

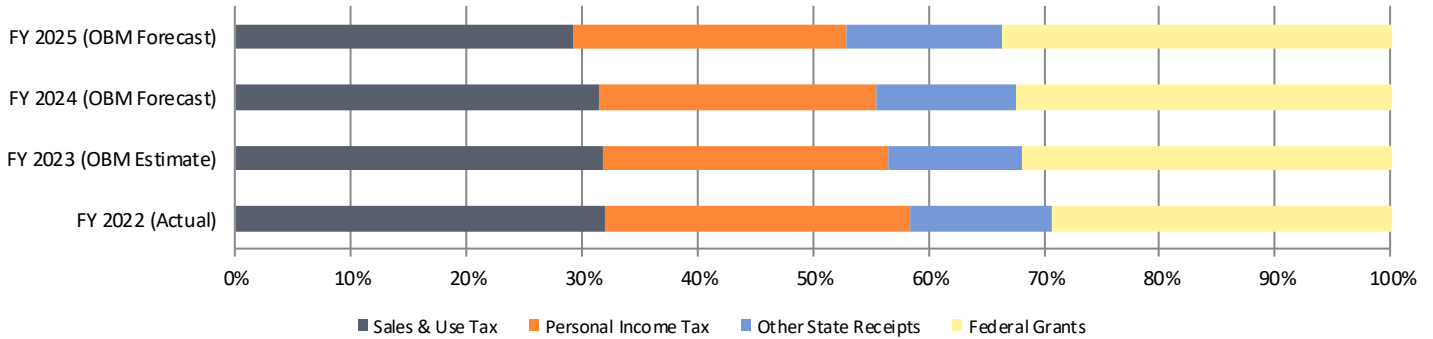
Legislative Budget Office of the Legislative Service Commission

Main Operating Budget House Bill 33 – Senate Passed

Budget in Brief

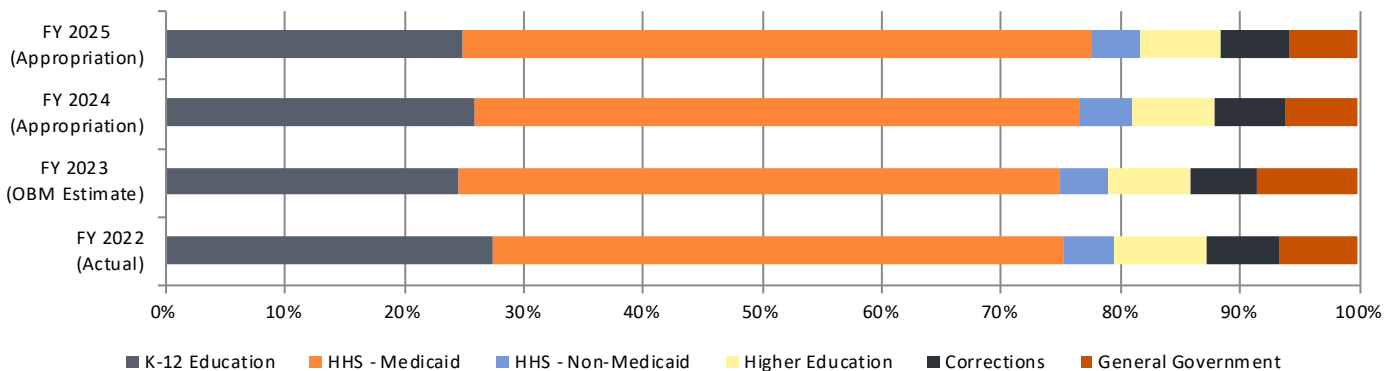
Where do GRF moneys come from?

