



Presentation to the  
Cleveland Public Library



February 19, 2015

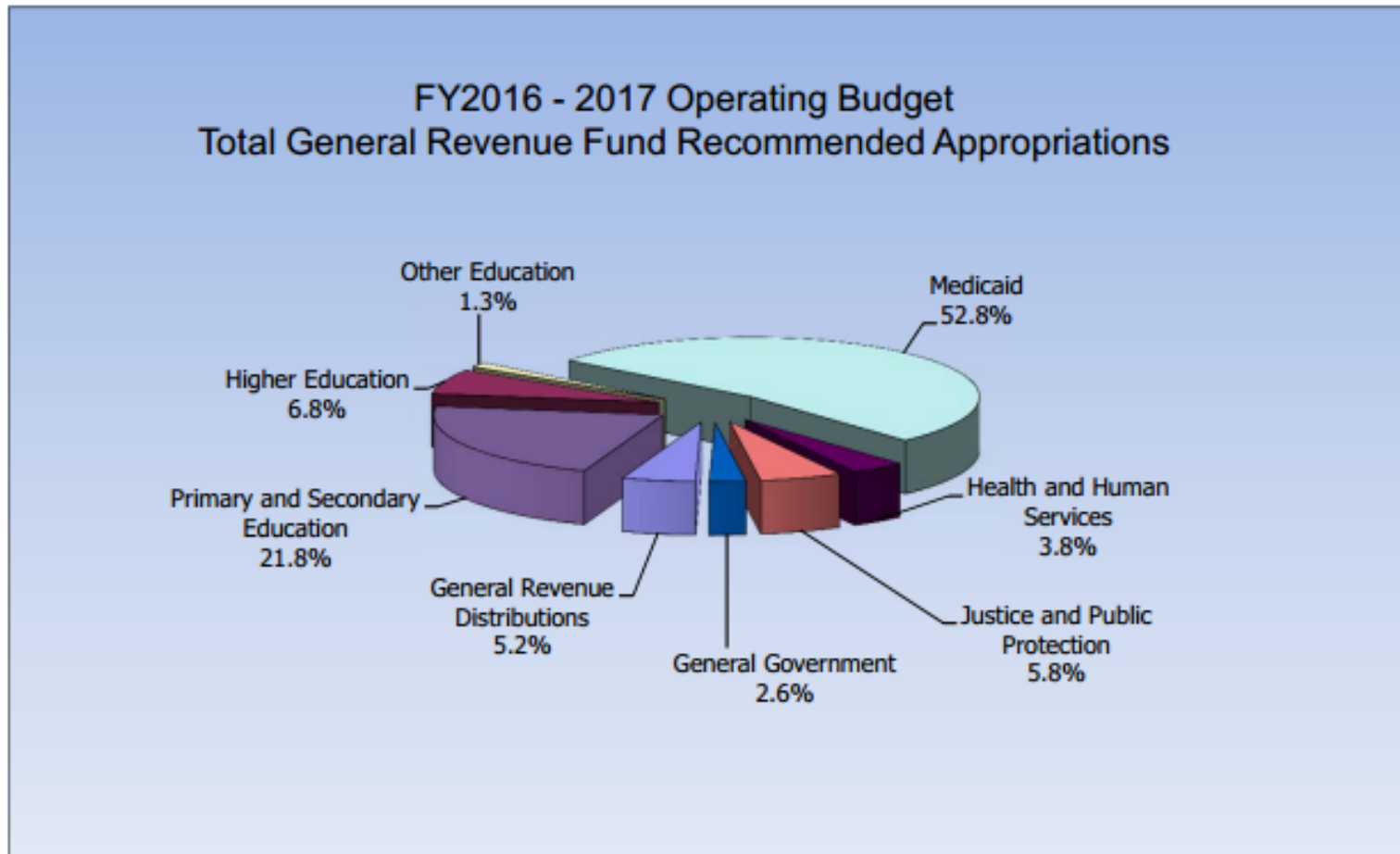
# Operating Budget Timeline

- February 2 – Governor John Kasich unveils Executive Version of FY2016-2017 Operating Budget.
- February 10 – House introduces House Bill 64, the 2,387 page, Operating Budget text.
  - HB 64 may be split into several separate bills.
- February through March – House action on the HB 64.
  - Vote out in the first week of April.
- April through May – Senate action on HB 64.
  - Vote in early June.
- June – Conference Committee between House and Senate differences.
  - Governor Kasich and Administration play major role as well.
- June 30, 2015 – Constitutional deadline for HB 64 to be signed into law.

