

Redbook

LBO Analysis of Executive Budget Proposal

Ohio Treasurer of State

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Attachments:

Catalog of Budget Line Items (COBLI)

Appropriation Spreadsheet

LBO Redbook

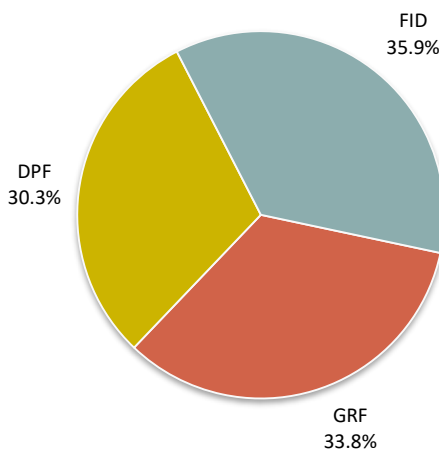
Ohio Treasurer of State

Quick look...

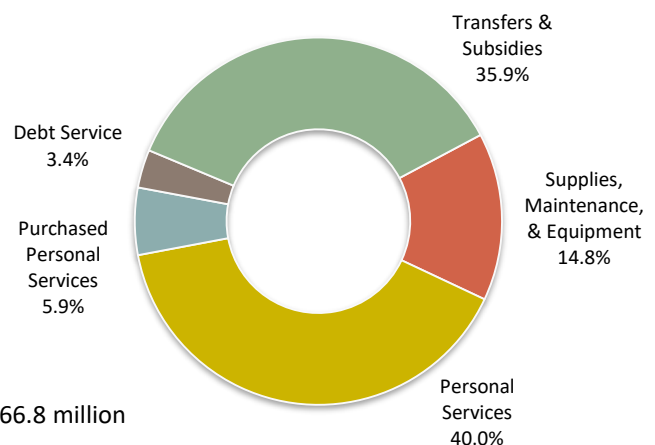
- The Treasurer of State (TOS) oversees the safeguarding and investment performance of moneys held in state accounts.
 - TOS manages banking services for all state agencies and collects taxes, fees, and fines on behalf of state entities.
 - The agency manages over \$281 billion in public assets.
 - Over \$73 billion was deposited in the Ohio treasury in FY 2020.
- TOS is charged with oversight of multiple state/local investment cooperatives, and provides ongoing training for public funds managers and county treasurers. The agency also oversees Ohio's STABLE Program, ResultsOhio, and financial transparency initiatives, and supports operations of the state Board of Deposit (BDP) and Commissioners of the Sinking Fund (CSF).
- Recommended GRF appropriation amounts are just under \$11.3 million in each fiscal year.
 - No increase in the number of employees was anticipated in the executive's budget.

Fund Group	FY 2020 Actual	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
General Revenue (GRF)	\$10,896,130	\$11,272,488	\$11,282,488	\$11,277,488
Dedicated Purpose (DPF)	\$8,972,738	\$15,128,622	\$10,128,622	\$10,128,622
Fiduciary (FID)	\$29,889,877	\$12,000,000	\$12,000,000	\$12,000,000
Total	\$49,758,745	\$38,401,110	\$33,411,110	\$33,406,110
% change	--	-22.8%	-13.0%	-0.0%
GRF % change	--	3.5%	0.1%	-0.0%

**Chart 1: TOS Budget by Fund Group
FY 2022-FY 2023 Biennium**



**Chart 2: TOS Budget by Expense Category
FY 2022-FY 2023 Biennium**



Biennial total: \$66.8 million

Overview

Agency overview

The Treasurer of State (TOS) is a constitutional officer elected to a four-year term. The Treasurer serves as the state's cash manager and chief investment officer; the Treasurer's Office oversees more than \$281 billion in public assets.¹ TOS manages the banking services of all state agencies and is responsible for collecting a wide range of taxes, fees, and fines on behalf of state entities. In addition to overseeing treasury operations, the Treasurer 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), as well as a member of other boards, commissions, and authorities.

TOS offers opportunities to political subdivisions for collaboration through the Ohio Market Access Program (OMAP) and the State Treasury Access Reserve (STAR) Program; the overall goal of these programs is to pool funds, provide less capitalized subdivisions with more investment options, provide strong market-based returns to participants, and reduce aggregate investment risk. The Office of the Treasurer of State manages an investment portfolio of more than \$14.5 billion as of December 2020.² In order to facilitate the proper practices of public investment managers, TOS provides continuing education for its public funds managers through the Center for Public Investment Management (CPIM).