Source	FY 2022 (Actual)	FY 2023 (OBM Estimate)	FY 2024 (Forecast)	FY 2025 (Forecast)
Sales & Use Tax	\$13,029.6	\$13,431.3	\$13,526.7	\$13,168.2
Personal Income Tax	\$10,752.2	\$10,428.7	\$10,410.8	\$10,743.3
Other State Receipts	\$4,981.1	\$4,883.7	\$5,214.4	\$6,037.7
Federal Grants	\$11,897.3	\$13,451.9	\$13,950.0	\$15,196.4
GRF Source Total	\$40,660.2	\$42,195.7	\$43,101.9	\$45,145.6
% Change		3.8%	2.1%	4.7%
<i>GRF Tax Total</i>	<i>\$28,152.5</i>	<i>\$28,375.7</i>	<i>\$28,693.8</i>	<i>\$28,581.3</i>
% Change		0.8%	1.1%	-0.4%



Where do GRF moneys go?

Program Category	FY 2022 (Actual)	FY 2023 (OBM Estimate)	FY 2024 (Appropriation)	FY 2025 (Appropriation)
K-12 Education	\$9,852.9	\$10,083.2	\$10,850.0	\$11,092.4
HHS - Medicaid	\$17,079.3	\$20,579.5	\$21,063.4	\$23,285.4
HHS - Non-Medicaid	\$1,516.5	\$1,675.9	\$1,819.8	\$1,845.0
Higher Education	\$2,742.3	\$2,763.0	\$2,872.9	\$2,930.2
Corrections	\$2,163.5	\$2,319.8	\$2,415.9	\$2,540.5
General Government	\$2,358.3	\$3,422.9	\$2,551.4	\$2,550.0
GRF Program Total	\$35,712.8	\$40,844.3	\$41,573.4	\$44,243.5
% Change		14.4%	1.8%	6.4%



Note: Revenues may not equal expenditures in a given fiscal year due to factors such as carryover balances, encumbrances, and transfers.

Appropriation Highlights

H.B. 33, as passed by the Senate, provides state and federal GRF appropriations totaling \$41.57 billion for FY 2024 and \$44.24 billion for FY 2025, increases of 1.8% and 6.4%, respectively. Medicaid (51.7%) and K-12 Education (25.6%) together make up 77.3% of the biennial total. State-source GRF appropriations total \$27.58 billion in FY 2024 and \$28.99 billion in FY 2025, increases of 1.2% and 5.1%, respectively. K-12 Education and Medicaid represent 38.8% and 26.7%, respectively, of the biennial total. In addition to GRF appropriations, H.B. 33 transfers \$6.12 billion in FY 2024 and \$1.50 billion in FY 2025 from the GRF to nonGRF funds. The bill also appropriates \$445.0 million in FY 2024 from the state's remaining allocation from the federal State Fiscal Recovery Fund (ARPA). Across all funds, appropriations total \$94.28 billion in FY 2024, a decrease of 0.9%, and \$95.01 billion in FY 2025, an increase of 0.8%.

Medicaid, Health, and Other Human Services

- Across all agencies and funds, appropriations for Medicaid total \$41.40 billion in FY 2024 and \$44.50 billion in FY 2025, increases of 5.1% and 7.5%. The federal share is expected to be 69.5% over the biennium. The GRF portion is \$21.06 billion (50.9%) in FY 2024 and \$23.29 billion (52.3%) in FY 2025.
- The state share of GRF Medicaid appropriations is \$7.07 billion in FY 2024 and \$8.04 billion in FY 2025, increases of 1.2% and 13.7%. The 6.2 percentage point enhancement in the federal reimbursement rate in place during the pandemic will be completely phased-out by the end of December 2023, midway through FY 2024.
- H.B. 33 provides funding to increase direct care provider wages to \$18 by the end of the biennium. The bill also includes provisions that increase funding to nursing facilities.
- H.B. 33 establishes a new Department of Children and Youth (DCY) to consolidate early childhood programs. GRF appropriations for the new agency total \$719.8 million in FY 2024 and \$728.2 million in FY 2025.
- DCY's GRF-backed appropriations include: \$145.0 million in FY 2024 and \$155.0 million in FY 2025 for the state child protection allocation to public children service agencies, increases of 20.8% and 6.9%; \$114.2 million in each fiscal year for early childhood education, an increase of \$46.1 million (67.7%) over FY 2023; \$93.6 million in each fiscal year as state match for publicly funded child care, an increase of 12.2% over FY 2023; \$46.5 million in FY 2024 and \$55.0 million in FY 2025 for Help Me Grow, increases of 12.3% and 18.3%; \$7.5 million in each fiscal year of new funding for child care infrastructure grants; and \$3.0 million in FY 2024 and \$4.0 million in FY 2025 for early childhood mental health, increases of 140.0% and 33.3%.
- H.B. 33 appropriates \$303.0 million in FY 2024 and \$325.0 million in FY 2025, increases of 11.9% and 7.3% from the GRF for the state's psychiatric hospitals and transfers \$20.7 million in FY 2024 and \$25.8 million in FY 2025 from the GRF for the 988 Suicide and Crisis Lifeline.

