

Expenditures

<u>Exhibits</u>	Page
1. State Budget Overview – All Funds 1999-01 Biennium (including Supplemental)	145
2. DSHS Budget Overview – All Funds 1999-01 Biennium (including Supplemental)	145
3. State Budget Overview – General Fund State 1999-01 Biennium (including Supplemental)	146
4. DSHS Budget Overview – General Fund State 1999-01 Biennium (including Supplemental)	146
5a. Economic Services Administration Actual and Projected Program and Administrative Expenditures	147
5b. Economic Services Administration Actual and Projected Program and Administrative Expenditures	148
6a. Actual and Projected Grant Expenditures.....	150
6b. Actual and Projected Grant Expenditures.....	151
7. State Grant Assistance Expenditures Over Selected Biennia.....	152
8. Summary of Income Assistance Program Participation, Budget Funding Stream and Match Rates, Total Annual Budget.....	153
9. Summary of Income Assistance Program Participation, Budget Funding Stream	153
10. TANF Program as a Percent of the State General Fund.....	154
11. WorkFirst Program Expenditures	156
12a. Actual and Projected Administrative Expenditures and Staffing Levels for Selected Biennia	158
12b. Actual and Projected Administrative Expenditures and Staffing Levels for Selected Biennia.....	159

Expenditures

Expenditures Introduction

This section presents expenditures of ESA's programs. The information is divided into sub-sections:

- ✍ Expenditures Overview
- ✍ Cash Grant Assistance
- ✍ WorkFirst Program
- ✍ Administrative Expenditures

Each sub-section begins with a brief narrative.

State expenditures for programs such as Temporary Assistance for Needy Families (TANF), and most child care assistance, are affected by block grants. Block grants place a "lid" on the amount of federal funding available.

Federal law requires states to maintain "historic levels of spending" for the programs consolidated in the TANF block grant. This state spending is known as Maintenance of Effort (MOE). Failure to spend state dollars at that level can result in a reduced block grant payment and require increases in state spending. States must spend at least 75% of what they had historically spent on these programs, based on their 1994 spending levels.

Expenditures

Expenditures Overview

This sub-section summarizes ESA expenditure data for the 99-01 biennium.

To put ESA expenditures in context, DSHS funds are 50% federal, 42% General Fund-State, and 8% other.

General Fund-State expenditures for DSHS are projected to be 25% of the total statewide General Fund-State expenditures.

ESA (including child support services) is expected to be 16.6% of the total DSHS General Fund-State spending during the 1999-01 biennium.

Highlights:

- ✍ **Total spending on all cash grant assistance programs is expected to decrease 30.4%**, with the state share of expenditures projected to drop by 36.4%.
- ✍ **Working Connections Child Care costs are expected to climb to \$496.7 million in the 1999-01 biennium.** This is 67.5% higher than expenditures in the 1997-99 biennium.
- ✍ **Funding for the WorkFirst program is expected to be \$122.1 million in the 1999-01 biennium.** This is 60% higher than expenditures in the 1997-99 biennium.
- ✍ **Funding for Refugee contracted services will increase by 16.6%** over the 1997-99 biennium.

Expenditures

Exhibit 1

State Budget Overview – All Funds
1999-01 Biennium (including Supplemental)