The agency manages various other initiatives designed to strengthen Ohio's businesses and residents. The State Achieving a Better Life Experience (STABLE) Program allows individuals with disabilities access to tax-incentivized savings accounts. TOS's linked deposit programs reduce certain borrowing costs for the state's small businesses, conservation enterprises, and farming communities. In addition, the agency works with financial institutions on bond offerings. In FY 2021, the Office of the Treasurer of State employed 126 full-time equivalent (FTE) workers.³

Appropriation summary

The executive budget for TOS recommends appropriation amounts totaling \$33.4 million in FY 2022 and \$33.4 million in FY 2023. The table and Chart 1 shown in the **"Quick look"** section present the executive recommended appropriations by fund group. As shown in Chart 1, the GRF serves as the source of nearly 34% of total appropriation amounts for the biennium, while Dedicated Purpose Funds (DPFs) are the source of around 30% of appropriations. GRF items fund general TOS operations and other initiatives. The Fiduciary Fund (FID) group provides moneys for tax refunds. Chart 2 in the **"Quick look"** section shows the executive recommended appropriations by object of expense. Personal services (40.0%), transfers and subsidies (35.9%), and supplies, maintenance, and equipment (14.8%) are the categories that contain the largest dollar spending amounts.

¹ As of December 2020. TOS has been responsible for managing state funds for over 200 years.

² Excluding STAR, which consists of investments made by political subdivisions.

³ One full-time employee counts as 1.0 FTE worker, while one part-time employee counts as 0.5 FTE worker.

The executive budget proposal requests just under \$11.3 million in GRF funds for both FY 2022 and FY 2023, essentially flat funding compared to anticipated FY 2021 GRF expenditures. A total of \$8.0 million is dedicated to TOS line item 090321, Operating Expenses, in each year. Proposed funding for the Commissioners of the Sinking Fund, GRF line item 090401, is approximately \$464,000 to recover costs associated with CSF's administration of debt service payments. Continuing education initiatives are provided \$175,000 per year in GRF support. Treasury Management System Lease Rental Payments, GRF line item 090406, is to receive approximately \$1.1 million per year in the upcoming biennium's budget request, to cover payments on a recently acquired IT system. Administration expenses for the "Achieving a Better Life Experience" (ABLE) savings account program are paid through GRF line item 090613; just under \$1.5 million per year is recommended.

Approximately \$10.1 million (30.3%) of the proposed FY 2022-FY 2023 TOS budget is appropriated through various DPFs. Generally, DPFs are agency-funded line items whose revenue is generated through imposing fees and retaining shares of investment income. The largest appropriation in the section is appropriation line item (ALI) 090603, Securities Lending Income, which provides additional operational funding for the agency.

A total of \$12.0 million per year in the executive budget recommendation is to be allocated from the FID group. The only line item under this heading is ALI 090635, Tax Refunds. These moneys fall under the Tax Refund Program, and are allocated to provide a refund pool for Ohio taxpayers, as well as to pay certain permissive taxes which are not refunds. These taxes include some county-specific taxes such as Cuyahoga County's cigarette tax.

New initiatives

As part of H.B. 166 of the 133rd General Assembly, the current biennium's operating budget bill, TOS began leadership of ResultsOhio, the state's initiative to enhance provision of social services within the state. Under the program, TOS engages with private service providers to establish social programs; services in any area of public policy can be candidates for ResultsOhio, though projects in the areas of public health, education, workforce development, and criminal justice are particularly encouraged. In order to qualify for approval, service projects must be approved by TOS and project outcomes must be measurable and scientifically valid. In order to ultimately qualify for funding, projects must meet predetermined performance targets.

The Office of the Treasurer actively participates in the state's COVID-19 response through the Variable Rate Demand Obligation Stabilization Program. The program provides liquidity to large health care systems in Ohio by purchasing debt assets at interest rates below what the end purchasers would pay. As a result, TOS assisted Ohio's hospitals and health care providers in keeping debt service costs at a manageable level when these costs could have increased significantly. In addition, the TOS Public Affairs team led a campaign to increase public awareness and knowledge of COVID-induced support programs aimed at providing financial assistance to Ohio's resident, business, and nonprofit communities.

Analysis of FY 2022-FY 2023 budget proposal

Introduction

This section provides an analysis of the Governor's recommended funding for each ALI included in the TOS and Pension Subsidies (PEN) sections of the main operating budget. All four GRF ALIs in PEN are administered by TOS, are funded by GRF appropriations, and are not part of TOS's budget. These pension subsidies are to be transferred to the Board of the Police and Fire Pension Fund; for the majority of these ALI appropriations, any moneys not disbursed by the board are returned to the GRF.

