

- Entering Program Year 2 and 3 of the Clean Ohio Conservation Program
- Two \$120 million SCIP bonds will be issued over the biennium

## Public Works Commission

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### ROLE

The Public Works Commission (PWC) is responsible for the implementation of three infrastructure assistance programs for local governments: the State Capital Improvements Program (SCIP), the Local Transportation Improvement Program (LTIP), and the Clean Ohio Conservation Program (COCP). All three programs are designed to preserve and expand public infrastructure of local governments, ensure the public health, safety, and welfare, and create and preserve jobs.

Agency In Brief					
Number of Employees*	Total Appropriations-All Funds**		GRF Appropriations		Appropriation Bill(s)
	2004	2005	2004	2005	
12	\$235.7 million	\$232.3 million	\$166.7 million	\$163.3 million	Am. Sub. H.B. 95 Am. Sub. H.B. 87

\*Employee head count obtained from the Department of Administrative Services (DAS) payroll reports as of June 28, 2003.

\*\*Total appropriations do not include capital appropriations in H.B. 524 of the 124<sup>th</sup> G.A. or H.B. 675 of the 124<sup>th</sup> G.A. See the table below for all current PWC appropriations.

### OVERVIEW

The Public Works Commission's FY 2004-2005 biennial budget includes appropriations from both the main appropriations bill and the transportation bill. Combined total appropriations increased 7.6% above FY 2002-2003 total appropriations.

During the FY 2004-2005 biennium, the Clean Ohio Conservation Program will be entering into its second and third program years and will provide approximately 100 grants for open space acquisition projects. The Local Transportation Improvement Program will continue to provide grants and loans to pay for local road and bridge projects, and will receive \$67.5 million each fiscal year of the biennium, the equivalent of one cent of the motor fuel tax. As for the SCIP, two bond issuances are scheduled in November 2003 and November 2004 to support program years 16 and 17, as well as the Small Government Program and the Emergency Assistance Program. These funds will provide low-interest loans, grants, and emergency moneys for infrastructure projects in local communities.

During the biennium, PWC will not only be supported by appropriations provided in the main operating bill and the transportation bill, but they will also continue to use appropriations from the FY 2003-2004 capital bill and capital re-appropriations bill. The table below displays the current appropriations that support the capital, operating, and debt service dollars for the SCIP, LTIP, and COCP programs.

<b>Current Appropriations for the SCIP, LTIP &amp; COCP</b>			
	<b>Capital dollars</b>	<b>Debt Service dollars*</b>	<b>Operating dollars</b>
<b>SCIP</b>	H.B. 524 of the 124th G.A. (Capital Re-appropriations Bill)† <b>\$289.5 million</b>	Am. Sub. H.B. 95 <b>\$309 million</b>	Am. Sub. H.B. 87 <b>\$1.8 million</b>
<b>LTIP</b>	Am. Sub. H.B. 87 <b>\$135 million</b>	N/A	Am. Sub. H.B. 87 <b>\$590,000</b>
<b>COCP</b>	H.B. 675 of the 124th G.A. (Capital Bill)† <b>\$37.5 million</b>	Am. Sub. H.B. 95 <b>\$21 million</b>	Am. Sub. H.B. 95 <b>\$600,000</b>

\*Debt service dollars support bonds issued during the FY 2003-2004 capital biennium & prior biennia.

†Capital dollars are for the FY 2003-2004 capital biennium ending June 30, 2004.

## **BUDGET ISSUES**

### ***OPERATING EXPENSES***

Am. Sub. H.B. 95 allows the PWC to use investment earnings accrued from bonds issued under the Clean Ohio Conservation Program toward the PWC's administrative expenses of the program. The bonds are estimated to generate approximately \$600,000 in investment earnings each fiscal year. Without this change, the PWC's administrative expenses would have been paid from the GRF.

Overall, funding will allow the PWC to maintain current service levels, yet merit raises and a disability retirement position will be eliminated due to funding levels being \$242,576 less than requested. Funding will allow for the replacement of a computer and a copier. 

**FY 2004 - 2005 Final Appropriation Amounts**

**All Fund Group**

<b>Line Item Detail by Agency</b>			<b>FY 2001:</b>	<b>FY 2002:</b>	<b>FY 2003:</b>	<b>FY 2004 Appropriations:</b>	<b>% Change 2003 to 2004:</b>	<b>FY 2005 Appropriations:</b>	<b>% Change 2004 to 2005:</b>
<b>Report For: Main Operating Appropriations Bill</b>			<b>Version: Enacted</b>						
<b>PWC Public Works Commission</b>									
GRF	150-904	Conservation General Obligation Debt	----	----	\$3,436,202	\$ 9,743,500	183.55%	\$ 11,235,700	15.31%
GRF	150-907	State Capital Improvements G.O. Debt	----	\$ 130,646,343	\$126,574,561	\$ 156,974,400	24.02%	\$ 152,069,700	-3.12%
<b>General Revenue Fund Total</b>			----	<b>\$ 130,646,343</b>	<b>\$ 130,010,763</b>	<b>\$ 166,717,900</b>	<b>28.23%</b>	<b>\$ 163,305,400</b>	<b>-2.05%</b>
056	150-403	Clean Ohio Operating Expenses	----	\$ 43,845	\$214,343	\$ 298,200	39.12%	\$ 304,400	2.08%
<b>Clean Ohio Revitalization Fund Total</b>			----	<b>\$ 43,845</b>	<b>\$ 214,343</b>	<b>\$ 298,200</b>	<b>39.12%</b>	<b>\$ 304,400</b>	<b>2.08%</b>
<b>Public Works Commission Total</b>			----	<b>\$ 130,690,187</b>	<b>\$ 130,225,106</b>	<b>\$ 167,016,100</b>	<b>28.25%</b>	<b>\$ 163,609,800</b>	<b>-2.04%</b>