

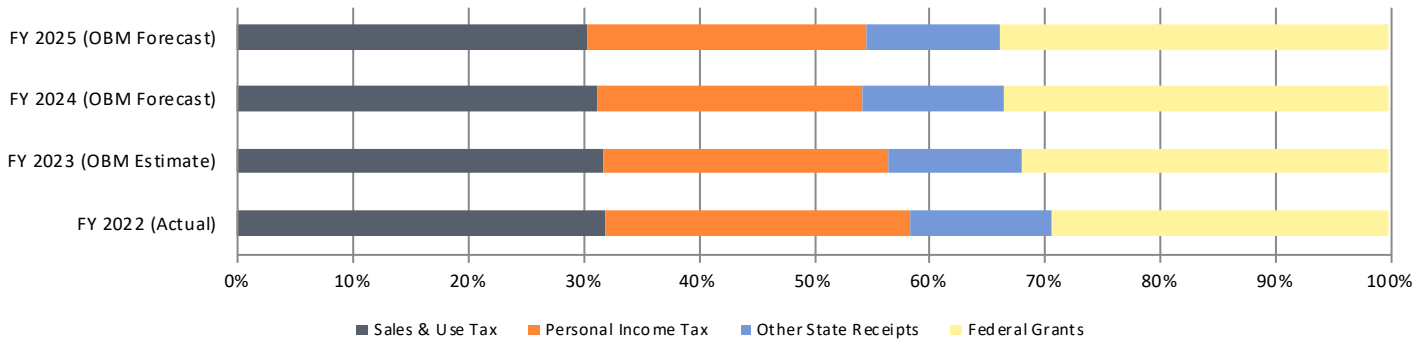
Legislative Budget Office of the Legislative Service Commission

Main Operating Budget House Bill 33 – House Passed

Budget in Brief

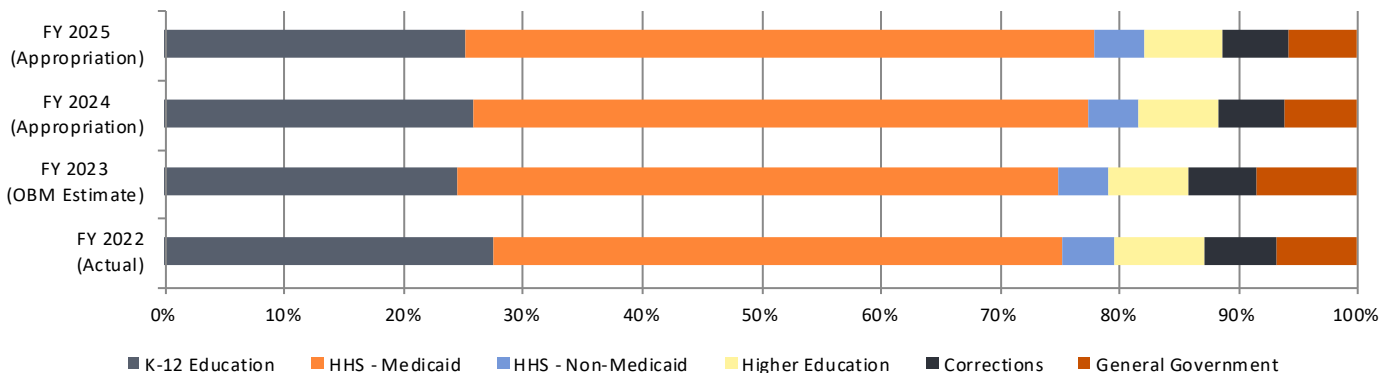
Where do GRF moneys come from?

Source	FY 2022 (Actual)	FY 2023 (OBM Estimate)	FY 2024 (Forecast)	FY 2025 (Forecast)
Sales & Use Tax	\$13,029.6	\$13,431.3	\$13,656.7	\$14,186.7
Personal Income Tax	\$10,752.2	\$10,428.7	\$10,059.6	\$11,201.3
Other State Receipts	\$4,981.1	\$4,883.7	\$5,366.5	\$5,420.5
Federal Grants	\$11,897.3	\$13,451.9	\$14,613.9	\$15,697.3
GRF Source Total	\$40,660.2	\$42,195.7	\$43,696.6	\$46,505.8
% Change		3.8%	3.6%	6.4%
GRF Tax Total	\$28,152.5	\$28,375.7	\$28,579.6	\$30,333.8
% Change		0.8%	0.7%	6.1%



Where do GRF moneys go?

