

# State Library Board

**House Higher Education Subcommittee**

*Sara D. Anderson, Budget Analyst  
Legislative Service Commission*

*March 4, 2003*

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# LSC Redbook for the State Library Board

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<b><i>Attachment: LSC Budget Spreadsheet By Line Item</i></b>	

*March 4, 2003*

Note: The estimated General Revenue Fund (GRF) spending for FY 2003 used in this LSC Redbook reflects the 2.5% reduction made as a result of the Governor's January 22, 2003 budget cut order. The executive reduction was applied across-the-board to FY 2003 GRF appropriations, subject to certain exceptions. Subsequent to such reductions (and not reflected in the Redbook), state agencies were permitted to reallocate the amount that each of their GRF appropriation line items was reduced, while still absorbing the 2.5% budget cut within the total amount of their GRF appropriations.

# State Library Board

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- In FY 2004, OPLIN will be funded through the LLGSF (as in the current biennium), however, in FY 2005, OPLIN funding moves back to the GRF

## OVERVIEW

The State Library Board was established in 1817 by the General Assembly to provide information and reading materials to legislators and state officials. Throughout the years, the mission of the State Library has expanded to include the following goals: collect, disseminate, and provide access to information for Ohio's state government; be an advocate for all libraries in Ohio; be a leader and partner in the development of library services throughout Ohio; promote resource sharing among libraries and library networks; and to provide specialized services to Ohio's citizens. A five-member board that is appointed by the State Board of Education for a five-year term governs the State Library.

The State Library is a reference library as well as the depository for the publications of state and federal agencies. At the same time that the State Library was moving into its new facility (thus enabling them to better house their collection, including state and federal publications), budget cuts forced them to close the branches in Rhodes Tower and Riffe Center. With the closing at Riffe Center, their media program was eliminated as well. The State Library continues to operate two regional centers: one in Caldwell (Noble County) and one in Fayetteville (Brown County). These two regional centers provide reference services to area libraries, as well as a variety of other services to the libraries in southeastern and southwestern Ohio. Both centers operated bookmobile services that provided books to ten rural counties until the current biennium. The budget cuts from FY 2002 and FY 2003, however, forced the library to discontinue the bookmobile service. At the end of calendar year 2001, the bookmobile service in Fayetteville ceased and, at the end of calendar year 2002, the bookmobile service in Caldwell ceased.

One of the major changes for the State Library in the last biennium was the funding source for the Ohio Public Library Information Network (OPLIN). Since the 1995-1997 biennium, when OPLIN was created, OPLIN was funded through the General Revenue Fund (GRF). During the last biennium, however, funding for the OPLIN Technology line item was moved to the Library and Local Government Support Fund (LLGSF). Essentially this means that OPLIN is funded locally, rather than through state funds. The funds for OPLIN are set aside before the remainder is distributed to the county LLGSF funds. For FY 2004, OPLIN will continue to be funded through the LLGSF. In FY 2005, however, OPLIN funding will be moved back into the GRF.

To carry out its mission, the State Library Board operates a service program with four major divisions: administration; library services; planning, evaluation, and research; and the state subsidy program.

### **Administration**

The administration division provides leadership, fiscal, automation/networking, and human resources services. The State Librarian is responsible for the day-to-day administration of the State Library. The fiscal services department provides accounting, payroll, budgeting, purchasing, and inventory control services to the State Library and the Ohio Public Library Information Network. The automation/networking department has the responsibility for all aspects of the State Library's automated activity, such as the local area network (LAN), Innopac (the State Library's online catalog and circulation system which links to OhioLINK), WINSLO (the State Library's World Wide Web Information Network), and the State Library's Information Technology Plan. In addition, the IT department will also take over responsibility for the statewide resource sharing program, Moving Ohio's Resources Everywhere (MORE), beginning in FY 2004.

### **Library Services**

The library services division provides research, automated loan, and technical support services to state library patrons. Technical services provided by this division include cataloging and processing services for the State Library, its regional centers, as well as state agency libraries and public libraries throughout the state.

Research services answers reference questions, compiles bibliographies, assists state agencies in developing materials for internal training programs, works with state agencies in researching background information for special projects, and assists state employees in their work-related research. Along with the collection of over two million documents, the State Library provides access to over 300 on-line databases. The State Library coordinates and plans government document programs affecting approximately 60 federal and 55 Ohio government publication depository libraries in Ohio.

Automated loan services maintains the book collection and furnishes loan services to state agencies and Ohio libraries. Materials that are needed by state agencies but are not available in the State Library's collection are made available by interlibrary loan. The State Library has special loan relationships and telecommunications agreements with libraries across the state. Through OhioLINK, State Library patrons have access to 41 Ohio universities and college libraries to meet their reference research, and information needs. As a member of OCLC, a national computerized library network, the State Library also has access to and acquires materials from the collections of libraries throughout the United States. All of these loan services are available free of charge to state agencies for work-related research through the State Library.

