

# **LSC Greenbook**

**Analysis of the Enacted Budget**

**Adjutant General**

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## ATTACHMENT:

Budget Spreadsheet By Line Item

# Adjutant General

- GRF increase of 13.1%
- Federal funds drive budget
- \$5 million appropriated to support Ohio Military Facilities Commission

## OVERVIEW

### Duties and Responsibilities

The Adjutant General serves as the military chief of staff to the commander in chief (Governor) and as the administrative head of the organized militia. The Governor appoints the Adjutant General to serve during the Governor's term in office. The Adjutant General's Department primary duties and responsibilities can be summarized as follows:

- Provides trained and equipped reserve forces (National Guard) for joint military operations with the active military force (U.S. Army and Air Force);
- Participates in planning and coordinating with state officials for civil defense and disaster preparedness;
- Mobilizes to assist state and local responders during periods of disaster, disturbance, or other emergency situations; and
- Mobilizes as a member of the Emergency Management Assistance Compact (EMAC), a national interstate mutual aid agreement that enables states to share resources during times of disaster.

### Appropriation Overview

Table 1 below summarizes the Department's budget by fund group.

| Table 1. Adjutant General Appropriations by Fund Group, FY 2016-FY 2017<br>(Am. Sub. H.B. 64) |                     |                     |                              |                     |                              |
|---|---------------------|---------------------|------------------------------|---------------------|------------------------------|
| Fund Group  | FY 2015*            | FY 2016             | % change,<br>FY 2015-FY 2016 | FY 2017             | % change,<br>FY 2016-FY 2017 |
| General Revenue   | \$8,737,958         | \$9,879,883         | 13.1%                        | \$9,879,883         | 0.0%                         |
| Dedicated Purpose   | \$1,015,609         | \$4,758,750         | 368.6%                       | \$4,758,750         | 0.0%                         |
| Federal   | \$42,125,325        | \$41,657,000        | -1.1%                        | \$41,657,000        | 0.0%                         |
| <b>TOTAL</b>  | <b>\$51,878,892</b> | <b>\$56,295,633</b> | <b>8.5%</b>                  | <b>\$56,295,633</b> | <b>0.0%</b>                  |

\*FY 2015 figures represent actual expenditures.

Federal grant funding, primarily to operate and maintain Ohio Army and Air National Guard properties, will comprise approximately three-quarters (74.0%) of the Adjutant General's FY 2016-FY 2017 biennial state operating budget. The second largest funding source is the GRF, at 17.5%. The remainder (8.5%) will generally be drawn from

a mix of revenue generated from the use, sale, and lease of various properties and services deposited in the Dedicated Purpose Fund Group.

Of particular note in comparison to actual FY 2015 expenditures is the amount of money appropriated for the Department's use from the General Revenue Fund (GRF) and Dedicated Purpose Fund (DPF) groups.

- GRF funding for FYs 2016 and 2017 is \$9.9 million, a \$1.1 million, or 13.1%, increase from FY 2015, primarily to cover certain costs of the Air National Guard previously reimbursed by the federal government.
- DPF funding for FYs 2016 and 2017 is \$4.8 million, a \$3.7 million, or 368.6%, increase from FY 2015, primarily for expenses associated with the newly created Ohio Military Facilities Commission.

### Summary of Federal and State Appropriated Funds

Table 2 below illustrates, for FY 2014, the division of operating funds between those paid directly by the federal Department of Defense and those paid from funds appropriated as part of the state's biennial operating budget.

For FY 2014, the operating expenses for the Ohio Army and Air National Guard programs totaled \$685.8 million, \$637 million, or 92.9%, of which was paid directly by the federal Department of Defense and not subject to the state's appropriations process. The remaining 7.1%, or \$48.8 million, was subject to the state's appropriations process. Of that annual amount subject to the state's appropriations process, \$38.7 million, or 79.3%, was composed of federal grants awarded to the Adjutant General for the purpose of maintaining and operating various military properties.

| <b>Source</b>                   | <b>Amount of Funds (dollars in millions)</b> | <b>% of Total Funds</b> |
|---------------------------------|--|-------------------------|
| <b>Federal Direct Allotment</b> | \$637.0                                      | 92.9%                   |
| <b>State Budget</b>             |  |                         |
| Federal Grant                   | \$38.7                                       | 5.6%                    |
| General Revenue                 | \$8.5  | 1.2%                    |
| Dedicated Purpose               | \$1.6  | 0.2%                    |
| <b>TOTAL</b>                    | <b>\$685.8</b>                               | <b>100%</b>             |

\*Federal fiscal year runs October-September. State fiscal year runs July-June.

