

LSC Greenbook

Analysis of the Enacted Budget

Treasurer of State

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ATTACHMENT:

Budget Spreadsheet By Line Item

Treasurer of State

- The Treasurer's budget includes funding for the Sinking Fund's operations, subsidies, and tax refunds
- Nearly two-thirds of the Treasurer's biennial budget is used for subsidies and tax refunds

OVERVIEW

Agency Overview

The Office of the Treasurer of State (TOS), which was established over 200 years ago, is responsible for protecting, managing, and investing state funds. The Treasurer is a constitutional officer elected to a four-year term. The Treasurer also serves as chairman of the State Board of Deposit (BDP), a member of the Commissioners of the Sinking Fund (CSF), a member of the Petroleum Underground Storage Tank Release Compensation Board (UST), and a member of other boards, commissions, and authorities. Currently, the Office of the Treasurer of State employs approximately 125 employees.

The Treasurer's Office manages banking services for all state agencies, clearing and reconciling transactions, and collects various state taxes, court fees, and fines on behalf of certain state entities. In FY 2014, over \$57 billion in revenues from various state taxes, court fees, and fines were collected by the Treasurer's Office or deposited into the state treasury. Most of these collections are paid electronically through electronic funds transfer (EFT). The Treasurer's Office also handles automated clearinghouse (ACH) and credit card transactions on behalf of state entities.

Furthermore, the Treasurer's Office administers and invests over \$14 billion in assets of the state investment portfolios (Regular Account, Ohio Lottery Deferred Prize Trust Fund, and Star Ohio). The types of financial instruments that the Treasurer's Office may invest in are statutorily defined in the Ohio Revised Code. The Regular Account contains money from the General Revenue Fund (GRF) and other moneys held on behalf of various state agencies. The Treasurer's Office manages the Bid Ohio Program, which competitively auctions off about \$100 million of interim money on a monthly basis, and serves as custodian of more than \$218 billion of moneys in the state treasury and certain moneys that are held, by law, in the custody of the Treasurer's Office, but outside the state treasury. The Treasurer's Office safeguards the funds of the state's five public pension systems. Additionally, the Treasurer is authorized to issue various bonds for specified purposes.

Appropriation Overview

The following table presents the total appropriations by fund group for the Office of the Treasurer of State for the FY 2016-FY 2017 biennium.

Appropriations by Fund Group, FY 2016-FY 2017					
Fund Group	FY 2015*	FY 2016	% change, FY 2015-FY 2016	FY 2017	% change, FY 2016-FY 2017
General Revenue	\$29,068,562	\$32,243,959	10.9%	\$32,243,359	0.0%
Dedicated Purpose	\$4,841,314	\$24,120,057	398.2%	\$7,120,057	-70.5%
Fiduciary	\$39,497,348	\$6,000,000	-84.8%	\$6,000,000	0.0%
TOTAL	\$73,407,223	\$62,364,016	-15.0%	\$45,363,416	-27.3%

*FY 2015 figures represent actual expenditures.

The budget appropriates a total of \$62.4 million for FY 2016. This amount is \$11.0 million, or 15.0%, lower than total FY 2015 actual expenditures. The budget appropriates a total of \$45.4 million for FY 2017. This amount is \$17.0 million, or 27.3%, lower than total appropriations for FY 2016. Of the total appropriations for the biennium, about 60% represents GRF appropriations. The remaining appropriations are drawn from five funds in the Dedicated Purpose Fund Group, and one in the Fiduciary Fund Group.

GRF appropriations for FY 2016 total \$32.2 million, almost exactly the same as the total GRF appropriations for FY 2017. This amount is \$3.2 million, or 10.9%, higher than FY 2015 actual expenditures. Of the GRF appropriations, \$7.7 million in each year is appropriated for line item 090321, Operating Expenses. This amount is the same as the FY 2015 actual spending for that line item. Most of the total GRF appropriation, \$20.5 million, about 64% each fiscal year, is for subsidies that are administered by the Board of Police and Fire Pension Fund. This amount is slightly higher than FY 2015 actual expenditures. The budget includes \$1.1 million each year in a new GRF line item, 090406, Treasury Management System Lease Rental Payments and appropriates \$2.0 million each year in another new GRF line item, 090613, ABLE Account Administration; see descriptions of these line items in the "**Analysis of Enacted Budget**" below for more details. The remaining \$0.9 million each year in GRF funding is split between two appropriation items, each of which is to receive about the same amount as FY 2015 actual expenditures. One of those line items funds the operations of the Commissioners of the Sinking Fund (see the CSF Greenbook), and the other funds continuing education programs for local government officials.

