

# **LSC Greenbook**

**Analysis of the Enacted Budget**

**Transportation Budget Bill  
(H.B. 2 of the 128th General Assembly)**

**Part III: Federal Stimulus**

Legislative Service Commission

May 2009

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**ATTACHMENT:**

Budget Spreadsheet By Line Item

# Federal Stimulus

- ❖ Appropriates a total of \$1.93 billion in federal stimulus funds for FY 2009, including:
  - \$1.10 billion for the Department of Transportation
  - \$556.5 million for the Department of Development
  - \$181.1 million for the Department of Job and Family Services

## OVERVIEW

The American Recovery and Reinvestment Act of 2009 (ARRA), a \$787 billion package of stimulus spending and tax cuts, was signed into law on February 17, 2009. It includes approximately \$501 billion in spending and \$286 billion in tax cuts. According to the April 13, 2009 state allocation estimates from the Federal Funds Information for States, Ohio is to receive \$8.12 billion in federal stimulus funding. Some major components of this funding include: \$2.69 billion for enhanced federal reimbursement for Medicaid, \$1.79 billion for the State Fiscal Stabilization Fund Program (\$1.47 billion for education and \$325.7 million of other government services), \$935.7 million for highways and bridges, \$484.7 million for Title I funding for low-income students, and \$465.5 million for the Individuals with Disabilities Education Act (IDEA). Not all of the federal stimulus funding will be subject to the state appropriation process or state distribution formulas because some funding will go directly to local governments and program grantees and some will be distributed under federal formulas.

H.B. 2, the transportation budget of the 128th General Assembly, appropriates a total of \$1.93 billion in federal stimulus funding for FY 2009 (see table below).

Agency Name	FY 2009 Appropriation
Department of Transportation	\$1,102,713,000
Department of Development	\$556,491,207
Department of Job and Family Services	\$181,149,725
Department of Education	\$28,393,000
Rehabilitation Services Commission	\$23,491,958
Department of Health	\$16,410,000
Department of Commerce	\$10,000,000
Department of Public Safety	\$4,604,597
Department of Aging	\$4,026,934
Office of Attorney General	\$3,332,000
Environmental Protection Agency	\$1,700,000
Office of Inspector General	\$150,000
<b>Total</b>	<b>\$1,932,462,421</b>

Three of the 12 agencies account for over 95% of the total appropriation, with the Department of Transportation receiving \$1.10 billion (57.1%), followed by \$556.5 million (28.8%) for the Department of Development, and \$181.1 million (9.4%) for the Department of Job and Family Services. The remaining \$92.1 million (4.7%) goes to the other nine agencies.

H.B. 2 reappropriates any remaining balances of these federal stimulus appropriations at the end of FY 2009 to the FY 2010-FY 2011 biennium. In addition, a provision in H.B. 2 requires that state agencies appropriated moneys in the bill comply with all applicable federal and state laws, including the requirements of the Minority Business Enterprise (MBE), the Encouraging Diversity, Growth and Equity (EDGE), and the Buy Ohio programs. Current law requires that approximately 15% of state contracts be set aside for MBE-certified businesses. State agencies are also required to set procurement targets for contracts awarded to EDGE companies, defined as those that are socially and economically disadvantaged businesses based in Ohio. The current statewide goal for the EDGE Program is 5%. The Buy Ohio Program requires that state agencies give a bidding preference to vendors that have a significant business presence in Ohio if these businesses can provide goods or services at a price that is not 5% greater than non-Ohio businesses.

Following this brief overview is a more detailed line item analysis of the federal stimulus funding for each agency. Agencies are listed in the same order as they are shown in the table above. The line item name is accompanied by the line item number in parentheses. A spreadsheet attached to the analysis details line item appropriations for each agency.

## **DEPARTMENT OF TRANSPORTATION**

H.B. 2 appropriates \$1.10 billion in ARRA funding to the Department of Transportation (DOT) in FY 2009 for various DOT programs and line items.

### **Highway Construction – Federal (772422)**

ARRA provides a total of \$27.5 billion for highway infrastructure projects. H.B. 2 directs Ohio's allocation of federal stimulus dollars for highway infrastructure into the Highway Operating Fund (Fund 7002), which receives state motor fuel tax, federal highway aid program funds, and other sources of revenue. H.B. 2 appropriates these federal stimulus dollars, amounting to \$935.7 million, in appropriation item 772422, Highway Construction – Federal, which is used by DOT to account for the federal capital dollars used for various road and bridge projects.

