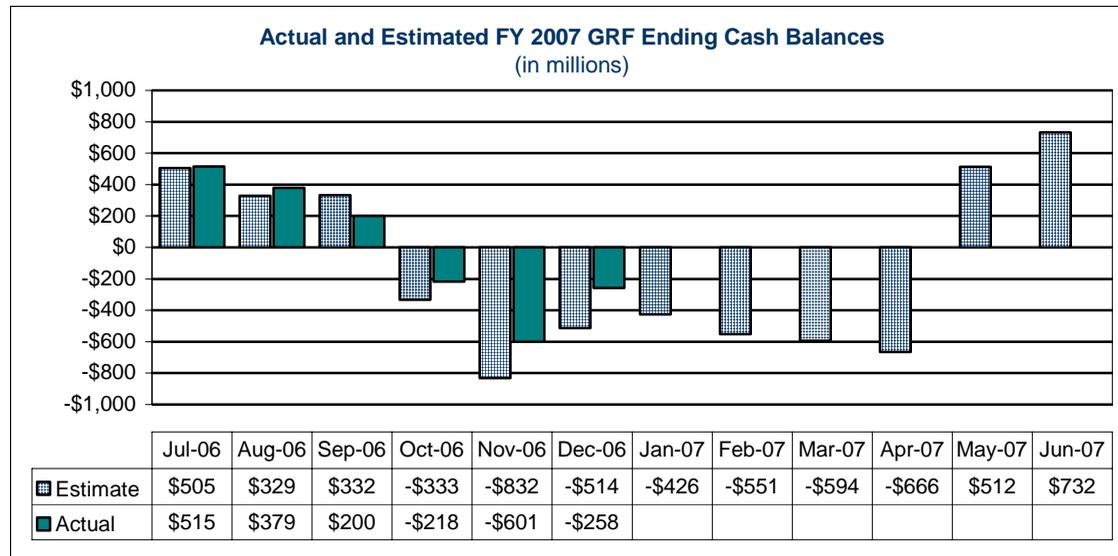


Fiscal Facts

GRF Receipts, Disbursements, and Cash Balance A Report of the Ohio Legislative Service Commission January 2007



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Highlights of FY 2007 General Revenue Fund receipts (as of December 31):

- ◆ Total GRF receipts (including federal grants) of \$11,923.5 million for the fiscal year to date are \$267.0 million (2.2%) below the Office of Budget and Management's FY 2007 estimate. Compared to the same point in FY 2006, GRF receipts are lower by 1.9%. This is due to lower federal grants, especially in the Medicaid program.
- ◆ Receipts from the Personal Income Tax are \$69.3 million (1.8%) above estimate.
- ◆ Receipts from the Corporate Franchise Tax are above estimate by \$20.6 million (55.7%). The Corporate Franchise Tax is now in the second year of a five-year phaseout.
- ◆ Receipts from the Sales and Use Taxes are \$132.7 million (3.5%) below estimate. Auto Sales Tax receipts are below estimate by 1.7%. Nonauto Sales Tax receipts are below estimate by 3.7%.
- ◆ Receipts from the Cigarette Tax are above estimate by \$5.2 million (1.1%), and below last year's receipts by \$44.1 million (8.8%).
- ◆ Receipts from the Estate Tax are above estimate by \$4.3 million (15.2%).

Highlights of FY 2007 GRF program disbursements (as of December 31):

- ◆ Total GRF program disbursements of \$13,019.7 million for the fiscal year to date are \$494.5 million (3.7%) below estimate. Compared to the same point in FY 2006, GRF program disbursements are lower by \$186.7 million (1.4%).
- ◆ The largest contributor to the lower than expected spending is the Health Care/Medicaid program, which is under estimate by \$416.6 million (8.0%). Compared to the same point in FY 2006, FY 2007 spending in this program is \$296.0 million (5.8%) lower.
- ◆ Total spending in the Education category is close to estimate, with relatively small variances in Higher Education and in Primary and Secondary Education nearly offsetting.
- ◆ Outlays in the Government Operations category are under estimate by \$19.3 million (1.3%), with the bulk of the variance stemming from the timing of Development grants.
- ◆ Disbursements in the Property Tax Relief program are under the year-to-date estimate by \$16.3 million (2.6%).

