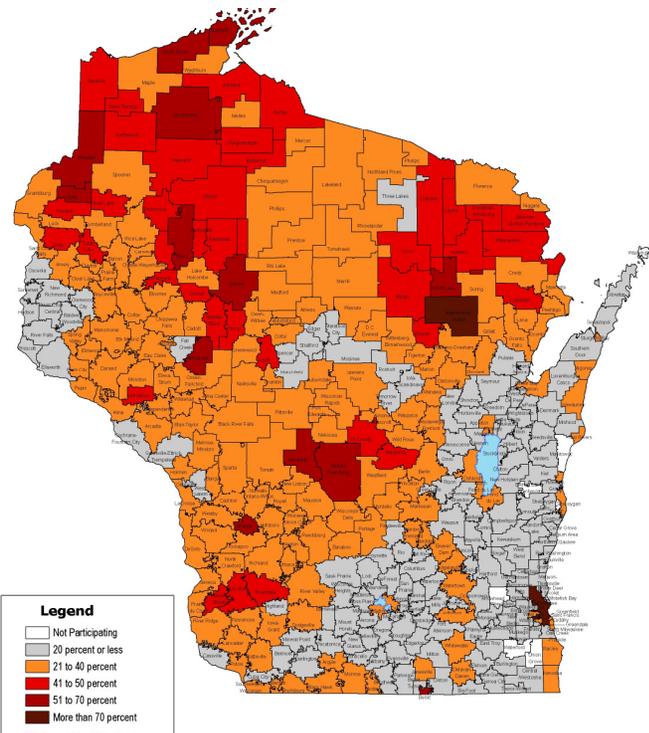
State Spending for Private & Independent Charter Schools



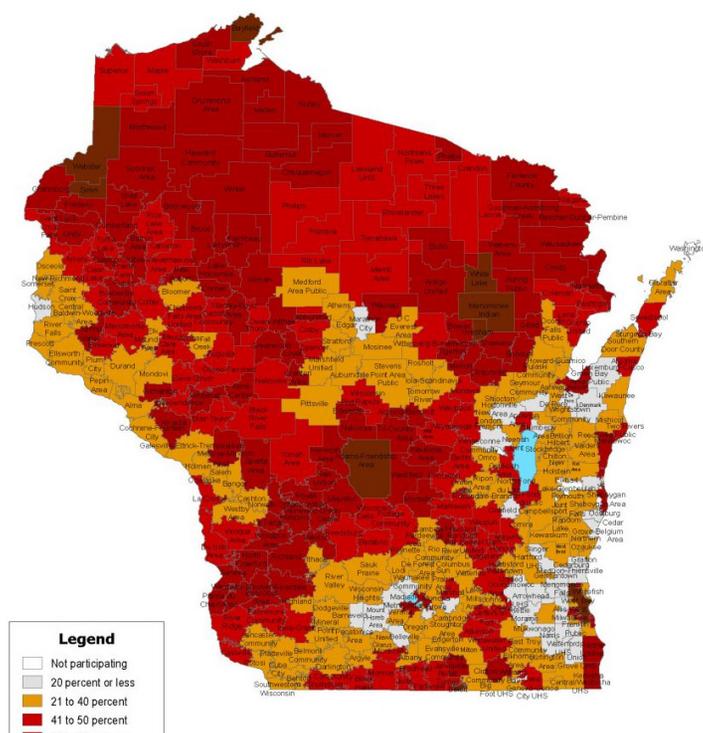
Sources: Legislative Fiscal Bureau Memo April 2015; Legislative Fiscal Bureau July 2017

* Child Poverty Doubled in 10 years * (Darker red greater poverty)

