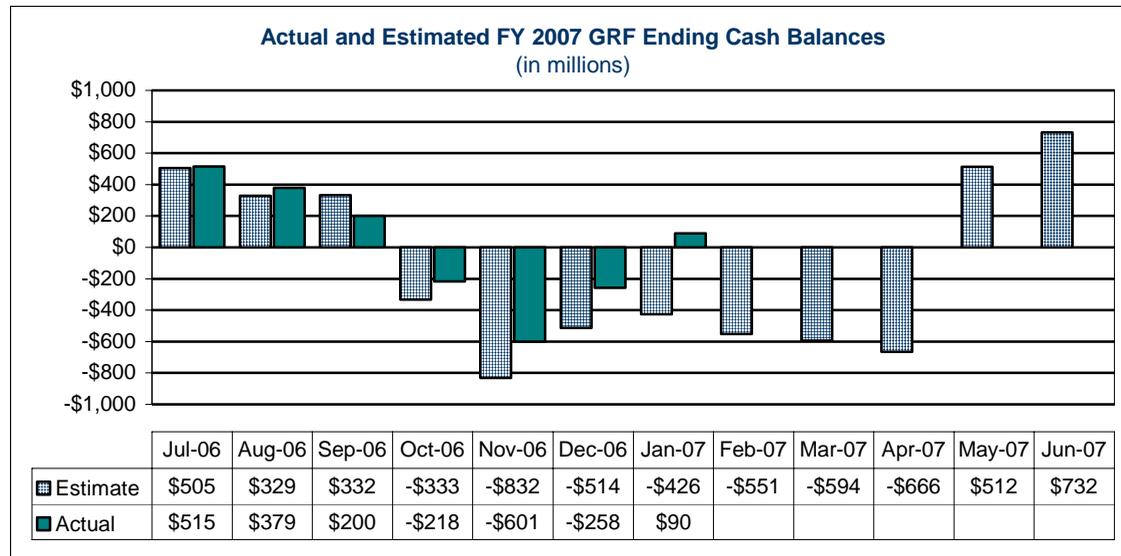


# Fiscal Facts

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



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For the fiscal year to date, total GRF receipts are \$165.7 million below estimate, total GRF disbursements are \$682.2 million below estimate, and the GRF cash balance is \$516.5 million above its expected level.

### Highlights of FY 2007 GRF receipts (as of January 31):

- ◆ Total GRF receipts (including federal grants) of \$14,572.7 million are \$165.7 million (1.1%) below the Office of Budget and Management's FY 2007 estimate.
- ◆ State-source receipts are above estimate by \$193.1 million (1.7%) and federal grants are below estimate by \$358.8 million (9.9%).
- ◆ Tax revenues are \$93.3 million (0.9%) above estimate.
- ◆ Corporate franchise tax revenues are above estimate by \$144.6 million (61.7%).
- ◆ Personal income tax revenues are above estimate by \$42.9 million (0.9%).
- ◆ Sales and use tax revenues are below estimate by \$106.4 million (2.3%). The nonauto tax is below estimate by \$105.0 million (2.6%) and the auto tax is below estimate by \$1.3 million (0.3%).
- ◆ Compared to FY 2006, total GRF receipts are up by \$5.1 million (0.03%). State-source receipts are up by 1.7% and federal grants are down by 5.4%. Corporate franchise tax revenue is up by 42.8% and personal income tax revenue is down by 2.0%. Sales and use tax revenue is up by 0.1%; nonauto tax revenue is up by 0.9% and auto tax revenue is down by 5.1%.

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

- ◆ Total GRF program disbursements of \$15,309.6 million are \$664.6 million (4.2%) below estimate.
- ◆ Health Care/Medicaid disbursements are \$482.7 million (7.9%) below estimate.
- ◆ Primary and Secondary Education disbursements are below estimate by \$67.1 million (1.5%).
- ◆ Higher Education disbursements are above estimate by \$4.4 million (0.3%).
- ◆ Compared to FY 2006, total GRF program disbursements are down by 0.2%. Disbursements for Health Care/Medicaid are down by 5.7%. Disbursements for Primary and Secondary Education are up by 8.1% and disbursements for Higher Education are up by 2.9%.