Program Category	FY 2022 (Actual)	FY 2023 (OBM Estimate)	FY 2024 (Appropriation)	FY 2025 (Appropriation)
K-12 Education	\$9,852.9	\$10,083.2	\$11,170.8	\$11,473.9
HHS - Medicaid	\$17,079.3	\$20,579.5	\$22,041.4	\$24,049.0
HHS - Non-Medicaid	\$1,516.5	\$1,675.9	\$1,849.0	\$1,880.6
Higher Education	\$2,742.3	\$2,763.0	\$2,834.8	\$2,950.7
Corrections	\$2,163.5	\$2,319.8	\$2,415.5	\$2,540.4
General Government	\$2,358.3	\$3,422.9	\$2,560.6	\$2,579.1
GRF Program Total	\$35,712.8	\$40,844.3	\$42,872.2	\$45,473.6
% Change		14.4%	5.0%	6.1%



Note: Revenues may not equal expenditures in a given fiscal year due to factors such as carryover balances, encumbrances, and transfers.

H.B. 33, as passed by the House, provides state and federal GRF appropriations totaling \$42.87 billion for FY 2024 and \$45.47 billion for FY 2025, increases of 5.0% and 6.1%, respectively. Medicaid (52.2%) and K-12 Education (25.6%) together make up 77.8% of the biennial total. State-source GRF appropriations total \$28.21 billion in FY 2024 and \$29.72 billion in FY 2025, increases of 3.5% and 5.4%, respectively. K-12 Education and Medicaid represent 39.1% and 27.1%, respectively, of the biennial total. In addition to GRF appropriations, H.B. 33 transfers \$5.38 billion in FY 2024 and \$1.80 billion in FY 2025 to nonGRF funds. The bill also appropriates \$429.7 million in FY 2024 and \$10.0 million in FY 2025 from the state's remaining allocation from the federal State Fiscal Recovery Fund (ARPA). Across all funds, appropriations total \$97.07 billion in FY 2024, an increase of 2.1%, and \$95.81 billion in FY 2025, a decrease of 1.3%.

Medicaid, Health, and Other Human Services

- Across all agencies and funds, funding for Medicaid totals \$42.17 billion in FY 2024 and \$44.84 billion in FY 2025, increases of 7.0% and 6.4%. The federal share is expected to be 69.5% over the biennium. The GRF portion is \$22.04 billion (52.3%) in FY 2024 and \$24.05 billion (53.6%) in FY 2025.
- The state share of GRF Medicaid spending is \$7.38 billion in FY 2024 and \$8.30 billion in FY 2025, increases of 5.7% and 12.5%, respectively. The 6.2 percentage point enhancement in the federal reimbursement rate in place during the pandemic will be completely phased-out by the end of December 2023, midway through FY 2024.
- H.B. 33 increases Medicaid eligibility for pregnant women and children under 19 with incomes up to 300% of the federal poverty level and grants coverage with no income requirement to certain children adopted through private agencies as well as children adopted through public agencies.
- H.B. 33 provides funding to increase direct care provider wages to \$18 by the end of the biennium. It also includes a number of provisions that increase rates paid to nursing facilities.
- H.B. 33 establishes a new Department of Children and Youth (DCY) to consolidate early childhood programs. GRF appropriations for the new agency total \$777.3 million in FY 2024 and \$786.7 million in FY 2025.
- DCY's GRF-backed appropriations include: \$145.0 million in FY 2024 and \$155.0 million in FY 2025 for the state child protection allocation to public children service agencies, increases of 20.8% and 6.9%; \$130.3 million in each fiscal year for early childhood education, an increase of \$62.2 million (91.3%) over FY 2023; \$93.6 million in each fiscal year as state match for publicly funded child care, an increase of 12.2% over FY 2023; \$46.5 million in FY 2024 and \$55.0 million in FY 2025 for Help Me Grow, increases of 12.3% and 18.3%; \$15.0 million in each fiscal year for child care infrastructure grants; \$6.3 million in each fiscal year for early childhood mental health, 4 times the FY 2023 GRF funding; and \$15.0 million in FY 2024 to support stable housing for pregnant and new mothers.
- H.B. 33 appropriates \$288.0 million in FY 2024 and \$310.0 million in FY 2025, increases of 6.3% and 7.6% from the GRF for the state's psychiatric hospitals and transfers \$20.7 million in FY 2024 and \$25.8 million in FY 2025 from the GRF for the 988 Suicide and Crisis Lifeline.
- H.B. 33 appropriates \$10.0 million from ARPA in each fiscal year, to ODJFS for the A Hand Up pilot program to assist people becoming ineligible for public assistance benefits to transition into the workforce. It provides \$15.0 million in each fiscal year of new funding for foodbanks through a GRF transfer.
- H.B. 33 provides new GRF funding of \$7.5 million in each fiscal year for school-based health centers, and \$5.0 million in each fiscal year for the new Center for Community Health Worker Excellence.

