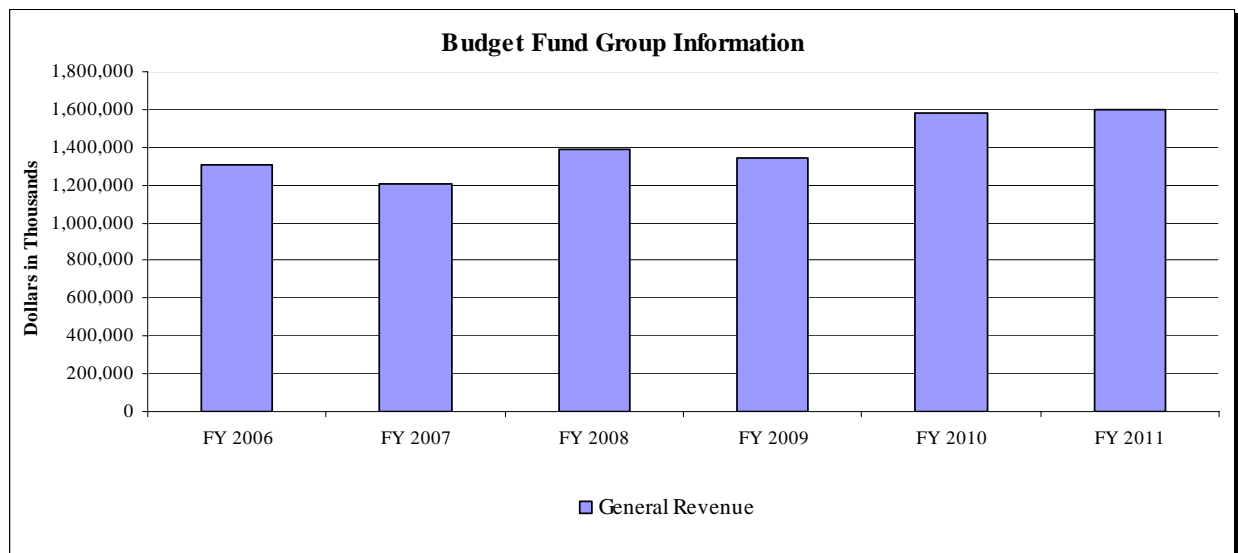


Role and Overview

The tax relief programs reimburse local governments and school districts for revenue that is lost due to tax relief provided by state law to property owners.

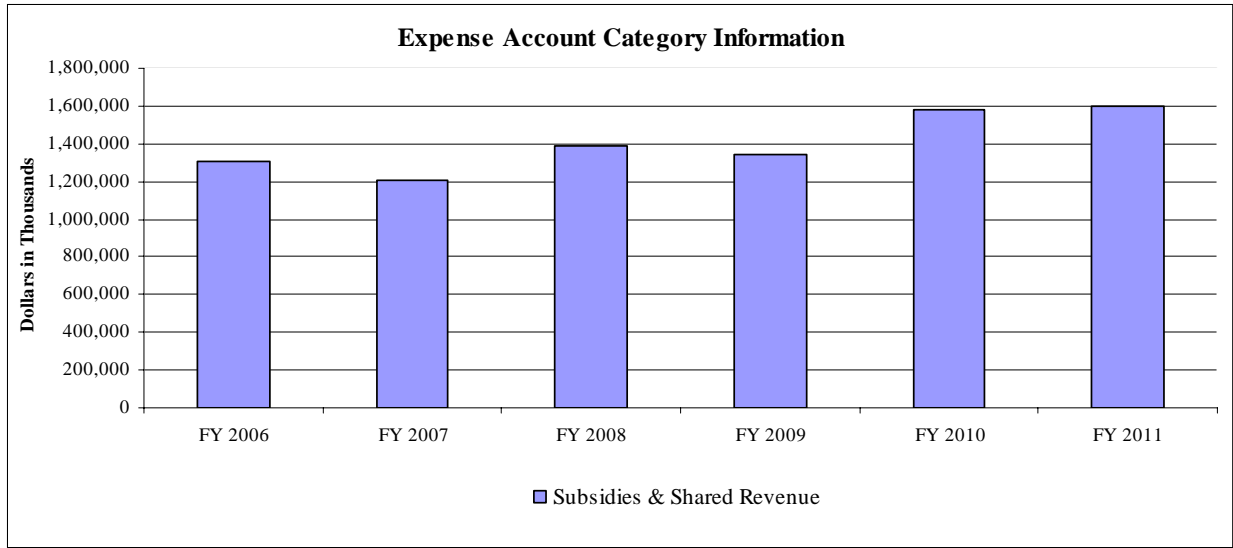
As a result of the implementation of House Bill 66 and the phase out of the tax on tangible personal property, tax relief payments now exclusively focus on real property tax relief. This program is funded through two line items with one in the Department of Education that provides reimbursement to school districts and the other in the Department of Taxation that provides reimbursement to units of local government.

