

LSC Greenbook

Analysis of the Enacted Budget

Revenue Distribution Funds

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ATTACHMENTS:

Budget Spreadsheet By Line Item

Revenue Distribution Funds

- Money from the Revenue Distribution Funds is disbursed to units of local government and to others
- Public library funding was reduced by an estimated \$84.3 million for the biennium

OVERVIEW

Agency Overview

Revenue Distribution Funds are used by the state to collect and distribute money to various entities, as directed by state law. Much of the money is disbursed to units of local government in Ohio, and money is also paid to individuals, businesses, other organizations, other state funds, other states, the federal government, and Canadian provinces. Each of the funds is administered by a state agency – there is no separate agency overseeing the Revenue Distribution Funds – but the funds generally are not included as part of the budgets of the administering agencies.¹

Appropriation Overview

The budget for the Revenue Distribution Funds includes appropriations to the Revenue Distribution Fund Group and to three other fund groups, as indicated in Table 1. No appropriations for the General Revenue Fund (GRF) are in the Revenue Distribution Funds part of H.B. 1 (Section 381.10).

Table 1. Enacted Budget by Fund Group, FY 2010-FY 2011					
Fund Group	FY 2009*	FY 2010	% change, FY 2009-FY 2010	FY 2011	% change, FY 2010-FY 2011
Volunteer Firefighters Dependents	\$236,875	\$300,000	26.6%	\$300,000	0.0%
Agency	\$2,267,463,545	\$2,453,100,000	8.2%	\$2,453,100,000	0.0%
Holding Account Redistribution	\$53,308,133	\$50,000,000	-6.2%	\$50,000,000	0.0%
Revenue Distribution	\$2,656,009,419	\$2,746,380,000	3.4%	\$2,761,180,000	0.5%
TOTAL	\$4,977,017,971	\$5,249,780,000	5.5%	\$5,264,580,000	0.3%

*FY 2009 figures are actual expenditures.

¹ However, appropriations for two of the funds, Fund 7066 and Fund 7085, appear both in the Revenue Distribution Funds section of H.B. 1 and in the Department of Commerce's budget.

In addition to the Revenue Distribution Funds for which appropriations are included in Section 381.10, summarized in Table 1 above, the budgets of the departments of Commerce and Education include appropriations to the Revenue Distribution Fund Group. These latter appropriations are the subjects of the Greenbooks for those agencies, and are not covered here.

ANALYSIS OF ENACTED BUDGET

The individual funds and line items included in the Revenue Distribution Funds, and their appropriations for FY 2010 and FY 2011, are listed in the spreadsheet at the end of this analysis. Further details on each fund and line item are included in the companion document to this Greenbook, the Catalog of Budget Line Items (COBLI) for the Revenue Distribution Funds. The discussion below focuses on the provisions of temporary law pertaining to the Revenue Distribution Funds.

All of the appropriations in Section 381.10 of H.B. 1 are to be used to carry out various provisions of the Revised Code pertaining to amounts of money to be distributed. Language in this section of the bill provides that if additional amounts of spending authority are needed, they are "hereby appropriated."

Public Library Fund

From August 1, 2009, through the end of FY 2010, and for all of FY 2011, the allocation of money to the Public Library Fund (Fund 7065) is reduced to 1.97% of total tax revenue credited to the GRF. In the absence of this temporary reduction, 2.22% of total GRF tax revenue would be credited to Fund 7065, under R.C. 131.51. This change is estimated to reduce the amount of money that will be distributed to public libraries statewide during the biennium by \$84.3 million.

Temporary law also provides for a transfer of \$5 million in each fiscal year of the biennium from the GRF to the Public Library Fund. This transfer is to fund transfers from the Public Library Fund to the Ohio Public Library Information Network (OPLIN) and the Library for the Blind. Each year about \$3.7 million is to be transferred to the OPLIN Technology Fund (Fund 4S40) and \$1.3 million is to be transferred to the Library for the Blind Fund (Fund 5GB0).

Local Government Tangible Property Tax Replacement Fund

A transfer of \$11.2 million is required to be made in FY 2011 from the GRF to the Local Government Tangible Property Tax Replacement Fund (Fund 7081).² This amount offsets the estimated loss of reimbursement to units of local government to compensate for elimination of the tangible property tax, which was scheduled to begin phasing out in May 2011. Extension of this hold harmless provision to years after FY 2011, in H.B. 1 as passed by the legislature, was vetoed by the Governor.

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² The language in the bill incorrectly refers to the receiving fund as the Local Government Property Tax Replacement-Business Fund.