For organizational purposes, the TOS line items below are grouped into five major categories. To aid the reader in locating each ALI in the analysis, the table below shows the category in which each ALI has been placed, listing the ALIs in order within their respective fund groups and funds. This is the same order the ALIs appear in the TOS section of the budget bill.

In the analysis, each appropriation item's estimated expenditures for FY 2021 and recommended appropriations for FY 2022 and FY 2023 are listed in a table. Following the table, a narrative describes how the appropriation is used and any changes affecting the appropriations that are proposed by the Governor. Items not appropriated in the budget for the upcoming biennium but with anticipated spending in FY 2021 are also shown.

Categorization of TOS Line Items for Analysis of FY 2022-FY 2023 Budget Proposal				
Fund	ALI	ALI Name		Category
General Revenue Fund Group				
GRF	090321	Operating Expenses	1	Operations and Administration
GRF	090401	Office of the Sinking Fund	2	Office of the Sinking Fund
GRF	090402	Continuing Education	3	Treasury Education Operations
GRF	090406	Treasury Management System Lease Rental Payments	1	Operations and Administration
GRF	090613	STABLE Account Administration	4	Achieving a Better Life Experience
Dedicated Purpose Fund Group				
4E90	090603	Securities Lending Income	1	Operations and Administration
4X90	090614	Political Subdivision Obligation	1	Operations and Administration
5770	090605	Investment Pool Reimbursement	1	Operations and Administration
5C50	090602	County Treasurer Education	3	Treasury Education Operations
5NH0	090610	OhioMeansJobs Workforce Development	1	Operations and Administration
6050	090609	Treasurer of State Administrative Fund	1	Operations and Administration
5VZ0	090615	State Pay for Success Contract Fund	1	Operations and Administration
Fiduciary Fund Group				
4250	090635	Tax Refunds	5	Tax Refunds

Category 1: Operations and Administration

This category of appropriation line items supports the operating expenses of the Treasurer's Office, including personal services, supplies, maintenance, and equipment. The Treasurer's Office has submitted their budget request in conformity with the biennium's guidelines set forth by the Office of Budget and Management, and these appropriations allow TOS to continue providing its necessary services to the state.

C1:1: Operating Expenses (ALI 090321)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090321, Operating Expenses	\$8,037,839	\$8,037,839	\$8,037,839
% change	--	0.0%	0.0%

This item supports all activities of the Treasurer's Office and funds payroll and fringe benefits; 100% of the appropriation in each year is for the personal services expense category. The executive recommended funding is \$8.0 million in FY 2022 and \$8.0 million in FY 2023, totals equal to the current FY 2021 estimate.

C1:2: Treasury Management System Lease Rental Payments (ALI 090406)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090406, Treasury Management System Lease Rental Payments	\$1,115,000	\$1,125,000	\$1,120,000
% change	--	0.9%	-0.4%

This GRF line item funds debt service payments related to the Treasury Management System (TMS). The TMS is an integrated computer system utilized by TOS's financial and accounting managers to seamlessly interface with many entities in both the public and private sectors, in the conduct of daily treasury responsibilities. Various TMS interfaces allow TOS staff to manage interdepartmental funds reconciliation, allow for oversight of state deposits among all public depositories, and assist financial managers with investments and reporting. The executive recommended funding is just over \$1.1 million in both FY 2022 and FY 2023, amounts sufficient to pay required debt on the TMS over the next biennium.

C1:3: Securities Lending Income (ALI 090603)

Earmark	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
DPF 4E90 ALI 090603, Securities Lending Income	\$7,843,565	\$7,843,565	\$7,843,565
% change	--	0.0%	0.0%

This line item funds administration of the Securities Lending Program. TOS 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 this appropriation comes from earnings generated by the Securities Lending Program. Slightly over half of the amount recommended for the biennium is for personal services expenses, while the rest is allocated to supplies and equipment to support the program. The executive's budget recommendation for this line item is around \$7.8 million during each year of the upcoming biennium.

C1:4: Treasurer of State Administrative Fund (ALI 090609)

Earmark	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
DPF 6050 ALI 090609, Treasurer of State Administrative Fund	\$700,000	\$700,000	\$700,000
% change	--	0.0%	0.0%

This line item provides funding for custodial services provided by the Treasurer's Office to other state agencies. The appropriation is funded by fees received from those entities. Services include safekeeping and disbursing funds, as well as the administration of moneys and assets such as the retirement systems' funds. The executive's budget allocates \$700,000 for each year of the biennium, the same amounts as anticipated FY 2021 funding.