## Personnel Figures

### Military and Civil Personnel

The Adjutant General's Department is essentially the state's military organization, the largest component of which is the Ohio National Guard. The Ohio National Guard is comprised of around 16,200 traditional Guard members, of which approximately 11,500 serve in the Army National Guard and 4,700 serve in the Air National Guard. These traditional Guard members are supported by more than 3,300 full-time state employees, federal technicians, and Active Guard/Reserve personnel located at various sites around the state. A breakdown of these military and civilian personnel from FY 2012-FY 2014 is shown in Table 3 below.

The federal Department of Defense generally pays for all of the operating expenses associated with traditional Guard members and the supporting full-time staff, with the exception of around 32 state employees that are paid using state funds appropriated from the GRF and revenue-generating activities (property rentals, leases, sales, and lodging accommodations).

| <b>Table 3. Adjutant General Personnel Figures, FY 2012-FY 2014</b> |                |                |                |
|---|----------------|----------------|----------------|
| <b>Type of Personnel</b>  | <b>FY 2012</b> | <b>FY 2013</b> | <b>FY 2014</b> |
| <i>Guard Members</i>  |                |                |                |
| Army  | 11,324         | 11,292         | 11,552         |
| Air   | 4,559          | 4,655          | 4,757          |
| <b>TOTAL</b>  | <b>15,883</b>  | <b>15,947</b>  | <b>16,309</b>  |
| <i>Full-Time Employees</i>  |                |                |                |
| Army Active Guard/Reserve   | 788            | 787            | 795            |
| Air Active Guard/Reserve  | 450            | 437            | 431            |
| Technician – Army   | 721            | 683            | 711            |
| Technician – Air  | 1,051          | 944            | 1,162          |
| State   | 329            | 373            | 288            |
| <b>TOTAL</b>  | <b>3,339</b>   | <b>3,224</b>   | <b>3,387</b>   |

### State Employees

Table 4 below shows the number of staff paid by the Adjutant General from funds that are appropriated as part of the state's biennial operating budget and are expressed as full-time equivalent (FTE) positions. As previously mentioned, the majority of the Army and Air National Guard operating expenses are paid directly by the federal Department of Defense. A much smaller share of federal grants and state funds are subject to the state's appropriations process. As seen in Table 4, federal funding appropriated as part of the state's budget process fully supports approximately 55% of the Department's FTEs.

| <b>Funding Source</b> | <b>FY 2013</b> | <b>FY 2014</b> | <b>FY 2015</b> | <b>FY 2016*</b> | <b>FY 2017*</b> |
|-----------------------|----------------|----------------|----------------|-----------------|-----------------|
| General Revenue       | 31             | 34             | 32             | 32              | 32              |
| Split State/Federal   | 90             | 88             | 90             | 91              | 91              |
| Federal               | 154            | 159            | 152            | 162             | 162             |
| Dedicated Purpose     | 3              | 3              | 3              | 3               | 3               |
| <b>TOTAL**</b>        | <b>278</b>     | <b>284</b>     | <b>277</b>     | <b>288</b>      | <b>288</b>      |

\*The FTE counts for FY 2016-FY 2017 are estimates.

\*\*Totals for FY 2013-FY 2015 are as of June in each year and may not reconcile with the state totals listed in Table 2.

## National Guard Scholarship Program

The Ohio National Guard Scholarship Program provides tuition assistance to individuals who enlist, extend, or re-enlist in the Ohio National Guard for a six-year period. The scholarship program pays 100% of a student's tuition at state-supported post-secondary institutions, and an amount equivalent to the average state-assisted award for students enrolled in private post-secondary institutions. Since FY 2000, fiscal services have been provided by the Department of Higher Education, which uses money in its budget appropriated to GRF line item 235599, National Guard Tuition Grant Program, to provide for payment of scholarships. The Adjutant General does, however, employ two full-time staff to process and monitor Guard member participation in the program.

For the 2013-2014 academic year, 5,072 Guard members were awarded scholarships at a total cost of \$17,810,779. For the scholarship program, the budget for the Department of Higher Education includes an appropriation of \$18,750,552 to continue the program in FY 2016, an amount that is \$1,351,010, or 7.8%, more than FY 2015 expenditures of \$17,399,542. For FY 2017, the budget includes funding in the amount of \$18,900,003, an amount that is \$149,451, or 0.8%, more than the FY 2016 appropriation.

