

LSC Greenbook

Analysis of the Enacted Budget

Department of Development

Brian Hoffmeister, Senior Budget Analyst
Legislative Service Commission

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ATTACHMENT:

Budget Spreadsheet By Line Item

Department of Development

- Total biennial appropriations of \$2.43 billion
- Supports continued program operations until transition to JobsOhio is complete
- The \$45 million Local Government Innovation Program will begin issuing grants and loans in FY 2013
- Ohio Coal Development Office transferred from Air Quality Development Authority

OVERVIEW

Agency Overview

The Ohio Department of Development (ODOD) administers a wide variety of programs to promote economic and community development in Ohio, with the goal of facilitating business growth, creating and retaining jobs, and providing community and housing services to low- and moderate-income households. In doing so, the Department uses a combination of state and federal funds, tax incentives, and interactions with other state agencies. ODOD fulfills its mission through 11 program divisions, 12 regional economic development offices, and its central administrative offices. The ten program divisions are Strategic Business Investment, Community Development, Energy Resources, Urban Development, Minority Business Enterprise, Entrepreneurship and Small Business, Technology and Innovation, Workforce and Talent, Global Markets, Ohio Tourism, and the Governor's Office of Appalachia. Regional economic development offices are located in Akron, Cambridge, Chillicothe, Cincinnati, Cleveland, Columbus, Dayton, Lima, Mansfield, Marietta, Toledo, and Youngstown.

Several changes will occur in the FY 2012-FY 2013 biennium, not the least of which is the transfer of various economic development functions to JobsOhio, a nonprofit economic development corporation created under H.B. 1 of the 129th General Assembly. In general, the budget provides for continued departmental operations in FY 2012 pending the outcome of an ODOD self-evaluation required by H.B. 1 that will determine which functions will be transferred, as well as future implementing legislation to be deliberated by the General Assembly. Further details regarding the implications of the transfer to JobsOhio as they pertain to the FY 2012-FY 2013 budget are discussed below in the **Appropriation Overview** and for individual line items in the **Analysis of Enacted Budget** sections.

Appropriation Overview

Budget by Fund Group

The Department of Development receives overall funding of \$1.25 billion in FY 2012 and \$1.19 billion in FY 2013 in the main operating budget. Appropriations for

FY 2012 are nearly 10.0% below FY 2011 spending of about \$1.4 billion, and FY 2013 appropriations are 4.7% below those for FY 2012. As shown below in Table 2, the overall decrease is attributable to reductions related to (1) the winding down of federal stimulus programs accounted for in the Federal Special Revenue Fund Group, (2) program realignment affecting the State Special Revenue Fund Group in anticipation of the JobsOhio transition, (3) program consolidation in the Facilities Establishment Fund Group, and (4) the depletion of moneys in the Tobacco Master Settlement Agreement Fund Group. However, some areas will see substantial increases. This includes (1) programs supported by appropriations in the Third Frontier Research and Development Fund Group, where funding increases by approximately \$160.8 million from FY 2011 to FY 2012 as a result of increased bond issuances under the Third Frontier renewal passed in May of 2010; (2) programs supported by appropriations in the Job Ready Site Development Fund Group, which increases by 101.3% in FY 2012; and (3) programs supported by appropriations in the General Services Fund Group, which increases by 52.3% from FY 2011 to FY 2012 due to an increase in transfers of unclaimed funds to the Department to cover award commitments that will remain after the transition to JobsOhio.

GRF funding increases by 6.2% in FY 2012 and another 12.9% in FY 2013, despite the zeroing out of many GRF line items in the second year of the biennium. The GRF increase is attributable to higher scheduled debt service payments for Third Frontier and Job Ready Sites bonds, which increase by 117.0% and 59.0%, respectively, between FY 2012 and FY 2013 due to an increase in the amount of bonds being issued. Additionally, the budget includes the creation of a new GRF line item, 195528, Economic Development Projects, to cover certain ongoing functions of the Department after the JobsOhio transition. This line item is funded at about \$26.9 million in FY 2013.

Table 1. Agency Appropriations by Fund Group, FY 2012-FY 2013

Fund Group	FY 2011*	FY 2012	% change, FY 2011-FY 2012	FY 2013	% change, FY 2012-FY 2013
General Revenue	\$97,101,598	\$103,126,423	6.2%	\$116,389,705	12.9%
General Services	\$26,264,817	\$40,000,000	52.3%	\$30,000,000	-25.0%
Federal Special Revenue	\$559,900,940	\$443,121,392	-20.9%	\$389,836,853	-12.0%
State Special Revenue	\$481,973,527	\$341,645,744	-29.1%	\$383,643,073	12.3%
Facilities Establishment	\$140,083,988	\$88,500,000	-36.8%	\$88,500,000	0.0%
Clean Ohio Revitalization	\$883,229	\$950,000	7.6%	\$950,000	0.0%
Third Frontier Research & Development	\$64,235,687	\$225,000,000	250.3%	\$175,000,000	-22.2%
Job Ready Site Development	\$397,504	\$800,000	101.3%	\$800,000	0.0%
Tobacco Master Settlement Agreement	\$12,396,938	\$1,999,224	-83.9%	\$1,999,224	0.0%
TOTAL	\$1,383,238,228	\$1,245,142,783	-10.0%	\$1,187,118,855	-4.7%

*FY 2011 amounts reflect actual expenditures.

Major Features of the Budget

JobsOhio

H.B. 1 of the 129th General Assembly authorized the creation of JobsOhio, a nonprofit economic development corporation to be operated under a contract with ODOD. While JobsOhio is not a state agency, H.B. 1 allows for the transfer of certain ODOD functions to the nonprofit corporation after an evaluation of departmental operations, after which implementing legislation would be required in order to make changes to the Revised Code required to move certain functions out of the Department of Development and into JobsOhio or some other state agency. H.B. 1 appropriated \$1 million from FY 2011 resources to begin the transition process.

The budget for FY 2012 and FY 2013 takes into account the plan to transition to JobsOhio by essentially using FY 2013 funding as a placeholder to cover any costs associated with the transition. Most GRF line items dealing with economic development assistance are zeroed out in FY 2013, and new line items are created (specifically, 195528, Economic Development Projects, and 195633, Legacy Projects) to cover various obligations of the state that will remain once programs are discontinued or moved to JobsOhio.

With respect to ODOD's community development functions, which largely rely on federal funding, the budget provides funding to continue most of these activities through FY 2013, with the exception of federal stimulus programs, which are scheduled to expire at various points during the biennium (see below). In addition, the budget provides for the continued operation of the Third Frontier, Job Ready Sites, and Clean

Ohio Revitalization Programs through FY 2013; however, it should be noted that it has not yet been determined whether these programs would remain with the state or be transferred to JobsOhio.

Finally, the budget creates one major new program that may be run by JobsOhio under agreement with ODOD using \$50 million in proceeds from casino licenses. The Ohio Incumbent Workforce Training Voucher Program will use \$20 million in FY 2012 and \$30 million in FY 2013 to provide vouchers to eligible employees and employers for job training costs. Further information on this program can be found in the **Analysis of Enacted Budget** section of this Greenbook.

Transfer of Liquor Merchandising

The budget authorizes the transfer of liquor merchandising operations from the Department of Commerce to JobsOhio, which would use the proceeds of liquor profits to provide an ongoing source of funding for its programs and operations. Under this structure, the state will lease its liquor enterprise to JobsOhio for a period of 20 to 25 years for an up-front fee and possible annuity payments. This transaction is expected to be funded by the proceeds of revenue bonds, issued by the Treasurer of State on behalf of JobsOhio, that are backed by liquor profits. These proceeds will be used by the state to retire its outstanding debt on other liquor-backed bonds. It is expected that the Department of Commerce and the Ohio Liquor Control Commission will maintain their regulatory duties under this arrangement.

Local Government Innovation Fund

The budget creates the Local Government Innovation Fund, which will support the Local Government Innovation Program beginning with a \$45 million appropriation in FY 2013. The program will provide grants and loans to eligible political subdivisions on a competitive basis for qualified projects that seek to improve local government operations through the purchase of new equipment, facilities, or systems that will be used to implement innovative policies or processes. Awards will be evaluated and approved by the newly created Local Government Innovation Council, and would be split between governmental units with larger and smaller populations. Additional details on the required use of the funds can be found under Local Community Assistance in Category 4: Community, Housing, and Urban Development in the **Analysis of Enacted Budget** portion of this Greenbook.

ARRA Funding

The budget includes about \$77.4 million in FY 2012 and \$3.4 million in FY 2011 in federal funds to wind down programs under the American Recovery and Reinvestment Act of 2009 (ARRA). Some programs, such as the Smart Grid Resiliency Program and the Energy Star Rebate Program finished their operations in FY 2011 and receive no funding under H.B. 153. However, others, such as the State Energy Program and Home

Weatherization Assistance Program will be supported in FY 2012 and receive some funds in FY 2013 to complete program operations. Table 2 below shows the line items whose appropriations include ARRA funds and the purposes for which those funds are used. Further details are included in the **Analysis of Enacted Budget** section.

Line Item	FY 2012	FY 2013	Purpose
195603, Housing and Urban Development	\$225,000	\$40,000	Emergency Shelter Grant Homelessness Prevention
195605, Federal Projects	\$34,348,111	\$1,800,000	Home Weatherization
195618, Energy Federal Grants	\$34,600,000	\$0	State Energy Program
195642, Federal Stimulus – Energy Efficiency and Conservation Block Grants	\$3,000,000	\$42,485	Energy Efficiency and Conservation Grants
195608, Federal Energy Training	\$5,000,000	\$1,344,056	Energy Sector Partnership Program
195613, Community Development Block Grant	\$208,000	\$136,500	ARRA CDBG funding
Total	\$77,381,111	\$3,363,041	

Ohio Third Frontier

In May of 2010, Ohio voters approved State Issue 1, which authorized additional funding for the Ohio Third Frontier through the issuance of up to \$700 million in general obligation bonds. Specifically, the constitutional amendment authorizes the issuance of up to \$225 million in FY 2012 and up to \$175 million in any fiscal year thereafter. This renewal is reflected in the budget, which appropriates \$225 million in FY 2012 and \$175 million in FY 2013 across four line items, as well as an increase in GRF debt service payments from \$29.3 million in FY 2012 to \$63.6 million in FY 2013 to support the increase in outstanding bonds. As of this writing, it is unclear if JobsOhio would assume control of Third Frontier programs. Regardless, the state would still be responsible for debt service payments as the bonds are general obligation bonds backed by the full faith and credit of the state under the Ohio Constitution.