DOT allocated \$716.4 million for projects in individual DOT districts and the remaining \$57.6 million has been directed toward certain statewide projects. Besides the \$774.0 million allocated to individual district and statewide projects, an additional

\$161.5 million in federal stimulus funding for highway infrastructure will be distributed to local metropolitan planning organizations (MPOs) based on a federal formula.

To qualify for federal stimulus funding, projects must meet federal requirements established in ARRA as well as criteria developed by the Federal Highway Administration (FHWA). The FHWA criteria emphasize projects (1) that are in economically distressed areas, (2) that maximize job creation and economic growth, and (3) that may be advanced and completed within three years.

The federal share for ARRA-funded projects is up to 100%, but highway and bridge projects must be on an approved statewide transportation improvement plan (STIP) or metropolitan transportation improvement plan (TIP). Those projects not currently on the STIP will be added to the updated list after a public comment period. ARRA requires entities receiving highway funding to obligate half of their allocations within four months and all of these amounts within one year. Otherwise, the unobligated amounts are to be reallocated to other projects.

### **Federal Stimulus – Transit (775463)**

ARRA provides a total of \$6.9 billion in formula transit capital assistance to urbanized and rural areas as well as growing and high-density states. According to the Federal Transit Administration (FTA), Ohio's allocation of these funds is \$179.8 million. While H.B. 2 appropriates \$167.0 million in new appropriation item 775463, Federal Stimulus – Transit, only \$29.8 million will be distributed by DOT. This represents the allocation to Ohio's rural transit systems. The remaining \$150 million will be distributed directly by the FTA to urban transit systems.

In March 2009, DOT published the list of 141 rural transit projects receiving federal stimulus funding. Federal stimulus funds for transit capital assistance may only be used for capital projects, as they are defined in federal law, which include facility projects, preventive maintenance, engineering and design, new technology, paratransit, crime prevention and security (other than operating costs), and so forth. According to DOT, with ARRA dollars and Ohio's annual federal transit funding, the agency will be able to fund every rural transit system request for new vehicles. With federal dollars providing capital support to both urban and rural systems, local transit agencies will be able to redirect funds that would otherwise have been spent on capital purchases to pay for operating expenses.

Similar to highway projects, the federal share for ARRA-funded transit capital projects is up to 100%, but they must be on an approved STIP or metropolitan TIP. Projects not currently on the STIP will be added to the updated list after a public comment period. Entities receiving transit capital funding through ARRA must obligate half of their allocations within six months and the remainder within one year.

If an entity does not obligate all funds from its allocation within this period, those amounts are to be reallocated.

## **DEPARTMENT OF DEVELOPMENT**

H.B. 2 appropriates \$556.6 million in ARRA funding for the Ohio Department of Development (DEV) in FY 2009. These funds are to be used for housing assistance, weatherization, energy efficiency, and community development programs.

### **Housing and Urban Development (195603)**

ARRA provides Ohio with an allocation of approximately \$26.2 million from the Homelessness Prevention Fund overseen by the U.S. Department of Housing and Urban Development (HUD). H.B. 2 appropriates this amount under DEV appropriation item 195603, Housing and Urban Development, within the Federal Special Revenue Fund (Fund 3080). The funding is to be used for short or medium-term rental assistance, housing relocation and stabilization services, mediation or outreach to property owners, credit repair, security or utility deposits, utility payments, rental assistance for a final month at a location, moving cost assistance, case management, or other appropriate activities for homelessness prevention and rapid re-housing of homeless persons. Ohio must expend 60% of its federal grant within two years and 100% within three years. Up to 5% of the ARRA funding may be used for administrative expenses.

### **Federal Projects (195605)**

H.B. 2 provides \$266.8 million in federal stimulus funds for the Home Weatherization Assistance Program (HWAP). On the federal level, this program is overseen by the U.S. Department of Energy (U.S. DOE). On the state level, the program is administered by DEV's Office of Community Services, which is responsible for distributing the funds to organizations (including local community action agencies) that provide home weatherization services for eligible households, including the installation of energy efficiency measures. ARRA expands eligibility for this program to households at or under 200% of the federal poverty level, as opposed to 150% previously.

