

## General Revenue Fund

### GRF 501-321 Institutional Operations

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 612,624,447	\$ 662,038,387	\$ 738,799,160	\$ 769,736,068	<b>\$ 834,724,490</b>	<b>\$ 877,452,200</b>
	8.1%	11.6%	4.2%	<b>8.4%</b>	<b>5.1%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A., the main appropriations act covering FYs 1996 and 1997)

**Purpose:** Funds disbursed from this account are used exclusively for the operation of prisons, specifically correctional institution costs directly associated with administration, facility maintenance, support services, security, and unit management. Since at least the middle of FY 1999, a relatively small number of the department's Central Office staff and related operating expenses are also charged to this account. GRF prison costs associated with directly delivering mental health, medical, education, and recovery services programs that benefit inmates are not financed by this line item, but are covered by GRF funds appropriated for that specific programmatic purpose. This includes GRF line items 502-321, 505-321, 506-321, and 507-321.

Prior to FY 1996, all GRF-supported expenses associated with prison operations and programs were covered entirely by line items 501-100, Personal Services, 501-200, Maintenance, and 501-300, Equipment. Starting with FY 1996, the department began a process of restructuring all of its GRF line items to reflect a movement toward programmatic budgeting.

## **Rehabilitation and Correction, Department of**

### **GRF 501-403 Prisoner Compensation**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 8,946,621	\$ 9,219,590	\$ 9,257,805	\$ 9,557,832	<b>\$ 8,837,616</b>	<b>\$ 8,837,616</b>
	3.1%	0.4%	3.2%	-7.5%	0.0%

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 494 of the 109th G.A., effective July 12, 1972, which created two new departments - the Department of Rehabilitation and Correction and the Department of Mental Health and Mental Retardation – by dividing up duties previously assigned to the Department of Mental Hygiene and Correction; prior to that time, this account was part of the Mental Hygiene and Correction budget)

**Purpose:** This special purpose account provides funds to: (1) pay inmates for their work performed while incarcerated, and (2) cover prisoner release payments, also known as "gate money." Inmates perform a variety of jobs and services within correctional institutions, such as food service, maintenance, and clerical work. Monthly inmate pay runs between \$16 to \$18. Inmates use this money to purchase various items, including snacks, soft drinks, over-the-counter medicines, cigarettes, and toiletries, from each correctional institution's commissary. These funds are actually transferred to, and disbursed from, Fund 148, Services and Agricultural.

### **GRF 501-405 Halfway House**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 28,909,768	\$ 30,123,253	\$ 31,582,939	\$ 32,284,782	<b>\$ 34,573,018</b>	<b>\$ 35,673,018</b>
	4.2%	4.8%	2.2%	7.1%	3.2%

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 694 of the 114th G.A.; represents a continuation of what used to be GRF subsidy account 501-505, Halfway House)

**Purpose:** This special purpose account funds contractual agreements with governmental and private, nonprofit agencies for the residential placement of various offenders, e.g., those on post-release control, parole or furlough, graduates of the department's shock incarceration (boot camp) program, and offenders sentenced by common pleas courts to a community control sanction. In addition to securing offenders a place to stay, these funds purchase ancillary services, such as substance abuse treatment, employment assistance, and educational or psychological services. Statutory authority for these agreements resides in section 2967.14 of the Revised Code.

At the close of FY 2001, this special purpose account was supporting a statewide network of 1,575 halfway house beds. Given that the average length of stay in one of these beds is three-to-four months, this network can house anywhere from 4,725 to 6,300 felony offenders annually.

## **Rehabilitation and Correction, Department of**

### **GRF 501-406 Lease Rental Payments**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 102,236,337	\$ 110,507,325	\$ 119,182,465	\$ 127,664,186	<b>\$ 138,116,400</b>	<b>\$ 149,653,700</b>
	8.1%	7.9%	7.1%	<b>8.2%</b>	<b>8.4%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Controlling Board on August 2, 1982)

**Purpose:** This special purpose account funds debt service payments made to the Ohio Building Authority for its obligations incurred as a result of issuing the bonds that cover the department's capital appropriations. This account's appropriation authority and actual spending levels are set and controlled by the Office of Budget and Management, and not by the department. The moneys made available as a result of these bonds have financed the design, construction, renovation, and rehabilitation phases of various departmental capital projects, as well as the construction and renovation costs associated with community projects (community-based correctional facilities, jails, and the like).