The budget appropriates a total of \$30.1 million in non-GRF funding for the Treasurer's Office for FY 2016. This amount is \$14.2 million, or 32.1%, lower than actual non-GRF expenditures in FY 2015. In FY 2017, the budget provides a total of \$13.1 million in non-GRF appropriations, which is \$17.0 million, or 56.4%, lower than the total non-GRF appropriation in FY 2016.

Non-GRF appropriations come from investment income, transfers, fees, and charges assessed on services provided by the Treasurer. Approximately \$17.0 million of the total non-GRF appropriation in FY 2016 is for a new line item, 090610, OhioMeansJobs Workforce Development Revolving Loan Program. Several elements of this program are being transferred from the Department of Higher Education (formerly known as the Board of Regents) to the Treasurer's Office; details about the program can be found under the "**Analysis of Enacted Budget**" section below. The budget also provides non-GRF funding of \$6.0 million in each of FY 2016 and FY 2017 for tax refunds, which are \$33.5 million, or 84.8%, lower than the actual expenditures for FY 2015. The remaining funding is split between four appropriation line items that fund operation of the Treasurer's Office and educational programs for local government financial officials. The total appropriations for the four line items total \$7.1 million in each of FY 2016 and FY 2017, which is \$2.3 million, or 47.1%, higher than the actual expenditures for those line items in FY 2015.

Public Depositories: Pledging of Security

The budget modifies the Uniform Depository Law related to the pledging of security for the repayment of uninsured public deposits that is required of financial institutions that are designated as public depositories. This provision has no fiscal effect on the Treasurer's Office. Details of the modification can be found in the LSC Bill Analysis for H.B. 64.

Agricultural Linked Deposit Program

The budget temporarily increases, from \$150,000 to \$500,000, the maximum loan amount for agricultural business applicants that maintain land or facilities in the western basin of Ohio.¹ The increase is effective until July 1, 2020. The budget requires loan applicants to certify that the loan (1) will be used exclusively for agricultural purposes on the land or facilities in the western basin and (2) will materially contribute to the businesses' compliance with the provisions of S.B. 1 of the 131st General Assembly that restrict the surface application of manure in certain circumstances.

The budget also changes the interest rate at which a lending institution may lend a linked deposit to any eligible agricultural business to be either: (1) the rate specified in current law (that is, a rate equal to the present borrowing rate applicable to the specific business minus the difference between the market rate and the actual rate at which the CDs were placed, or the market rate and the actual rate at which the investments that constitute the linked deposit were made, as applicable), or (2) a rate not more than 300 basis points below the present borrowing rate applicable to the specific business.

¹ "Western basin" of Ohio, for this purpose, is defined in section 905.326 of the Revised Code to be land located in any of 11 specified watersheds (generally located in northwest Ohio).

The budget increases the period of time for which the lending institution may lend the funds upon placement of the linked deposit from two to five years and eliminates the Treasurer of State's option to renew the period for an additional two years.

Generally speaking, linked deposit programs reduce state revenue from investment earnings, by reducing the interest rate the state receives on state funds deposited in a financial institution. These provisions of the enacted budget do not have a fiscal effect on the state, though, because they do not change the allowable amount of state funds that may be invested in all linked deposit programs, including the Agricultural Linked Deposit Program, from the current limit of 12% of total state funds.

ANALYSIS OF ENACTED BUDGET

Introduction

This section provides an analysis of each appropriation item in TOS's budget. In this analysis, TOS's line items are grouped into six major categories. 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 in the enacted budget affecting the appropriation. If the appropriation is earmarked, the earmarks are listed and described. The six categories used in this analysis are as follows:

1. Treasurer's Office Operations;
2. Office of the Sinking Fund;
3. County Treasurer Education;
4. OhioMeansJobs Loan Program;
5. Police and Fire Subsidies; and
6. Tax Refunds.

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 act.

