

LSC Redbook

Analysis of the Executive Budget Proposal

Department of Commerce

Shannon Pleiman, Budget Analyst
Legislative Service Commission

March 2015

READER'S GUIDE

The Legislative Service Commission prepares an analysis of the executive budget proposal for each agency. These analyses are commonly called "Redbooks." This brief introduction is intended to help readers navigate the Redbook for the Department of Commerce (COM), which includes the following three sections.

1. **Overview:** Provides a brief description of the Department and an overview of the provisions of the executive budget that affect the Department, including new technology initiatives and the continuation of grant programs.
2. **Analysis of Executive Proposal:** Provides a detailed analysis of the executive budget recommendations for the Department, including funding for each appropriation line item. The line items for the Department are organized into seven categories.
3. **Attachments:** Includes the catalog of budget line items (COBLI) for the Department, which briefly describes each line item, accompanied by the LSC budget spreadsheet for the Department.

TABLE OF CONTENTS

OVERVIEW	1
Agency Overview	1
Appropriation Overview	1
Budget by Expense Category	2
Budget by Functional Category	3
Budget Highlights	3
Technology Initiatives	3
Fire Department Grants	4
Ohio Business Compliance Incentive.....	5
ANALYSIS OF EXECUTIVE PROPOSAL	6
Introduction	6
Category 1: Unclaimed Funds	8
Unclaimed Funds – Operating (800602)	8
Unclaimed Funds – Claims (800625).....	8
Category 2: Industrial Compliance and Labor	10
Industrial Compliance (800615)	10
Category 3: State Fire Marshal	13
Fire Marshal (800610)	13
Fire Department Grants (800639).....	16
Small Government Fire Departments (800635).....	17
Cigarette Enforcement (800641).....	17
Underground Storage Tanks (800647, 800629, 800622, and 800624).....	18
Category 4: Financial Institutions and Securities	20
Division of Financial Institutions	20
Financial Institutions (800619)	20
Banks (800612).....	21
Consumer Finance (800607).....	21
Credit Unions (800604).....	22
Savings Institutions (800613).....	23
Financial Literacy Education (800616)	23
Division of Securities	24
Securities (800617).....	24
Securities Investor Education and Enforcement (800609).....	24
Category 5: Liquor Control	25
Liquor Operating Services (800645)	25
Liquor JobsOhio Extraordinary Allowance (800644).....	26
Liquor Regulatory Operating Expenses (800646).....	26

Category 6: Administration	27
Video Service (800623)	27
Division of Administration (800620)	27
Information Technology (800637).....	28
Category 7: Real Estate and Professional Licensing	29
Real Estate Recovery and Real Estate Appraisal Recovery (800611 and 800631)	29
Cemeteries (800608)	29
Real Estate Education/Research (800603)	30
Real Estate (800614)	30
Real Estate Appraiser – Operating (800630).....	30

ATTACHMENTS:

- Catalog of Budget Line Items
- Budget Spreadsheet By Line Item

Department of Commerce

- Recommended budget of \$380.7 million in the biennium
- Implementation of the Liquor Modernization Project and other technology initiatives
- Continued expansion of the State Fire Marshal's Fire Department Grants

OVERVIEW

Agency Overview

The Department of Commerce (COM) is a multi-functional regulatory agency that performs a wide array of regulatory duties. The Department is organized into seven operating divisions that (1) regulate state-chartered financial institutions, (2) supervise the Ohio securities market, (3) provide plan review, construction site services, and regulatory services to ensure the safety of systems such as elevators and boilers and enforce Ohio's wage and hour laws, (4) issue liquor permits and, in conjunction with JobsOhio, manage the manufacture, distribution, and sale of all spirituous liquor in the state, (5) license individuals in the real estate industry and register foreign real estate property, (6) investigate the cause and origin of fires and explosions, analyze fire-related criminal evidence, train firefighters, and enforce the Ohio Fire Code, and (7) oversee the safekeeping and return of unclaimed funds. An eighth division provides leadership, direction, and support to the operating divisions.

The Department operates with no General Revenue Fund (GRF) moneys. Instead, most programs are funded primarily by fees and charges on the industries that the Department regulates. The merchandising responsibilities under the Division of Liquor Control are funded by payments from the nonprofit JobsOhio, as established by a contract between the two entities. Overall, as of February 2015, there were 847 full-time employees and 122 intermittent employees.

Appropriation Overview

Table 1 shows the Governor's funding recommendations for the Department by fund group. Overall, the executive recommends FY 2016 appropriations of \$189.6 million, a 2.0% increase compared to estimated FY 2015 spending of \$185.9 million agency wide. Of this amount, approximately \$171.5 million (90.5%) of the agency's funding in FY 2016 is for regulatory and oversight functions supported by fees and other revenues deposited into funds within the Dedicated Purpose Fund Group. This is an increase of \$0.5 million (0.3%) compared to estimated FY 2015 in these areas. Within the Internal Service Activity Fund Group, the recommended appropriations for FY 2016 are approximately \$15.2 million. This is an increase of approximately

\$2.9 million (24.1%) from estimated FY 2015 spending of just over \$12.2 million. This increase in funding is slated for activities within the Division of Administration and the Information Technology Group. Lastly, federal funding increases from estimated FY 2015 spending of almost \$2.7 million to approximately \$2.9 million in FY 2016, a rise of \$239,000 (8.9%). These federal funds go toward the regulation of underground storage tanks under the State Fire Marshal. Recommended funding for FY 2017 across all areas is approximately \$191.0 million, just less than 1.0% higher than the amount recommended for FY 2016.

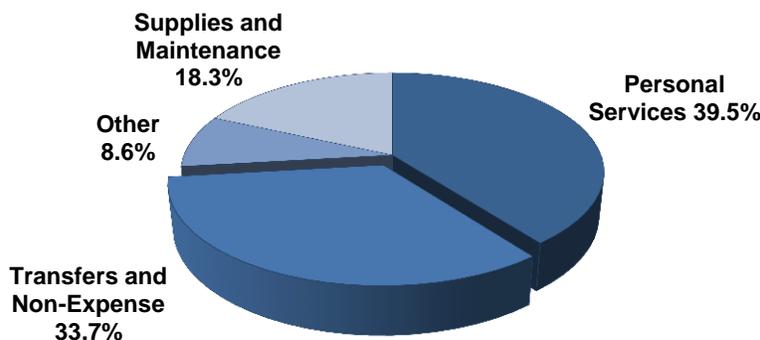
Fund Group	FY 2015*	FY 2016	% change, FY 2015-FY 2016	FY 2017	% change, FY 2016-FY 2017
Dedicated Purpose	\$171,000,001	\$171,538,916	0.3%	\$170,929,434	-0.4%
Internal Service Activity	\$12,211,977	\$15,153,822	24.1%	\$17,193,259	13.5%
Federal	\$2,685,729	\$2,924,999	8.9%	\$2,924,999	0.0%
TOTAL	\$185,897,707	\$189,617,737	2.0%	\$191,047,692	0.8%

*FY 2015 figures represent estimated spending.

Budget by Expense Category

Chart 1 below illustrates the Department's recommended FY 2016-FY 2017 budget by category of expense. Payroll and employee fringe benefits comprise the largest share of expenses, at around 39.5% of the agency's \$380.7 million biennial budget. Transfers and non-expense items are the second largest category of proposed spending, accounting for approximately \$128.2 million (33.7%) of the recommended biennial budget. Almost all of the funding in this category is for the Unclaimed Funds Program. Supplies and fixed maintenance costs are spread relatively equally across the Department's seven operating divisions, and amount to \$69.6 million (18.3%) of proposed spending. Other expenses, which include those for equipment, purchased services, and various subsidies and shared revenue, combined amount to 8.6% of proposed biennial appropriations.

Chart 1: Biennial Executive Budget Recommendations by Expense Category, FY 2016-FY 2017



Budget by Functional Category

Table 2 shows the funding allocations for the Department under the executive budget for the FY 2016-FY 2017 biennium by functional category. These categories correspond to the eight operating divisions within the Department, except for the Division of Financial Institutions and the Division of Securities, which are grouped together in this Redbook. The Unclaimed Funds Program accounts for the greatest share of the budget, at \$143.5 million (37.7%) of the proposed spending for FY 2016-FY 2017. Regulatory activities under the (1) Division of Industrial Compliance and Labor, (2) State Fire Marshal's Office, (3) Division of Financial Institutions and Division of Securities, as well as (4) Division of Real Estate and Professional Licensing combined account for \$171.0 million (44.9%) of the FY 2016-FY 2017 budget proposal. The Division of Administration accounts for \$33.1 million (8.7%) of proposed spending. Finally, the Division of Liquor Control's liquor permitting and spirituous liquor franchise operations account for \$32.9 million (8.6%) of the total amount recommended for the FY 2016-FY 2017 biennium.

Functional Category	FY 2015	FY 2016	FY 2017	Biennium Total	% Total of Budget
Unclaimed Funds	\$71.7	\$71.8	\$71.8	\$143.5	37.7%
Industrial Compliance & Labor	\$27.1	\$27.9	\$28.3	\$56.2	14.8%
State Fire Marshal	\$30.0	\$29.4	\$29.0	\$58.3	15.3%
Financial Institutions & Securities	\$22.6	\$23.5	\$24.0	\$47.5	12.5%
Liquor Control	\$17.5	\$17.1	\$15.9	\$32.9	8.6%
Administration	\$12.5	\$15.5	\$17.6	\$33.1	8.7%
Real Estate & Prof. Licensing	\$4.4	\$4.5	\$4.5	\$9.0	2.4%
TOTAL	\$783.8	\$189.6	\$191.1	\$380.7	100%

Note: Individual amounts may not add to totals due to rounding.

Budget Highlights

Technology Initiatives

Liquor Modernization Project

Beginning in FY 2013, COM has been implementing the Liquor Modernization Project to replace a 30-year-old infrastructure supporting liquor control information technology, accounting, merchandising, and supply chain management systems. The project will manage the state's spirituous liquor franchise operation. The project went live February 1, 2015 with IT upgrades to the retail part of the system that deals with liquor agency sales to consumers. The Department foresees implementing the upgrades to the part of the system that deals with wholesale sales to restaurants and bars in the fall of 2015. Ultimately, this system is designed to better manage inventory and improve

cash flow timeliness. Overall, the Department estimates that the total cost of the project will be approximately \$20.0 million. Of that amount, the Department estimates that \$18.0 million has been spent thus far, with the remaining amounts to be spent this fiscal year and FY 2016.

Transfer of Certain Technology Assets

Beginning in the second quarter of FY 2016, the Department will transfer certain technology assets, maintenances, and functions to the Department of Administrative Services (DAS) Office of Information Technology. Network systems and some hardware will be managed by DAS and the State of Ohio Computing Center (SOCC), while the software and software support will remain under the Department of Commerce. DAS establishes fees for services on an annual basis which are volume and activity based. The increases in appropriations for FY 2017 for many of the line items under the divisions of Administration, Financial Institutions, and Securities, generally are attributable to this agreement. While these divisions will have a heavier cash outlay at the outset of this initiative, this is expected to decrease technology costs for the Department in the future.

Fire Department Grants

Overview

During the last biennium, the Department expanded the long-standing Fire Department Grants Program that assists qualifying fire departments buy firefighting rescue equipment and pay for firefighter training. The expansion included adding two new grants for firefighter I training and Multi-Agency Radio Communication System (MARCS) equipment and services. The budget bill appropriates \$5.2 million in both FY 2016 and FY 2017 under appropriation item 800639, Fire Department Grants, to continue providing these grants. Of the \$5.2 million appropriated each fiscal year during the FY 2016-FY 2017 biennium, \$1.7 million per fiscal year may be used for equipment or reimbursement of firefighter training costs, \$500,000 per fiscal year may be used for providing the cost of firefighter I training, and up to \$3.0 million per fiscal year may be used for MARCS equipment and services. Fire Department Grants are funded with revenue from taxes on insurance companies selling fire insurance in Ohio and from inspection fees, hotel permits, and fireworks licenses, which are deposited into the State Fire Marshal Fund (Fund 5460).

