

Errata Sheet

For the document titled:

A Report in Response to Ohio Revised Code 126.507 (Bi-Annual Report) and Executive Order 2009-07S (Quarterly Report): Implementing Additional Control Strategies, submitted February 11, 2010.

Errata posted February 24, 2010:

Page(s)	Erratum
2	Executive Summary page. The fourth paragraph has been updated to reflect the combined total for Categories 510, 520 and 530. Also, a new paragraph has been added to explain the use of the spending categories referenced in the report. The page is attached and the updates are shown in bold text.
20-21	Spreadsheet titled FY2009 v FY2010 Q1 + Q2 Spending by Agency – Contracts, Maintenance and Equipment. This spreadsheet has been updated to exclude Lottery prize winnings and a Department of Rehabilitation and Corrections' transfer from the expense totals. The spreadsheet is attached and updates are found at the end of the spreadsheet.
22	Conclusion page. The sub-totals for expense categories 510 and 520 have been updated to reflect the exclusions of Lottery prize winnings (510-contracts) and a Department of Rehabilitation and Corrections' transfer (520-Maintenance). The page is attached and updates are shown in bold text.

Executive Summary

A Report in Response to Ohio Revised Code 126.507 and Executive Order 2009-07S dated Feb. 3, 2010 is prepared by the Department of Administrative Services (DAS) and the Office of Budget and Management (OBM) and serves to respond to both the Executive Order's quarterly reporting requirement and to the General Assembly's bi-annual reporting requirement per Ohio Revised Code 126.507. Both Executive Order 2009-07S and Ohio Revised Code Chapters 125 and 126 (Am. Sub. H.B.1, 128th G.A.) contain spending control strategies which are to be utilized by state agencies, boards and commissions, to reduce spending.

This report includes three key sections. Section I provides an overview of the Executive Order and its requirements and of the General Assembly's inclusion of these strategies into the Ohio Revised Code. Section II highlights the prior efforts that occurred from April 22 through Sept. 30, 2009 and summarizes the spending for the fourth quarter of Fiscal Year 2009 and for the first quarter of Fiscal Year 2010. Section II also includes highlights of a survey conducted in October 2009 where agencies, boards and commissions were asked to gauge the effectiveness of the spending control strategies.

Section III focuses on recent actions and updates relative to the spending control strategies. The strategies are organized according to the Oct. 2009 survey results where action was recommended for several strategies. DAS and OBM have also included updates on activities and/or results occurring with the strategies.

As evidenced by this report, DAS and OBM can affirm that these spending control strategies continue to prove effective in helping agencies to reduce their expenses in order to operate within their annual appropriations. In total, agencies cumulatively spent **\$157.2 million (15.2%)** less in the first six months of fiscal year 2010 than they did the first six months of the prior fiscal year for the three expense categories affected by the spending control strategies: agency contracts (510), maintenance (520), and equipment (530). This report and the previous quarterly reports demonstrate that agencies are achieving the objective to reduce spending.

Note: Executive Order 2009-07S applies to many types of expenditures that are coded to the three expense categories referenced in this report. It should be noted, however, that these spending categories may contain other expenses that are unrelated to these spending controls and can change independent of the executive order.

B. Agency Spending for Expense Categories 510, 520 and 530

This section of the report contains actual spend data for agencies, boards and commissions for the first and second quarters of Fiscal Year 2010 (July 1 through Dec. 31, 2009). The report shows a combined sum of the three expense categories affected by the executive order: agency contracts (510), maintenance (520), and equipment (530). The same data is included for FY2009 to show the comparison in spending by agencies between the two fiscal years.