### **GRF 501-407 Community Nonresidential Programs**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 15,916,032	\$ 16,023,072	\$ 15,893,375	\$ 16,432,686	<b>\$ 15,150,792</b>	<b>\$ 15,150,792</b>
	0.7%	-0.8%	3.4%	<b>-7.8%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 204 of the 113th G.A. as GRF subsidy account 501-506, Community-Based Corrections Program; Am. Sub. H.B. 291 of the 115th G.A. changed this line item to a special purpose account)

**Purpose:** This special purpose account, administered in accordance with sections 5149.30 to 5149.36 of the Revised Code, is used to provide a program of grants to eligible counties for the development, implementation, and operation of community corrections programs aimed at felony offenders. Typically, this has meant providing grants to operate intensive supervision, electronic monitoring, day reporting, and other community sanctions programs for felony offenders who would otherwise be committed to the state prison system or local jails in the absence of such alternatives. Department expenditures for administration of this grant program are statutorily prohibited from exceeding ten percent of the moneys appropriated for this purpose.

By the close of FY 2001, this subsidy program was supporting a total of 67 community sanctions programs, serving a total of around 9,625 or more felony offenders annually in 59 counties. The FY 2002-2003 biennial operating budget will not support a continuation of this level of programmatic activity. As a result, the department will conduct a review of all of the local community nonresidential programs that received funding in FY 2001 with an eye toward selectively eliminating or reducing its financial commitments.

## **Rehabilitation and Correction, Department of**

### **GRF 501-408 Community Misdemeanor Programs**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 6,653,885	\$ 7,360,025	\$ 8,312,570	\$ 8,603,202	<b>\$ 7,942,211</b>	<b>\$ 7,942,211</b>
	10.6%	12.9%	3.5%	-7.7%	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A., the main appropriations act covering FYs 1996 and 1997)

**Purpose:** In anticipation of the enactment of the Ohio Criminal Sentencing Commission's felony sentencing plan (Am. Sub. S.B. 2 of the 121st G.A.), which would move some offenders from the felony to the misdemeanor side of local criminal justice systems, Am. Sub. H.B. 117, the main appropriations act of the 121st G.A., created this special purpose account. It is used to provide a program of subsidies for eligible municipal corporations, counties, and groups of counties for the development, implementation, and operation of community corrections programs that target misdemeanor offenders who would otherwise be confined in a local jail in the absence of such alternatives. This subsidy program is established and administered in accordance with sections 5149.30 to 5149.36 of the Revised Code. Department expenditures for administration of this subsidy are statutorily prohibited from exceeding 10 percent of the money appropriated for this purpose.

By the close of FY 2001, this subsidy program was supporting a total of 100 community sanctions programs, serving a total of around 20,450 misdemeanor offenders annually in 79 counties. The FY 2002-2003 biennial operating budget will not support a continuation of this level of programmatic activity. As a result, the department will conduct a review of all of the local community misdemeanor programs that received funding in FY 2001 with an eye toward selectively eliminating or reducing its financial commitments.

## **Rehabilitation and Correction, Department of**

### **GRF 501-501 Community Residential Programs - CBCF**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 33,182,765	\$ 40,222,801	\$ 47,500,808	\$ 51,086,493	<b>\$ 53,015,353</b>	<b>\$ 53,015,353</b>
	21.2%	18.1%	7.5%	<b>3.8%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 191 of the 112th G.A., the main appropriations act covering FYs 1978 and 1979)

**Purpose:** This subsidy funds the operation of community-based correctional facilities (CBCFs). CBCFs, which can be formed by counties or groups of counties with populations of 200,000 or more, exist for the diversion of nonviolent felony offenders from state prison and are operated by local judicial corrections boards formed by courts of common pleas. The state provides 100 percent of the financing for the construction, renovation, maintenance, and operation of these residential facilities, which can contain up to 200 beds. (Any amounts needed beyond a budget agreed to by the department must be covered by other sources of funding secured by the local judicial corrections boards.) The statutory authority driving this program is contained in sections 2301.51 to 2301.56, 5120.111, and 5120.112 of the Revised Code.

