

Department of Development

Brian Hoffmeister, Budget Analyst

- Total funding is \$1.20 billion in FY 2008 and \$1.17 billion in FY 2009
- Agency priorities under the new administration include efficient and alternative energy projects, workforce development, and the Job Ready Site program
- Programs receiving increases over the last biennium include the Thomas Edison Program, Travel and Tourism (now Discover Ohio!), and Advanced Energy

OVERVIEW

Duties and Responsibilities

The Ohio Department of Development (ODOD) promotes economic growth, creates employment opportunities, and retains employment within the state by using a combination of state and federal funds, tax credits, tax incentives, and interaction with other state agencies. The Department administers funding for economic development and minority business assistance programs, workforce training, technology development, community and regional development, housing programs, electric utility service payment assistance, home weatherization and energy conservation programs, international trade, and travel and tourism.

Agency in Brief

Agency In Brief					
Number of Employees*	Total Appropriations-All Funds		GRF Appropriations		Appropriation Bill(s)
	2008	2009	2008	2009	
398	\$1.20 billion	\$1.17 billion	\$118.31 million	\$124.32 million	Am. Sub. H.B. 67 Am. Sub. H.B. 119

*Employee count obtained from the Department of Administrative Services (DAS) payroll reports as of June 2007. This total does not include employees identified by DAS as "fixed term per diem."

Issues of Interest

I. Economic Development

The Department administers both state and federal funds to support its economic development programs. These funds are disbursed in the form of direct assistance, indirect assistance, and community assistance. Direct assistance includes loan and grant programs that focus on achieving measurable outcomes through financial assistance for business attraction, business expansion, job creation, job retention, and training. Indirect assistance includes funding for programs that improve an entity's competitiveness but are not measurable in terms of employment increases. Community assistance programs are primarily for quality-of-life enhancements at the local level that are mainly federally funded and administered by ODOD. The mission of the Department to promote economic development in Ohio means that these programs are spread across many divisions, including the Economic Development Division, Division of Minority Business Affairs, Technology Division, and the Community and Housing Development Divisions.

The Department provides assistance to firms interested in expanding or locating their operations in Ohio through a variety of assistance and incentive programs. These include the Rapid Outreach Grant program, 166 Direct Loans and Ohio Enterprise Bond Loans for facilities establishment, Innovation Ohio Loans, and Research and Development Investment Loans. Additionally, the Third Frontier Program provides funding for the development of technology-based business growth and incubation in the state by providing assistance for research, development, and technology commercialization. Finally, the Job Ready Site (JRS) Program provides funding to companies and organizations seeking to relocate in Ohio by awarding grants for site development, construction, demolition, and other costs associated with establishing a business or manufacturing presence in the state.

II. Workforce Development

The Department is paying close attention to its workforce development programs and developing changes to help it accomplish those goals, especially through linking business development with workforce development. Workforce programs operated by the Department include the Ohio Investment in Training Program (OITP) and the Workforce Guarantee Program, as well as support for the operation of the Governor's Ohio Workforce Policy Board, which works to implement programs under the provisions of the federal Workforce Investment Act (WIA), through a memorandum of understanding with the Ohio Department of Job and Family Services.

III. Energy

Another priority for the biennium is energy policy, specifically developing new projects and programs to facilitate clean and efficient energy generation and use in the state. The Office of Energy Efficiency (OEE) in the Community Development Division oversees the Department's energy programs, including programs that provide energy efficiency and payment assistance to low-income customers as well as programs for grants and loans to businesses to develop efficient energy use strategies. Programs such as the State Energy Program, Energy Loan Fund, Advanced Energy Fund, and Alternative Fuel Transportation Program are intended to promote clean and efficient energy use, while federally funded programs such as the Home Weatherization Assistance Program (HWAP) serve low-income residents by helping make their homes more energy efficient and assisting with utility bills.