Another service that the library provides is the genealogy collection. During FY 2002, the State Library's first full year at its new facility, there was a 25% increase in the use of this service. Nearly 80% of the customers of the genealogy program are over the age of 41.

### **Planning, Evaluation, and Research**

The planning, evaluation, and research division administers the federal funds that assist state and local libraries. The Library Services and Technology Act (LSTA) is the source of federal funding for the State Library. Funds from LSTA are used to emphasize technological innovation and outreach services and are distributed via grant to small local libraries and school libraries.

This division is also responsible for providing consulting services to Ohio libraries in terms of library development and coordination. Services are provided through local library visits made by the state

consultants. These services are especially valuable to small developing public libraries. The division also collects, compiles, and publishes statistical data concerning Ohio libraries.

The planning, evaluation, and research division also provides direct services to citizens through the two regional centers at Caldwell and Fayetteville and through the Talking Book program. The centers at Caldwell and Fayetteville provide reference services to the area libraries, especially those located in southern Ohio. Through the Talking Book program, the State Library provides the necessary machines for the blind and physically handicapped to listen to library materials. The Cincinnati and Cleveland Regional Libraries for the Blind provide these materials.

### **State Subsidy Program**

The state subsidy program includes the Ohio Public Library Information Network (OPLIN, see the analysis that follows), the regional library systems, the Cleveland Regional Library for the Blind, and the Cincinnati Regional Library for the Blind.

### **Regional Library Systems**

The regional library systems, not to be confused with the regional library centers in Caldwell and Fayetteville, were created to foster the sharing of resources, cooperative programs, continuing education, professional consultation services, and consolidated purchasing and discount programs. In the FY 2002-2003 biennium, these systems conducted around 400 workshops for continuing education that were attended by nearly 7,000 library personnel. There are currently seven regional library systems that are chartered and receive funding from the state. Their funding is comprised primarily of state funding (between 40 to 50% of their budget) and member dues from the individual libraries. The regional libraries include: Cleveland Area Metropolitan Library System (CAMLs), Midwestern Ohio Library Organization (MOLO), NOLA Regional Library System (located in northern Ohio), Northwest Library District (NORWELD), Ohio Valley Area Libraries (OVAL), Southeastern Ohio Library Association (SOLO), and Greater Cincinnati Library Consortium (GCLC). The Southeastern Ohio Library Association and GCLC are the most recent additions to the regional library system; they first received funding in FY 2000. There are currently 330 libraries (public, school, college/university, or other) that are a part of the regional library systems. Public libraries comprise approximately two-thirds of that number. The law allows only seven regional library systems; if libraries not currently in a system wish to be in one, then they must join an existing system. There are also a variety of smaller, independent cooperative ventures among libraries to share services and cut costs that are not supported by state grants.

### **Regional Libraries for the Blind**

The Cleveland and the Cincinnati Regional Libraries for the Blind provide Talking Book materials to over 25,000 blind and physically handicapped people in the state and provide these people with access to library services that they would not otherwise have. The Cleveland Regional Library for the Blind primarily serves customers in the northern 55 counties of the state while the Cincinnati Regional Library for the Blind services customers in the 33 southern counties.

### **Ohio Public Library Information Network (OPLIN)**

Amended Substitute House Bill 117 of the 121st General Assembly appropriated \$12.8 million to create the Ohio Public Library Information Network (OPLIN), an electronic information network that links Ohio's 250 public library systems to the state's SONET network and the Internet. The Ohio Public Library Information Network ensures that all citizens have equal access to information, regardless of

location or format. An 11-member board that is responsible for all ongoing policy decisions governs OPLIN, while the State Library acts as the fiscal agent.

The Ohio Public Library Information Network has provided one basic network connection and two microcomputers (purchased under the SchoolNet contract) for each of the 250 public library systems in the state. Telecommunications makes up the largest portion of OPLIN's budget; maintaining these circuits represents nearly half of its budget. Each public library is responsible for any additional connections and microcomputers for themselves or their branches. Training and technical support are also available through OPLIN.

Commercial databases make up the second largest part of OPLIN's budget. The Ohio Public Library Information Network and INFOhio, the network for school libraries, recently joined resources to purchase Britannica Online, an online encyclopaedia that will be available for use by schools and libraries. The Ohio Public Library Information Network would like to form better cooperations with OhioLINK, a consortium of college and university libraries, and INFOhio to purchase more databases at a lower cost.

When the funding for OPLIN was moved from the GRF to the LLGSF during the FY 2002-2003 biennium, the work remained essentially the same. The plans to make OPLIN a separate division within the State Library, however, had to be shelved. As a division within the library, all of the decisions would have been made at the state level. Given the new funding arrangement, the State Library felt that greater state direction was not warranted. In FY 2005, when the Governor's recommended budget would move OPLIN funding back to the GRF, there would not be any immediate effect on OPLIN operations with this funding change.