C1:5: Investment Pool Reimbursement (ALI 090605)

Earmark	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
DPF 5770 ALI 090605, Investment Pool Reimbursement	\$1,050,000	\$1,050,000	\$1,050,000
% change	--	0.0%	0.0%

This line item provides funding for administrative services provided by the Treasurer's Office with regards to the Ohio Subdivisions Fund, commonly referred to as STAR Ohio. The State Treasury Asset Reserve of Ohio (STAR) is an investment fund that allows government subdivisions to invest funds in a public investment pool in order to receive a higher return on their invested funds, similar in concept to a money market fund. The program is managed by TOS private fund managers and staff. Funding for the program is derived from fees paid by fund participants.

STAR Ohio provides participants a tool for investing in an array of affordable, diversified, and safe short-term assets. The portfolio is composed of assets such as U.S. government obligations, U.S. government securities, commercial paper, collateralized certificates of deposit, and other secure investment vehicles. As of the end of FY 2020, STAR Ohio held approximately \$14.5 billion in assets distributed among ten different asset instruments. STAR returned almost \$217 million in investment earnings to participating government subdivisions in FY 2020. Over 2,700 accounts invest with STAR, including those of school districts, cities, counties, townships, villages, libraries, public hospitals, and state custodial funds. The executive recommendation

provides \$1.05 million each for FY 2022 and FY 2023, on par with the agency's anticipated FY 2021 spending.

C1:6: OhioMeansJobs Workforce Development (ALI 090610)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
DPF 5NH0 ALI 090610, OhioMeansJobs Workforce Development	\$250,000	\$250,000	\$250,000
% change	--	0.0%	0.0%

This line item provides funding for the OhioMeansJobs Workforce Development Revolving Loan Program. TOS is no longer accepting loan applications under the program, however, funding is provided in the upcoming biennium for TOS personnel to service outstanding loans.

The executive budget allots TOS up to \$250,000 per year for this program. Uncodified language in H.B. 110 reappropriates unexpended and unencumbered amounts remaining at the end of FY 2022 in FY 2023. Uncodified language also requires the Treasurer to determine, during the second half of FY 2023, whether amounts available in Fund 5NH0, together with expected receipts from loan repayments, will be sufficient to support the FY 2023 appropriation. If it is determined that they will not be, then the Treasurer is explicitly authorized to submit a Controlling Board request that up to \$325,000 be transferred from the Controlling Board Emergency Purposes/Contingencies Fund to Fund 5NH0.

C1:7: Political Subdivision Obligation (ALI 090614)

Earmark	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
DPF 4X90 ALI 090614, Political Subdivision Obligation	\$45,000	\$45,000	\$45,000
% change	--	0.0%	0.0%

This line item provides for expenses incurred by TOS to maintain the Ohio Market Access Program (OMAP). OMAP is a credit enhancement program offered through TOS that is designed to lower borrowing costs on short-term notes issued by Ohio schools, cities, and local governments by insuring the debt in cases of default. Over \$185 million in debt notes associated with OMAP were issued in FY 2020.

The revenue stream for this line item comes from a fee imposed on program participants. The executive budget appropriates \$45,000 per year in the upcoming biennium, spending on par with anticipated FY 2021 expenses.

C1:8: State Pay for Success Contract Fund (ALI 090615)

Earmark	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
DPF 5VZ0 ALI 090615, State Pay for Success Contract Fund	\$5,000,000	\$0	\$0
% change	--	-100.0%	0.0%

TOS administers the state's Pay for Success Contract Program. The purpose of the program is to provide incentive for businesses and nonprofits to test new social welfare-increasing ideas and provide services which align with the state's goal of increasing the public well-being. The State Pay for Success Contract Fund is provided for through line items in other state agency budgets. The Federal Pay for Success Contract Fund and the Local Government Pay for Success Contract Fund are administered by TOS, and are used to fund contracts sponsored by federal agencies or Ohio's political subdivisions. Uncodified language in section 701.10 of H.B. 110 requires TOS, in consultation with the Department of Higher Education, to initiate a contract with a service intermediary chosen by the Department to improve Ohio National Guard Scholarship utilization and postsecondary outcomes for scholarship recipients.

No appropriation was requested by the Governor for this program in FY 2022 or FY 2023. The current level of administration is provided for under TOS's other appropriations.

Category 2: Office of the Sinking Fund

This category provides for any expenses incurred by order of the Commissioners of the Sinking Fund. The Board of Commissioners of the Sinking Fund is responsible for oversight of the state's general obligation debt and debt service payments. This expenditure category provides funding for the Board's operations, and covers costs associated with Board operations.