FY 2009 v. FY 2010 Q1 + Q2 Spending by Agency - Contracts, Maintenance, and Equipment					
Agency Code	Agency	FY 2009	FY 2010	Diff. between FY09 and FY10	% Change
ACC	Accountancy Board	\$ 109,455.77	\$ 126,638.52	\$ 17,182.75	15.7%
ADA	Alcohol and Drug Addiction Services	\$ 873,406.32	\$ 712,879.44	\$ (160,526.88)	-18.4%
ADJ	Adjutant General	\$ 7,534,692.70	\$ 6,386,879.49	\$ (1,147,813.21)	-15.2%
AFC	Cultural Facilities Commission	\$ 172,992.93	\$ 175,287.15	\$ 2,294.22	1.3%
AGE	Aging	\$ 1,935,848.42	\$ 1,702,743.41	\$ (233,105.01)	-12.0%
AGO	Attorney General	\$ 22,551,572.46	\$ 18,774,972.67	\$ (3,776,599.79)	-16.7%
AGR	Agriculture	\$ 4,907,001.27	\$ 6,079,740.25	\$ 1,172,738.98	23.9%
AIR	Air Quality Development Authority	\$ 57,016.77	\$ 28,684.38	\$ (28,332.39)	-49.7%
AMB	Medical Transportation Board	\$ 124,636.00	\$ 139,573.04	\$ 14,937.04	12.0%
ARC	Architects Board	\$ 45,431.65	\$ 28,978.87	\$ (16,452.78)	-36.2%
ART	Arts Council	\$ 292,796.16	\$ 212,600.66	\$ (80,195.50)	-27.4%
ATH	Athletic Commission	\$ 18,076.67	\$ 21,667.83	\$ 3,591.16	19.9%
AUD	Auditor of State	\$ 5,849,194.78	\$ 4,434,521.10	\$ (1,414,673.68)	-24.2%
BDP	Board of Deposit	\$ 369,202.73	\$ 466,479.30	\$ 97,276.57	26.3%
BOR	Board of Regents	\$ 2,012,326.04	\$ 1,666,870.82	\$ (345,455.22)	-17.2%
BRB	Barber Board	\$ 56,314.04	\$ 47,700.02	\$ (8,614.02)	-15.3%
BTA	Board of Tax Appeals	\$ 53,151.78	\$ 40,490.21	\$ (12,661.57)	-23.8%
BWC	Bureau of Workers' Compensation	\$ 28,875,222.87	\$ 23,523,362.85	\$ (5,351,860.02)	-18.5%
CDP	Chemical Dependency Professionals Board	\$ 77,617.33	\$ 51,206.87	\$ (26,410.46)	-34.0%
CDR	Commission on Dispute Resolution	\$ 20,403.85	\$ 18,133.65	\$ (2,270.20)	-11.1%
CHR	Chiropractic Board	\$ 48,711.65	\$ 27,561.70	\$ (21,149.95)	-43.4%
CIV	Civil Rights Commission	\$ 437,734.50	\$ 445,742.41	\$ 8,007.91	1.8%
CLA	Court of Claims	\$ 163,811.75	\$ 169,711.09	\$ 5,899.34	3.6%
COM	Commerce	\$ 34,021,410.12	\$ 31,895,771.96	\$ (2,125,638.16)	-6.2%
COS	Cosmetology Board	\$ 328,284.02	\$ 307,198.22	\$ (21,085.80)	-6.4%
CRB	Motor Vehicle Collision Repair Registration Board	\$ 8,899.50	\$ 22,958.68	\$ 14,059.18	158.0%
CSF	Commissioners of the Sinking Fund	\$ 203,400.86	\$ -	\$ (203,400.86)	-100.0%
CSR	Capital Square Review and Advisory Board	\$ 1,113,009.60	\$ 912,868.96	\$ (200,140.64)	-18.0%