### **Energy Federal Grants (195618)**

H.B. 2 appropriates approximately \$96.1 million for this line item pursuant to ARRA guidelines for the State Energy Grant Program. Under the federal guidelines, Ohio must work to implement energy efficiency measures for public utilities, adopt energy efficient building codes, and expand state energy efficiency and renewable energy programs.

**Federal Stimulus – Energy Star Rebate Program (195632)**

H.B. 2 creates the Energy Star Rebate Program Fund (Fund 3DA0) and appropriates \$11.0 million to provide rebates to households equipped with appliances that carry the Energy Star label. To qualify, these products must meet energy efficiency requirements established by the U.S. DOE and the U.S. EPA. H.B. 2 limits the availability of Energy Star rebates to federal stimulus funds or any other funds that are specifically appropriated for the program.

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

H.B. 2 creates the Energy Efficiency and Conservation Block Grant Fund (Fund 3DB0) to receive federal stimulus funding under the Energy Efficiency and Conservation Block Grant Program overseen by the U.S. DOE. The purpose of this program is to promote reduced fossil fuel use in an environmentally sustainable manner, reduce total energy use by eligible jurisdictions, and improve total energy efficiency in transportation, buildings, and other sectors. H.B. 2 appropriates \$21.0 million for these purposes in FY 2009. At least 60% of Ohio's allocation must be passed on to cities and counties that are not eligible for direct formula assistance from the federal government.

**Community Development Block Grant (195613)**

H.B. 2 appropriates \$13.0 million in ARRA funding in FY 2009 to line item 195613, Community Development Block Grant. This is in addition to the regular Community Development Block Grant (CDBG) received for FY 2009. CDBG funds are awarded to states by HUD and distributed to local entities for eligible activities such as affordable housing projects, public facility improvements, gap financing for economic development, and certain other types of assistance.

**Community Services Block Grant (195612)**

H.B. 2 appropriates \$39.0 million in ARRA funding in FY 2009 for the Community Services Block Grant (CSBG) Program. These stimulus funds, along with regular CSBG funds, are awarded to local community action agencies for anti-poverty assistance such as home energy assistance, food pantries, employment services, elderly and disabled services, youth services, housing services, and other eligible programs.

**HOME Program (195601)**

H.B. 2 appropriates \$83.5 million in ARRA funding in FY 2009 for this line item. This is in addition to the regular grant for the HOME Investment Partnerships Program. The program provides funding to states through HUD for subsequent distribution to eligible 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 also allocated to the Ohio Housing Finance

Agency (OHFA) for programs to assist in the development of low-income multifamily housing projects.

## **DEPARTMENT OF JOB AND FAMILY SERVICES**

H.B. 2 appropriates \$170.6 million in ARRA funding for the Ohio Department of Job and Family Services (ODJFS) in FY 2009. These funds are to be used for adoption subsidy, foster care, workforce development, and unemployment programs administration.

### **Adoption Maintenance/Administration (600627)**

H.B. 2 requires federal stimulus payments for adoption assistance under the Foster Care/Adoption Program to be deposited to the Title IV-E Foster Care/Adoption Maintenance Fund (Fund 3980) and appropriates \$8.4 million in FY 2009 to line item 600627, Adoption Maintenance/Administration. These stimulus funds provide an additional 6.2% of federal reimbursement on the portion of Title IV-E adoption assistance payments over the \$300 threshold. The state pays the first \$300 of the payment for each Title IV-E adoption assistance case and receives federal reimbursement for a portion of the payment, which is deposited into the GRF. The county pays the amount that is over the \$300 threshold and receives federal reimbursement, which is distributed through appropriation item 600627.

### **IV-E Foster Care Maintenance (600628)**

H.B. 2 requires federal stimulus payments for foster care under the Foster Care/Adoption Program to be deposited to the IV-E Foster Care Maintenance/Pass Through Fund (Fund 3N00) and appropriates \$12.4 million in FY 2009 to line item 600628, IV-E Foster Care Maintenance. These stimulus funds provide an additional 6.2% of federal reimbursement on foster care payments to foster parents and institutions to support an out-of-home placement for a child.