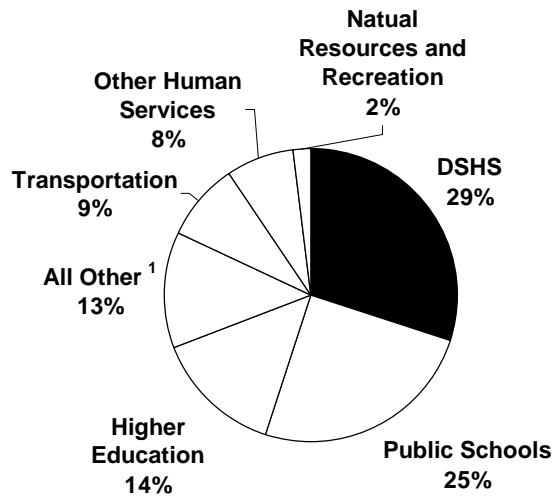
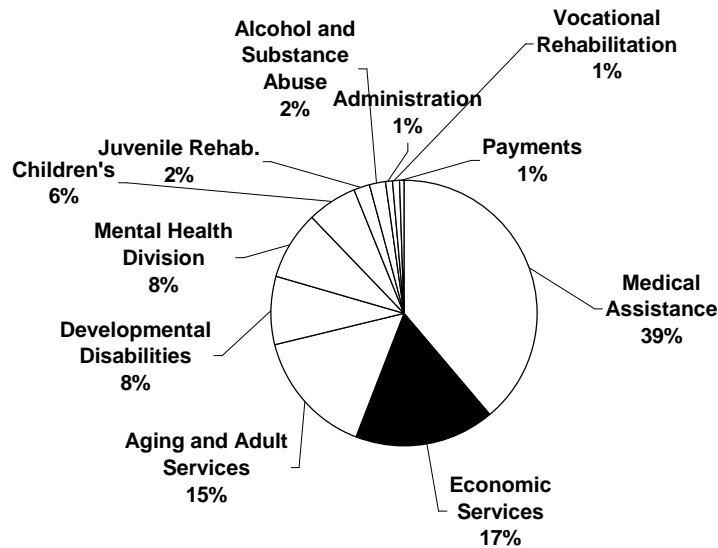


Exhibit 2

DSHS Budget Overview – All Funds
1999-01 Biennium (including Supplemental)



Source: DSHS Budget Division, June 2000.

¹ Other = Legislative, Judicial, Contributions to Retirement, and Other Appropriations

Expenditures

Exhibit 3

State Budget Overview – General Fund State
1999-01 Biennium (including Supplemental)

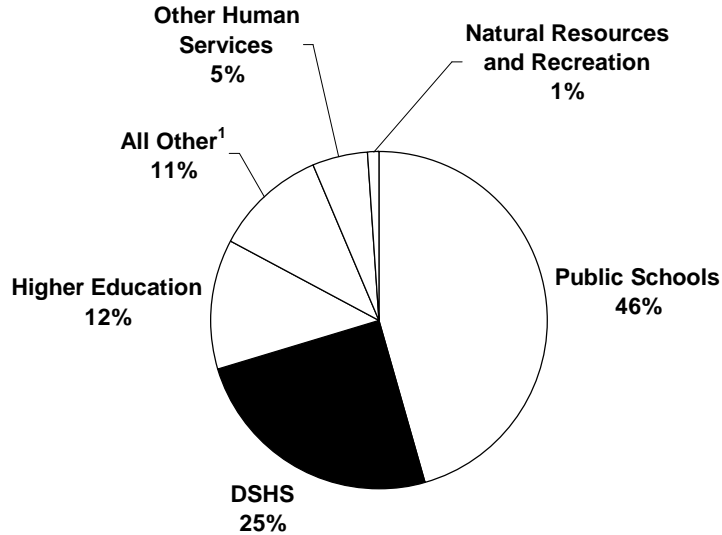
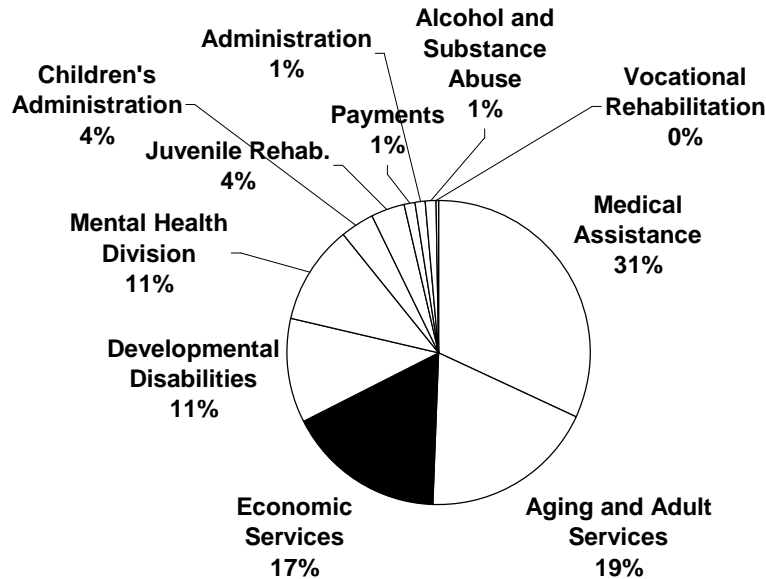


Exhibit 4

DSHS Budget Overview – General Fund State
1999-01 Biennium (including Supplemental)



Source: DSHS Budget Division, June 2000.