CSW	Counselor, Social Worker, and Marriage & Family Therapist Board	\$ 105,109.13	\$ 114,309.56	\$ 9,200.43	8.8%
DAS	Administrative Services	\$ 62,275,315.33	\$ 69,993,334.36	\$ 7,718,019.03	12.4%
DEN	Dental Board	\$ 219,421.92	\$ 167,051.45	\$ (52,370.47)	-23.9%
DEV	Development	\$ 9,509,337.10	\$ 9,084,429.48	\$ (424,907.62)	-4.5%
DMH	Mental Health	\$ 41,720,070.57	\$ 37,721,044.18	\$ (3,999,026.39)	-9.6%
DMR	Developmental Disabilities	\$ 18,132,676.29	\$ 17,670,483.02	\$ (462,193.27)	-2.5%
DNR	Natural Resources	\$ 26,101,270.91	\$ 22,389,616.93	\$ (3,711,653.98)	-14.2%
DOH	Health	\$ 49,817,046.62	\$ 37,158,112.93	\$ (12,658,933.69)	-25.4%
DOT	Transportation	\$ 68,079,565.09	\$ 47,842,231.24	\$ (20,237,333.85)	-29.7%
DPS	Public Safety	\$ 44,940,236.12	\$ 43,661,248.64	\$ (1,278,987.48)	-2.8%
DRC	Rehabilitation and Correction	\$ 277,131,479.91	\$ 206,364,654.82	\$ (70,766,825.09)	-25.5%
DVM	Veterinary Medical Board	\$ 32,307.83	\$ 29,245.26	\$ (3,062.57)	-9.5%
DVS	Veterans Services	\$ 3,394,481.65	\$ 4,595,239.02	\$ 1,200,757.37	35.4%
DYS	Youth Services	\$ 18,328,860.00	\$ 14,153,378.38	\$ (4,175,481.62)	-22.8%
EBR	Environmental Review Appeals Commission	\$ 34,852.51	\$ 32,705.09	\$ (2,147.42)	-6.2%
EDU	Education	\$ 44,994,278.63	\$ 33,179,583.39	\$ (11,814,695.24)	-26.3%
ELC	Elections Commission	\$ 61,801.53	\$ 58,906.77	\$ (2,894.76)	-4.7%
ENG	Engineers and Surveyors Board	\$ 74,777.08	\$ 96,542.83	\$ 21,765.75	29.1%
EPA	Environmental Protection Agency	\$ 31,116,490.96	\$ 25,385,663.74	\$ (5,730,827.22)	-18.4%
ERB	Employment Relations Board	\$ 236,251.82	\$ 128,035.92	\$ (108,215.90)	-45.8%
ETC	eTech Ohio Commission	\$ 2,045,212.87	\$ 1,120,308.43	\$ (924,904.44)	-45.2%
ETH	Ethics Commission	\$ 103,439.69	\$ 79,314.57	\$ (24,125.12)	-23.3%
EXP	Expositions Commission	\$ 5,157,435.05	\$ 5,703,547.75	\$ 546,112.70	10.6%
FUN	Embalmers and Funeral Directors Board	\$ 58,651.88	\$ 55,092.96	\$ (3,558.92)	-6.1%
GOV	Governor	\$ 83,980.48	\$ 145,817.25	\$ 61,836.77	73.6% *
HEF	Higher Educational Facility Commission	\$ 1,061.86	\$ 4,563.82	\$ 3,501.96	329.8%
	* Governor's Office totals for the period reflect the timing of payments for two regular contracts. The office is on track to reduce spending through cost controls by the end of the fiscal year.				