2003-2004



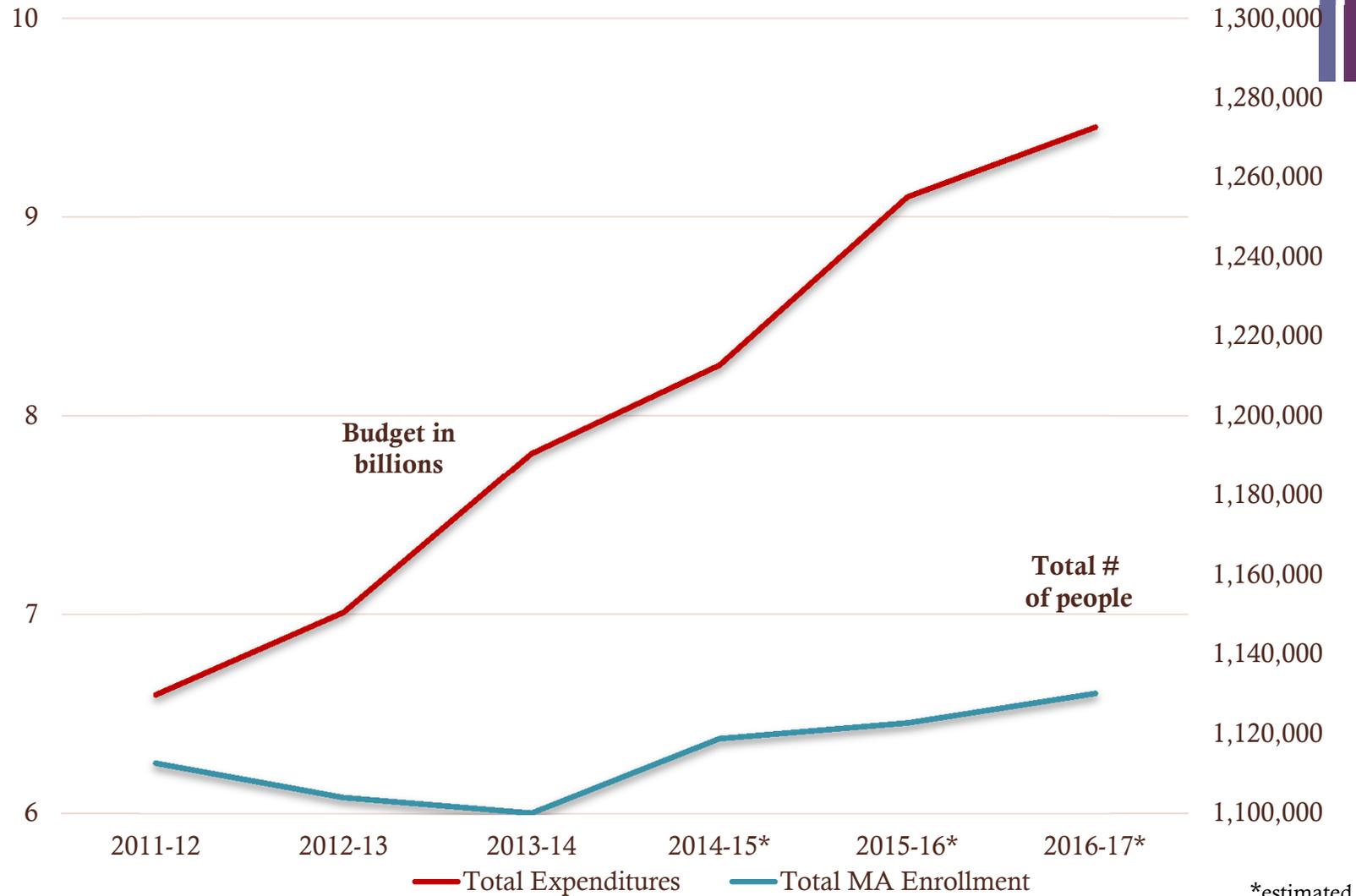
2013-2014



Source: Nat'l School Lunch Program Reimbursement claims submitted to WI Dept. of Public Instruction, May 2014.