Firefighter I Training Grant

The executive recommends up to \$500,000 in each fiscal year to be used to pay for the State Fire Marshal's costs of providing firefighter I certification classes or other classes approved by the Department of Public Safety. The Firefighter I Training Grant Program was established in Am. Sub. H.B. 59, the main operating budget act for the FY 2014-FY 2015 biennium with funding of \$500,000 in each fiscal year. Additionally, in

October 2014, the Bureau of Workers' Compensation (BWC) along with the Department announced \$1.0 million in additional funding for the Firefighter I Training Grant Program. This additional funding brought the total funding available for the program to \$1.5 million in FY 2015. At the end of CY 2014, \$1.0 million of these funds provided training for about 1,000 firefighters in 27 fire training schools. Grants are awarded to fire training schools to provide training to newly hired or volunteer firefighters at no cost to the local government. Fire training schools apply through the State Fire Marshal and are awarded on a first-come, first-served basis.

MARCS Grant

The executive recommends that up to \$3.0 million in each fiscal year be used for the MARCS Grant Program. The MARCS Grant Program was created under H.B. 483, the mid-biennium budget review (MBR) act of the 130th General Assembly and appropriated \$3.0 million for FY 2015. The purpose of the grant program is to help offset the costs that local fire departments incur for MARCS-related radio equipment and services and to promote the interoperability between fire responders. Year to date in FY 2015, 106 fire protection entities in 29 counties received awards, ranging from approximately \$240 to \$50,000, the maximum award amount under the program. The State Fire Marshal awards MARCS grants based on a variety of criteria including: (1) the fire department's annual budget, (2) the annual number of fire incidents, and (3) the resident population served by the department. Eligible grant recipients include volunteer fire departments, joint fire districts, and certain private fire companies that serve a population of 25,000 or less.

Ohio Business Compliance Incentive

H.B. 486 of the 130th General Assembly created the Ohio Business Compliance Incentive (OBCI), aimed at recognizing compliant businesses and incentivizing continued compliance. The initial phase of the program targets the hotel/motel and building contractor industries. One of the proposed programs is called "Operation Safe Stay." The State Fire Marshal inspects around 1,600 hotels and motels annually. Approximately 40% of those inspected are fully compliant during their first inspection and do not require follow-up inspections. The program will publically recognize these hotels as a "Safe Stay Hotel." Another program would target the building contractor industries that are regulated by the Division of Industrial Compliance. The Department is in the process of developing rules for these two programs with the ultimate goal of encouraging compliance and continued compliance with regulations while safeguarding Ohioans.

ANALYSIS OF EXECUTIVE PROPOSAL

Introduction

This section provides an analysis of the Governor's recommended funding for each appropriation item in the Department of Commerce's budget. The line items are grouped into seven major categories, which largely follow the Department's divisional structure. For each category, a table is provided listing the recommended appropriation in each fiscal year of the biennium. Following the table, a narrative describes how the appropriation is used and any changes affecting the appropriation that are proposed by the Governor. If the appropriation is earmarked, the earmarks are listed and described. The seven categories used in this analysis are as follows:

1. Unclaimed Funds;
2. Industrial Compliance and Labor;
3. State Fire Marshal;
4. Financial Institutions and Securities;
5. Liquor Control;
6. Administration; and
7. Real Estate and Professional Licensing.

To aid the reader in finding each item in the analysis, the following table shows the category in which each appropriation has been placed, listing the line items in order within their respective fund groups and funds. This is the same order the line items appear in the budget bill.

Categorization of COM's Appropriation Line Items for Analysis of Executive Proposal			
Fund	ALI and Name		Category
Dedicated Purpose Fund Group			
4B20	800631	Real Estate Appraiser Recovery	7: Real Estate and Professional Licensing
4H90	800608	Cemeteries	7: Real Estate and Professional Licensing
4X20	800619	Financial Institutions	4: Financial Institutions and Securities
5430	800602	Unclaimed Funds – Operating	1: Unclaimed Funds
5430	800625	Unclaimed Funds – Claims	1: Unclaimed Funds
5440	800612	Banks	4: Financial Institutions and Securities
5450	800613	Savings Institutions	4: Financial Institutions and Securities
5460	800610	Fire Marshal	3: State Fire Marshal
5460	800639	Fire Department Grants	3: State Fire Marshal
5470	800603	Real Estate Education/Research	7: Real Estate and Professional Licensing
5480	800611	Real Estate Recovery	7: Real Estate and Professional Licensing
5490	800614	Real Estate	7: Real Estate and Professional Licensing
5500	800617	Securities	4: Financial Institutions and Securities
5520	800604	Credit Union	4: Financial Institutions and Securities
5530	800607	Consumer Finance	4: Financial Institutions and Securities
5560	800615	Industrial Compliance	2: Industrial Compliance and Labor
5F10	800635	Small Government Fire Departments	3: State Fire Marshal
5FW0	800616	Financial Literacy Education	4: Financial Institutions and Securities
5GK0	800609	Securities Investor Education/Enforcement	4: Financial Institutions and Securities
5HV0	800641	Cigarette Enforcement	3: State Fire Marshal
5LC0	800644	Liquor JobsOhio Extraordinary Allowance	5: Liquor Control
5LN0	800627	Liquor Operating Services	5: Liquor Control
5LP0	800646	Liquor Regulatory Operating Expenses	5: Liquor Control
5PA0	800647	BUSTR Revolving Loan Program	3: State Fire Marshal
5X60	800623	Video Service	6: Administration
6530	800629	UST Registration/Permit Fee	3: State Fire Marshal
6A40	800630	Real Estate Appraiser – Operating	7: Real Estate and Professional Licensing
Internal Service Activity Fund Group			
1630	800620	Division of Administration	6: Administration
1630	800637	Information Technology	6: Administration
Federal Fund Group			
3480	800622	Underground Storage Tanks	3: State Fire Marshal
3480	800624	Leaking Underground Storage Tanks	3: State Fire Marshal

Category 1: Unclaimed Funds

This category of appropriations provides for the safekeeping and return of moneys designated as "unclaimed." In the meantime, the Division of Unclaimed Funds uses a portion of reported unclaimed funds to support housing loan guarantees. The funds have also been used in recent years to support the operations of other state programs through transfers to the GRF.

Governor's Recommended Funding for Unclaimed Funds				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
5430	800602	Unclaimed Funds – Operating	\$7,764,160	\$7,779,076
5430	800625	Unclaimed Funds – Claims	\$64,000,000	\$64,000,000
Dedicated Purpose Fund Group Subtotal			\$71,764,160	\$71,779,076
Total Funding: Unclaimed Funds			\$71,764,160	\$71,779,076

Unclaimed Funds – Operating (800602)

This line item pays the operating and administrative expenses of the Division of Unclaimed Funds. The Division is comprised of administrative, claims processing, compliance, and accountability sections. The Division is a part of the Ohio Business Gateway, which allows businesses to electronically file reports and remit funds into the state's unclaimed funds account using the Automated Clearing House (ACH). This has increased unclaimed funds visibility and presumably resulted in higher amounts of funds reported to the state.

Another expansion of electronic accessibility to unclaimed funds occurred in FY 2012. Specifically, the Division developed a customer service tool on the website to initiate claims and check on the claim's status while it is being reviewed by staff. Called "Online Treasure Hunt," this web feature allows for the public to search for unclaimed funds and to initiate the claims process. Approximately 78.0% of all claims initiated in FY 2014 were through this search function. This represented approximately 48.0% (\$35.9 million) of the total amount returned to Ohioans. The Department plans on continuing to expand the electronic accessibility to unclaimed funds by developing an online claims filing process in the FY 2016-FY 2017 biennium.

The executive recommends \$7.8 million in each fiscal year of the biennium to fund the administrative expenses of the Division, a slight increase of about \$27,000 over estimated FY 2015 spending for this purpose.

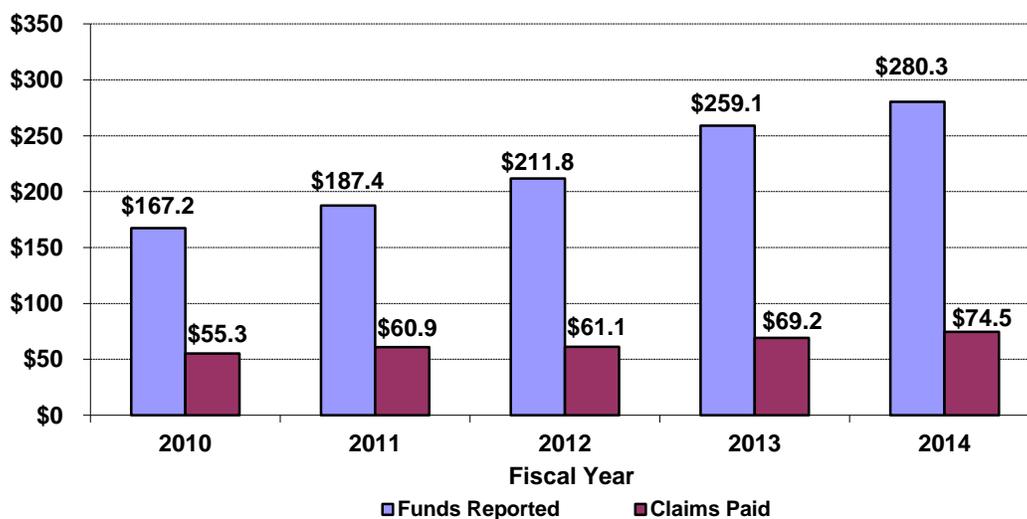
Unclaimed Funds – Claims (800625)

This line item pays claims from unclaimed funds reported pursuant to R.C. 169. The Unclaimed Funds Program is responsible for the safekeeping and return of moneys

designated as "unclaimed" due to death, inadvertence, or forgetfulness. State law requires that these funds be reported to the state for safekeeping after the owners have left the funds unclaimed for a period of time, typically five years. The state acts as a custodian for the funds until the rightful owners or their heirs claim them. Common sources of unclaimed funds include dormant checking and savings accounts, insurance proceeds, unclaimed wages and employment benefits, uncashed checks and money orders, undelivered stock and dividends, forgotten rent or utility deposits, and intangible contents of safe deposit boxes. These unclaimed funds are held in a custodial account under the Treasurer of State.

Until the rightful owner is located, unclaimed funds support economic development throughout Ohio. The Ohio Development Services Agency and the Ohio Housing Finance Agency use these resources to guarantee and fund low- and moderate-income housing programs. Unclaimed funds also guarantee performance bonds for the Minority Business Bonding Fund. In FY 2014, the program collected \$280.1 million and paid 47,697 claims totaling \$74.4 million to current or former Ohio residents. Chart 2 below summarizes the unclaimed funds reported and claims paid from FY 2010 to FY 2014. Through the first six months of FY 2015, the amount of claims paid is about \$31.6 million.

Chart 2: Unclaimed Funds Reported and Claimed (in millions)



The executive recommends \$64.0 million in both FY 2016 and FY 2017 to pay unclaimed funds claims, matching the estimated FY 2015 spending for this purpose. Because there is always the potential that claims made exceed the amount appropriated, the budget includes language appropriating the additional amounts as needed.

Category 2: Industrial Compliance and Labor

This category of appropriations funds the building code development, inspection, plan review, licensing, and permit services related to the commercial and residential construction industry. The Bureau of Wage and Hour Administration, which enforces the prevailing wage, minimum wage, and minor labor laws, is also included in this category.

Governor's Recommended Funding for Industrial Compliance and Labor				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
5560	800615	Industrial Compliance	\$27,882,765	\$28,318,049

Industrial Compliance (800615)

This line item primarily funds building code development, inspection, plan review, licensing, and permit services related to the commercial and residential construction industry, as well as the operations of the Bureau of Wage and Hour Administration, which enforces the prevailing wage, minimum wage, and minor labor laws. This line item is supported through fees assessed to the regulated entities. The executive recommends \$27.9 million in funding in FY 2016, a 2.9% increase from estimated FY 2015 spending of \$27.1 million. The FY 2017 recommendation is \$28.3 million, 1.2% higher than the amount proposed for FY 2016. Funding levels for the various bureaus and programs under the auspices of the Division of Industrial Compliance and Labor are provided in Table 3 below.

