

**A Legislative Banquet**  
 Some Done, Some Still Cooking, and Some Raw

**State Support Team – Region 14**  
 Presentation by BASA  
 August 1, 2011

**GRF Revenues – Actual \$ Received  
 Comparing 05/11 with YTD Estimates**

Category	Actual FY11 per 05/31/2011	Estimated FY11 per 05/31/2011	Difference
Non-Auto Sales	\$ 6,048,514	\$ 6,048,000	\$ 502,514
Auto Sales & Use	\$ 882,310	\$ 811,000	\$ 71,310
<b>Subtotal - Sales</b>	<b>\$ 6,930,824</b>	<b>\$ 6,859,000</b>	<b>\$ 273,824</b>
Personal Income	\$ 7,344,478	\$ 6,783,800	\$ 668,678
Corporate Franchise	\$ 231,584	\$ 122,400	\$ 109,184
Public Utility	\$ 124,343	\$ 178,000	\$ (54,657)
KWH Tax	\$ 144,813	\$ 187,200	\$ (12,487)
Foreign/Domestic Insurance	\$ 354,389	\$ 433,234	\$ (78,845)
Other Business	\$ 4,082	\$ 21,800	\$ (17,718)
Sin Taxes	\$ 883,844	\$ 812,700	\$ 71,144
Estate	\$ 70,374	\$ 88,800	\$ (18,426)
<b>Total Tax Receipts</b>	<b>\$ 18,088,829</b>	<b>\$ 18,231,834</b>	<b>\$ 837,186</b>

\$ in thousands

**GRF Revenues – Actual \$ Received  
 Comparing YTD 05/11 with 05/10**

Category	Actual FY11 per 05/31/11	Actual FY10 per 05/31/10	Difference
Non-Auto Sales	\$ 6,048,514	\$ 5,670,828	\$ 377,686
Auto Sales & Use	\$ 882,310	\$ 801,134	\$ 81,176
<b>Subtotal - Sales</b>	<b>\$ 6,930,824</b>	<b>\$ 6,471,962</b>	<b>\$ 458,862</b>
Personal Income	\$ 7,344,478	\$ 6,893,138	\$ 641,339
Corporate Franchise	\$ 231,584	\$ 123,188	\$ 108,418
Public Utility	\$ 124,343	\$ 128,028	\$ (11,685)
KWH Tax	\$ 144,813	\$ 140,938	\$ (2,123)
Foreign/Domestic Insurance	\$ 354,389	\$ 332,848	\$ 21,541
Other Business	\$ 4,082	\$ 18,891	\$ (14,810)
Sin Tax	\$ 883,844	\$ 888,899	\$ (17,053)
Estate	\$ 70,374	\$ 94,488	\$ (24,114)
<b>Total Tax Receipts</b>	<b>\$ 18,088,829</b>	<b>\$ 14,887,820</b>	<b>\$ 3,201,009</b>

\$ in thousands

### GRF FY 2011 End of Year Balance

- To be used to make FY11 payments delayed in HB 1 to FY12
  - Colleges/universities (state share of instruction)
  - Certain Medicaid payments
- Remainder to be deposited into the Rainy Day Fund
- OBM using a very conservative approach in estimating revenues for next year
- Continuing conversation at Statehouse about another tax cut

Category	2011 Actual	2010 Actual	2009 Actual
GRF	1,123,456	1,098,765	1,073,456
GRF - Actual	1,123,456	1,098,765	1,073,456
GRF - Budget	1,123,456	1,098,765	1,073,456
GRF - Variance	0	0	0

### HB 30 – School Funding Mandates (done)

- Effective June 29, 2011
- Eliminates all-day kindergarten mandate but still counts students as 1.0 FTE
  - ...if that matters!
- Tuition reinstated for all-day kindergarten if no poverty-based assistance for ADK in 2008-09
  - Still must be sliding scale charge
  - Appears that tuition can now be increased