Agency Code	Agency	FY 2009	FY 2010	Diff. between FY09 and FY10	% Change
IGO	Inspector General	\$ 75,779.37	\$ 71,881.79	\$ (3,897.58)	-5.1%
INS	Insurance	\$ 3,803,936.80	\$ 2,351,179.02	\$ (1,452,757.78)	-38.2%
JCO	Judicial Conference of Ohio	\$ 204,017.32	\$ 185,584.40	\$ (18,432.92)	-9.0%
JCR	Joint Committee on Agency Rule Review	\$ 15,288.70	\$ 13,813.30	\$ (1,475.40)	-9.7%
JFS	Job and Family Services	\$ 153,190,006.53	\$ 94,781,727.03	\$ (58,408,279.50)	-38.1%
JLE	Joint Legislative Ethics Committee	\$ 66,427.68	\$ 48,924.30	\$ (17,503.38)	-26.3%
JSC	Judiciary/Supreme Court	\$ 5,444,412.25	\$ 4,134,177.99	\$ (1,310,234.26)	-24.1%
LCO	Liquor Control Commission	\$ 85,345.44	\$ 87,630.55	\$ 2,285.11	2.7%
LEC	Lake Erie Commission	\$ 37,868.70	\$ 32,326.07	\$ (5,542.63)	-14.6%
LIB	Library Board	\$ 4,891,311.87	\$ 4,983,819.53	\$ 92,507.66	1.9%
LOT	Lottery Commission	\$ 298,189,750.55	\$ 136,860,332.36	\$ (161,329,418.19)	-54.1%
LRS	Legal Rights Services	\$ 272,435.60	\$ 272,413.72	\$ (21.88)	0.0%
LSC	Legislative Service Commission	\$ 785,495.07	\$ 641,862.76	\$ (143,632.31)	-18.3%
MED	Medical Board	\$ 795,103.86	\$ 654,553.36	\$ (140,550.50)	-17.7%
MHC	Manufactured Homes Commission	\$ 14,428.10	\$ 32,761.07	\$ 18,332.97	127.1%
MIH	Commission on Minority Health	\$ 27,119.22	\$ 23,605.80	\$ (3,513.42)	-13.0%
NUR	Nursing Board	\$ 406,558.85	\$ 569,737.03	\$ 163,178.18	40.1%
OBD	Dietetics Board	\$ 25,189.77	\$ 25,120.93	\$ (68.84)	-0.3%
OBM	Budget and Management	\$ 3,927,155.00	\$ 6,910,658.53	\$ 2,983,503.53	76.0%
OCC	Consumers' Counsel	\$ 888,245.24	\$ 556,171.99	\$ (332,073.25)	-37.4%
ODB	Optical Dispensers Board	\$ 11,725.93	\$ 14,298.51	\$ 2,572.58	21.9%
OIC	Industrial Commission	\$ 5,518,647.07	\$ 4,015,517.47	\$ (1,503,129.60)	-27.2%
OPP	Orthotics, Prosthetics, and Pedorthics Board	\$ 3,533.18	\$ 4,548.17	\$ 1,014.99	28.7%
OPT	Optometry Board	\$ 7,265.95	\$ 19,038.09	\$ 11,772.14	162.0%
OSB	School for the Blind	\$ 423,181.21	\$ 696,095.22	\$ 272,914.01	64.5%
OSD	School for the Deaf	\$ 537,016.33	\$ 411,204.51	\$ (125,811.82)	-23.4%
OVH	Veterans Home	\$ 1,151,495.02	\$ -	\$ (1,151,495.02)	-100.0%
PAY	Employee Benefits Funds	\$ 7,790,521.26	\$ 6,942,830.73	\$ (847,690.53)	-10.9%
PBR	Personnel Board of Review	\$ 79,812.74	\$ -	\$ (79,812.74)	-100.0%
PRX	Pharmacy Board	\$ 460,491.85	\$ 333,646.90	\$ (126,844.95)	-27.5%
PSY	Psychology Board	\$ 59,367.98	\$ 42,982.70	\$ (16,385.28)	-27.6%
PUB	Public Defender Commission	\$ 1,420,756.23	\$ 1,515,802.93	\$ 95,046.70	6.7%
PUC	Public Utilities Commission	\$ 4,250,501.00	\$ 4,280,730.07	\$ 30,229.07	0.7%
PWC	Public Works Commission	\$ 78,231.64	\$ 66,862.43	\$ (11,369.21)	-14.5%
PYT	Occupational Therapy, Physical Therapy, and Athletic Trainers Board	\$ 37,587.05	\$ 64,116.42	\$ 26,529.37	70.6%
RAC	Racing Commission	\$ 1,321,897.52	\$ 1,319,165.01	\$ (2,732.51)	-0.2%
RCB	Respiratory Care Board	\$ 41,931.54	\$ 31,883.72	\$ (10,047.82)	-24.0%
REP	House of Representatives	\$ 497,623.97	\$ 742,291.32	\$ 244,667.35	49.2%
RSC	Rehabilitation Services Commission	\$ 15,283,567.59	\$ 14,970,443.14	\$ (313,124.45)	-2.0%
SAN	Sanitarian Registration Board	\$ 7,694.57	\$ 4,527.37	\$ (3,167.20)	-41.2%
SCR	Career Colleges and Schools Board	\$ 88,071.94	\$ 73,080.46	\$ (14,991.48)	-17.0%
SEN	Senate	\$ 332,963.39	\$ 205,616.95	\$ (127,346.44)	-38.2%
SFC	School Facilities Commission	\$ 928,277.25	\$ 898,032.79	\$ (30,244.46)	-3.3%
SOS	Secretary of State	\$ 3,168,635.95	\$ 2,414,465.34	\$ (754,170.61)	-23.8%
SPA	Commission on Hispanic/Latino Affairs	\$ 49,176.71	\$ 39,590.63	\$ (9,586.08)	-19.5%
SPE	Speech-Language Pathology and Audiology Board	\$ 44,500.07	\$ 62,731.65	\$ 18,231.58	41.0%
TAX	Taxation	\$ 12,610,633.67	\$ 11,465,573.35	\$ (1,145,060.32)	-9.1%
TOS	Treasurer of State	\$ 846,336.55	\$ 751,614.50	\$ (94,722.05)	-11.2%
TTA	Tuition Trust Authority	\$ 1,648,503.62	\$ 1,320,969.89	\$ (327,533.73)	-19.9%
Grand Total		\$ 1,347,862,860.07	\$ 981,301,627.14	\$ (366,561,232.93)	-27.2%
	LESS Lottery prize winnings	\$ 259,715,523.86	\$ 105,484,175.38	\$ (154,231,348.48)	-59.4%
	LESS DRC FY09 transfer now coded differently in FY10	\$ 55,144,571.18	\$ -	\$ (55,144,571.18)	-100.0%
	Net reduced agency spending	\$ 1,033,002,765.03	\$ 875,817,451.76	\$ (157,185,313.27)	-15.2%

