

## Department of Taxation

### General Revenue Fund

#### GRF 110321 Operating Expenses

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$93,557,151	\$93,094,736	\$84,875,363	\$87,936,509	<b>\$87,841,056</b>	<b>\$89,941,055</b>
	-0.5%	-8.8%	3.6%	<b>-0.1%</b>	<b>2.4%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 5703

**Purpose:** This line item pays for personal service, maintenance, and equipment expenses of the Department of Taxation that are not offset by specific revenue sources.

#### GRF 110404 Tobacco Settlement Enforcement

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$0	\$0	\$0	\$225,473	<b>\$265,708</b>	<b>\$265,708</b>
	N/A	N/A	N/A	<b>17.8%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A.; (originally established under Section 405.10 of Am. Sub. H.B. 119 of the 127th G.A.)

**Purpose:** This line item is used to pay costs incurred by the Department of Taxation to enforce cigarette tax laws. The Department of Taxation also provides assistance to the Attorney General's office (AGO) on non-compliance and enforcement of the Master Settlement Agreement (MSA).

#### GRF 110412 Child Support Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$34,775	\$71,451	\$14,508	\$9,566	<b>\$17,561</b>	<b>\$17,561</b>
	105.5%	-79.7%	-34.1%	<b>83.6%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A.; (originally established by Sub. S.B. 80 of the 116th G.A.)

**Purpose:** This line item covers computer costs involved in matching persons delinquent in child support payments with taxpayers owed an Ohio income tax refund. If such a person is owed a refund, the refund can then be turned over to the Ohio Department of Job and Family Services to be used for child support. The line item also covers costs of personal services in answering taxpayer inquiries and postage costs in mailing notices to taxpayers.

## Department of Taxation

### GRF 110901 Property Tax Allocation - Taxation

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$451,904,945	\$425,549,632	\$496,613,219	\$550,587,411	<b>\$598,917,420</b>	<b>\$577,463,014</b>
	-5.8%	16.7%	10.9%	<b>8.8%</b>	<b>-3.6%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 319.302 and 323.151 through 323.157

**Purpose:** This line item is used to reimburse local governments other than school districts for losses incurred as a result of the 10% and 2.5% "rollback" reductions in real and manufactured home property taxes and as a result of the "homestead exemption" reductions in taxes. School district property tax losses due to these programs are reimbursed through line item 200901 in the Department of Education.

Am. Sub. H.B. 66 of the 126th G.A. changed the rollback program. For real property used in a business activity, as defined in the bill, the 10% rollback of real property taxes was eliminated beginning in tax year 2005. Under previous law, all real property tax bills were reduced by credits equal to 10% of taxes charged. Types of real property still eligible for the rollback include those used for farming; leasing property for farming; occupying, holding, or leasing property improved with one-, two-, or three-family dwellings; or holding vacant land that the county auditor determines will be used for these purposes.

Owner-occupants of residential real property are eligible for an additional 2.5% tax reduction for those primary residences.

The homestead exemption is an exemption from real property taxation on the first \$25,000 of a home's market value for owner-occupants who are eligible who are (1) age 65 or older, or (2) permanently and totally disabled.

### GRF 110906 Tangible Tax Exemption

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$17,930,008	\$11,206,255	\$8,965,004	\$4,482,502	<b>\$0</b>	<b>\$0</b>
	-37.5%	-20.0%	-50.0%	<b>-100%</b>	<b>N/A</b>

**Source:** General Revenue Fund

**Legal Basis:** Discontinued line item (originally established by ORC 5709.01)

**Purpose:** This line item was used to reimburse local governments other than school districts for losses incurred as a result of the creation of the \$10,000 tangible property tax exemption (the "small business" exemption). Am. Sub. H.B. 66 of the 126th General Assembly accelerated the phase-out of this reimbursement to local governments, with no payments to be made after FY 2009.