Program	FY 2015 Estimated	FY 2016 Recommended	FY 2017 Recommended
Operations and Maintenance	\$9.1	\$10.1	\$10.3
Program Administration	\$7.2	\$6.9	\$7.2
Building Code Compliance	\$5.7	\$6.0	\$6.0
Building Code	\$2.7	\$2.7	\$2.6
Bureau of Wage and Hour Administration	\$1.2	\$1.1	\$1.2
Ohio Construction Industry Licensing Board	\$1.2	\$1.1	\$1.1
TOTAL	\$27.1	\$27.9	\$28.3

Note: Individual amounts may not add to totals due to rounding.

Operations and Maintenance

The Operations and Maintenance Program oversees various industrial functions: (1) responsibility for the proper operation and maintenance of critical systems including boilers, elevators, and escalators, (2) inspections of bedding, upholstered furniture, and ski lifts, and (3) licensure of steam engineers and boiler operators. In FY 2014, this

program performed approximately 59,000 elevator inspections, almost 32,000 boiler inspections, and over 7,900 bedding and upholstered furniture inspections, and licensed over 10,700 boiler operators, steam engineers, and historical boilers.

The program is funded by fees on bedding items and registration, bedding laboratory analysis, elevator inspection and certification, boiler certification and inspection, and other such fees for steam engineers, historical boilers, and ski lifts. The amount slated for the Operations and Maintenance Program represents just over one-third of funding for the Division of Industrial Compliance. Specifically, these budgeted amounts are \$10.1 million in FY 2016 and \$10.3 million in FY 2017.

Division Program Administration

Program Administration oversees the general management and direction of the Division of Industrial Compliance activities on a daily basis. It is also responsible for the planning and future direction of the Division. The program provides administrative support through legal counsel, inspector dispatching operations and communications, automated computer programs for task management, and reporting and performance management. These expenses are covered by an administrative charge based on cumulative annual payroll assessed to all boards and sections within the Division.

The executive budget proposes \$6.9 million in FY 2016 and \$7.2 million in FY 2017 for program oversight. The appropriation provides for the cost of automating all of the Division's inspection, permitting, licensing, and certification processes, including the provision of mobile devices to tie all field staff electronically to the new system's central dispatching capabilities. This has allowed more control over scheduling of field personnel and inspections.

Building Code Compliance

The Building Code Compliance Program, through the Bureau of Construction Compliance, inspects construction plans for all state buildings, commercial buildings, and residential buildings of four or more units not falling under the jurisdiction of a local certified building department to ensure that the structural design, electrical, and plumbing systems meet standards established by the Ohio Building Code. The program is responsible for inspecting buildings, plumbing, electrical wiring, pressure vessels, and pressure piping throughout the state. In FY 2014, the Bureau reviewed about 5,600 architectural plans and performed over 26,000 electrical, structural, and plumbing inspections. The program is funded by revenue from various fees, such as those for plan examination, pressure piping, and plumbing permits and inspections. The Governor's proposal funds this program at approximately \$6.0 million in both FY 2016 and FY 2017.

Building Code

The Building Code Program supports the Board of Building Standards (BBS), which formulates and adopts rules governing building construction, repair, alteration,

and maintenance to ensure building safety. BBS also certifies local building code enforcement departments and houses the Industrialized Unit Section, which regulates factory-built construction components (except for those regulated by the federal Department of Housing and Urban Development).

This program also supports the Board of Building Appeals, which reviews appeals of orders issued by the Department's Bureau of Construction Compliance or a certified city or county building department. The Board of Building Standards receives funding through a portion of the boiler certificate, elevator certificate, plan review application fees, as well as a surcharge on the fee for certified building departments, among other sources. There is also a \$200 fee for each building appeal. Total funding for these boards is \$2.7 million in FY 2016 and \$2.6 million in FY 2017.

Bureau of Wage and Hour Administration

The Bureau of Wage and Hour Administration enforces the minimum wage and overtime, prevailing wage, and minor labor laws. The Bureau investigates complaints and, upon making determinations, collects back wages and penalties owed to workers. In FY 2014, the Bureau completed 886 investigations. Approximately 88.0% were minimum wage investigations, conducted on employers who allegedly did not pay workers minimum wage or overtime. About 10.0% of the investigations were on prevailing wage rates, which are rates required to be paid to employees who work on public improvement construction projects as defined under R.C. 4115.03. Fourteen investigations in FY 2014 were related to wages paid to minors. Overall, the Governor recommends \$1.1 million in FY 2016 and \$1.2 million in FY 2017 for this program.

Ohio Construction Industry Licensing Board

The Ohio Construction Industry Licensing Board provides for the testing, licensing, and continuing education of electrical; heating, ventilation, and air conditioning (HVAC); hydronic; plumbing; and refrigeration commercial construction contractors. The program oversaw around 18,900 active licenses in the above trades as of the end of FY 2014. Of that amount, around 6,500 electrical, 4,600 plumbing, 4,400 HVAC, 1,900 hydronics, and 1,500 refrigerator contractors were licensed in FY 2014. The Board is funded by license examination, issuance, and renewal fees as well as various continuing education course approval and training provider fees. Proposed funding for the Board is \$1.1 million in each fiscal year of the FY 2016-FY 2017 biennium. H.B. 483 of the 130th General Assembly created the Ohio Business Compliance Incentive which recognizes compliant businesses and incentivizes continued compliance. The Department is in the process of implementing an incentives program for the building contractor industries. The program however, will not likely have a fiscal effect on the Board.

Category 3: State Fire Marshal

The appropriations in this category fund the operations of the Office of the State Fire Marshal, which provides protection to the citizens of Ohio from the dangers of fire and explosions and protects the environment from releases of petroleum from underground storage tanks. The State Fire Marshal analyzes fire-related criminal evidence, enforces the Ohio Fire Code, investigates the cause and origin of fires and explosions, regulates underground storage tanks, trains firefighters, and provides fire safety education to businesses, industry, and the public.

Governor's Recommended Funding for State Fire Marshal				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
5460	800610	Fire Marshal	\$17,153,766	\$16,746,648
5460	800639	Fire Department Grants	\$5,200,000	\$5,200,000
5F10	800635	Small Government Fire Departments	\$300,000	\$300,000
5HV0	800641	Cigarette Enforcement	\$70,000	\$70,000
5PA0	800647	BUSTR Revolving Loan Program	\$1,500,000	\$1,500,000
6530	800629	UST Registration/Permit Fee	\$2,201,943	\$2,245,208
Dedicated Purpose Fund Group Subtotal			\$26,425,709	\$26,061,856
Federal Fund Group				
3480	800622	Underground Storage Tanks	\$1,129,518	\$1,129,518
3480	800624	Leaking Underground Storage Tanks	\$1,795,481	\$1,795,481
Federal Fund Group Subtotal			\$2,924,999	\$2,924,999
Total Funding: State Fire Marshal			\$29,350,708	\$28,986,855

Fire Marshal (800610)

This line item provides the primary operating funds for the administration of the Office of the State Fire Marshal and programs operated by the State Fire Marshal. The State Fire Marshal Fund (Fund 5460) is the division's primary operating fund, and is supported by a 0.75% surcharge on fire insurance premiums, 20.0% of retaliatory (or "reciprocity") taxes on out-of-state insurance companies, and fees from fireworks licenses, building inspections, course fees, and federal and state grants.

The executive recommendation for this line item is \$17.2 million in FY 2016, a 7.4% increase when compared to estimated FY 2015 spending of approximately \$16.0 million. The executive recommends \$16.7 million in FY 2017, a 2.4% decrease when compared to the FY 2016 appropriation. Recommended funding by program and descriptions of those programs are provided in the table below.

Program	FY 2015 Estimated	FY 2016 Recommended	FY 2017 Recommended
Program Administration	\$3.7	\$4.0	\$4.1
Ohio Fire Academy	\$3.9	\$3.8	\$3.3
Code Enforcement	\$3.0	\$3.1	\$3.3
Investigations	\$2.7	\$3.2	\$3.1
Fire Prevention	\$1.4	\$1.2	\$1.3
Forensic Lab	\$0.7	\$1.0	\$1.0
Testing and Registration	\$0.6	\$0.8	\$0.6
TOTAL	\$16.0	\$17.2	\$16.8

Note: Individual amounts may not add to totals due to rounding.

Program Administration

This program provides for the administration of the Office of State Fire Marshal and its eight operating bureaus. The program funds salaries and fringe benefits for administration, including senior staff, administrative and facility operations staff, and the Explosive and Pyrotechnics unit. The Explosives and Pyrotechnics unit provides training and annual licensing for Ohio's fire and law enforcement communities, shippers, manufacturers, and retailers. There are around 158 full-time permanent employees throughout the Office. The executive budget provides \$4.0 million in FY 2016 and \$4.1 million in FY 2017 for these purposes.

Ohio Fire Academy

The Ohio Fire Academy conducts fire-related training courses for firefighters and emergency responders across the state. The program also funds replacement of vehicles and specialized firefighting equipment. Training, which is conducted at the Academy facilities and onsite throughout the state, includes firefighting, antiterrorism response, and urban search and rescue. In FY 2014, approximately 8,000 emergency responders trained both on campus and off campus near their local department. The Academy maintains national accreditation for the various levels of firefighter training. The executive budget proposes \$3.8 million in FY 2016 and \$3.3 million in FY 2017 for these purposes.

Code Enforcement

The Code Enforcement Program performs fire safety inspections at hotels, motels, hospitals, schools, nursing homes, new construction, and other buildings and events. It also enforces the Ohio Fire Code at fireworks facilities, manufacturers, and exhibitions and conducts plan review and inspections for flammable and combustible liquid storage tanks not regulated by the Bureau of Underground Storage Tank Regulation or the local fire department. The program conducts approximately

15,000 fire safety inspections annually. The Department reports that its workload has been increasing in recent years due to inspections required for new construction of state buildings and universities, hotels, and nursing homes. Additionally, inspections have increased due to local fire departments reducing or eliminating fire investigation, training, and inspection staff. This responsibility then falls to the State Fire Marshal, increasing caseload. The executive recommends \$3.1 million in FY 2016 and \$3.3 million in FY 2017 for this program.

Investigations

The Investigations Program is responsible for investigating the cause, origin, and circumstances of fires, explosives, and fireworks incidents in Ohio. It is also responsible for the prosecution of persons believed to be guilty of arson or a similar crime. This program provides these services to any fire department or law enforcement agency in the state, as many small municipalities and townships do not have trained arson investigators to conduct such highly specialized investigations. In addition to routine investigations, the Fire and Explosion Investigation Bureau has three accelerant detection canine teams to assist in recovering evidence at arson crime scenes and operates the Major Incident Response Vehicle, which has sensitive and specialized communications equipment to be used in any type of disaster or fire, arson, or bombing incident. The program conducted approximately 1,200 fire and explosion investigations in calendar year 2013. The executive recommends approximately \$3.2 million in FY 2016 and \$3.1 million in FY 2017, a slight increase over the \$2.7 million in estimated spending for these investigatory activities in FY 2015.

Fire Prevention

The Fire Prevention Program creates fire safety publications and conducts fire safety education outreach at schools, senior centers, health care facilities, and other locations as requested. The program compiles and analyzes statistical data collected through the Ohio Fire Information Reporting System regarding the nature and causes of fires. The Fire Prevention Program also (1) operates the Public Fire Safety Decal Program for volunteer firefighters, (2) provides fire safety courses for health care facility certification, smoke alarms to high-risk families, support for special public recognition events, and support of fire safety fairs, and (3) trains local fire department personnel. The Fire Prevention Program conducted around 2,500 fire safety programs for 72,600 Ohioans and distributed almost 270,000 pieces of fire safety literature in FY 2014. The executive recommends \$1.2 million in FY 2016 and \$1.3 million in FY 2017 for this program.

Forensic Lab

The Forensic Lab Program provides scientific examination of ignitable liquids, fire debris, explosives, latent fingerprints, and general examination of any physical evidence involved in a suspected arson, fire explosive incident, or hazardous situation. The

laboratory issues a written report including findings and opinions as to the nature of the situation. Laboratory examiners may be asked to testify in court about laboratory findings. During FY 2014, the laboratory examined 707 cases. The executive recommendations of \$998,128 in FY 2016 and \$1,019,117 in FY 2017, an overall increase in funding compared to the estimated FY 2015 spending level of \$737,850 for this program.

