

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 01-03 biennium.

General Fund-State expenditures for DSHS are projected to be 27% of the total statewide General Fund-State expenditures.

ESA (including child support services) is expected to be 14% of the total DSHS General Fund-State spending during the 2001-03 biennium.

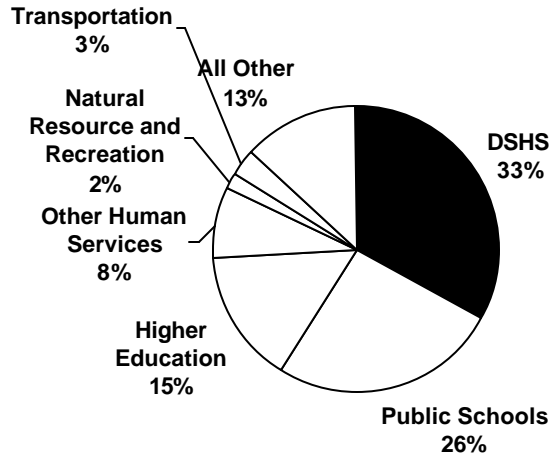
Highlights:

- **Total spending on all cash grant assistance programs is expected to decrease 3.0%**, with the state share of expenditures projected to decrease by 3.8%.
- **Working Connections Child Care costs are expected to climb to \$635.8 million in the 2001-03 biennium.** This is 26.7% higher than expenditures in the 1999-01 biennium. Note that one-third of the increase resulted from the consolidation of childcare programs into ESA.
- **Expenditures for the WorkFirst program are expected to be \$242.7 million in the 2001-03 biennium.** This is 7.6% lower than expenditures in the 1999-01 biennium.

Expenditures

State Budget Overview – All Funds 2001-03 Biennium (including Supplemental)

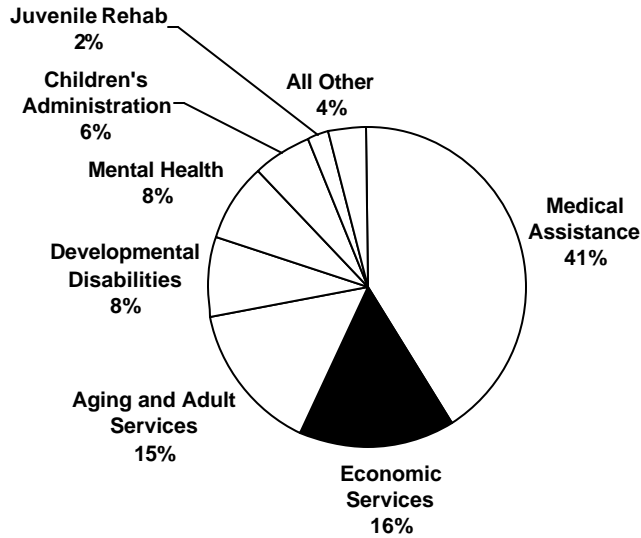
Source: DSHS Budget Division



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

DSHS Budget Overview – All Funds 2001-03 Biennium (including Supplemental)

Source: DSHS Budget Division

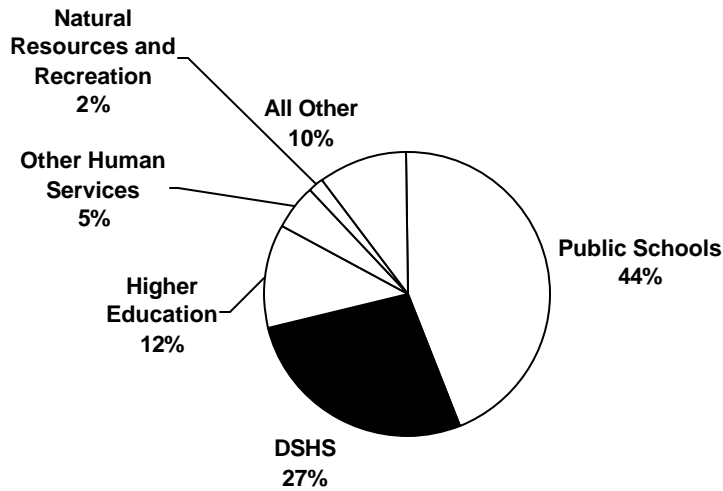


Note: All Other includes Alcohol and Substance Abuse (1%), Vocational Rehab.(1%), Admin. Services/ISSD (1%), Payments to Other Agencies (1%)