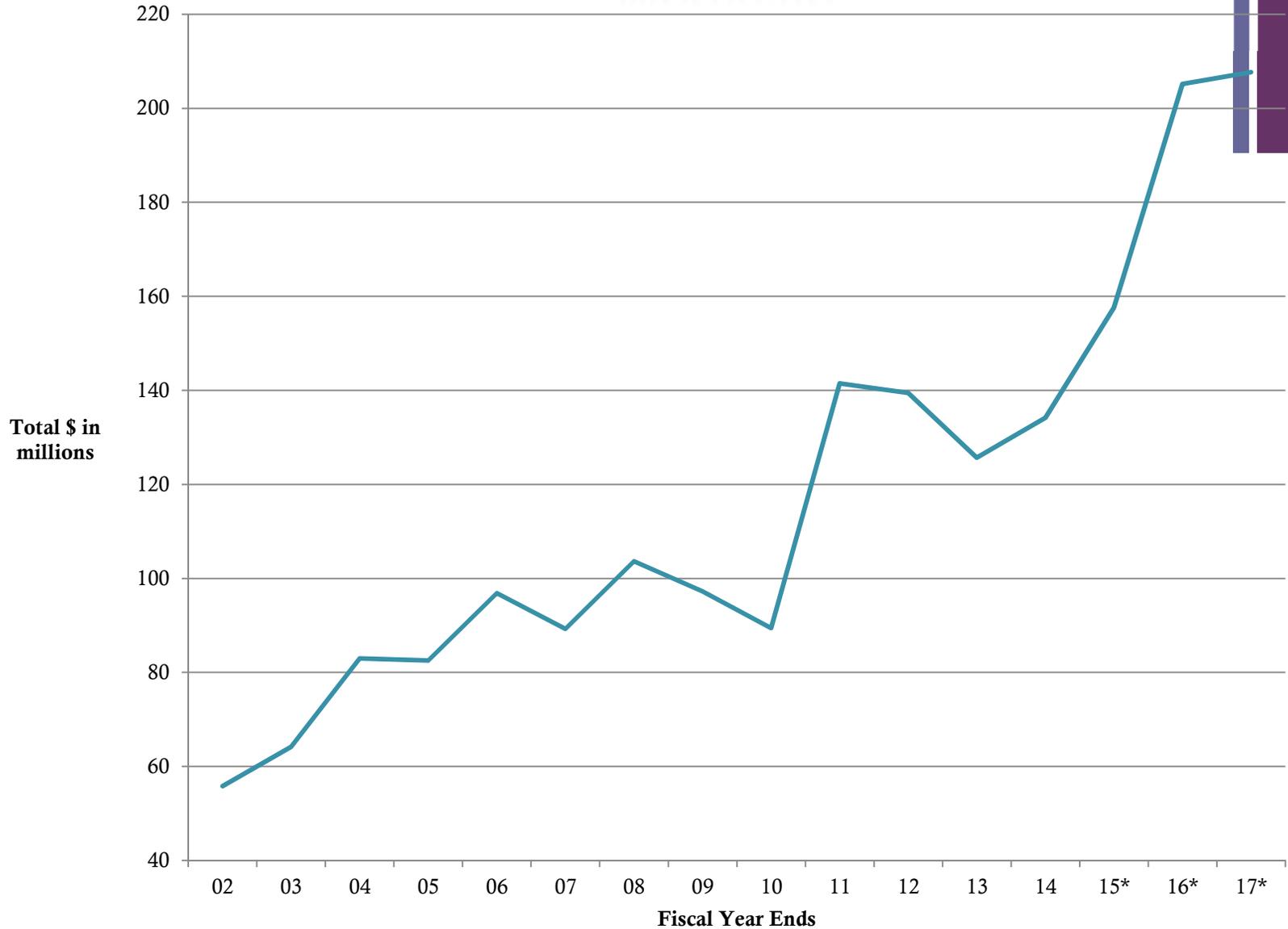
Spending for Medicaid Rises by \$3 Billion People served increases by only 20K



Sources: Summary of Governor's Budget Recommendations, Legislative Fiscal Bureau, March 2013; March 2015.



Private Companies Getting Paid to Administer Medicaid



Sources: Legislative Fiscal Bureau Memo, April 2013; April 2015.

*estimated

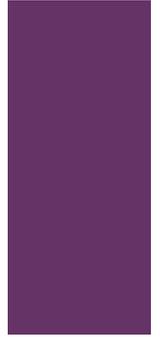
- + ■ DHS spent 40% of their administration on private contracts. A cost that has increased by 73% in 4 years.
- DHS doubled the number of contract staff in just one contract to over 1,100 full time staff.
- DHS can't answer basic questions about how much they are spending on each subprogram (BadgerCare, Family Care, etc.).

Medicaid Management Problems

Source: Legislative Audit Bureau, "An Evaluation of Medical Assistance Program, Department of Health Services. Report 11-15.



Taking the federal Medicaid Expansion money today would save almost \$400 million in the next budget and cover 83,000 more people!



Medicaid Mismanagement

Source: personal memo, Legislative Fiscal Bureau, December 2015.