

- The Board of Deposit uses no GRF moneys
- The Board of Deposit designates which financial institutions serve as public depositories

Deposit, Board of

Ruhaiza Ridzwan, Economist

ROLE

The State Board of Deposit was created in 1904 and operates under the authority of Ohio Revised Code Chapter 135., the Uniform Depository Act. The Board's major functions are to designate financial institutions and banks to function as public depositories and to regulate the deposits of state money into these institutions. The Uniform Depository Act outlines the requirements for eligible banks, and the Board of Deposit applies these guidelines in its selection of eligible financial institutions. The Board also approves bank service charges and confirms the designation and investment of interim moneys of the state.

The Board is composed of three elected officials or designees of these officials: the Treasurer of State, the Auditor of State, and the Attorney General. The Treasurer serves as the Board's chairperson. The cashier of the state treasury serves as the secretary of the Board.

Agency In Brief					
Number of Employees*	Total Appropriations-All Funds		GRF Appropriations		Appropriation Bill(s)
	2004	2005	2004	2005	
N/A	\$1.7 million	\$1.7 million	\$0	\$0	Am. Sub. H. B. 95

*The Board consists of three elected officials or their designees. The Board has no administrative employees.

OVERVIEW

The Board of Deposit uses no GRF moneys. The Board of Deposit Expenses Fund receives transfers of cash from the Interest Holding Distribution Fund (Fund 608) after certification of the Board's expenses by the Director of Budget and Management. The Board's funding is used to pay for banking charges and fees required for the operation of the state treasurer's regular bank account and two auxiliary accounts: the Consolidated Check Clearing Account and the Treasurer's Custodial Contingency Account.

The Board of Deposit received appropriations of \$1,676,000 for both FY 2004 and FY 2005. This amount is 59% higher than FY 2003 actual expenditures. The increase over FY 2003 is due to an increase in banking charges and fees in the current biennium and additional expenses related to the "acceleration of sales tax payments."

BUDGET ISSUES

ACCELERATION OF SALES TAX PAYMENTS

Under Am. Sub H.B.40, vendors are allowed to use Electronic Fund Transfers for sales and use tax payments. The bill also allows the vendors to pay one-fourth of the total sales and use tax liability for the same month in the preceding calendar year on the 11th, 18th, and 25th, and reconciliation amount on the 23rd. Previously, sales and use tax payments are made once, on the 23rd of the month. 

FY 2004 - 2005 Final Appropriation Amounts

All Fund Group

<i>Line Item Detail by Agency</i>	<i>FY 2001:</i>	<i>FY 2002:</i>	<i>FY 2003:</i>	<i>FY 2004 Appropriations:</i>	<i>% Change 2003 to 2004:</i>	<i>FY 2005 Appropriations:</i>	<i>% Change 2004 to 2005:</i>
Report For: Main Operating Appropriations Bill		Version: Enacted					
BDP Board of Deposit							
4M2 974-601 Board of Deposit	\$ 635,617	\$ 679,382	\$1,056,298	\$ 1,676,000	58.67%	\$ 1,676,000	0.00%
General Services Fund Group Total	\$ 635,617	\$ 679,382	\$ 1,056,298	\$ 1,676,000	58.67%	\$ 1,676,000	0.00%
Board of Deposit Total	\$ 635,617	\$ 679,382	\$ 1,056,298	\$ 1,676,000	58.67%	\$ 1,676,000	0.00%