## ANALYSIS OF EXECUTIVE PROPOSAL

### State Library of Ohio

**Purpose:** Collects, disseminates, and provides access to information to state government; act as an advocate for Ohio's libraries; acts as a leader and partner in the development of library services in the state; promotes resource sharing among libraries and library networks; and provides specialized services to Ohio's citizens.

The following table shows the line items that are used to fund this agency, as well as the Governor's recommended funding levels.

Fund	ALI	Title	FY 2004	FY 2005
GRF	350-321	Operating Expenses	\$6,701,407	\$6,802,947
GRF	350-400	Ohio Public Library Information Network	\$0	\$5,000,000
GRF	350-401	Ohioana Rental Payments	\$124,816	\$124,816
GRF	350-501	Cincinnati Public Library	\$584,414	\$569,803
GRF	350-502	Regional Public Libraries	\$1,380,467	\$1,345,956
GRF	350-503	Cleveland Public Library	\$879,042	\$857,066
Total General Revenue Fund			\$9,670,146	\$14,700,588
139	350-602	Intra-Agency Service Charges	\$9,000	\$9,000
4S4	350-604	OPLIN Technology	\$2,759,661	\$2,809,661
459	350-602	Interlibrary Service Charges	\$6,450,000	\$1,000,000
Total General Services Fund			\$9,218,661	\$3,818,661
313	350-601	LSTA Federal	\$5,541,647	\$5,541,647
Total Federal Special Revenue Fund			\$5,541,647	\$5,541,647
<b>Total funding: State Library of Ohio</b>			<b>\$24,430,454</b>	<b>\$24,060,896</b>

### State Library of Ohio

**Program Description:** The State Library of Ohio was established in 1817 and is governed by sections 3375.01 to 3375.05 and 3375.70 to 3375.93 of the Revised Code. The State Library of Ohio develops, maintains, provides, and disseminates information and library materials and services for Ohio's state government and its citizens. The State Library also provides research, information, and consulting services to the legislative and executive branches of state government. In addition, it promotes library and information services through coordination and facilitation of state and local efforts, and through special support efforts for all types of libraries.

**Funding Source:** GRF, GSF, Federal Special Revenue

**Line Items:** 350-321, Operating Expenses; 350-400, Ohio Public Library Information Network; 350-401, Ohioana Rental Payments; 350-501, Cincinnati Public Library; 350-502, Regional Public Libraries; 350-503, Cleveland Public Library; 350-602, Intra-Agency Service Charges; 350-604, OPLIN Technology; 350-602, Interlibrary Service Charges; and 350-601, LSTA Library Services and Technology (federal).

**Implication of the Executive Recommendation:** The executive recommendations decrease the total funding for the Library Board by 2.9% from FY 2003 to FY 2004 and by 1.5% from FY 2004 to FY 2005. The recommendations cut GRF funding for the Board by 1.5% from FY 2003 to FY 2004. There is a 52.0% increase from FY 2004 to FY 2005, however, because of the recommendation to fund

OPLIN through the GRF in FY 2005. If the Executive had not recommended moving OPLIN funding back to the GRF, then the increase from FY 2004 to FY 2005 would be less than 1%.

**Specific funding for the State Library includes**

**Operating Expenses**

For the upcoming biennium, the Executive essentially recommends flat funding from FY 2003 to FY 2004 for the Library's operating expenses. In FY 2005, funding is increased by 1.5%. At this funding level, the Library will be able to fund 103 positions in FY 2004 and FY 2005; five GRF positions would have to be eliminated. Of the five GRF positions targeted for elimination, four are already vacant. The other position to be eliminated would be one that is currently pending disability retirement. The Library uses very little money out of its operating expenses for purchased service contracts.

**Cincinnati and Cleveland Public Libraries for the Blind**

Both the Cincinnati and Cleveland Public Libraries for the Blind receive a subsidy from the state to provide services to the blind and physically handicapped in the state. The Executive recommendation shows a decrease of 5.0% from FY 2003 to FY 2004 and a decrease of 2.5% from FY 2004 to FY 2005 for both libraries. At this funding level, services will be provided at less than the FY 2002-2003 levels and the ability to respond in a timely fashion will decrease. It would be very difficult to increase circulation (a primary goal for the libraries for the blind).

**Regional Library Systems**

The Executive recommends that the regional library systems receive a 5.0% decrease in funding from FY 2003 to FY 2004 and a 2.5% decrease from FY 2004 to FY 2005. The funding level for the library systems would not allow for new activities. In addition, current activities could be impacted (e.g., the number of workshops provided by the regional library systems could be reduced and staffing at the library systems could be reduced).

