

Library Funding & Other Legislative Issues



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Big Picture

- 251 Public Libraries
- 7.7 Million Library Cardholders
- 29.6 Million Library Visits in a Year
- 158 Million Digital and Physical Circulation

State vs. Local

- State Fiscal Year (FY)
- Local Calendar Year (CY)



Public Library funding

History of Ohio Public Library Funding

- Intangible Personal Property Tax
- Library and Local Government Support Fund (LLGSF) Personal Income Tax: 1985-2007
- Public Library Fund (PLF): 2008-Current



Public Library funding

PLF

- % of State General Revenue Fund (GRF) Taxes
- PLF Currently Set at 1.7% of State GRF
- 4.0% Increase in CY 2018
- 4.2% Increase in CY 2019
- 0.2% Decrease in CY 2020
- 13.4% Increase in CY 2021
- 8.18% Increase in CY 2022



PLF Distribution

- PLF funds distributed to counties
- Monthly distribution by the 10th of each month
- Money distributed to libraries by the 15th of each month
- Budget Commission and distribution within the county



PLF Distribution

PLF Distributions: CY08 Compared to Selected Years

| Calendar Year (CY) | Public Library Fund (PLF) Annual Total (millions) | % Change from 2008 base | % Change from year prior |
|-----------------------|---|----------------------------|-----------------------------|
| CY 2008 | \$450.6 | | |
| CY 2009 | \$370.4 | - 17.8% | - 17.8% |
| CY 2010 | \$347.9 | - 22.8% | - 6.1% |
| CY 2011 | \$364.7 | - 19.1% | + 4.8% |
| CY 2012 | \$344.3 | - 23.6% | - 5.6% |
| CY 2013 | \$351.9 | - 21.9% | + 2.2% |
| CY 2014 | \$345.1 | - 23.4% | - 1.9% |
| CY 2015 | \$380.9 | - 15.5% | + 10.4% |
| CY 2016 | \$377.0 | - 16.3% | - 1.0% |
| CY 2017 | \$378.5 | - 16.0% | + 0.4% |
| CY 2018 | \$393.7 | - 12.6% | + 4.0% |
| CY 2019 | \$410.2 | - 8.9% | + 4.2% |
| CY 2020 | \$409.4 | - 9.1% | - 0.2% |
| CY 2021 | \$464.4 | + 3.1% | +13.4% |

Public Library funding – STATE LEVEL

HB 33: FY 24-25 Biennium Budget

- Healthy State Revenues
- Federal Stimulus Money
- "Libraries Build Success" Campaign
- Permanent Law PLF Set at 1.70% of State GRF Taxes for FY 24-25



Public Library Fund Estimates vs Actual

▶LSC Estimates Included in State Budget Documents

| FY 2017 | FY 2018 | FY 2019 | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
|---------|---------|---------|---------|---------|---------|---------|
| \$404.3 | \$386.3 | \$398.1 | \$422.3 | \$452.0 | \$439.0 | \$492.0 |
| Million |

▶ Actual Distributions

| FY 2017 | FY 2018 | FY 2019 | FY 2020 | FY 2021 | FY 2022 | FY 2023 |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------|
| \$378.5 Million | \$384.6 Million | \$402.8 Million | \$393.1 Million | \$452.0 Million | \$489.8 Million | |
| - \$25.8 M | - \$1.7 M | + \$4.7 M | - \$29.2 M | \$0 | +\$50.8 M | |



Local public library funding

Ballot Issues

- Success Rate
- Libraries with Levies: 202 (more than 80%)
- Bond Issues
- State Funding vs. Local Funding



Local public library funding

2004

- 74 Libraries w/ Levies
- 177 Libraries w/out Levies

2023

- 202 Libraries w/ Levies
- 49 Libraries w/out Levies



Legal & Administrative Issues

- Do I have to do OhioCheckbook.com
- My board resigned
- My staff resigned
- The fiscal officer and director don't get along
- I just got a subpoena
- I got a public records request
- The FBI wants our hard drive
- Do I have to bid our new computers





HB 33 - What's in the Budget?

- Public Library Fund (PLF)
- State Library & OPLIN
- Seed Sharing
- Youth Online Parental Notification
- Governor's Imagination Library



Public Library Fund (PLF) - Commitment to Ohio's Public Libraries

- Funding at new statutory levels in FY 2024 and FY 2025
 - 1.70% (permanent law)
- OBM PLF distribution estimates from Blue Book:
 - FY 2023: \$492 million
 - FY 2024: \$505 million (2.6% increase)
 - FY 2025: \$530 million (5.0% increase)



State Library of Ohio & OPLIN

- State Library
 - 5% Increase in GRF funding from FY23
- Ohio Public Library Information Network (line item)
 - 5% Increase in funding from the PLF



Seed Libraries - Dept. of Agriculture (ODA)

- Exempts seed libraries from certain regulations (labeling, permitting, sales reporting)
- Requires a seed log to identify source of seeds received by the library
- Allows ODA to request access and review the seed log at anytime.



Youth Online Parental Notification

- Prohibits an online operator (such as TikTok or Twitter) from allowing a child under the age of 16 to have access unless they have parental consent.
- Provisions only apply to those online operators whose online services target children.
- Multiple ways to obtain parental consent.
- Enforcement of these provisions under the authority of the Attorney General.



Dolly Parton Imagination Library of Ohio

• \$16 million to continue the Governor's Imagination Library (\$8 million each fiscal year)



HB 1 - Tax Proposal

- 2.75% Flat Tax (\$1.5 to \$2 Billion Income Tax Cut), reduces the PLF by \$25 to \$34 Million per FY
- Eliminates the 10% Rollback on Class I Property (this includes the rollback benefit to residential property owners and the reimbursement to local governments)
- Reduces the assessment rate on Class I & II Property from 35% to 31.5%
- Includes a secondary property tax reduction factor in addition to HB 920
- Impact on HB 920??



OLC Resources and Tools

http://libraryfunding.olc.org/

- Advocacy Tools and Templates
- White Paper and Talking Points
- Statehouse Directory
- Webinar Recordings
- Testimony & News Updates
- ROI Calculator
- Fact Sheets



Message to Lawmakers and Next Steps

- Make public libraries a priority in the state budget
- Maintain PLF funding and set the permanent law language at <u>at least</u> 1.70% of the State's General Revenue Fund (GRF)
- Hold public libraries harmless from any additional reductions in state funding (HB 1)
- Invite legislators into your libraries and show them the "good" and the "bad"



OLC Legislative Day at the Statehouse - Wed. April 26









Questions?

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