IV. Volume Cap

Beginning with the Tax Reform Act of 1986, the federal government has imposed limits on the amount of bonds exempt from federal income taxes. Under those regulations, the Department of Development issues and administers Ohio's Volume Cap Program. The volume cap allocation is Ohio's limit on the annual volume of tax-exempt obligations issued for private activities within the state. The interest on these obligations is exempt from federal gross income taxes. Uses of the tax-free bonds have included affordable single and multi-family housing, manufacturing facilities, environmental, energy and utility projects, redevelopment of distressed areas, and student loans.

V. Tax Incentives

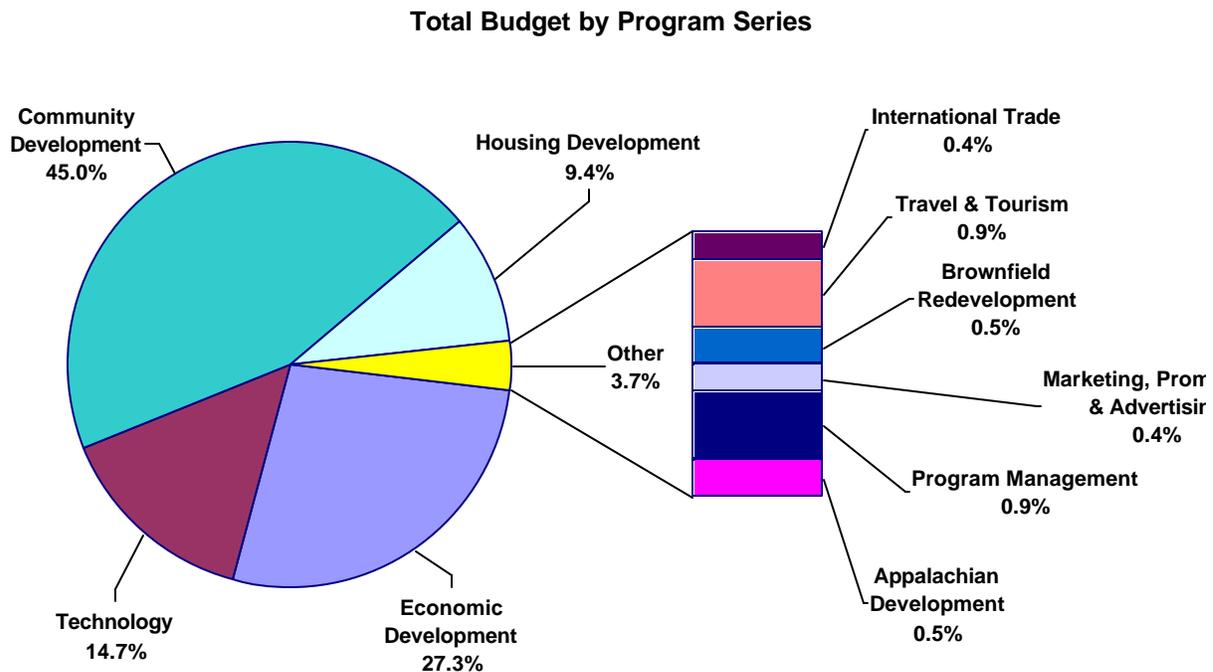
The Office of Tax Incentives (OTI) oversees both state and local tax incentive programs to create and retain jobs and foster new capital investment. The Office administers programs such as the Job Creation Tax Credit, enterprise zones, and community reinvestment areas, as well as provides technical assistance to communities and companies interested in tax increment financing (TIFs), Joint Economic Development Districts, and other incentives. Recent changes in the state's tax system have had an effect on how the Office is able to administer its programs. Reforms to the personal property tax have impacted