**National Guard Scholarship Reserve Fund.** Current law permits, at the end of each fiscal year, the transfer of the certified unencumbered balance of appropriation item 235599, National Guard Tuition Grant Program, to the National Guard Scholarship Reserve Fund (Fund 5BM0). The reserve fund is used to pay scholarship obligations in excess of the GRF appropriations made for that purpose.<sup>1</sup> As of the end of FY 2015, the cash balance in the National Guard Scholarship Reserve Fund was \$898,063.

## Property Management

The Adjutant General's Department is responsible for the management, maintenance, and repair of numerous state-owned and state-operated properties. In this

<sup>1</sup> R.C. 5919.341.

regard, the Adjutant General's Department is less like a traditional state agency, board, or commission, and more like one of the state's institutional agencies, such as the Department of Rehabilitation and Correction, in that it has to allocate a considerably larger amount of its annual operating budget to operate and maintain a geographically widespread mix of land and buildings. The mix of properties managed by the Department is summarized in Table 5 below.

| Type of Facility/Site     | Number of Facilities/Sites |
|---------------------------|----------------------------|
| Readiness Centers         | 48                         |
| Army Training Sites       | 5                          |
| Miscellaneous Facilities* | 21                         |
| Weapons Ranges**          | 3                          |

\*Includes 12 field maintenance shops.

\*\*Located at Camp Perry, Camp Sherman, and Camp Ravenna.

### **Ohio Military Facilities Commission**

The budget creates, under the Adjutant General, the Ohio Military Facilities Commission for the purpose of developing and implementing a program to finance or assist in the financing of infrastructure capital improvements on military and defense installations in the state. The financial assistance will be in the form of grants, loans, and loan guarantees, or for rental or lease payments that enable new construction in support of the Commission's purposes. The budget appropriates \$2.5 million in each of FYs 2016 and 2017 to DPF line item 745630, Ohio Military Facilities Support, to finance the Commission's duties and responsibilities.

The Commission is required to consist of nine members selected as follows: three members appointed by the Speaker of the House of Representatives, three members appointed by the President of the Senate, and three members appointed by the Governor. Initial appointments are required to be made not later than December 31, 2015. The Adjutant General's Department is required to provide administrative assistance to the Commission.

## ANALYSIS OF ENACTED BUDGET

### Funding Categories

This section provides an analysis of each appropriated line item in the Adjutant General Department's FY 2016-FY 2017 biennial budget. In this analysis, the Department's line items are grouped into four funding categories reflecting the focus of its services and activities. The four categories used in this analysis are as follows:

1. Ohio Army National Guard;
2. Ohio Air National Guard;
3. Billeting and Event Facilities; and
4. Central Administration.

To aid the reader in finding each line item in the analysis, the table below shows the category in which it has been placed, listing the line items generally in order within their respective fund groups and funds. This is generally the same order the line items appear in the budget bill.

| Fund                                |        |   | ALI and Name | Funding Category                  |
|-------------------------------------|--------|---|--------------|-----------------------------------|
| <b>General Revenue Fund</b>         |        |   |              |                                   |
| GRF                                 | 745401 | Ohio Military Reserve                         |              | 3: Billeting and Event Facilities |
| GRF                                 | 745404 | Air National Guard                            |              | 2: Ohio Air National Guard        |
| GRF                                 | 745407 | National Guard Benefits                       |              | 4: Central Administration         |
| GRF                                 | 745409 | Central Administration                        |              | 4: Central Administration         |
| GRF                                 | 745499 | Army National Guard                           |              | 1: Ohio Army National Guard       |
| <b>Dedicated Purpose Fund Group</b> |        |   |              |                                   |
| 5340                                | 745612 | Property Operations Management                |              | 1: Ohio Army National Guard       |
| 5360                                | 745605 | Marksmanship Activities                       |              | 3: Billeting and Event Facilities |
| 5360                                | 745620 | Camp Perry and Buckeye Inn Operations         |              | 3: Billeting and Event Facilities |
| 5370                                | 745604 | Ohio National Guard Facilities Maintenance    |              | 3: Billeting and Event Facilities |
| 5LY0                                | 745626 | Military Medal of Distinction                 |              | 4: Central Administration         |
| 5QP0                                | 745629 | Patriot Inn Lodging Operations                |              | 3: Billeting and Event Facilities |
| 5RV0                                | 745630 | Ohio Military Facilities Support              |              | 4: Central Administration         |
| 5U80                                | 745613 | Community Match Armories                      |              | 1: Ohio Army National Guard       |
| <b>Federal Fund Group</b>           |        |   |              |                                   |
| 3420                                | 745616 | Army National Guard Service Agreement         |              | 1: Ohio Army National Guard       |
| 3E80                                | 745628 | Air National Guard Operations and Maintenance |              | 2: Ohio Air National Guard        |
| 3R80                                | 745603 | Counter Drug Operations                       |              | 4: Central Administration         |

