

## General Revenue Fund

### GRF 110-321 Operating Expenses

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$85,885,059	\$86,188,942	\$83,676,665	\$84,416,330	<b>\$91,439,754</b>	<b>\$91,439,754</b>
	0.4%	-2.9%	0.9%	<b>8.3%</b>	<b>0.0%</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. Line item 110-321 replaced 110-100, 110-200, and 110-300 in the FY 2000-2001 biennium.

### GRF 110-412 Child Support Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$122,993	\$78,521	\$59,247	\$66,334	<b>\$71,988</b>	<b>\$71,988</b>
	-36.2%	-24.5%	12.0%	<b>8.5%</b>	<b>0.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 5101.321 (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. It also includes personal services in answering taxpayer inquiries and postage costs in mailing notices to taxpayers. If such a person is owed a refund, it can then be turned over to the Ohio Department of Job and Family Services to be used for child support.

### GRF 110-506 Utility Bill Credits

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$125	\$0	\$0	\$0	<b>\$0</b>	<b>\$0</b>
	-100.0%				

**Source:** General Revenue Fund

**Legal Basis:** Discontinued line item (originally established by H.B. 657 of the 113th G.A., effective September 24, 1979)

**Purpose:** This appropriation was used to pay a credit against residential energy bills for qualified customers during the months of December through April. The credit is available to heads of households (or spouses) age 65 or older and to totally and permanently disabled individuals. The recipient's annual household income may not exceed \$9,000. (Since FY 2000 this amount has been adjusted for inflation based on the GDP deflator.)

Am. Sub. S.B. 3 of the 123rd G.A. moved this program to the Department of Development beginning July 1, 2000. This program is now funded through line item 195-505, Utility Bill Credits, in the Department of Development's budget.

**Taxation, Department of**

**GRF 110-901 Property Tax Allocation - TAX**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$351,001,027	\$451,575,366	\$444,982,717	\$474,166,507	<b>\$430,102,680</b>	<b>\$409,946,241</b>
	28.7%	-1.5%	6.6%	<b>-9.3%</b>	<b>-4.7%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 319.301 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 200-901 in the Department of Education.

Am. Sub. H.B. 66 of the 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 is 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 that 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-occupied residential real property gets an additional 2.5% reduction.

The homestead exemption is a partial exemption from real property taxation that is provided to elderly homeowners, or to the permanently and totally disabled.

**GRF 110-906 Tangible Tax Exemption - TAX**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$27,842,883	\$27,992,910	\$25,214,074	\$22,412,510	<b>\$18,355,923</b>	<b>\$13,766,942</b>
	0.5%	-9.9%	-11.1%	<b>-18.1%</b>	<b>-25.0%</b>

**Source:** General Revenue Fund

**Legal Basis:** ORC 5709.01

**Purpose:** This line item reimburses local governments other than school districts for losses incurred due to the creation of the \$10,000 tangible property tax exemption (the "small business" exemption) for both incorporated and unincorporated businesses. The \$10,000 exemption applies to the assessed value of the property, not the market value, so it is equivalent to an exemption of \$40,000 of market value. Since most businesses have more than \$10,000 of tangible assessed value, year-to-year changes in the amount of the exemption are mostly due to changes in the number of businesses receiving it.

Am. Sub. H.B. 95 of the 125th G.A. began to phase out the state's reimbursements of the cost of this exemption over a 10-year period beginning in FY 2004. Am. Sub. H.B. 66 of the 126th G.A. accelerated this phase-out; the reimbursement will be completely eliminated by FY 2009 instead of by FY 2012.

## General Services Fund Group

### **225 110-626 Enforcement and Forfeiture Collection**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	---	\$25,684	\$0	<b>\$0</b>	<b>\$0</b>
			-100.0%		

**Source:** General Services Fund Group: Revenues from awards granted through the court systems as part of forfeitures related to tax fraud cases.

**Legal Basis:** As needed line item - ORC 2925.44. The fund requires Controlling Board approval and appropriation authority.

**Purpose:** All moneys in the fund are used by the Department of Taxation to enforce tax laws.

### **228 110-628 Tax Reform System Implementation**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	---	---	---	<b>\$7,000,000</b>	<b>\$7,000,000</b>
					<b>0.0%</b>

**Source:** General Services Fund Group: Residual cash balances determined and certified by the Tax Commissioner to the Director of Budget and Management transferred on July 1, 2005, or as soon as possible thereafter.

**Legal Basis:** Section 212.09 of H.B. 66 of the 126th General Assembly.

**Purpose:** This line item provides funding for an integrated tax system that will accommodate the needs of tax reform and allow for improved customer service, processing efficiency, compliance, enforcement, and reporting.