C2:1: Office of the Sinking Fund (ALI 090401)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090401, Office of the Sinking Fund	\$463,662	\$463,662	\$463,662
% change	--	0.0%	0.0%

This item funds payroll, fringe benefits, maintenance, and equipment expenses for the Office of the Commissioners of the Sinking Fund; in the agency's budget request, approximately 88% of the total was funding the personal services expense category. The recommended funding for FY 2022 represents no increase from anticipated FY 2021 expenses.

Category 3: Treasury Education Operations

This category of line items funds the Center for Public Investment Management (CPIM), which provides continuing education to public finance professionals throughout the state. The budget recommendation for each upcoming year is equal to anticipated FY 2021 expenses for

this funding category, and provides the funding necessary to maintain the current levels of continuing education.

C3:1: Continuing Education (ALI 090402)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090402, Continuing Education	\$175,000	\$175,000	\$175,000
% change	--	0.0%	0.0%

This GRF line item funds the personal services needed for classes organized by CPIM. The Center provides financial education conferences and maintains continuing education requirements for all public funds managers with investing authority throughout the state. Training is provided in the areas of finance, investments, cash management, ethics, and other topics. The executive budget submission appropriates \$175,000 in both FY 2022 and FY 2023.

C3:2: County Treasurer Education (ALI 090602)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
DPF 5C50, ALI 090602, County Treasurer Education	\$240,057	\$240,057	\$240,057
% change	--	0.0%	0.0%

This line item provides funding for ongoing costs associated with CPIM, including personnel, supplies and maintenance, and equipment. The Center administers a continuing education training program for county treasurers throughout the state. CPIM's objective is to ensure public tax dollars are invested wisely and safely and to assure that county treasurers are equipped with a proper skill set to do so.

Funding for this appropriation comes from fees paid by participants of the training program. The executive recommends \$240,057 each for FY 2022 and FY 2023. No noteworthy reallocations among expenditure categories are budgeted.

Category 4: Achieving a Better Life Experience

This category of line item primarily funds the STABLE Program. This program was established by H.B. 155 of the 131st General Assembly, and offers federally tax-advantaged savings accounts used to pay for a person's qualified disability expenses. As of January 2021, there were STABLE administered accounts for 20,853 active members, a nearly 97% increase over the total number of active members in March 2019. The budget recommendation provides the funding necessary to maintain the current levels of service under the program.

C4:1: STABLE Account Administration (ALI 090613)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090613, STABLE Account Administration	\$1,480,987	\$1,480,987	\$1,480,987
% change	--	0.0%	0.0%

This GRF line item funds the administration costs of the STABLE Program within the Treasurer's Office. About half of the amount recommended for the biennium is for the personal services category of expense, a ratio unchanged from the estimated expense category ratio for FY 2021. The executive recommends approximately \$1.5 million each for FY 2022 and FY 2023. The FY 2022 appropriation is equal to projected FY 2021 spending.

Category 5: Tax Refunds

This spending category provides liquid moneys for certain tax refunds to Ohio taxpayers, as well as to pay certain permissive tax distributions that are not refunds. Taxes included are the county permissive sales and use, transit authority permissive sales and use, cigarette excise (Cuyahoga County), alcoholic beverage (Cuyahoga County), and liquor gallonage (Cuyahoga County).

C5:1: Tax Refunds (ALI 090635)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
FID 4250 ALI 090635, Tax Refunds	\$12,000,000	\$12,000,000	\$12,000,000
% change	--	0.0%	0.0%

This line item funds tax refunds. The executive recommendation provides \$12.0 million per year for FY 2022 and FY 2023, however, amounts required to be paid each year are difficult to predict. During FY 2020, \$29.9 million in refunds were disbursed under this line item. Uncodified language in the budget bill appropriates additional funding to pay qualified refunds, if required.

Pension subsidy programs

The following GRF line items are administered by TOS, but are not part of the TOS budget. They are found in a separate section of the budget bill, Pension Subsidies. The program provides subsidies to be transferred to the Board of the Police and Fire Pension Fund. These subsidies provide supplemental moneys to specified members of Ohio's retirement systems, as well as surviving spouses and children of first responders who die in the line of duty or who die from injuries sustained in the line of duty.

Police and Fire Disability Pension Fund (ALI 090524)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090524, Police and Fire Disability Pension Fund	\$1,056	\$1,000	\$1,000
% change	--	-5.3%	0.0%

This GRF line item provides funds for 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 (ALI 090534)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090534, Police and Fire Ad Hoc Cost of Living	\$22,320	\$22,000	\$22,000
% change	--	-1.4%	0.0%

This GRF line item subsidizes a 5% benefit increase for retirees who belonged to the PFDPF system and were receiving an age and service or disability pension prior to January 1, 1974.