Categorization of TOS's Appropriation Line Items for Analysis of Enacted Budget		
Fund	ALI and Name	Category
General Revenue Fund		
GRF 090321	Operating Expenses	1: Treasurer's Office Operations
GRF 090401	Office of the Sinking Fund	2: Office of the Sinking Fund
GRF 090402	Continuing Education	3: County Treasurer Education
GRF 090406	Treasury Management System Lease Rental Payments	1: Treasurer's Office Operations
GRF 090524	Police and Fire Disability Pension Fund	5: Police and Fire Subsidies
GRF 090534	Police and Fire Ad Hoc Cost of Living	5: Police and Fire Subsidies
GRF 090554	Police and Fire Survivor Benefits	5: Police and Fire Subsidies
GRF 090575	Police and Fire Death Benefits	5: Police and Fire Subsidies
GRF 090613	ABLE Account Administration	1: Treasurer's Office Operations
Dedicated Purpose Fund Group		
4E90 090603	Securities Lending Income	1: Treasurer's Office Operations
5770 090605	Investment Pool Reimbursement	1: Treasurer's Office Operations
5C50 090602	County Treasurer Education	3: County Treasurer Education
5NH0 090610	OhioMeansJobs Workforce Development Revolving Loan Program	4: OhioMeansJobs Loan Program
6050 090609	Treasurer of State Administrative Fund	1: Treasurer's Office Operations
Fiduciary Fund Group		
4250 090635	Tax Refunds	6: Tax Refunds

Category 1: Treasurer's Office Operations (090321, 090406, 090613, 090603, 090605, and 090609)

This category of line items provides funding for operations of the Treasurer's Office. The budget provides the funding necessary to maintain the Treasurer's Office operations at current levels.

Appropriations for Treasurer's Office Operations				
Fund		ALI and Name	FY 2016	FY 2017
General Revenue Fund				
GRF	090321	Operating Expenses	\$7,743,553	\$7,743,553
GRF	090406	Treasury Management System Lease Rental Payments	\$1,117,400	\$1,116,800
GRF	090613	ABLE Account Administration	\$2,000,000	\$2,000,000
General Revenue Fund Subtotal			\$10,860,953	\$10,860,353
Dedicated Purpose Fund Group				
4E90	090603	Securities Lending Income	\$5,200,000	\$5,200,000
5770	090605	Investment Pool Reimbursement	\$1,050,000	\$1,050,000
6050	090609	Treasurer of State Administrative Fund	\$700,000	\$700,000
Dedicated Purpose Fund Group Subtotal			\$6,950,000	\$6,945,000
Total Funding: Treasurer's Office Operations			\$17,810,953	\$17,810,353

Operating Expenses (090321)

This GRF line item supports activities of the Treasurer's Office and provides funding for payroll, fringe benefits, maintenance, and equipment.

The budget appropriates \$7.7 million in both FY 2016 and FY 2017. This amount is the same as the actual expenditures for FY 2015. The appropriations are sufficient to pay for the Treasurer's Office anticipated payroll expenses in the FY 2016-FY 2017 biennium.

The budget also modifies the annual payment date for the domestic insurance premium tax. The budget requires the Treasurer to issue a final tax bill to each domestic insurance company on or before May 15 of each year. The budget allows the Treasurer to issue the tax bill after May 15 and to grant the taxpayer an extension for paying the amount due, in case of emergency. Under previous law, the Treasurer was required to issue the tax bill within 20 days after receiving the final assessment of taxes from the Department of Insurance, and the Department was required to certify the tax liability of each insurance company to the Treasurer on or before the first Monday of May.

The budget requires domestic insurance companies to pay their insurance premium tax liabilities on or before June 15 of each year, or by the next business day if June 15 is a Saturday, Sunday, or legal holiday. Under previous law, payment was due within 30 days of the date the Treasurer mailed the tax bill. The budget also adjusts the

penalties associated with late payment of the domestic insurance premium tax. Under the budget, the penalty equals \$500 for each month the taxpayer fails to pay all taxes and interest due. The budget allows the Treasurer to assess an additional penalty not exceeding 10% of the taxes and interest due, if the taxpayer fails to demonstrate a good faith effort to pay the taxes and interest on time. Under previous law, the penalty for late payment was 5% of the taxes and interest due if the payment was made within ten days of the due date and escalated to 10% of the taxes and interest due if the payment was more than ten days late. These penalty provisions may create a revenue gain or loss to the GRF, potentially in the millions, with the magnitude depending on taxpayer compliance. However, the insurance tax timing changes would have no revenue effect.