## Department of Taxation

### General Services Fund Group

#### 2250 110626 Enforcement and Forfeiture Collection

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$0	\$0	\$11,161	\$96,739	<b>\$0</b>	<b>\$0</b>
	N/A	N/A	766.7%	<b>-100%</b>	<b>N/A</b>

**Source:** General Services Fund Group: Revenues from settlements through the court systems distributed to the Department of Taxation's Enforcement Division as a result of forfeitures

**Legal Basis:** As needed line item: ORC 2981.13 (The fund requires Controlling Board approval and appropriation authority.)

**Purpose:** All moneys in the fund are used by the Department of Taxation only for specific non-operating expenses.

#### 2280 110628 Tax Reform System Implementation

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$0	\$2,010,181	\$528,211	\$0	<b>\$13,600,000</b>	<b>\$13,600,000</b>
	N/A	-73.7%	-100%	<b>N/A</b>	<b>0.0%</b>

**Source:** General Services Fund Group: Revenue in FY 2010 and FY 2011 is from a 0.85% administrative fee on commercial activity tax collections

**Legal Basis:** ORC 5751.20(B)

**Purpose:** This line item provides funding to defray costs of administering the Commercial Activity Tax and of implementing tax reform.

#### 4330 110602 Tape File Account

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$79,202	\$103,885	\$110,318	\$72,178	<b>\$125,000</b>	<b>\$125,000</b>
	31.2%	6.2%	-34.6%	<b>73.2%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: Fees charged to local governments for tax-related computer services and data

**Legal Basis:** ORC 5703.41 and 5747.18 (originally established by Controlling Board in 1972)

**Purpose:** Revenues are used to maintain and replace computer equipment, for computer programming, and to purchase computer tapes. The Department provides computer listings of the names and addresses of taxpayers in local taxing districts (but does not share financial information on taxpayers). The fees for this service are established by the Department's own computer personnel, based on their time and the costs involved in producing the lists.

## Department of Taxation

### 5AP0 110632 Discovery Project

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$0	\$0	\$0	\$1,077,497	<b>\$2,000,000</b>	<b>\$2,000,000</b>
	N/A	N/A	N/A	<b>85.6%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: Transfer from GRF

**Legal Basis:** ORC 5703.82 (originally established by Am. Sub. H.B. 562 of the 127th G.A.)

**Purpose:** The Department of Taxation's costs associated with the Discovery Project are paid from this fund. The Discovery Project is an initiative to build a data warehouse, for use in improving discovery of tax non-filers and non-compliance with tax laws.

### 5BQ0 110629 Commercial Activity Tax Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$3,899,356	\$494,504	\$5,940,050	\$5,724,501	<b>\$0</b>	<b>\$0</b>
	-87.3%	1101.2%	-3.6%	<b>-100%</b>	<b>N/A</b>

**Source:** General Services Fund Group: Fees charged to Commercial Activity Tax (CAT) taxpayers.

**Legal Basis:** Discontinued line item (originally established by Am. Sub. H.B. 66 of the 126th G.A.)

**Purpose:** This line item previously paid for the implementation and ongoing administration of the Commercial Activity Tax (CAT). These costs are now to be paid from the Tax Reform System Implementation Fund (Fund 2280).

### 5BW0 110630 Tax Amnesty Promotion and Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$1,044,871	\$882,946	\$0	\$0	<b>\$0</b>	<b>\$0</b>
	-15.5%	-100%	N/A	<b>N/A</b>	<b>N/A</b>

**Source:** General Services Fund Group: Revenue transfer from BSF

**Legal Basis:** Discontinued line item (originally established under Sections 212.09, 312.10, and 553.01 of Am. Sub. H.B. 66 of the 126th G.A.)

**Purpose:** All moneys in the fund were used for promotion and administration of the 2006 tax amnesty program.

## Department of Taxation

### 5CZ0 110631 Vendor's License Application

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$93,925	\$131,525	\$126,850	\$121,950	<b>\$250,000</b>	<b>\$250,000</b>
	40.0%	-3.6%	-3.9%	<b>105.0%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: \$25 of vendor license registration fees collected on behalf of counties (prior to Am. Sub. H. B. 66 of the 126th General Assembly, county auditors collected this fee)

**Legal Basis:** ORC 5739.17(A)(3) (originally established in Am. Sub. H.B. 66 of the 126th General Assembly)

**Purpose:** The fund is used for deposits of vendor's license fees received by the Department of Taxation on behalf of county auditors. These fees are transmitted monthly from the fund to each county.