Police and Fire Survivor Benefits (ALI 090554)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090554, Police and Fire Survivor Benefits	\$202,300	\$201,000	\$201,000
% change	--	-0.6%	0.0%

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

Police and Fire Death Benefits (ALI 090575)

Fund/ALI	FY 2021 Estimate	FY 2022 Introduced	FY 2023 Introduced
GRF ALI 090575, Police and Fire Death Benefits	\$34,750,000	\$35,000,000	\$35,250,000
% change	--	0.7%	0.7%

This GRF line item subsidizes death benefits to the surviving spouses and children of first responders, drug agents, Bureau of Criminal Investigation (BCI)⁴ investigators and special agents,

⁴ Section 742.63 of the Revised Code, which governs eligibility for these benefits, refers to the Bureau of Criminal Identification and Investigation.

gaming agents employed by the Casino Control Commission (CAC), and tax investigators employed by the Department of Taxation (TAX) who die in the line of duty or who die from injuries sustained in the line of duty.⁵

Am. Sub. S.B. 296 of the 132nd General Assembly enhanced the benefits paid by way of this line item, thereby increasing the funding requirements. The benefit enhancements included increasing the “transitional benefit” paid by the pension fund, extending the period of time for which the initial death benefit is paid, and eliminating a requirement that the death benefit amount be reduced by any survivor benefits or annuity payable by the officer’s retirement system. The bill also permitted death benefit fund recipients, i.e., survivors, to elect to participate in medical, dental, or vision benefit plans provided to state employees.

TOS/lb

⁵ S.B. 11 of the 131st General Assembly expanded the eligibility for benefits to eligible survivors of gaming agents employed by CAC and TAX investigators.

Treasurer of State

General Revenue Fund

GRF 090321 Operating Expenses

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$7,751,021	\$8,279,120	\$7,787,579	\$8,037,839	\$8,037,839	\$8,037,839
% change	6.8%	-5.9%	3.2%	0.0%	0.0%

Source: General Revenue Fund

Legal Basis: ORC 113.06; Section 413.10 of H.B. 166 of the 133rd G.A.

Purpose: This line item provides funds for payroll, fringe benefits, maintenance, and equipment for the Treasurer of State.

GRF 090401 Office of the Sinking Fund

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$474,851	\$434,054	\$459,527	\$463,662	\$463,662	\$463,662
% change	-8.6%	5.9%	0.9%	0.0%	0.0%

Source: General Revenue Fund

Legal Basis: ORC 129.06; Sections 413.10 and 413.20 of H.B. 166 of the 133rd G.A.

Purpose: This line item covers all costs incurred by or on behalf of the Commissioners of the Sinking Fund, the Ohio Public Facilities Commission, or the Treasurer of State with respect to State of Ohio general obligation bonds, special obligation bonds, or notes and costs related to the issuance and ongoing administration of those bonds and notes. The General Revenue Fund is reimbursed from the Highway Capital Improvement Bond Retirement Fund for financing costs incurred involving Highway Capital Improvement obligations.

GRF 090402 Continuing Education

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$174,594	\$175,406	\$166,641	\$175,000	\$175,000	\$175,000
% change	0.5%	-5.0%	5.0%	0.0%	0.0%

Source: General Revenue Fund

Legal Basis: Section 413.10 of H.B. 166 of the 133rd G.A. (originally established by H.B. 117 of the 121st G.A.)

Purpose: This line item pays for costs associated with the registration and enrollment into classes for continuing education by public portfolio managers.

Treasurer of State

GRF 090406 Treasury Management System Lease Rental Payments

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$1,113,875	\$1,114,381	\$1,110,865	\$1,115,000	\$1,125,000	\$1,120,000
% change	0.0%	-0.3%	0.4%	0.9%	-0.4%

Source: General Revenue Fund

Legal Basis: Sections 413.10 and 413.30 of H.B. 166 of the 133rd G.A.

Purpose: This line item is used to make lease rental payments related to the acquisition, application, installation, and implementation of the Treasury Management System.

GRF 090613 STABLE Account Administration

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$1,366,212	\$1,623,952	\$1,371,518	\$1,480,987	\$1,480,987	\$1,480,987
% change	18.9%	-15.5%	8.0%	0.0%	0.0%

Source: General Revenue Fund

Legal Basis: ORC 113.55; Sections 413.10 and 413.20 of H.B. 166 of the 133rd G.A.

Purpose: This line item is used to pay for initial costs associated with the implementation and administration of an Achieve a Better Living Experience (ABLE) account program. The program, which was created under H.B. 155 of the 131st G.A., offers federally tax-advantaged savings accounts used to pay for a person's qualified disability expenses.