Ohio Coal Development Office

The budget transfers the Ohio Coal Development Office from the Ohio Air Quality Development Authority (OAQDA) to ODOD. H.B. 153 includes about \$261,000 in each fiscal year from the GRF to operate the Office, as well as about \$13.4 million over the biennium to pay general obligation debt service costs on coal research and development bonds. The Coal Development Office provides financial assistance for the development of clean coal technologies in Ohio using the proceeds of these bonds. However, the budget does not provide any appropriations for coal development funding under the program. This is expected to be addressed in an upcoming capital budget bill.

ANALYSIS OF ENACTED BUDGET

Introduction

This section provides an analysis of each appropriation item in ODOD's budget. In this analysis, ODOD's line items are grouped into nine major categories corresponding to the functions they serve. Within each category, a table lists the appropriation in each fiscal year of the biennium, followed by a discussion of how the appropriation is used and any changes affecting the appropriation that were passed in the budget. The nine categories are as follows:

1. Business Development;
2. Technology and Innovation;
3. Workforce Development;
4. Community, Housing, and Urban Development;
5. Energy Development;
6. Appalachian Development;
7. Ohio Tourism Promotion;
8. Global Markets; and
9. Administration.

To aid the reader in finding each item in the analysis, the following table shows the category in which each appropriation has been placed, listing the line items in order within their respective fund groups and funds. This is the same order the line items appear in the budget act.

Categorization of ODOT's Appropriation Line Items for Analysis of Enacted Budget		
Fund	ALI and Name	Category
General Revenue Fund Group		
GRF 195401	Thomas Edison Program	2: Technology and Innovation
GRF 195402	Coal Development Office	5: Energy Development
GRF 195404	Small Business Development	1: Business Development
GRF 195405	Minority Business Enterprise Division	1: Business Development
GRF 195407	Travel and Tourism	7: Ohio Tourism Promotion
GRF 195412	Rapid Outreach Grants	1: Business Development
GRF 195415	Strategic Business Investment Division and Regional Offices	1: Business Development
GRF 195416	Governor's Office of Appalachia	6: Appalachian Development
GRF 195422	Technology Action	2: Technology and Innovation
GRF 195426	Clean Ohio Implementation	4: Community, Housing, and Urban Development
GRF 195432	Global Markets	8: Global Markets
GRF 195434	Industrial Training Grants	3: Workforce Development
GRF 195497	CDBG Operating Match	4: Community, Housing, and Urban Development
GRF 195501	Appalachian Local Development Districts	6: Appalachian Development
GRF 195502	Appalachian Regional Commission Dues	6: Appalachian Development
GRF 195528	Economic Development Projects	9: Administration
GRF 195901	Coal Research and Development General Obligation Debt Service	5: Energy Development
GRF 195905	Third Frontier Research & Development General Obligation Debt Service	2: Technology and Innovation
GRF 195912	Job Ready Site Development General Obligation Debt Service	1: Business Development

Categorization of ODOT's Appropriation Line Items for Analysis of Enacted Budget		
Fund	ALI and Name	Category
General Services Fund Group		
1350	195684 Supportive Services	9: Administration
4W10	195646 Minority Business Enterprise Loan	1: Business Development
5AD0	195633 Legacy Projects	1: Business Development
5AD0	195677 Economic Development Contingency	1: Business Development
5W50	195690 Travel and Tourism Cooperative Projects	7: Ohio Tourism Promotion
6850	195636 Direct Cost Recovery Expenditures	9: Administration
Federal Special Revenue Fund Group		
3080	195602 Appalachian Regional Commission	6: Appalachian Development
3080	195603 Housing and Urban Development	4: Community, Housing, and Urban Development
3080	195605 Federal Projects	2: Technology and Innovation
		4: Community, Housing, and Urban Development
3080	195609 Small Business Administration	1: Business Development
3080	195618 Energy Federal Grants	5: Energy Development
3350	195610 Energy Conservation and Emerging Technology	5: Energy Development
3AE0	195643 Workforce Development Initiatives	3: Workforce Development
3DB0	195642 Federal Stimulus – Energy Efficiency & Conservation Block Grants	4: Community, Housing, and Urban Development
3EG0	195608 Federal Energy Training	3: Workforce Development
3K80	195613 Community Development Block Grant	4: Community, Housing, and Urban Development
3K90	195611 Home Energy Assistance Block Grant	4: Community, Housing, and Urban Development
3K90	195614 HEAP Weatherization	4: Community, Housing, and Urban Development
3L00	195612 Community Services Block Grant	4: Community, Housing, and Urban Development
3V10	195601 HOME Program	4: Community, Housing, and Urban Development

Categorization of ODOT's Appropriation Line Items for Analysis of Enacted Budget			
Fund	ALI and Name		Category
State Special Revenue Fund Group			
4500	195624	Minority Business Bonding Program Administration	1: Business Development
4510	195625	Economic Development Financing Operating	1: Business Development
4F20	195639	State Special Projects	1: Business Development
4F20	195676	Marketing Initiatives	9: Administration
4F20	195699	Utility Provided Funds	4: Community, Housing, and Urban Development
4S00	195630	Tax Incentive Programs	1: Business Development
5CG0	195679	Alternative Fuel Transportation	5: Energy Development
5HJ0	195604	Motion Picture Tax Credit Program	7: Ohio Tourism Promotion
5HR0	195526	Ohio Workforce Job Training	3: Workforce Development
5HR0	195622	Defense Development Assistance	1: Business Development
5JR0	195656	New Market Tax Credit Program	4: Community, Housing, and Urban Development
5KD0	195621	Brownfield Stormwater Loan	4: Community, Housing, and Urban Development
5KN0	195640	Local Government Innovation	4: Community, Housing, and Urban Development
5M40	195659	Low Income Energy Assistance	4: Community, Housing, and Urban Development
5M50	195660	Advanced Energy Programs	5: Energy Development
5W60	195691	International Trade Cooperative Projects	8: Global Markets
6170	195654	Volume Cap Administration	5: Energy Development
6460	195638	Low and Moderate Income Housing Trust Fund	4: Community, Housing, and Urban Development
Facilities Establishment Fund Group			
5S90	195628	Capital Access Loan Program	1: Business Development
7009	195664	Innovation Ohio	1: Business Development
7010	195665	Research and Development	1: Business Development
7037	195615	Facilities Establishment	1: Business Development
Clean Ohio Revitalization Fund Group			
7003	195663	Clean Ohio Operating	4: Community, Housing, and Urban Development
Third Frontier Research & Development Fund Group			
7011	195686	Third Frontier Operating	2: Technology and Innovation
7011	195687	Third Frontier Research & Development Projects	2: Technology and Innovation
7014	195620	Third Frontier Operating – Tax	2: Technology and Innovation
7014	195692	Research & Development Taxable Bond Projects	2: Technology and Innovation

Categorization of ODOD's Appropriation Line Items for Analysis of Enacted Budget		
Fund	ALI and Name	Category
Job Ready Site Development Fund Group		
7012 195688	Job Ready Site Operating	1: Business Development
Tobacco Master Settlement Agreement Fund Group		
M087 195435	Biomedical Research & Technology Transfer	2: Technology and Innovation

Category 1: Business Development

This category of appropriations consists of line items that provide loans, grants, and other forms of economic and technical assistance to businesses in Ohio with the goal of attracting and retaining businesses and creating and retaining jobs. The programs in this category are administered by ODOD's Strategic Business Investment Division, Entrepreneurship and Small Business Division, and Minority Business Enterprise Division. For this analysis, the line items in this category have been separated into four subcategories: Financial Incentive Programs, Entrepreneurship and Small Business, Minority Business Enterprise, and Business Development Administration. Note that there is no funding provided for several line items in this category for FY 2013 in anticipation of certain functions being transferred to JobsOhio.

Appropriations for Business Development				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195404	Small Business Development	\$1,565,770	\$0
GRF	195405	Minority Business Enterprise Division	\$1,118,528	\$0
GRF	195412	Rapid Outreach Grants	\$9,000,000	\$0
GRF	195415	Strategic Business Investment Division and Regional Offices	\$4,500,000	\$0
GRF	195912	Job Ready Site Development General Obligation Debt Service	\$9,859,200	\$15,680,500
General Revenue Fund Subtotal			\$26,043,498	\$15,680,500
General Services Fund Group				
4W10	195646	Minority Business Enterprise Loan	\$2,500,000	\$2,500,000
5AD0	195633	Legacy Projects	\$15,000,000	\$15,000,000
5AD0	195677	Economic Development Contingency	\$10,000,000	\$0
General Services Fund Group Subtotal			\$27,500,000	\$17,500,000
Federal Special Revenue Fund Group				
3080	195609	Small Business Administration	\$6,438,143	\$5,511,381
Federal Special Revenue Fund Group Subtotal			\$6,438,143	\$5,511,381
State Special Revenue Fund Group				
4500	195624	Minority Business Bonding Program Administration	\$160,110	\$159,069
4510	195625	Economic Development Financing Operating	\$3,000,000	\$3,000,000
4F20	195639	State Special Projects	\$180,437	\$180,436
4S00	195630	Tax Incentive Programs	\$650,800	\$650,800
5HR0	195622	Defense Development Assistance	\$5,000,000	\$5,000,000
State Special Revenue Fund Group Subtotal			\$8,991,347	\$8,990,305

Appropriations for Business Development				
Fund	ALI and Name		FY 2012	FY 2013
Facilities Establishment Fund Group				
5S90	195628	Capital Access Loan Program	\$1,500,000	\$1,500,000
7009	195664	Innovation Ohio	\$15,000,000	\$15,000,000
7010	195665	Research and Development	\$22,000,000	\$22,000,000
7037	195615	Facilities Establishment	\$50,000,000	\$50,000,000
Facilities Establishment Fund Group Subtotal			\$88,500,000	\$88,500,000
Job Ready Site Development Fund Group				
7012	195688	Job Ready Site Operating	\$800,000	\$800,000
Job Ready Site Development Fund Group Subtotal			\$800,000	\$800,000
Total Funding: Business Development			\$158,272,988	\$136,982,186

Financial Incentive Programs

Rapid Outreach Grants (195412)

Rapid Outreach Grants (also known as "412" grants) are awarded to companies that undertake projects to expand in or relocate to Ohio and that intend to create or retain jobs in doing so. A business is eligible to receive funding if the viability of its expansion or relocation project depends on the receipt of state grant assistance. These awards are typically used for machinery and equipment purchases, though eligible costs may include other infrastructure improvements or fixed asset investments. ODOD may also award Rapid Outreach funds to local governments for certain infrastructure improvements in support of a business relocation or expansion opportunity. A temporary law provision in the executive proposal also permits the Director of Transportation to request the use of Rapid Outreach funds for rail freight project assistance. All Rapid Outreach Grants are subject to Controlling Board approval.