K-12 Education

- H.B. 33 continues to phase in the school funding formula enacted in H.B. 110 of the 134th General Assembly at 50% in FY 2024 and almost 67% in FY 2025. It also updates the formula's cost data from FY 2018 to FY 2022. The bill appropriates \$10.36 billion in FY 2024 and \$10.73 billion in FY 2025, increases of 10.2% and 3.5%, for formula funding to school districts, joint vocational school districts (technical centers), community and STEM schools, and participating chartered nonpublic schools through the state's various scholarship programs. These appropriations are funded through a combination of GRF, including a transfer from the GRF to the Student Wellness and Success Fund of \$600.0 million in each fiscal year, lottery profits, and sports gaming revenue. H.B. 33 increases eligibility for the expansion EdChoice scholarship to families with incomes up to 450% of the federal poverty level.
- H.B. 33 appropriates \$1.21 billion in FY 2024 and \$1.24 billion in FY 2025 for property tax rollbacks and the homestead exemption for school districts. The bill indexes the homestead exemption to inflation.
- H.B. 33 appropriates \$135.0 million in each fiscal year from lottery profits, an increase of \$81.0 million over FY 2023, to make payments to community schools and independent STEM schools that meet certain quality standards, increasing the annual per pupil amount compared to FY 2023 from \$1,750 to \$3,000 for economically-disadvantaged students, and from \$1,000 to \$2,250 for all other students. H.B. 33 also appropriates \$87.1 million in FY 2024 and \$88.6 million in FY 2025, increases of 107.3% and 1.7% for community school facilities, increasing the annual per pupil amount for brick and mortar schools from \$500 to \$1,000 compared to FY 2023.
- New GRF-supported funding for the Department of Education includes \$50.0 million in each fiscal year to assist public schools in establishing or expanding career-technical programs; \$21.5 million in each fiscal year to reimburse public schools for stipends to teachers to complete professional development in reading; \$44.0 million in FY 2024 to subsidize the cost for public schools to

purchase curricula and materials for English language arts and reading intervention; \$15.0 million in FY 2025 for tutoring; \$7.5 million in each fiscal year to support teacher credentialing to teach College Credit Plus courses; and \$3.2 million in each fiscal year for the Ohio Military Veterans Educators Program to assist veterans in becoming teachers.

- H.B. 33 appropriates \$200.0 million in ARPA funding in FY 2024 to the Facilities Construction Commission to assist with construction projects that establish or expand career-technical education programs.
- H.B. 33 appropriates \$26.0 million in each fiscal year from the GRF to support high school students obtaining industry-recognized credentials or completing work-based learning, an increase of 26.8% over FY 2023.