Treasury Management System Lease Rental Payments (090406)

This new GRF line item provides funding for debt service payments. The budget appropriates \$1.1 million in both FY 2016 and FY 2017. The appropriations are sufficient to pay for debt service payments related to the Treasury Management System in the FY 2016-FY 2017 biennium. The budget also includes uncodified language that provides for additional appropriations if needed to pay such debt service.

Section 701.20 of Am. Sub. H.B. 497 of the 130th General Assembly (the capital budget for the FY 2015-FY 2016 biennium) authorized the Treasurer of State to acquire and implement a treasury management system and limited any lease-purchase agreement to finance the system to \$10 million. The system is intended to streamline the Treasurer of State's existing separate cash, custody, investment, and accounting software and administration systems.

ABLE Account Administration (090613)

This new GRF line item provides funding related to the ABLE Account Administration Program for the Treasurer's Office. The budget appropriates \$2.0 million in both FY 2016 and FY 2017. The budget specifies that the new appropriation item must be used for implementing and administering the ABLE Account Administration Program (which was enacted under H.B. 155 of the 131st General Assembly).

Securities Lending Income (090603)

This line item provides funding for the administration of the Securities Lending Program. The Treasurer's Office manages the Securities Lending Program, which generates income by loaning securities on a short-term basis to selected brokerage firms and financial institutions for a fee. Funding for the appropriation comes from earnings generated by the program.

The budget appropriates \$5.2 million each for FY 2016 and FY 2017. This amount is \$1.8 million, or 51.5%, higher than the actual expenditures in FY 2015. Total appropriations for FYs 2016 and 2017 is \$10.4 million, \$3.7 million, or 56.0%, higher than actual spending for FYs 2014 and 2015.

Investment Pool Reimbursement (090605)

This line item pays for administrative services provided by the Treasurer's Office related to the Ohio Subdivision's Fund, which is commonly referred to as STAR Ohio. STAR Ohio is an AAA-rated investment alternative created for eligible governmental subdivisions as defined in section 135.45 of the Revised Code, and is similar in concept to a money market mutual fund. The investment program is co-managed by investment staff of the Treasurer's Office and a private fund manager. Funding for the program is from fees paid by governmental subdivisions that participate in the fund.

STAR Ohio affords the participants a convenient tool for investing in an affordable and diversified pool of high quality short-term assets. Most of the portfolio is invested in U.S. government obligations and U.S. government agency securities. The remainder of the portfolio is invested in fully collateralized certificates of deposit, repurchase agreements, eligible bankers' acceptances, and commercial paper. While the fund is not insured, it is backed by the underlying securities of the portfolio.

As of June 30, 2015, STAR Ohio had about \$3.5 billion in total assets, with 2,479 accounts. The primary users of STAR Ohio are school districts, with 874 accounts totaling approximately 25% of all STAR assets. Other entities that invest in STAR Ohio are cities, counties, townships, villages, libraries, public hospitals, and state custodial funds. STAR Ohio accountholders may also participate in the Treasurer of State's STAR Plus Program. STAR Plus is a bank deposit program for public fund managers.

The budget appropriates \$1.1 million each year of the next biennium, which is \$0.6 million, or 127.0%, higher than actual expenditures for FY 2015. Total appropriations for FYs 2016 and 2017 is \$2.1 million, \$1.2 million, or 132.5%, higher than actual expenditures for FYs 2014 and 2015.

Treasurer of State Administrative Fund (090609)

This line item pays for custodial services provided by the Treasurer's Office. These services include safekeeping, disbursing, and administering custodial moneys and assets such as the retirement systems' funds and various other agency funds. Funding is from fees paid by those entities who receive the services.

The budget appropriates \$0.7 million for FY 2016 and the same amount in FY 2017. This amount is \$85,699, or 10.9%, lower than the actual expenditure for FY 2015. Total appropriations for FYs 2016 and 2017 of \$1.4 million is about \$106,000 (7.0%), lower than actual expenditures for FYs 2014 and 2015.