The budget appropriates \$9.0 million in FY 2012 for Rapid Outreach Grants and no funding in FY 2013. The program, which awarded 76 grants in FY 2011, will continue throughout the Department's evaluation of functions to be transferred to JobsOhio.

Legacy Projects (195633)

This line item was created in order to provide a source of funding for economic development incentive commitments to be paid during and after the transition of these programs to JobsOhio. Appropriations of \$15.0 million in each fiscal year will be funded by transfers of unclaimed funds from the Department of Commerce and will be used to honor the state's obligations to pay outstanding incentives to businesses as the state's operation of these programs would be wound down.

Economic Development Contingency (195677)

This line item funds discretionary grant awards that support large capital investment projects that have the capacity to create or retain a significant number of jobs. Funding for this line item is transferred from unclaimed funds held by the Department of Commerce. The budget appropriates \$10.0 million for this line item in FY 2012 and no funding in FY 2013, pending the implementation of JobsOhio.

Defense Development Assistance (195622)

This line item receives appropriations of \$5.0 million in each fiscal year for the purpose of engaging in economic development activities in the defense industry. Specifically, the budget requires these funds to be used for development at U.S. Department of Defense facilities in Ohio, to support defense contracting opportunities for Ohio companies, to assess job training and workforce needs of the Department of Defense and Ohio's aerospace industry, and to expand job training and economic development programs in human performance related initiatives. The state funds for these purposes will be derived from casino licensing fees, but must be matched by private industry or the Department of Defense in a total amount of up to \$6.0 million over the biennium.

Innovation Ohio (195664)

The budget appropriates funding of \$15.0 million in each fiscal year for this line item. Under the Innovation Ohio Loan Fund Program, ODOT lends money to businesses in certain targeted industry sectors (advanced materials; instruments, controls, and electronics; power and propulsion; biosciences; and information technology) for acquisition, construction, and technology costs related to research and development, computer software or hardware, commercialization of products and services, and intellectual property costs. Funds are provided through a transfer from the Facilities Establishment Fund (Fund 7037) to the Innovation Ohio Loan Fund (Fund 7009).

Research and Development (195665)

The budget appropriates \$22.0 million in each fiscal year for this line item, which provides loans to cover eligible costs of research and development projects in order to stimulate employment in technological research. Funds are provided through a transfer from the Facilities Establishment Fund (Fund 7037) to the Research and Development Investment Fund (Fund 7010).

Facilities Establishment (195615)

The budget includes appropriations of \$50.0 million in each fiscal year for this line item, about 1.4% below FY 2011 spending of \$50.7 million. This line item is supported by the Facilities Establishment Fund, which relies on the proceeds of bonds

that are backed by liquor profits. The Department continues to explore options for the continuation or transfer of these programs under the transfer of the state's liquor merchandising operations to JobsOhio, as required by the budget.

This line item will fund the activities of several different loan programs operated by the Strategic Business Investment Division, some of which were previously appropriated for in other line items. These programs may not necessarily continue in the same form in which they currently exist, pending the forthcoming implementation of JobsOhio. Brief descriptions of these programs are provided below.

166 Direct Loan Program. This program offers loans to businesses for the purchase of machinery and equipment, land and building acquisition, and other eligible capital improvements.

Ohio Enterprise Bond Fund. Line item 195615 guarantees the Ohio Enterprise Bond Fund, which uses the proceeds of special industrial development bonds to provide loans to borrowers that cannot access investment-grade debt.

Rural Development funding (formerly line items 195627 and 195647). The Rural Development Initiative (195627) and Rural Industrial Park Loan Program (195647) award funds to rural and Appalachian businesses for the development of industrial parks and other capital improvements.

Urban Redevelopment Loans (formerly line item 195650). Provides low-interest loans for eligible costs of redeveloping urban cores, including real estate acquisition and brownfield remediation, with the goal of promoting the creation of developable land in urban areas and attracting private investment in distressed areas.

Logistics and Distribution Infrastructure (formerly line item 195698). Provides funding for the development of projects related to the logistics and distribution industries.

Entrepreneurship and Small Business

Small Business Development (195404)

The budget appropriates approximately \$1.6 million in FY 2012 for this GRF line item. No funding is provided in FY 2013, as the disposition of the programs of the Entrepreneurship and Small Business Division will be determined in the Department's recommendations for the JobsOhio transition. This line item is used as the source of state matching funds to the federally funded Small Business Development Center Program (see line item 195609, Small Business Administration) in the form of grants to local affiliates, as well as other small business assistance activities. A portion of these funds may also be used by the Entrepreneurship and Small Business Division to administer the program.

Small Business Administration (195609)

The budget appropriates approximately \$6.4 million to this line item in FY 2012 and \$5.5 million in FY 2013. This line item consists of federal funds from the U.S. Small Business Administration for the Small Business Development Center (SBDC) Program, which provides management counseling, training, and technical assistance to small businesses at 39 centers throughout the state. In 2009, the most recent year for which ODOD has published data, SBDCs served over 9,100 clients and provided almost 63,000 hours of business counseling. State matching funds for these purposes are provided through GRF line item 195404, Small Business Development.

State Special Projects (195639)

This line item receives appropriations of just over \$180,000 in each fiscal year under the enacted budget. These funds will be used as partial support for the operations of the Entrepreneurship and Small Business Division. Funds are derived from various state revenues and utility payments deposited into the State Special Projects Fund (Fund 4F20).

Minority Business Enterprise**Minority Business Enterprise Division (195405)**

The budget contains appropriations of approximately \$1.1 million to this line item in FY 2012 and no funding in FY 2013, pending recommendations for the JobsOhio transition. Funds in this line item are derived from the GRF and support the administrative expenses associated with programs run by the Minority Business Enterprise Division. These include supporting Minority Contractor Business Assistance Centers and regional Procurement Technical Assistance Centers to promote the use of minority businesses for government contracts. The Division also works with the Department of Administrative Services on the Encouraging Diversity, Growth, and Equity (EDGE) Program, coordinates planning and policy for the Minority Business Advisory Council, and engages in other activities to promote the growth of minority-owned businesses in Ohio.

Minority Business Enterprise Loan (195646)

This line item receives appropriations of \$2.5 million in each fiscal year in the budget. This line item provides funding for loans processed by the Minority Development Financing Advisory Board to minority-owned and operated businesses that are unable to obtain financing through ordinary channels. The Minority Business Enterprise Loan Fund (Fund 4W10) is supported by principal and interest repayments on loans made through the fund.

Minority Business Bonding Program Administration (195624)

The budget funds this line item at \$160,110 in each fiscal year. These appropriations support the administrative expenses of the Minority Business Bonding Program, which provides bonding assistance to minority businesses who otherwise cannot obtain bonding. The maximum bond amount is \$1 million per company. A premium of up to 2% is charged for each bond issued, and the premiums are deposited into the Minority Business Bonding Fund (Fund 4500) to support this line item.

Capital Access Loan Program (195628)

This line item is appropriated \$1.5 million in each fiscal year, representing 50% of the \$3 million annual statutory cap on the Capital Access Loan Fund (Fund 5S90). Under this program, administered by the Minority Business Enterprise Division, the state, along with borrowers and financial institutions, create reserve pools to recover any losses incurred by a financial institution in lending money to eligible businesses that have difficulty obtaining funding through conventional underwriting standards. Funds in this line item cover the state's portion of such reserve pools and may not exceed \$3 million in any given fiscal year.

Business Development Administration**Strategic Business Investment Division and Regional Offices (195415)**

This GRF line item receives appropriations of \$4.5 million in FY 2012, slightly above FY 2011 expenditures of \$4.4 million. There is no appropriation in FY 2013, pending the disposition of the Strategic Business Investment Division (SBID) and ODOD's regional offices in the transition to JobsOhio. These funds are used to support the payroll and administrative costs of SBID and ODOD's 12 regional economic development offices.

Job Ready Site Development General Obligation Debt Service (195912)

This line item funds debt service payments on the general obligation bonds issued by the Ohio Public Facilities Commission for the Job Ready Site (JRS) Program. The budget appropriates approximately \$9.9 million in FY 2012 and about \$15.7 million in FY 2013.

Economic Development Financing Operating (195625)

The budget appropriates \$3.0 million in each fiscal year, 25.8% above FY 2011 spending levels. These funds support the administrative expenses related to the Chapter 166 loan assistance programs (see the line items in the Loan Assistance Programs subcategory for further information). The Economic Development Financing Operating Fund (Fund 4510) supports this line item through transfers from the Facilities Establishment Fund (Fund 7037) and loan commitment fees charged to applicants for assistance under the programs administered by SBID's Loan Office.

Tax Incentive Programs (195630)

This line item provides for the costs of operating and monitoring the tax credit programs overseen by the Office of Tax Incentives. These include the Job Creation Tax Credit, Job Retention Tax Credit, Technology Investment Tax Credit, and Historic Preservation Tax Credit. The budget includes appropriations of \$650,800 in each fiscal year for this purpose, about 10.9% above FY 2011 expenditures.

Job Ready Site Operating (195688)

The budget appropriates \$800,000 in each fiscal year for this line item, which covers the administrative expenses for the (JRS) Program, which provides grants to eligible public or private entities for infrastructure improvements and site development costs in order to attract significant capital investments that lead to job creation. Grants under the JRS Program are provided through funds appropriated in the capital budget, which consist of the proceeds of general obligation bonds issued by the Ohio Public Facilities Commission. S.B. 181 of the 128th General Assembly appropriated \$30 million for JRS grants for the FY 2011-FY 2012 capital biennium.

Category 2: Technology and Innovation

Line items in this category support research, development, commercialization, and other activities in targeted areas of advanced technological systems, processes, and products. The programs in this category are administered by the Technology and Innovation Division. For the purposes of this analysis, the line items in this category have been divided into three subcategories: the Thomas Edison Program, the Third Frontier Program, and the Manufacturing Extension Partnership Program. Approximately 76% of the biennial funding for this category is in support of research and development under the Ohio Third Frontier. In May 2010, Ohio voters approved a ballot issue that will provide a total of \$700 million for the Third Frontier over a four-year period.