¹ All Other = Legislative, Judicial, Contributions to Retirement, and Other Appropriations

Expenditures

Exhibit 5a Economic Services Administration Actual and Projected Program and Administrative Expenditures (in millions of dollars)

	Actual FY 97 – 99	Projected ¹ FY 99 - 01	FY97 – 99 to FY99 - 01 Numeric Change	Percent Change
Grant Assistance Program				
State	618.9	393.8	(225.1)	-36.4%
Total	837.3	582.8	(254.5)	-30.4%
Child Care				
State	98.8	90.9	(7.9)	-8.0%
Total	296.6	496.7	200.1	67.5%
WorkFirst				
State	0.8	0.3	(0.5)	-62.5%
Total	76.3	122.1	45.8	60.0%
Refugee Contracted Services				
State	1.2	1.9	0.7	58.3%
Total	14.5	16.9	2.4	16.6%
ACES				
State	17.8	21.2	3.4	19.1%
Total	34.9	46.6	11.7	33.5%
ESA Headquarters				
State	35.9	-	(35.9)	-100.0%
Total	61.3	-	(61.3)	-100.0%
ESA Field Services				
State	196.1	-	(196.1)	-100.0%
Total	398.1	-	(398.1)	-100.0%
DCS Headquarters				
State	34.2	35.0	0.8	2.3%
Total	103.9	107.1	3.2	3.1%
DCS Field Services				
State	12.8	17.3	4.5	35.2%
Total	127.1	133.4	6.3	5.0%
Table 90a Sub-total				
State	1016.5	560.4	(456.1)	- 44.9%
Total	1950.0	1505.6	(444.4)	-22.8%

Source: ESA Budget Division

Note: Numbers in parentheses represent declines.

¹ Projections are based on actual expenditures for FY00 and allotments for FY01 from FRS reports dated 10/18/00.

Expenditures

Exhibit 5b Economic Services Administration Actual and Projected Program and Administrative Expenditures (in millions of dollars)

	Actual FY 97 – 99	Projected ¹ FY 99 - 01	FY97 – 99 to FY99 - 01 Numeric Change	Percent Change
Client Services and Support				
State	-	151.2	151.2	100.0%
Total	-	272.8	272.8	100.0%
Statewide Program Support²				
State	-	108.9	108.9	100.0%
Total	-	187.3	187.3	100.0%
Other Client Services				
State	-	11.0	11.0	100.0%
Total	-	16.0	16.0	100.0%
DASA Treatment				
State	2.6	4.1	1.5	57.7%
Total	3.1	8.0	4.9	158.1%
Electronic Benefits Transfer				
State	2.8	-	(2.8)	-100.0%
Total	5.5	-	(5.5)	-100.0%
Special Projects				
State	4.6	2.9	(1.7)	-37.0%
Total	6.9	5.2	(1.7)	-24.6%
Table 90b Sub-total				
State	10.0	278.1	268.1	2,681.0%
Total	15.5	489.3	473.8	3,056.8%
Table 90a/b Total				
State	1026.5	838.5	(188.0)	- 18.3%
Total	1965.5	1994.9	29.4	1.5%

Source: ESA Budget Division

Note: Numbers in parentheses represent declines.

¹ Projections are based on actual expenditures for FY00 and allotments for FY01 from FRS reports dated 10/18/00.

² For the 99-01 Biennium, the Budget Structure for Economic Services Administration was consolidated into budget unit M01 - Program Support. This budget unit is further divided into the categories of Client Services and Support and Statewide Program Support.

Expenditures

Cash Grant Assistance

This sub-section shows actual and projected expenditures for cash grant assistance programs:

- ✍ TANF Assistance (One and Two Parent Families and General Assistance for Pregnant Women),
- ✍ Diversion Cash Assistance,
- ✍ Child Support Recoveries,
- ✍ General Assistance (GA-U and GA-X combined),
- ✍ CEAP, SSI/SSP, SSI Special Needs, Refugee Assistance,
- ✍ Food Assistance Program for Legal Immigrants (FAP)

Highlights:

- ✍ **State expenditures for cash grant assistance programs decreased by 28.2% in SFY 2000 from SFY 1999**, and total spending for grant assistance programs dropped by 17.7%.
- ✍ **State expenditures in the TANF Assistance program decreased to \$168.5 million in fiscal year 2000** from \$229.5 million in fiscal year 1999 (see Exhibit 6a, TANF Assistance).
- ✍ **State expenditures in the TANF Assistance program are expected to further decline** from \$168.5 million in SFY 2000 to \$152.7 in SFY 2001 (see Exhibit 6a, TANF Assistance).

