



Mark Flanders

Bill Analysis
Legislative Service Commission

H.B. 386
123rd General Assembly
(As Introduced)

Reps. Flannery, Allen, Pringle, Grendell

BILL SUMMARY

- Increases the balance intended to be maintained in the Budget Stabilization Fund from 5% to 6% of the preceding fiscal year's General Revenue Fund revenue.

CONTENT AND OPERATION

Existing law provides that it is the intent of the General Assembly to maintain an amount of money in the Budget Stabilization Fund equal to approximately 5% of General Revenue Fund (GRF) revenue for the preceding fiscal year. (The Budget Stabilization Fund is commonly referred to as the state's "rainy day" fund.) The bill increases the percentage to 6%. (R.C. 131.43.)

The bill continues the provisions of existing law under which any surplus GRF revenue that exists after the end of a fiscal year is used as necessary to increase the amount in the Budget Stabilization Fund to the intended balance. The remainder of the surplus is then made available for a temporary income tax cut through the Income Tax Reduction Fund mechanism. (R.C. 131.44.)

HISTORY

ACTION	DATE	JOURNAL ENTRY
Introduced	06-15-99	p. 835

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