Appropriations for Technology and Innovation				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195401	Thomas Edison Program	\$14,820,354	\$0
GRF	195422	Technology Action	\$547,341	\$0
GRF	195905	Third Frontier Research & Development General Obligation Debt Service	\$29,323,300	\$63,640,300
General Revenue Fund Subtotal			\$44,690,995	\$63,640,300
Federal Special Revenue Fund Group				
3080	195605	Federal Projects	\$5,000,000	\$5,000,000
Federal Special Revenue Fund Group Subtotal			\$5,000,000	\$5,000,000
Third Frontier Research & Development Fund Group				
7011	195686	Third Frontier Operating	\$1,149,750	\$1,149,750
7011	195687	Third Frontier Research and Development Projects	\$183,850,250	\$133,850,250
7014	195620	Third Frontier Operating – Tax	\$1,700,000	\$1,700,000
7014	195692	Research and Development Taxable Bond Projects	\$38,300,000	\$38,300,000
Third Frontier Research & Development Fund Group Subtotal			\$225,000,000	\$175,000,000
Tobacco Master Settlement Agreement Fund Group				
M087	195435	Biomedical Research and Technology Transfer	\$1,999,224	\$1,999,224
Tobacco Master Settlement Agreement Fund Group Subtotal			\$1,999,224	\$1,999,224
Total Funding: Technology and Innovation			\$276,690,219	\$245,639,524

Thomas Edison Program

Thomas Edison Program (195401)

The budget appropriates approximately \$14.8 million in FY 2012 for this line item, 0.9% below FY 2011 levels. No funding is provided in FY 2013 pending recommendations for the transition to JobsOhio. The Thomas Edison Program supports a network of Edison Technology Centers and Edison Technology Incubators centered in the state's major metropolitan areas. These centers provide services to technology-based manufacturing companies in the development of business practices that lead to production and commercialization of new technological products and processes.

Third Frontier Program

Technology Action (195422)

This line item receives appropriations of \$547,341 in FY 2012 and no funding in FY 2013. Funding in FY 2012 will be used for partial administrative support for the Third Frontier Program. Most administrative costs will be supported by bond proceeds through line items 195686 and 195620 (see below) in the Third Frontier Research and Development Fund (Fund 7011) and the Research and Development Taxable Bond Fund (Fund 7014), respectively.

Third Frontier Research & Development General Obligation Debt Service (195905)

The budget appropriates \$29.3 million in FY 2012 and \$63.6 million in FY 2013 for this line item, which funds the repayment of general obligation bonds issued by the Ohio Public Facilities Commission for line items 195687 and 195692, which award grants under the Third Frontier Program (see below). The substantial increase in this line item between FY 2012 and FY 2013 is due to the reauthorization of the Ohio Third Frontier by voters in May of 2010, allowing for the issuance of a further \$700 million in general obligation bonds.

Third Frontier Research and Development (195687 and 195692)

Both of these line items fund competitive grant awards to support research and development projects approved by the Third Frontier Commission. Grants are awarded to Ohio-based firms and academic institutions for the development and commercialization of advanced technology products and processes. Line item 195687 is funded by proceeds of nontaxable bonds, while 195692 is funded by the proceeds of taxable bonds. All bonds for this program are issued by the Ohio Public Facilities Commission.

The budget appropriates \$183.9 million in FY 2012 and \$133.9 million in FY 2013 for line item 195687, Third Frontier Research and Development Projects, and \$38.3 million in each fiscal year for line item 195692, Research and Development Taxable Bond Projects.

These amounts represent significant increases over FY 2011 spending due to the renewal of the Third Frontier Program through State Issue 1 in May of 2010. The constitutional amendment approved by voters permits the issuance of up to \$225 million in FY 2012 and \$175 million in FY 2013, amounts reflected in the total appropriations to funds 7011 and 7014 in H.B. 153.

Third Frontier Operating Funds (195686 and 195620)

These line items support the administrative costs of the Third Frontier Research and Development grant programs. Line item 195686, Third Frontier Operating, is funded at about \$1.1 million annually using nontaxable bond proceeds to administer awards issued from line item 195687. Line item 195620, Third Frontier Operating – Tax, receives appropriations of \$1.7 million annually from taxable bond proceeds to administer awards from line item 195692.

Biomedical Research and Technology Transfer (195435)

The appropriations of just under \$2.0 million in each fiscal year for this line item will be used to administer awards under the Biomedical Research and Technology Transfer Trust Fund (BRTTF) Program, a component of the Ohio Third Frontier. Previously, BRTTF awards would have been supported by this line item. However, due to the securitization of tobacco settlement funds during the FY 2008-FY 2009 biennium and the disposition of the Tobacco Use Prevention and Control Trust Fund during FY 2010 and FY 2011, the only moneys remaining in the BRTTF are those encumbered from previous years. Under the budget for FY 2012 and FY 2013, this line item will be used for supplemental administrative support for awards issued under the Third Frontier Program, including the Biomedical Research Commercialization Program.

Manufacturing Extension Partnership Program

Federal Projects (195605)

The portion of this line item¹ administered by the Technology and Innovation Division funds the federal-state Manufacturing Extension Partnership (MEP) Program, which supports technical assistance programs and services to improve the competitiveness of small and medium-sized manufacturing firms and accelerates the implementation of new manufacturing technology and work processes. The allocation from this line item for the MEP Program is \$5.0 million in each fiscal year.

¹ This line item also provides funding for activities in other funding categories. See the Low Income Community Services and Clean Ohio/Brownfield Redevelopment subcategories in Category 4: Community and Housing Development, for further information.

Category 3: Workforce Development

Line items in this category fund a variety of activities to assist businesses with developing the workforce through training and job retention activities, as well as support for the Governor's Workforce Policy Advisory Board. Activities in this category are administered by ODOD's Workforce and Talent Division.

Appropriations for Workforce Development				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195434	Industrial Training Grants	\$10,000,000	\$0
General Revenue Fund Subtotal			\$10,000,000	\$0
Federal Special Revenue Fund Group				
3AE0	195643	Workforce Development Initiatives	\$16,300,000	\$16,300,000
3EG0	195608	Federal Energy Training	\$5,000,000	\$1,344,056
Federal Special Revenue Fund Group Subtotal			\$21,300,000	\$17,644,056
State Special Revenue Fund Group				
5HR0	195526	Ohio Workforce Job Training	\$20,000,000	\$30,000,000
Federal Special Revenue Fund Group Subtotal			\$20,000,000	\$30,000,000
Total Funding: Workforce Development			\$51,300,000	\$47,644,056

Industrial Training Grants (195434)

The budget contains appropriations of \$10.0 million in FY 2012 and no funding in FY 2013 for this line item, pending the recommendations for agency functions to be assumed by JobsOhio. These funds are derived from the GRF and are used to award grants under the Ohio Workforce Guarantee Program. These awards support a portion of the training costs of eligible companies that are expanding or undertaking new capital projects that will result in the creation or retention of jobs in targeted industries. Additional funding for these awards is derived from Federal Special Revenue Fund line item 195643, Workforce Development Initiatives. This program is ODOD's most used by number of individual awards, with 192 grants issued in FY 2009, the most recent year for which the Department has issued data.

Workforce Development Initiatives (195643)

The budget appropriates \$16.3 million in each fiscal year for this line item. These funds are provided through a transfer of federal Workforce Investment Act (WIA) funds from the Department of Job and Family Services (JFS) for use as part of ODOD's Ohio Workforce Guarantee and to support other operations and programs of the Workforce and Talent Division. A portion of this line item will be used for grants alongside GRF line item 195434, Industrial Training Grants, while other funding will be

used to provide payroll and operating support for the Division's activities as well as for the Governor's Workforce Policy Board, which promotes collaboration among the state agencies responsible for administering WIA funds.

Federal Energy Training (195608)

The budget funds this line item at \$5.0 million in FY 2012 and \$1.3 million in FY 2013 to wind down ARRA funding for the State Energy Sector Partnership Program. These funds provide grants to qualified employers in the energy sector for training costs through the Workforce and Talent Division's existing delivery system, with specific focus on the solar, wind, and biomass industries. Training grants under this program are capped at \$6,000 per worker.

Ohio Workforce Job Training (195526)

Under the budget, this new line item will be supported by the transfer of \$20.0 million in casino license fees in FY 2012 and \$30.0 million from the same source in FY 2013. These funds will be deposited into the Ohio Workforce Job Training Fund (Fund 5HR0) for use by ODOD and JobsOhio, as determined through a future agreement between the two entities, for the Ohio Incumbent Worker Training Voucher Program. Under this program, employers or employees will be able to apply for a voucher to cover up to 33% of eligible training costs, with a maximum voucher amount of \$6,000 per employee per year.

Category 4: Community, Housing, and Urban Development

Line items in this category consist of various state and federal programs that benefit low and moderate-income individuals and families, provide housing and homelessness assistance, support local infrastructure, and perform brownfield redevelopment activities. Programs in this category are administered by the Community Development Division and the Urban Development Division. For the purposes of this analysis, this category has been divided into four subcategories: Services for Low-Income Households, Housing Services, Local Community Assistance, and Urban and Brownfield Redevelopment. A notable addition made in this budget is the \$45 million Local Government Innovation Program, scheduled to begin in FY 2013.

Appropriations for Community, Housing, and Urban Development				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195426	Clean Ohio Implementation	\$468,365	\$0
GRF	195497	CDBG Operating Match	\$1,015,000	\$0
General Revenue Fund Subtotal			\$1,483,365	\$0
Federal Special Revenue Fund Group				
3080	195603	Housing and Urban Development	\$6,000,000	\$6,000,000
3080	195605	Federal Projects	\$80,028,606	\$79,470,106
3K80	195613	Community Development Block Grant	\$76,795,818	\$65,210,000
3K90	195611	Home Energy Assistance Block Grant	\$115,743,608	\$115,743,608
3K90	195614	HEAP Weatherization	\$22,000,000	\$22,000,000
3L00	195612	Community Services Block Grant	\$27,240,217	\$27,240,217
3V10	195601	HOME Program	\$40,000,000	\$40,000,000
Federal Special Revenue Fund Group Subtotal			\$367,808,249	\$355,663,931
State Special Revenue Fund Group				
4F20	195699	Utility Provided Funds	\$500,000	\$500,000
5JR0	195656	New Market Tax Credit Program	\$50,000	\$50,000
5KD0	195621	Brownfield Stormwater Loan	\$50,000	\$50,000
5KN0	195640	Local Government Innovation	\$0	\$45,000,000
5M40	195659	Low Income Energy Assistance	\$245,000,000	\$245,000,000
6460	195638	Low- and Moderate-Income Housing Trust Fund	\$53,000,000	\$53,000,000
State Special Revenue Fund Group Subtotal			\$298,600,000	\$343,600,000
Clean Ohio Revitalization Fund Group				
7003	195663	Clean Ohio Operating	\$950,000	\$950,000
Clean Ohio Revitalization Fund Group Subtotal			\$950,000	\$950,000
Total Funding: Community and Housing Development			\$668,841,614	\$700,213,931

Services for Low-Income Households

CDBG Operating Match (195497)

The budget funds this line item at about \$1.0 million in FY 2012, a 35.7% increase compared to FY 2011 spending of just over \$748,000. Funds in this line item are provided by the GRF and are used to fulfill the required state match for the federal Community Development Block Grant (CDBG), which is appropriated in line item 195613. This line item provides matching funds for certain CDBG activities and for the program's operating costs. Funding is zeroed out in FY 2013, pending the allocation of services to JobsOhio. However, the FY 2013 state match would likely be borne instead by GRF line item 195528, Economic Development Projects (see **Category 9: Administration**).