General Revenue Fund Sources
Actual vs. Estimate
(\$ in thousands)

| TAX REVENUE | Month of December 2006 | | | | Fiscal Year to Date | | | |
|--|------------------------|--------------------|------------------|---------------|---------------------|---------------------|-------------------|--------------|
| | Actual | Estimate* | Variance | Percent | Actual | Estimate* | Variance | Percent |
| Auto Sales | \$62,914 | \$64,373 | -\$1,459 | -2.3% | \$454,375 | \$462,445 | -\$8,070 | -1.7% |
| Nonauto Sales & Use | \$601,696 | \$636,850 | -\$35,154 | -5.5% | \$3,259,095 | \$3,383,744 | -\$124,649 | -3.7% |
| Total Sales & Use Taxes | \$664,610 | \$701,223 | -\$36,613 | -5.2% | \$3,713,470 | \$3,846,189 | -\$132,719 | -3.5% |
| Personal Income | \$707,117 | \$686,600 | \$20,517 | 3.0% | \$4,018,155 | \$3,948,900 | \$69,254 | 1.8% |
| Corporate Franchise | \$3,883 | -\$7,200 | \$11,083 | --- | \$57,604 | \$37,000 | \$20,604 | 55.7% |
| Public Utility | -\$297 | -\$400 | \$103 | -25.7% | \$68,859 | \$65,700 | \$3,159 | 4.8% |
| Kilowatt Hour Excise | \$25,525 | \$25,400 | \$125 | 0.5% | \$167,872 | \$171,100 | -\$3,228 | -1.9% |
| Commercial Activity Tax | \$0 | \$0 | \$0 | --- | \$0 | \$0 | \$0 | --- |
| Foreign Insurance | \$788 | \$49 | \$739 | 1507.8% | \$132,122 | \$131,509 | \$613 | 0.5% |
| Domestic Insurance | \$0 | \$0 | \$0 | --- | \$235 | \$1,200 | -\$965 | -80.4% |
| Business & Property | \$9 | \$40 | -\$31 | -77.8% | \$632 | \$710 | -\$78 | -11.0% |
| Cigarette | \$87,905 | \$88,700 | -\$795 | -0.9% | \$458,389 | \$453,200 | \$5,189 | 1.1% |
| Alcoholic Beverage | \$4,595 | \$4,798 | -\$203 | -4.2% | \$29,073 | \$29,094 | -\$21 | -0.1% |
| Liquor Gallonage | \$2,867 | \$2,721 | \$146 | 5.4% | \$17,055 | \$16,980 | \$75 | 0.4% |
| Estate | \$8,007 | \$3,400 | \$4,607 | 135.5% | \$32,380 | \$28,100 | \$4,280 | 15.2% |
| Total Tax Revenue | \$1,505,008 | \$1,505,331 | -\$323 | 0.0% | \$8,695,846 | \$8,729,682 | -\$33,836 | -0.4% |
| NONTAX STATE-SOURCE REVENUE | | | | | | | | |
| Earnings on Investments | \$42,157 | \$31,900 | \$10,257 | 32.2% | \$92,314 | \$69,900 | \$22,414 | 32.1% |
| Licenses and Fees | \$858 | \$700 | \$158 | 22.5% | \$20,053 | \$19,511 | \$542 | 2.8% |
| Other Revenue | \$55,045 | \$3,200 | \$51,845 | 1620.2% | \$87,903 | \$37,750 | \$50,153 | 132.9% |
| Nontax State-Source Revenue | \$98,060 | \$35,800 | \$62,260 | 173.9% | \$200,270 | \$127,161 | \$73,109 | 57.5% |
| TRANSFERS | | | | | | | | |
| Liquor Transfers | \$17,000 | \$16,000 | \$1,000 | 6.3% | \$76,000 | \$68,000 | \$8,000 | 11.8% |
| Budget Stabilization | \$0 | \$0 | \$0 | --- | \$0 | \$0 | \$0 | --- |
| Other Transfers In | \$0 | \$9,600 | -\$9,600 | -100.0% | \$179,986 | \$168,300 | \$11,686 | 6.9% |
| Total Transfers In | \$17,000 | \$25,600 | -\$8,600 | -33.6% | \$255,986 | \$236,300 | \$19,686 | 8.3% |
| TOTAL GRF before Federal Grants | \$1,620,067 | \$1,566,731 | \$53,336 | 3.4% | \$9,152,102 | \$9,093,143 | \$58,959 | 0.6% |
| Federal Grants | \$452,455 | \$496,490 | -\$44,036 | -8.9% | \$2,771,417 | \$3,097,403 | -\$325,987 | -10.5% |
| TOTAL GRF SOURCES | \$2,072,522 | \$2,063,221 | \$9,301 | 0.5% | \$11,923,519 | \$12,190,547 | -\$267,028 | -2.2% |

* August 2006 estimates of the Office of Budget and Management.
Detail may not sum to total due to rounding.