Further details of GRF receipts and disbursements will be available in the upcoming issue of LSC's *Budget Footnotes*, available on the LSC web site: <http://www.lsc.state.oh.us>.

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

| TAX REVENUE                            | Month of January 2007 |                    |                  |              | Fiscal Year to Date |                     |                   |              |
|--|-----------------------|--------------------|------------------|--------------|---------------------|---------------------|-------------------|--------------|
|  | Actual                | Estimate*          | Variance         | Percent      | Actual              | Estimate*           | Variance          | Percent      |
| Auto Sales                             | \$67,715              | \$60,989           | \$6,726          | 11.0%        | \$522,090           | \$523,434           | -\$1,344          | -0.3%        |
| Nonauto Sales & Use                    | \$644,367             | \$624,750          | \$19,617         | 3.1%         | \$3,903,462         | \$4,008,494         | -\$105,032        | -2.6%        |
| <b>Total Sales &amp; Use Taxes</b>     | <b>\$712,082</b>      | <b>\$685,739</b>   | <b>\$26,343</b>  | <b>3.8%</b>  | <b>\$4,425,552</b>  | <b>\$4,531,928</b>  | <b>-\$106,376</b> | <b>-2.3%</b> |
| Personal Income                        | \$976,883             | \$1,003,200        | -\$26,316        | -2.6%        | \$4,995,038         | \$4,952,100         | \$42,938          | 0.9%         |
| Corporate Franchise                    | \$321,251             | \$197,300          | \$123,951        | 62.8%        | \$378,855           | \$234,300           | \$144,555         | 61.7%        |
| Public Utility                         | \$12                  | \$0                | \$12             | ---          | \$68,871            | \$65,700            | \$3,171           | 4.8%         |
| Kilowatt Hour Excise                   | \$29,586              | \$30,000           | -\$414           | -1.4%        | \$197,458           | \$201,100           | -\$3,642          | -1.8%        |
| Commercial Activity Tax                | \$0                   | \$0                | \$0              | ---          | \$0                 | \$0                 | \$0               | ---          |
| Foreign Insurance                      | \$2,105               | \$20               | \$2,085          | 10427.4%     | \$134,228           | \$131,529           | \$2,699           | 2.1%         |
| Domestic Insurance                     | \$0                   | \$0                | \$0              | ---          | \$235               | \$1,200             | -\$965            | -80.4%       |
| Business & Property                    | \$28                  | \$30               | -\$2             | -6.3%        | \$660               | \$740               | -\$80             | -10.8%       |
| Cigarette                              | \$84,173              | \$82,200           | \$1,973          | 2.4%         | \$542,562           | \$535,400           | \$7,162           | 1.3%         |
| Alcoholic Beverage                     | \$4,365               | \$4,267            | \$98             | 2.3%         | \$33,438            | \$33,361            | \$77              | 0.2%         |