Expenditures

Exhibit 6a Actual and Projected Grant Expenditures (in thousands of dollars)

	FY97 –99 Actuals		FY99-01 Actuals/Projections	
	State	Total	State	Total
TANF Assistance ¹				
First Year	287,394.3	475,867.8	168,502.1	312,557.8
Second Year	229,485.8	349,532.8	152,685.3	288,575.4
Biennium	516,880.1	825,400.6	321,187.4	601,133.2
Child Support Recoveries				
First Year	(46,377.7)	(98,661.6)	(48,197.4)	(99,616.6)
Second Year	(39,505.4)	(83,523.0)	(41,696.7)	(85,694.7)
Biennium	(85,883.1)	(182,184.6)	(89,894.1)	(185,311.3)
Diversion Cash Assistance				
First Year	1,233.3	1,233.3	2,525.1	2,525.1
Second Year	2,157.7	2,157.7	2,483.6	2,483.6
Biennium	3,391.0	3,391.0	5,008.7	5,008.7
Refugee Assistance				
First Year	0.0	3,335.7	0.0	1,988.4
Second Year	0.0	2,829.8	0.0	2,482.0
Biennium	0.0	6,165.5	0.0	4,470.4
Food Assistance				
First Year	13,274.9	13,274.9	5,002.4	5,002.4
Second Year	11,486.1	11,486.1	5,632.0	5,632.0
Biennium	24,761.0	24,761.0	10,634.4	10,634.4
GA-U + GA-X				
First Year	51,022.3	51,022.3	45,307.2	45,307.2
Second Year	49,072.3	49,072.3	42,396.3	42,396.3
Biennium	100,094.6	100,094.6	87,703.5	87,703.5
Table 91a Sub-total				
First Year	306,547.1	446,072.4	173,139.4	267,764.3
Second Year	252,696.5	331,555.7	161,500.5	255,874.6
Biennium	559,243.6	777,628.1	334,639.9	523,638.9

Source: ESA Budget Division

Note: First year 97-99 Biennium are actuals, based on FRS run dated October 1, 1998. Second year 97-99 Biennium are actuals, as based on FRS run dated November 5, 1999. First year 99-01 Biennium are actuals, based on FRS run dated October 18, 2000. Second year 99-01 Biennium are allotments reflected in FRS run dated October 18, 2000. Child Support Recoveries are collections that offset state and federal monies.

¹ TANF Assistance includes Single Parent Families, Two Parent Families and General Assistance for Pregnant Women (GA-S).

Expenditures

Exhibit 6b

Actual and Projected Grant Expenditures
(in thousands of dollars)

	FY 97-99 Actuals		FY 99-01 Actuals/Projections	
	State	Total	State	Total
CEAP				
First Year	1,397.3	1,396.3	269.3	269.3
Second Year	1,128.5	1,129.1	271.0	271.0
Biennium	2,525.8	2,525.4	540.3	540.3
SSI/SSP				
First Year	27,699.7	27,699.7	29,520.2	29,520.2
Second Year	28,906.0	28,906.0	28,556.4	28,556.4
Biennium	56,605.7	56,605.7	58,076.6	58,076.6
SSI / Special Needs				
First Year	272.2	272.2	277.6	277.6
Second Year	278.2	278.2	296.0	296.0
Biennium	550.4	550.4	573.6	573.6
Table 91b Sub-total				
First Year	29,369.2	29,368.2	30,067.1	30,067.1
Second Year	30,312.7	30,313.3	29,123.4	29,123.4
Biennium	59,681.9	59,681.5	59,190.5	59,190.5
Table 91a/b Total				
First Year	335,916.3	475,440.6	203,206.5	297,831.4
Second Year	283,009.2	361,869.0	190,623.9	284,998.0
Biennium	618,925.5	837,309.6	393,830.4	582,829.4

Source: ESA Budget Division

Note: First year 97-99 Biennium are actuals, based on FRS run dated October 1, 1998. Second year 97-99 Biennium are actuals, based on FRS run dated November 5, 1999. First year 99-01 Biennium are actuals, based on FRS run dated October 18, 2000. Second year 99-01 Biennium are allotments, reflected in FRS run dated October 18, 2000. Child Support Recoveries are collections that offset state and federal monies.