General Revenue Fund Uses
Actual vs. Estimate
(\$ in thousands)

| PROGRAM | Month of December 2006 | | | | Fiscal Year to Date | | | |
|---|------------------------|--------------------|------------------|---------------|---------------------|---------------------|-------------------|--------------|
| | Actual | Estimate* | Variance | Percent | Actual | Estimate* | Variance | Percent |
| Primary & Secondary Education (1) | \$303,911 | \$287,074 | \$16,837 | 5.9% | \$3,505,918 | \$3,523,595 | -\$17,677 | -0.5% |
| Higher Education | \$213,391 | \$160,031 | \$53,360 | 33.3% | \$1,282,879 | \$1,262,011 | \$20,868 | 1.7% |
| Total Education | \$517,302 | \$447,106 | \$70,197 | 15.7% | \$4,788,797 | \$4,785,607 | \$3,190 | 0.1% |
| Health Care/Medicaid | \$772,591 | \$838,995 | -\$66,404 | -7.9% | \$4,813,692 | \$5,230,317 | -\$416,625 | -8.0% |
| Temporary Assistance to Needy Families | \$33,308 | \$47,133 | -\$13,825 | -29.3% | \$179,116 | \$181,204 | -\$2,088 | -1.2% |
| Other Welfare (2) | \$40,539 | \$36,365 | \$4,174 | 11.5% | \$297,360 | \$312,980 | -\$15,620 | -5.0% |
| Human Services (3) | \$76,365 | \$77,102 | -\$737 | -1.0% | \$658,754 | \$674,618 | -\$15,864 | -2.4% |
| Total Welfare & Human Services | \$922,803 | \$999,594 | -\$76,792 | -7.7% | \$5,948,921 | \$6,399,119 | -\$450,197 | -7.0% |
| Justice & Corrections | \$136,313 | \$124,047 | \$12,267 | 9.9% | \$1,041,766 | \$1,041,165 | \$601 | 0.1% |
| Environment & Natural Resources | \$4,846 | \$5,056 | -\$210 | -4.2% | \$60,726 | \$60,475 | \$251 | 0.4% |
| Transportation | \$3,852 | \$1,121 | \$2,731 | 243.5% | \$14,079 | \$15,555 | -\$1,475 | -9.5% |
| Development | \$8,579 | \$8,978 | -\$399 | -4.4% | \$85,253 | \$96,621 | -\$11,368 | -11.8% |
| Other Government | \$29,099 | \$23,681 | \$5,417 | 22.9% | \$220,355 | \$227,714 | -\$7,359 | -3.2% |
| Capital | \$2 | \$0 | \$2 | --- | \$37 | \$0 | \$37 | --- |
| Total Government Operations | \$182,691 | \$162,883 | \$19,807 | 12.2% | \$1,422,216 | \$1,441,530 | -\$19,313 | -1.3% |
| Property Tax Relief (4) | \$99,111 | \$116,841 | -\$17,729 | -15.2% | \$599,829 | \$616,153 | -\$16,324 | -2.6% |
| Debt Service | \$7,568 | \$18,723 | -\$11,155 | -59.6% | \$259,895 | \$271,771 | -\$11,875 | -4.4% |
| Total Other Disbursements | \$106,679 | \$135,564 | -\$28,885 | -21.3% | \$859,725 | \$887,924 | -\$28,199 | -3.2% |
| Total Program Disbursements | \$1,729,475 | \$1,745,147 | -\$15,672 | -0.9% | \$13,019,659 | \$13,514,179 | -\$494,520 | -3.7% |
| TRANSFERS | | | | | | | | |
| Budget Stabilization | \$0 | \$0 | \$0 | --- | \$394,034 | \$394,034 | \$0 | 0.0% |
| Other Transfers Out | \$0 | \$0 | \$0 | --- | \$296,828 | \$325,113 | -\$28,285 | -8.7% |
| Total Transfers Out | \$0 | \$0 | \$0 | --- | \$690,862 | \$719,147 | -\$28,285 | -3.9% |
| TOTAL GRF USES | \$1,729,475 | \$1,745,147 | -\$15,672 | -0.9% | \$13,710,521 | \$14,233,325 | -\$522,804 | -3.7% |

- (1) Includes Primary, Secondary, and Other Education.
- (2) Includes Department of Job and Family Services, exclusive of Medicaid, TANF, and General/Disability Assistance.
- (3) Includes Mental Health, Mental Retardation and Developmental Disabilities, and Other Human Services.
- (4) Includes property tax rollbacks, homestead exemption, and tangible property tax exemption.

* August 2006 estimates of the Office of Budget and Management.
Detail may not sum to total due to rounding.