**OPLIN Technology**

In the FY 2002-2003 biennium, OPLIN funding was transferred from the GRF to the LLGSF, where the funding for OPLIN was taken from the fund before funding was distributed to the local libraries. In the FY 2004-2005 budget, the Executive recommends moving OPLIN back into the GRF in FY 2005 in order to relieve the impact that transfers from the LLGSF have had on the allocation to libraries and local governments. In both fiscal years of the biennium, the Library's request was fully funded, however, in FY 2004, funding will still be in the LLGSF. Also, funding for OPLIN is reduced by 17.1% from FY 2003 to FY 2004, and by 7.0% from FY 2004 to FY 2005. As a result of the recommended funding levels for OPLIN, the Library will:

- Remove the technology portion of the statewide resource sharing project from OPLIN;
- Renegotiate the cost for database subscriptions and, in some cases, drop databases entirely; and
- Reduce all administrative costs by 10% (including eliminating the use of consultants within the OPLIN administrative offices and reducing contributing editors for the website).

See the table in the Additional Facts and Figures section for a specific breakdown of spending in the OPLIN line item.

In addition, the Library Board uses approximately 2% of its total budget for purchased service contracts. The bulk of its purchased service contracts (\$404,250 in each fiscal year) fall in the OPLIN line item for hardware and software maintenance of the OPLIN network, provision of help desk services, video scheduling support, and for some training for public library staff.

**Federal Library Services and Technology Act (LSTA)**

The first award for federal funding under this act was received in 1998. Grants to libraries for the improvement of technology services make up 80% of the distribution of these federal funds. Many types of libraries are eligible for these funds including public, school, academic, and some private libraries. Grants from this line item are awarded on a competitive basis. There is an earmark for a portion of the funds that goes to the regional libraries for the blind. The remaining 20% of funds are used to help fund the operational needs of the State Library. For the upcoming biennium, the Executive recommends a funding level of \$5,541,647 for each year of the biennium. This represents a 5.7% increase over funding levels in FY 2003.

## ADDITIONAL FACTS AND FIGURES

State Library Board Staffing Levels						
Division	2000	2001	2002	2003	Estimated	
					2004	2005
Administration	27	25	27	28	28	28
Library Services	59	53	43	37	32	32
Planning, Evaluation & Research	37	38	36	38	37	37
OPLIN	4	5	6	6	6	6
<b>Totals</b>	<b>127</b>	<b>121</b>	<b>112</b>	<b>109</b>	<b>103</b>	<b>103</b>

- The budget cuts during the FY 2002-2003 biennium forced the State Library to eliminate a number of positions in order to stay within their budget.
- During FY 2002, the Transport & Facility Services Department (five staff) was moved from the Library Services Division to Administration.

### Library Statistics

Number of Materials Circulated – Main Library					
Items	FY 2001	FY 2002	FY 2003*	FY 2004*	FY 2005*
Books	51,254	54,212	54,754	55,301	55,854
Talking Book Machines	22,565	21,107	20,484	20,000	20,000

\*estimate

- The number of books circulated includes books, audio-video, and government documents. A 1% growth is estimated per year. Only modest growth can be expected in this area, given the reductions in new purchases.
- The number of talking book machines used refers to use at the State Library in Columbus.

Number of Materials Circulated – Caldwell and Fayetteville					
Items	FY 2001	FY 2002	FY 2003*	FY 2004*	FY 2005*
Books	324,278	294,054	250,000	275,000	300,000
Films & Videos	1,727	1,594	1,600	1,650	1,700

\*estimate

- The circulation of books in FY 2002 and FY 2003 decreased due to the cancellation of the Fayetteville bookmobile program in FY 2002 and the Caldwell bookmobile program in FY 2003. An increase in circulation to other libraries is anticipated in FY 2004 and FY 2005.

## Interlibrary Loans

Type	FY 2001	FY 2002	FY 2003*	FY 2004*	FY 2005*
Books borrowed from OhioLINK	12,260	11,370	11,711	12,062	12,423
Books lent to OhioLINK	11,674	13,520	13,925	14,342	14,772

\*estimate

- The statistics for both categories include OhioLINK, MORE, OCLC, and DOCLINE activity.
- Growth is estimated at 3% per year.

## Other Information Transactions

Items	FY 2001	FY 2002	FY 2003*	FY 2004*	FY 2005*
Reference Questions	15,775	31,864	33,457	35,129	38,641
Federal Documents Received	25,281	17,837	18,218	18,400	18,584
State Documents Received	3,105	3,833	3,948	4,066	4,188

\*estimate

- For reference questions, growth is estimated at 5% per year. The Library is currently experiencing an 8% increase in receipt of federal documents from FY 2002 to FY 2003; growth for FY 2004 and FY 2005 is estimated at 1%. For state documents received, growth is estimated at 3%.