### **Workforce Investment Act (600688)**

H.B. 2 requires federal stimulus payments for the Workforce Investment Act Program to be deposited to the Workforce Investment Act Fund (Fund 3V00) and appropriates \$110 million in FY 2009 to line item 600688, Workforce Investment Act. These stimulus funds will be distributed to local workforce investment boards to administer the Youth, Adult, and Dislocated Worker Programs through local One-Stops. ODJFS will retain a portion of these dollars for statewide workforce development activities, including administration. According to ODJFS, local boards will receive about \$102.7 million to serve nearly 20,000 people and the remaining \$7.3 million will be available for statewide projects.

### **Federal Unemployment Programs (600678)**

H.B. 2 requires federal stimulus payments for the Unemployment Insurance Program under ARRA to be deposited to the Federal Unemployment Programs Fund (Fund 3V40) and appropriates \$39.8 million in FY 2009 to line item 600678, Federal Unemployment Programs. These stimulus funds will be used as follows:

- \$2.0 million for system automation to enable the Office of Unemployment Compensation to fully automate tax and local operations functions;
- \$1.0 million to complete the Employer Resource Information Center (ERIC), ODJFS's web-based employer unemployment compensation tax system that will replace the Employment Security Tax Accounting System;
- \$4.0 million for cost allocation for support offices to pay expenses incurred administering the Unemployment Insurance Program;
- \$3.5 million to provide additional support to the One-Stop offices for job training and reemployment services to unemployment claimants;
- \$100,000 to upgrade reemployment services computers in One-Stops and processing centers for Reemployment and Eligibility Assessments (REA), a federally required program that identifies claimants who are likely to exhaust unemployment benefits and provides them with special reemployment and job search assistance support;
- \$29.2 million will be used for various management information system upgrades, including state extended benefits, the interactive voice response system, and integrity system upgrades to further automate the unemployment fraud detection system.

### **Food Stamps and State Administration Fund (600610)**

H.B. 2 requires federal stimulus payments for the Supplemental Nutrition Assistance Program under ARRA to be deposited to the Food Stamps and State Administration Fund (Fund 3840) and appropriates \$5.5 million in FY 2009 to line item 600610, Food Assistance and State Administration. These funds are used to reimburse state and county departments of job and family services for administrative costs of the Food Assistance Program.

### **Emergency Food Distribution Fund (600641)**

H.B. 2 requires federal stimulus payments for the Commodity Assistance Program under ARRA to be deposited to the Emergency Food Distribution Fund (Fund 3A20) and appropriates \$5.0 million in FY 2009 to line item 600641, Emergency Food Distribution. These funds are used to pay state and local administrative expenses related to processing, storage, and distribution of food commodities in local storage centers.

## **DEPARTMENT OF EDUCATION**

H.B. 2 appropriates a total of \$28.4 million in ARRA funding for the Department of Education in FY 2009. These funds are to be used to provide school lunch cafeteria equipment grants, supplemental funding for homeless children, and school technology grants.

### **Federal Stimulus – School Lunch Cafeteria Equipment (200625)**

H.B. 2 creates the Federal Stimulus School Cafeteria Equipment Fund (Fund 3DC0) to receive federal stimulus payments made to the state for the national school lunch program and appropriates \$3.1 million in FY 2009 to Fund 3DC0 appropriation item 200625, Federal Stimulus – School Lunch Cafeteria Equipment. Moneys from this line item will be disbursed by the Ohio Department of Education (ODE) as competitive grants to local school food authorities (SFAs) for the purpose of purchasing new equipment that will improve the quality and safety of food served, increase energy efficiency of food services, and increase the participation rate of school meal programs. All SFAs participating in the National School Lunch Program (NSLP) are eligible to submit an application for funds. Priority will be given to schools in which at least 50% of students are eligible for free and reduced price meals. Additional criteria considered for the award process include:

- Number of students who will benefit;
- Contribution to the enhancement of the quality of meal service;
- Availability of existing state and local funding for equipment purchases;
- Expected increase in participation;
- The SFA's current budget and operating balance; and
- Geographic location as it relates to frequency of food deliveries.

The grant application period is open through May 18, 2009, with grant awards expected to be made beginning June 2, 2009. SFAs will be expected to fully expend all grant funds within three months of the award. H.B. 2 appropriates \$3.1 million for this grant program, however, as of April 10, 2009, the U.S. Department of Education indicates that Ohio's ARRA allocation for this purpose is just under \$3.0 million.