Expenditures

Exhibit 7 State Grant Assistance Expenditures Over Selected Biennia (in thousands of dollars)

	FY97-99 Actuals	FY99-01 Actuals/ Projection	Numeric Change	Percent Change
TANF Assistance	825,400.6	601,133.2	(224,267.4)	-27.17%
Child Support Recoveries	(182,184.6)	(185,311.3)	(3,126.7)	1.72%
Diversion Cash Assistance	3,391.0	5,008.7	1,617.7	47.71%
Food Assistance	24,761.0	10,634.4	(14,126.6)	-57.05%
GA-U + GA-X	100,094.6	87,703.5	(12,391.1)	-12.38%
CEAP	2,525.4	540.3	(1,985.1)	-78.61%
SSI – SSP	56,605.7	58,076.6	1,470.9	2.60%
SSI – Special Needs	550.4	573.6	23.2	4.22%
Total	831,144.1	578,359.0	(252,785.1)	-30.41%

Source: ESA Budget Division

Note: Numbers in parentheses represent declines.

Expenditures

Exhibit 8

Summary of Income Assistance Program Participation,
Budget Funding Stream and Match Rates, Total Annual Budget
(in millions of dollars)

Program	Avg. Monthly Persons	Cases	Funding	97 – 99 Actuals	99 – 01 Actuals/ Projections
TANF Assistance	158,387	58,722	Total State	825.4 516.9	601.1 321.2
Refugee Cash Assistance	630	507	Federal	6.2	4.5
Food Assistance	311,259	139,324	Federal State	599.1 24.8	10.6
GA-U + GA-X	16,514	16,399	State	100.1	87.7
CEAP	155	46	State	2.5	0.5
SSI	93,684	93,684	State	56.6	58.1

Source: ESA Budget Division

Exhibit 9

Summary of Income Assistance Program Participation,
Budget Funding Stream
(in millions of dollars)

Program	Funding	Funding Stream
TANF Assistance	Federal State	TANF Block Grant Maintenance of Effort (MOE)
Refugee Cash Assistance	Federal	Office of Refugee Resettlement
Food Assistance	Federal State	Food Stamp Act of 1977 General Fund State
GA-U + GA-X	State	General Fund State
CEAP	State	General Fund State
SSI	SSI	General Fund State

Source: ESA Budget Division

Expenditures

Exhibit 10 TANF Program as a Percent of the State General Fund (in millions of dollars)

Biennium	TANF	GF-S	Percent
1985 - 87	\$332.9	\$9,181.2	3.6%
1987 - 89	\$334.4	\$10,396.6	3.2%
1989 - 91	\$359.7	\$12,844.1	2.8%
1991 - 93	\$403.5	\$14,982.5	2.7%
1993 - 95	\$488.0	\$16,311.6	3.0%
1995 - 97	\$460.4	\$17,732.4	2.6%
1997 - 99	\$434.4	\$19,081.5	2.3%
1999 - 01	\$236.3	\$20,880.2	1.1%

Source: ESA Budget Division

Expenditures

WorkFirst

This sub-section shows actual and projected expenditures for the WorkFirst Program. The table presents:

1. Child care expenditures
2. Client support service costs (i.e., costs for services provided directly to clients such as transportation, tuition and books), and
3. Direct services reflecting state service delivery, staff in the Employment Security Department and the Department of Social and Health Services third-party service delivery.

Highlights:

- ✍ **Program expenditures continue to increase with the full implementation of the WorkFirst program.** Total funding was up 28.7% in SFY 2000, compared to SFY 1999.
- ✍ **Working Connections Child Care expenditures increased 29.2% in SFY 2000,** compared to SFY 1999.
- ✍ **DASA Treatment increased to \$4,007,300 in SFY 2000,** from \$2,804,400 in SFY year 1999.