Federal Projects (195605)

Funding for the portion of this line item used by the Community Development Division is \$75.0 million in FY 2012 and \$74.5 million in FY 2013.² These funds support the Home Weatherization Assistance Program (HWAP), which assists low-income households with installing energy-efficient weatherization measures that reduce energy costs and emissions and prevent utility disconnections. Qualified households include those with incomes at or below 150% of the federal poverty guidelines, those that participate in the Percentage of Income Payment Plan (PIPP), and households that receive Supplemental Security Income. The state allocates federal weatherization funds from the U.S. Department of Energy to local community action agencies (CAAs), which then contract with weatherization specialists to conduct energy audits and provide upgrades under the program.

FY 2012-FY 2013 funding for HWAP under this line item includes about \$40.7 million in FY 2012 and \$72.7 million in FY 2013 in regular weatherization funding from the Department of Energy. The remaining \$34.3 million in FY 2012 and \$1.8 million in FY 2013 constitutes the remainder of the state's HWAP funding under the American Recovery and Reinvestment Act of 2009 (ARRA). Table 3 below illustrates the breakdown of these funds.

² This line item also provides funding for activities in other funding categories. See the Manufacturing Extension Partnership Program in Category 2: Technology and Innovation, and the Clean Ohio and Brownfield Redevelopment subcategory in Category 4: Community and Housing Development.

Table 3. Regular and ARRA funding for HWAP in Line Item 195605, Federal Projects		
	FY 2012	FY 2013
Regular HWAP	\$40,680,495	\$72,670,106
ARRA HWAP	\$34,348,111	\$1,800,000
Total – HWAP in 195605	\$75,028,606	\$74,470,106

Home Energy Assistance Block Grant (195611)

The budget appropriates \$115.7 million in each fiscal year for this line item, about 19.1% below FY 2011 spending of \$143.1 million. The FY 2011 amount reflected supplemental funds received in the last fiscal year from the federal government. These funds are provided from the U.S. Department of Health and Human Services (HHS) for the Home Energy Assistance Program (HEAP). HEAP provides home heating assistance to households at or below 175% of the federal poverty guidelines. This line item also includes the Emergency HEAP (E-HEAP) Program for households that are in imminent danger of being disconnected during the winter heating season, and the Summer Crisis Program for summer cooling assistance to HEAP-eligible households that include persons over age 60 or who can provide proof of a medical necessity.

HEAP Weatherization (195614)

This line item receives appropriations of \$22.0 million in each fiscal year under H.B. 153. These funds comprise 15% of the HEAP block grant funds received by ODOT, which are used to fund home weatherization projects for low-income households eligible for HEAP.

Community Services Block Grant (195612)

Funding for this line item is \$27.2 million in each fiscal year under the enacted budget. These funds are awarded to the state by HHS according to a federal formula and are subsequently allocated to local CAAs, which provide a variety of anti-poverty services for low-income individuals and households. These may include HEAP and HWAP services, low-income tax preparation assistance, transportation services for the elderly and disabled, food pantries, employment services, youth services, housing services, and various other eligible activities.

Utility Provided Funds (195699)

The budget appropriates \$500,000 in each fiscal year for this line item. These funds are derived from payments from utility companies that are deposited into the State Special Projects Fund (Fund 4F20). Moneys in this line item are required to be used to verify the income and eligibility of HEAP applicants, leverage additional federal funds, support projects to assist homeless persons, assist with energy efficiency

projects for PIPP customers, and provide training assistance for agencies that administer low-income customer assistance programs.

Low Income Energy Assistance (195659)

Appropriations to this line item are \$245.0 million in each fiscal year, funded by the universal service rider on consumers' electric utility bills. These amounts are collected by electric distribution utilities and remitted to ODOD's Universal Service Fund (Fund 5M40) to support the Percentage of Income Payment Plan (PIPP), a program that allows households at or below 150% of the federal poverty level to pay installments of their electric bills using a set percentage of their monthly income. ODOD uses amounts in the fund to reimburse utility companies for the cost of the energy used by PIPP customers.

Housing Services

Housing and Urban Development (195603)

This line item is funded at \$6.0 million in each fiscal year under the budget, 58.1% below FY 2011 expenditures. This line item consists of federal funds from the U.S. Department of Housing and Urban Development (HUD) that are directed toward the Housing Opportunities for Persons With AIDS (HOPWA) Program and grants for emergency shelters. Of the total amount appropriated, \$225,000 in FY 2012 and \$40,000 in FY 2013 will be used to wind down ARRA housing programs, including the Emergency Shelter Grant Homelessness Prevention Program and the Neighborhood Stabilization Program.

HOME Program (195601)

This line item receives funding of \$40.0 million in each fiscal year under the budget. HOME Investment Partnership funds are awarded to the state by HUD and subsequently distributed to local communities and housing organizations for housing rehabilitation, tenant-based rental assistance, homebuyer assistance, and housing acquisition and construction. A portion of these funds are allocated to the Ohio Housing Finance Agency (OHFA) for programs to assist low-income multifamily housing projects.

Low- and Moderate-Income Housing Trust Fund (195638)

The appropriation of \$53.0 million in each fiscal year for this line item is 20.7% above FY 2011 spending levels. Commonly known as the Ohio Housing Trust Fund (OHTF), this line item provides grants and loans to local housing entities for qualifying housing projects serving low- and moderate-income persons, including construction, renovation, and supportive services. Revenue to the OHTF (Fund 6460) is primarily derived from county recordation fees, but may also include grants, contributions, and transfers from other sources. A portion of this fund is allocated in each fiscal year to the

Ohio Housing Finance Agency for the Housing Development Assistance Program and associated administrative costs.

Continuing law requires amounts up to certain percentages of the OHTF to be dedicated to certain housing and community development programs. At least 50% of the fund must be used for grants to local jurisdictions that are ineligible for HOME funding. In addition, up to 10% must be used for grants to emergency shelters, up to 5% must be awarded to community development corporations, at least \$250,000 must be set aside for the Department of Aging's Resident Services Coordinator Program, and at least \$100,000 must be used for training and technical assistance for nonprofit development organizations.

Local Community Assistance

Community Development Block Grant (195613)

Funding for this line item is about \$76.8 million in FY 2012 and \$65.2 million in FY 2013. These amounts include \$208,000 in FY 2012 and \$136,500 in FY 2013 to complete ARRA-funded projects. ODOD's Office of Housing and Community Partnerships administers Community Development Block Grant (CDBG) funds received from HUD for communities that do not receive federal funding directly. These are subsequently distributed to eligible local governments for a variety of eligible activities, including development of anti-poverty programs, affordable housing, and other projects. The following table includes brief descriptions of selected activities supported by CDBG funds.

Program	Purpose
Community Development Program	Funds local community public facility improvements and microenterprise development
Water and Sanitary Sewer Program	Assists with drinking water and sewage system improvements in eligible rural communities
Economic Development Program	Provides local communities with gap financing assistance for business development
Comprehensive Downtown Revitalization Program	Assists local communities with the development of downtown revitalization planning documents (Tier One) and for development and improvement of central business districts (Tier Two)
Microenterprise Business Development Program	Awards grants to eligible local entities and nonprofit organizations to develop local microenterprise businesses (for-profit entities with five or fewer employees, one of whom owns the business)
Community Housing Improvement Program	Assists local communities with housing rehabilitation projects (also supported by HOME and OHTF funding)

Local Government Innovation (195640)

The budget establishes this line item with an appropriation of \$45.0 million in FY 2013 for the purpose of funding grants and loans to local governments for certain qualified costs related to implementing new policies or processes. Awards must be approved by the 15-member Local Government Innovation Council and may not exceed \$100,000 for an individual political subdivision or \$500,000 for an entire innovation project. Additionally, at least 30% of these funds must be awarded to smaller municipalities or counties, and at least 30% must be awarded to larger municipalities or counties, based on population thresholds established in the Revised Code. The Local Government Innovation Fund (Fund 5KN0) is intended to capitalize this program using revenues that would otherwise be designated for the Local Government Fund.

Urban and Brownfield Redevelopment**Clean Ohio Revitalization Fund Administration (195426 and 195663)**

These line items support the Urban Development Division's administrative expenses for the Clean Ohio Revitalization Fund and Clean Ohio Assistance Fund programs, which support brownfield revitalization projects through capital appropriations, as well as the Historic Preservation Tax Credit Program. For GRF line item 195426, Clean Ohio Implementation, the budget appropriates funding of \$468,365 in FY 2012 and no funding in FY 2013, pending the allocation of programs during the JobsOhio transition. Line item 195663, Clean Ohio Operating, is funded at \$950,000 in each fiscal year using the proceeds of bonds backed by liquor profits.

The most recent appropriation of Clean Ohio funding occurred in S.B. 181 of the 128th General Assembly, which provided a total of \$100 million for the FY 2011-FY 2012 biennium. This total includes \$80 million for line item C19500, Clean Ohio Revitalization, which provides grants for brownfield cleanup and environmental remediation costs. The remaining \$20 million is used by line item C19501, Clean Ohio Assistance, which is used for grants that cover the costs of environmental assessments on urban brownfield properties in distressed areas.

Federal Projects (195605)

The portion of this line item³ administered by the Urban Development Division supports the Brownfield Revolving Loan Fund, which provides low-interest loans to private and public entities for demolition, cleanup, and remediation projects on urban

³ This line item also provides funding for activities in other funding categories. See the Manufacturing Extension Partnership Program in Category 2: Technology and Innovation, and the Services for Low-Income Households subcategory in Category 4: Community and Housing Development.

brownfield sites. Funds for this purpose are received by ODOD through competitive grants from the U.S. Environmental Protection Agency. The allocation from this line item for the Brownfield Revolving Loan Program is \$5.0 million in each fiscal year.