### **Federal Stimulus – McKinney-Vento Grants (200630)**

H.B. 2 creates the Federal Stimulus McKinney-Vento Grant Fund (Fund 3DG0) to receive federal stimulus payments made to the state for the McKinney-Vento Homeless Assistance Act and appropriates \$1.4 million in FY 2009 to Fund 3DG0 appropriation item 200630, Federal Stimulus – McKinney-Vento Grants. These are one-time funds that supplement the McKinney-Vento funds made available under the regular FY 2009 appropriation. Moneys from this line item will be distributed by ODE to local school districts according to a federal formula based on the number of homeless students

identified by the school districts. As of April 10, 2009, the U.S. Department of Education indicates that the ARRA allocation amount for Ohio is \$1.9 million for this program.

### **Education Technology (200641)**

H.B. 2 requires ARRA funds received by the state for the education technology program to be deposited to the Technology Literacy Transfer Fund (Fund 3S20) and appropriates \$23.9 million in FY 2009 to Fund 3S20 appropriation item 200641 – Education Technology. Of the \$23.9 million appropriated to this line item, H.B. 2 earmarks up to \$11.6 million for the newly created Twenty-First Century Learning Environments Technology Grant Program. Money for this grant program will be awarded on a competitive basis to eligible Title I schools. Up to 5% of the appropriated funds may be used for state level activities related to education technology. The remainder of this line item will be distributed to Title I eligible schools on a formula basis.

### **Twenty-First Century Learning Environments Technology Grant**

H.B. 2 requires ODE, in consultation with the eTech Ohio Commission, to develop and implement the Twenty-First Century Learning Environments Technology Grant Program, a competitive grant program for schools to purchase or lease technology hardware, software, training, and support packages (education solution packages) that meet specifications developed by ODE and eTech.

School districts receiving grants under this program are permitted to combine awarded funds with other federal, state, or local funds to purchase education solution packages that meet the specifications developed by ODE and eTech. In addition, 25% of any grant award is to be used for professional development that is focused on the use of digital technology in the classroom. ODE and eTech must distribute grants in amounts that are large enough to create large-scale learning environment changes and in a manner that ensures diversity among grant recipients with regard to geographical regions, economic scale, and school district size.

ODE is also required to assist schools and districts that do not receive the Twenty-First Century Learning Environments Technology Grant awards in using other federal, state, and local funds to purchase or lease education solution packages that meet specifications developed by ODE and eTech.

## **REHABILITATION SERVICES COMMISSION**

H.B. 2 appropriates \$23.5 million in ARRA funding in 2009 for the Rehabilitation Services Commission. These funds must be used in accordance with federal regulations and cannot be used as match for vocational rehabilitation and independent living

services. States do not have to amend the current state plans as long as expenditures are consistent with FY 2009 expenditures.

### **Federal-Vocational Rehabilitation (415616)**

H.B. 2 appropriates \$21.6 million in FY 2009 to Fund 3790 appropriation item 415616, Federal-Vocational Rehabilitation. These stimulus funds will be used to provide vocational rehabilitation services that assist eligible persons with disabilities to prepare for and obtain employment. Services may include: medical, psychological, and vocational evaluation, physical or mental restoration, vocational training, occupational tools and equipment, transportation and interpreter services, and job placement and follow-up.

### **Federal Independent Living Centers or Services (415612)**

H.B. 2 appropriates \$509,000 in FY 2009 to Fund 3L40 appropriation item 415612, Federal Independent Living Centers or Services. These stimulus funds will be used to improve and expand independent living services that assist people with severe disabilities to live independently and avoid institutionalization. Services provided include information and referral, advocacy, peer counseling, and independent living skills training.

### **Independent Living/Vocational Rehabilitation Programs (415617)**

H.B. 2 appropriates \$1.4 million in FY 2009 to Fund 3L40 appropriation item 415617, Independent Living/Vocational Rehabilitation Programs. These stimulus funds will be used to improve and expand services for older blind individuals. Services include orientation and mobility skills training enabling older blind individuals to travel independently, skills in Braille, handwriting, and other means of communication, and training to perform activities of daily living.

## **DEPARTMENT OF HEALTH**

H.B. 2 appropriates \$16.4 million in ARRA funding for the Department of Health in FY 2009. These funds are to be used for the Special Supplemental Nutrition Program for Women, Infants, and Children and the Help Me Grow Program.