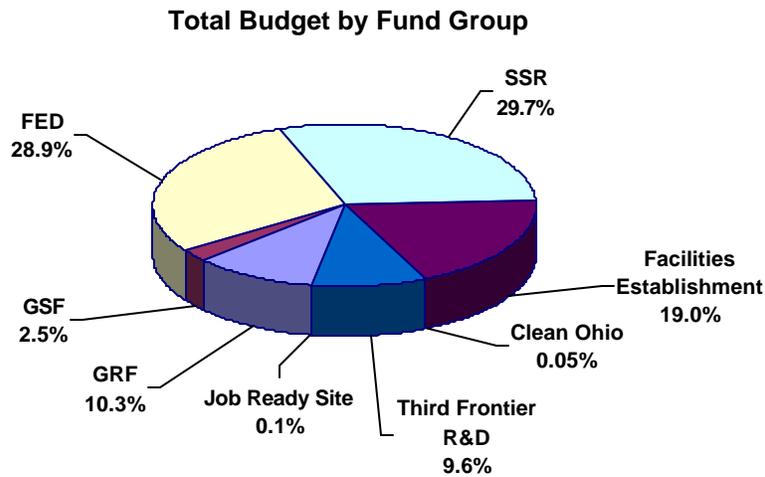
enterprise zones and other local tax incentives, causing OTI to perform an increasing technical assistance role, and placing an increased focus on community reinvestment areas. In addition, the competitiveness of the Job Creation Tax Credit has been affected. In 2005, the lowest tax credit rate offered in that program was 55%, whereas in 2006 the rate was as low as 20% for some eligible recipients.

Beginning in FY 2008, the administrative costs for OTI are provided for by line item 195-630, Tax Incentive Programs (Fund 4S0). Previously, the Job Creation Tax Credit had its own line item, 195-634, Job Creation Tax Credit Operating, (Fund 4S1). The rationale for this change is to fund all administrative expenses for the tax incentive programs via a single source.

Department of Development Budget for FYs 2008 - 2009

Total Department of Development appropriations for FY 2008 are \$1,199,522,886, or 3.5% above FY 2007 adjusted appropriations. Appropriations for FY 2009 are \$1,165,097,976, or 2.8% below FY 2008 appropriations.





Vetoed Provisions

The Governor vetoed a provision of Am. Sub. H.B. 119 that would have required that the proposal to create the statewide broadband NextGen Network be subject to the same rating and ranking process used by the Third Frontier Commission for other Third Frontier Projects. Also vetoed was the requirement that the NextGen Network be competitively selected from among other options, be merit-selected, and be subject to approval by the Controlling Board.

ANALYSIS OF THE BUDGET

Program Series

1: Economic Development

Purpose: This program series seeks the retention and expansion of existing businesses in Ohio, the attraction of businesses to the state, and the development of new businesses in Ohio.

The following table shows the line items that are used to fund the Economic Development program series, as well as the enacted funding levels.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-404	Small Business Development	\$1,740,722	\$1,792,944
GRF	195-405	Minority Business Development Division	\$1,580,291	\$1,627,700
GRF	195-412	Rapid Outreach Grants	\$10,750,000	\$10,000,000
GRF	195-415	Economic Development Division and Regional Offices	\$5,894,975	\$6,071,824
GRF	195-434	Investment in Training Grants	\$12,227,500	\$12,594,325
GRF	195-436	Labor/Management Cooperation	\$836,225	\$836,225
GRF	195-912	Job Ready Site Development – General Obligation Debt	\$4,359,400	\$8,232,500
General Revenue Fund Subtotal			\$37,389,113	\$41,155,518
General Services Fund				
5AD	195-667	Investment in Training Expansion	\$2,000,000	\$0
5AD	195-668	Workforce Guarantee Program	\$1,000,000	\$0
5AD	195-677	Economic Development Contingency	\$5,000,000	\$24,400,000
General Services Fund Subtotal			\$8,000,000	\$24,400,000
Federal Special Revenue Fund				
308	195-609	Small Business Administration	\$4,296,381	\$4,396,381
3AE	195-643	Workforce Development Initiatives	\$5,839,900	\$5,860,000
Federal Special Revenue Fund Subtotal			\$10,136,281	\$10,256,381
State Special Revenue Fund				
450	195-624	Minority Business Bonding Program Administration	\$53,967	\$53,967
451	195-625	Economic Development Financing Operating	\$3,233,311	\$3,233,311
4F2	195-639	State Special Projects	\$435,993	\$283,343
4S0	195-630	Tax Incentive Programs	\$650,800	\$650,800
4W0	195-629	Roadwork Development	\$18,699,900	\$18,699,900
4W1	195-646	Minority Business Enterprise Loan	\$2,580,597	\$2,580,597
5AR	195-674	Industrial Site Improvements	\$4,500,000	\$4,500,000
617	195-654	Volume Cap Administration	\$200,000	\$200,000
State Special Revenue Fund Subtotal			\$30,354,568	\$30,201,918