Expenditures

State Budget Overview – General Fund State 2001-03 Biennium (including Supplemental)

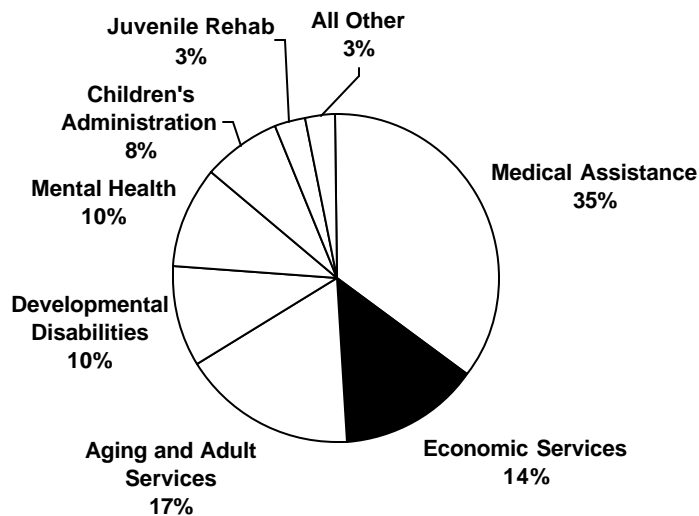
Source: DSHS Budget Division



Note: All Other includes Legislative, Judicial, Contributions to Retirement, and Other Appropriations

DSHS Budget Overview – General Fund State 2001-03 Biennium (including Supplemental)

Source: ESA Fiscal Services Office



Note: All Other includes Alcohol and Substance Abuse (1%), Vocational Rehab (<1%), Admin. Services/ISSD (1%), Payments to Other Agencies (1%)

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

Source: ESA Fiscal Services Office

	Actual FY 99 – 01	Projected ¹ FY 01 - 03	FY99 – 01 to FY01 - 03 Numeric Change	Percent Change
Grant Assistance Program				
State	398.7	383.5	(15.2)	-3.8%
Total	590.4	572.9	(17.5)	-3.0%
Child Care				
State	90.9	105.1	14.2	15.6%
Total	501.7	635.8	134.1	26.7%
WorkFirst				
State	14.1	5.3	(8.8)	-62.4%
Total	262.7	242.7	(20.0)	-7.6%
Refugee Contracted Services¹				
State	2.0	1.9	(0.1)	-5.0%
Total	23.8	21.5	(2.3)	-9.7%
ACES				
State	21.6	19.4	(2.2)	-10.2%
Total	41.7	43.3	1.6	3.8%
DCS Headquarters²				
State	35.2	36.6	1.4	4.0%
Total	108.0	113.4	5.4	5.0%
DCS Field Services²				
State	16.9	13.7	(3.2)	-18.9%
Total	133.0	133.6	0.6	0.5%
Client Services and Support³				
State	149.6	155.6	6.0	4.0%
Total	279.5	282.0	2.5	0.9%
Statewide Program Support³				
State	103.7	106.7	3.0	2.9%
Total	183.1	194.7	11.6	6.3%
Other Client Services¹				
State	11.9	12.1	0.2	1.7%
Total	17.9	18.1	0.2	1.1%
DASA Treatment				
State	4.1	5.8	1.7	41.5%
Total	8.8	7.1	(1.7)	-19.3%
Special Projects				
State	2.4	1.0	(1.4)	-58.3%
Total	4.5	2.3	(2.2)	-48.9%
Total				
State	851.1	846.7	(4.4)	-0.5%
Total	2,155.1	2,267.4	112.3	5.2%

Note: Numbers in parentheses represent declines. Beginning in FY 99-01, EBT has been rolled into Statewide Program Support.