Category	2011 Actual	2010 Actual	2009 Actual
GRF	1,123,456	1,098,765	1,073,456
GRF - Actual	1,123,456	1,098,765	1,073,456
GRF - Budget	1,123,456	1,098,765	1,073,456
GRF - Variance	0	0	0

### HB 30 – School Funding Mandates (done)

- Requirement to set aside 3% of previous year's "formula amount" per pupil for textbooks and instructional materials is gone
  - Set aside elimination apparently effective on July 1, 2011
- HB 153 permits (but does not require) transfer of unused balance back to district's General Fund
  - Remember – it's one time money

Category	2011 Actual	2010 Actual	2009 Actual
GRF	1,123,456	1,098,765	1,073,456
GRF - Actual	1,123,456	1,098,765	1,073,456
GRF - Budget	1,123,456	1,098,765	1,073,456
GRF - Variance	0	0	0

### HB 36 – Calamity Days (done)

- Reinstated 2 calamity days to 2010-2011 school year only
- More flexibility in use of contingency plan
  - No longer must use whole days for contingency
  - Can lengthen existing school day by half hour increments
- Amendments on digital alternative and blizzard bags “receded” by Senate
  - Revisited in budget bill

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### HB 121 – Active Military Parents (done)

- Temporary custody order because of active military service
- Order terminates and prior custody order reinstated within 10 days after receipt of notice that active military service has ended
- Active military service = required to report unaccompanied by any family member
  - The basic training issue

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### HB 194 – Election Reform (done)

- Primary election in presidential election year moved from March to May
- No special election permitted in March of presidential election year
- Prepayment of 65% of estimated special election cost
- Permits political subdivision to remove issue from ballot any time prior to 70<sup>th</sup> day before election

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### HB 194 – Election Reform (done)

- Absent voter's ballot not to be cast in person must be ready 21<sup>st</sup> day before election
  - Military and overseas ballots – 45 days before
- In person absent voter's ballot available on 17<sup>th</sup> day before election
  - No in person absent voter ballots on Sundays
  - Absent voter's ballots must be available M-F from 8 AM to 6 PM and on Saturday from 8 AM to noon

### HB 194 – Election Reform (done)

- Prohibits boards of election from mailing unsolicited applications for absent voter ballot
- Transporting students to vote during regular school hours prohibited
- Permits document produced or disseminated during 90-day period to include name of the office the official holds but not the name or photograph of the official

### HB 69 – Retirement Reform (cooking)

- Similar legislation is SB 3
- Awaiting actuarial study to verify assumed return of 8% annually on assets
- Reform applies to all five public retirement systems
- Timeline is probably late 2011 or early 2012
- BASA positions: protect defined benefit and reduce effect of "cliffs"

**HB 191 – Calamity Days (cooking)**

- Changes minimum school year from 182 days to 960 hours for grades 1-6 and 1,050 hours for grades 7-12
- School week defined as five days
- Prohibits schools from operating before Labor Day or after Memorial Day (with exceptions)
- Prohibits extracurricular activities on Friday through Monday of Labor Day weekend

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**SB 165 – Curriculum Requirements (cooking)**

- Passed by Senate on July 13, 2011
- Requires that instruction in American history and government include the study of:
  - Declaration of Independence
  - Northwest Ordinance
  - U.S. Constitution (with emphasis on Bill of Rights)
    - Role of other documents (e.g. Federalist Papers)
  - Ohio Constitution
- Study of documents in historical context

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**SB 5 – Collective Bargaining Reform (done or cooking or raw?)**

- Law currently “in abeyance” until repeal vote in General Election in November
- Applies to more than education
- The BASA position
- The capacity to implement?
- The discomfort of being “in the middle”

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### HB 198 – Property Tax Appeals (raw)

- Limits right to file property tax complaints to property owners, owner’s spouse, or “agent”
- Terminates right of school district to file complaint on property it does not own
- County auditor must notify school district that complaint has been filed
- School district can then respond to complaint to support or oppose the underlying decision