Testing and Registration

The Testing and Registration Bureau licenses companies and individuals in the fire protection industry; the hotel and motel business; fireworks exhibitors, manufacturers, wholesalers, and shippers; and underground storage tank operators and those who install and inspect those tanks. This program issued over 50,800 licenses in FY 2014, generating \$2.7 million in fee revenue for various funds servicing State Fire Marshal operations. The executive recommendations allocate \$842,071 in FY 2016 and \$621,485 in FY 2017 for this program, a slight increase over the estimated FY 2015 spending of \$584,988 in this area.

Fire Department Grants (800639)

This line item is used to provide grants to local fire departments to offset the cost of training and equipment. The executive recommends \$5.2 million in each fiscal year, matching estimated FY 2015 spending. Of the amount appropriated, \$1.7 million each fiscal year may be used for equipment and training grants. Under this grant program, volunteer fire departments; fire departments, joint fire districts, or local governments responsible for fire departments that serve one or more small municipalities or small townships; and local units of government responsible for the provision of fire protection services for small municipalities or small townships are eligible for the grants. These grants must be used to (1) purchase firefighting or rescue equipment or gear or similar items, (2) provide full or partial reimbursement for the documented costs of firefighter training, or (3) at the discretion of the State Fire Marshal, cover fire department costs for providing fire protection services in that grant recipient's jurisdiction. Grants for firefighting or rescue equipment, gear, or the provision of fire protection services are limited to \$15,000 per fiscal year unless an eligible entity serves a jurisdiction in which the Governor declared a natural disaster during the preceding or current fiscal year in which the grant was awarded. In those cases, grants are limited to \$25,000 per fiscal year. Grants for reimbursement of firefighter training costs are limited to \$15,000 per fiscal year. Eligible entities may receive grants for both purposes. For each fiscal year, the State Fire Marshal will determine the total amounts to be allocated for each eligible purpose.

Another grant funded by this line item is the MARCS grant. Of the amount appropriated, up to \$3.0 million in each fiscal year can be used for MARCS grants. This grant program helps offset the costs that local fire departments incur for MARCS-related radio equipment and services and to promote the interoperability

between fire responders. Eligible recipients are the same as fire equipment and training grants as mentioned above. However, grants are limited to \$50,000 in each fiscal year per grant recipient.

Lastly, up to \$500,000 in each fiscal year may go towards the Firefighter I Training Grant Program. These grants are awarded to fire training schools to provide training to newly hired or volunteer firefighters at no cost to the local government. Fire training schools apply through the State Fire Marshal and are awarded on a first-come, first-served basis.

Small Government Fire Departments (800635)

This line item is used to fund the Small Government Fire Department Services Revolving Loan Program, which makes no interest loans to small governments for up to 95.0% of the cost of firefighter equipment or the construction or renovation of fire department buildings. The Small Government Fire Departments Fund (Fund 5F10) is replenished by loan repayments. The executive recommends funding of \$300,000 in each fiscal year, a decrease of 65.7% compared to estimated FY 2015 spending of \$875,000. However, H.B. 64 gives the Director of Budget and Management the authority, upon the request of the Department of Commerce's Director, to transfer up to \$300,000 from Fund 5460 to Fund 5F10 for the purpose of this program.

Cigarette Enforcement (800641)

This line item is used to fund the functions of the Cigarette Enforcement Program, which certifies cigarettes as meeting reduced ignition propensity standards. Cigarettes passing the ignition propensity standards are not as likely to set fire to certain types of fabrics, such as upholstered furniture or mattresses. To be certified by the state, each cigarette manufacturer must (1) test cigarettes through a laboratory or an alternative testing method to ensure the cigarettes meet the standards specified in law, (2) indicate on the packaging that the cigarettes meet fire safety standards, and (3) submit written certification to the State Fire Marshal's Office within the Department of Commerce that each type of cigarette tested meets the standards. Manufacturers must recertify each type of cigarette every three years.

Currently, there are 1,217 brand families certified. "Brand family" refers to the various types of cigarettes, such as lights, menthols, 100s, and so forth, sold under the same trademark. To offset the State Fire Marshal's costs for administering the certification program, manufacturers pay a \$1,000 fee for each type of brand family included in an application. Proceeds from the fee are deposited into the Cigarette Enforcement Fund (Fund 5HV0). The executive recommends \$70,000 for these purposes in each fiscal year of the FY 2016-FY 2017 biennium.

Underground Storage Tanks (800647, 800629, 800622, and 800624)

These line items fund the Bureau of Underground Storage Tank Regulation (BUSTR), which regulates the installation, operation, maintenance, and removal of underground storage tank (UST) systems as well as the investigation and cleanup of petroleum products released from UST systems into the environment. BUSTR regulates 3,975 owners of approximately 22,600 registered UST systems. Additionally, the Bureau regulated the investigation and cleanup of approximately 3,600 suspected and confirmed releases of petroleum into the environment during FY 2014.

800647

Appropriation item 800647, BUSTR Revolving Loan Program, pays for the BUSTR Revolving Loan Program to assist political subdivisions and community improvement corporations in rehabilitating abandoned underground storage tank sites by offering interest-free loans. The State Fire Marshal began accepting applications for loans in FY 2015 and is estimated to loan \$3.0 million for this program in FY 2015. The executive recommends \$1.5 million in each fiscal year for this program.

The revolving loan program was originally created under H.B. 59, the main operating budget act of the 130th General Assembly. The program was initially funded under the Underground Storage Tank Administration Fund (Fund 6530) line item 800629, UST Registration/Permit Fee. Under the mid-biennium budget review act of the 130th General Assembly, the Underground Storage Tank Revolving Loan Fund (Fund 5PA0) was created as a distinct account to fund this program, but it still is funded by revolving loan repayments which are deposited into Fund 5PA0.

800629

Appropriation item 800629, UST Registration/Permit Fee, provides funding for underground storage tank regulation and is supported by annual tank registration fees and permits. This line item provides the state matching funds required for BUSTR's federal funding. The executive recommends approximately \$2.2 million in both FY 2016 and FY 2017, a 4.2% increase compared to estimated FY 2015 spending of \$2.1 million.

800622

Appropriation item 800622, Underground Storage Tanks, provides the federal funds used for the regulation of underground storage tanks, including the permitting of tank installation, removal, upgrade, or major repair. Federal funding for this program requires a 25% state match. The executive recommends \$1.1 million in each fiscal year, maintaining funding at the estimated FY 2015 spending.

800624

Appropriation item 800624, Leaking Underground Storage Tanks, provides the federal funds necessary to evaluate and clean up leaking underground storage tanks containing petroleum. Federal funding for this program requires a 10.0% state match. The executive recommendation for this line item is approximately \$1.8 million in each fiscal year, a 15.4% increase compared to estimated FY 2015 spending of \$1.6 million.

Category 4: Financial Institutions and Securities

This category of appropriations provides oversight of state-chartered banks, credit unions, savings institutions, and various consumer finance organizations through the Division of Financial Institutions as well as securities and securities professionals through the Division of Securities. These line items fund programs that ensure the overall safety and soundness of these institutions and individuals and provide education regarding financial literacy, home mortgage lending practices, and securities investing to reduce the number of consumers falling victim to abusive practices.

Governor's Recommended Funding for Financial Institutions and Securities				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
4X20	800619	Financial Institutions	\$1,854,298	\$1,854,298
5440	800612	Banks	\$6,867,039	\$6,885,074
5450	800613	Savings Institutions	\$2,464,495	\$2,533,005
5500	800617	Securities	\$4,421,403	\$4,577,915
5520	800604	Credit Union	\$3,343,696	\$3,374,104
5530	800607	Consumer Finance	\$3,946,050	\$4,138,634
5FW0	800616	Financial Literacy Education	\$190,000	\$190,000
5GK0	800609	Securities Investor Education/Enforcement	\$432,150	\$432,150
Total Funding: Financial Institutions and Securities			\$23,519,131	\$23,985,180

Division of Financial Institutions

Financial Institutions (800619)

This line item provides centralized administrative support to the Division of Financial Institutions' various sections, which include Banks, Credit Unions, Savings Institutions, and Consumer Finance. The executive staff, facilities management, front desk operations, and centralized records retention and administration are all funded out of this line item. The executive recommends \$1.9 million in both FY 2016 and FY 2017 for these functions, matching estimated FY 2015 spending. Actual FY 2014 spending in this line item amounted to approximately \$1.6 million. Approximately \$1.0 million has been spent thus far in FY 2015.

The Financial Institutions Fund (Fund 4X20) receives revenue from quarterly assessments on the Banks Fund (Fund 5440), the Savings Institutions Fund (Fund 5450), the Credit Unions Fund (Fund 5520), and the Consumer Finance Fund (Fund 5530). Quarterly assessments are prorated among these operating funds based on the budgeted headcount for each fund.

Banks (800612)

This line item funds the regulation of state-chartered banks, trust companies, and money transmitters. The executive recommendation proposes funding of \$6.9 million for this line item for each fiscal year of the FY 2016-FY 2017 biennium, a 0.5% increase from estimated FY 2015 spending of \$6.8 million. The vast majority of funding in this line item, about 88%, is programmed toward bank regulation while the balance, about \$800,000 per year, funds the regulation of money transmitters.

Banks

The Banks Program supervises 85 state-chartered banks. As of June 30, 2014, these institutions had almost \$150.4 billion in assets. The section does not have jurisdiction over federal thrifts or national banks. The program reviews and approves new bank charters, mergers, branch ventures, and other activities. The program also determines the safety and soundness of each bank and monitors institution adherence to applicable laws and regulations through regular onsite field examinations and off-site surveillance and monitoring. Program staff coordinate supervisory activities with the applicable federal regulatory agencies, the Federal Reserve and the Federal Deposit Insurance Corporation (FDIC). While Banks Program staff coordinate with their federal counterparts, they also compete with them to maintain bank charters due to the dual regulatory environment within the financial services industry.

The Banks Program is primarily funded by an annual assessment charged to state-chartered banks based on total assets as of the end of the prior calendar year. Application, examination, and investigation fees paid by banks also help fund the program. These fees are deposited into the Banks Fund (Fund 5440). FY 2014 revenues from these sources (including application and license fees paid by money transmitters, which are discussed below) were \$5.2 million.

Money Transmitters

The Money Transmitters Program provides for the licensing, supervision, and regulation of the 65 money transmitters operating within the state. The program's funding is derived from annual license fees and investigation fees for money transmitter licenses. The fee for a new money transmitter license is \$6,000 while the renewal fee is based on the transmitter's volume of business in the state.

Consumer Finance (800607)

This line item pays the costs associated with regulating the consumer finance or nondepository lending industries. A small portion of the line item (around \$244,000 in FY 2016 and FY 2017) funds the Office of Consumer Affairs, which educates Ohioans on borrowing, refers borrowers to credit counseling services, receives complaints of alleged violations of Division-administered statutes, contacts the persons that are the subject of the complaint, and forwards possible violations for administrative action.

Overall, the Governor proposes funding of \$3.9 million in FY 2016 under this line item, a 13.3% increase compared to estimated spending of about \$3.5 million for FY 2015. The executive recommends \$4.1 million for this line item in FY 2017.

Entities regulated by the Division of Financial Institutions' Consumer Finance section include check cashing services, short-term lenders, small loan lenders, credit service organizations, insurance premium finance companies, mortgage brokers, loan originators, pawnbrokers, precious metals dealers, and mortgage lenders. The Consumer Finance section performs examinations of these licensees to ensure compliance with statutory requirements and consumer protection, investigates complaints, and brings enforcement actions to address violations. As of the end of FY 2014, this section oversaw around 10,907 active licenses. The table below lists the number of active licenses by license type as of the end of the last four fiscal years.