¹ SFY02 actuals and SFY03 projections are based on FRS reports dated 10/30/02.

² The 99-01 biennium expenditures for the functional category called "DCS Headquarters" include direct client support service functions as well as pure administrative functions. The direct client support service functions previously incorporated in "DCS Headquarters" have been included in the "DCS Field Services" functional category for the 01-03 biennium.

³ 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.

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Cash Grant Assistance

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

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

Highlights:

- **TANF expenditures are expected to decline in the 01-03 biennium.**
- **FAP expenditures in total are expected to increase in the 01-03 biennium before beginning to fall off starting April 2003 as a result of the Food Stamp Reauthorization Act of 2002.**
- **General Assistance expenditures are expected to increase in the 01-03 biennium compared to the 99-01 Biennium.**

Expenditures

Actual and Projected Grant Expenditures (in thousands of dollars)

Source: ESA Fiscal Services Office

	FY99 – 01 Actuals		FY01-03 Actuals/Projections	
	State	Total	State	Total
TANF Assistance¹				
First Year	139,416.0	312,557.7	152,290.5	293,248.7
Second Year	179,727.5	285,989.8	157,054.3	285,787.4
Biennium	319,143.5	598,547.5	309,344.8	579,036.1
Child Support Recoveries				
First Year	(48,197.5)	(99,616.7)	(41,364.9)	(83,058.6)
Second Year	(40,862.0)	(81,309.8)	(41,489.7)	(84,207.7)
Biennium	(89,059.5)	(180,926.5)	(82,854.6)	(167,266.3)
Diversion Cash Assistance				
First Year	2,525.1	2,525.1	4,837.8	4,837.8
Second Year	3,594.1	3,594.1	5,271.6	5,271.6
Biennium	6,119.2	6,119.2	10,109.4	10,109.4
Refugee Assistance				
First Year	0.0	1,988.4	0.0	1,717.8
Second Year	0.0	2,155.9	0.0	2,323.0
Biennium	0.0	4,144.3	0.0	4,040.8
Food Assistance For Legal Immigrants				
First Year	5,002.4	5,002.4	7,812.0	7,812.0
Second Year	5,432.5	5,432.5	4,473.0	4,473.0
Biennium	10,434.9	10,434.9	12,285.0	12,285.0
GA-U + GA-X				
First Year	45,307.2	45,307.2	55,564.8	55,564.8
Second Year	48,414.6	48,414.6	43,174.3	43,174.3
Biennium	93,721.8	93,721.8	98,739.1	98,739.1
CEAP				
First Year	269.3	269.3	331.5	331.5
Second Year	179.7	179.7	97.0	97.0
Biennium	449.0	449.0	428.5	428.5
SSI/SSP				
First Year	29,520.2	29,520.2	30,020.7	30,020.7
Second Year	27,832.8	27,832.8	4,865.4	4,865.4
Biennium	57,353.0	57,353.0	34,886.1	34,886.1
SSI/Special Needs				
First Year	277.6	277.6	297.1	297.1
Second Year	303.7	303.7	296.0	296.0
Biennium	581.3	581.3	593.1	593.1
Total				
First Year	174,120.3	297,831.2	209,789.5	310,771.8
Second Year	224,622.9	292,593.3	173,741.9	262,080.0
Biennium	398,743.2	590,424.5	383,531.4	572,851.8

Note: Numbers in parentheses represent revenues. 99-01 biennium are actuals, based on FRS run dated November 26, 2001. First year 01-03 biennium are actuals, based on FRS run dated October 29, 2002. Second year 01-03 biennium projections based on 01-03 FRS report dated October 30, 2002 which includes 2002 supplemental adjustments.