The department's plan calls for there eventually to be 19 CBCFs operational statewide, with the net result being that all of the state's 88 counties will have access to CBCF beds. At the close of FY 2001, there were 18 operational CBCFs statewide. The total number of available CBCF beds stood at 1,891, which allowed for the diversion of approximately 5,673 offenders annually with an average length of stay of around 4 months.

The FY 2002-2003 biennial budget includes annual GRF funding that is below what the department requested as being necessary to maintain the future cost of maintaining its FY 2001 level of financial commitments to CBCFs. No expansion funding was appropriated. Thus, the department will have to find a way to cut its FY 2001 level of CBCF financial assistance in the FY 2002-2003 biennium, which could translate into some mix of fewer beds, lower per diem rates, and programming reductions.

## **Rehabilitation and Correction, Department of**

### **GRF 502-321 Mental Health Services**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 61,079,774	\$ 64,139,254	\$ 71,876,584	\$ 74,520,460	<b>\$ 63,861,558</b>	<b>\$ 67,128,946</b>
	5.0%	12.1%	3.7%	<b>-14.3%</b>	<b>5.1%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A., the main appropriations act covering FYs 1996 and 1997)

**Purpose:** Funds disbursed from this account are used exclusively for the provision of mental health services to offenders housed in the state's prison system, including the operating costs associated with the Oakwood Correctional Facility (OCF). Some staff in the department's Central Office whose principal function is oversight of institutional mental health services, and their related operating expenses, are also charged to this account.

Prior to FY 1996, such GRF expenses were covered entirely by line items 501-100, Personal Services, 501-200, Maintenance, and 501-300, Equipment, as well as GRF funding appropriated to the Department of Mental Health for the provision of institutional mental health services.

### **GRF 503-321 Parole and Community Operations**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 60,192,628	\$ 64,648,153	\$ 71,394,050	\$ 73,048,840	<b>\$ 73,332,328</b>	<b>\$ 78,711,552</b>
	7.4%	10.4%	2.3%	<b>0.4%</b>	<b>7.3%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A., the main appropriations act covering FYs 1996 and 1997)

**Purpose:** Funds disbursed from this account are used exclusively for financing activities of the Division of Parole and Community Services (DPCS), whose duties cover the release of offenders from state prison and their supervision in the community (including operations of the Parole Board), the provision of community control supervision services to counties, the preparation of offender pre-sentence and background investigations, the inspection and provision of technical assistance to local jails, and the administration of the department's community corrections programs. Prior to FY 1996, such GRF expenses were picked up almost entirely by line items 501-100, Personal Services, 501-200, Maintenance, and 501-300, Equipment.

## **Rehabilitation and Correction, Department of**

### **GRF 504-321 Administrative Operations**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 25,984,857	\$ 25,881,513	\$ 28,187,877	\$ 26,570,072	<b>\$ 27,595,593</b>	<b>\$ 27,377,252</b>
	-0.4%	8.9%	-5.7%	<b>3.9%</b>	<b>-0.8%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A., the main appropriations act covering FYs 1996 and 1997)

**Purpose:** Funds disbursed from this account are used exclusively to cover the operating expenses of the Department of Rehabilitation and Correction's administrative component, specifically Central Office, which oversees institutional, parole, and community service operations, and the Corrections Training Academy.

Some Central Office staff associated with an activity that has a specific GRF programmatic operating expenses account (321), and their related operating costs, are paid from that line item rather than GRF line item 504-321, Administrative Operations. For example, payroll and related expenses of Central Office staff who exclusively oversee institutional mental health services are paid from GRF line item 502-321, Mental Health Services.

Prior to FY 1996, the operating expenses associated with the department's administrative component were picked up almost entirely by GRF line items 501-100, Personal Services, 501-200, Maintenance, and 501-300, Equipment.