License Type	FY 2011	FY 2012	FY 2013	FY 2014
Check Cashier Locations	929	904	934	934
Credit Service Organizations	29	31	40	47
Loan Originators	3,315	3,621	4,680	4,694
Mortgage Banker Exemption Locations	204	197	361	376
Mortgage Broker Locations	529	494	510	527
Mortgage Loan Originator	824	1,162	2,197	2,230
OMLA Locations	1,489	1,363	1,422	1,398
Pawnbrokers	298	308	330	328
Precious Metals Dealer	185	238	306	124
Premium Finance Lenders	44	38	42	46
Small Loan Licensees	292	197	203	203
TOTAL	8,138	8,553	11,025	10,907

As the table shows, the number of licensed individuals has risen by about 2,700 since FY 2011, with most of that growth coming from two areas: loan originators and mortgage loan originators. This is likely due to altered federal and state licensing requirements over the last few years. In the mortgage loan area, a healthier housing market has also meant an increase in the number of licensees under that regulated category.

Credit Unions (800604)

The Credit Unions Program monitors the financial safety and soundness of Ohio's state-chartered credit unions. The supervision and regulation of state-chartered credit unions includes onsite field examinations, off-site surveillance and monitoring, and coordination of supervisory activities with the appropriate federal agency, the National Credit Union Administration. While the program coordinates with its federal

counterparts, the Division of Financial Institutions is also in competition for credit union charters as these institutions have the option to be regulated either by the state or by the federal government. The program supervised and regulated 149 state-chartered credit unions with total aggregated assets of \$16.4 billion as of the end of June 2014. While the number of state-chartered credit unions has declined because of an industry trend of mergers and acquisitions, total assets under supervision has increased, as has the complexity of these institution's operations.

The program is funded by a semiannual assessment on the gross assets of credit unions, the revenue from which was approximately \$3.4 million in FY 2014. Actual spending in FY 2014 amounted to \$2.8 million. The Governor recommends \$3.3 million in FY 2016, a 1.4% increase from estimated FY 2015 spending for this purpose. The executive recommendation for FY 2017 is \$3.4 million, an increase of 0.9% over the proposed FY 2016 appropriation.

Savings Institutions (800613)

The Savings Institutions Program is responsible for the supervision and regulation of 22 state-chartered savings and loan associations and 21 state-chartered savings banks. As of June 30, 2014, these institutions had combined assets of approximately \$10.0 billion. The program ensures the safety and soundness of these institutions and compliance with the law through regular examinations, surveillance and monitoring along with coordination and enforcement of supervisory actions. As with other regulated depository institutions, the Division of Financial Institutions is in competition with the federal government to maintain savings and loan association and savings bank charters.

The program is funded by annual assessments of the regulated institutions based on total assets of savings banks and savings and loans. These assessments generated approximately \$2.2 million in FY 2014. The Governor's proposal recommends \$2.5 million each fiscal year for this line item, a 9.1% increase from estimated FY 2015 spending of \$2.3 million in this area.

Financial Literacy Education (800616)

This line item is used to support various adult financial literacy education programs. At least half of the programs must be presented by or made available at public community colleges or state institutions of higher education throughout the state. The initial funding for these programs was provided through a transfer of 5.0% of the cash balance (just under \$500,000) from the Consumer Finance Fund (Fund 5530) to the Financial Literacy Education Fund (Fund 5FW0) in FY 2009. On an ongoing basis, Fund 5FW0 receives a small amount of revenue, amounting to 5.0% of all charges, penalties, and forfeitures received by Fund 5530. The Governor recommends \$190,000

for this program in each fiscal year of the FY 2016-FY 2017 biennium, a 5.0% decrease compared to FY 2015 estimated spending of \$200,000.

Division of Securities

Securities (800617)

This line item funds the Division of Securities, which regulates the sale of securities in Ohio, licenses securities professionals in Ohio who sell securities and provide advice about investing in securities, and promotes investor education. The executive recommends \$4.4 million for this line item in FY 2016, an increase of 4.3% from estimated FY 2015 spending of \$4.2 million. The executive recommendation for FY 2017 is \$4.6 million. These appropriations are supported by revenue from license application and renewal fees for various securities industry professionals and from securities registration and exemption filings that are deposited into the Division of Securities Fund (Fund 5500).

The Division pursues administrative sanctions against those persons and entities violating the securities laws and makes referrals for criminal prosecution. In FY 2014, the Division of Securities reviewed over 6,300 securities registration and exemption filings and licensed nearly 169,000 securities professionals and investment officers. H.R. 4173, the Frank/Dodd Financial Reform Act of 2010, expanded the Division's oversight responsibilities beginning in FY 2012 by requiring the Division to be the primary regulator of Ohio investment advisors having up to \$100.0 million in assets under management.

Customarily, the income from fees collected each year is in excess of the total funding required to operate the Division. This allows for cash transfers of the excess to the GRF. In FY 2014, Fund 5500 transferred \$25.0 million to the GRF.

Securities Investor Education and Enforcement (800609)

This line item is used to pay the expenses of the Division of Securities relating to education or enforcement for the protection of securities investors and the public. The line item is funded with moneys received in settlement of any violation of the Securities Law. These sums are subsequently deposited into the Securities Investor Education and Enforcement Expense Fund (Fund 5GK0). To supplement this funding, Fund 5GK0 is periodically seeded with cash transfers from the Division of Securities Fund (Fund 5500). The Governor recommends \$432,150 for this line item in FY 2016 and FY 2017, in line with estimated FY 2015 spending for these purposes.

Category 5: Liquor Control

This category of appropriations funds the control of the manufacture, distribution, pricing, and sale of alcoholic beverages in Ohio, functions overseen by the Division of Liquor Control. In FY 2013, the state transferred Ohio's exclusive liquor merchandising rights to JobsOhio, the state's private, nonprofit economic development corporation, for 25 years in exchange for an estimated \$1.3 billion. Under the transfer agreement, referred to as the Operating Services Agreement, JobsOhio became the state's sole purchaser and distributor of spirituous liquor, but contracted with the state to merchandise spirituous liquor and provide ongoing regulatory oversight of liquor sales. The state received payments from JobsOhio for these services. Under this arrangement, many of the costs the Division incurred in previous fiscal years are now paid for by JobsOhio, including (1) liquor inventory and shipping, and (2) liquor agency store commissions. Consequently, these costs are no longer part of the Division of Liquor Control's budget.

Governor's Recommended Funding for Liquor Control				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
5LC0	800644	Liquor JobsOhio Extraordinary Allowance	\$288,818	\$276,817
5LN0	800645	Liquor Operating Services	\$7,220,460	\$6,920,435
5LP0	800646	Liquor Regulatory Operating Expenses	\$9,565,654	\$8,664,644
Total Funding: Liquor Control			\$17,074,932	\$15,861,866

Liquor Operating Services (800645)

This line is used to pay for the cost of the Division's liquor merchandising operations under the Operating Services Agreement with JobsOhio. The agreement calls for JobsOhio to make quarterly payments to cover these expenses. The Division's budget for liquor merchandising is agreed upon biennially to align with state budget periods, but may be adjusted when necessary after consulting with JobsOhio. Payments from JobsOhio are made quarterly and deposited into the Liquor Operating Services Fund (Fund 5LN0) to support the merchandising operations. This line item also funds the Liquor Modernization Project which, as mentioned in the "**Overview**," is expected to be completed in CY 2015. Overall, the Department estimates that the total cost of the project will be approximately \$20.0 million, of which approximately \$18.0 million has been spent.

The Division's merchandising expenses are budgeted for \$7.2 million in FY 2016, a 22.5% decrease compared to estimated FY 2015 spending of \$9.3 million. The executive recommends \$6.9 million in FY 2017. The decrease in appropriations is a result of the Liquor Modernization Project being nearly completed.

Liquor JobsOhio Extraordinary Allowance (800644)

This line item serves as a contingency account as part of the Operating Services Agreement with JobsOhio. As described above, the quarterly payments received from JobsOhio are deposited into the Liquor Operating Services Fund (Fund 5LN0). However, 4.0% of these payments are set aside as a contingency and placed in a separate state fund, Fund 5LC0. Specifically, Fund 5LC0, line item 800644, Liquor JobsOhio Extraordinary Allowance, would be tapped to pay for any unanticipated costs that could not be covered by the quarterly payments from JobsOhio that are deposited into Fund 5LN0 and appropriated under line item 800645, Liquor Operating Services. This provides a stopgap until the Controlling Board authorizes additional appropriations from Fund 5LN0. The Governor recommends \$288,818 for this line item in FY 2016 and \$276,817 in FY 2017 for these contingency purposes.

Liquor Regulatory Operating Expenses (800646)

This line item pays for the Director of Liquor Control's permitting and compliance duties relating to the regulation of the state liquor control law. The program (1) licenses the manufacture, distribution, and sale of all alcoholic beverages in Ohio, (2) issues new liquor permits, and (3) renews and transfers existing liquor permits. In FY 2014 the Division issued 1,592 new permanent permits and 6,608 temporary permits, and renewed 24,159 permits. Overall, the Division was responsible for licensing the operation of over 24,000 manufacturers, distributors, and retailers of alcoholic beverages throughout the state in FY 2014.

In contrast to the line items that support the cost of liquor merchandising, the line item is funded by liquor permit fee revenue received into the Undivided Liquor Permit Fund (Fund 7066) that is subsequently distributed to the State Liquor Regulatory Fund (Fund 5LP0). After accounting for permitting oversight costs covered under this line item and the operating costs of the Liquor Control Commission, excess Fund 5LP0 revenue is credited to the GRF. The executive recommends approximately \$9.6 million in FY 2016, an increase of about 21.9% for this line item compared to estimated FY 2015 spending of \$7.8 million. The amount recommended for FY 2017 is \$8.7 million, a 7.4% decrease from recommended FY 2016 funding. The increase in appropriations is a result of IT costs associated with implementing the Division's online licensing application functionality.

Category 6: Administration

This category of appropriations provides direction, administration, support, and coordination of the activities of the Department's operating divisions and to serve as a liaison to other government, corporate, and public entities.

Governor's Recommended Funding for Administration				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
5X60	800623	Video Service	\$383,792	\$389,110
<i>Dedicated Purpose Fund Group Subtotal</i>			\$383,792	\$389,110
Internal Service Activity Fund Group				
1630	800620	Division of Administration	\$7,700,000	\$7,700,000
1630	800637	Information Technology	\$7,453,822	\$9,493,259
<i>Internal Service Activity Fund Group Subtotal</i>			\$15,153,822	\$17,193,259
Total Funding: Administration			\$15,537,614	\$17,582,369

Video Service (800623)

This line item supports the Video Service Authorization Program. This program reviews video service authorization. Video service authorizations are valid for ten years. To date, the Department has authorized 46 video service franchises since the statewide program started in September 2007. This system, which permits video service areas to span multiple counties, municipalities, or townships, is being phased in to replace a licensing process under which cable television providers negotiated franchise agreements and fees with individual local governments. To compensate local governments for the forgone fee revenue that had been generated under the old agreements, a video service provider fee is paid to each municipality and township in which a provider offers video service. Applicants pay a \$2,000 fee to apply for and a \$100 fee to amend each authorization. These fees are deposited in the Video Service Authorization Fund (Fund 5X60). The executive budget recommends \$383,792 in FY 2016 and \$389,110 in FY 2017, approximately a 13.8% increase from estimated FY 2015 spending in this area.

Division of Administration (800620)

The executive recommendation provides \$7.7 million in each fiscal year for this line item, a 24.2% increase of estimated FY 2015 spending of \$6.2 million. This appropriation pays for the costs of administering, supporting, and coordinating the activities of the seven operating divisions of the Department. Functions associated with human resources, support services, fiscal operations, public information, employee training and development, legislative services, legal counsel, and the Director's office are funded through this line item. This line item is funded by assessments levied on the

seven operating divisions, which are based on a percentage of the actual operating appropriation of each of the individual funds used by the Department. Uncodified law in the Governor's budget for the Department of Commerce requires the Office of Budget and Management to approve how these assessments are calculated on an annual basis. These assessments generated approximately \$14.2 million and \$16.9 million per fiscal year in FY 2013 and FY 2014, respectively.