### **433 110-602 Tape File Account**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$96,736	\$98,050	\$76,612	\$69,302	<b>\$96,165</b>	<b>\$96,165</b>
	1.4%	-21.9%	-9.5%	<b>38.8%</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.

## Taxation, Department of

### 5BW 110-630 Tax Amnesty Promotion and Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	---	---	---	<b>\$2,000,000</b>	<b>\$0</b>
					<b>-100.0%</b>

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

**Legal Basis:** Sections 212.09, 312.10, and 553.01 of the H.B. 66 of the 126 G. A.

**Purpose:** All moneys in the funds are used for promotion and administration of the 2006 tax amnesty program

### 5W4 110-625 Centralized Tax Filing and Payment

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	---	\$143,244	\$1,233,320	<b>\$2,500,000</b>	<b>\$2,000,000</b>
			761.0%	<b>102.7%</b>	<b>-20.0%</b>

**Source:** General Services Fund Group: GRF transfer of \$4.5 million in the FY 2006-2007 biennium.

**Legal Basis:** Section 101 of Am. Sub. H.B. 66 of the 126th G.A.

**Purpose:** These moneys will be used to finance modifications to the Ohio Business Gateway electronic tax filing and payment system.

### 5W7 110-627 Exempt Facility Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	---	---	---	<b>\$36,000</b>	<b>\$36,000</b>
					<b>0.0%</b>

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

**Legal Basis:** ORC 5709.212

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

## Federal Special Revenue Fund Group

### **3J6 110-601 Motor Fuel Compliance**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$36,570	\$15,703	\$12,792	\$18,715	<b>\$25,000</b>	<b>\$25,000</b>
	-57.1%	-18.5%	46.3%	<b>33.6%</b>	<b>0.0%</b>

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

**Legal Basis:** Section 101 of Am. Sub. H.B. 66 of the 126th G.A. (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.

### **3J7 110-603 International Fuel Tax Agreement**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$70,675	\$0	\$0	\$0	<b>\$0</b>	<b>\$0</b>
	-100.0%				

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

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

**Purpose:** All states have been mandated by the federal government (Public Law 102-240, December 18, 1991) to join the International Fuel Tax Agreement (IFTA) or lose the right to collect and levy a motor fuel use tax. IFTA is a base state agreement whereby trucking companies register for fuel use tax in their home state and file one tax return in their home state instead of registering and filing in each state in which they operate. The base state then makes payments to other jurisdictions that are owed some of the fuel tax, and also collects tax it is owed from other jurisdictions.

Am. H.B. 515 of the 120th G.A. permitted Ohio to enter IFTA. Ohio became part of IFTA in FY 1995.

Federal Special Revenue Fund 3J7, International Fuel Tax Agreement, and 3J6, Motor Fuel Compliance, are funded through the same federal grant.

**State Special Revenue Fund Group**

**435 110-607 Local Tax Administration**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$19,521,060	\$15,954,816	\$12,851,358	\$13,801,402	<b>\$15,880,987</b>	<b>\$16,394,879</b>
	-18.3%	-19.5%	7.4%	<b>15.1%</b>	<b>3.2%</b>

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

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

**Purpose:** The moneys help defray the costs of collecting and administering the county, additional county, and regional transit authority sales and use taxes. In the absence of rate changes, revenue for this line item grows at the rate of taxable sales.

**436 110-608 Motor Vehicle Audit**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$1,118,269	\$950,100	\$1,222,630	\$1,224,147	<b>\$1,350,000</b>	<b>\$1,350,000</b>
	-15.0%	28.7%	0.1%	<b>10.3%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: \$0.25 charge levied against every motor vehicle transaction (technically against every 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 the proper tax liability is paid. Revenues to this fund are at least roughly correlated with unit sales of automobiles, rising and falling with sales. Expenditures move loosely with revenues, although the use of accumulated balances can make revenues and spending vary in any given year.

**Taxation, Department of**

**437 110-606 Litter Tax and Natural Resource Tax Administration**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$546,590	\$414,603	\$551,146	\$422,835	<b>\$625,232</b>	<b>\$625,232</b>
	-24.1%	32.9%	-23.3%	<b>47.9%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Litter Tax, a special tax in addition to the regular corporate franchise tax; Natural Resources Tax of up to 2.5% of the total amount contributed under the "natural resources areas" and "preserves and endangered wildlife" check-offs on the personal income tax return

**Legal Basis:** ORC 5747.11.3; Section 101 of Am. Sub. H.B. 66 of the 126th G.A. (originally established by Am. Sub. H.B. 361 of the 113th G.A.)