K-12 Education

- H.B. 33 continues to phase in the school funding formula enacted in H.B. 110 of the 134th General Assembly at 50% in FY 2024 and almost 67% in FY 2025, with some modifications to the computation. It also updates the formula's cost data from FY 2018 to FY 2022. The bill appropriates \$10.33 billion in FY 2024 and \$10.67 billion in FY 2025, increases of 9.8% and 3.2%, for formula funding to school districts, joint vocational school districts (technical centers), community and STEM schools, and participating chartered nonpublic schools through the state's various scholarship programs. These appropriations are funded through a combination of GRF, including a transfer from the GRF to the Student Wellness and Success Fund of \$600.0 million in each fiscal year, lottery profits, and sports gaming revenue. H.B. 33 increases eligibility for the expansion EdChoice scholarship to all families regardless of income, paying 100% of the scholarship to families with incomes up to 450% of the federal poverty level, and phasing down the percentage paid to families with incomes above that amount.
- H.B. 33 appropriates \$1.21 billion in FY 2024 and \$1.22 billion in FY 2025 for property tax rollbacks and the homestead exemption for school districts.
- H.B. 33 appropriates \$136.5 million in each fiscal year from lottery profits, an increase of \$82.5 million over FY 2023, to make payments to community schools and independent STEM schools that meet certain quality standards, increasing the annual per pupil amount compared to FY 2023 from \$1,750 to \$3,000 for economically-disadvantaged students, and from \$1,000 to \$2,250 for all other students. H.B. 33 also appropriates \$87.1 million in FY 2024 and \$88.6 million in FY 2025, increases of 107.3% and 1.7% for community school facilities, increasing the annual per pupil amount for brick and mortar schools from \$500 to \$1,000 compared to FY 2023.
- GRF-supported funding for the Department of Education and Workforce includes \$43.0 million in each fiscal year to reimburse public schools for stipends to teachers to complete professional development in reading; \$64.0 million in FY 2024 to subsidize the cost for public schools to purchase curricula and materials for English language arts and reading intervention; \$6.0 million in FY 2024 and \$12.0 million in FY 2025 for literacy coaches; \$3.0 million in each fiscal year to support teacher credentialing to teach College Credit Plus (CCP) courses; and \$1.5 million in FY 2024 and \$3.5 million in FY 2025 for grants to schools offering new CCP courses.

- H.B. 33 appropriates \$200.0 million in ARPA funding in FY 2024 to the Facilities Construction Commission to assist with establishing or expanding career-technical education programs, including \$100.0 million each for construction and equipment.