| Liquor Gallonage                       | \$3,687               | \$3,733            | -\$46            | -1.2%        | \$20,742            | \$20,713            | \$29              | 0.1%         |
| Estate                                 | \$0                   | \$500              | -\$500           | -100.0%      | \$32,380            | \$28,600            | \$3,780           | 13.2%        |
| <b>Total Tax Revenue</b>               | <b>\$2,134,174</b>    | <b>\$2,006,989</b> | <b>\$127,185</b> | <b>6.3%</b>  | <b>\$10,830,020</b> | <b>\$10,736,671</b> | <b>\$93,348</b>   | <b>0.9%</b>  |
| <b>NONTAX STATE-SOURCE REVENUE</b>     |                       |                    |                  |              |                     |                     |                   |              |
| Earnings on Investments                | \$0                   | \$0                | \$0              | ---          | \$92,314            | \$69,900            | \$22,414          | 32.1%        |
| Licenses and Fees                      | \$19,403              | \$14,670           | \$4,733          | 32.3%        | \$39,456            | \$34,181            | \$5,275           | 15.4%        |
| Other Revenue                          | \$7,705               | \$8,000            | -\$295           | -3.7%        | \$95,608            | \$45,750            | \$49,858          | 109.0%       |
| <b>Nontax State-Source Revenue</b>     | <b>\$27,107</b>       | <b>\$22,670</b>    | <b>\$4,437</b>   | <b>19.6%</b> | <b>\$227,377</b>    | <b>\$149,831</b>    | <b>\$77,546</b>   | <b>51.8%</b> |
| <b>TRANSFERS</b>                       |                       |                    |                  |              |                     |                     |                   |              |
| Liquor Transfers                       | \$9,000               | \$7,000            | \$2,000          | 28.6%        | \$85,000            | \$75,000            | \$10,000          | 13.3%        |
| Budget Stabilization                   | \$0                   | \$0                | \$0              | ---          | \$0                 | \$0                 | \$0               | ---          |
| Other Transfers In                     | \$2,718               | \$2,200            | \$518            | 23.5%        | \$182,704           | \$170,500           | \$12,204          | 7.2%         |
| <b>Total Transfers In</b>              | <b>\$11,718</b>       | <b>\$9,200</b>     | <b>\$2,518</b>   | <b>27.4%</b> | <b>\$267,704</b>    | <b>\$245,500</b>    | <b>\$22,204</b>   | <b>9.0%</b>  |
| <b>TOTAL GRF before Federal Grants</b> | <b>\$2,172,999</b>    | <b>\$2,038,859</b> | <b>\$134,140</b> | <b>6.6%</b>  | <b>\$11,325,101</b> | <b>\$11,132,002</b> | <b>\$193,099</b>  | <b>1.7%</b>  |
| Federal Grants                         | \$476,193             | \$509,014          | -\$32,821        | -6.4%        | \$3,247,610         | \$3,606,418         | -\$358,808        | -9.9%        |
| <b>TOTAL GRF SOURCES</b>               | <b>\$2,649,192</b>    | <b>\$2,547,873</b> | <b>\$101,319</b> | <b>4.0%</b>  | <b>\$14,572,711</b> | <b>\$14,738,420</b> | <b>-\$165,709</b> | <b>-1.1%</b> |