## Funding Category 1: Ohio Army National Guard

This funding category includes state and federal money appropriated primarily for the purpose of operating and maintaining Army National Guard properties. The table below shows the line items that are used to fund this category of services and activities, as well as the appropriated funding levels. It is followed by a discussion of the purpose of each appropriated line item.

| <b>Appropriations for Ohio Army National Guard</b> |                     |  |                     |                     |
|--|---------------------|--|---------------------|---------------------|
| <b>Fund</b>  | <b>ALI and Name</b> |  | <b>FY 2016</b>      | <b>FY 2017</b>      |
| <b>General Revenue Fund (GRF)</b>                  |                     |  |                     |                     |
| GRF  | 745499              | Army National Guard*                   | \$3,689,871         | \$3,689,871         |
| <b>Dedicated Purpose Fund (DPF) Group</b>          |                     |  |                     |                     |
| 5340   | 745612              | Property Operations Management         | \$534,304           | \$534,304           |
| 5U80   | 745613              | Community Match Armories*              | \$350,000           | \$350,000           |
| <b>Dedicated Purpose Fund Group Subtotal</b>       |                     |  | <b>\$884,304</b>    | <b>\$884,304</b>    |
| <b>Federal (FED) Fund Group</b>                    |                     |  |                     |                     |
| 3420   | 745616              | Army National Guard Service Agreement* | \$26,000,000        | \$26,000,000        |
| <b>Total Funding: Ohio Army National Guard</b>     |                     |  | <b>\$30,574,175</b> | <b>\$30,574,175</b> |

\*For these noted line items, a portion of the appropriation in the above table is likely to be allocated to other funding categories.

### Army National Guard (GRF line item 745499)

This line item is used in combination with federal line item 745616, Army National Guard Service Agreement, to fund operations and maintenance services and activities rendered at various Army National Guard properties around Ohio. Under an ongoing cooperative agreement with the federal government, the Adjutant General shares certain personnel, supplies and maintenance, purchased personal services, and equipment costs associated with the daily operation of these properties. For eligible costs generally, the federal match is 75%, and the required state contribution is 25%.

For FY 2016 and FY 2017, the budget appropriates \$3,689,871, an amount that is \$313,510, or 7.8%, less than FY 2015 expenditures of \$4,003,381. This amount in each fiscal year will be primarily allocated for supplies and maintenance (66%) and payroll-related expenses (31.7%). The remainder will be allocated for a smaller mix of purchased personal services and equipment.

### Property Operations Management (DPF line item 745612)

This line item, which is supported by the proceeds from the sale of vacated armories or other facilities and land owned by the Adjutant General, is used to fund Army National Guard facility and maintenance expenses. For FY 2016 and FY 2017, the budget appropriates \$534,304, an amount that is \$524,260, or 5,219.4%, more than

FY 2015 expenditures of \$10,044. All of that amount in each fiscal year will be allocated for supplies and maintenance.

### **Community Match Armories (DPF line item 745613)**

This line item is supported by revenue in the form of contributions from state and local entities for their share of construction and utility costs of readiness and community centers and facilities. Subsequent to its appropriation, this money is used to fund the sharing entity's portion of acquisition and maintenance costs of centers and facilities (supplies and maintenance). For FY 2016 and FY 2017, the budget appropriates \$350,000, an amount that is \$81,629, or 30.4%, more than FY 2015 expenditures of \$268,371.

### **Army National Guard Service Agreement (FED line item 745616)**

This line item is supported entirely by funds awarded to the Department by the National Guard Bureau of the Department of Defense to support the provision of numerous military operations and maintenance services and activities. This includes real property maintenance, electronic security system operation and maintenance, security guard costs, telecommunications, environmental management, ranges and training land, and information services.