HB 191 – Calamity Days (working)

- Changes minimum school year from 182 days to 180 hours for grades 1-6 and 180 hours for grades 7-12
- School week defined as five days
- Day or after Memorial Day (with exceptions)
- Through Monday of Labor Day weekend

### HB 153 – Biennial Budget (done, for now)

- Districts may transfer portions of state aid to flexible funding pool created by county family and children first council
- Permits licensure of foreign language, music, religion, computer technology, and fine arts teachers for chartered nonpublic schools
  - Applicant shows knowledge, has teaching experience, and has completed training program
  - No degree required

SB 188 – Curriculum Requirements

- Passed by Senate on July 25, 2011
- Requires that instruction in American history and government include the study of:
  - Northwest Ordinance
  - Declaration of Independence
  - Role of other documents (e.g., Federal Papers)
- Study of documents in historical context

### HB 153 – Biennial Budget (done, for now)

- Repeals requirement that each school district file copy of salary schedule with SSPI
- State board to develop “standards-based” framework for performance appraisal by December 31, 2011
  - Districts to adopt by July 1, 2013
- Annual teacher evaluations required
  - Exception is teachers rated “accomplished”
- Seniority not sole factor in reduction in force

SB 5 – Collective Bargaining Reform

- Law currently “in abeyance” until local vote in general election in November
- Applies to more than education
- The BAA position
- The district of being “in the middle”



# GRF Revenues – Actual \$ Received Comparing 05/11 with YTD Estimates

Category	Actual FY11 per 05/31/2011	Estimated FY11 per 05/31/2011	Difference
Non-Auto Sales	\$ 6,048,514	\$ 5,845,900	\$ 202,614
Auto Sales & Use	\$ 882,310	\$ 811,000	\$ 71,310
Subtotal - Sales	\$ 6,930,824	\$ 6,656,900	\$ 273,924
Personal Income	\$ 7,344,475	\$ 6,788,600	\$ 555,876
Corporate Franchise	\$ 231,584	\$ 122,400	\$ 109,184
Public Utility	\$ 124,343	\$ 179,000	\$ (54,657)
KWH Tax	\$ 144,813	\$ 157,300	\$ (12,487)
Foreign/Domestic Insurance	\$ 354,389	\$ 433,234	\$ (78,845)
Other Business	\$ 4,082	\$ 21,600	\$ (17,518)
Sin Taxes	\$ 863,944	\$ 812,700	\$ 51,244
Estate	\$ 70,374	\$ 59,900	\$ 10,474
<b>Total Tax Receipts</b>	<b>\$ 16,068,829</b>	<b>\$ 15,231,634</b>	<b>\$ 837,195</b>

\$ in thousands

# GRF Revenues – Actual \$ Received

## Comparing YTD 05/11 with 05/10

Category	Actual FY11 per 05/31/11	Actual FY10 per 05/31/10	Difference
Non-Auto Sales	\$ 6,048,514	\$ 5,670,626	\$ 377,888
Auto Sales & Use	\$ 882,310	\$ 801,134	\$ 81,176
Subtotal - Sales	\$ 6,930,824	\$ 6,471,760	\$ 459,064
Personal Income	\$ 7,344,475	\$ 6,503,136	\$ 841,339
Corporate Franchise	\$ 231,584	\$ 123,165	\$ 108,419
Public Utility	\$ 124,343	\$ 136,028	\$ (11,685)
KWH Tax	\$ 144,813	\$ 146,936	\$ (2,123)
Foreign/Domestic Insurance	\$ 354,389	\$ 352,646	\$ 1,743
Other Business	\$ 4,082	\$ 18,501	\$ (14,419)
Sin Tax	\$ 863,944	\$ 880,998	\$ (17,053)
Estate	\$ 70,374	\$ 54,450	\$ 15,924
Total Tax Receipts	\$ 16,068,829	\$ 14,687,620	\$ 1,381,209

\$ in thousands

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