### **GRF 505-321 Institution Medical Services**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 106,696,036	\$ 111,279,818	\$ 115,082,680	\$ 125,746,524	<b>\$ 114,465,573</b>	<b>\$ 118,907,262</b>
	4.3%	3.4%	9.3%	<b>-9.0%</b>	<b>3.9%</b>

**Source:** General Revenue Fund

**Legal Basis:** Established by Am. Sub. H.B. 94 of the 124th G.A., the main appropriation act covering FYs 2002 and 2003 (originally established by Am. Sub. H.B. 215 of the 122nd G.A., the main appropriations act covering FYs 1998 and 1999)

**Purpose:** Funds disbursed from this account are used exclusively for the provision of medical services to offenders housed in the state's prison system, including the operating costs of the Corrections Medical Center (CMC) in Columbus. Some staff in the department's Central Office whose principal function is oversight of institutional medical services, and their related operating expenses, are also charged to this account.

Prior to FY 1998, such GRF expenses were covered principally by line item 501-321, Institutional Operations, and to a lesser extent, line item 504-321, Administrative Operations.

## **Rehabilitation and Correction, Department of**

### **GRF 506-321 Institution Education Services**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 19,788,769	\$ 19,679,913	\$ 22,609,354	\$ 21,928,685	<b>\$ 22,981,953</b>	<b>\$ 24,048,209</b>
	-0.6%	14.9%	-3.0%	<b>4.8%</b>	<b>4.6%</b>

**Source:** General Revenue Fund

**Legal Basis:** Established by Am. Sub. H.B. 94 of the 124th G.A., the main appropriation act covering FYs 2002 and 2003 (originally established by Am. Sub. H.B. 215 of the 122nd G.A., the main appropriations act covering FYs 1998 and 1999)

**Purpose:** Funds disbursed from this account are used exclusively for the provision of basic, vocational, and post-secondary education services to offenders housed in the state's prison system. Some staff in the department's Central Office whose principal function is oversight of institutional education services, and their related operating expenses, are also charged to this account.

Prior to FY 1998, such GRF expenses were covered principally by line item 501-321, Institutional Operations, and to a lesser extent, line item 504-321, Administrative Operations. Funding was also appropriated to this line item to replace post-secondary education funding previously made available through the Board of Regents' GRF budget in the form of Ohio Instructional and Student Choice grants.

### **GRF 507-321 Institution Recovery Services**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 4,108,368	\$ 5,067,801	\$ 5,860,100	\$ 6,778,178	<b>\$ 6,642,352</b>	<b>\$ 6,951,387</b>
	23.4%	15.6%	15.7%	<b>-2.0%</b>	<b>4.7%</b>

**Source:** General Revenue Fund

**Legal Basis:** Established by Am. Sub. H.B. 94 of the 124th G.A., the main appropriation act covering FYs 2002 and 2003 (originally established by Am. Sub. H.B. 215 of the 122nd G.A., the main appropriations act covering FYs 1998 and 1999)

**Purpose:** Funds disbursed from this account are used exclusively for the provision of alcohol and substance abuse treatment services to offenders housed in the state's prison system. Some staff in the department's Central Office whose principal function is oversight of institutional recovery services, and their related operating expenses, are also charged to this account.

Prior to FY 1998, such GRF expenses were covered principally by line item 501-321, Institutional Operations, and to a lesser extent, line item 504-321, Administrative Operations.

## General Services Fund Group

### 483 501-605 Property Receipts

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 266,132	\$ 113,697	\$ 176,774	\$ 191,892	<b>\$ 361,230</b>	<b>\$ 373,628</b>
	-57.3%	55.5%	8.6%	<b>88.2%</b>	<b>3.4%</b>

**Source:** General Services Fund Group: Rent and utility charges collected from departmental personnel who live in housing under the department's control

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.22 (originally established by Controlling Board on February 20, 1973; codified by Am. Sub. H.B. 152, the main appropriations act of the 120th G.A.)

**Purpose:** Moneys in this fund can be used for any expenses necessary to provide housing of department employees, including, but not limited to, expenses for the acquisition, construction, operation, maintenance, repair, reconstruction, or demolition of land and buildings. Previous to a change in permanent law contained in Am. Sub. H.B. 117 of the 121st G.A., moneys in this fund could only be used to pay for the "maintenance" of various types of state-owned housing under the department's control.