The budget appropriates \$26,000,000 in both FY 2016 and FY 2017, an amount that is \$1,561,580, or 5.7%, less than FY 2015 expenditures of \$27,561,180. Each year's appropriation will be more or less allocated as follows: supplies and maintenance (39%), capital improvements (33%), payroll-related expenses (17%), and purchased personal services (11%).

This funding stream is part of an ongoing cooperative agreement with the federal government to share the costs of personnel, utilities, supplies, and equipment associated with the daily operation of Army National Guard facilities. Some of these costs are fully paid for out of this line item, while other costs require 25% state matching funds. That required state match is drawn from GRF line item 745499, Army National Guard.

## Funding Category 2: Ohio Air National Guard

This funding category includes state and federal money appropriated primarily for the purpose of funding services and activities rendered at base wings located in Springfield, Toledo, Mansfield, and Rickenbacker and the specialized nonflying units based in Blue Ash, Zanesville, and Port Clinton. These services and activities include the provision of maintenance and facility support to all base wings and specialized nonflying units. In addition, fire protection and security guard services and activities are rendered to all base wings.

The table below shows the line items that fund this category of services and activities, as well as the appropriated funding levels. It is followed by a description of each appropriated line item and how its FY 2016 and FY 2017 appropriations will be allocated.

| Appropriations for Ohio Air National Guard    |              |   |                     |                     |
|---|--------------|---|---------------------|---------------------|
| Fund  | ALI and Name |   | FY 2016             | FY 2017             |
| <b>General Revenue Fund (GRF)</b>             |              |   |                     |                     |
| GRF   | 745404       | Air National Guard                            | \$3,095,606         | \$3,095,606         |
| <b>Federal (FED) Fund Group</b>               |              |   |                     |                     |
| 3E80  | 745628       | Air National Guard Operations and Maintenance | \$15,642,000        | \$15,642,000        |
| <b>Total Funding: Ohio Air National Guard</b> |              |   | <b>\$18,737,606</b> | <b>\$18,737,606</b> |

### Air National Guard (GRF line item 745404)

This line item provides the required match of 25% that the Department uses for the purposes of securing a federal grant for onsite maintenance and facility support personnel and related services and activities at the base wings located in Springfield, Toledo, Mansfield, and Rickenbacker, and the specialized nonflying units based in Blue Ash, Zanesville, and Camp Perry (Port Clinton). The federal funds are appropriated to federal line item 745628, Air National Guard Operations and Maintenance.

The budget appropriates \$3,095,606 in both FY 2016 and FY 2017, an amount that is \$1,289,571, or 71.4%, more than FY 2015 expenditures of \$1,806,035. The increase from FY 2015 to FY 2016 will cover certain previously reimbursable costs of a federal cooperative agreement regarding Air National Guard fire protection activities. The remainder of the appropriation in each year will be allocated primarily for supplies and maintenance and secondarily for personal services expenses. A small portion will also be allocated for a mix of purchased personal services and equipment.

**Air National Guard Operations and Maintenance (FED line item 745628)**

This line item is supported entirely by a project grant awarded to the Department by the National Guard Bureau of the Department of Defense specifically for the purpose of funding: (1) certain fire protection personnel and related services and activities at the base wings located in Springfield, Toledo, Mansfield, and Rickenbacker and (2) onsite maintenance and facility support personnel and related services and activities at the four base wings and the specialized nonflying units based in Blue Ash, Zanesville, and Port Clinton.

The federal funds cover 100% of the cost of rendering certain fire protection services, and generally 75% of the cost of rendering onsite maintenance and facility support services. The remainder of the latter's cost, generally 25%, is covered by a required state match that the Department draws from GRF line item 745404, Air National Guard.

The budget appropriates \$15,642,000 in both FY 2016 and FY 2017, an amount that is \$1,083,244, or 7.4%, more than FY 2015 expenditures of \$14,558,756. Each year's appropriation will be allocated primarily for personal services expenses (73%), and secondarily for supplies and maintenance (24%).

### Funding Category 3: Billeting and Event Facilities

This funding category includes line items that draw on the revenues that the Adjutant General generates from the Camp Perry Training Site and Clubhouse near Port Clinton. These revenues are in turn appropriated almost exclusively for the purpose of maintaining and operating that facility.