## Funding for Regional Library Systems

Library System	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002	FY 2003
Ohio Valley Area Libraries	\$435,759	\$332,478	\$370,203	\$362,800	\$309,599	\$277,957
Mideastern Ohio Library Organization	\$103,974	\$127,357	\$210,798	\$206,582	\$182,816	\$164,240
NOLA Regional Library System	\$103,973	\$127,357	\$340,856	\$334,039	\$295,610	\$265,437
Northwest Library District	\$103,974	\$127,357	\$233,514	\$232,750	\$205,974	\$184,957
Cleveland Area Metropolitan Library System	\$103,973	\$127,357	\$380,535	\$372,924	\$330,021	\$296,437
Southeastern Ohio Library Association			\$111,473	\$157,651	\$139,515	\$125,341
Greater Cincinnati Library Consortium			\$223,772	\$221,488	\$196,009	\$176,014
<b>Total</b>	<b>\$851,653</b>	<b>\$841,906</b>	<b>\$1,871,151</b>	<b>\$1,888,234</b>	<b>\$1,659,544</b>	<b>\$1,490,383</b>

- Until FY 1996, the Ohio Valley Area Libraries was the only regional library system in existence. The number of systems remained at five until FY 2000, when the Southeastern Ohio Library Association and the Greater Cincinnati Library Consortium were created. The number of regional library systems is capped at seven.

<b>OPLIN Funding</b>						
<b>Services</b>	<b>FY 1998</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>FY 2001</b>	<b>FY 2002</b>	<b>FY 2003*</b>
Administration	\$225,772	\$266,333	\$398,179	\$390,081	\$491,434	\$728,805
Information Resources	\$1,973,387	\$2,062,105	\$3,145,361	\$2,313,079	\$2,487,448	\$2,546,657
Education, Training, & Support	\$542,166	\$617,037	\$117,510	\$165,097	\$120,080	\$207,500
Telecommunications	\$2,621,899	\$2,530,096	\$1,964,819	\$2,783,788	\$3,370,891	\$3,775,000
Filtering			\$19,770	\$72,000		
Netwellness	\$456,315	\$541,853				
Statewide Resource Sharing System					\$423,829	\$520,000
<b>Total</b>	<b>\$5,819,539</b>	<b>\$6,017,425</b>	<b>\$5,645,639</b>	<b>\$5,724,045</b>	<b>\$6,893,682</b>	<b>\$7,777,962</b>

\*estimate

- Fiscal Year 1998 through FY 2001 spending is from the GRF, while FY 2002 and FY 2003 spending is from the LLGSF (Fund 4S4).
- Fiscal Year 2002 and FY 2003 amounts include over \$1,000,000 in each year in telecommunication expenses from E-Rate moneys.

## PERMANENT AND TEMPORARY LAW

This section describes permanent and temporary law provisions contained in the executive budget that will affect the Board's activities and spending decisions during the next biennium.

### Permanent Law Provisions

There are no permanent law changes affecting this agency.

### Temporary Law Provisions

With the exception of the provision for the transfer of funds to the OPLIN Technology Fund, the following temporary law provisions are essentially unchanged from the provisions in the last budget bill (Am. Sub. H.B. 94 of the 124th General Assembly).

#### Ohioana Rental Payments

Appropriation item 350-401, Ohioana Rental Payments, is used to pay the rental expenses of the Ohioana Library.

#### Regional Library Systems

Appropriation item 350-502, Regional Library Systems, is used to support regional library systems eligible for funding under section 3375.90 of the Revised Code.

#### Ohio Public Library Information Network

Appropriation items 350-604, OPLIN Technology, and, in FY 2005, 350-400, Ohio Public Library Information Network, are used for an information telecommunications network that links public libraries in Ohio. The OPLIN Board consists of 11 members appointed by the State Library Board. The OPLIN Board, in consultation with the State Library Board, is required to develop a plan of operations for the network. The State Library acts as the fiscal agent for OPLIN. The Ohio Public Library Information Network is required, to the extent possible, to coordinate with INFOhio and OhioLINK the purchase of the use of electronic databases for their respective users.

#### Transfer to OPLIN Technology Fund

This section transfers \$5,000,000 from Fund 065, Library and Local Government Support Fund, to Fund 4S4, OPLIN Technology Fund in FY 2004 in order to fund the Ohio Public Library Information Network. In FY 2005, funding for OPLIN comes out of the GRF.

## REQUESTS NOT FUNDED

This section describes requests not funded in the executive budget and the effects on the Board's activities and spending decisions during the next biennium.

State Library of Ohio – Operating Expenses						
Fund Line Item	FY 2004 Requested	FY 2004 Recommended	Difference	FY 2005 Requested	FY 2005 Recommended	Difference
GRF 350-321	\$6,961,598	\$6,701,407	(\$260,191)	\$7,061,867	\$6,802,947	(\$264,920)

Based on the Executive's recommendations for the Board's operating expenses, the Board will not be able to fund five GRF positions. Four of the positions are currently vacant. The Board has identified the fifth position as one that is currently pending disability retirement.