Higher Education

- The state share of instruction (SSI) is funded at \$2.11 billion in FY 2024 and \$2.14 billion in FY 2025, increases of 1.5% and 1.4%. H.B. 33 prohibits increases in instructional and general fees over the biennium for state universities and limits increases to \$5 per credit hour per year for community colleges.
- H.B. 33 appropriates \$140.0 million in FY 2024 and \$175.0 million in FY 2025 for OCOG, Ohio's needs-based financial aid program, increases of 24.4% and 25.0%.
- New GRF-supported funding for the Department of Higher Education includes: \$100.0 million in FY 2024 Super RAPIDS projects that strengthen education and training for workforce development; \$14.3 million in FY 2024 and \$26.6 million in FY 2025 for the Ohio Work Ready Grant and \$25.0 million in each fiscal year for the Talent Ready Grant, programs to assist students pursuing a work credential; \$10.0 million in each fiscal year to support behavioral health at higher education institutions; \$5.0 million in FY 2024 and \$10.0 million in FY 2025 for scholarships for students committed to becoming teachers in Ohio; and \$3.6 million in FY 2025 for the new Teacher Apprenticeship Program.

Local Government, Economic Development, and Other Initiatives

- H.B. 33 increases the percentage of GRF tax revenue going to the Local Government Fund and the Public Library Fund from 1.66% to 1.70%, which is expected to provide \$503.0 million in FY 2024 and \$529.9 million in FY 2025 for each fund.
- H.B. 33 transfers \$1.0 billion cash from the GRF to the Connect4Ohio Fund to assist in creating seamless transportation connections throughout Ohio, with a focus on rural counties.
- H.B. 33 provides new GRF-backed funding over the biennium for development, including the All Ohio Future Fund (\$500.0 million); downtown areas (\$150.0 million); townships (\$50.0 million); airports (\$50.0 million); cultural centers and museums (\$25.0 million); county and independent fairs (\$25.0 million); innovation hubs (\$25.0 million); and various local projects (\$102.0 million).
- H.B. 33 continues funding for brownfield remediation (\$175.0 million in each fiscal year) and building demolition and site revitalization (\$150.0 million in FY 2024).
- H.B. 33 appropriates \$267.0 million in FY 2024 from the federal ARPA capital projects revenue to the Department of Development.
- H.B. 33 appropriates \$25.2 million in each fiscal year from the GRF for the TechCred Program to support working adults in obtaining technology-focused credentials. It also appropriates \$7.5 million in each fiscal year from the GRF to fund industry sector partnership grants, \$5.0 million over FY 2023.
- H.B. 33 transfers \$307.2 million cash from the GRF to the H2Ohio Fund and appropriates \$69.0 million in FY 2024 and \$69.1 million in FY 2025 for the Department of Agriculture, \$53.1 million in each fiscal year for the Department of Natural Resources, \$31.4 million in each fiscal year for the Environmental Protection Agency, and \$132,000 in each fiscal year for the Lake Erie Commission.
- H.B. 33 transfers \$190.0 million cash from the FY 2023 GRF ending balance to the EXPO 2050 Fund and appropriates \$95.0 million in each fiscal year to the Ohio Expositions Commission.
- H.B. 33 transfers \$65.0 million cash from the GRF to the Veterans Homes Modernization Fund and appropriates that amount in FY 2024 to the Department of Veterans Services.
- H.B. 33 appropriates \$1.32 billion in FY 2024 and \$1.40 billion in FY 2025 for the operation of Ohio's prisons, increases of 4.5% and 6.0%.
- H.B. 33 transfers \$200.0 million cash from the GRF to the Local Jails Grants Fund and appropriates \$100.0 million in each fiscal year to the Department of Rehabilitation and Correction. It also creates a new program to assist with local jail facilities in the Facilities Construction Commission.
- H.B. 33 appropriates \$40.0 million in each fiscal year from the GRF for law enforcement training, an increase of 348.5% over FY 2023; and new GRF funding for the Cyber Crime Division Expansion of \$750,000 in each fiscal year and the Ohio Law Enforcement Gateway (OHLEG) of \$500,000 in FY 2024 and \$750,000 in FY 2025.
- H.B. 33 appropriates \$28.3 million in FY 2024 and \$30.2 million in FY 2025 in GRF funding to offset MARCS fees for local public safety agencies; \$18.2 million in FY 2024 and \$17.8 million in FY 2025 in new GRF-backed funding for Next Generation 911; and \$13.1 million in each fiscal year of new GRF funding for the Ohio Narcotics Intelligence Center.
- H.B. 33 appropriates \$166.1 million in FY 2024 and \$171.9 million in FY 2025 from the GRF for reimbursements to counties for indigent defense, increases of 15.7% and 3.5%.
- H.B. 33 appropriates from the GRF \$15.0 million in each fiscal year to rape crisis centers; \$10.0 million in each fiscal year to domestic violence programs; \$9.0 million in FY 2024 and \$7.0 million in FY 2025 for the Crime Victim Compensation Program, as well as \$8.0 million in each fiscal year for grants to prosecutor victim programs.