Expenditures

Exhibit 11 WorkFirst Program Expenditures (in thousands of dollars)

	1997 – 1999 Biennium Actuals			1999 – 2001 Biennium Actuals/ Allotment		
	Federal	State	Total	Federal	State	Total
First Year:						
Working Connections	73,486.3	53,891.9	127,378.2	173,505.6	45,112.3	218,617.9
Child Care						
DASA Treatment	158.3	123.8	282.1	2,975.3	1,032.0	4,007.3
Supportive Services	1,837.9	-0.4	1,837.5	0.0	0.0	0.0
ESD Contract	24,445.9	0.0	24,445.9	33,697.4	0.0	33,697.4
JOBS Service Delivery	818.6	233.7	1,052.3	0.0	0.0	0.0
WorkFirst Service Delivery	2,056.9		2,056.9	25,331.5	170.6	25,502.1
Total:	102,803.9	54,249.0	157,052.9	235,509.8	46,314.9	281,824.7
Second Year:						
Working Connections	124,279.9	44,949.6	169,229.5	232,308.0	45,780.0	278,088.0
Child Care						
DASA Treatment	377.0	2,427.4	2,804.4	931.8	3,075.5	4,007.3
Supportive Services	3,712.9	34.2	3,747.1	0.0	0.0	0.0
ESD Contract	33,762.3	0.0	33,762.3	37,361.3	0.0	37,361.3
ESD JOBS Developer	0.0	0.0	0.0	0.0	0.0	0.0
JOBS Service Delivery	0.7	525.7	526.4	0.0	0.0	0.0
WorkFirst Service Delivery	8,862.5	8.5	8,871.0	25,431.9	112.4	25,544.3
Total:	170,995.3	47,945.4	218,940.7	296,033.0	48,967.9	345,000.9
Biennium Total:						
WCCC	197,766.2	98,841.5	296,607.7	405,813.6	90,892.3	496,705.9
DASA Treatment	535.3	2,551.2	3,086.5	3,907.1	4,107.5	8,014.6
Supportive Services	5,550.8	33.8	5,584.6	0.0	0.0	0.0
ESD Contract	58,208.2	0.0	58,208.2	71,058.7	0.0	71,058.7
JOBS Service Delivery	819.3	759.4	1,578.7	0.0	0.0	0.0
WorkFirst Service Delivery	10,919.4	8.5	10,927.9	50,763.4	283.0	51,046.4
Total:	273,799.2	102,194.4	375,993.6	531,542.8	95,282.8	626,825.6

Source: ESA Budget Division

Expenditures

Administrative Expenditures

This sub-section shows ESA staff expenditures.

Highlights:

- ✍ As a result of the budget program structure change in ESA, staff are now being shown in following two categories:
 - ✍ Client Services and Support
 - ✍ Statewide Program Support

- ✍ **Total ESA staff decreased by 4% in SFY 2000** compared to SFY 1999. This increase is mostly due to the end of the Food Stamp Accuracy Initiative approved by the governor to reduce Washington State's Food Stamp Error Rate.

- ✍ **State funds for ESA staff increased 5.5% for SFY 2000** (\$144.2 million), compared to SFY 1999 (\$136.7 million). Total funding decreased by 3.6%.

- ✍ **State funds for ESA staffing decreased 2.9% in SFY 2000** (\$144.2 million) to SFY 2001 (\$140 million).

Expenditures

Exhibit 12a

Actual and Projected Administrative Expenditures and Staffing Levels
For Selected Biennia
(in millions of dollars)