State Library of Ohio – OPLIN						
Fund Line Item	FY 2004 Requested	FY 2004 Recommended	Difference	FY 2005 Requested	FY 2005 Recommended	Difference
GRF 350-400	\$5,000,000	\$0	(\$5,000,000)	\$5,000,000	\$5,000,000	\$0

In the last biennium, OPLIN funding was moved from the GRF to the LLGSF. In FY 2004, the Executive recommends funding for OPLIN remain in the LLGSF. The Executive recommends moving the funding back to the GRF in FY 2005. The programming for OPLIN will remain the same.

State Library of Ohio – Regional Library Systems						
Fund Line Item	FY 2004 Requested	FY 2004 Recommended	Difference	FY 2005 Requested	FY 2005 Recommended	Difference
GRF 350-502	\$1,639,421	\$1,380,467	(\$258,954)	\$1,803,363	\$1,345,956	(\$457,407)

In both years of the biennium, the Executive has recommended full funding for the Board's core request for the Regional Library Systems, but the Executive has cut the supplemental request. This will affect the Regional Library Systems' ability to provide its services at the same level as they did in the past, as the recommended levels of funding are less than the spending for FY 2002 and the estimated spending for FY 2003. Some of the library systems will have to reduce staffing levels. As a result, they will not be able to schedule and deliver the same number of training programs.

State Library of Ohio – Regional Libraries for the Blind						
Fund Line Item	FY 2004 Requested	FY 2004 Recommended	Difference	FY 2005 Requested	FY 2005 Recommended	Difference
GRF 350-501 and 350-503	\$1,717,263	\$1,463,456	(\$253,807)	\$1,844,563	\$1,426,569	(\$417,694)

The executive recommendation is for an appropriation of \$1,463,456 in FY 2004 and \$1,426,569 in FY 2005. These funds will be used to support the Cleveland and Cincinnati Regional Libraries for the Blind who provide services to meet the special needs of Ohio's blind and physically handicapped throughout the state. With the reduction in funding, both Cincinnati and Cleveland will have to reduce services to offset funding shortages for ongoing programs.

## General Revenue Fund

### GRF 350-100 Personal Services

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$5,011,496	\$4,924,148	\$0	\$0	\$0	\$0
	-1.7%		N/A	N/A	N/A

**Source:** GRF

**Legal Basis:** Discontinued line item - ORC 3375

**Purpose:** This line item provided funds for payroll and fringe benefits for the State Library. These expenditures are now provided under GRF 350-321, Operating Expenses.

### GRF 350-200 Maintenance

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$1,104,820	\$1,957,289	\$0	\$0	\$0	\$0
	77.2%		N/A	N/A	N/A

**Source:** GRF

**Legal Basis:** Discontinued line item - ORC 3375

**Purpose:** This line item provided funds for maintenance for the State Library. These expenditures are now provided under GRF 350-321, Operating Expenses.

### GRF 350-300 Equipment

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$619,863	\$2,099,275	\$0	\$0	\$0	\$0
	238.7%		N/A	N/A	N/A

**Source:** GRF

**Legal Basis:** Discontinued line item - ORC 3375

**Purpose:** This line item provided funds for library materials and equipment for the State Library. These expenditures are now provided under GRF line item 350-321, Operating Expenses.

### GRF 350-321 Operating Expenses

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$0	\$0	\$7,204,125	\$6,700,722	\$6,701,407	\$6,802,947
	N/A	N/A	-7.0%	0.0%	1.5%

**Source:** GRF

**Legal Basis:** ORC 3375 (originally established by Am. Sub. H.B. 94 of the 124th G.A.)

**Purpose:** This line item provides funds for payroll and fringe benefits, maintenance, library materials and equipment for the State Library. This line item replaces 350-100, Personal Services, 350-200, Maintenance, and 350-300, Equipment.

**GRF 350-400 Ohio Public Library Information Network**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$5,334,457	\$5,796,459	\$686,016	\$0	\$0	\$5,000,000
	8.7%	-88.2%	-100.0%	N/A	N/A

**Source:** GRF

**Legal Basis:** Originally established by Sub. H.B. 715 of the 120th G.A.

**Purpose:** Moneys appropriated to this line item are used to establish a telecommunications network linking the state's 250 public library systems. With the FY 2002/2003 budget, this line item was eliminated and funding for OPLIN was to come through line item 350-604, OPLIN Technology. In the FY 2004/2005 budget, funding for OPLIN remains in 350-604, OPLIN Technology, at a reduced level from FY 2003, in the first year of the biennium. In the second year of the biennium, however, funding for OPLIN moves back to the GRF (350-400).

**GRF 350-401 Ohioana Rental Payments**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$0	\$68,327	\$120,972	\$120,972	\$124,816	\$124,816
	N/A	77.0%	0.0%	3.2%	0.0%

**Source:** GRF

**Legal Basis:** Originally established by Am. Sub. H.B. 283 of the 123rd G.A.

**Purpose:** This line item pays for the rent for the Ohioana Library Association.

**GRF 350-501 Cincinnati Public Library**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$749,906	\$838,306	\$702,480	\$615,172	\$584,414	\$569,803
	11.8%	-16.2%	-12.4%	-5.0%	-2.5%

**Source:** GRF

**Legal Basis:** Originally established by Am. Sub. H.B. 298 of the 119th G.A.

**Purpose:** This line item is used to subsidize the Cincinnati Regional Library for the Blind and Physically Handicapped.