Higher Education

- The state share of instruction (SSI) is funded at \$2.10 billion in FY 2024 and \$2.12 billion in FY 2025, increases of 1.1% each fiscal year. H.B. 33 prohibits increases in instructional and general fees over the biennium for state universities and limits increases to \$5 per credit hour per year for community colleges.
- H.B. 33 appropriates \$200.0 million in each fiscal year for OCOG, Ohio’s needs-based financial aid program, an increase of 77.8% over FY 2023.
- New GRF-supported funding for the Department of Higher Education includes: \$100.0 million in FY 2024 for Super RAPIDS projects that strengthen education and training for workforce development; \$10.0 million in each fiscal year for both the Ohio Work Ready Grant and the Talent Ready Grant, programs to assist students pursuing a work credential; \$10.0 million in each fiscal year to support behavioral health at higher education institutions; and \$4.0 million in each fiscal year to award grants under the new Teach CS Grant Program.

Economic Development

- H.B. 33 transfers \$1.0 billion cash from the GRF to the One Time Strategic Community Investments Fund for future projects.
- H.B. 33 transfers \$917.0 million cash from the GRF to the All Ohio Future Fund and appropriates \$40.0 million in FY 2024 to support economic development throughout the state.
- The budget also provides additional GRF-backed funding to the Department of Development for community improvement, including \$175.0 million in each fiscal year for brownfield remediation, \$150.0 million in FY 2024 for building demolition and site revitalization, \$120.0 million in FY 2024 for water and sewer quality projects, and \$50.0 million in each fiscal year for the new Welcome Home Ohio Program to provide grants and tax credits to assist in rehabilitation and construction of residential property for income-restricted residents.
- Additionally, for the Department of Development, the budget appropriates \$50.0 million in FY 2024 for broadband pole replacement and undergrounding; \$50.0 million in FY 2024 for innovation hubs; and \$25.2 million in each fiscal year for the TechCred Program to support working adults in obtaining technology-focused credentials.

Local Government and Other Initiatives

- H.B. 33 increases the percentage of GRF tax revenue going to the Local Government Fund and the Public Library Fund in codified law from 1.66% to 1.70%, which is expected to provide \$505.2 million in FY 2024 and \$516.4 million in FY 2025 for each fund.
- H.B. 33 transfers \$270.0 million cash from the GRF to the H2Ohio Fund and appropriates \$60.7 million in FY 2024 and \$60.8 million FY 2025 for the Department of Agriculture, \$46.6 million in each fiscal year for the Department of Natural Resources, \$27.5 million in each fiscal year for the Environmental Protection Agency, and \$132,000 in each fiscal year for the Lake Erie Commission.
- H.B. 33 transfers \$65.0 million cash from the GRF to the Veterans Homes Modernization Fund and appropriates that amount in FY 2024 to the Department of Veterans Services.
- H.B. 33 appropriates \$1.32 billion in FY 2024 and \$1.40 billion in FY 2025 for the operation of Ohio’s prisons, increases of 4.5% and 6.0%.
- H.B. 33 transfers \$75.0 million cash from the GRF to the Local Jails Grants Fund and appropriates that amount in FY 2024 to the Department of Rehabilitation and Correction to make grants for local jail facilities
- H.B. 33 appropriates \$40.0 million in each fiscal year from the GRF for law enforcement training, an increase of 348.5% over FY 2023; and new GRF-backed funding for the Attorney General of \$6.5 million in FY 2024 for cyber security and technology upgrades; \$750,000 in each fiscal year for the Cyber Crime Division Expansion; and \$1.3 million in FY 2024 for the Ohio Law Enforcement Gateway (OHLEG).
- H.B. 33 appropriates new GRF-backed funding of \$28.2 million in FY 2024 and \$17.8 million in FY 2025 for Next Generation 911; \$13.1 million in each fiscal year for the Ohio Narcotics Intelligence Center; and \$2.5 million in each fiscal year for eWarrant Local Integration.
- H.B. 33 appropriates \$166.1 million in FY 2024 and \$171.9 million in FY 2025 from the GRF for reimbursements to counties for indigent defense, increases of 15.7% and 3.5%.
- H.B. 33 appropriates from the GRF \$15.3 million in each fiscal year to rape crisis centers; \$10.0 million in each fiscal year to domestic violence programs; and \$9.0 million in FY 2024 and \$7.0 million in FY 2025 for the Crime Victim Compensation Program.