New Market Tax Credit Program (195656)

This newly created line item is funded by the budget at \$50,000 in each fiscal year and would support the administrative costs of the New Market Tax Credit Program using fees charged to program participants. This tax credit is used by eligible community development entities, who sell the credits to investors who finance improvements in low-income communities.

Brownfield Stormwater Loan (195621)

This newly created line item is funded at \$50,000 in each fiscal year for the administrative costs of the Ohio Water Development Authority (OWDA) Brownfield Loan Program. ODOD administers this program on behalf of OWDA, which provides below-market-rate loans to local governments, as well as private entities who have contributed to water contamination from a brownfield site. Loans are used for environmental assessments, remediation, demolition, and consultant costs.

Category 5: Energy Development

This category consists of programs to support and attract businesses in the fields of alternative and advanced energy, to provide incentives for the adoption of alternative and advanced energy technologies, and to oversee the State Energy Plan under guidelines from the U.S. Department of Energy. Programs in this category are operated by ODOT's Energy Resources Division, as well as the Ohio Coal Development Office, which the executive proposal transfers to the Department from the Ohio Air Quality Development Authority (OAQDA).

Appropriations for Energy Development				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195402	Coal Development Office	\$260,983	\$261,205
GRF	195901	Coal Research and Development General Obligation Debt Service	\$7,861,100	\$5,577,700
General Revenue Fund Subtotal			\$8,122,083	\$5,838,905
Federal Special Revenue Fund Group				
3080	195618	Energy Federal Grants	\$38,000,000	\$3,400,000
3350	195610	Energy Conservation and Emerging Technology	\$1,100,000	\$1,100,000
3DB0	195642	Federal Stimulus – Energy Efficiency & Conservation Block Grants	\$3,000,000	\$42,485
Federal Special Revenue Fund Group Subtotal			\$42,100,000	\$4,542,485
State Special Revenue Fund Group				
5CG0	195679	Alternative Fuel Transportation	\$750,000	\$750,000
5M50	195660	Advanced Energy Programs	\$8,000,000	\$0
6170	195654	Volume Cap Administration	\$94,397	\$92,768
State Special Revenue Fund Group Subtotal			\$8,844,397	\$842,768
Total Funding: Energy Development			\$59,066,480	\$11,224,158

Coal Research and Development (195402 and 195901)

The budget transfers the Ohio Coal Development Office from OAQDA to ODOT. The Office provides funding for research and development of clean coal technologies based on the type of high-sulfur coal found in Ohio, often in partnership with Ohio universities. Financing is provided through the proceeds of coal research and development bonds issued by the Ohio Public Facilities Commission. The budget does not include any appropriations for these bond proceeds, which are expected to be provided in an upcoming capital budget bill.

GRF line item 195402 will provide administrative funding, including payroll and benefits, for the Ohio Coal Development Office at a level of about \$261,000 in each fiscal year. Line item 195901, Coal Research and Development General Obligation Debt Service, receives GRF funding of about \$7.9 million in FY 2012 and \$5.6 million in FY 2013 to repay outstanding coal research and development bonds.

Energy Federal Grants (195618)

These federal funds from the U.S. Department of Energy are used for the activities of the State Energy Program (SEP). The FY 2012 amount of \$38 million for this line item includes \$34.6 million in SEP stimulus funding under ARRA, constituting the final allocation of federal stimulus funding for this program. Ohio is using ARRA funding for the SEP to deploy renewable energy technologies with a particular focus on the manufacturing sector, promote energy efficiency measures, and finance energy efficiency projects.

FY 2013 funding of \$3.4 million consists of non-stimulus SEP funding from the Department of Energy, which is typically used for outreach, client education, support for public school energy education curricula, public information sharing, and energy conservation workshops for small businesses.

Energy Conservation and Emerging Technology (195610)

This line item is used to supplement the activities of the State Energy Program. The budget appropriates \$1.1 million in each fiscal year, about 25.7% above actual FY 2011 spending of \$875,220. This line item is currently capitalized by the Oil Overcharge Fund (Fund 3350), funded solely through interest income on federal funds received pursuant to a U.S. government settlement with oil companies.

Federal Stimulus – Energy Efficiency and Conservation Block Grants (195642)

This line item uses ARRA funds for the Energy Efficiency and Conservation Block Grant Program (EECBG). These funds provide assistance to local governments, state agencies, and universities for energy efficiency and conservation projects. EECBG funding to local governments from this line item is provided on a competitive basis to counties and municipalities that are not eligible to receive funding directly from the federal government. Ohio's final ARRA allocation for this program, as appropriated in the budget, is \$3.0 million in FY 2012 and \$42,485 to wind down the program in FY 2013.

Alternative Fuel Transportation (195679)

This line item consists of appropriations of \$750,000 in each fiscal year, amounts that will be transferred to the Alternative Fuel Transportation Grant Fund (Fund 5CG0) from the Advanced Energy Fund (Fund 5M50). The Alternative Fuel Transportation Grant Program is used to provide financial assistance of up to 50% of eligible costs

incurred by businesses, nonprofit organizations, public school systems, or local governments in purchasing alternative fuel vehicles or alternative fuels, or developing and installing alternative fuel refueling facilities.

Advanced Energy Programs (195660)

The Advanced Energy Fund (Fund 5M50) provides loans and grants for residential, small business, local government, nonprofit, agricultural, and other entities for the adoption and installation of renewable and efficient energy sources. Activities include financial assistance for a variety of energy efficiency projects, such as installing industrial energy efficiency measures, home wind and solar installation, advanced energy manufacturing supply chain development, and others. Through December 31, 2010, the Advanced Energy Fund has supported 599 projects totaling \$40.9 million.

The appropriation of \$8.0 million in FY 2012 represents a decrease of 53.5% from FY 2011 expenditures of \$17.2 million due to (1) an increase in demand for the fund's services during the FY 2010-FY 2011 biennium and (2) the expiration of the advanced energy rider on January 1, 2011. Until that date, revenues to the Advanced Energy Fund were primarily derived from a rider of \$0.09 per month on consumer electric distribution rates. Additional funding is provided from repayments on loans issued from the fund. This line item receives no appropriations in FY 2013.

Volume Cap Administration (195654)

The budget includes appropriations of \$94,397 in FY 2012 and \$92,768 in FY 2013 for this line item, which provides for the administrative costs of overseeing the state's allocation of tax-exempt private activity bonding authority under the federally defined limit, or Volume Cap. While administered by the Energy Resources Division, Volume Cap is also used by the Ohio Coal Development Office and the Ohio Housing Finance Agency for the issuance of bonds for certain programs.

Category 6: Appalachian Development

Line items in this category provide economic and community development assistance to the 32 counties of Ohio's Appalachian region through the Governor's Office of Appalachia and four Appalachian Local Development District offices. The Office administers state assistance to this region, as well as federal funding from the Appalachian Regional Commission (ARC). The budget for this category totals about \$4.8 million in each fiscal year.

Appropriations for Appalachian Development				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195416	Governor's Office of Appalachia	\$3,700,000	\$3,700,000
GRF	195501	Appalachian Local Development Districts	\$391,482	\$391,482
GRF	195502	Appalachian Regional Commission Dues	\$195,000	\$195,000
General Revenue Fund Subtotal			\$4,286,482	\$4,286,482
Federal Special Revenue Fund Group				
3080	195602	Appalachian Regional Commission	\$475,000	\$475,000
Federal Special Revenue Fund Group Subtotal			\$475,000	\$475,000
Total Funding: Appalachian Development			\$4,761,482	\$4,761,482

Governor's Office of Appalachia (195416)

Funding for this line item is \$3.7 million in each fiscal year under H.B. 153. This line item provides grants to entities in the Appalachian region to promote economic and workforce development, supports the operations of the Governor's Office of Appalachia, and provides a required 1:1 match for federal funds received from the Appalachian Regional Commission (see line item 195602, Appalachian Regional Commission) for the ARC Technical Assistance Program and the Appalachian Training Investment Partnership.

Appalachian Local Development Districts (195501)

The appropriations of \$391,482 in each fiscal year are identical to FY 2011 expenditures from this line item. These GRF moneys support four Appalachian Local Development District offices located in Cambridge, Marietta, Waverly, and Youngstown in providing information, planning, and technical assistance to local governments.

Appalachian Regional Commission Dues (195502)

The budget appropriates \$195,000 to this line item in each fiscal year. This line item pays the required dues for Ohio's membership and participation in the programs of the Appalachian Regional Commission.

Appalachian Regional Commission (195602)

The budget appropriates \$475,000 in each fiscal year for this line item. These funds are federal dollars from the Appalachian Regional Commission to support the Governor's Office of Appalachia, the ARC Technical Assistance Program, and the Appalachian Training Investment Partnership. These moneys are matched 1:1 by state funds from GRF line item 195416, Governor's Office of Appalachia.

Category 7: Ohio Tourism Promotion

Line items in this category fund the activities of the Ohio Tourism Division, which promotes travel and tourism to and within Ohio, provides support for statewide tourism activities, and houses the Ohio Film Office.

Appropriations for Ohio Tourism Promotion				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195407	Travel and Tourism	\$5,000,000	\$0
General Revenue Fund Subtotal			\$5,000,000	\$0
General Services Fund Group				
5W50	195690	Travel and Tourism Cooperative Projects	\$50,000	\$50,000
General Services Fund Group Subtotal			\$50,000	\$50,000
State Special Revenue Fund Group				
5HJ0	195604	Motion Picture Tax Credit Program	\$50,000	\$50,000
State Special Revenue Fund Group Subtotal			\$50,000	\$50,000
Total Funding: Ohio Tourism Promotion			\$5,100,000	\$100,000

Travel and Tourism (195407)

The budget appropriates funding of \$5.0 million in FY 2012 for this line item, which supports the payroll and operating costs of the Ohio Tourism Division, as well as the costs of marketing, advertising, public relations, and the development and publication of tourism materials. These funds also support the Ohio Film Office. No money is appropriated for this purpose in FY 2013, pending the transition of departmental functions to JobsOhio.

Travel and Tourism Cooperative Projects (195690)

The budget appropriates \$50,000 in each fiscal year for this line item. These funds provide partnership dollars for the marketing and promotion of travel and tourism within Ohio. The Travel and Tourism Cooperative Projects Fund (Fund 5W50) is capitalized by grants from the private sector or other financial aid from any state or local government. These funding levels would allow receipts of up to that amount to be spent on special tourism partnership projects.