### 5N50 110605 Municipal Income Tax Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$299,100	\$230,021	\$495,188	\$456,962	<b>\$600,000</b>	<b>\$600,000</b>
	-23.1%	115.3%	-7.7%	<b>31.3%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: 1.5 percent of collections of the municipal income tax on electric light and telephone and telecommunications companies

**Legal Basis:** 5745.03(A) (originally established by Am. Sub. S.B. 287 of the 123rd G.A.)

**Purpose:** Money in this fund is used to cover the cost of administering the municipal income tax on electric light and telephone and telecommunications companies.

### 5N60 110618 Kilowatt Hour Tax Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$72,543	\$24,085	\$96,999	\$151,916	<b>\$100,000</b>	<b>\$100,000</b>
	-66.8%	302.7%	56.6%	<b>-34.2%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: Annual fee of \$500 collected from large industrial firms that register with the Department of Taxation to pay the self-assessing purchasers' tax option of the kilowatt-hour tax

**Legal Basis:** ORC 5727.81 (originally established by Am. Sub. S.B. 3 of the 123rd G.A.)

**Purpose:** This fund pays for the administration of the kilowatt hour tax.

## Department of Taxation

### 5V80 110623 Property Tax Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$12,052,460	\$12,904,828	\$14,120,683	\$12,912,296	<b>\$12,000,000</b>	<b>\$12,000,000</b>
	7.1%	9.4%	-8.6%	<b>-7.1%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: 0.42% in FY 2010 and 0.48% in FY 2011 and thereafter of the amount by which each parcel of real property listed on the general tax list and duplicate of real and public property for the preceding tax year was reduced pursuant to ORC 319.302; 0.8% in FY 2010, and 0.951% in FY 2011 and thereafter of the amount of taxes levied against public utility personal property and against tangible personal property of inter-county taxpayers for the preceding tax year

**Legal Basis:** ORC 5703.80

**Purpose:** This fund pays for the administration of the personal property tax, dealers in intangibles tax, public utilities tax, and real property tax equalization. Administrative costs were formerly paid from the GRF. Am. Sub. H.B. 1 of the 128th G.A. increased percentages in ORC 5703.80, partially offsetting the decline in revenues to this fund resulting from phaseout of the tangible personal property tax on general business.

### 5W40 110625 Centralized Tax Filing and Payment

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$1,102,193	\$515,151	\$1,602,488	\$338,326	<b>\$200,000</b>	<b>\$200,000</b>
	-53.3%	211.1%	-78.9%	<b>-40.9%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: GRF transfer

**Legal Basis:** Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A.

**Purpose:** This money will be used in FY 2010 and FY 2011 to pay for ongoing maintenance of the municipal tax electronic filing application operating on the Ohio Business Gateway electronic tax filing and payment system.

### 5W70 110627 Exempt Facility Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$25,000	\$8,708	\$64,652	\$119,581	<b>\$60,000</b>	<b>\$60,000</b>
	-65.2%	642.4%	85.0%	<b>-49.8%</b>	<b>0.0%</b>

**Source:** General Services Fund Group: One-half of a fee equal to one-half of one percent of cost, not to exceed \$2,000 per facility

**Legal Basis:** ORC 5709.212(A)

**Purpose:** Revenues are used to administer uniform procedures for application for special-purpose tax-exempt facilities.

## Department of Taxation

### *Federal Special Revenue Fund Group*

#### **3J60 110601 Motor Fuel Compliance**

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$105	\$24,895	\$25,000	\$0	<b>\$0</b>	<b>\$0</b>
	23564.4%	0.4%	-100%	<b>N/A</b>	<b>N/A</b>

**Source:** Federal Special Revenue Fund Group: CFDA 20.205, Highway Planning and Construction

**Legal Basis:** As needed line item (originally established by Controlling Board in September 1992)

**Purpose:** Revenues offset expenses for the Department of Taxation in participating in the joint state-federal (IRS) "Fuel Tax Compliance Project." This money has been made available to the IRS and to states throughout the country for investigating and combating state and federal motor fuel tax evasion.