Within real property tax relief there are two separate programs – property tax rollbacks and the homestead exemption. The property tax rollbacks program reimburses the local taxing districts for the cost of the following tax credits: a ten percent reduction in each residential taxpayer’s real property tax bill and an additional 2.5 percent discount on a homestead that is occupied by the homeowner. Correspondingly, two rollbacks are in this program – one of ten percent for all real residential property and one of 2.5 percent for owner-occupied residential property. The homestead exemption provides real property tax relief to all elderly or disabled homeowners and their surviving spouses.



(In Thousands)	ACTUAL			EST. % CHANGE		RECOMMENDED % CHANGE			
	FY 2006	FY 2007	FY 2008	FY 2009	FY 08-09	FY 2010	FY 2010	FY 2011	FY 2011
General Revenue	1,309,275	1,206,284	1,385,287	1,344,779	-2.9	1,578,180	17.4	1,598,118	1.3
TOTAL	1,309,275	1,206,284	1,385,287	1,344,779	-2.9	1,578,180	17.4	1,598,118	1.3

State of Ohio
Tax Relief Programs



(In Thousands) EXPENSE ACCOUNT CATEGORY	ACTUAL			EST. FY 2009	% CHANGE FY 08-09	RECOMMENDED			
	FY 2006	FY 2007	FY 2008			FY 2010	% CHANGE	FY 2011	% CHANGE
Subsidies & Shared Revenue	1,309,275	1,206,284	1,385,287	1,344,779	-2.9	1,578,180	17.4	1,598,118	1.3
TOTAL	1,309,275	1,206,284	1,385,287	1,344,779	-2.9	1,578,180	17.4	1,598,118	1.3

PROGRAM SERIES 01: Tax Relief Programs

This program series reimburses local taxing districts for revenue that is lost due to tax relief provided by state law to property owners and businesses.

Program 01.01: Property Tax Relief – Education

This program provides the real property tax relief moneys to school districts.

The Executive Recommendation will:

- Reimburse local school districts for real property tax revenues that are lost due to real property tax relief programs;
- Continue funding of extended eligibility for the homestead exemption to include all elderly or disabled homeowners.

FUND				RECOMMENDED	
GROUP	FUND	ALI	ALI NAME	FY 2010	FY 2011
GRF	GRF	110901	Property Tax Allocation – Local Government	569,917,420	577,463,014
GRF	GRF	200901	Property Tax Allocation – Education	1,008,262,363	1,020,655,157
TOTAL FOR PROGRAM				1,578,179,783	1,598,118,171

State of Ohio
Tax Relief Programs

LINE ITEM SUMMARY - Tax Relief Programs

FUND	ALI	ALI NAME	FY 2006 ACTUAL	FY 2007 ACTUAL	FY 2008 ACTUAL	FY 2009 ESTIMATE	FY 2010 RECOMMENDED	% CHANGE	FY 2011 RECOMMENDED	% CHANGE
GRF	110901	Property Tax Allocation	451,904,945	425,549,632	496,613,219	478,613,618	569,917,420	19.1	577,463,014	1.3
GRF	110906	Tangible Tax Exemption	17,930,008	11,206,255	8,965,004	4,588,981	0	-100.0	0	.0
GRF	200901	Property Tax Allocation	796,169,148	742,483,779	858,073,763	850,868,654	1,008,262,363	18.5	1,020,655,157	1.2
GRF	200906	Tangible Tax Exemption-Education	43,270,947	27,044,342	21,635,474	10,707,622	0	-100.0	0	.0
TOTAL General Revenue			1,309,275,048	1,206,284,008	1,385,287,460	1,344,778,875	1,578,179,783	17.4	1,598,118,171	1.3
TOTAL Tax Relief Programs			1,309,275,048	1,206,284,008	1,206,284,008	1,344,778,875	1,578,179,783	17.4	1,598,118,171	1.3