### 4B0 501-601 Penitentiary Sewer Treatment Facility Services

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 1,166,582	\$ 1,291,406	\$ 1,334,731	\$ 1,431,149	<b>\$ 1,535,919</b>	<b>\$ 1,614,079</b>
	10.7%	3.4%	7.2%	<b>7.3%</b>	<b>5.1%</b>

**Source:** General Services Fund Group: (1) Revenue from contracts with political subdivisions under which the latter are permitted to tap into a correctional facility's sewage treatment facility; as of July 2001, three correctional facilities had such contracts to provide sewage treatment services: the Pickaway Correctional Institution, the Ross Correctional Institution, and the Southern Ohio Correctional Facility in Lucasville, and (2) starting with FY 1998, a second and much larger stream of revenue was created through an accounting change under which GRF funds are transferred quarterly from each of these three correctional institutions' maintenance budgets and deposited into Fund 4B0; these transferred amounts reflect the additional dollars needed to cover each sewage treatment facility's projected payroll and maintenance costs, as the revenue generated from the few contractual arrangements that are in place do not come close to covering a facility's annual operating costs

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.52 (originally established by Sub. S.B. 330 of the 118th G.A.)

**Purpose:** These moneys are only used to pay costs associated with operating and maintaining each of the departmental sewage treatment facilities that generate the fund's revenue.

## ***Rehabilitation and Correction, Department of***

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### **4D4 501-603 Prisoner Programs**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 14,287,648	\$ 16,372,326	\$ 19,999,495	\$ 19,456,358	<b>\$ 21,872,497</b>	<b>\$ 23,135,230</b>
	14.6%	22.2%	-2.7%	<b>12.4%</b>	<b>5.8%</b>

**Source:** General Services Fund Group: All moneys received by the department from commissions on telephone systems established for the use of prisoners; previously, money was distributed to the department's different correctional institutions, each of which in turn deposited their portion of the revenue into a local bank account to be used for the entertainment and welfare of the inmates of the institution

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.132 (originally established by Am. Sub. S.B. 351 of the 119th G.A.)

**Purpose:** The telephone commission revenue may be used for the costs of construction, goods, and services that directly benefit inmates, as well as part of the cost of prisoner release payments. Although telephone commission contracts and this use of revenues has been in existence for a number of years, it was only with the passage of Am. Sub. S.B. 351 of the 119th G.A., effective July 1, 1992, that this revenue and its intended uses were codified.

## **Rehabilitation and Correction, Department of**

### **4J3 501-612 Mental Health & Substance Abuse Treatment**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 1,486,441	\$ 854,901	\$ 0	\$ 0	<b>\$ 0</b>	<b>\$ 0</b>
	-42.5%	-100.0%	N/A	<b>N/A</b>	<b>N/A</b>

**Source:** General Services Fund Group: GRF moneys transferred under permissive temporary law from the Department of Mental Health's budget, as well as the department's GRF line item 501-407, Community Nonresidential Programs

**Legal Basis:** Discontinued line item (originally established by Am. Sub. S.B. 310, supplemental appropriations act of the 121st G.A.)

**Purpose:** These funds were used to support the Linkages Project, an effort jointly planned and coordinated by the departments of Rehabilitation and Correction, Mental Health, Youth Services, and Alcohol and Drug Addiction Services. This collaborative effort was for the purpose of creating a partnership with certain counties in the delivery of mental health and recovery (alcohol and substance abuse treatment) services to adult and juvenile offenders.

Starting with FY 1997, funds flowed to demonstration or pilot projects in five counties (Cuyahoga, Hamilton, Lorain, Summit, and Trumbull). Following FY 1999, the department transferred the unused cash in this fund to the Department of Mental Health for the purpose of financing the latter's Diversion Linkage project, which assists counties in providing alternatives to the institutionalization of non-violent mentally ill offenders.

Starting with FY 2000, the department continued its support of two existing Linkages Project pilots that targeted adult offenders, one in Cuyahoga County and one in Hamilton County, with funding appropriated to GRF line item 501-408, Community Misdemeanor Programs. As of the close of FY 2001, these two Linkages Project pilots were still in existence as state-funded community jail diversion programs.