Information Technology (800637)

This line item funds the Information Technology Group (ITG), which is responsible for developing, maintaining, and protecting the Department's computer systems, network, electronic business applications, and electronic data. ITG provides (1) technical support via the Department of Commerce Help Desk, (2) direction to division staff on industry standards regarding the purchase of hardware and software, (3) development and maintenance of the Department's website, and (4) internal support for the creation and implementation of systems using new technology.

As with the appropriation item above, this line item is funded by the assessments levied on the seven operating divisions, which are based on a percentage of the actual operating appropriation of each of the seven divisions within the Department. The Governor recommends \$7.4 million in FY 2016, a 24.0% increase compared to estimated FY 2015 spending of just over \$6.0 million for these purposes. The executive recommends \$9.5 million for this area in FY 2017. As mentioned in the "**Overview**" section of this budget analysis, the increased appropriation is the expected cost of transferring certain IT operations to DAS within the FY 2016-FY 2017 biennium.

Category 7: Real Estate and Professional Licensing

This category of appropriations provides funding for the licensure and regulation of real estate brokers, salespersons, appraisers, and registers foreign real estate property; and registers and investigates complaints involving Ohio cemeteries. All of these activities are regulated by the Division of Real Estate and Professional Licensing.

Governor's Recommended Funding for Real Estate and Professional Licensing				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
4B20	800631	Real Estate Appraisal Recovery	\$35,000	\$35,000
4H90	800608	Cemeteries	\$274,080	\$278,352
5470	800603	Real Estate Education/Research	\$69,655	\$69,655
5480	800611	Real Estate Recovery	\$50,000	\$50,000
5490	800614	Real Estate	\$3,374,714	\$3,409,090
6A40	800630	Real Estate Appraiser – Operating	\$684,978	\$692,170
Total Funding: Real Estate and Professional Licensing			\$4,488,427	\$4,534,267

Real Estate Recovery and Real Estate Appraisal Recovery (800611 and 800631)

These line items are used to reimburse persons that obtain a court judgment against a licensed or certified appraiser, real estate broker, or salesperson. The Real Estate Recovery Fund (Fund 5480) receives fines and civil penalties against persons participating in unlicensed activity. The Real Estate Appraiser Recovery Fund (Fund 4B20) is supported through a \$50 assessment on new real estate appraiser license/certification applications. The Governor recommends a total of \$85,000 for these line items in each year of the FY 2016-FY 2017 biennium, in line with estimated FY 2015 spending for these purposes. Uncodified law in the Governor's budget for the Department of Commerce allows the Office of Budget and Management to transfer up to \$500,000 from Fund 5480 and up to \$250,000 from Fund 4B20 to the Division of Real Estate Fund (Fund 5490) during the biennium.

Cemeteries (800608)

This line item funds the registration of all active cemeteries in Ohio and the investigation of complaints or disputes involving registered cemeteries. Complaints against cemeteries are investigated and referred to the Ohio Cemetery Dispute Resolution Commission. The program also audits cemetery trust records, sets guidelines for cemetery maintenance, and provides education to consumers concerning their rights, responsibilities, and options when interacting with a cemetery. As of June 30, 2014, there are about 3,600 cemeteries registered. Burial permit fees are the main source of revenue for this program. During FY 2014, revenue to the Cemetery Registration Fund (Fund 4H90) from burial permits and cemetery registrations and

renewals amounted to \$274,306. The Governor's proposal includes funding of \$274,080 in FY 2016 and \$278,352 in FY 2017 for these activities.

Real Estate Education/Research (800603)

This line item is used to advance education and research in real estate by contracting with higher education institutions or a trade organization in the state to conduct real estate research. It also funds loans of up to \$2,000 to applicants for salesperson's licenses to help defray the cost of statutory education requirements. These activities are funded by \$1 from each real estate broker and salesperson application fee and \$3 from each real estate broker and salesperson license renewal fee. The Governor recommends \$69,655 in each fiscal year of the biennium for these education and research programs, matching estimated FY 2015 spending for these purposes.

With regard to the loan program, H.B. 64 increases from \$10,000 per fiscal year to \$25,000 per fiscal year the amount of loans that may be advanced to applicants for salesperson licenses from the Real Estate Education and Research Fund (Fund 5470).

Real Estate (800614)

This line item pays the costs associated with the licensing of real estate brokers and salespersons and those dealing in foreign real estate (properties located outside Ohio but marketed to Ohio residents). In addition, continuing education courses for such individuals are reviewed and approved and complaints are investigated. As of the end of FY 2014, over 42,300 brokers and salespersons were licensed by the Division of Real Estate and Professional Licensing.

The line item is funded by license fees paid by real estate brokers and salespersons. License fees range from \$60 to \$175 and are deposited into the Real Estate Fund (Fund 5490). Fee revenue is affected by the license renewal cycle which is every three years. The February 2015 balance in Fund 5490 is \$2.3 million. The executive recommends approximately \$3.4 million in FY 2016, an increase of just under 2.0% compared to estimated FY 2015 spending of \$3.3 million, with an additional small increase of about 1.0% in FY 2017 for oversight of real estate licensing.

Real Estate Appraiser – Operating (800630)

This line item funds the licensure and certification of all general and residential appraisers in the state. In addition, the line item funds the monitoring of applicant compliance with education; experience and testing requirements for each level of registration, license, or certification; and oversees the continuing education requirements of the industry. Other activities include the investigation of complaints against licenses and disciplinary hearings as required. As of the end of FY 2014, the program oversaw approximately 3,200 active real estate appraisers and real estate appraiser assistants in the state. The Governor recommends funding of \$684,978 in FY 2016 and \$692,170 in FY 2017 for these purposes.

Dedicated Purpose Fund Group

4B20 800631 Real Estate Appraisal Recovery

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$0	\$0	\$100	\$35,000	\$35,000	\$35,000
	N/A	N/A	34,900.0%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Assessments against certificate holders; transfers from the Real Estate Appraiser Operating Fund (Fund 6A40)

Legal Basis: ORC 4763.16; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to reimburse any person who obtains a court judgment against an appraiser licensed or certified by the state, but it may not be used to pay punitive damages.

4H90 800608 Cemeteries

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$217,819	\$217,514	\$252,308	\$266,688	\$274,080	\$278,352
	-0.1%	16.0%	5.7%	2.8%	1.6%

Source: Dedicated Purpose Fund Group: Fees from cemetery registrations and burial permits

Legal Basis: ORC 4767.03; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to cover expenses associated with the registration of cemeteries, enforcement of cemetery laws, and the administration of the Cemetery Dispute Resolution Commission within the Division of Real Estate and Professional Licensing.

Department of Commerce

4X20 800619 Financial Institutions

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$1,533,721	\$1,275,325	\$1,636,218	\$1,854,298	\$1,854,298	\$1,854,298
	-16.8%	28.3%	13.3%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Assessments upon the operating funds within the Division of Financial Institutions (Funds 5440, 5450, 5520, and 5530) based upon the budgeted headcount for each fund

Legal Basis: ORC 1181.06; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item provides centralized division administrative support to the Banks, Savings Institutions, Credit Unions, Savings Banks, and Consumer Finance sections of the Division of Financial Institutions. Administrative activities supported by this line item include executive management, facilities management, legal services, human resources support, and records management.

5430 800602 Unclaimed Funds-Operating

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$6,800,142	\$11,204,955	\$12,519,475	\$7,737,546	\$7,764,160	\$7,779,076
	64.8%	11.7%	-38.2%	0.3%	0.2%

Source: Dedicated Purpose Fund Group: Funds allocated from the unclaimed funds custodial account under the Treasurer of State

Legal Basis: ORC 169.05(B); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item pays for the operating and administrative expenses of the Division of Unclaimed Funds, which is responsible for the safekeeping and return of monies designated as "unclaimed" due to death, inadvertence, or forgetfulness. The Division is comprised of administrative, claims processing, compliance, and accountability sections.

Department of Commerce

5430 800625 Unclaimed Funds-Claims

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$61,081,168	\$83,331,842	\$73,592,097	\$64,000,000	\$64,000,000	\$64,000,000
	36.4%	-11.7%	-13.0%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Funds allocated from the Unclaimed Funds Trust Fund

Legal Basis: ORC 169.05(B); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to pay for claims of money under the Unclaimed Funds Law, including the interest that accumulated while the money was held in trust by the state. Common examples of unclaimed funds are dormant checking and savings accounts, forgotten rent and utility deposits, uncashed checks, undelivered stock certificates, and uncashed insurance policies.

5440 800612 Banks

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$5,408,707	\$5,783,818	\$5,211,264	\$6,836,589	\$6,867,039	\$6,885,074
	6.9%	-9.9%	31.2%	0.4%	0.3%

Source: Dedicated Purpose Fund Group: Application and examination fees paid by state chartered banks, plus an assessment charged to all banks subject to examination by the division; money transmitter fees

Legal Basis: ORC 1121.30; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item funds the regulation of state-chartered banks, trust companies, and money transmitters by the Division of Financial Institutions. The Division determines the safety and soundness of each bank, monitors adherence to applicable laws and regulations, and approves new bank charters, mergers, branch ventures, and other activities.

Department of Commerce

5450 800613 Savings Institutions

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$2,162,137	\$2,123,608	\$2,146,340	\$2,259,536	\$2,464,495	\$2,533,005
	-1.8%	1.1%	5.3%	9.1%	2.8%

Source: Dedicated Purpose Fund Group: Annual assessments and other fees on savings and loan associations and savings banks based upon total assets and the cost of regulation

Legal Basis: ORC 1155.13, 1181.18; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item supports the costs associated with regulating savings and loans and savings banks. Such regulation ensures the safety and soundness of these institutions and compliance with the law through regular examinations, monitoring, and enforcement of supervisory actions.

5460 800610 Fire Marshal

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$15,010,486	\$15,240,737	\$16,491,436	\$15,976,408	\$17,153,766	\$16,746,648
	1.5%	8.2%	-3.1%	7.4%	-2.4%

Source: Dedicated Purpose Fund Group: Taxes from insurance companies selling fire insurance in Ohio (0.75% of the gross premium receipts received from the sale of fire insurance); 20% of "reciprocity" revenues (reciprocity revenues are collected and deposited in the GRF from out-of-state insurance companies that sell fire insurance in Ohio); revenue from inspection fees, hotel permits, and fireworks licenses

Legal Basis: ORC 3737.22, 3737.71; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to support the Division of the State Fire Marshal, including the Ohio Fire Academy. Activities funded under this line item include (1) Ohio Fire Code enforcement; (2) training courses for emergency responders through the Ohio Fire Academy; (3) investigation of fire, explosives, and fireworks incidents in Ohio; (4) examination of materials and evidence involved in suspected arson, fire explosive incidents, or hazardous situations; (5) fire prevention and safety programs; and (6) licensing of companies and individuals in the fire protection and fireworks industries, as well as hotels and motels.

Department of Commerce

5460 800639 Fire Department Grants

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$1,691,933	\$1,695,282	\$2,198,802	\$5,198,802	\$5,200,000	\$5,200,000
	0.2%	29.7%	136.4%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Taxes from insurance companies selling fire insurance in Ohio (0.75% of the gross premium receipts received from the sale of fire insurance); 20% of "reciprocity" revenues (reciprocity revenues are collected and deposited in the GRF from out-of-state insurance companies that sell fire insurance in Ohio); revenue from inspection fees, hotel permits, and fireworks licenses

Legal Basis: ORC 3737.71; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item provides annual grants to certain local governments or private entities responsible for the provision of fire protection services. The grants are used (1) to purchase firefighting or rescue equipment or gear; (2) to provide full or partial reimbursement for the documented costs of firefighter training; (3) at the discretion of the State Fire Marshal, to cover fire department costs for providing fire protection services in that grant recipient's jurisdiction; (4) to purchase MARCS equipment or services; and (5) to provide the full cost of firefighter I certification classes.

5470 800603 Real Estate Education/Research

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$12,476	\$26,317	\$16,960	\$69,655	\$69,655	\$69,655
	110.9%	-35.6%	310.7%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: A portion of the revenue from real estate broker and salesperson application fees and license renewal fees; certain other real estate-related fees

Legal Basis: ORC 4735.06(C); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to advance education and research in real estate by contracting with higher education institutions or trade organizations in the state to conduct real estate research. It also advances loans not exceeding \$2,000 to applicants for salesperson's licenses to help defray the cost of real estate education requirements.