Total (State and Federal) GRF Appropriations by Agency

Agency	FY 2022 (Actual)	FY 2023 (OBM Estimate)	FY 2024 (Appropriations)	FY 2025 (Appropriations)
Department of Medicaid	\$16,315,536,808	\$19,712,003,329	\$20,085,674,000	\$22,153,605,000
Department of Education	\$8,211,630,209	\$8,452,783,863	\$9,101,438,500	\$9,404,113,000
Department of Higher Education	\$2,742,297,802	\$2,763,032,742	\$2,872,889,372	\$2,930,163,939
Department of Rehabilitation and Correction	\$1,936,525,341	\$2,087,798,799	\$2,161,928,000	\$2,281,770,000
Revenue Distribution Fund	\$1,818,201,558	\$1,854,000,000	\$1,845,916,000	\$1,857,992,000
Department of Developmental Disabilities	\$723,230,467	\$817,161,018	\$900,728,000	\$1,046,701,000
Department of Children and Youth	\$0	\$0	\$719,810,000	\$728,249,000
Department of Mental Health and Addiction Services	\$488,921,740	\$516,970,364	\$585,708,000	\$596,208,000
Department of Job and Family Services	\$906,544,631	\$1,036,642,241	\$575,226,000	\$582,564,000
Ohio Facilities Construction Commission	\$452,615,208	\$427,697,932	\$411,500,000	\$338,750,000
Public Works Commission	\$285,944,484	\$370,300,000	\$277,600,000	\$276,900,000
Department of Youth Services	\$226,996,907	\$232,028,483	\$254,002,000	\$258,702,000
Judiciary/Supreme Court	\$188,135,098	\$197,771,168	\$206,746,000	\$214,242,000
Attorney General	\$116,422,665	\$114,784,568	\$179,123,000	\$178,790,000
Ohio Public Defender Commission	\$146,370,807	\$151,373,197	\$175,912,000	\$183,349,000
Department of Natural Resources	\$129,631,599	\$173,263,436	\$165,808,000	\$162,828,000
Department of Administrative Services	\$145,662,229	\$158,804,574	\$141,788,000	\$139,506,000
Development Services Agency	\$138,361,120	\$841,827,697	\$132,030,500	\$115,540,500
Department of Public Safety	\$93,733,635	\$122,480,904	\$104,169,000	\$100,734,000
Department of Health	\$122,099,036	\$129,766,763	\$82,358,725	\$84,065,725
Department of Veterans Services	\$56,357,501	\$57,338,046	\$60,426,000	\$62,878,000
Department of Taxation	\$55,432,526	\$58,389,210	\$60,295,000	\$60,684,000
Department of Agriculture	\$57,987,986	\$54,656,405	\$44,066,000	\$49,682,000
Legislative Service Commission	\$29,841,518	\$52,687,926	\$42,022,000	\$40,772,000
Auditor of State	\$31,493,666	\$32,077,420	\$36,642,000	\$38,422,000
Pension Subsidies	\$34,955,237	\$35,474,000	\$35,683,000	\$36,183,000
House of Representatives	\$24,685,387	\$30,250,000	\$30,250,000	\$30,250,000
Ohio State School for the Blind	\$13,481,454	\$13,330,742	\$30,214,000	\$30,634,000
Opportunities for Ohioans with Disabilities Agency	\$19,944,444	\$19,827,829	\$28,325,000	\$33,520,000
Ohio Arts Council	\$21,223,683	\$20,085,698	\$25,352,000	\$25,413,000
Department of Aging	\$19,232,661	\$22,711,510	\$24,995,000	\$25,107,000
Ohio History Connection	\$15,639,076	\$15,399,076	\$20,877,000	\$20,404,000
Senate	\$14,509,901	\$25,209,179	\$20,000,000	\$20,000,000