The table below shows the line items that are used to fund this category of services and activities, as well as the appropriated funding levels. It is followed by a description of each appropriated line item and how its FY 2016 and FY 2017 appropriations will be allocated.

| Appropriations for Billeting and Event Facilities    |              |   |                    |                    |
|--|--------------|---|--------------------|--------------------|
| Fund   | ALI and Name |   | FY 2016            | FY 2017            |
| <b>General Revenue Fund (GRF)</b>                    |              |   |                    |                    |
| GRF  | 745401       | Ohio Military Reserve                       | \$12,308           | \$12,308           |
| <b>Dedicated Purpose Fund (DPF) Group</b>            |              |   |                    |                    |
| 5360   | 745605       | Marksmanship Activities                     | \$128,600          | \$128,600          |
| 5360   | 745620       | Camp Perry and Buckeye Inn Operations       | \$978,846          | \$978,846          |
| 5370   | 745604       | Ohio National Guard Facilities Maintenance* | \$62,000           | \$62,000           |
| 5QP0   | 745629       | Patriot Inn Lodging Operations              | \$200,000          | \$200,000          |
| <b>Dedicated Purpose Fund Group Subtotal</b>         |              |   | <b>\$1,369,446</b> | <b>\$1,369,446</b> |
| <b>Total Funding: Billeting and Event Facilities</b> |              |   | <b>\$1,381,754</b> | <b>\$1,381,754</b> |

\*A portion of this line item's appropriation is likely to be allocated for Central Administration.

#### Ohio Military Reserve (GRF line item 745401)

This line item is used to help support training and administrative operations of the Ohio Military Reserve (OHMR), a voluntary state defense force. The budget appropriates \$12,308 in both FY 2016 and FY 2017, an amount that is \$1,310, or 11.9%, more than FY 2015 expenditures of \$10,998. The entire appropriation for both FY 2016 and FY 2017 will be allocated for supplies and maintenance, principally the cost of meals provided during training.

#### Marksmanship Activities (DPF line item 745605)

This line item draws on revenue generated from the leasing of booth space to vendors at the annual National Rifle & Pistol Championships hosted at the Camp Perry Training Site near Port Clinton. This money is then appropriated for the purpose of maintaining and improving Camp Perry's weapons ranges and vendor booth areas. The budget appropriates \$128,600 in both FY 2016 and FY 2017. There were no expenditures from this line item in FY 2015.

**Camp Perry and Buckeye Inn Operations (DPF line item 745620)**

This line item draws on revenue generated from the rental of facilities located at the Clubhouse on the Camp Perry Training Site in Ottawa County and the use of the Camp Perry Training Site and its facilities. This money is then appropriated for the purpose of supporting the facility operations of the Camp Perry Clubhouse and minor caretaking tasks at the Buckeye Inn, which closed in FY 2011.

The budget appropriates \$978,846 for FY 2016 and FY 2017, an amount that is \$261,258, or 36.4%, more than FY 2015 expenditures of \$717,588.

**Ohio National Guard Facilities Maintenance (DPF line item 745604)**

This line item, which is supported by the proceeds from land and building rentals and leases, is used to pay for utility and maintenance costs at various properties managed by the Department. The budget appropriates \$62,000 in both FY 2016 and FY 2017, an amount that is \$42,395, or 216.2%, more than FY 2015 expenditures of \$19,605. The appropriated amount in each fiscal year will be allocated primarily for supplies and maintenance, with the remainder being used for purchased personal services.

**Patriot Inn Lodging Operations (DPF line item 745629)**

This new line item draws on revenue generated from the rental of rooms by students attending various military courses at the Patriot Inn, which is located at the Defense Supply Center in Columbus. This money is then appropriated for the purpose of supporting the Patriot Inn. The budget appropriates \$200,000 in each of FYs 2016 and 2017.

## Funding Category 4: Central Administration

This funding category includes money that primarily supports the provision of executive oversight, management, and administration of the Department's functions, including the Ohio Army and Air National Guard programs.

The table below shows the line items that are used to fund this category of services and activities, as well as the appropriated funding levels. It is followed by a description of each appropriated line item and how its FY 2016 and FY 2017 appropriations will be allocated.