**Purpose:** Funds from this line item cover the costs of collecting and administering the "Litter Tax" on corporations in addition to the regular corporate franchise tax. The Litter Tax is composed of two tiers, the first of which applies to all non-financial corporate taxpayers, and the second of which applies only to corporations that make or sell "litter stream" products. The tax was first imposed by Am. Sub. H.B. 361 of the 113th G.A., which established a comprehensive statewide litter control program and created this line item to receive some of the revenues from this tax.

Am. Sub. H.B. 66 of the 126th G.A. authorizes some corporate franchise tax revenues to be deposited into the Litter Control Tax Administration Fund (Fund 437).

## Taxation, Department of

### 438 110-609 School District Income Tax

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$2,221,394	\$1,798,506	\$2,389,992	\$2,598,340	<b>\$2,599,999</b>	<b>\$2,599,999</b>
	-19.0%	32.9%	8.7%	<b>0.1%</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:** Moneys are used to reimburse the Department of Taxation for expenses incurred in administering the school district income taxes. 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% percent 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 of balances that had been accumulating in the fund. It was apparent that the Department was not spending all the administrative money, so the decision was made to lower the administration percentages and return more money to the school districts.

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. In January 2005, 145 school districts had a school district income tax.

## Taxation, Department of

### 4C6 110-616 International Registration Plan

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$630,770	\$687,811	\$469,819	\$644,625	<b>\$706,855</b>	<b>\$706,855</b>
	9.0%	-31.7%	37.2%	<b>9.7%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: Revenues from the IRP registration fees are deposited into the International Registration Plan Distribution Fund (IRPDF); distributions are made from the IRPDF to the International Registration Plan 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 IRP

**Legal Basis:** ORC 5703.12 and 4501.044

**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. Revenues from the IRP registration fees are deposited into the International Registration Plan Distribution Fund (IRPDF). Distributions are to be made from the IRPDF to the International Registration Plan 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. The IRPAF is created in ORC 5703.12, as enacted by Am. Sub. H.B. 831 of the 118th G.A. Ohio Revised Code section 4501.044 authorizes the actual distribution of moneys from the IRPDF to the Auditing Fund.

### 4R6 110-610 Tire Tax Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$169,575	\$49,022	\$45,527	\$60,972	<b>\$65,000</b>	<b>\$65,000</b>
	-71.1%	-7.1%	33.9%	<b>6.6%</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.

## Taxation, Department of

### 5BQ 110-629 Commercial Activity Tax Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	---	---	---	<b>\$6,000,000</b>	<b>\$500,000</b>
					<b>-91.7%</b>

**Source:** State Special Revenue Fund Group: Fees charged to Commercial Activity Tax (CAT) taxpayers.

**Legal Basis:** ORC 5751.05; Section 209.78.09 of the Am. Sub. H. B. 66 of the 126th General Assembly

**Purpose:** This line item pays for the implementation and ongoing administration of the Commercial Activity Tax (CAT).

### 5N5 110-605 Municipal Income Tax Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$184,274	\$346,242	\$315,733	\$393,691	<b>\$265,000</b>	<b>\$265,000</b>
	87.9%	-8.8%	24.7%	<b>-32.7%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: 1.5 percent of municipal income tax collections.

**Legal Basis:** Section 101 of Am. Sub. H.B. 66 of the 126th G.A. (originally established by Am. Sub. S.B. 287 of the 123rd G.A.)

**Purpose:** Moneys in this fund are used to cover the cost to administer the municipal income tax.

### 5N6 110-618 Kilowatt Hour Tax Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$69,498	\$72,794	\$25,000	\$85,000	<b>\$85,000</b>	<b>\$85,000</b>
	4.7%	-65.7%	240.0%	<b>0.0%</b>	<b>0.0%</b>

**Source:** State Special Revenue 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.

## Taxation, Department of

### 5N7 110-619 Municipal Internet Site

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$2,451	\$1,849	\$0	\$0	\$0	\$0
	-24.5%	-100.0%			

**Source:** State Special Revenue Fund Group: Fees that may be charged to municipal corporations to defray the cost of establishing and maintaining the Internet site

**Legal Basis:** As needed line item - ORC 5703.49 (originally established by Sub. H.B. 477 of the 123rd G.A.)

**Purpose:** The Department of Taxation is required to establish an Internet site that provides access for a municipal corporation that has not established its own electronic site to post documents or other required information. It must also provide links to each municipal corporation that has established its own site, thus providing a uniform resource locator. The Department of Taxation has decided to not charge for this service.