	1997 – 99 Biennium			1999 – 01 Biennium		
	State	Total	FTE'S	State	Total	FTE'S
ESA HQ ¹						
First Year	17.2	29.5	207.8	0.0	0.0	0.0
Second Year	18.7	31.8	211.5	0.0	0.0	0.0
Biennium	35.9	61.3	209.7	0.0	0.0	0.0
ESA Field Services ²						
First Year	94.9	193.6	3,187.5	0.0	0.0	0.0
Second Year	101.2	204.5	3,495.7	0.0	0.0	0.0
Biennium	196.1	398.1	3,341.6	0.0	0.0	0.0
DCS HQ ³						
First Year	16.8	52.3	237.7	17.7	54.0	233.5
Second Year	17.4	51.6	239.3	17.3	53.1	231.9
Biennium	34.2	103.9	238.5	35.0	107.1	232.7
DCS Field Services						
First Year	5.2	62.7	1,105.0	8.5	65.2	1,095.9
Second Year	7.6	64.4	1,106.0	8.8	68.2	1,127.0
Biennium	12.8	127.1	1,105.5	17.3	133.4	1,111.5
Client Services and Support ⁴						
First Year	0.0	0.0	0.0	76.0	139.0	3,144.6
Second Year	0.0	0.0	0.0	75.2	133.8	3,049.5
Biennium	0.0	0.0	0.0	151.2	272.8	3,097.1
Statewide Program Support ⁴						
First Year	0.0	0.0	0.0	54.7	92.9	406.1
Second Year	0.0	0.0	0.0	54.2	94.4	363.8
Biennium	0.0	0.0	0.0	108.9	187.3	385.0
Table 97a Sub-total						
<i>First Year</i>	<i>134.1</i>	<i>338.1</i>	<i>4,738.0</i>	<i>156.9</i>	<i>351.1</i>	<i>4,880.1</i>
<i>Second Year</i>	<i>144.9</i>	<i>352.3</i>	<i>5,052.5</i>	<i>155.5</i>	<i>349.5</i>	<i>4,772.2</i>
<i>Biennium</i>	<i>279.0</i>	<i>690.4</i>	<i>4,895.3</i>	<i>312.4</i>	<i>700.6</i>	<i>4,826.1</i>

Source: ESA Budget Division

Note: For the 97-99 Biennium, 1st year actuals, per FRS report dated 10/98; and 2nd year actuals, per FRS report, dated 11/99. For the 99-01 Biennium, 1st year actuals, per FRS report dated 10/18/00; and 2nd year, based on allotments per FRS report dated 10/18/99.

¹ ESA Headquarters includes all headquarters level divisions within ESA, except for the Division of Child Support

² ESA Field Services includes all regional and local offices, except for the Division of Child Support.

³ DCS HQ includes some direct client and support service functions as well as administrative functions.

⁴ For the 99-01 Biennium, the Budget Structure for Economic Services Administration was consolidated into budget unit M01 - Program Support. This budget unit is further divided into the categories of Client Services and Support and Statewide Program Support.

Expenditures

Exhibit 12b

Actual and Projected Administrative Expenditures and Staffing Levels
For Selected Biennia
(in millions of dollars)

	1997 – 99 Biennium			1999 – 01 Biennium		
	State	Total	FTE'S	State	Total	FTE'S
ACES ¹						
First Year	7.6	14.5	30.2	11.7	22.4	42.6
Second Year	10.2	20.4	34.7	9.5	24.2	44.0
Biennium	17.8	34.9	32.5	21.2	46.6	43.3
Electronic Benefits Transfer						
First Year	0.4	0.8	4.4	0.0	0.0	0.0
Second Year	2.4	4.7	6.6	0.0	0.0	0.0
Biennium	2.8	5.5	5.5	0.0	0.0	0.0
Special Projects ²						
First Year	0.4	1.2	4.3	1.8	3.2	36.5
Second Year	4.2	5.7	34.2	1.1	2.0	18.0
Biennium	4.6	6.9	19.3	2.9	5.2	27.3
Table 97b Sub-total						
First Year	8.4	16.5	38.9	13.5	25.6	79.1
Second Year	16.8	30.8	75.5	10.6	26.2	62.0
Biennium	25.2	47.3	57.3	24.1	51.8	70.6
Table 97a/b Total						
First Year	142.5	354.6	4,776.9	170.4	376.7	4,959.2
Second Year	161.7	383.1	5,128.0	166.1	375.7	4,834.2
Biennium	304.2	737.7	4,952.6	336.5	752.4	4,896.7

Source: ESA Budget Division

Note: 97-99 Biennium, 1st year actuals, per FRS report dated 10/98 and 2nd year actuals, per FRS report dated 11/99. 99-01 Biennium, 1st year actuals, per FRS report dated 10/18/00 and 2nd year based on allotments per FRS report dated 10/18/99.

¹ ACES includes contracted payments to the ACES vendor.

² Special Projects are funding for those items being accomplished by another program; such as JAS/JFS Year 2000, SPSS Year 2000, WorkFirst Evaluation, Reporting Requirements, and National Case / New Hire Registry as well as some of the Food Stamp Accuracy projects.