| <b>Appropriations for Central Administration</b> |                     |                                  |                    |                    |
|--|---------------------|----------------------------------|--------------------|--------------------|
| <b>Fund</b>                                      | <b>ALI and Name</b> |                                  | <b>FY 2016</b>     | <b>FY 2017</b>     |
| <b>General Revenue Fund (GRF)</b>                |                     |                                  |                    |                    |
| GRF  | 745407              | National Guard Benefits          | \$400,000          | \$400,000          |
| GRF  | 745409              | Central Administration           | \$2,682,098        | \$2,682,098        |
| <b>General Revenue Fund Subtotal</b>             |                     |                                  | <b>\$3,082,098</b> | <b>\$3,082,098</b> |
| <b>Dedicated Purpose Fund (DPF) Group</b>        |                     |                                  |                    |                    |
| 5LY0   | 745626              | Military Medal of Distinction    | \$5,000            | \$5,000            |
| 5RV0   | 745630              | Ohio Military Facilities Support | \$2,500,000        | \$2,500,000        |
| <b>Dedicated Purpose Fund Group Subtotal</b>     |                     |                                  | <b>\$2,505,000</b> | <b>\$2,505,000</b> |
| <b>Federal (FED) Fund Group</b>                  |                     |                                  |                    |                    |
| 3R80   | 745603              | Counter Drug Operations          | \$15,000           | \$15,000           |
| <b>Total Funding: Central Administration</b>     |                     |                                  | <b>\$5,602,098</b> | <b>\$5,602,098</b> |

### National Guard Benefits (GRF line item 745407)

An ongoing temporary law provision requires this line item be used for the purposes of reimbursing federal life insurance premiums for eligible active duty National Guard members and paying death benefits to a National Guard member's beneficiary if the member dies while performing state active duty. The budget appropriates \$400,000 in both FY 2016 and FY 2017, an amount that is \$336,188, or 526.8% more than FY 2015 expenditures of \$63,813.

### Central Administration (GRF line item 745409)

This line item is used to pay for personnel that provide executive oversight, management, and administration of the Ohio Army and Air National Guard programs. Personnel includes the Adjutant General's executive staff, public relations, human resources, fiscal, purchasing, finance, administrative services, information management, facility management, and tuition scholarship program coordination. The budget appropriates \$2,682,098 in both FY 2016 and FY 2017, an amount that is \$171,634, or 6.0%, less than FY 2015 expenditures of \$2,853,732. These amounts will be allocated primarily for personal services expenses.

A related temporary law provision requires \$50,000 of the line item's appropriation in each fiscal year be used for the purpose of paying expenses related to state active duty of members of the Ohio organized militia in accordance with a proclamation of the Governor (expenses generally include the cost of equipment, supplies, and services).

#### **Military Medal of Distinction (DPF line item 745626)**

This line item is used to pay the costs associated with producing the Ohio Military Medal of Distinction, which is awarded annually to certain deceased members of the military. The revenue to support this line item comes from fees collected from qualifying family members for duplicate medals and any appropriations made by the General Assembly for the purposes of the Ohio Military Medal of Distinction. The budget appropriates \$5,000 in both FY 2016 and FY 2017. There were no expenditures for this line item in FY 2015.

#### **Ohio Military Facilities Support (DPF line item 745630)**

This is a new line item created to support the Ohio Military Facilities Commission, which the budget established to provide financial assistance for infrastructure capital improvements on military and defense installations in the state in the form of grants, loans, and loan guarantees, or for rental or lease payments that enable new construction in support of the Commission's purposes.

For this line item, the budget appropriates \$2,500,000 in both FY 2016 and FY 2017. The money will come from \$5 million cash to be transferred from the FY 2015 GRF ending balance.

#### **Counter Drug Operations (FED line item 745603)**

This line item consists of the Department's share of federally seized assets from drug operations in which the Ohio National Guard participated. There are no restrictions on the use of these funds. The budget appropriates \$15,000 in both FY 2016 and FY 2017, an amount that is \$10,010, or 200.6%, more than FY 2015 expenditures of \$4,990. The appropriated amount in each fiscal year will be allocated primarily for supplies and maintenance, generally for work performed at the Department's headquarters located in the Beightler Armory.