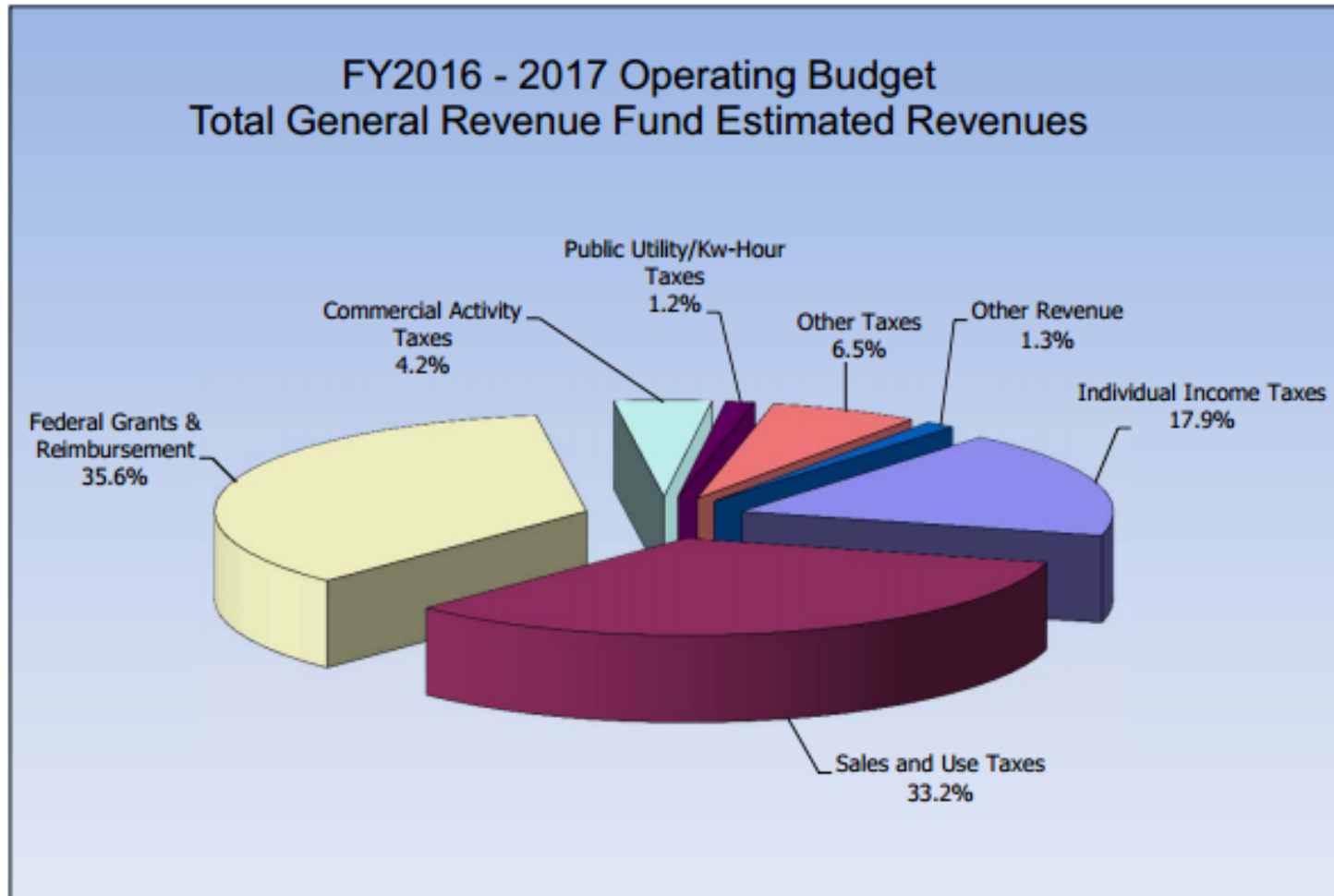
# Budget Overview

- General Revenue Fund (GRF) appropriations of \$35.3 billion in FY 2016 and \$37.0 billion in FY 2017 - total of \$72.3 billion over the biennium.
  - 12.5% increase over estimated FY 2015 spending.
  - 4.8% increase over estimated FY 2016 spending.
- Budget proposal includes a \$375 million increase for the state's Rainy Day Fund.
- The appropriation level for the current biennial FY2014-2015 spending plan is \$61.96 billion.
- Major Principles to craft the Budget:
  - Tax Reform by Cutting Taxes by \$500 Million.
  - Transforming Health Care, Modernizing Medicaid, Strengthening Accountability.
  - Strong Support for K-12 Education and Higher Education Affordability.
  - Helping Ohioans Rise Out of Poverty Through Human Services Innovation.

# FY 2016-2017 GRF Recommended Appropriations



# FY 2016-2017 GRF Estimated Revenues



# Tax Provisions

- Key areas of focus in Gov. Kasich's Operating Budget - Tax Reform by Cutting Taxes by \$500 Million.
  - Across-the-board reductions in personal income tax.
  - Increase the Commercial Activity Tax (CAT) from .26% to .32%.
  - Increase sales tax rate by 0.50%.
  - Expand sales tax base to include parking, cable subscriptions, lobbying, consulting and other services.
  - Increase severance and tobacco taxes.
  - Creates Tax Expenditure Review Committee.

## FY 2014-2015 (Current)

- Public Library Fund
  - Total state GRF tax revenue multiplied by 1.66%.
  - \$359,300,300
  - \$369,000,000
- Ohio Public Library Information Network (OPLIN)
  - \$5,689,788
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- Library for the Blind
  - \$1,274,194
