

THE STATE BUDGET

A Focus on Federal Fund Contributions and the Food Stamp Program

Phil Sletten, Policy Analyst New Hampshire Fiscal Policy Institute

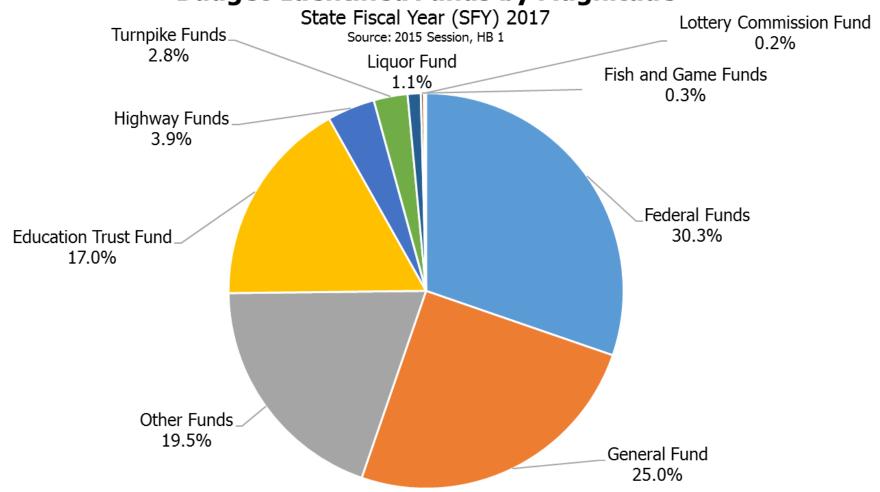
Presentation to Milford Rotary Club March 22, 2017

The Process: Mechanics of Building the Budget

State Budget Process Timeline House Committee of State Agency Governor's Senate Phase Phase Phase Phase Conference April 6* August 1 October 1 February 15 June 1* July 1 Final Day for Governor's Agencies Final Day for Final Day State Office Provides Submit Governor to House Vote on Budget for Senate Budget Submit Budget Spending State Budget; Vote on Takes Targets Requests to Legislature Crossover Day State Budget Effect *Dates set by legislative leadership for 2017 session; all other dates specified in statute.

Looking Inside the Budget: The Funds

Budget-Identified Funds by Magnitude

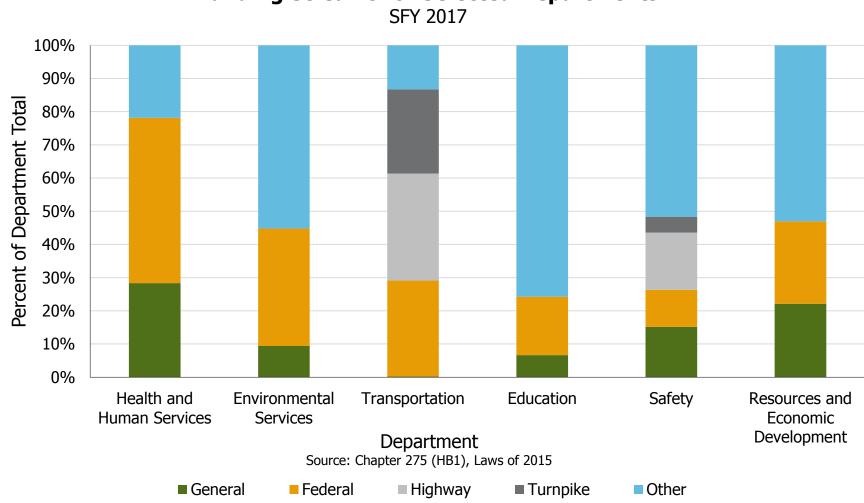


Looking Inside the Budget: Federal Funds Examples

- Medicaid
- Federal transportation aid
- Education aid
 - Special education
 - School lunch program
 - Professional development
- Water pollution and infrastructure funds
- Temporary Assistance for Needy Families
- Women, Infants, and Children Nutrition Program (WIC)
- Veterans' Home professional care aid
- New Hampshire Hospital psychiatric services
- The Fuel Assistance Program
- Infectious disease control emergency preparedness
- Many other programs and grants

State Agency Funding Streams: Examples

Funding Streams for Selected Departments



The Food Stamp Program: Benefits

- Federal title: Supplemental Nutrition Assistance Program
- Benefits 100 percent federal funds, cost of administration split with the State
- Benefits provided through Electronic Benefit Transfer cards, act like debit cards
- Only can purchase food items intended for human consumption and use
- Cannot be used to purchase hot foods, vitamins, paper products, soap, alcohol, or tobacco
- Cannot be traded or sold
- Designed to provide the difference between the U.S. Department of Agriculture's nutritionally adequate food plan and 30 percent of net household income, the portion expected to be used on food
- Maximum benefit is about \$1.83 per person per meal for three person household and a 31-day month