**GRF 350-502 Regional Library Systems**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$1,871,151	\$1,888,234	\$1,659,544	\$1,453,123	<b>\$1,380,467</b>	<b>\$1,345,956</b>
	0.9%	-12.1%	-12.4%	<b>-5.0%</b>	<b>-2.5%</b>

**Source:** GRF

**Legal Basis:** Originally established by Am. Sub. H.B. 111 of the 118th G.A.

**Purpose:** This line item is used to subsidize Regional Library Systems (established under section 3375.90 of the ORC), which coordinate resource sharing efforts between member libraries and assist the State Library Board in meeting the statutory goal of promoting "a statewide program of development and coordination of library services" (section 3375.01 of the ORC). Prior to FY 1990 (the time at which this line item was created), the Ohio Valley Area Libraries (OVAL) was the only chartered regional system, and therefore the only system that received funding up through the 1994-1995 biennium. Beginning with the FY 1996/1997 biennium, four additional regionals received funding under this line. Two additional regionals were chartered and eligible for funding during the FY 2000/2001 biennium. A total of seven regional library systems are funded from this line item.

**GRF 350-503 Cleveland Public Library**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$1,123,695	\$1,266,749	\$1,056,668	\$925,307	<b>\$879,042</b>	<b>\$857,066</b>
	12.7%	-16.6%	-12.4%	<b>-5.0%</b>	<b>-2.5%</b>

**Source:** GRF

**Legal Basis:** Originally established by Am. Sub. H.B. 298 of the 119th G.A.

**Purpose:** This line item is used to subsidize the Cleveland Regional Library for the Blind and Physically Handicapped.

**GRF 350-504 Ohio Humanities Council**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$72,750	\$0	\$0	\$0	<b>\$0</b>	<b>\$0</b>
		N/A	N/A	<b>N/A</b>	<b>N/A</b>

**Source:** GRF

**Legal Basis:** Discontinued line item (originally established by Am. Sub. H.B. 215 of the 122nd G.A.)

**Purpose:** This line item was used to fund joint humanities library projects between the Ohio Humanities Council and public libraries.

**GRF 350-505 Netwellness**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$750,000	\$735,000	\$0	\$0	\$0	\$0
	-2.0%		N/A	N/A	N/A

**Source:** GRF

**Legal Basis:** Discontinued line item (originally established by Am. Sub. H.B. 215 of the 122nd G.A.)

**Purpose:** This appropriation supported the Netwellness project, which provided online consumer health information and education for Ohioans.

## General Services Fund Group

**139 350-602 Intra-Agency Service Charges**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$16,536	\$26,200	\$27,949	\$14,502	\$9,000	\$9,000
	58.4%	6.7%	-48.1%	-37.9%	0.0%

**Source:** GSF: Funds from state agencies

**Legal Basis:** Originally established by Am. Sub. H.B. 204 of the 113th G.A.

**Purpose:** This line item receives funds from other state agencies for services provided by the State Library. These services include cataloging, publications, and sale of salvaged equipment.

**459 350-602 Interlibrary Service Charges**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$625,680	\$1,082,725	\$1,409,769	\$2,309,661	\$2,759,661	\$2,809,661
	73.0%	30.2%	63.8%	19.5%	1.8%

**Source:** GSF: Funds from local libraries and other local units of government

**Legal Basis:** Originally established by the Controlling Board on August 8, 1957

**Purpose:** This line item receives funds from local libraries and other local units of government for services provided by the State Library. Services include bookmobile (ceased entirely as of 12/31/02), cataloging, statewide resource sharing delivery, automation system consortium, copies, publications, and special projects/grants.

**4S4 350-604 OPLIN Technology**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$500,000	\$634,500	\$5,744,793	\$7,777,962	<b>\$6,450,000</b>	<b>\$1,000,000</b>
	26.9%	805.4%	35.4%	-17.1%	-84.5%

**Source:** GSF: E-rate funds in the account at the end of FY 2001, new receipts of E-rate funds, and transfers from Library and Local Government Support Fund in FY 2002/2003/2004

**Legal Basis:** Originally established by Am. Sub. H.B. 117 of the 121st G.A.

**Purpose:** This line item replaced GRF line item 350-400, OPLIN in the FY 2002/2003 budget. In FY 2005, the majority of the funding for OPLIN will move back to GRF line item 350-400, OPLIN.

Funds from this line item are used to provide telecommunication services for libraries in Ohio, as well as electronic databases, training, and administrative support. In FY 2002/2003, the line item began funding technology costs associated with the Statewide Resource Sharing System available to public and school libraries. In FY 2004/2005, this program will be funded from 350-601, LSTA Federal.