Fund	ALI	Title	FY 2008	FY 2009
Facilities Establishment Fund				
009	195-664	Innovation Ohio	\$50,000,000	\$50,000,000
010	195-665	Research and Development Investment Loan Fund	\$50,000,000	\$50,000,000
037	195-615	Facilities Establishment	\$110,000,000	\$110,000,000
4Z6	195-647	Rural Industrial Park Loan	\$3,000,000	\$3,000,000
5D2	195-650	Urban Redevelopment Loans	\$5,475,000	\$5,475,000
5S8	195-627	Rural Development Initiative	\$3,000,000	\$3,000,000
5S9	195-628	Capital Access Loan Program	\$3,000,000	\$3,000,000
Facilities Establishment Fund Subtotal			\$224,475,000	\$224,475,000
Job Ready Site Development Fund				
012	195-688	Job Ready Site Operating	\$1,246,155	\$1,246,155
Job Ready Site Development Fund Subtotal			\$1,246,155	\$1,246,155
Total Funding: Economic Development			\$311,601,117	\$331,734,972

The Economic Development program series contains the following programs:

- **Program 1.01: Business Development**
- **Program 1.02: Financial Incentives – Grants**
- **Program 1.03: Financial Incentives – Loans**
- **Program 1.04: Workforce Development**
- **Program 1.05: Small and Developing Business**
- **Program 1.06: Minority Business Development**
- **Program 1.07: Tax Incentives**
- **Program 1.08: Regionalization of Economic Development**

Business Development

Program Description: Programs within the Department of Development's Economic Development Division assist and promote economic growth by providing financial assistance and various support services to companies and communities throughout the state. Assistance ranges from direct financial assistance to small business counseling.

The Office of Business Development assists companies looking to expand or locate in Ohio by structuring incentive packages, providing information on the state's business assistance programs, and conducting site and building searches. The Office administers the 412 Business Development and 629 Roadwork Development (funded under Am. Sub. H.B. 67, the transportation budget bill) grant programs, which support economic development through infrastructure assistance.

The Business Development program consists of payroll and other operating costs associated with administering six grant programs and six loan programs. In addition, the program oversees the Volume Cap program, a federally authorized program that allows the state to allocate tax-exempt bond authority to various projects statewide. The program also maintains a web-based searchable inventory of industrial sites and buildings and provides administrative support to the Development Financing Advisory Council.

Staff duties for the loan and grant programs are divided across two sections of the Office of Financial Incentives. The Credit and Finance Section manages the state's business loan portfolio,

analyzes loan applications, and provides recommendations regarding appropriate loan terms. The Loan and Grant Servicing Section monitors all existing loans and grants, including loans and grants governed under Chapter 166. of the Revised Code and implemented through the Facilities Establishment Fund (including 166 Direct Loans, Rural Industrial Park Loans, Rural Development Initiative Grants, Urban Redevelopment Loans, and the Family Farm Loan Guarantee Program).

Funding Source: General Revenue Fund, various program participation fees, and bond proceeds

Implication of the Budget: Funding for this program will support approximately 37 employees who review and administer financial incentive programs.