## **Rehabilitation and Correction, Department of**

### **4L4 501-604 Transitional Control**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 73,832	\$ 274,320	\$ 233,160	\$ 418,814	<b>\$ 401,772</b>	<b>\$ 417,032</b>
	271.5%	-15.0%	79.6%	<b>-4.1%</b>	<b>3.8%</b>

**Source:** General Services Fund Group: Money collected from prisoners who are transferred to transitional control that may be required to pay "reasonable expenses" incurred by the department in the supervision and confinement of those prisoners while under transitional control; prior to March 17, 1998, moneys the department was allowed to collect from furloughed inmates who were gainfully employed was the sole source of the fund's revenue

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 2967.26 (originally established by Am. Sub. H.B. 152 of the 120th G.A.)

**Purpose:** Moneys in this fund may only be used to pay costs related to operation of the department's Transitional Control program. Prior to the enactment of Am. Sub. S.B. 111 of the 122nd G.A., effective March 17, 1998, this fund was known as the Furlough Services Fund and served as the depository for any moneys that the department was permitted to collect from furloughed inmates who were gainfully employed, with the intent that such moneys be used only for operational costs of what was then known as the Furlough Education and Work Release Program. That act repealed existing furlough, conditional release to a halfway house, and electronic monitoring early release provisions and replaced them with authorization for the department to establish a transitional control program for the purpose of closely monitoring a prisoner's adjustment to community supervision during the final 180 days of the prisoner's confinement. All moneys that remained in the Furlough Services Fund were transferred to the Transitional Control Fund.

### **4S5 501-608 Education Services**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 1,965,885	\$ 1,986,556	\$ 2,224,250	\$ 3,206,233	<b>\$ 3,727,680</b>	<b>\$ 3,894,150</b>
	1.1%	12.0%	44.1%	<b>16.3%</b>	<b>4.5%</b>

**Source:** General Services Fund Group: All state, i.e., nonfederal, money received from the Ohio Department of Education

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.091 (originally established by Sub. H.B. 715 of the 120th G.A.)

**Purpose:** Moneys in this fund may only be used to pay educational expenses incurred by the department. Prior to the creation of this fund, such revenue in the form of GRF money transferred from the Ohio Department of Education to support special education, adult high school, vocational education, and GED testing was deposited into the department's lone federal account: line item 501-619, Federal Grants. The purpose of creating the Education Services Fund was to segregate state from federal education money, which was in keeping with a 1992 deficiency finding by the Auditor of State that the department was inappropriately co-mingling state and federal education moneys in a single account.

## **Rehabilitation and Correction, Department of**

### **571 501-606 Training Academy Receipts**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 66,397	\$ 42,091	\$ 55,474	\$ 77,811	<b>\$ 71,567</b>	<b>\$ 71,567</b>
	-36.6%	31.8%	40.3%	<b>-8.0%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: Charges to individuals from outside the department for training received at the Corrections Training Academy (located on the grounds of the Orient Correctional Complex in Pickaway County); an intradepartmental billing system planned for initiation in FY 1998, which would have dramatically bolstered this fund's annual revenue stream, was not implemented, as it would have created a large administrative burden

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Controlling Board on October 9, 1984)

**Purpose:** Moneys in this fund are used solely to support the training academy's operating expenses.

### **593 501-618 Laboratory Services**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 0	\$ 0	\$ 3,219,238	\$ 3,675,521	<b>\$ 4,277,711</b>	<b>\$ 4,469,231</b>
	N/A	N/A	14.2%	<b>16.4%</b>	<b>4.5%</b>

**Source:** General Services Fund Group: Payments collected from entities that receive laboratory services

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.135 (originally established by Controlling Board on October 19, 1998; codified by Am. Sub. H.B. 850, the capital appropriations act of the 122nd G.A.)

**Purpose:** Moneys deposited into this fund are used solely to pay costs of operating the department's centralized laboratory, which is required to provide services to the departments of Rehabilitation and Correction, Mental Health, Mental Retardation and Developmental Disabilities, and Youth Services, and may also provide to other state, county, local, and private persons that request laboratory services. The creation of this fund reflects the decision by the departments of Rehabilitation and Correction and Mental Health to merge their separate laboratory operations into one unified laboratory under control of the Department of Rehabilitation and Correction.