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## FY 2016-2017 (Proposed)

- Public Library Fund
  - Total state GRF tax revenue multiplied by 1.66%.
  - \$379,520,000 → +6%
  - \$394,310,000 → +7%
- Ohio Public Library Information Network (OPLIN)
  - \$5,689,788
  - \$5,689,788
- Library for the Blind
  - \$1,274,194
  - \$1,274,194

# Key Legislative Committee Members - Finance

- Northeast Ohio Legislators and Committee Leadership
- **House Finance and Appropriations:** Chairman Ryan Smith (R-Gallipolis); Vice Chairman Kirk Schuring (R-Canton); Rep. Marlene Aneilski (R-Walton Hills); Rep. Mike Dovilla (R-Berea); Rep. Denise Driehaus (D-Cincinnati), Ranking Minority Member; Rep. Nickie Antonio (D-Lakewood); Rep. Kathleen Clyde (D-Kent); Rep. Dan Ramos (D-Lorain); Rep. Emilia Sykes (D-Akron).
- **Senate Finance:** Chairman Scott Oelslager (R-Canton); Vice Chairman Bill Coley (R-Middletown); Sen. Tom Patton (R-Strongsville); Sen. Frank LaRose (R-Copley Twp); Sen. Michael Skindell (D-Lakewood), Ranking Minority Member; Sen. Tom Sawyer (D-Akron).



# Key Legislative Committee Members – Ways & Means

- Northeast Ohio Legislators and Committee Leadership
- **House Ways and Means:** Chairman Jeff McClain (R-Upper Sandusky); Vice Chairman Gary Scherer (R-Circleville); Rep. Jack Cera (D-Bellaire), Ranking Minority Member; Rep. John Barnes (D-Cleveland); Rep. John Rogers (D-Mentor-on-the-Lake); Rep. Emilia Sykes (D-Akron).
- **Senate Ways & Means:** Chairman Bob Peterson (R-Sabina); Vice Chairman Bill Beagle (R-Tipp City); Sen. John Eklund (R-Chardon); Sen. Charleta Tavares (D-Columbus), Ranking Minority Member; Sen. Sandra Williams (D-Cleveland).