## Federal Special Revenue Fund Group

**313 350-601 LSTA Federal**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$4,876,561	\$5,070,859	\$5,590,706	\$5,241,305	<b>\$5,541,647</b>	<b>\$5,541,647</b>
	4.0%	10.3%	-6.2%	<b>5.7%</b>	<b>0.0%</b>

**Source:** FED: CFDA 45.310, LSTA State Program

**Legal Basis:** Originally established by the Controlling Board on October 9, 1956 (Titles I and III of the Library Services and Construction Act (LSCA)-PL 95-123)

**Purpose:** Library Services and Technology Act -- Federal funding under this act was first awarded in 1998. LSTA supports library technology projects, provides for the extension of library services to under served areas or groups, and supports cooperative library efforts. Moneys are received from the Institute of Museum and Library Services and are distributed in accordance with an approved state plan called the LSTA Five Year Plan. This line item was formerly named LSCA Federal.

**313 350-603 LSCA Construction**

2000	2001	2002	2003 Estimate	2004 Executive Proposal	2005 Executive Proposal
\$234,615	\$566,544	\$0	\$0	\$0	\$0
	141.5%		N/A	N/A	N/A

**Source:** FED: CFDA 84.154, Public Library Construction

**Legal Basis:** Originally established by the Controlling Board on July 18, 1983 (Titles II of the Library Services and Construction Act (LSCA)-PL 95-123)

**Purpose:** Library Services and Construction Act -- Title II funds are appropriated for construction and/or expansion, remodeling, and alteration of buildings to be used for public library facilities. Moneys are received from the US Department of Education and are distributed in accordance with an approved state plan called The Ohio Long Range Program for Improvement of Library Services. This line item is eliminated with the passage of new federal legislation governing library funding. The last distribution from this fund was December 31, 1998.

## LSC Budget Spreadsheet by Line Item, FY 2004 - FY 2005

<i>Fund</i>	<i>ALI</i>	<i>ALI Title</i>	<i>2002</i>	<i>Estimated 2003</i>	<i>Executive 2004</i>	<i>% Change 2003 to 2004</i>	<i>Executive 2005</i>	<i>% Change 2004 to 2005</i>
<b><i>LIB Library Board, State</i></b>								
GRF	350-321	Operating Expenses	\$ 7,204,125	\$6,700,722	\$ 6,701,407	0.0%	\$ 6,802,947	1.5%
GRF	350-400	Ohio Public Library Information Network	\$ 686,016	\$0	\$ 0	N/A	\$ 5,000,000	N/A
GRF	350-401	Ohioana Rental Payments	\$ 120,972	\$120,972	\$ 124,816	3.2%	\$ 124,816	0.0%
GRF	350-501	Cincinnati Public Library	\$ 702,480	\$615,172	\$ 584,414	-5.0%	\$ 569,803	-2.5%
GRF	350-502	Regional Library Systems	\$ 1,659,544	\$1,453,123	\$ 1,380,467	-5.0%	\$ 1,345,956	-2.5%
GRF	350-503	Cleveland Public Library	\$ 1,056,668	\$925,307	\$ 879,042	-5.0%	\$ 857,066	-2.5%
<b>General Revenue Fund Total</b>			<b>\$ 11,429,806</b>	<b>\$ 9,815,296</b>	<b>\$ 9,670,146</b>	<b>-1.5%</b>	<b>\$ 14,700,588</b>	<b>52.0%</b>
139	350-602	Intra-Agency Service Charges	\$ 27,949	\$14,502	\$ 9,000	-37.9%	\$ 9,000	0.0%
459	350-602	Interlibrary Service Charges	\$ 1,409,769	\$2,309,661	\$ 2,759,661	19.5%	\$ 2,809,661	1.8%
4S4	350-604	OPLIN Technology	\$ 5,744,793	\$7,777,962	\$ 6,450,000	-17.1%	\$ 1,000,000	-84.5%
<b>General Services Fund Group Total</b>			<b>\$ 7,182,511</b>	<b>\$ 10,102,125</b>	<b>\$ 9,218,661</b>	<b>-8.7%</b>	<b>\$ 3,818,661</b>	<b>-58.6%</b>
313	350-601	LSTA Federal	\$ 5,590,706	\$5,241,305	\$ 5,541,647	5.7%	\$ 5,541,647	0.0%
<b>Federal Special Revenue Fund Group Total</b>			<b>\$ 5,590,706</b>	<b>\$ 5,241,305</b>	<b>\$ 5,541,647</b>	<b>5.7%</b>	<b>\$ 5,541,647</b>	<b>0.0%</b>
<b><i>Total All Budget Fund Groups</i></b>			<b>\$ 24,203,023</b>	<b>\$ 25,158,726</b>	<b>\$ 24,430,454</b>	<b>-2.9%</b>	<b>\$ 24,060,896</b>	<b>-1.5%</b>