Note: This report shows all agency operations spending in the appropriation allotment categories for contracts (account 510), maintenance (account 520), and equipment (account 530) in the first six months of FY 2009 compared to the first six months of FY 2010. Executive Order 2009-075 applied to many types of expenditures in these expense categories. As originally reported, Lottery prize winnings and an intra agency transfer in the Department of Rehabilitation and Corrections were included in the totals. If the Lottery prize winnings and the Dept of Rehabilitation and Corrections' transfer are removed from the calculation total for year-over-year spending, the total reduction in these accounts from FY 2009 to FY 2010 is \$157,185,313.

IV. CONCLUSION

The summary data for the first and second quarters of Fiscal Year 2010 show a combined reduction of 27.2% in expense spending in comparison to the same time period of Fiscal Year 2009. In particular, agency spending was down the most in the contracts category -- **\$93.3 million (26.7%)**. Maintenance costs were down **\$58.9 million (8.9%)**, and equipment purchases dropped \$4.9 million (25.9%) year-over-year for the first six months of the fiscal period.

The next report is due following the close of Fiscal Year 2010 and will include information for Fiscal Year 2010 (July 1, 2009 through June 30, 2010). The comparable period of time from Fiscal Year 2009 will also be analyzed to provide the variance in spending between the two fiscal time periods. Also highlighted in the next report will be strategies that continue to garner savings as well as updates on the strategies that DAS and OBM continue to develop to support agencies in better utilizing the strategies.