Financial Incentives – Grants

Program Description: This program consists of funds awarded to businesses, local governments, nonprofit organizations, and other entities that are administered through the Office of Financial Incentives in the Business Development program. There are six individual grant programs under this program (not including Roadwork Development Grants) that offer financial incentives for the purpose of creating and retaining high-wage jobs. The primary performance outcome used to measure the success of these programs is the number of jobs created and/or retained through financial assistance. Grant programs attempt to accomplish this goal through direct and indirect investment in job creation and retention.

Direct investment programs, such as the Rapid Outreach Grant program (or 412 Grant, formerly Business Development Grants), are used to attract new business investments that companies are proposing to make in Ohio. In cases such as these, companies are considering several locations for a proposed business investment, and the financial assistance is designed to attract businesses to Ohio rather than elsewhere. Indirect investment programs include the Rural Development Initiative and Industrial Site Improvement Fund and are used to develop infrastructure that can easily accommodate anticipated new business investments in the form of relocation or expansion.

Funding Source: General Revenue Fund, unclaimed funds, transfer from the Advanced Energy Fund, and bond proceeds

Implication of the Budget: Funds will be disbursed to businesses and communities for infrastructure improvements, land development, building construction, and machinery and equipment purposes in order to stimulate additional private investment in new or expanded business facilities.

Financial Incentives – Loans

Program Description: Incentives funded under this program provide long-term, low-interest loans to businesses, local communities, and nonprofit organizations in order to leverage private investment and create and/or retain high-paying jobs. Loan proceeds are used to finance a variety of costs including, but not limited to, machinery and equipment, land and buildings, research and development equipment, industrial parks, speculative facilities, and software development costs. Interest rates and loan repayment terms can be tailored to fit the specific needs of a project. Depending on the program, loan funds can be used to finance up to 90% and up to \$25 million of eligible fixed-asset costs. In addition, preferential interest rates and higher loan amounts are provided on a case-by-case basis to businesses locating or expanding in a designated Priority Investment Area.

There are five loan programs supported by the funding recommended by the Governor for the 2008 - 2009 biennium. These are the Innovation Ohio Loan Program, the Research and Development

Loan Program, the 166 Direct Loan Program, the Urban Redevelopment Loan Program, and the Rural Industrial Park Loan Program. Administration for these programs is provided for through the Office of Financial Incentives, supported by the line items under the Business Development program above.

Funding Source: Loan repayments, investment interest, service fees, escrow fees, and bond proceeds

Implication of the Budget: Loans will be extended to businesses, communities, and nonprofits for a variety of projects with the intention of generating new high-paying jobs or retaining existing at-risk jobs. The bill also makes the following earmarks and transfers out of the Facilities Establishment Fund (Fund 037):

- \$1.8 million in cash in each fiscal year to be transferred to the Economic Development Financing Operating Fund (Fund 451), subject to Controlling Board approval.
- \$5.5 million in cash in each fiscal year to be transferred to the Urban Redevelopment Loans Fund (Fund 5D2) for the purpose of removing barriers to urban core redevelopment, and requires the Director of Development to establish guidelines for the transfer and release of funds, including, but not limited to, environmental assessment completion.
- Up to \$3 million in cash in each fiscal year to be transferred to the Rural Industrial Park Loan Fund (Fund 4Z6), subject to Controlling Board approval.
- \$1.5 million in FY 2008 for business development by any current or future port authority in Clark County.
- Transfers to the GRF of \$5.4 million in FY 2008 and \$6.1 million in FY 2009 for appropriation item 195-412, Rapid Outreach Grants, and \$366,825 in FY 2008 for appropriation item 195-434, Investment in Training Grants.
- \$4.3 million in each fiscal year to be transferred to the Job Development Initiatives Fund (Fund 5AD).
- \$1.5 million in FY 2008 for the City of Toledo's Marina District Development Project.

