

Redbook
LSC Analysis of Executive Budget

Department of Taxation

Philip A. Cummins, Senior Economist
Legislative Service Commission

March 2017

Department of Taxation

6420 110613 Ohio Political Party Distributions

FY 2014 Actual	FY 2015 Actual	FY 2016 Actual	FY 2017 Estimate	FY 2018 Introduced	FY 2019 Introduced
\$269,558	\$195,720	\$147,388	\$175,030	\$180,000	\$180,000
	-27.4%	-24.7%	18.8%	2.8%	0.0%

Source: Fiduciary Fund Group: State income tax checkoff of \$1 on single returns and \$1 or \$2 on joint returns

Legal Basis: ORC 3517.16; Section 397.10 of H.B. 64 of the 131st G.A.

Purpose: Money is distributed to the Auditor of State to conduct audits of financial statements of the state committee of a political party eligible to receive public money, and of county committees of such a political party. Remaining money in the fund is distributed to qualified political parties. For each qualifying party, half of the distribution goes to the treasurer of the state executive committee of the party, and half goes to the treasurers of each county executive committee. Each county committee's share is determined by the ratio of the number of checkoffs in that county to the total statewide number of checkoffs.

7095 110995 Municipal Income Net Profits Tax

FY 2014 Actual	FY 2015 Actual	FY 2016 Actual	FY 2017 Estimate	FY 2018 Introduced	FY 2019 Introduced
\$7,995,077	\$6,462,606	\$15,468,730	\$0	\$0	\$0
	-19.2%	139.4%	-100%	N/A	N/A

Source: Fiduciary Fund Group: 98.5% of taxes collected by the state on behalf of local governments from electric companies and telephone and telecommunications companies subject to the municipal income tax

Legal Basis: ORC 5745.03; Section 397.10 of H.B. 64 of the 131st G.A.

Purpose: This fund is used to distribute taxes collected by the state from electric companies and telephone and telecommunications companies to the local governments to which these taxes are owed. Under an executive proposal in the main operating budget bill, the appropriation item appears in State Revenue Distributions and would be used to distribute revenue from a new tax administered by the Department that would replace taxes of municipal governments on business income.