

Update on Federal and State Actions Affecting County Funding

Federal and State Executive, Legislative and Judicial Actions
Pima County Board of Supervisors Presentation
June 3, 2025



Federal Executive Orders & Other Actions

Update Key Discussion Items:

- Budget Status – Federal and State
 - Proposed 2026 Budget Implications – Data Request
 - Ongoing Monitoring
-

Over the first 100 days in office there have been over **157 Executive Orders** issued and signed, with over **249 lawsuits** in response to the Executive Office actions –

10 closed



Federal and State Budget

- House of Representatives **passed** the FY 2026 federal budget 215 – 214 on **Thursday, May 22nd**
 - Budget package moved to the Senate, requiring only a simple majority to pass
 - It is expected there will be changes to the bill – such as continued discussions on Medicaid.
-
- Arizona state legislature has been on recess (returning May 27th) and **has under 40 days to complete the state budget** – projected surplus gone, uncertainty on federal-level cost shifts to state and local governments



Follow up Items from May 20th Board of Supervisors Meeting

As requested by the Pima County Board of Supervisors, County staff is working with over **15 County Departments** to document breadth of **programmatic impact data pertaining to the County-effect of the proposed federal budget cuts**

This will be submitted as a full impact report to the Pima County Board of Supervisors



Review of the Proposed FY2026 Federal Budget Overview

- An estimated minimum of ~\$26M (50%) of ongoing and discretionary grants are slated for **direct elimination or financial / program cuts**
 - Release of the 'Make America Healthy Again' (MAHA) report which lays out priorities for HHS and its federal departments – the largest funding source for Pima County grants
- **Congressional Budget Discussions** – still determining impact of considerable cost shifts to states and counties
- Policy Directives and **Implication for Obligated Funds**
 - DHS release of Sanctuary Jurisdictions List;
 - County is still owed financial reimbursement from FEMA, FEMA Restructuring;
 - IIJA funded directives implicate a suite of substantial funds for infrastructure projects.



PIMA COUNTY

Thank you!



PIMA COUNTY

Board of Supervisors

Rex Scott, *Chair*, District 1

Jennifer Allen, *Vice Chair*, District 3

Dr. Matt Heinz, District 2

Steve Christy, District 4

Andrés Cano, District 5

Pima County Administrator

Jan Leshner