Category 2: Office of the Sinking Fund (090401)

This line item covers costs incurred by order of or on behalf of the Commissioners of the Sinking Fund relative to the issuance and sale of bonds or other obligations. The GRF is reimbursed from the affected issuance's bond retirement fund.

Appropriations for Office of the Sinking Fund				
Fund	ALI and Name		FY 2016	FY 2017
General Revenue Fund				
GRF	090401	Office of the Sinking Fund	\$502,304	\$502,304
<i>General Revenue Fund Subtotal</i>			\$502,304	\$502,304
Total Funding: Office of The Sinking Fund			\$502,304	\$502,304

Office of the Sinking Fund (090401)

This GRF line item provides funding for payroll, fringe benefits, maintenance, and equipment for the Office of the Commissioners of the Sinking Fund's employees.

The budget appropriates \$0.5 million for FY 2016 and the same amount in FY 2017. This amount is \$55,149, or 12.3%, higher than the actual expenditures for FY 2015. Actual expenditures in FY 2015 were \$447,155. Appropriations for the FY 2016-2017 biennium total \$1.0 million. Actual expenditures for FYs 2014 and 2015 were \$0.8 million. The appropriations for FYs 2016 and 2017 are \$181,166, or 22.0%, higher than actual funding for FYs 2014 and 2015.

Category 3: County Treasurer Education (090402 and 090602)

This category of line items provides funding for county treasurer education. The budget appropriates the necessary amounts to maintain the county treasurer education program at current levels.

Appropriations for County Treasurer Education			
Fund	ALI and Name	FY 2016	FY 2017
General Revenue Fund			
GRF	090402 Continuing Education	\$377,702	\$377,702
General Revenue Fund Subtotal		\$377,702	\$377,702
Dedicated Purpose Fund Group			
5C50	090602 County Treasurer Education	\$170,057	\$170,057
Dedicated Purpose Fund Group Subtotal		\$170,057	\$170,057
Total Funding: County Treasurer Education		\$547,759	\$547,759

Continuing Education (090402)

This GRF line item provides funding for costs associated with registration and enrollment for classes that are organized by the Center for Public Investment Management (CPIM) within the Treasurer's Office. The Center organizes financial education conferences and maintains continuing education requirements for all public funds managers with investing authority throughout the state, as required by the Ohio Revised Code.

The budget appropriates \$377,702 in both FY 2016 and FY 2017. This amount is the same as the actual expenditures for FY 2015. The appropriations for FYs 2016 and 2017 total \$0.8 million. This amount is virtually the same as total actual funding for FYs 2014 and 2015.

County Treasurer Education (090602)

This line item provides funding for CPIM. As required by the Ohio Revised Code, the Treasurer's Office administers a continuing education training program for all public funds managers with investing authority through the Center. This continuing education program ensures that local tax dollars are invested wisely and safely. Funding for the appropriation comes from fees imposed by the Treasurer for these training programs.

The budget appropriates \$170,057 for FY 2016 and the same amount in FY 2017. This amount is slightly higher than the actual expenditures for FY 2015. Actual expenditures for FY 2015 were \$160,776. The appropriations for FYs 2016 and 2017 total \$0.3 million. This amount is about \$22,920 (7.2%) higher than actual funding for FYs 2014 and 2015.

Category 4: OhioMeansJobs Loan Program (090610)

This category provides moneys for the OhioMeansJobs Workforce Development Revolving Loan Program. The budget appropriates \$17.0 million for the program for FY 2016. The budget reappropriates any unexpended and unencumbered amount at the end of FY 2016 for the same purpose in FY 2017.

Appropriation for OhioMeansJobs Loan Program				
Fund	ALI and Name		FY 2016	FY 2017
Dedicated Purpose Fund Group				
5NH0	090610	OhioMeansJobs Workforce Development Revolving Loan Program	\$17,000,000	\$0
Dedicated Purpose Fund Group Subtotal			\$17,000,000	\$0
Total Funding: OhioMeansJobs Loan Program			\$17,000,000	\$0

OhioMeansJobs Workforce Development Revolving Loan Program (090610)

This new line item provides funding for the OhioMeansJobs Workforce Development Revolving Loan Program. The budget transfers the authority to disburse funds to participating institutions under the program from the Department of Higher Education (formerly known as the Board of Regents) to the Treasurer of State. Original funding for the program came from a \$25 million transfer of casino licensing funds from the Economic Development Programs Fund (Fund 5JC0).