Department of Commerce

5480 800611 Real Estate Recovery

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$69,000	\$17,589	\$3,116	\$50,000	\$50,000	\$50,000
	-74.5%	-82.3%	1,504.6%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Fines levied against real estate licensees and civil penalties assessed against persons performing unlicensed activity; special assessments on real estate brokers and salespersons

Legal Basis: ORC 4735.12; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to reimburse any person (except a bonding company when it is not a principal in a real estate transaction) who obtains a court judgment against any broker or salesperson licensed by the state.

5490 800614 Real Estate

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$2,780,422	\$2,788,585	\$3,446,878	\$3,310,412	\$3,374,714	\$3,409,090
	0.3%	23.6%	-4.0%	1.9%	1.0%

Source: Dedicated Purpose Fund Group: License and other fees charged to real estate brokers and salespersons; cash transfers from Real Estate Appraiser Recovery Fund (Fund 4B20) and Real Estate Recovery Fund (Fund 5480)

Legal Basis: ORC 4735.211; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item pays the costs associated with licensing and regulating real estate brokers and salespersons and those dealing in foreign real estate (properties located outside Ohio but marketed to Ohio residents), including the review and approval of continuing education courses, the investigation of complaints, and the issuance of enforcement orders.

5500 800617 Securities

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$3,759,561	\$3,652,946	\$3,957,688	\$4,238,814	\$4,421,403	\$4,577,915
	-2.8%	8.3%	7.1%	4.3%	3.5%

Source: Dedicated Purpose Fund Group: Various fees associated with the regulation of securities

Legal Basis: ORC 1707.37(A); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to cover operating costs of the Division of Securities. The Division regulates the sale of securities in Ohio, licenses securities professionals, promotes investor education, pursues administrative sanctions for violations of the securities laws in Ohio, and makes referrals for criminal prosecution.

Department of Commerce

5520 800604 Credit Union

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$2,626,898	\$2,872,850	\$2,784,857	\$3,297,888	\$3,343,696	\$3,374,104
	9.4%	-3.1%	18.4%	1.4%	0.9%

Source: Dedicated Purpose Fund Group: Semi-annual assessments on the gross assets of credit unions, with the total assessment in any year determined by the Division's appropriation for that year

Legal Basis: ORC 1733.321; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item pays for the regulatory and administrative costs incurred in regulating state-chartered credit unions. This includes on-site field examinations, off-site surveillance and monitoring, and coordination of supervisory activities with the National Credit Union Administration.

5530 800607 Consumer Finance

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$3,218,562	\$3,647,667	\$3,461,009	\$3,481,692	\$3,946,050	\$4,138,634
	13.3%	-5.1%	0.6%	13.3%	4.9%

Source: Dedicated Purpose Fund Group: Investigation and annual license or registration fees charged to consumer loan companies, pawnbrokers, precious metals dealers, check-cashing businesses, mortgage brokers, loan officers, and credit service organizations

Legal Basis: ORC 1321.21; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item pays for the costs associated with regulating the consumer finance industry. Regulatory actions include examinations and investigations of licensees to ensure compliance with statutory requirements and consumer protection. One-half of the fees collected from pawnbrokers and precious metal dealers are returned to the local government in which they reside.

Department of Commerce

5560 800615 Industrial Compliance

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$24,077,965	\$24,259,631	\$25,637,278	\$27,104,205	\$27,882,765	\$28,318,049
	0.8%	5.7%	5.7%	2.9%	1.6%

Source: Dedicated Purpose Fund Group: Fee revenues from building and construction plan review, and the testing, certification, or licensing of bedding and upholstered products, plumbing, electrical and structural systems, boilers, and elevators

Legal Basis: ORC 121.084; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to pay for the costs associated with the Division of Industrial Compliance, which regulates individuals and companies who build, modify, and maintain structures and building systems within Ohio. Entities housed under the Division include the Bureau of Wage and Hour Administration, the Board of Building Standards, the Board of Building Appeals, the Ohio Construction Industry Licensing Board, the Historical Boiler Licensing Board, and the Ski Tramway Board.

5F10 800635 Small Government Fire Departments

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$300,000	\$388,500	\$0	\$875,000	\$300,000	\$300,000
	29.5%	-100%	N/A	-65.7%	0.0%

Source: Dedicated Purpose Fund Group: Loans repayments from small governments and private fire departments

Legal Basis: ORC 3737.17; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to make loans to small governments or private fire departments for up to 95% of the cost of firefighter equipment or the construction or renovation of fire department buildings under the Small Government Fire Department Services Revolving Loan Program. The loans are interest-free.

Department of Commerce

5FW0 800616 Financial Literacy Education

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$0	\$0	\$0	\$200,000	\$190,000	\$190,000
	N/A	N/A	N/A	-5.0%	0.0%

Source: Dedicated Purpose Fund Group: Quarterly transfers of 5% of revenue deposited into the Consumer Finance Fund (Fund 5530)

Legal Basis: ORC 121.085; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to support adult financial literacy education programs. At least half of the financial literacy education programs must be presented by or made available at public community colleges or state institutions of higher education throughout the state.

5GK0 800609 Securities Investor Education/Enforcement

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$764,971	\$794,151	\$29,776	\$432,150	\$432,150	\$432,150
	3.8%	-96.3%	1,351.3%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Moneys received in settlement of any violation of the Securities Law; cash transfers from the Division of Securities Fund (Fund 5500)

Legal Basis: ORC 1707.37(B); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to pay for expenses that the Division of Securities incurs for overseeing programs relating to education and enforcement of laws applying to the securities industry and investors.

5HV0 800641 Cigarette Enforcement

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$60,421	\$60,941	\$56,140	\$118,800	\$70,000	\$70,000
	0.9%	-7.9%	111.6%	-41.1%	0.0%

Source: Dedicated Purpose Fund Group: \$1,000 fee for each cigarette brand family certified (may be adjusted annually to ensure it is sufficient to defray the actual costs of certification, up to a maximum of \$2,500 per brand family)

Legal Basis: ORC 3739.18(C); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to carry out the cigarette enforcement program, which certifies cigarettes as meeting reduced ignition propensity standards.

Department of Commerce

5LC0 800644 Liquor JobsOhio Extraordinary Allowance

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$0	\$0	\$0	\$372,661	\$288,818	\$276,817
	N/A	N/A	N/A	-22.5%	-4.2%

Source: Dedicated Purpose Fund Group: Payments from JobsOhio equal to 4% of annual payments to Liquor Operating Services Fund (Fund 5LN0), pursuant to the Operations Services Agreement between JobsOhio and the Department of Commerce

Legal Basis: Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A. (originally established by the Controlling Board on January 30, 2012)

Purpose: This line item may be used to pay for extraordinary expenses associated with rendering the state liquor merchandising services and operations for JobsOhio. The Division of Liquor Control is only to utilize these appropriations if the appropriation to Fund 5LN0 line item 800645 is insufficient for the Division to continue its ordinary merchandising duties.

5LN0 800645 Liquor Operating Services

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$0	\$4,634,909	\$11,181,694	\$9,316,535	\$7,220,460	\$6,920,435
	N/A	141.2%	-16.7%	-22.5%	-4.2%

Source: Dedicated Purpose Fund Group: Quarterly payments from JobsOhio, pursuant to the Operations Services Agreement between JobsOhio and the Department of Commerce

Legal Basis: ORC 4313.02; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item pays for liquor merchandising costs incurred by the Division of Liquor Control, including payroll, maintenance, and related costs. Under law, JobsOhio is required to contract with the Division to manage merchandising operations. This contract, called the Operating Services Agreement, went into effect in February 2013, when JobsOhio's 25-year lease of the spirituous liquor merchandising enterprise commenced.

Department of Commerce

5LP0 800646 Liquor Regulatory Operating Expenses

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$0	\$6,920,534	\$7,268,045	\$7,844,537	\$9,565,654	\$8,664,644
	N/A	5.0%	7.9%	21.9%	-9.4%

Source: Dedicated Purpose Fund Group: Transfers from the Undivided Liquor Permit Fund (Fund 7066), which receives liquor permit fees

Legal Basis: ORC 4301.30; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to pay for Division of Liquor Control operating expenses relating to the regulation of the state liquor control law, including licensing and compliance. The Division regulates the production, importation, and distribution of alcoholic beverages in the state. When the State Liquor Regulatory Fund (Fund 5LP0) contains excess amounts after accounting for the operating expenses under this line item and Liquor Control Commission Fund 5LP0 appropriation item 970601, Commission Operating Expense, the amounts are credited to the GRF.

5PA0 800647 BUSTR Revolving Loan Program

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$0	\$0	\$0	\$3,000,000	\$1,500,000	\$1,500,000
	N/A	N/A	N/A	-50.0%	0.0%

Source: Dedicated Purpose Fund Group: Revolving loan repayments; transfers from Underground Storage Tank Administration Fund (Fund 6530)

Legal Basis: ORC 3737.02(C); Section 610.20 of Am. Sub. H.B. 483 of the 130th G.A.

Purpose: This line item pays for the BUSTR Revolving Loan Program, to assist political subdivisions and community improvement corporations in rehabilitating abandoned underground storage tank sites. Prior to FY 2015, this program was funded under Fund 6530 line item 800629, UST Registration/Permit Fee.

5X60 800623 Video Service

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$294,596	\$365,088	\$345,547	\$337,224	\$383,792	\$389,110
	23.9%	-5.4%	-2.4%	13.8%	1.4%

Source: Dedicated Purpose Fund Group: Assessments on video service providers; video service authorization application and amendment fees

Legal Basis: ORC 1332.25(E); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item funds the video service regulation program, which regulates cable television providers that have obtained video service authorization and investigates alleged violations to enforce customer service standards.

Department of Commerce

6530 800629 UST Registration/Permit Fee

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$1,866,842	\$1,583,369	\$1,516,967	\$2,112,588	\$2,201,943	\$2,245,208
	-15.2%	-4.2%	39.3%	4.2%	2.0%

Source: Dedicated Purpose Fund Group: Underground storage tank registration fees

Legal Basis: ORC 3737.02(B) and 3737.88; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item provides state funding for the Bureau of Underground Storage Tank Regulations (BUSTR), which regulates the safe operation of underground storage tanks and ensures appropriate investigation and cleanup of releases from underground storage tanks. The line item also provides the required state match to federal funding provided under the following: Fund 3480 appropriation item 800622, Underground Storage Tanks, and 800624, Leaking Underground Storage Tanks.

6A40 800630 Real Estate Appraiser-Operating

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$630,077	\$727,579	\$656,653	\$672,973	\$684,978	\$692,170
	15.5%	-9.7%	2.5%	1.8%	1.0%

Source: Dedicated Purpose Fund Group: Fees from the certification and licensing of real estate appraisers

Legal Basis: ORC 4763.15; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item funds the licensure and certification of all general and residential appraisers in the state, including the investigation of complaints against licensees and the holding of disciplinary hearings.

Department of Commerce

7043 800601 Merchandising

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$505,497,073	\$350,340,702	\$0	\$0	\$0	\$0
	-30.7%	-100%	N/A	N/A	N/A

Source: Dedicated Purpose Fund Group: Revenue from the sale of spirituous liquor by agency stores to retail and wholesale customers

Legal Basis: Discontinued line item

Purpose: This line item paid for the Division of Liquor Control's liquor purchases, state liquor agency store commissions, and shipping costs under the prior funding arrangement before the state leased the liquor enterprise to JobsOhio, the nonprofit created to oversee the state's economic development incentives, for a 25-year period. JobsOhio has been paying these merchandising expenses since February 2013 via quarterly payments to the Division of Liquor Control (see Fund 5LN0 appropriation item 800645, Liquor Operating Services).