### *State Special Revenue Fund Group*

#### **4350 110607 Local Tax Administration**

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$16,121,773	\$15,975,058	\$16,555,683	\$16,686,487	<b>\$18,000,000</b>	<b>\$18,000,000</b>
	-0.9%	3.6%	0.8%	<b>7.9%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: One percent of the proceeds from county permissive sales and use taxes and regional transit authority sales and use taxes

**Legal Basis:** ORC 5739.21(C) and 5741.03(B)

**Purpose:** The moneys help defray the costs of collecting and administering the county and regional transit authority sales and use taxes.

#### **4360 110608 Motor Vehicle Audit**

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$1,255,728	\$1,316,406	\$1,196,373	\$1,085,153	<b>\$1,000,000</b>	<b>\$1,000,000</b>
	4.8%	-9.1%	-9.3%	<b>-7.8%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: \$0.25 charge levied against every motor vehicle certificate of title issued

**Legal Basis:** ORC 4505.09(B)(2)(c)

**Purpose:** Funds from this line item are used by the Tax Commissioner to investigate sales and use tax returns filed for motor vehicle transactions in order to ensure that sales and use taxes owed have been paid.

## Department of Taxation

### 4370 110606 Income Tax Contribution Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$592,026	\$551,055	\$673,550	\$622,279	<b>\$200,000</b>	<b>\$200,000</b>
	-6.9%	22.2%	-7.6%	<b>-67.9%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Up to 2.5% of the total amount contributed under the natural areas and preserves, nongame and endangered wildlife, and military injury relief check-offs on the personal income tax return; the previous primary source of revenue to this fund, from the corporate franchise tax, is being phased out effective FY 2010

**Legal Basis:** ORC 5747.113(D); Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Am. Sub. H.B. 361 of the 113th G.A.)

**Purpose:** This fund compensates the Department of Taxation for the cost of administering the income tax contribution system. Previously, funds from this line item also covered the costs of collecting and administering the "Litter Tax" on corporations in addition to the regular corporate franchise tax. Previously, this line item was known as Litter Tax and Natural Resource Tax Administration.

### 4380 110609 School District Income Tax

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$2,588,788	\$2,478,856	\$3,448,790	\$3,244,027	<b>\$5,500,000</b>	<b>\$5,500,000</b>
	-4.2%	39.1%	-5.9%	<b>69.5%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: 1.5 percent of school district income tax collections (see below)

**Legal Basis:** ORC 5747.03(C)

**Purpose:** This fund is used to reimburse the Department of Taxation for expenses incurred in administering school district income taxes. Money remaining in the fund after such use is returned to the fund from which collections are distributed to school districts. The number of school districts with income taxes has been growing, to 172 as of January 2009, and collections have increased.

Through FY 1993, this line item received 3% of total school district income tax collections. Am. Sub. H.B. 152 of the 120th G.A. reduced the percentage of collections that the line item receives to 2.5% in FY 1994 and 2% in FY 1995. Am. Sub. H.B. 117 of the 121st G.A. again reduced the percentages to 1.75% in FY 1996 and 1.5% in FY 1997 and thereafter. These changes were made because the Department was not spending all the administrative money.

The original law authorizing the school district income tax went into effect in November, 1981. H.B. 291 of the 115th G.A. repealed the authority of any school district to enact a new income tax after August 2, 1983. At that time, only six districts used an income tax. One was repealed effective in 1987. Am. Sub. S.B. 28 of the 118th G.A. reauthorized new enactments of voter-approved school district income taxes.