Dedicated Purpose Fund Group

4E90 090603 Securities Lending Income

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$5,186,752	\$4,545,542	\$6,874,613	\$7,843,565	\$7,843,565	\$7,843,565
% change	-12.4%	51.2%	14.1%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Net income generated from the securities lending program, not to exceed a rate of one quarter of one percent of the total average daily par value of assets in the securities lending program (all other such income is credited to the GRF)

Legal Basis: ORC 135.47; Section 413.10 of H.B. 166 of the 133rd G.A.

Purpose: This line item is used to help fund the operations of the office of the Treasurer of State.

Treasurer of State

4X90 090614 Political Subdivision Obligation

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$0	\$0	\$23,621	\$45,000	\$45,000	\$45,000
% change	N/A	N/A	90.5%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: A fee imposed by TOS as consideration for an agreement to purchase obligations for a political subdivision

Legal Basis: ORC 135.143; Section 413.10 of H.B. 166 of the 133rd G.A. (originally established by Sub. H.B. 225 of the 129th G.A.)

Purpose: This line item provides for expenses incurred by TOS to maintain the Ohio Market Access Program (OMAP). OMAP is a credit enhancement program offered through TOS that is designed to lower borrowing costs on short-term notes issued by Ohio schools, cities, and local governments.

5770 090605 Investment Pool Reimbursement

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$1,165,951	\$906,414	\$783,408	\$1,050,000	\$1,050,000	\$1,050,000
% change	-22.3%	-13.6%	34.0%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: An investment pool administration fee paid by local governments who wish to participate in the program

Legal Basis: ORC 135.45; Section 413.10 of H.B. 166 of the 133rd G.A.

Purpose: This line item funds the administrative costs incurred by the Treasurer of State for managing the local governments' investment pool, STAR Ohio, which consists of local subdivisions' deposits of interim moneys. These moneys are then invested. The money invested and the interest earned are returned to the local subdivisions when needed. The Treasurer is reimbursed for administrative expenses, which are initially paid out of the investment earnings.

Treasurer of State

5C50 090602 County Treasurer Education

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$320,075	\$175,997	\$129,496	\$240,057	\$240,057	\$240,057
% change	-45.0%	-26.4%	85.4%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Fees imposed by the Treasurer of State and the Auditor of State for education and training programs for county treasurers

Legal Basis: ORC 135.22; Section 413.10 of H.B. 166 of the 133rd G.A. (originally established by S.B. 81 of the 121st G.A.)

Purpose: Moneys from this line item are used for the expenses associated with conducting education programs for county treasurers. These programs are to enhance the background and working knowledge of county treasurers in the areas of governmental accounting, investments, portfolio reporting and compliance, and cash and portfolio management.

5NH0 090610 OhioMeansJobs Workforce Development

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$2,006,414	\$2,886,636	\$726,143	\$250,000	\$250,000	\$250,000
% change	43.9%	-74.8%	-65.6%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Primarily principal repayments on loans disbursed by the program, plus various other fees associated with the program, in addition to interest earnings on deposited funds

Legal Basis: ORC 6301.14; Sections 413.10 and 413.40 of H.B. 166 of the 133rd G.A.

Purpose: Moneys from this line item were used to provide loans for workforce training programs by the Treasurer of State's Office (TOS) under the OhioMeansJobs Workforce Development Revolving Loan Program. TOS is permitted to use up to \$250,000 each year for administrative expenses. A separate appropriation from Fund 5NH0, line item 235684 in the Department of Higher Education budget, allows that Department to use moneys in this fund for administrative costs associated with the program.

Treasurer of State

5VZ0 090615 State Pay for Success Contract Fund

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$0	\$0	\$0	\$5,000,000	\$0	\$0
% change	N/A	N/A	N/A	-100%	N/A

Source: Dedicated Purpose Fund Group: Initially funded by a FY 2021 \$5 million transfer from the GRF; ongoing funding to come from moneys received from other state entities for the purpose of making payments to service intermediaries for successful pay for success contracts. Interest accruing to the fund's balance is also credited to the fund

Legal Basis: ORC 113.62; Sections 413.10 and 413.50 of H.B. 166 of the 133rd G.A.

Purpose: Moneys in this line item are used for the purpose of implementing and administering a pay for success contracting program within the state, and to pay service intermediaries for successfully completed contracts. H.B. 166 earmarked up to \$5 million during FY 2021 for a pay for success contracting program to focus on either enhanced workforce training for prison populations or recidivism rate reduction using the ZeroBack program.