Total (State and Federal) GRF Appropriations by Agency

Agency	FY 2022 (Actual)	FY 2023 (OBM Estimate)	FY 2024 (Appropriations)	FY 2025 (Appropriations)
Department of Medicaid	\$16,315,536,808	\$19,712,003,329	\$21,062,989,000	\$22,917,255,000
Department of Education	\$8,211,630,209	\$8,452,783,863	\$9,397,082,000	\$9,748,950,000
Department of Higher Education	\$2,742,297,802	\$2,763,032,742	\$2,834,804,000	\$2,950,650,000
Department of Rehabilitation and Correction	\$1,936,525,341	\$2,087,798,799	\$2,160,778,000	\$2,280,620,000
Revenue Distribution Fund	\$1,818,201,558	\$1,854,000,000	\$1,856,916,000	\$1,885,932,000
Department of Developmental Disabilities	\$723,230,467	\$817,161,018	\$904,678,000	\$1,051,016,000
Department of Children and Youth	\$0	\$0	\$777,282,000	\$786,650,000
Department of Job and Family Services	\$906,544,631	\$1,036,642,241	\$584,671,000	\$589,739,000
Department of Mental Health and Addiction Services	\$488,921,740	\$516,970,364	\$543,903,000	\$563,978,000
Ohio Facilities Construction Commission	\$452,615,208	\$427,697,932	\$412,751,000	\$340,098,000
Public Works Commission	\$285,944,484	\$370,300,000	\$277,600,000	\$276,900,000
Department of Youth Services	\$226,996,907	\$232,028,483	\$254,747,000	\$259,799,000
Judiciary/Supreme Court	\$188,135,098	\$197,771,168	\$206,746,000	\$214,242,000
Attorney General	\$116,422,665	\$114,784,568	\$186,072,000	\$187,239,000
Department of Administrative Services	\$145,662,229	\$158,804,574	\$178,586,000	\$169,165,000
Ohio Public Defender Commission	\$146,370,807	\$151,373,197	\$175,912,000	\$183,349,000
Department of Natural Resources	\$129,631,599	\$173,263,436	\$147,446,000	\$144,046,000
Department of Public Safety	\$93,733,635	\$122,480,904	\$108,019,000	\$104,334,000
Development Services Agency	\$138,361,120	\$841,827,697	\$101,153,000	\$99,478,000
Department of Health	\$122,099,036	\$129,766,763	\$97,408,000	\$98,512,000
Department of Veterans Services	\$56,357,501	\$57,338,046	\$60,426,000	\$62,878,000
Department of Taxation	\$55,432,526	\$58,389,210	\$60,295,000	\$60,684,000
Department of Agriculture	\$57,987,986	\$54,656,405	\$45,575,000	\$51,203,000
Legislative Service Commission	\$29,841,518	\$52,687,926	\$42,022,000	\$40,772,000
Pension Subsidies	\$34,955,237	\$35,474,000	\$35,683,000	\$36,183,000
Auditor of State	\$31,493,666	\$32,077,420	\$35,142,000	\$36,422,000
House of Representatives	\$24,685,387	\$30,250,000	\$30,250,000	\$30,250,000
Ohio State School for the Blind	\$13,481,454	\$13,330,742	\$30,214,000	\$30,634,000
Opportunities for Ohioans with Disabilities Agency	\$19,944,444	\$19,827,829	\$28,875,000	\$33,070,000
Department of Aging	\$19,232,661	\$22,711,510	\$27,163,000	\$25,957,000
Ohio Arts Council	\$21,223,683	\$20,085,698	\$25,352,000	\$25,413,000
Department of Transportation	\$3,684,040	\$119,735,356	\$24,500,000	\$25,500,000