### **Women, Infants, and Children (440604)**

H.B. 2 requires federal stimulus payments for the Special Supplemental Nutrition Program to be deposited to the Women, Infants, and Children Fund (Fund 3890) and appropriates \$2.0 million in FY 2009 to line item 440604, Women, Infants, and Children. These stimulus funds will be used for contingency reserve to ensure that the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) will have adequate funds to cover potential increased participation or food costs as a result of economic uncertainty. WIC provides nutritious foods, nutrition and breastfeeding

education and support, immunization screening, and health care referral through local agencies to eligible individuals. It is intended to improve pregnancy outcomes, reduce infant mortality, and provide infants and children with a healthy start in life.

The Ohio Department of Health (ODH) can only access these ARRA funds if all other funding is exhausted. The stimulus funds will be allocated by the United States Department of Agriculture (USDA) to states facing a deficit in either administrative or food dollars. ODH anticipates that WIC will have a surplus of administrative dollars for the next two years. It also estimates a small surplus in food dollars for FY 2009 and a small deficit in FY 2010. Administrative dollars can be used to cover for shortages in food dollars. If the USDA releases any contingency funds to Ohio, it will likely survey the states on a quarterly basis to determine the need for additional moneys. Any unspent funds at the end of the year are returned to the USDA for reallocation to other states. There are no federal match requirements associated with these ARRA funds.

### **Federal Supportive Services (490612)**

H.B. 2 requires federal stimulus payments for the Infants and Children Program to be deposited to the Federal Public Health Programs Fund (Fund 3920) and appropriates \$14.4 million in FY 2009 to line item 490612, Federal Supportive Services. These stimulus funds will be used for the Help Me Grow Program to provide services to pregnant women and children in the first three years of life with developmental delay or disabilities. Examples of services include home visits, service coordination, and developmental screening. ODH estimates that over 7,000 additional children and families will be served with these dollars. There are no federal match requirements associated with these ARRA funds.

## **DEPARTMENT OF COMMERCE**

### **Federal Stimulus – Underground Storage Tank (800606)**

ARRA provides federal stimulus funding of \$200 million for the Leaking Underground Storage Tank (LUST) Program overseen by the U.S. Environmental Protection Agency (U.S. EPA). H.B. 2 directs Ohio's allocation of federal LUST moneys to the newly created Federal Stimulus – Underground Storage Tank Fund (Fund 3DF0) and appropriates \$10.0 million for this purpose in FY 2009 in new appropriation item 800606, Federal Stimulus – Underground Storage Tank, within the Department of Commerce. The underground storage tank moneys may be used to either oversee the assessment and clean up of underground tank leaks or directly pay for assessing and cleaning up leaks from federally regulated tanks where the responsible party is unknown, unwilling, unable, or the clean up is an emergency response. There are no cost-share requirements associated with this federal funding. According to April 2009

data provided by the U.S. EPA, Ohio's share of ARRA funding for this purpose is \$8.08 million.

## **DEPARTMENT OF PUBLIC SAFETY**

H.B. 2 appropriates the Department of Public Safety (DPS) \$4.6 million of ARRA funding in FY 2009 awarded to the state from the STOP Violence Against Women Formula Grant Program for the purpose of developing and supporting the capacity of entities involved in responding to violence against women. ARRA funding that has been appropriated to DPS for the FY 2010-FY 2011 biennium is discussed in Part II of this analysis that provides a more comprehensive analysis of the DPS budget as enacted by H.B. 2 of the 128th General Assembly.

### **Federal Stimulus – Justice Programs (768613)**

H.B. 2 requires this federal stimulus funding be deposited to the credit of the Federal Stimulus – Justice Programs Fund (Fund 3DH0), which H.B. 2 also creates, and appropriates \$4.6 million of that funding in FY 2009 to line item 768613, Federal Stimulus – Justice Programs.

These STOP funds have been awarded to the state for the purpose of developing and strengthening the criminal justice system's response to violence against women and supporting and enhancing services for victims. Of each year's grant award, states are required to allocate a minimum of: 30% for victim services, 25% for law enforcement, 25% for prosecution, and 5% for courts. The remainder of the funds, 15%, may be spent at the discretion of the state within the statutory purpose areas. States are generally required to provide a 25% match for the STOP funds, which can be satisfied through in-kind services, but are permitted to request a financial hardship waiver.

Also of note is that, as of this writing, the As Passed by the House version of H.B. 1 of the 128th General Assembly, the main operating budget bill, contains a provision that would move appropriation item 768613, Federal Stimulus – Justice Programs, and its related \$4.6 million appropriation from the FY 2008-FY 2009 biennium to the FY 2010-FY 2011 biennium.