### 5V7 110-622 Motor Fuel Tax Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	\$0	\$3,478,127	\$3,570,506	\$4,268,345	\$4,397,263
			2.7%	19.5%	3.0%

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

**Legal Basis:** Section 101 of Am. Sub. H.B. 66 of the 126th G.A.

**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.

### 5V8 110-623 Property Tax Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	\$0	\$9,261,096	\$12,232,812	\$12,758,643	\$12,967,102
			32.1%	4.3%	1.6%

**Source:** State Special Revenue Fund Group: 0.33% in FY 2006 and 0.35% in FY 2007 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; 0.5% in FY 2006, 0.56% in FY 2007, and 0.6% in FY 2008 and thereafter of the amount of taxes levied against public utility personal property on the real and public utility property tax list and duplicate for the preceding tax year; 0.75% of the amount of taxes levied against tangible personal property of the general personal property tax list and duplicate for the preceding tax year

**Legal Basis:** ORC 5703.80; Section 321.24 of Am. Sub. H.B. 66 of the 126th G.A.

**Purpose:** This fund will pay 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 by the GRF.

## Taxation, Department of

### 639 110-614 Cigarette Tax Enforcement

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$152,903	\$111,617	\$89,926	\$121,150	<b>\$168,925</b>	<b>\$168,925</b>
	-27.0%	-19.4%	34.7%	<b>39.4%</b>	<b>0.0%</b>

**Source:** State Special Revenue Fund Group: 47.5% of wholesale cigarette license tax revenue; 15% of retail cigarette license tax revenue

**Legal Basis:** ORC 5743.15

**Purpose:** Moneys in this fund are used to defray the costs of enforcing cigarette tax law.

### 642 110-613 Ohio Political Party Distribution

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$517,492	\$488,217	\$491,095	\$422,236	<b>\$600,000</b>	<b>\$600,000</b>
	-5.7%	0.6%	-14.0%	<b>42.1%</b>	<b>0.0%</b>

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

### 688 110-615 Local Excise Tax Administration

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$203,082	\$115,535	\$179,302	\$218,049	<b>\$300,000</b>	<b>\$300,000</b>
	-43.1%	55.2%	21.6%	<b>37.6%</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 (Gund Arena (now Quicken Loans Arena), Jacobs Field, and Cleveland Browns Stadium). The 2% of total tax collections received by this fund are for the purpose of defraying the cost of administering the tax. Administrative activities include auditing and enforcement.

## Agency Fund Group

### **095 110-901 Municipal Income Tax**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	\$18,161,279	\$10,456,939	\$35,006,925	<b>\$21,000,000</b>	<b>\$21,000,000</b>
		-42.4%	234.8%	<b>-40.0%</b>	<b>0.0%</b>

**Source:** Agency Fund Group: The amounts of taxes collected by the State from municipal electric companies on behalf of local governments where this tax applies

**Legal Basis:** ORC 5745.03 and 5745.04; Section 101 of Am. Sub. H.B. 66 of the 126th G.A.

**Purpose:** This fund is used to distribute taxes collected by the State from municipal electric companies to the local governments where this tax applies.

### **425 110-635 Tax Refunds**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$1,295,681,977	\$1,357,674,143	\$1,339,699,546	\$1,322,792,612	<b>\$1,483,900,000</b>	<b>\$1,582,700,000</b>
	4.8%	-1.3%	-1.3%	<b>12.2%</b>	<b>6.7%</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 101 of Am. Sub. H.B. 66 of the 126th G.A.

**Purpose:** The fund is used to pay refunds for taxes or fees illegally or erroneously assessed or collected, or for any other reason overpaid.

## Holding Account Redistribution Fund Group

### **R10 110-611 Tax Distributions**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$50	\$0	\$0	\$0	<b>\$50,000</b>	<b>\$50,000</b>
	-100.0%				<b>0.0%</b>

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

**Legal Basis:** Section 101 of Am. Sub. H.B. 66 of the 126th G.A. (originally established by Controlling Board in December 1985)

**Purpose:** This line item functions as a holding account for sales 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.

**Taxation, Department of**

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**R11 110-612 Miscellaneous Income Tax Receipts**

2002 Actual	2003 Actual	2004 Actual	2005 Actual	2006 Appropriation	2007 Appropriation
\$0	\$0	\$0	\$0	<b>\$50,000</b>	<b>\$50,000</b>
					<b>0.0%</b>

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

**Legal Basis:** Section 101 of Am. Sub. H.B. 66 of the 126th 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 110-611, annual revenues and disbursements for this fund are very volatile.