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

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

Source: ESA Fiscal Services Office

	FY99-01 Actuals	FY01-03 Actuals/ Projection	Numeric Change	Percent Change
TANF Assistance	598,547.5	579,036.1	(19,511.4)	-3.26%
Child Support Recoveries	(180,926.5)	(167,266.3)	13,660.2	-7.55%
Diversion Cash Assistance	6,119.2	10,109.4	3,990.2	65.21%
Food Assistance For Legal Immigrants	10,434.9	12,285.0	1,850.1	17.73%
General Assistance	93,721.8	98,739.1	5,017.3	5.35%
CEAP	449.0	428.5	(20.5)	-4.57%
SSI – SSP	57,353.0	34,886.1	(22,466.9)	-39.17%
SSI – Special Needs	581.3	593.1	11.8	2.03%
Total	586,280.2	568,811.0	(17,469.2)	-2.98%

Note: Numbers in parentheses represent declines.

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

Source: ESA Fiscal Services Office

Program	Avg. Monthly SFY02 Persons	Avg. Monthly SFY02 Cases	Funding	99 – 01 Actuals	01 – 03 Actuals/ Projections
TANF Assistance	141,114	55,068	Total State	598.5 319.1	579.0 309.3
Refugee Cash Assistance	517	432	Total	4.1	4.0
Food Assistance¹	354,423	164,504	State	10.4	12.3
General Assistance	20,100	19,921	State	93.7	98.7
CEAP	162	48	State	0.5	0.4
SSI	104,620	98,739	State	57.4	34.9

¹ The General Fund State dollars represent that portion of the caseload that is in the state food assistance program. The remaining caseload is funded through direct federal benefits.

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

Source: ESA Fiscal Services Office

Program	Funding	Funding Stream
TANF Assistance	Federal State	TANF Block Grant Maintenance of Effort (MOE)
Refugee Cash Assistance	Total	Office of Refugee Resettlement
Food Assistance¹	State	General Fund State
GA-U + GA-X	State	General Fund State
CEAP	State	General Fund State
SSI	State	General Fund State

¹ The General Fund State dollars represent that portion of the caseload that is in the state food assistance program. The remaining caseload is funded through direct federal benefits.

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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 by DSHS and Employment Security Department and non-state third-party service delivery.

Highlights:

- **Program expenditures continue to increase for the WorkFirst program.** Total expenditures were up 1.5% in SFY 2002, compared to SFY 2001. However, expenditures in SFY03 are expected to decrease 11%.
- **Working Connections Child Care expenditures increased 14.2% in SFY 2002,** compared to SFY 2001.

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WorkFirst Program Expenditures (in thousands of dollars)

Source: ESA Fiscal Services Office

	1999 – 2001 Biennium Actuals			2001 – 2003 Biennium Actuals/ Allotment		
	Federal	State	Total	Federal	State	Total
First Year:						
WCCC	173,505.6	45,112.3	218,617.9	270,849.3	52,364.0	323,213.3
DASA Treatment	2,975.2	1,032.0	4,007.2	1,291.2	2,716.1	4,007.3
ESD Contract	33,697.4	-	33,697.4	37,424.7		37,424.7
WorkFirst Service Delivery	25,331.5	170.6	25,502.1	18,286.3	200.4	18,486.7
Other WorkFirst Activities	39,678.8	6,508.6	46,187.4	63,606.5	4,909.8	68,516.3
Total:	275,188.5	52,823.5	328,012.0	391,458.0	60,190.3	451,648.3
Second Year:						
WCCC	237,251.1	45,785.6	283,036.7	259,850.5	52,710.0	312,560.5
DASA Treatment	1,762.0	3,054.2	4,816.2		3,076.0	3,076.0
ESD Contract	42,830.8	-	42,830.8	41,375.0		41,375.0
WorkFirst Service Delivery	41,893.6	381.5	42,275.1	18,372.0	113.0	18,485.0
Other WorkFirst Activities	65,221.6	6,996.3	72,217.9	51,229.9	146.0	51,375.9
Total:	388,959.1	56,217.6	445,176.7	370,827.4	56,045.0	426,872.4
Biennium Total:						
WCCC	410,756.7	90,897.9	501,654.6	530,699.8	105,074.0	635,773.8
DASA Treatment	4,737.2	4,086.2	8,823.4	1,291.2	5,792.1	7,083.3
ESD Contract	76,528.2	-	76,528.2	78,799.7	-	78,799.7
WorkFirst Service Delivery	67,225.1	552.1	67,777.2	36,658.3	313.4	36,971.7
Other WorkFirst Activities	104,900.4	13,504.9	118,405.3	114,836.4	5,055.8	119,892.2
Total:	664,147.6	109,041.1	773,188.7	762,285.4	116,235.3	878,520.7