## **DEPARTMENT OF AGING**

H.B. 2 appropriates \$4.0 million in ARRA funding for the Department of Aging in FY 2009. These funds will be used for various social services for older adults.

### **Federal Aging Grants (490618)**

H.B. 2 requires federal stimulus payments for the Senior Community Service Employment Program to be deposited to the Federal Aging Grants Fund (Fund 3220) and appropriates \$1.0 million in FY 2009 to line item 490618, Federal Aging Grants. The Senior Community Services Employment Program places eligible individuals in

temporary nonprofit or governmental jobs. To be eligible, an individual must be age 55 or older and cannot have an annual income that exceeds 125% of the federal poverty level.

According to the Ohio Department of Aging (ODA), it is estimated that 110 participants will be served with these ARRA grant funds. Mature Services, Inc., is the only sub-grantee funded by the state. There are match requirements for the funds. The nonfederal match is approximately 15% and is covered with local funds.

### **Federal Supportive Services (490612)**

H.B. 2 requires federal stimulus payments for the nutrition program to be deposited to the Federal Supportive Services Fund (Fund 3M40) and appropriates \$3.0 million in FY 2009 to line item 490612, Federal Supportive Services. According to ODA, these funds will serve approximately 407,000 in additional congregate meals and approximately 217,000 in additional home-delivered meals. These additional meals will be delivered through methods such as carry-out meals at food pantries, emergency meals, and expanding the number of days congregate sites are open. There are match requirements for these ARRA funds. The nonfederal match is approximately 15% and is covered with local funds.

## **OFFICE OF ATTORNEY GENERAL**

H.B. 2 appropriates \$3.3 million in ARRA formula grant funding in FY 2009 for the Ohio Office of the Attorney General to fund the state's Victims of Crime Act (VOCA) programs that compensate victims and support services to victims of crime, as described in more detail immediately below.

### **Crime Victims Assistance (055634)**

H.B. 2 requires federal stimulus payments made to the state for crime victims assistance grants be deposited to the credit of the existing Crime Victims Assistance Fund (Fund 3830) and appropriates \$1.3 million of those grant amounts in FY 2009 to line item 055643, Crime Victims Assistance.

States use these federal funds to support community-based organizations that help crime victims by providing services such as crisis intervention, counseling, emergency shelter, criminal justice advocacy, and emergency transportation. States are required to give priority to programs serving victims of domestic violence, sexual assault, and child abuse.

### **Victims of Crime (055616)**

H.B. 2 requires federal stimulus payments made to the state for crime victims compensation be deposited to the credit of the existing Reparations Fund (Fund 4020)

and appropriates \$2.1 million of those grant amounts in FY 2009 to line item 055616, Victims of Crime.

Under VOCA, state programs are required to offer compensation to victims and survivors for the following four categories of expenses: medical expenses, mental health counseling and care, loss of wages, and funeral expenses. Other expenses may be authorized by a state statute, rule, or other established policy (as is the case in Ohio).

## **ENVIRONMENTAL PROTECTION AGENCY**

### **Clean Air Non-Title V (715648)**

ARRA provides Ohio with an allocation of approximately \$1.7 million from the U.S. EPA for Clean Diesel Emission Program grants administered by the Ohio EPA. This amount would be added to the \$600,000 in state moneys already allocated to the program for FY 2009. Although the federal funding is directed to the existing Clean Air Fund (Fund 4K20), generally used for permitting purposes, the Ohio EPA intends to seek Controlling Board approval to transfer the additional federal stimulus funds to the existing Clean Diesel School Bus Fund (Fund 5CD0). One such transfer has already been approved. These grants allow Ohio school districts to purchase and install pollution control equipment on school buses in order to reduce students' exposure to the harmful pollutants in diesel exhaust. Ohio EPA times the grant awards in April and October each year, allowing school districts to install the equipment during the summer or Christmas vacations while buses are largely out of service.

To date in FY 2009, the state has received 15 applications totaling \$1.3 million. Of the \$1.7 million in ARRA funding, \$760,000 will cover eight applications. The remaining seven will be covered by an existing FY 2009 appropriation of \$600,000 contained in line item 715682, Clean Diesel School Buses. The approximate \$1.0 million in remaining ARRA funding will be used to fund grant applications that will be submitted in September 2009 and awarded in October.