\* 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 January 2007 |                    |                   |               | Fiscal Year to Date |                     |                   |              |
|---|-----------------------|--------------------|-------------------|---------------|---------------------|---------------------|-------------------|--------------|
|   | Actual                | Estimate*          | Variance          | Percent       | Actual              | Estimate*           | Variance          | Percent      |
| Primary & Secondary Education (1)         | \$770,390             | \$819,824          | -\$49,435         | -6.0%         | \$4,276,308         | \$4,343,420         | -\$67,112         | -1.5%        |
| Higher Education                          | \$161,303             | \$177,770          | -\$16,466         | -9.3%         | \$1,444,182         | \$1,439,781         | \$4,401           | 0.3%         |
| <b>Total Education</b>                    | <b>\$931,693</b>      | <b>\$997,594</b>   | <b>-\$65,901</b>  | <b>-6.6%</b>  | <b>\$5,720,490</b>  | <b>\$5,783,201</b>  | <b>-\$62,711</b>  | <b>-1.1%</b> |
| Health Care/Medicaid                      | \$785,029             | \$851,075          | -\$66,046         | -7.8%         | \$5,598,721         | \$6,081,392         | -\$482,671        | -7.9%        |
| Temporary Assistance to Needy Families    | \$15,644              | \$16,000           | -\$356            | -2.2%         | \$194,760           | \$197,204           | -\$2,444          | -1.2%        |
| Other Welfare (2)                         | \$58,052              | \$61,928           | -\$3,876          | -6.3%         | \$355,411           | \$374,908           | -\$19,497         | -5.2%        |
| Human Services (3)                        | \$156,112             | \$151,388          | \$4,723           | 3.1%          | \$814,866           | \$826,006           | -\$11,141         | -1.3%        |
| <b>Total Welfare &amp; Human Services</b> | <b>\$1,014,837</b>    | <b>\$1,080,392</b> | <b>-\$65,555</b>  | <b>-6.1%</b>  | <b>\$6,963,758</b>  | <b>\$7,479,511</b>  | <b>-\$515,752</b> | <b>-6.9%</b> |
| Justice & Corrections                     | \$223,113             | \$240,013          | -\$16,900         | -7.0%         | \$1,264,879         | \$1,281,178         | -\$16,299         | -1.3%        |
| Environment & Natural Resources           | \$8,374               | \$8,425            | -\$51             | -0.6%         | \$69,100            | \$68,899            | \$201             | 0.3%         |
| Transportation                            | \$1,584               | \$3,958            | -\$2,374          | -60.0%        | \$15,664            | \$19,513            | -\$3,850          | -19.7%       |
| Development                               | \$10,006              | \$8,746            | \$1,260           | 14.4%         | \$95,259            | \$105,367           | -\$10,108         | -9.6%        |
| Other Government                          | \$24,917              | \$30,159           | -\$5,243          | -17.4%        | \$245,272           | \$257,873           | -\$12,601         | -4.9%        |
| Capital                                   | \$4                   | \$0                | \$4               | ---           | \$41                | \$0                 | \$41              | ---          |
| <b>Total Government Operations</b>        | <b>\$267,998</b>      | <b>\$291,301</b>   | <b>-\$23,303</b>  | <b>-8.0%</b>  | <b>\$1,690,214</b>  | <b>\$1,732,830</b>  | <b>-\$42,616</b>  | <b>-2.5%</b> |
| Property Tax Relief (4)                   | \$6,935               | \$6,784            | \$150             | 2.2%          | \$606,764           | \$622,938           | -\$16,173         | -2.6%        |
| Debt Service                              | \$68,446              | \$83,896           | -\$15,450         | -18.4%        | \$328,342           | \$355,667           | -\$27,325         | -7.7%        |
| <b>Total Other Disbursements</b>          | <b>\$75,381</b>       | <b>\$90,681</b>    | <b>-\$15,300</b>  | <b>-16.9%</b> | <b>\$935,106</b>    | <b>\$978,605</b>    | <b>-\$43,499</b>  | <b>-4.4%</b> |
| <b>Total Program Disbursements</b>        | <b>\$2,289,909</b>    | <b>\$2,459,967</b> | <b>-\$170,058</b> | <b>-6.9%</b>  | <b>\$15,309,569</b> | <b>\$15,974,146</b> | <b>-\$664,578</b> | <b>-4.2%</b> |
| <b>TRANSFERS</b>                          |                       |                    |                   |               |                     |                     |                   |              |
| Budget Stabilization                      | \$0                   | \$0                | \$0               | ---           | \$394,034           | \$394,034           | \$0               | 0.0%         |
| Other Transfers Out                       | \$10,627              | \$0                | \$10,627          | ---           | \$307,455           | \$325,113           | -\$17,658         | -5.4%        |
| <b>Total Transfers Out</b>                | <b>\$10,627</b>       | <b>\$0</b>         | <b>\$10,627</b>   | <b>---</b>    | <b>\$701,489</b>    | <b>\$719,147</b>    | <b>-\$17,658</b>  | <b>-2.5%</b> |
| <b>TOTAL GRF USES</b>                     | <b>\$2,300,537</b>    | <b>\$2,459,967</b> | <b>-\$159,431</b> | <b>-6.5%</b>  | <b>\$16,011,058</b> | <b>\$16,693,293</b> | <b>-\$682,235</b> | <b>-4.1%</b> |

- (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.