Motion Picture Tax Credit Program (195604)

The Motion Picture Tax Credit is administered by the Ohio Film Office, which uses fees collected for the tax credit to support the program's operating costs. These costs are accounted for in this line item, which receives funding of \$50,000 in each fiscal

year under the budget. The Ohio Motion Picture Tax Credit provides a refundable tax credit of 25% of in-state spending and nonresident wages and 35% of Ohio resident wages on eligible productions. Productions must spend at least \$300,000 in the state in order to be eligible for the credit. In FY 2011, tax credits of \$8.5 million were issued under this program, and \$30 million in motion picture tax credits will be available during the FY 2012-FY 2013 biennium.

Category 8: Global Markets

This category includes appropriations for the operations of the Global Markets Division, which assists Ohio businesses in fostering export opportunities and developing foreign markets for goods and services, promotes Ohio businesses abroad, and works to attract foreign investment in Ohio.

Appropriations for Global Markets				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195432	Global Markets	\$3,500,000	\$0
General Revenue Fund Subtotal			\$3,500,000	\$0
State Special Revenue Fund Group				
5W60	195691	International Trade Cooperative Projects	\$160,000	\$160,000
State Special Revenue Fund Group Subtotal			\$160,000	\$160,000
Total Funding: Global Markets			\$3,660,000	\$160,000

Global Markets (195432)

This line item is funded at \$3.5 million in FY 2012 for the operations and programs of the Global Markets Division. There is no funding appropriated for FY 2013, pending the realignment of services under JobsOhio. Currently, the Global Markets Division oversees international trade offices located in Brussels, Hong Kong, Mexico City, New Delhi, Sydney, Tel Aviv, Tokyo, and Toronto, and offices operated jointly with the Council of Great Lakes Governors in Buenos Aires, Johannesburg, Santiago, and Sao Paulo. Four offices (Toronto, Brussels, Hong Kong, and Tel Aviv) are owned and operated by the state of Ohio, while the rest are operated in conjunction with private consultants who represent the state in international markets. These offices provide export assistance to Ohio businesses and work to induce foreign companies to locate or do business in Ohio.

International Trade Cooperative Projects (195691)

This line item receives funds from outside entities to support international business development opportunities. The appropriations to this line item are \$160,000 in each fiscal year. Money in the International Trade Cooperative Projects Fund (Fund 5W60) includes grant money from the Ohio Soybean Council to assist with the operation of ODOD's China office, as well as the proceeds from a \$250 fee that ODOD may assess on businesses for export assistance provided by the Department.

Category 9: Administration

This category encompasses the various line items that support ODOD's central administrative offices, including the Director's office, legal services, governmental relations, communications and marketing, information technology, and research, policy, and planning services. This category also includes appropriations to manage the transfer of programs from ODOD to JobsOhio.

Appropriations for Administration				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	195528	Economic Development Projects	\$0	\$26,943,518
General Revenue Fund Subtotal			\$0	\$26,943,518
General Services Fund Group				
1350	195684	Supportive Services	\$11,700,000	\$11,700,000
6850	195636	Direct Cost Recovery Expenditures	\$750,000	\$750,000
General Services Fund Group Subtotal			\$12,450,000	\$12,450,000
State Special Revenue Fund Group				
4F20	195676	Marketing Initiatives	\$5,000,000	\$0
State Special Revenue Fund Group Subtotal			\$5,000,000	\$0
Total Funding: Administration			\$17,450,000	\$39,393,518

Economic Development Projects (195528)

This GRF line item was created to manage the transfer of programs from ODOD to JobsOhio and to pay certain continuing costs of the Department once the Department's evaluation is complete and implementing legislation is enacted. These costs may include matching dollars for certain federal programs for which line items that currently provide matches are defunded in FY 2013. The budget appropriates about \$26.9 million in FY 2013 for this purpose.

Supportive Services (195684)

This line item is the primary source of administrative funding for the Department's central operating activities and is supported by assessments on ODOD's various divisions. The appropriated funding of \$11.7 million in each fiscal year primarily supports payroll, supplies, equipment, and maintenance costs associated with the functions of ODOD's executive leadership, legal office, communications and marketing staff, information technology staff, and other central administrative services.

Direct Cost Recovery Expenditures (195636)

This line item receives appropriations of \$750,000 in each fiscal year under the enacted budget. These funds provide additional administrative support through

assessments on ODOD's divisions that are deposited into the General Reimbursement Fund (Fund 6850). Costs covered by this line item are typically reimbursable expenses such as state pool car costs, bulk office supply purchases, travel reimbursements, and registration costs for conferences and events.

Marketing Initiatives (195676)

This line item is funded at \$5.0 million in FY 2012 using an allocation of unclaimed funds held by the Department of Commerce that is transferred into the State Special Projects Fund (Fund 4F20). ODOD's Communications and Marketing Office uses these funds to provide grants to the Ohio Business Development Coalition for the Promote Ohio Program, which works to brand and market Ohio as a place for businesses to expand and relocate. There is no funding appropriated for FY 2013, pending the transition to JobsOhio.

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FY 2012 - FY 2013 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency					Appropriations	FY 2011 to FY 2012	Appropriations	FY 2012 to FY 2013
			FY 2010	FY 2011	FY 2012	% Change	FY 2013	% Change
Report For Main Operating Appropriations Bill			Version: Enacted					
DEV Department of Development								
GRF	195401	Thomas Edison Program	\$ 14,945,214	\$ 14,960,723	\$ 14,820,354	-0.94%	\$ 0	-100.00%
GRF	195402	Coal Development Office	\$ 0	\$ 0	\$ 260,983	N/A	\$ 261,205	0.09%
GRF	195404	Small Business Development	\$ 1,241,255	\$ 1,575,651	\$ 1,565,770	-0.63%	\$ 0	-100.00%
GRF	195405	Minority Business Enterprise Division	\$ 917,418	\$ 1,311,728	\$ 1,118,528	-14.73%	\$ 0	-100.00%
GRF	195407	Travel and Tourism	\$ 385,251	\$ 0	\$ 5,000,000	N/A	\$ 0	-100.00%
GRF	195410	Defense Conversion Assistance	\$ 1,934,339	\$ 0	\$ 0	N/A	\$ 0	N/A
GRF	195412	Rapid Outreach Grants	\$ 9,824,832	\$ 10,725,037	\$ 9,000,000	-16.08%	\$ 0	-100.00%
GRF	195415	Strategic Business Investment Division and Regional Offices	\$ 4,629,723	\$ 4,418,146	\$ 4,500,000	1.85%	\$ 0	-100.00%
GRF	195416	Governor's Office of Appalachia	\$ 3,457,949	\$ 5,226,713	\$ 3,700,000	-29.21%	\$ 3,700,000	0.00%
GRF	195417	Urban/Rural Initiative	\$ 300,000	\$ 0	\$ 0	N/A	\$ 0	N/A
GRF	195422	Technology Action	\$ 14,449,483	\$ 10,658,260	\$ 547,341	-94.86%	\$ 0	-100.00%
GRF	195426	Clean Ohio Implementation	\$ 152,806	\$ 162,556	\$ 468,365	188.12%	\$ 0	-100.00%
GRF	195432	Global Markets	\$ 3,414,824	\$ 3,190,061	\$ 3,500,000	9.72%	\$ 0	-100.00%
GRF	195434	Industrial Training Grants	\$ 8,168,833	\$ 6,068,045	\$ 10,000,000	64.80%	\$ 0	-100.00%
GRF	195436	Labor/Management Cooperation	\$ 167,089	\$ 0	\$ 0	N/A	\$ 0	N/A
GRF	195497	CDBG Operating Match	\$ 935,677	\$ 748,033	\$ 1,015,000	35.69%	\$ 0	-100.00%
GRF	195501	Appalachian Local Development Districts	\$ 380,394	\$ 391,482	\$ 391,482	0.00%	\$ 391,482	0.00%
GRF	195502	Appalachian Regional Commission Dues	\$ 195,000	\$ 195,000	\$ 195,000	0.00%	\$ 195,000	0.00%
GRF	195507	Travel and Tourism Grants	\$ 9,127	\$ 0	\$ 0	N/A	\$ 0	N/A
GRF	195520	Ohio Main Street Program	\$ 300,000	\$ 200,000	\$ 0	-100.00%	\$ 0	N/A
GRF	195521	Discover Ohio!	\$ 1,489,468	\$ 0	\$ 0	N/A	\$ 0	N/A
GRF	195528	Economic Development Projects	\$ 0	\$ 0	\$ 0	N/A	\$ 26,943,518	N/A
GRF	195901	Coal Research & Development General Obligation Debt Service	\$ 0	\$ 0	\$ 7,861,100	N/A	\$ 5,577,700	-29.05%
GRF	195905	Third Frontier Research & Development General Obligation Debt Service	\$ 16,029,250	\$ 29,952,095	\$ 29,323,300	-2.10%	\$ 63,640,300	117.03%
GRF	195912	Job Ready Site Development General Obligation Debt Service	\$ 3,501,111	\$ 7,318,067	\$ 9,859,200	34.72%	\$ 15,680,500	59.04%
General Revenue Fund Total			\$ 86,829,045	\$ 97,101,598	\$ 103,126,423	6.20%	\$ 116,389,705	12.86%
1350	195684	Supportive Services	\$ 10,753,182	\$ 10,757,478	\$ 11,700,000	8.76%	\$ 11,700,000	0.00%
4W10	195646	Minority Business Enterprise Loan	\$ 2,358,931	\$ 1,509,381	\$ 2,500,000	65.63%	\$ 2,500,000	0.00%