FY 2010 - 2011 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency			FY 2008	FY 2009	FY 2010 Appropriations	% Change FY09 - FY10	FY 2011 Appropriations	% Change FY10 - FY11
Report For: Main Operating Appropriations Bill			Version: Enacted					
RDF Revenue Distribution Funds								
7085	800985	Volunteer Firemen's Dependents Fund	\$ 235,825	\$ 236,875	\$ 300,000	26.65%	\$ 300,000	0.00%
Volunteer Firefighters Dependents Fund Group Total			\$ 235,825	\$ 236,875	\$ 300,000	26.65%	\$ 300,000	0.00%
4P80	001698	Cash Management Improvement Fund	\$ 4,465,395	\$ 2,466,256	\$ 3,100,000	25.70%	\$ 3,100,000	0.00%
6080	001699	Investment Earnings	\$ 378,878,593	\$ 206,558,673	\$ 250,000,000	21.03%	\$ 250,000,000	0.00%
7062	110962	Resort Area Excise Tax	\$ 748,348	\$ 759,230	\$ 1,000,000	31.71%	\$ 1,000,000	0.00%
7063	110963	Permissive Tax Distribution	\$ 1,754,915,170	\$ 1,735,091,466	\$ 1,849,000,000	6.56%	\$ 1,849,000,000	0.00%
7067	110967	School District Income Tax	\$ 307,507,948	\$ 322,587,920	\$ 350,000,000	8.50%	\$ 350,000,000	0.00%
Agency Fund Group Total			\$ 2,446,515,455	\$ 2,267,463,545	\$ 2,453,100,000	8.19%	\$ 2,453,100,000	0.00%
R045	110617	International Fuel Tax Distribution	\$ 60,598,630	\$ 53,308,133	\$ 50,000,000	-6.21%	\$ 50,000,000	0.00%
Holding Account Redistribution Fund Group Total			\$ 60,598,630	\$ 53,308,133	\$ 50,000,000	-6.21%	\$ 50,000,000	0.00%
7049	038900	Indigent Drivers Alcohol Treatment	\$ 1,950,671	\$ 1,919,883	\$ 2,200,000	14.59%	\$ 2,200,000	0.00%
7050	762900	International Registration Plan Distribution	\$ 25,866,720	\$ 24,934,821	\$ 30,000,000	20.31%	\$ 30,000,000	0.00%
7051	762901	Auto Registration Distribution	\$ 471,069,158	\$ 462,922,138	\$ 539,000,000	16.43%	\$ 539,000,000	0.00%
7054	110954	Local Government Property Tax Replacement - Utility	\$ 79,850,911	\$ 86,462,693	\$ 95,125,000	10.02%	\$ 95,125,000	0.00%
7060	110960	Gasoline Excise Tax Fund	\$ 394,012,233	\$ 385,725,092	\$ 375,000,000	-2.78%	\$ 375,000,000	0.00%
7064	110964	Local Government Revenue Assistance	\$ 42,396,774	\$ 0	\$ 0	N/A	\$ 0	N/A
7065	110965	Public Library Fund	\$ 449,588,702	\$ 414,168,315	\$ 406,100,000	-1.95%	\$ 407,400,000	0.32%
7066	800966	Undivided Liquor Permits	\$ 14,124,049	\$ 14,038,463	\$ 13,500,000	-3.84%	\$ 13,500,000	0.00%
7068	110968	State and Local Government Highway Distribution	\$ 199,948,231	\$ 188,798,426	\$ 242,500,000	28.44%	\$ 242,500,000	0.00%
7069	110969	Local Government Fund	\$ 698,943,378	\$ 708,100,778	\$ 673,700,000	-4.86%	\$ 676,000,000	0.34%
7081	110981	Local Government Property Tax Replacement - Business	\$ 262,488,258	\$ 367,009,307	\$ 366,800,000	-0.06%	\$ 378,000,000	3.05%
7082	110982	Horse Racing Tax	\$ 105,558	\$ 92,176	\$ 130,000	41.04%	\$ 130,000	0.00%
7083	700900	Ohio Fairs Fund	\$ 1,482,462	\$ 1,638,887	\$ 2,325,000	41.86%	\$ 2,325,000	0.00%
7088	110900	Local Government Services Collaboration	\$ 0	\$ 198,441	\$ 0	N/A	\$ 0	N/A
Revenue Distribution Fund Group Total			\$ 2,641,827,105	\$ 2,656,009,419	\$ 2,746,380,000	3.40%	\$ 2,761,180,000	0.54%

FY 2010 - 2011 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency	FY 2008	FY 2009	FY 2010 Appropriations	% Change FY09 - FY10	FY 2011 Appropriations	% Change FY10 - FY11
RDF Revenue Distribution Funds						
Revenue Distribution Funds Total	\$ 5,149,177,015	\$ 4,977,017,971	\$ 5,249,780,000	5.48%	\$ 5,264,580,000	0.28%