Department of Transportation	\$3,684,040	\$119,735,356	\$16,500,000	\$16,500,000
Adjutant General	\$12,644,704	\$11,852,572	\$14,347,000	\$14,711,000
Environmental Protection Agency	\$9,983,506	\$9,135,482	\$13,865,000	\$13,908,000
Secretary of State	\$10,298,824	\$14,108,392	\$13,590,000	\$14,090,000
Broadcast Educational Media Commission	\$9,937,991	\$10,225,381	\$10,633,000	\$10,633,000
Treasurer of State	\$11,533,533	\$11,584,409	\$7,598,000	\$6,552,000
Commission on Minority Health	\$3,749,052	\$5,137,050	\$7,254,000	\$7,288,000
Ohio Civil Rights Commission	\$6,241,302	\$6,760,846	\$6,963,000	\$7,172,000
Capitol Square Review and Advisory Board	\$5,366,852	\$6,750,596	\$6,851,000	\$6,751,000
State Library Board	\$5,124,336	\$5,180,060	\$5,335,000	\$5,335,000
Office of Budget and Management	\$4,278,788	\$4,308,573	\$4,502,000	\$4,592,000
State Employment Relations Board	\$3,992,713	\$4,340,463	\$4,250,000	\$4,375,000
Court of Claims	\$12,142,381	\$5,156,633	\$4,024,000	\$4,190,000
Office of the Governor	\$2,874,033	\$3,095,179	\$3,219,000	\$3,219,000
Veterans' Organizations	\$2,420,000	\$2,475,000	\$2,788,000	\$2,788,000
Ethics Commission	\$1,733,095	\$2,191,365	\$2,289,000	\$2,305,000
Board of Tax Appeals	\$1,624,493	\$1,840,997	\$2,085,000	\$2,146,000
Inspector General	\$1,473,744	\$1,479,085	\$1,941,000	\$2,078,000
Judicial Conference of Ohio	\$1,076,674	\$1,116,066	\$1,192,000	\$1,231,000
Joint Legislative Ethics Committee	\$621,757	\$625,000	\$713,000	\$713,000
Environmental Review Appeals Commission	\$655,915	\$660,756	\$694,000	\$701,000
Commission on Service and Volunteerism	\$479,804	\$540,890	\$685,000	\$694,000
Joint Committee on Agency Rule Review	\$498,458	\$680,000	\$610,000	\$620,000
Commission on Hispanic/Latino Affairs	\$430,508	\$476,360	\$479,000	\$490,000
Ohio Elections Commission	\$398,454	\$404,044	\$415,000	\$432,000
Joint Medicaid Oversight Committee	\$252,519	\$575,000	\$408,000	\$591,000
Expositions Commission	\$350,643	\$363,750	\$380,000	\$380,000
New African Immigrants Commission	\$0	\$0	\$250,000	\$250,000
Board of Embalmers and Funeral Directors	\$674,339	\$1,000,000	\$0	\$0
Ohio School for the Deaf	\$14,623,645	\$14,621,112	\$0	\$0
<i>GRF - State</i>	\$23,821,604,785	\$27,243,734,294	\$27,575,907,497	\$28,994,384,164
<i>GRF - Federal</i>	\$11,891,207,699	\$13,600,614,243	\$13,997,454,600	\$15,249,073,000
GRF - Total	\$35,712,812,484	\$40,844,348,537	\$41,573,362,097	\$44,243,457,164
Medicaid				
<i>GRF - State</i>	\$5,188,119,575	\$6,978,890,227	\$7,065,954,400	\$8,036,289,000
<i>GRF - Federal</i>	\$11,891,207,699	\$13,600,614,243	\$13,997,454,600	\$15,249,073,000
GRF - Total	\$17,079,327,274	\$20,579,504,470	\$21,063,409,000	\$23,285,362,000
Non-GRF - Total	\$17,973,453,266	\$18,810,065,243	\$20,339,316,026	\$21,216,145,713
All-Funds - Total	\$35,052,780,541	\$39,389,569,713	\$41,402,725,026	\$44,501,507,713