## **Rehabilitation and Correction, Department of**

### **5H8 501-617 Offender Financial Responsibility**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 0	\$ 162,518	\$ 223,462	\$ 91,720	<b>\$ 435,000</b>	<b>\$ 440,000</b>
	N/A	37.5%	-59.0%	<b>374.3%</b>	<b>1.1%</b>

**Source:** General Services Fund Group: All "cost debts" collected by or on behalf of the department and all moneys currently in the department's custody that are applied to satisfy an allowable cost debt; cost debt is a cost of incarceration or supervision that may be assessed against and collected from an offender as a debt to the state, including, but not limited to, any user fee or co-payment for services, assessments for damage or destruction to institutional property, restitution to another offender or staff member, cost of housing and feeding, cost of supervision, and cost of any ancillary services; as of July 2001, the only cost debt being collected was a \$3 co-payment for voluntary sick calls

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.56 (originally established by Am. Sub. S.B. 111 of the 122nd G.A.)

**Purpose:** The department "may" expend moneys in the fund for goods and services of the same type as those for which offenders were assessed costs.

### **5L6 501-611 Information Technology Services**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 0	\$ 0	\$ 0	\$ 0	<b>\$ 5,474,800</b>	<b>\$ 3,561,670</b>
	N/A	N/A	N/A	<b>N/A</b>	<b>-34.9%</b>

**Source:** General Services Fund Group: Pro-rated charges assessed each of the department's institutions and its Division of Parole and Community Services that reflect the relative benefit each receives from information technology upgrades and enhancements

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Controlling Board on April 10, 2000)

**Purpose:** This line item is intended to be a funding mechanism that will allow the department to pay the multi-year costs associated with upgrading current information technology (IT) systems as well as enhancements in future years. During FYs 2002 and 2003, the department proposes to undertake an information technology upgrade that will involve re-engineering and moving its offender and inmate job assignment databases into an enterprise-wide application. These new applications will also include critical functions such as business functions, inventory control, maintenance of medical, recovery services, and mental health records, and so forth. These functions are currently performed on a variety of independent, outdated computer systems, or using paper. The new system would make all of this information available through a single source enhancing the ability of the department to provide: (1) services to offenders, and (2) information to other entities, including the Parole Board and courts.

**Federal Special Revenue Fund Group**

**323 501-619 Federal Grants**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 5,012,736	\$ 6,871,602	\$ 6,269,449	\$ 8,058,380	<b>\$ 10,246,790</b>	<b>\$ 10,246,790</b>
	37.1%	-8.8%	28.5%	<b>27.2%</b>	<b>0.0%</b>

**Source:** Federal Special Revenue Fund Group: Mix of federal grants with varying durations and award amounts, the bulk of which come from federal departments of Agriculture (CFDA 10.553, School Breakfast Program, and CFDA 10.555, National School Lunch Program), Justice (CFDA 16.606, State Criminal Alien Assistance Program, and CFDA 16.579, Byrne Memorial Criminal Justice Block Grant), and Education (CFDA 84.002, Adult Education, CFDA 84.013, Title I Program for Neglected and Delinquent Children, CFDA 84.027, Special Education Grants, CFDA 84.048, Vocational Education Grants, and CFDA 84.331, Incarcerated Youth Offenders)

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Controlling Board in 1970)

**Purpose:** This fund serves as the depository for a whole host of federal grants serving various purposes, mostly in the areas of education, criminal justice, and food and nutrition assistance.

## **Rehabilitation and Correction, Department of**

### **3S1 501-615 Truth-In-Sentencing Grants**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 105,731	\$ 15,278,575	\$ 14,565,656	\$ 8,324,309	<b>\$ 22,906,042</b>	<b>\$ 23,432,796</b>
	14350.4%	-4.7%	-42.8%	<b>175.2%</b>	<b>2.3%</b>

**Source:** Federal Special Revenue Fund Group: CFDA 16.586, Violent Offender Incarceration and Truth-In-Sentencing Incentive Grants

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A. (originally established by Am. Sub. H.B. 215 of the 122nd G.A., the main appropriations act covering FYs 1998 and 1999)

**Purpose:** This federal money comes from a block grant that the department is administering known as the Violent Offender Incarceration and Truth-In-Sentencing Incentive Grant program. The federal funds made available to states under this grant program are intended to increase the number of beds available to house violent offenders. Although there is some flexibility with this federal money, it is basically for “bricks-and-mortar” projects, which means new construction or renovation projects.

