The President’s FY15 Budget Request and Funding for Global Health Programs

Presented by Jen Kates and Adam Wexler of the Kaiser Family Foundation
kff.org/global-health-policy

Wednesday, March 19, 2014
12:30 p.m. ET – 1:15 p.m. ET

Today’s Speakers from the Kaiser Family Foundation

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Vice President and Director of Global Health & HIV Policy

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Director, Global Health Budget Project

Tony Fratto
Partner, Hamilton Place Strategies
Former Deputy Press Secretary to U.S. President George W. Bush

Penny Duckham
Executive Director, Media Fellowships Program
U.S. Global Health Budget: Introduction & Context

What is the U.S. “Global Health Budget”

• Discretionary funding (must be appropriated by Congress annually) for a range of health programs carried out in low- and middle-income countries

• Includes both bilateral and multilateral funding

• Major program areas include:
  – HIV
  – Tuberculosis
  – Malaria
  – The Global Fund to Fight AIDS, Tuberculosis and Malaria (Global Fund)
  – Maternal & Child Health (MCH)
  – Nutrition
  – Family Planning & Reproductive Health (FP/RH)
  – Neglected Tropical Diseases (NTDs)
  – Pandemic Influenza & Other Emerging Threats
Public Overestimates Share Of Budget Going To Foreign Aid

Just your best guess, what percentage of the federal budget is spent on foreign aid?

Average answer = 28% of the federal budget is spent on foreign aid

Foreign Aid = 1% of Federal Budget

SOURCE: Kaiser Family Foundation 2013 Survey of Americans on the U.S. Role in Global Health (conducted August 6-20, 2013)

Global Health Funding Represents Small Share of U.S. Federal Budget

FY 2015 Budget Request

Federal Budget $4.0 trillion
Global Health $9.4 billion <1%

NOTES: Total federal budget figure is an estimate only. Global Health represents total known amounts; some additional global health funding provided through USAID and DoD is not yet known.
NOTES: Represents gross US$ disbursements of Official Development Assistance (ODA) as reported to the Organisation for Economic Co-operation and Development (OECD). Health ODA combines data from three OECD CRS sub-sectors: (1) Health; (2) Population Policies/Programs and Reproductive Health (includes HIV/AIDS & STDs); and (3) Other Social Infrastructure and Services - Social Mitigation of HIV/AIDS.

SOURCE: Analysis of data obtained via online query of the OECD Development Assistance Committee (DAC) Database and Creditor Reporting System (CRS); November 7, 2012.

### U.S. Largest Donor of International Health Assistance, 2010

- **United States**: 34.8%
- **Global Fund**: 16.5%
- **United Kingdom**: 6.6%
- **World Bank**: 5.1%
- **GAVI**: 3.8%
- **EU Institutions**: 3.3%
- **Japan**: 2.1%
- **France**: 2.3%
- **Germany**: 2.6%
- **Canada**: 2.5%
- **All Other DAC**: 12.1%
- **All Other Multilaterals**: 8.8%
- **Non-DAC**: 0.4%
- **Total**: $18.4 billion

### Top 10 Donor Governments by Health Assistance as a Percentage of Total Assistance, 2010

- **United States**: 23.3%
- **Luxembourg**: 19.2%
- **Ireland**: 18.6%
- **Korea**: 15.1%
- **United Kingdom**: 14.5%
- **Canada**: 11.4%
- **Australia**: 10.7%
- **New Zealand**: 9.7%
- **Italy**: 8.7%
- **Denmark**: 8.0%

NOTES: Represents gross US$ disbursements of Official Development Assistance (ODA) as reported to the Organisation for Economic Co-operation and Development (OECD). Health ODA combines data from three OECD CRS sub-sectors: (1) Health; (2) Population Policies/Programs and Reproductive Health (includes HIV/AIDS & STDs); and (3) Other Social Infrastructure and Services - Social Mitigation of HIV/AIDS.

SOURCE: Analysis of data obtained via online query of the OECD Development Assistance Committee (DAC) Database and Creditor Reporting System (CRS); November 7, 2012.
U.S. Global Health Budget: Where We Are – Budget Request & Trends

Global Health Funding, FY 2013-FY 2015

In Billions

<table>
<thead>
<tr>
<th>Year</th>
<th>FY 2013</th>
<th>FY 2014</th>
<th>FY 2015</th>
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<tbody>
<tr>
<td></td>
<td>$9.4</td>
<td>$9.8</td>
<td>$9.4</td>
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NOTES: Represents total known U.S. global health funding; some additional global health funding provided through USAID and DoD is not yet known. The FY15 Budget Request includes an additional $300 million in potential funding for the Global Fund that would be made available through the new “Opportunity, Growth, and Security Initiative” (if approved by Congress), but is dependent on additional pledges from other donors. FY 2013 funding levels include the effects of sequestration.