Ohio History Connection	\$15,639,076	\$15,399,076	\$21,219,000	\$25,725,000
Senate	\$14,509,901	\$25,209,179	\$20,000,000	\$20,000,000
Adjutant General	\$12,644,704	\$11,852,572	\$14,347,000	\$14,711,000
Environmental Protection Agency	\$9,983,506	\$9,135,482	\$13,865,000	\$13,908,000
Secretary of State	\$10,298,824	\$14,108,392	\$13,090,000	\$13,590,000
Broadcast Educational Media Commission	\$9,937,991	\$10,225,381	\$10,566,000	\$10,566,000
Capitol Square Review and Advisory Board	\$5,366,852	\$6,750,596	\$7,751,000	\$7,751,000
Treasurer of State	\$11,533,533	\$11,584,409	\$7,598,000	\$6,552,000
Ohio Civil Rights Commission	\$6,241,302	\$6,760,846	\$6,963,000	\$7,172,000
Commission on Minority Health	\$3,749,052	\$5,137,050	\$5,666,000	\$5,700,000
State Library Board	\$5,124,336	\$5,180,060	\$5,335,000	\$5,335,000
Office of Budget and Management	\$4,278,788	\$4,308,573	\$4,502,000	\$4,592,000
State Employment Relations Board	\$3,992,713	\$4,340,463	\$4,421,000	\$4,466,000
Court of Claims	\$12,142,381	\$5,156,633	\$4,024,000	\$4,190,000
Office of the Governor	\$2,874,033	\$3,095,179	\$3,219,000	\$3,219,000
Veterans' Organizations	\$2,420,000	\$2,475,000	\$2,675,000	\$2,675,000
Ethics Commission	\$1,733,095	\$2,191,365	\$2,289,000	\$2,305,000
Board of Tax Appeals	\$1,624,493	\$1,840,997	\$2,085,000	\$2,296,000
Inspector General	\$1,473,744	\$1,479,085	\$1,941,000	\$2,078,000
Judicial Conference of Ohio	\$1,076,674	\$1,116,066	\$1,192,000	\$1,231,000
Joint Legislative Ethics Committee	\$621,757	\$625,000	\$713,000	\$713,000
Environmental Review Appeals Commission	\$655,915	\$660,756	\$694,000	\$701,000
Commission on Service and Volunteerism	\$479,804	\$540,890	\$685,000	\$694,000
Joint Committee on Agency Rule Review	\$498,458	\$680,000	\$610,000	\$620,000
Commission on Hispanic/Latino Affairs	\$430,508	\$476,360	\$479,000	\$490,000
Ohio Elections Commission	\$398,454	\$404,044	\$415,000	\$432,000
Joint Medicaid Oversight Committee	\$252,519	\$575,000	\$408,000	\$591,000
Expositions Commission	\$350,643	\$363,750	\$380,000	\$380,000
Board of Embalmers and Funeral Directors	\$674,339	\$1,000,000	\$0	\$0
Ohio School for the Deaf	\$14,623,645	\$14,621,112	\$0	\$0
<i>GRF - State</i>	\$23,821,604,785	\$27,243,734,294	\$28,208,256,000	\$29,721,776,000
<i>GRF - Federal</i>	\$11,891,207,699	\$13,600,614,243	\$14,663,916,000	\$15,751,825,000
GRF - Total	\$35,712,812,484	\$40,844,348,537	\$42,872,172,000	\$45,473,601,000
Medicaid				
<i>GRF - State</i>	\$5,188,119,575	\$6,978,890,227	\$7,377,476,000	\$8,297,187,000
<i>GRF - Federal</i>	\$11,891,207,699	\$13,600,614,243	\$14,663,916,000	\$15,751,825,000
GRF - Total	\$17,079,327,274	\$20,579,504,470	\$22,041,392,000	\$24,049,012,000
Non-GRF - Total	\$17,973,453,266	\$18,810,065,243	\$20,123,816,026	\$20,794,345,713
All-Funds - Total	\$35,052,780,541	\$39,389,569,713	\$42,165,208,026	\$44,843,357,713