RESOLUTION $\underline{24}$ -2025

RESOLUTION TO REQUEST SUPPORT OF STATE INVESTMENT FOR INCOME MAINTENANCE

INTRODUCED BY: Health and Human Services Board

INTENT & SYNOPSIS: Adams County is urging the State of Wisconsin to provide funding to offset the county fiscal impact caused by the enacted federal SNAP (FoodShare) changes, and to work with counties to ensure adequate resources for the administration of FoodShare and related programs.

FISCAL NOTE: There is potential cost to counties to administer mandated programming due to funding cuts made at the federal level. Preliminary estimates assume a \$135,000 impact to Adams County in just the SNAP administrative federal match reduction if the state does not share or cover the administration expenses of the mandated programming.

WHEREAS: The federal budget reconciliation package enacted in July of 2025 makes changes to the SNAP (FoodShare) program that would reduce federal costs and significantly impact county-administered services; and

WHEREAS: These changes extend SNAP work requirements to individuals up to age 64, lower the child age threshold for parent exemptions, and eliminate waivers for areas with high unemployment, thereby increasing referrals to the FoodShare Employment and Training (FSET) program and workload for county human service departments; and

WHEREAS: The legislation requires states to contribute a minimum of 5% toward the cost of SNAP benefits if their error rate is 6% or higher, facing penalty funding of between 5% and 15% of total SNAP costs; and

WHEREAS: Wisconsin's current SNAP payment error rate is 4.47%, but without additional investment in eligibility and administrative systems, heightened workloads could push the state above the 6% threshold, triggering significant penalties; and

WHEREAS: If Wisconsin's error rate reaches 6% on or after October 1, 2027, the state's 5% cost share would be approximately \$69 million annually, with potential penalty payments increasing the state's financial burden—costs that could ultimately cascade down to counties; and

WHEREAS: The SNAP administrative match rate for Income Maintenance (IM) activities has been reduced from the previous 50% federal / 50% state-local to 25% federal / 75% state-local, substantially reducing federal revenue available to counties to administer SNAP; and

WHEREAS: The reduction in administrative funds could lead to a reduction in IM staff, which could result in an increased payment error rate; and

WHEREAS: County IM administrative costs are approximately \$123 million annually, with SNAP-related workload accounting for about \$49 million of those costs; and

WHEREAS: The new administrative match rate results in an estimated \$17 million annual loss in SNAP administrative funding to counties; and

WHEREAS: These federal cuts result from shifting the benefit and administrative costs to states and counties (reducing resources available for local administration), tightening work requirements (increasing county workload), and penalizing minor payment errors (resulting in more cost to the states); and

WHEREAS: Counties operate under state-imposed property tax levy limits, restricting their ability to offset such funding losses without additional state or federal relief; and

NOW THEREFORE, BE IT RESOLVED by the Adams County Board of Supervisors that the State of Wisconsin is urged to provide funding to offset the county fiscal impact caused by the enacted federal SNAP changes, and to work with counties to ensure adequate resources for the administration of FoodShare and related programs; and

BE IT FURTHER RESOLVED: That the Adams County Clerk is hereby authorized and directed to send a copy of this Resolution to the Governor of the State of Wisconsin, Wisconsin State Legislators with a constituency within Adams County, the Wisconsin Counties Association, and the Wisconsin County Human Service Association.

Recommended for adoption by the Health and Human Services Committee this 6th day of	
October, 2025.	
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Supervisor Marge dwards	Supervisor Rick Pease
Tile Reflectelle	
Supervisor Pete Hickethier	Supervisor Danny Shelton
Daul Chalaul Supervisor Dave Grabarski	Teresa Harvey-Beversdorf
Becky Pease	
	ard of Supervisors this 14th day of October, 2025
Postponed: County Board Chair John West	County Clerk Liana Glavin
X Reviewed by Corporation Counsel (NAT10/02/2025)	

X Reviewed by County Administrator (CH 10/2/2025)