

Pennsylvania FY 2004-05 Enacted Budget

A Review of Major Children's Programs

Pennsylvania Department of Insurance

Program	(F)ederal or (S)tate Funding	Available 2003-04	Proposed 2004-05	Enacted 2004-05	% Change 03-04 to 04- 05
Children's Health Insurance Program-CHIP-Total May 2004 enrollment was 135,550 compared with 130,511 in May 2003 and 120,696 in May 2002. The state projects that more than 152,000 children will be served in 2004-05. Reduced-price CHIP enrollments remain about 7% of the total enrollment.	(S + F)	\$213,629,000	\$239,780,000	\$239,950,000	12.3%
Cigarette Tax Beginning in fiscal year 2002-03, a fixed annual amount of \$30.73 million of cigarette tax receipts are transferred to CHIP. Only after using these cigarette tax revenues is the general fund appropriation spent. (The cigarette tax was increased by 35 cents per pack of cigarettes in December 2003, effective January 2004. The current cigarette tax rate is \$1.35 per pack.)	(S)	\$36,317,000	\$30,730,000	\$30,730,000	-15.4%
General Funds --Increase of \$11.1 million. State dollars match federal SCHIP dollars at a rate of \$1 in state for every \$2 in federal.	(S)	\$34,296,000	\$45,423,000	\$45,423,000	32.4%
Children's Health Insurance Administration	(S)	\$1,602,000	\$1,758,000	\$1,758,000	9.7%
Federal SCHIP (State Children's Health Insurance Program) For free CHIP for families up to 200% of poverty, PA receives \$2 federal SCHIP for every \$1 state. This figure reflects about a \$30 million larger amount than will be appropriated to PA by the federal government in 2004-05. The state will use unspent SCHIP funds from previous years to pay for the difference.	(F)	\$137,627,000	\$157,752,000	\$157,752,000	14.6%
SCHIP Administration -- PA spends about half of the 10% of federal SCHIP spending on allowable administration and outreach costs.	(F)	\$3,787,000	\$4,117,000	\$4,287,000	13.2%