6050 090609 Treasurer of State Administrative Fund

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$286,049	\$409,369	\$435,457	\$700,000	\$700,000	\$700,000
% change	43.1%	6.4%	60.8%	0.0%	0.0%

Source: Dedicated Purpose Fund Group: Fees charged to the entities which receive custodial services from the Treasurer's Office; fees collected by the Treasurer of State related to the Ohio Pooled Collateral Program

Legal Basis: ORC 113.20; Section 413.10 of H.B. 166 of the 133rd G.A. (originally established by H.B. 201 of the 116th G.A.)

Purpose: 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. The line item also pays for administrative costs associated with the Ohio Pooled Collateral Program.

Treasurer of State

Fiduciary Fund Group

4250 090635 Tax Refunds

FY 2018 Actual	FY 2019 Actual	FY 2020 Actual	FY 2021 OBM Estimate	FY 2022 Introduced	FY 2023 Introduced
\$46,226,433	\$43,871,479	\$29,889,877	\$12,000,000	\$12,000,000	\$12,000,000
% change	-5.1%	-31.9%	-59.9%	0.0%	0.0%

Source: Fiduciary Fund Group: Transfers of current receipts of the tax or fee for which a refund arose

Legal Basis: ORC 5703.052; Sections 413.10 and 413.20 of H.B. 166 of the 133rd G.A. (originally established by H.B. 705 of the 106th G.A.)

Purpose: Moneys from this line item are used to pay various types of Domestic and Foreign insurance tax refunds for overpayments, amendments, historical credits, job creation credits, etc. Uncodified law increases the amount appropriated if needed to pay refunds.

FY 2022 - FY 2023 Appropriations - As Introduced

All Fund Groups

Line Item Detail by Agency			FY 2020	OBM Estimate FY 2021	Introduced FY 2022	FY 2021 to FY 2022 % Change	Introduced FY 2023	FY 2022 to FY 2023 % Change
Report For: Main Operating Appropriations Bill			Version: As Introduced					
TOS Treasurer of State								
GRF	090321	Operating Expenses	\$ 7,787,579	\$ 8,037,839	\$ 8,037,839	0.00%	\$ 8,037,839	0.00%
GRF	090401	Office of the Sinking Fund	\$ 459,527	\$ 463,662	\$ 463,662	0.00%	\$ 463,662	0.00%
GRF	090402	Continuing Education	\$ 166,641	\$ 175,000	\$ 175,000	0.00%	\$ 175,000	0.00%
GRF	090406	Treasury Management System Lease Rental Payments	\$ 1,110,865	\$ 1,115,000	\$ 1,125,000	0.90%	\$ 1,120,000	-0.44%
GRF	090613	STABLE Account Administration	\$ 1,371,518	\$ 1,480,987	\$ 1,480,987	0.00%	\$ 1,480,987	0.00%
General Revenue Fund Total			\$ 10,896,130	\$ 11,272,488	\$ 11,282,488	0.09%	\$ 11,277,488	-0.04%
4E90	090603	Securities Lending Income	\$ 6,874,613	\$ 7,843,565	\$ 7,843,565	0.00%	\$ 7,843,565	0.00%
4X90	090614	Political Subdivision Obligation	\$ 23,621	\$ 45,000	\$ 45,000	0.00%	\$ 45,000	0.00%
5770	090605	Investment Pool Reimbursement	\$ 783,408	\$ 1,050,000	\$ 1,050,000	0.00%	\$ 1,050,000	0.00%
5C50	090602	County Treasurer Education	\$ 129,496	\$ 240,057	\$ 240,057	0.00%	\$ 240,057	0.00%
5NH0	090610	OhioMeansJobs Workforce Development	\$ 726,143	\$ 250,000	\$ 250,000	0.00%	\$ 250,000	0.00%
5VZ0	090615	State Pay for Success Contract Fund	\$ 0	\$ 5,000,000	\$ 0	N/A	\$ 0	N/A
6050	090609	Treasurer of State Administrative Fund	\$ 435,457	\$ 700,000	\$ 700,000	0.00%	\$ 700,000	0.00%
Dedicated Purpose Fund Group Total			\$ 8,972,738	\$ 15,128,622	\$ 10,128,622	-33.05%	\$ 10,128,622	0.00%
4250	090635	Tax Refunds	\$ 29,889,877	\$ 12,000,000	\$ 12,000,000	0.00%	\$ 12,000,000	0.00%
Fiduciary Fund Group Total			\$ 29,889,877	\$ 12,000,000	\$ 12,000,000	0.00%	\$ 12,000,000	0.00%
Treasurer of State Total			\$ 49,758,745	\$ 38,401,110	\$ 33,411,110	-12.99%	\$ 33,406,110	-0.01%