Notes:

¹ 99-01 biennium actuals from FRS report dated 11/28/01

² First year 01-03 actuals from X23 FRS Report dated 10/29/02

Second Year 01-03 projections for DASA, ESD and WF Delivery from 9/25/02 Reinvestment worksheet and reflect recent cuts to Welfare Box

³ First Year Working Connections Child Care actuals from X22 report dated 10/29/02

Second year Working Connections Child Care projections from FRS report dated 10/30/02.

⁴ Other Workfirst Activities include the Community Jobs Program and other programs in Office of Trade and Economic Development, programs within the State Board of Community and Technical Colleges, programs within DOH as well as other small programs within ESA

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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 2.4% (from 4,746.5 in SFY 2001 to 4,629.1 in SFY 2002) in SFY 2002** compared to SFY 2001.
- **State expenditures for ESA program support, including staff, increased 6.9% for SFY 2002 (\$170.2 million),** compared to SFY 2001 (\$159.2 million). Total funding increased by 4.1%.

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

Source: ESA Fiscal Services Office

	1999 – 01 Biennium			2001 – 03 Biennium		
	State	Total	FTE'S	State	Total	FTE'S
DCS HQ¹						
First Year	17.7	54.0	233.5	17.7	56.9	207.1
Second Year	17.5	54.0	225.4	18.9	56.5	242.6
Biennium	35.2	108.0	229.4	36.6	113.4	224.9
DCS Field Services						
First Year	8.5	65.3	1,095.9	7.5	67.0	1,036.7
Second Year	8.4	67.7	1,092.5	6.2	66.6	1,077.0
Biennium	16.9	133.0	1,094.2	13.7	133.6	1,056.9
Client Services and Support²						
First Year	75.9	139.0	3,144.6	80.5	144.9	2,931.3
Second Year	73.7	140.5	2,981.1	75.1	137.1	2,926.0
Biennium	149.6	279.5	3,062.9	155.6	282.0	2,928.7
Statewide Program Support²						
First Year	54.7	92.9	406.1	54.4	99.6	407.6
Second Year	49.0	90.2	397.6	52.3	95.1	386.3
Biennium	103.7	183.1	401.8	106.7	194.7	397.0
ACES³						
First Year	11.7	22.4	42.6	9.9	19.1	41.5
Second Year	9.9	19.3	42.7	9.5	24.2	44.0
Biennium	21.6	41.7	42.6	19.4	43.3	42.8
Special Projects⁴						
First Year	1.7	3.2	36.5	0.2	0.7	4.9
Second Year	0.7	1.3	7.2	0.8	1.6	20.0
Biennium	2.4	4.5	21.9	1.0	2.3	12.5
Total⁵						
First Year	170.1	376.8	4,959.1	170.2	388.2	4,629.1
Second Year	159.2	373.0	4,746.5	162.8	381.1	4,695.9
Biennium	329.3	749.8	4,852.8	333.0	769.3	4,662.5

Note: For the 99-01 biennium, 1st year actuals, per FRS report dated 11/28/01; and 2nd year actuals, per FRS report, dated 11/28/01. For the 01-03 biennium, 1st year actuals, per FRS report dated 10/30/02; and 2nd year, based on allotments per FRS report dated 10/30/02.

¹ The 99-01 biennium expenditures for the functional category called "DCS Headquarters" include direct client support service functions as well as pure administrative functions. The direct client support service functions previously incorporated in "DCS Headquarters" have been included in the "DCS Field Services" functional category for the 01-03 biennium.

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.

³ ACES includes contracted payments to the ACES vendor.

⁴ 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.

⁵ Decreases in FTE's from SFY01 to SFY02 were less than expected due to the consolidation of child care programs into ESA.

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