The budget amends Section 2 of Am. Sub. S.B. 1 of the 130th General Assembly to require the Treasurer of State to service loans under the program, rather than allowing the Chancellor of Higher Education to designate either the Treasurer or a third party to service such loans. The budget requires the Treasurer, rather than the Chancellor of the Department, to assess interest on a program participant in accordance with current law, and it specifically adds that, for a participant who fails to complete the program, interest is assessed beginning on the date enrollment is terminated. The budget requires the Treasurer, rather than the Chancellor as under current law, to adopt rules that govern disbursing funds to participating institutions and features of the program related to repayment of loans.

The budget reappropriates an amount equal to the unexpended and unencumbered portion of appropriation item 235684, OhioMeansJobs Workforce Development Revolving Loan Program, in the Department of Higher Education's budget, at the end of FY 2015 to the Treasurer of State's appropriation item 090610, OhioMeansJobs Workforce Development Revolving Loan Program, for the same purpose for FY 2016. The budget specifies that Fund 5NH0, appropriation item 090610, be used to provide loans to individuals for workforce training under the program, and earmarks up to \$250,000 in FY 2016 for the Treasurer of State to administer the program.

The budget also reappropriates unexpended and unencumbered appropriation item 090610 at the end of FY 2016 to FY 2017 to the extent funding is available.

The budget specifies that the first loan under the program must go to the Lorain County Community College to operate the Ready Mix Truck Driver Training Program. The budget earmarks \$76,350 of appropriation item 090610 in FY 2016 for this purpose. The budget also earmarks \$76,350 for this purpose in FY 2017 to the extent that reappropriated funds are available in FY 2017.

Category 5: Police and Fire Subsidies (090524, 090534, 090554, and 090575)

These subsidies provide supplemental moneys to specified members of Ohio's retirement systems and to surviving spouses and children of law enforcement officers, firefighters, and corrections officers who die in the line of duty or who die from injuries sustained in the line of duty.

The budget provides subsidies of \$20.5 million each for FY 2016 and FY 2017. This amount is about the same as the actual expenditures for FY 2015. Funding for subsidies decreases each year for certain line items, as the number of members covered by the particular benefit declines.

Appropriations for Police and Fire Subsidies				
Fund	ALI and Name		FY 2016	FY 2017
General Revenue Fund				
GRF	090524	Police and Fire Disability Pension Fund	\$5,000	\$5,000
GRF	090534	Police and Fire Ad Hoc Cost of Living	\$55,000	\$55,000
GRF	090554	Police and Fire Survivor Benefits	\$443,000	\$443,000
GRF	090575	Police and Fire Death Benefits	\$20,000,000	\$20,000,000
General Revenue Fund Subtotal			\$20,503,000	\$20,503,000
Total Funding: Police and Fire Subsidies			\$20,503,000	\$20,503,000

Police and Fire Disability Pension Fund (090524)

This GRF line item subsidizes supplemental retirement benefits to members of the Police and Firemen's Disability and Pension Fund (PFDPF) system who were retired and eligible to receive pension benefits prior to July 1, 1968.

Police and Fire Ad Hoc Cost of Living (090534)

This GRF line item subsidizes a 5% benefit increase for retirees who belonged to the PFDPF system.

Police and Fire Survivor Benefits (090554)

This GRF line item subsidizes payments to all persons who first received survivors' benefits from the PFDPF prior to July 1, 1981. For survivors first receiving benefits after that date, the system will make such payments from its own resources.

Police and Fire Death Benefits (090575)

This GRF line item subsidizes benefits to the surviving spouses and children of law enforcement officers, firefighters, corrections officers, drug agents, and the Bureau of Criminal Identification and Investigation's (BCII) investigators and special agents who die in the line of duty or who die from injuries sustained in the line of duty.

Category 6: Tax Refunds (090635)

This category provides moneys for certain tax refunds to Ohio taxpayers. The budget appropriates \$6.0 million for tax refunds for FY 2016 and FY 2017. This funding is \$33.5 million, or 84.8%, lower than the actual refunds in FY 2015. Actual tax refunds in FY 2015 were \$39.5 million.