# FY 2016 - FY 2017 Final Appropriation Amounts

# All Fund Groups

## Line Item Detail by Agency

|  |        |   | FY 2014                    | FY 2015              | Appropriation<br>FY 2016 | FY 2015 to FY 2016<br>% Change | Appropriation<br>FY 2017 | FY 2016 to FY 2017<br>% Change |
|--|--------|---|----------------------------|----------------------|--------------------------|--------------------------------|--------------------------|--------------------------------|
| <b>Report For Main Operating Appropriations Bill</b> |        |   | <b>Version: As Enacted</b> |                      |                          |                                |                          |                                |
| <b>ADJ Adjutant General</b>                          |        |   |                            |                      |                          |                                |                          |                                |
| GRF  | 745401 | Ohio Military Reserve                         | \$ 10,384                  | \$ 10,998            | \$ 12,308                | 11.91%                         | \$ 12,308                | 0.00%                          |
| GRF  | 745404 | Air National Guard                            | \$ 1,853,658               | \$ 1,806,035         | \$ 3,095,606             | 71.40%                         | \$ 3,095,606             | 0.00%                          |
| GRF  | 745407 | National Guard Benefits                       | \$ 384,361                 | \$ 63,812            | \$ 400,000               | 526.84%                        | \$ 400,000               | 0.00%                          |
| GRF  | 745409 | Central Administration                        | \$ 2,701,142               | \$ 2,853,732         | \$ 2,682,098             | -6.01%                         | \$ 2,682,098             | 0.00%                          |
| GRF  | 745499 | Army National Guard                           | \$ 3,579,020               | \$ 4,003,381         | \$ 3,689,871             | -7.83%                         | \$ 3,689,871             | 0.00%                          |
| <b>General Revenue Fund Total</b>                    |        |   | <b>\$ 8,528,566</b>        | <b>\$ 8,737,958</b>  | <b>\$ 9,879,883</b>      | <b>13.07%</b>                  | <b>\$ 9,879,883</b>      | <b>0.00%</b>                   |
| 5340   | 745612 | Property Operations Management                | \$ 32,834                  | \$ 10,044            | \$ 534,304               | 5,219.38%                      | \$ 534,304               | 0.00%                          |
| 5360   | 745605 | Marksmanship Activities                       | \$ 55,523                  | \$ 0                 | \$ 128,600               | N/A                            | \$ 128,600               | 0.00%                          |
| 5360   | 745620 | Camp Perry and Buckeye Inn Operations         | \$ 704,964                 | \$ 717,588           | \$ 978,846               | 36.41%                         | \$ 978,846               | 0.00%                          |
| 5370   | 745604 | Ohio National Guard Facilities Maintenance    | \$ 24,914                  | \$ 19,605            | \$ 62,000                | 216.24%                        | \$ 62,000                | 0.00%                          |
| 5LY0   | 745626 | Military Medal of Distinction                 | \$ 29                      | \$ 0                 | \$ 5,000                 | N/A                            | \$ 5,000                 | 0.00%                          |
| 5QP0   | 745629 | Patriot Inn Lodging Operations                | \$ 0                       | \$ 0                 | \$ 200,000               | N/A                            | \$ 200,000               | 0.00%                          |
| 5RV0   | 745630 | Ohio Military Facilities Support              | \$ 0                       | \$ 0                 | \$ 2,500,000             | N/A                            | \$ 2,500,000             | 0.00%                          |
| 5U80   | 745613 | Community Match Armories                      | \$ 799,551                 | \$ 268,371           | \$ 350,000               | 30.42%                         | \$ 350,000               | 0.00%                          |
| <b>Dedicated Purpose Fund Group Total</b>            |        |   | <b>\$ 1,617,815</b>        | <b>\$ 1,015,609</b>  | <b>\$ 4,758,750</b>      | <b>368.56%</b>                 | <b>\$ 4,758,750</b>      | <b>0.00%</b>                   |
| 3410   | 745615 | Air National Guard Base Security              | \$ 18,980                  | \$ 0                 | \$ 0                     | N/A                            | \$ 0                     | N/A                            |
| 3420   | 745616 | Army National Guard Service Agreement         | \$ 24,186,753              | \$ 27,561,580        | \$ 26,000,000            | -5.67%                         | \$ 26,000,000            | 0.00%                          |
| 3E80   | 745628 | Air National Guard Operations and Maintenance | \$ 14,478,896              | \$ 14,558,756        | \$ 15,642,000            | 7.44%                          | \$ 15,642,000            | 0.00%                          |
| 3R80   | 745603 | Counter Drug Operations                       | \$ 0                       | \$ 4,990             | \$ 15,000                | 200.62%                        | \$ 15,000                | 0.00%                          |
| <b>Federal Fund Group Total</b>                      |        |   | <b>\$ 38,684,629</b>       | <b>\$ 42,125,325</b> | <b>\$ 41,657,000</b>     | <b>-1.11%</b>                  | <b>\$ 41,657,000</b>     | <b>0.00%</b>                   |
| <b>Adjutant General Total</b>                        |        |   | <b>\$ 48,831,010</b>       | <b>\$ 51,878,892</b> | <b>\$ 56,295,633</b>     | <b>8.51%</b>                   | <b>\$ 56,295,633</b>     | <b>0.00%</b>                   |