FY 2012 - FY 2013 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency					Appropriations	FY 2011 to FY 2012	Appropriations	FY 2012 to FY 2013
			FY 2010	FY 2011	FY 2012	% Change	FY 2013	% Change
DEV Department of Development								
5AD0	195633	Legacy Projects	\$0	\$0	\$ 15,000,000	N/A	\$ 15,000,000	0.00%
5AD0	195667	Investment in Training Expansion	\$ 1,358,868	\$ 337,461	\$ 0	-100.00%	\$ 0	N/A
5AD0	195669	Wright Operating Grants	\$ 1,342,949	\$ 477,603	\$ 0	-100.00%	\$ 0	N/A
5AD0	195677	Economic Development Contingency	\$ 7,551,569	\$ 12,603,113	\$ 10,000,000	-20.65%	\$ 0	-100.00%
5DU0	195689	Energy Projects	\$ 229,369	\$0	\$ 0	N/A	\$ 0	N/A
5W50	195690	Travel and Tourism Cooperative Projects	\$ 37,764	\$ 17,733	\$ 50,000	181.97%	\$ 50,000	0.00%
6850	195636	Direct Cost Recovery Expenditures	\$ 623,205	\$ 562,048	\$ 750,000	33.44%	\$ 750,000	0.00%
General Services Fund Group Total			\$ 24,255,836	\$ 26,264,817	\$ 40,000,000	52.29%	\$ 30,000,000	-25.00%
3080	195602	Appalachian Regional Commission	\$ 159,083	\$ 319,852	\$ 475,000	48.51%	\$ 475,000	0.00%
3080	195603	Housing and Urban Development	\$ 10,254,988	\$ 14,316,989	\$ 6,000,000	-58.09%	\$ 6,000,000	0.00%
3080	195605	Federal Projects	\$ 89,400,221	\$ 140,254,446	\$ 85,028,606	-39.38%	\$ 85,470,106	0.52%
3080	195609	Small Business Administration	\$ 4,704,340	\$ 5,068,116	\$ 6,438,143	27.03%	\$ 5,511,381	-14.39%
3080	195618	Energy Federal Grants	\$ 2,017,847	\$ 46,435,354	\$ 38,000,000	-18.17%	\$ 3,400,000	-91.05%
3080	195653	Smart Grid Resiliency	\$ 79,381	\$ 155,004	\$ 0	-100.00%	\$ 0	N/A
3350	195610	Energy Conservation and Emerging Technology	\$ 684,575	\$ 875,220	\$ 1,100,000	25.68%	\$ 1,100,000	0.00%
3AE0	195643	Workforce Development Initiatives	\$ 9,856,425	\$ 9,335,117	\$ 16,300,000	74.61%	\$ 16,300,000	0.00%
3BD0	195697	Diesel Emissions Reduction Grants	\$ 574,746	\$ 4,402,060	\$ 0	-100.00%	\$ 0	N/A
3BJ0	195685	TANF Heating Assistance	\$ 269,174	\$0	\$ 0	N/A	\$ 0	N/A
3DA0	195632	Federal Stimulus - Energy Star Rebate Program	\$ 6,182,317	\$ 3,531,045	\$ 0	-100.00%	\$ 0	N/A
3DB0	195642	Federal Stimulus - Energy Efficiency & Conservation Block Grants	\$ 297,597	\$ 2,919,676	\$ 3,000,000	2.75%	\$ 42,485	-98.58%
3EG0	195608	Federal Energy Training	\$0	\$ 46,338	\$ 5,000,000	10,690.23%	\$ 1,344,056	-73.12%
3K80	195613	Community Development Block Grant	\$ 77,318,562	\$ 114,622,595	\$ 76,795,818	-33.00%	\$ 65,210,000	-15.09%
3K90	195611	Home Energy Assistance Block Grant	\$ 188,450,409	\$ 143,134,922	\$ 115,743,608	-19.14%	\$ 115,743,608	0.00%
3K90	195614	HEAP Weatherization	\$ 5,233,710	\$ 2,688,918	\$ 22,000,000	718.17%	\$ 22,000,000	0.00%
3L00	195612	Community Services Block Grant	\$ 42,617,772	\$ 39,013,567	\$ 27,240,217	-30.18%	\$ 27,240,217	0.00%
3V10	195601	HOME Program	\$ 21,506,608	\$ 32,781,721	\$ 40,000,000	22.02%	\$ 40,000,000	0.00%
Federal Special Revenue Fund Group Total			\$ 459,607,755	\$ 559,900,940	\$ 443,121,392	-20.86%	\$ 389,836,853	-12.02%
4500	195624	Minority Business Bonding Program Administration	\$ 20,411	\$ 37,985	\$ 160,110	321.51%	\$ 159,069	-0.65%
4510	195625	Economic Development Financing Operating	\$ 2,251,819	\$ 2,384,355	\$ 3,000,000	25.82%	\$ 3,000,000	0.00%

FY 2012 - FY 2013 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency					Appropriations	FY 2011 to FY 2012	Appropriations	FY 2012 to FY 2013
			FY 2010	FY 2011	FY 2012	% Change	FY 2013	% Change
DEV Department of Development								
4F20	195639	State Special Projects	\$ 281,703	\$ 281,227	\$ 180,437	-35.84%	\$ 180,436	0.00%
4F20	195676	Marketing Initiatives	\$ 5,709,055	\$ 4,797,142	\$ 5,000,000	4.23%	\$ 0	-100.00%
4F20	195699	Utility Provided Funds	\$ 113,276	\$ 373,910	\$ 500,000	33.72%	\$ 500,000	0.00%
4S00	195630	Tax Incentive Programs	\$ 564,222	\$ 587,532	\$ 650,800	10.77%	\$ 650,800	0.00%
5AR0	195674	Industrial Site Improvements	\$ 2,360,062	\$ 2,442,623	\$ 0	-100.00%	\$ 0	N/A
5CG0	195679	Alternative Fuel Transportation	\$ 85,774	\$ 379,231	\$ 750,000	97.77%	\$ 750,000	0.00%
5CY0	195682	Lung Cancer and Lung Disease Research	\$ 1,819,243	\$ 712,955	\$ 0	-100.00%	\$ 0	N/A
5HJ0	195604	Motion Picture Tax Credit Program	\$ 0	\$ 0	\$ 50,000	N/A	\$ 50,000	0.00%
5HR0	195526	Ohio Workforce Job Training	\$ 0	\$ 0	\$ 20,000,000	N/A	\$ 30,000,000	50.00%
5HR0	195622	Defense Development Assistance	\$ 0	\$ 0	\$ 5,000,000	N/A	\$ 5,000,000	0.00%
5JR0	195656	New Market Tax Credit Program	\$ 0	\$ 20,281	\$ 50,000	146.54%	\$ 50,000	0.00%
5KD0	195621	Brownfield Stormwater Loan	\$ 0	\$ 0	\$ 50,000	N/A	\$ 50,000	0.00%
5KN0	195640	Local Government Innovation	\$ 0	\$ 0	\$ 0	N/A	\$ 45,000,000	N/A
5M40	195659	Low Income Energy Assistance	\$ 405,537,791	\$ 399,669,437	\$ 245,000,000	-38.70%	\$ 245,000,000	0.00%
5M50	195660	Advanced Energy Programs	\$ 8,514,947	\$ 17,204,341	\$ 8,000,000	-53.50%	\$ 0	-100.00%
5W60	195691	International Trade Cooperative Projects	\$ 99,999	\$ 105,472	\$ 160,000	51.70%	\$ 160,000	0.00%
5X50	195693	Family Homelessness Prevention Pilot Project	\$ 49,321	\$ 0	\$ 0	N/A	\$ 0	N/A
5Y60	195648	Economic Development Contingency	\$ 10,863	\$ 8,971,899	\$ 0	-100.00%	\$ 0	N/A
6110	195631	Water and Sewer Administration	\$ 9,329	\$ 9,259	\$ 0	-100.00%	\$ 0	N/A
6170	195654	Volume Cap Administration	\$ 88,230	\$ 81,547	\$ 94,397	15.76%	\$ 92,768	-1.73%
6460	195638	Low- and Moderate-Income Housing Trust Fund	\$ 44,384,271	\$ 43,914,332	\$ 53,000,000	20.69%	\$ 53,000,000	0.00%
State Special Revenue Fund Group Total			\$ 471,900,316	\$ 481,973,527	\$ 341,645,744	-29.12%	\$ 383,643,073	12.29%
5D20	195650	Urban Redevelopment Loans	\$ 8,335,000	\$ 16,203,353	\$ 0	-100.00%	\$ 0	N/A
5S90	195628	Capital Access Loan Program	\$ 1,317,604	\$ 3,764,189	\$ 1,500,000	-60.15%	\$ 1,500,000	0.00%
7008	195698	Logistics and Distribution Infrastructure	\$ 12,327,197	\$ 26,615,376	\$ 0	-100.00%	\$ 0	N/A
7009	195664	Innovation Ohio	\$ 11,272,789	\$ 20,809,570	\$ 15,000,000	-27.92%	\$ 15,000,000	0.00%
7010	195665	Research and Development	\$ 6,995,578	\$ 21,965,500	\$ 22,000,000	0.16%	\$ 22,000,000	0.00%
7037	195615	Facilities Establishment	\$ 46,450,900	\$ 50,726,000	\$ 50,000,000	-1.43%	\$ 50,000,000	0.00%
Facilities Establishment Fund Total			\$ 86,699,068	\$ 140,083,988	\$ 88,500,000	-36.82%	\$ 88,500,000	0.00%

FY 2012 - FY 2013 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency			FY 2010	FY 2011	Appropriations FY 2012	FY 2011 to FY 2012 % Change	Appropriations FY 2013	FY 2012 to FY 2013 % Change
DEV Department of Development								
7003	195663	Clean Ohio Operating	\$ 690,314	\$ 883,229	\$ 950,000	7.56%	\$ 950,000	0.00%
Clean Ohio Revitalization Fund Total			\$ 690,314	\$ 883,229	\$ 950,000	7.56%	\$ 950,000	0.00%
7011	195686	Third Frontier Operating	\$ 538,470	\$0	\$ 1,149,750	N/A	\$ 1,149,750	0.00%
7011	195687	Third Frontier Research and Development Projects	\$ 53,053,751	\$ 57,607,353	\$ 183,850,250	219.14%	\$ 133,850,250	-27.20%
7014	195620	Third Frontier Operating - Tax	\$0	\$0	\$ 1,700,000	N/A	\$ 1,700,000	0.00%
7014	195692	Research and Development Taxable Bond Projects	\$ 11,499,647	\$ 6,628,334	\$ 38,300,000	477.82%	\$ 38,300,000	0.00%
Third Frontier Research and Development Total			\$ 65,091,868	\$ 64,235,687	\$ 225,000,000	250.27%	\$ 175,000,000	-22.22%
7012	195688	Job Ready Site Operating	\$ 451,327	\$ 397,504	\$ 800,000	101.26%	\$ 800,000	0.00%
Job Ready Site Development Total			\$ 451,327	\$ 397,504	\$ 800,000	101.26%	\$ 800,000	0.00%
M087	195435	Biomedical Research and Technology Transfer	\$ 17,705,647	\$ 12,396,938	\$ 1,999,224	-83.87%	\$ 1,999,224	0.00%
Tobacco Master Settlement Agreement Fund Group Total			\$ 17,705,647	\$ 12,396,938	\$ 1,999,224	-83.87%	\$ 1,999,224	0.00%
Department of Development Total			\$ 1,213,231,176	\$ 1,383,238,228	\$ 1,245,142,783	-9.98%	\$ 1,187,118,855	-4.66%