Since federal FY 1996, the department has received annual awards that have ranged from \$12.0 million to \$16.2 million. The funds awarded in each federal fiscal year are for a period that includes the fiscal year of the awarded amount plus four additional years. It is also important to note that the state cannot simply collect and bank its annual federal award, and then spend those funds as-needed; the state can only draw on an awarded amount as it incurs costs. Thus, this federal revenue stream works more like a reimbursement program.

The department is permitted to take up to 3 percent of this federal award off the top for administrative costs, but has, to date, not used anywhere near that percentage. The bulk of the state's annual federal award is typically allocated as follows: 80 percent for construction of prison beds, 15 percent for construction of beds in full-service local jails, and 5 percent to the Department of Youth Services for additional beds for violent offenders. These allocated funds cover 90 percent of a given project's allowable costs, with the recipient required to provide a 10 percent cash match.

## Intragovernmental Service Fund Group

### 148 501-602 Services and Agricultural

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 83,421,924	\$ 84,408,988	\$ 87,290,019	\$ 89,378,911	<b>\$ 95,102,123</b>	<b>\$ 98,634,008</b>
	1.2%	3.4%	2.4%	<b>6.4%</b>	<b>3.7%</b>

**Source:** Intragovernmental Service Fund Group: (1) Money transferred from GRF line items 501-321, Institutional Operations, and 501-403, Prisoner Compensation, and (2) proceeds from the sale of excess crops and older animals

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.29 (originally established by Am. Sub. H.B. 171 of the 117th G.A., which split the former line item 501-602, Ohio Penal Industries, into line items 501-602, Services and Agricultural, and 501-607, Ohio Penal Industries)

**Purpose:** Money in this fund is used for: (1) the purchase of material, supplies, equipment, land, and buildings used in service industries and agriculture, (2) the erection and extension of buildings used in service industries and agriculture, (3) the payment of compensation to employees necessary to carry on the service industries and agriculture, and (4) the payment of prisoners for the performance of various jobs. In addition, receipts credited to the fund, as well as those credited to Fund 200, may be pledged to the payment of bond service charges on obligations issued by the Ohio Building Authority pursuant to Chapter 152. of the Revised Code to construct, reconstruct, or otherwise improve capital facilities useful to the department.

## **Rehabilitation and Correction, Department of**

### **200 501-607 Ohio Penal Industries**

1998 Actual	1999 Actual	2000 Actual	2001 Actual	2002 Appropriation	2003 Appropriation
\$ 35,518,009	\$ 35,539,572	\$ 34,909,601	\$ 37,497,311	<b>\$ 43,131,254</b>	<b>\$ 44,425,724</b>
	0.1%	-1.8%	7.4%	<b>15.0%</b>	<b>3.0%</b>

**Source:** Intragovernmental Service Fund Group: Manufacture and sale of various goods and services to the state and its political subdivisions; for example, OPI manufactures license plates and validation stickers for the Bureau of Motor Vehicles, as well as beds, mattresses, shoes, clothing, and so forth, which it sells to each of the department's institutions; additionally, OPI offers a wide variety of office furniture and systems, janitorial supplies, vehicle maintenance services, and printing services

**Legal Basis:** Section 95 of Am. Sub. H.B. 94 of the 124th G.A.; ORC 5120.29 (originally established by Am. Sub. H.B. 171 of the 117th G.A., which split the former line item 501-602, Ohio Penal Industries, into line items 501-602, Services and Agricultural, and 501-607, Ohio Penal Industries)

**Purpose:** This fund supports activities of the Ohio Penal Industries (OPI), which operates factories and shops in the state's prisons. Money in this fund is used for: (1) the purchase of material, supplies, equipment, land, and buildings used in manufacturing industries, (2) the erection and extension of buildings used in manufacturing industries, (3) the payment of compensation to employees necessary to carry on the manufacturing industries, and (4) the payment of prisoners for the performance of various manufacturing jobs. In addition, receipts credited to the fund, as well as those credited to Fund 148, may be pledged to the payment of bond service charges on obligations issued by the Ohio Building Authority pursuant to Chapter 152. of the Revised Code to construct, reconstruct, or otherwise improve capital facilities useful to the department.