## Department of Taxation

### 4C60 110616 International Registration Plan

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$693,398	\$547,015	\$843,114	\$647,797	<b>\$706,855</b>	<b>\$706,855</b>
	-21.1%	54.1%	-23.2%	<b>9.1%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Revenues from vehicle registration fees are deposited into the International Registration Plan Distribution Fund (Fund 7050 in the Revenue Distribution Fund Group); distributions are made from that fund to the International Registration Plan Auditing Fund in an amount estimated to cover the annual costs of the Department of Taxation for auditing persons who have registered motor vehicles under the International Registration Plan

**Legal Basis:** ORC 5703.12 and 4501.044; Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A.

**Purpose:** Am. Sub. H.B. 831 of the 118th G.A. eliminated the old highway use tax (axle-mile tax) effective January 1, 1991. The act required the Registrar of Motor Vehicles in Ohio to apply for membership in a reciprocal registration agreement known as the International Registration Plan (IRP). The highway use tax and the various commercial vehicle registration taxes effective under prior law were replaced with a system of registration fees based on gross vehicle weight and a three cents per gallon fuel use surcharge for vehicles subject to the IRP. The surcharge was reduced to two cents in 2004 and eliminated in 2005. Revenues from the IRP registration fees are deposited into the International Registration Plan Distribution Fund, and distributed from there to the International Registration Plan Auditing Fund in an amount estimated to cover the annual costs of the Department of Taxation for audits of persons who have registered motor vehicles under the IRP.

### 4R60 110610 Tire Tax Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$56,887	\$30,036	\$69,608	\$119,707	<b>\$200,000</b>	<b>\$200,000</b>
	-47.2%	131.7%	72.0%	<b>67.1%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Two percent of the \$0.50 tire tax

**Legal Basis:** ORC 3734.9010

**Purpose:** The Department of Taxation uses its share of the tax (the rest of which goes to Ohio EPA's Scrap Tire Management Fund) for administration of the tire tax.

### 5V70 110622 Motor Fuel Tax Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$4,299,239	\$4,098,827	\$4,990,342	\$4,358,373	<b>\$4,700,000</b>	<b>\$4,700,000</b>
	-4.7%	21.8%	-12.7%	<b>7.8%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: 0.275% from motor fuel taxes collected after refunds

**Legal Basis:** ORC 5735.053

**Purpose:** This fund pays for the administration of the motor fuel tax. These costs were previously funded through annual assessments paid to the GRF from motor fuel taxes.

## Department of Taxation

### 6390 110614 Cigarette Tax Enforcement

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$161,071	\$46,913	\$157,670	\$63,469	<b>\$1,900,000</b>	<b>\$1,900,000</b>
	-70.9%	236.1%	-59.7%	<b>2893.6%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Wholesale cigarette license tax revenue and 60% of retail cigarette license tax revenue

**Legal Basis:** ORC 5743.15

**Purpose:** This line item is used to defray the costs of enforcing cigarette tax laws. Am. Sub. H.B. 1 of the 128th G.A. increased the fees generating revenues to this fund.

### 6420 110613 Ohio Political Party Distributions

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$390,766	\$372,919	\$440,797	\$402,858	<b>\$500,000</b>	<b>\$500,000</b>
	-4.6%	18.2%	-8.6%	<b>24.1%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: State income tax check-off money: \$1 for single returns and \$1 or \$2 for joint returns

**Legal Basis:** ORC 3517.16

**Purpose:** Money is distributed to qualified political parties. For each qualifying party, one-half of the receipts goes to the treasurer of the state executive committee of the party, and one half goes to the treasurers of each county executive committee. Each county committee's share is determined by the ratio of the number of check-offs in that county to the total statewide number of check-offs.

### 6880 110615 Local Excise Tax Administration

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$276,309	\$74,980	\$293,622	\$59,804	<b>\$800,000</b>	<b>\$800,000</b>
	-72.9%	291.6%	-79.6%	<b>1237.7%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: 2% of Cuyahoga County excise tax collections on cigarettes and alcoholic beverages

**Legal Basis:** ORC 5743.024 and 4301.423

**Purpose:** Cuyahoga County has been collecting voter-approved local option excise taxes on cigarettes, beer, wine, and mixed beverages since August 1, 1990. Revenue from these taxes is used to pay debt service on bonds issued for the construction of professional sports facilities. The 2% of total tax collections received by this fund are for the purpose of defraying the cost of administering the tax, including auditing and enforcement. Increased local taxes in Cuyahoga County have increased revenue to this fund.

