

# **Bond Case Briefs**

*Municipal Finance Law Since 1971*

---

## **'This Shutdown Feels Different.' States Might Not Get Repaid When Government Reopens.**

**Going without federal reimbursement for shutdown costs could force states to cut their own budget priorities.**

States are doing what they generally do during a federal government shutdown: continuing to operate programs serving some of the neediest people.

That means schools are still serving federally subsidized meals and states are distributing funding for the federal food stamp program. For now.

If the shutdown drags on and federal dollars run out, states can only keep programs going for so long. States may choose to pay for some services themselves so residents keep their benefits.

But this time, state leaders have new worries about getting reimbursed for federal costs once the federal spending impasse is resolved. That's traditionally been the practice following a shutdown, but the Trump administration's record of pulling funding and targeting Democratic-led states has some officials worried about what comes after the shutdown.

[Continue reading.](#)

**stateline.org**

By: Kevin Hardy

October 9, 2025

Copyright © 2026 Bond Case Briefs | [bondcasebriefs.com](http://bondcasebriefs.com)