

Executive

RDFCD1 Local Government allocations

R.C. 131.51, Section 387.20

Increases the Local Government Fund (LGF; Fund 7069) shares of monthly General Revenue Fund tax revenue from 1.7% to 1.75%.

Fiscal effect: The Executive estimates additional transfers from the GRF to LGF of \$15 million in FY 2026 and \$16 million in FY 2027.

RDFCD2 Public Library Fund allocations

R.C. 131.51, Section 387.20

Increases the Public Library Fund (PLF; Fund 7065) shares of monthly General Revenue Fund tax revenue from 1.7% to 1.75%.

Fiscal effect: The Executive estimates additional transfers from the GRF to PLF of \$15 million in FY 2026 and \$16 million in FY 2027.

RDFCD3 Additional Appropriations

Section: 387.20

Requires all RDF ALIs to be used to administer and distribute revenue distribution funds according to codified law. Appropriates any additional amounts determined to be necessary for this purpose.

RDFCD4 Tangible Property Tax Replacement Payments

Section: 387.20

Requires payments to school districts and joint vocational school districts (JVSDs) to replace the loss in district tax revenues due to the phase-out of general business tangible personal property (TPP) taxes, and changes in the taxation of utilities, to be paid from the GRF under ALI 200417, Personal Property Tax Replacement Phase-Out – School District, and ALI 110403, Personal Property Tax Replacement Phase Out – Local Government.

Requires any school district with a nuclear power plant located within its territory to receive no less in payments to replace the loss in district tax revenues due to the phase-out of general business TPP taxes, and changes in the taxation of utilities, in fiscal year 2027 than paid in fiscal year 2026.

RDFCD5 Property tax reimbursement - Education

Section: 387.20

Requires GRF ALI 200903, Property Tax Reimbursement - Education, to be used for paying the state's costs incurred because of the property tax rollback, the homestead exemption, and certain other property tax exemptions. Requires EDU, in cooperation with TAX, to distribute these funds directly to the appropriate school districts. Appropriates any additional sums that may be needed to make these payments. Requires each school district to distribute these payments among the proper funds as if they had been paid as real or tangible personal property taxes. Requires payments for the costs of administration to be paid to the county treasurer and county auditor for the subsequent distribution to the appropriate school districts as prescribed by law.

Executive**RDFCD6 Homestead exemption, property tax rollback****Section: 387.20**

Requires GRF ALI 110908, Property Tax Reimbursement - Local Government, to be used for paying the state's costs incurred due to the homestead exemption, the manufactured home property tax rollback, and the property tax rollback. Requires the Tax Commissioner to distribute these funds directly to the appropriate local taxing districts, except for school districts. Requires each local taxing district to distribute the amount received among the proper funds as if it had been paid as real property taxes. Appropriates any additional sums that may be needed to make these payments. Requires payments for the costs of administration to be paid to the county treasurer and county auditor for the subsequent redistribution to the appropriate local taxing districts as prescribed by law.

RDFCD7 Municipal income tax**Section: 387.20**

Requires Fund 7095 ALI 110995, Municipal Income Tax, to be used to distribute the municipal income taxes collected at the state level back to municipal corporations. Appropriates additional amounts that are needed to make such payments.

RDFCD8 Municipal net profit tax**Section: 387.20**

Requires Fund 5VR0 ALI 110902, Municipal Net Profit Tax, be used to distribute the municipal net profit taxes collected at the state level back to municipal corporations. Appropriates additional amounts determined to be necessary to make such payments.

Requires the Tax Commissioner to certify to the OBM Director the amount of additional cash necessary to meet monthly distribution obligations to municipal corporations if insufficient cash exists in the Municipal Net Profit Tax Fund (Fund 5VR0) for this purpose in FY 2026 and FY 2027. Requires the Commissioner to submit a plan, including a proposed repayment schedule to reimburse funds for any cash transferred for this purpose, to the Director requesting the necessary cash be transferred from one or a combination of the following funds: the Municipal Income Tax Administrative Fund, the Local Sales Tax Administrative Fund, the General School District Income Tax Administrative Fund, the Motor Fuel Tax Administrative Fund, the Property Tax Administrative Fund, or the GRF. Allows the Director to transfer the cash to the Municipal Net Profit Tax Fund and reimburse the funds from which the cash was transferred.