## Department of Taxation

### Agency Fund Group

#### 4250 110635 Tax Refunds

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$1,590,579,291	\$1,466,065,601	\$1,607,934,383	\$1,704,141,553	<b>\$1,546,800,000</b>	<b>\$1,546,800,000</b>
	-7.8%	9.7%	6.0%	<b>-9.2%</b>	<b>0.0%</b>

**Source:** Agency Fund Group: The amount transferred to the Tax Refund Fund by the Treasurer of State is derived from current receipts of the same tax or the fee for which the refund arose. In the case of a tax credit refund, the transfer comes from the current receipts of the taxes administered by the Department of Taxation.

**Legal Basis:** ORC 5703.052; Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A.

**Purpose:** The fund is used to pay refunds for taxes or fees overpaid.

#### 7095 110995 Municipal Income Tax

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$36,783,212	\$35,739,277	\$43,655,400	\$32,274,846	<b>\$21,000,000</b>	<b>\$21,000,000</b>
	-2.8%	22.1%	-26.1%	<b>-34.9%</b>	<b>0.0%</b>

**Source:** Agency Fund Group: Taxes collected by the state on behalf of local governments from electric companies and telephone and telecommunications companies subject to the municipal income tax

**Legal Basis:** ORC 5745.03(A); Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A.

**Purpose:** This fund is used to distribute taxes collected by the state from electric companies and telephone and telecommunications companies to the local governments where this tax applies.

### Holding Account Redistribution Fund Group

#### R010 110611 Tax Distributions

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$0	\$0	\$0	\$30,000	<b>\$50,000</b>	<b>\$50,000</b>
	N/A	N/A	N/A	<b>66.7%</b>	<b>0.0%</b>

**Source:** Holding Account Redistribution Fund Group: Sales tax payments

**Legal Basis:** Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Controlling Board in December 1985)

**Purpose:** This line item functions as a holding account for sales tax and excise tax payments when there is uncertainty as to the proper disposition of the payment. The line item also temporarily holds checks that include payment for more than one purpose, such as sales tax and employers' workers' compensation premiums. The function of this line item used to be performed by the Depository Trust Fund, which was abolished by Am. Sub. H.B. 201 of the 116th G.A. Disbursements from the fund vary greatly from year to year, depending on the volume of misdirected sales tax payments.

## Department of Taxation

### R011 110612 Miscellaneous Income Tax Receipts

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$0	\$0	\$0	\$0	<b>\$50,000</b>	<b>\$50,000</b>
	N/A	N/A	N/A	<b>N/A</b>	<b>0.0%</b>

**Source:** Holding Account Redistribution Fund Group: Personal income tax payments

**Legal Basis:** Section 399.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Controlling Board in December 1985)

**Purpose:** This line item functions as a holding account for Ohio personal income tax payments when there is uncertainty as to the proper disposition of the payment. The function of this line item used to be performed by the Depository Trust Fund, which was abolished by Am. Sub. H.B. 201 of the 116th G.A. As with line item 110611, annual revenues and disbursements for this fund are very volatile.

### *Tobacco Master Settlement Agreement Fund Group*

#### T087 110402 Tobacco Settlement Enforcement

2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Appropriation	2011 Appropriation
\$200,008	\$296,495	\$227,571	\$586	<b>\$0</b>	<b>\$0</b>
	48.2%	-23.2%	-99.7%	<b>-100%</b>	<b>N/A</b>

**Source:** Tobacco Master Settlement Agreement Fund Group: Amounts transferred under ORC 183.18 from the Tobacco Master Settlement Agreement Fund to the Tobacco Settlement Enforcement Fund (Fund T87)

**Legal Basis:** Discontinued line item (originally established under Section 12 of Am. Sub. S.B. 242 of the 124th G.A.; ORC 183.35)

**Purpose:** This fund was created to offset the cost incurred by the Department of Taxation for enforcing the excise tax on tobacco for each brand of cigarettes and roll-your-own cigarette tobacco that is not covered in the tobacco master settlement agreement. These costs are now paid from the General Revenue Fund, ALI 110404.