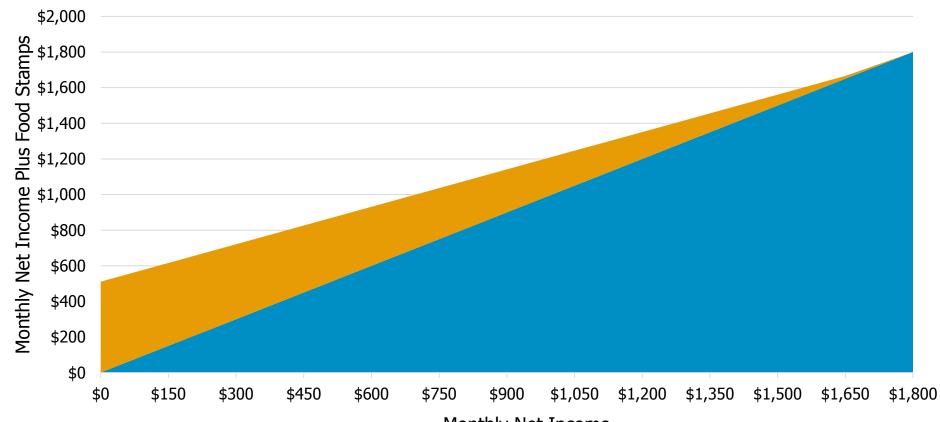
Maximum Assistance Through N.H. Food Stamp Program			
Household	lousehold Maximum Monthly		
Size	Food Stamp		
	Allotment		
1	\$194		
2	\$357		
3	\$511		
4	\$649		

Source: N.H. Department of Health and Human Services Food Stamp Manual, accessed March 2017

The Food Stamp Program: Benefit Value

Food Stamp Benefit Value

Household of Three, October 2016



Monthly Net Income

Source: New Hampshire Food Stamp Manual, accessed March 2017

Note: Benefits rounded up to nearest dollar and end at \$1,680 in income, with other adjustments near the end of benefits; those changes are not reflected in detail on this graph

> Food Stamp Benefit ■ Net Income

The Food Stamp Program: Eligibility

- Two primary ways to be eligible
- Passing income and asset tests
 - Gross income less than or equal to 130 percent of federal poverty guidelines (FPG)
 - Net income less than or equal to 100 percent FPG
 - Assets total no more than \$2,250
- OR categorical eligibility
 - Qualifying for receiving public assistance through other select programs
 - Expanded categorical eligibility in N.H.: 185 percent FPG with at least one dependent child and relative
- Gross income and asset tests higher for elderly and disabled
- Net income permits certain allowable expenses (child care, utility costs, housing rental within parameters)
- Asset limit has exemptions (in New Hampshire, excludes primary residence and vehicle)
- Work requirements for certain individuals aged 18 to 50 years who have no dependents,
 with caveats for disability and economic environment
- Benefits not provided to those with net incomes above 100 percent FPG

The Food Stamp Program: Thresholds

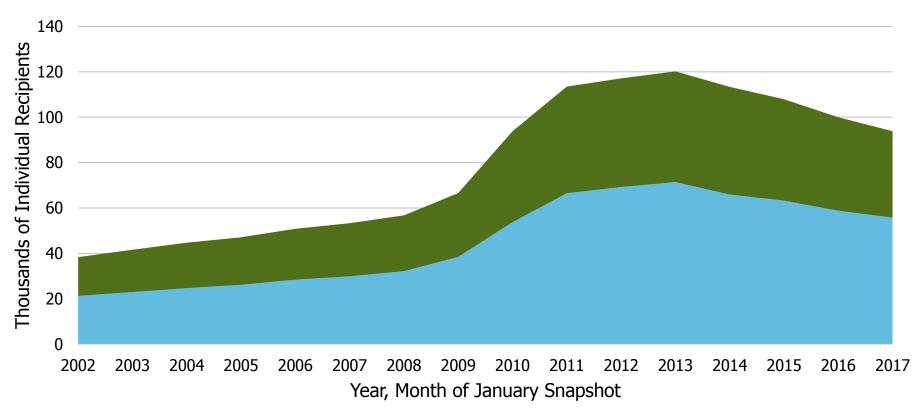
New Hampshire Food Stamp Federal Poverty Guidelines (FPG) Thresholds for Selected Household Sizes, Annualized, 2017				
Household	Net Income	Gross Income	Gross Income	
Size	100 Percent FPG	130 Percent FPG	185 Percent FPG	
1	\$11,880	\$15,444	\$21,984	
2	\$16,020	\$20,832	\$29,640	
3	\$20,160	\$26,208	\$37,296	
4	\$24,300	\$31,596	\$44,964	

Source: N.H. Department of Health and Human Services Food Stamp Manual, accessed March 2017

- About 17,000 New Hampshire households qualified through expanded categorical eligibility as of December 2016
- Permitted by the federal government and used increasingly by states during the Great Recession,
 42 states had expanded categorical eligibility in July 2014
- Program benefits costs were \$122.8 million during SFY 2016, down from \$165.3 million in SFY 2012, and up from \$56.2 million in SFY 2006
- January 2017: approximately seven percent of the New Hampshire population provided benefits, including 38,053 children

The Food Stamp Program: Use

New Hampshire Food Stamp Program Recipients



Source: N.H. Dept. of Health and Human Services, Division of Family Assistance, Data Provided March 2017

■ Adults ■ Children

For More Information and References...

- On the State Budget: http://nhfpi.org/resources/nh-state-budget
 nhfpi.org > Resources > NH State Budget
 - Building the Budget
 - Governor Sununu's Proposed Budget
- On the Food Stamp Program: http://nhfpi.org/research/state-economy/the-new-hampshire-food-stamp-program.html
 nhfpi.org > Research > State Economy



QUESTIONS?

THANK YOU FOR YOUR TIME

New Hampshire Fiscal Policy Institute

64 North Main Street, 3rd Floor Concord, NH 03301 603-856-8337 www.nhfpi.org

info@nhfpi.org