## **OFFICE OF INSPECTOR GENERAL**

### **Deputy Inspector General for ARRA (965605)**

In order to oversee the distribution and use of federal stimulus funds that Ohio receives, H.B. 2 creates the position of Deputy Inspector General for ARRA. To pay for the oversight program, H.B. 2 provides for cash transfers of \$150,000 in FY 2009, \$450,000 in FY 2010, and \$600,000 in FY 2011 to be deposited in the newly created Deputy Inspector General for Funds Received through the American Recovery and Reinvestment Act of 2009 Fund (Fund 5GI0). The bill sunsets the new position and fund on September 30, 2013.

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Line Item Detail by Agency

FY 2009

Report For: Transportation Budget

**AGE Department of Aging**

3220	490618	Federal Aging Grants	\$ 1,035,934
3M40	490612	Federal Supportive Services	\$ 2,991,000

**Department of Aging Total \$ 4,026,934**

**AGO Attorney General**

3830	055634	Crime Victims Assistance	\$ 1,271,000
4020	055616	Victims of Crime	\$ 2,061,000

**Attorney General Total \$ 3,332,000**

**COM Department of Commerce**

3DF0	800606	Federal Stimulus - Underground Storage Tank	\$ 10,000,000
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**Department of Commerce Total \$ 10,000,000**

**DEV Department of Development**

3080	195603	Housing and Urban Development	\$ 26,205,724
3080	195605	Federal Projects	\$ 266,781,409
3080	195618	Energy Federal Grants	\$ 96,083,000
3DA0	195632	Federal Stimulus - Energy Star Rebate Program	\$ 11,000,000
3DB0	195642	Federal Stimulus - Energy Efficiency and Conservation Block Grants	\$ 21,000,000
3K80	195613	Community Development Block Grant	\$ 12,957,527
3L00	195612	Community Services Block Grant	\$ 38,979,000
3V10	195601	HOME Program	\$ 83,484,547

**Department of Development Total \$ 556,491,207**

**DOH Department of Health**

3920	440618	Federal Public Health Programs	\$ 14,410,000
3890	440604	Women, Infants, and Children	\$ 2,000,000

**Department of Health Total \$ 16,410,000**

**DOT Department of Transportation**

7002	772422	Highway Construction - Federal	\$ 935,677,000
7002	775463	Federal Stimulus - Transit	\$ 167,036,000

**Department of Transportation Total \$ 1,102,713,000**

**DPS Department of Public Safety**

3DH0	768613	Federal Stimulus - Justice Programs	\$ 4,604,597
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**Department of Public Safety Total \$ 4,604,597**

**Line Item Detail by Agency**

**FY 2009**

**EDU Department of Education**

3DG0	200630	Federal Stimulus - McKinney-Vento Grants	\$ 1,384,000
3S20	200641	Education Technology	\$ 23,902,000
3DC0	200625	Federal Stimulus - School Lunch Cafeteria Equipment	\$ 3,107,000

**Department of Education Total \$ 28,393,000**

**EPA Environmental Protection Agency**

4K20	715648	Clean Air Non-Title V	\$ 1,700,000
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**Environmental Protection Agency Total \$ 1,700,000**

**IGO Office of the Inspector General**

5GI0	965605	Deputy Inspector General for ARRA	\$ 150,000
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**Office of the Inspector General Total \$ 150,000**

**JFS Department of Job and Family Services**

3980	600627	Adoption Maintenance/Administration	\$ 8,436,803
3V00	600688	Workforce Investment Act	\$ 110,000,000
3840	600610	Food Assistance and State Administration	\$ 5,517,986
3A20	600641	Emergency Food Distribution	\$ 4,983,222
3N00	600628	IV-E Foster Care Maintenance	\$ 12,411,714
3V40	600678	Federal Unemployment Programs	\$ 39,800,000

**Department of Job and Family Services Total \$ 181,149,725**

**RSC Rehabilitation Services Commission**

3790	415616	Federal - Vocational Rehabilitation	\$ 21,590,000
3L40	415612	Federal Independent Living Centers or Services	\$ 509,000
3L40	415617	Independent Living/Vocational Rehabilitation Programs	\$ 1,392,958

**Rehabilitation Services Commission Total \$ 23,491,958**

**GRAND TOTAL \$ 1,932,462,421**