Funding for Global Health in Broader Federal Budget Context

Comparison of Global Health Funding to International Affairs and Non-Defense Discretionary Funding, FY 2013 - FY 2015

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<thead>
<tr>
<th></th>
<th>FY13 (millions)</th>
<th>FY14 (millions)</th>
<th>FY15 (millions)</th>
<th>Difference FY15 to FY14</th>
<th>Difference FY15 to FY13</th>
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<tr>
<td>Global Health</td>
<td>$9,363</td>
<td>$9,794</td>
<td>$9,441</td>
<td>-$352</td>
<td>-$78</td>
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<td>of which International Affairs</td>
<td>$8,395</td>
<td>$8,782</td>
<td>$8,382</td>
<td>-$400</td>
<td>-$13</td>
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<td>International Affairs</td>
<td>$41,084</td>
<td>$44,205</td>
<td>$44,098</td>
<td>-$106</td>
<td>$3,015</td>
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<tr>
<td>Discretionary Budget (Non-Defense)</td>
<td>$479,000</td>
<td>$512,000</td>
<td>$492,000</td>
<td>-$20,000</td>
<td>$13,000</td>
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NOTES: Global Health represents total known funding amounts; some additional global health funding provided through USAID and DoD is not yet known. The FY15 Budget Request includes an additional $300 million in potential funding for the Global Fund that would be made available through the new “Opportunity, Growth, and Security Initiative” (if approved by Congress), but is dependent on additional pledges from other donors. International Affairs does not include funding for Overseas Contingency Operations (OCO). Discretionary Budget amounts are rounded totals. FY 2013 funding levels include the effects of sequestration.


Trends in Global Health Funding, FY 2001-FY 2015

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<td>$1.3</td>
<td>$1.4</td>
<td>$1.8</td>
<td>$2.3</td>
<td>$2.9</td>
<td>$3.7</td>
<td>$5.1</td>
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<td>$8.2</td>
<td>$8.4</td>
<td>$8.1</td>
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NOTES: Represents funding through the Global Health Programs (GHP) account only. FY 2013 funding levels include the effects of sequestration.

Global Health Funding By Sector, FY 2015 Budget Request

In Millions

- HIV $4,350 (54%)
- MCH $695 (9%)
- Malaria $674 (8%)
- FP/RH $538 (7%)
- TB $191 (2%)
- Nutrition $101 (1%)
- NTDs $87 (1%)
- Other $65 (<1%)
- Global Fund $1,350 (17%)

Total = $8.1 billion

NOTES: Represents funding through the Global Health Programs (GHP) account only. Source: Kaiser Family Foundation analysis of data from the Office of Management and Budget, Agency Congressional Budget Justifications, Congressional Appropriations Bills, and U.S. Foreign Assistance Dashboard [website].

Change in Global Health Funding by Sector, FY 2014–FY 2015

In Millions

- Global Fund $300 (-18%)
- TB -$23 (-31%)
- Pandemic Preparedness -$14 (-12%)
- Nutrition -$14 (-14%)
- NTDs -$10 (-1%)
- MCH -$8 (-34%)
- Vulnerable Children -$0 (0%)
- HIV/AIDS -$9 (1%)
- Malaria -$14 (3%)
- FP/RH

Additional $300 million may be available through new “Opportunity, Growth, and Security Initiative” (see note).

NOTES: Represents funding through the Global Health Programs (GHP) account only. The FY15 Budget Request includes an additional $300 million in potential funding for the Global Fund that would be made available through the new “Opportunity, Growth, and Security Initiative” (if approved by Congress), but is dependent on additional pledges from other donors. Source: Kaiser Family Foundation analysis of data from the President’s FY 2015 Budget Request, the “Consolidated Appropriations Act, 2014” (H.R. 3547) and accompanying report (#113-32), the Office of Management and Budget, and U.S. Foreign Assistance Dashboard [website].
Key Take-Aways: FY15 Budget Request

- Compared to FY13, global health funding remained essentially flat while International Affairs funding and Non-Defense Discretionary spending both increased
- Compared to FY14, all program areas declined with the exception of HIV, which remained flat, and malaria and FP/RH, which increased slightly
- FY15 Budget Request includes $45 million in new funding to support the recently announced “Global Health Security Initiative”
- Additional funding (for the Global Fund & MCH) could be made available, but is dependent on Congressional approval of new “Opportunity, Growth, & Security Initiative”
- In both FY13 and FY14, Congress approved higher global health funding than the Budget Request

NOTES: International Affairs does not include funding for Overseas Contingency Operations (OCO).

U.S. Global Health Budget: Looking Ahead
Key Dates Looking Forward

- **March**: House & Senate committees hold budget hearings

- **April 15**: Congress passes a House/Senate Budget Resolution
  - Unlikely due to passage of Murray/Ryan Agreement

- **May through September**: Appropriations Committees draft and enact appropriations bills

- **October 1**: New federal fiscal year begins
  - Continuing Resolution: If appropriations laws are not enacted by October 1, Congress typically enacts temporary “band-aid” measures (called Continuing Resolutions) to keep programs operating until the laws are enacted

The presenters’ slides conclude here.

The following slides feature additional resources that may be of interest to people interested in this health policy topic.
Global Health Resources on kff.org/global-health-policy

- Global Health Policy Tracker
  - Tracks the latest Congressional and Administrative actions on global health

- A Reporter’s Guide to U.S. Global Health Policy

- The U.S. Government Engagement in Global Health: A Primer

- 2013 Survey of Americans on the U.S. Role in Global Health

- Kaiser Daily Global Health Policy report

Coming Soon: Interactive Global Health Budget Tracker
Find more resources at kff.org/global-health-policy

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