7043 800627 Liquor Control Operating

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$13,990,442	\$5,342,443	\$120,907	\$0	\$0	\$0
	-61.8%	-97.7%	-100%	N/A	N/A

Source: Dedicated Purpose Fund Group: Revenue from the sale of spirituous liquor by agency stores to retail and wholesale customers

Legal Basis: Discontinued line item

Purpose: This line item was eliminated with the transfer of the liquor enterprise to JobsOhio. The funding was used to oversee the Division of Liquor Control's regulatory activities. Merchandising and regulatory costs are now covered by two separate funding sources and line items. Fund 5LN0 appropriation item 800645, Liquor Operating Services, funds the Division's merchandising costs via quarterly payment from JobsOhio. Fund 5LP0 appropriation item 800646, Liquor Regulatory Operating Expenses, pays for the Division's regulatory expenses that are covered by transfers of liquor permit fee revenue.

Department of Commerce

7043 800633 Development Assistance Debt Service

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$44,719,257	\$28,636,963	\$0	\$0	\$0	\$0
	-36.0%	-100%	N/A	N/A	N/A

Source: Dedicated Purpose Fund Group: Revenue from the sale of spirituous liquor by agency stores to retail and wholesale customers

Legal Basis: Discontinued line item

Purpose: This line item funded the debt service payments on bonds issued to support economic development incentives provided under the Facilities Establishment Fund overseen by the Development Services Agency. These outstanding bonds were backed by spirituous liquor profits. JobsOhio paid the state \$1.42 billion for the transfer of the state's spirituous liquor enterprise in FY 2013. A portion of that payment is being used to retire the bonds.

7043 800636 Revitalization Debt Service

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$17,342,232	\$12,182,120	\$0	\$0	\$0	\$0
	-29.8%	-100%	N/A	N/A	N/A

Source: Dedicated Purpose Fund Group: Revenue from the sale of spirituous liquor by agency stores to retail and wholesale customers

Legal Basis: Discontinued line item

Purpose: This line item provided for the debt service payments on bonds issued to fund the brownfield revitalization component of the Clean Ohio bond program. These outstanding bonds were backed by spirituous liquor profits. JobsOhio paid the state \$1.42 billion for the transfer of the state's spirituous liquor enterprise in FY 2013. A portion of that payment is being used to retire the bonds.

Department of Commerce

Internal Service Activity Fund Group

1630 800620 Division of Administration

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$6,078,330	\$6,063,858	\$6,056,889	\$6,200,000	\$7,700,000	\$7,700,000
	-0.2%	-0.1%	2.4%	24.2%	0.0%

Source: Internal Service Activity Fund Group: Indirect cost assessments applied to each operating fund of the Department

Legal Basis: ORC 121.08(G); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item pays the costs of administering, supporting, and coordinating the activities of the seven operating divisions of the Department. Functions associated with human resources, support services, fiscal operations, public information, employee training and development, legislative services, legal counsel, and the director's office are all funded through this line item.

1630 800637 Information Technology

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$4,691,836	\$6,914,862	\$5,838,788	\$6,011,977	\$7,453,822	\$9,493,259
	47.4%	-15.6%	3.0%	24.0%	27.4%

Source: Internal Service Activity Fund Group: Indirect cost assessments applied to each operating fund of the Department

Legal Basis: ORC 121.08(G); Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item funds the Information Technology Group, part of the Division of Administration, responsible for developing, maintaining, and protecting the Department's computer systems, network, electronic business applications, and electronic data. The Group provides technical support to Division staff on industry standards regarding the purchase of hardware and software, and maintains the Department's web site.

Department of Commerce

Federal Fund Group

3480 800622 Underground Storage Tanks

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$1,372,354	\$1,201,315	\$961,422	\$1,129,518	\$1,129,518	\$1,129,518
	-12.5%	-20.0%	17.5%	0.0%	0.0%

Source: Federal Fund Group: CFDA 66.804, Underground Storage Tank Prevention, Detection, and Compliance Program

Legal Basis: ORC 3737.02, 3737.88; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to pay for the regulation of underground storage tanks, including the permitting of installation, removal, upgrade, or major repair. In addition, the program monitors leaking underground tank sites, administered by the Bureau of Underground Storage Tank Regulations (BUSTR) in the office of the State Fire Marshal. A 25% state match is maintained in appropriation item 800629, UST Registration/Permit Fee.

3480 800624 Leaking Underground Storage Tanks

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$1,732,012	\$1,402,456	\$1,455,867	\$1,556,211	\$1,795,481	\$1,795,481
	-19.0%	3.8%	6.9%	15.4%	0.0%

Source: Federal Fund Group: CFDA 66.805, Leaking Underground Storage Tank Trust Fund Corrective Action Program

Legal Basis: ORC 3737.02, 3737.88; Section 241.10 of Am. Sub. H.B. 59 of the 130th G.A.

Purpose: This line item is used to cover the costs associated with evaluating and cleaning up leaking underground storage tanks containing petroleum. A 10% state match is maintained in appropriation item 800629, UST Registration/Permit Fee.

Department of Commerce

3DF0 800606 Federal Stimulus - Underground Storage Tank

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$2,041,112	\$0	\$0	\$0	\$0	\$0
	-100%	N/A	N/A	N/A	N/A

Source: Federal Fund Group: CFDA 66.805, Leaking Underground Storage Tank Trust Fund Corrective Action Program, Recovery Act

Legal Basis: Discontinued line item

Purpose: This line item accounted for American Recovery and Reinvestment Act of 2009 funds for leaking underground storage tanks. Federal stimulus funds focused on sites where the party responsible for the tank was unknown, unwilling, or unable to pay for the clean-up or the clean-up was in response to an emergency.

3DX0 800626 Law Enforcement Seizure Funds

FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Introduced	FY 2017 Introduced
\$0	\$0	\$33,797	\$0	\$0	\$0
	N/A	N/A	-100%	N/A	N/A

Source: Federal Fund Group: A portion of federal asset forfeitures seized and distributed pursuant to the U.S. Department of Justice's Equitable Sharing Program for State and Local Law Enforcement

Legal Basis: Discontinued line item

Purpose: This line item was used to replace vehicles used by the Fire and Explosion Investigation Bureau within the Division of State Fire Marshal with full-size police package utility vehicles.

FY 2016 - FY 2017 Introduced Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

Line Item Detail by Agency			Estimate	Introduced	FY 2015 to FY 2016	Introduced	FY 2016 to FY 2017	
			FY 2014	FY 2015	FY 2016	% Change	FY 2017	% Change
Report For Main Operating Appropriations Bill			Version: As Introduced					
COM Department of Commerce								
4B20	800631	Real Estate Appraisal Recovery	\$ 100	\$ 35,000	\$ 35,000	0.00%	\$ 35,000	0.00%
4H90	800608	Cemeteries	\$ 252,308	\$ 266,688	\$ 274,080	2.77%	\$ 278,352	1.56%
4X20	800619	Financial Institutions	\$ 1,636,218	\$ 1,854,298	\$ 1,854,298	0.00%	\$ 1,854,298	0.00%
5430	800602	Unclaimed Funds-Operating	\$ 12,519,475	\$ 7,737,546	\$ 7,764,160	0.34%	\$ 7,779,076	0.19%
5430	800625	Unclaimed Funds-Claims	\$ 73,592,097	\$ 64,000,000	\$ 64,000,000	0.00%	\$ 64,000,000	0.00%
5440	800612	Banks	\$ 5,211,264	\$ 6,836,589	\$ 6,867,039	0.45%	\$ 6,885,074	0.26%
5450	800613	Savings Institutions	\$ 2,146,340	\$ 2,259,536	\$ 2,464,495	9.07%	\$ 2,533,005	2.78%
5460	800610	Fire Marshal	\$ 16,491,436	\$ 15,976,408	\$ 17,153,766	7.37%	\$ 16,746,648	-2.37%
5460	800639	Fire Department Grants	\$ 2,198,802	\$ 5,198,802	\$ 5,200,000	0.02%	\$ 5,200,000	0.00%
5470	800603	Real Estate Education/Research	\$ 16,960	\$ 69,655	\$ 69,655	0.00%	\$ 69,655	0.00%
5480	800611	Real Estate Recovery	\$ 3,116	\$ 50,000	\$ 50,000	0.00%	\$ 50,000	0.00%
5490	800614	Real Estate	\$ 3,446,878	\$ 3,310,412	\$ 3,374,714	1.94%	\$ 3,409,090	1.02%
5500	800617	Securities	\$ 3,957,688	\$ 4,238,814	\$ 4,421,403	4.31%	\$ 4,577,915	3.54%
5520	800604	Credit Union	\$ 2,784,857	\$ 3,297,888	\$ 3,343,696	1.39%	\$ 3,374,104	0.91%
5530	800607	Consumer Finance	\$ 3,461,009	\$ 3,481,692	\$ 3,946,050	13.34%	\$ 4,138,634	4.88%
5560	800615	Industrial Compliance	\$ 25,637,278	\$ 27,104,205	\$ 27,882,765	2.87%	\$ 28,318,049	1.56%
5F10	800635	Small Government Fire Departments	\$0	\$ 875,000	\$ 300,000	-65.71%	\$ 300,000	0.00%
5FW0	800616	Financial Literacy Education	\$0	\$ 200,000	\$ 190,000	-5.00%	\$ 190,000	0.00%
5GK0	800609	Securities Investor Education/Enforcement	\$ 29,776	\$ 432,150	\$ 432,150	0.00%	\$ 432,150	0.00%
5HV0	800641	Cigarette Enforcement	\$ 56,140	\$ 118,800	\$ 70,000	-41.08%	\$ 70,000	0.00%
5LC0	800644	Liquor JobsOhio Extraordinary Allowance	\$0	\$ 372,661	\$ 288,818	-22.50%	\$ 276,817	-4.16%
5LN0	800645	Liquor Operating Services	\$ 11,181,694	\$ 9,316,535	\$ 7,220,460	-22.50%	\$ 6,920,435	-4.16%
5LP0	800646	Liquor Regulatory Operating Expenses	\$ 7,268,045	\$ 7,844,537	\$ 9,565,654	21.94%	\$ 8,664,644	-9.42%
5PA0	800647	BUSTR Revolving Loan Program	\$0	\$ 3,000,000	\$ 1,500,000	-50.00%	\$ 1,500,000	0.00%
5X60	800623	Video Service	\$ 345,547	\$ 337,224	\$ 383,792	13.81%	\$ 389,110	1.39%

FY 2016 - FY 2017 Introduced Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			FY 2014	Estimate FY 2015	Introduced FY 2016	FY 2015 to FY 2016 % Change	Introduced FY 2017	FY 2016 to FY 2017 % Change
COM Department of Commerce								
6530	800629	UST Registration/Permit Fee	\$ 1,516,967	\$ 2,112,588	\$ 2,201,943	4.23%	\$ 2,245,208	1.96%
6A40	800630	Real Estate Appraiser-Operating	\$ 656,653	\$ 672,973	\$ 684,978	1.78%	\$ 692,170	1.05%
7043	800627	Liquor Control Operating	\$ 120,907	\$0	\$0	N/A	\$0	N/A
Dedicated Purpose Fund Group Total			\$ 174,531,553	\$ 171,000,001	\$ 171,538,916	0.32%	\$ 170,929,434	-0.36%
1630	800620	Division of Administration	\$ 6,056,889	\$ 6,200,000	\$ 7,700,000	24.19%	\$ 7,700,000	0.00%
1630	800637	Information Technology	\$ 5,838,788	\$ 6,011,977	\$ 7,453,822	23.98%	\$ 9,493,259	27.36%
Internal Service Activity Fund Group Total			\$ 11,895,677	\$ 12,211,977	\$ 15,153,822	24.09%	\$ 17,193,259	13.46%
3480	800622	Underground Storage Tanks	\$ 961,422	\$ 1,129,518	\$ 1,129,518	0.00%	\$ 1,129,518	0.00%
3480	800624	Leaking Underground Storage Tanks	\$ 1,455,867	\$ 1,556,211	\$ 1,795,481	15.38%	\$ 1,795,481	0.00%
3DX0	800626	Law Enforcement Seizure Funds	\$ 33,797	\$0	\$0	N/A	\$0	N/A
Federal Fund Group Total			\$ 2,451,086	\$ 2,685,729	\$ 2,924,999	8.91%	\$ 2,924,999	0.00%
Department of Commerce Total			\$ 188,878,316	\$ 185,897,707	\$ 189,617,737	2.00%	\$ 191,047,692	0.75%