Appropriation for Tax Refunds				
Fund	ALI and Name		FY 2016	FY 2017
Fiduciary Fund Group				
4250	090635	Tax Refunds	\$6,000,000	\$6,000,000
<i>Fiduciary Fund Group Subtotal</i>			<i>\$6,000,000</i>	<i>\$6,000,000</i>
Total Funding: Tax Refunds			\$6,000,000	\$6,000,000

Tax Refunds (090635)

This line item is used to pay tax refunds to Ohio taxpayers. Payments of a tax refund of a particular tax are transferred from current receipts of the same tax from which the refund arose. This line item also pays permissive tax distributions that are not refunds. Taxes included are county permissive sales and use, transit authority permissive sales and use, cigarette excise (Cuyahoga County), alcoholic beverage (Cuyahoga County), and liquor gallonage (Cuyahoga County). Uncodified language in the budget bill appropriates additional funding if needed to pay qualified refunds.

TOS.docx/dp

FY 2016 - FY 2017 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			FY 2014	FY 2015	Appropriation FY 2016	FY 2015 to FY 2016 % Change	Appropriation FY 2017	FY 2016 to FY 2017 % Change
Report For Main Operating Appropriations Bill			Version: As Enacted					
TOS Treasurer of State								
GRF	090321	Operating Expenses	\$ 7,743,553	\$ 7,743,553	\$ 7,743,553	0.00%	\$ 7,743,553	0.00%
GRF	090401	Office of the Sinking Fund	\$ 376,287	\$ 447,155	\$ 502,304	12.33%	\$ 502,304	0.00%
GRF	090402	Continuing Education	\$ 377,986	\$ 377,702	\$ 377,702	0.00%	\$ 377,702	0.00%
GRF	090406	Treasury Management System Lease Rental Payments	\$0	\$0	\$ 1,117,400	N/A	\$ 1,116,800	-0.05%
GRF	090524	Police and Fire Disability Pension Fund	\$ 5,180	\$ 4,530	\$ 5,000	10.38%	\$ 5,000	0.00%
GRF	090534	Police and Fire Ad Hoc Cost of Living	\$ 62,593	\$ 54,812	\$ 55,000	0.34%	\$ 55,000	0.00%
GRF	090554	Police and Fire Survivor Benefits	\$ 462,800	\$ 440,810	\$ 443,000	0.50%	\$ 443,000	0.00%
GRF	090575	Police and Fire Death Benefits	\$ 20,000,000	\$ 20,000,000	\$ 20,000,000	0.00%	\$ 20,000,000	0.00%
GRF	090613	ABLE Account Administration	\$0	\$0	\$ 2,000,000	N/A	\$ 2,000,000	0.00%
General Revenue Fund Total			\$ 29,028,399	\$ 29,068,562	\$ 32,243,959	10.92%	\$ 32,243,359	0.00%
4E90	090603	Securities Lending Income	\$ 3,232,311	\$ 3,432,245	\$ 5,200,000	51.50%	\$ 5,200,000	0.00%
5770	090605	Investment Pool Reimbursement	\$ 440,774	\$ 462,594	\$ 1,050,000	126.98%	\$ 1,050,000	0.00%
5C50	090602	County Treasurer Education	\$ 156,418	\$ 160,776	\$ 170,057	5.77%	\$ 170,057	0.00%
5NH0	090610	OhioMeansJobs Workforce Development Revolving Loan Program	\$0	\$0	\$ 17,000,000	N/A	\$ 0	-100.00%
6050	090609	Treasurer of State Administrative Fund	\$ 720,210	\$ 785,699	\$ 700,000	-10.91%	\$ 700,000	0.00%
Dedicated Purpose Fund Group Total			\$ 4,549,713	\$ 4,841,314	\$ 24,120,057	398.21%	\$ 7,120,057	-70.48%
4250	090635	Tax Refunds	\$ 8,356,967	\$ 39,497,348	\$ 6,000,000	-84.81%	\$ 6,000,000	0.00%
Fiduciary Fund Group Total			\$ 8,356,967	\$ 39,497,348	\$ 6,000,000	-84.81%	\$ 6,000,000	0.00%
Treasurer of State Total			\$ 41,935,079	\$ 73,407,223	\$ 62,364,016	-15.04%	\$ 45,363,416	-27.26%