Workforce Development

Program Description: The Workforce Development Office administers the application and implementation processes of the Ohio Investment in Training Program (OITP), the Workforce Guarantee Program, and support staff for the Governor's Ohio Workforce Policy Board. A stated priority of the Strickland Administration is to find ways to increase links between workforce development and business development.

The OITP assists companies by financially supporting customized employee training. The primary functions of the OITP are to create and retain jobs within Ohio, train and educate Ohio's workforce, and support new and expanding Ohio businesses. The OITP grants require a 50% match of eligible project costs and require companies to make capital investments that can include the purchase of new machinery and equipment or construction of new facilities.

The Workforce Guarantee Program is designed to guarantee employers the skilled workers they need to fill new job openings and grow their businesses in Ohio. Eligible companies includes those who create at least 20 high-paying, full-time jobs over a one-year period and who demonstrate, prior to the commitment of state funds, that the availability of those skilled workers is a major factor in the employer's decision to locate or expand in Ohio. Activities eligible for funding through the Workforce Guarantee Program include job assessment services, screening and testing of potential employees, customized training activities, and any other training or related service determined by the Director of Development.

Staffing responsibilities for the Governor's Ohio Workforce Policy Board were acquired by the Department of Development in September 2002. Funding is provided through a memorandum of understanding with the Ohio Department of Job and Family Services (ODJFS). The Board serves to implement the provisions of the federal Workforce Investment Act (WIA) and connect Ohio's workforce development activities with other economic development, education, and training initiatives in the state.

Funding Source: General Revenue Fund, unclaimed funds, U.S. Department of Labor Workforce Investment Act funds

Implication of the Budget: The Workforce Guarantee Program and Investment in Training Expansion line items are continued through FY 2008, with appropriations of \$1 million and \$2 million, respectively. However, both of these line items receive zero funding in FY 2009. Funding for the support of the Governor's Workforce Policy Board is provided through line item 195-643, Workforce Development Initiatives. Funding also supports approximately nine employees who administer these programs.

Small and Developing Business

Program Description: This program works with small and women-owned businesses interested in expanding or locating their businesses in Ohio. The program acts as a liaison between the small business community and governmental agencies and provides technical assistance through its network of Small Business Development Centers (SBDC) and Manufacturing SBDCs.

The Small Business Development Center Program helps to build community capacity to provide in-depth small business consulting and training resources and to foster a strong climate for small business survival and growth. Key activities of this program include a network of regional direct-service offices, the 1st Stop Business Connection; the Ohio Graduate Business School Competition; the eVantage Training Program; the NxLevel Entrepreneurship Training Initiative; the International Trade Assistance Program; and the Ohio Manufacturing, Defense, and Technology Program. Additionally, the Ohio Small Business Ombudsman offers assistance to business owners who have not been able to settle business or regulatory issues with state agencies.

The Ohio Labor/Management Cooperation Program, funded in appropriation line item 195-436, Labor/Management Cooperation, consists of a network of area labor-management councils and university based labor-management centers. The program provides information on cooperative processes and a variety of services including conducting workplace assessments, establishing and training teams, and implementing quality improvement programs.

Funding Source: General Revenue Fund, Small Business Development Center funds, program participation fees, program loan repayments, economic development bond proceeds, investment interest, fees and payments from utility companies, and transfers from ODJFS

Implication of the Budget: In addition to supporting the Small Business Development Center Program, funding also supports the Governor's Small Business Advisory Council in soliciting the concerns and priorities of small business owners. Funding also supports 15 employees who administer these programs.

Minority Business Development

Program Description: This program aids in the creation of a business environment that is sensitive to the needs of small, disadvantaged, and minority businesses. Information is provided to minority business owners through the Minority Contractors and Business Assistance Program and Procurement and Technical Assistance Centers (PTACs). Financial assistance is provided through direct loans, direct bonds and bond guarantees, the Capital Access Program, and the EDGE Program.

An eight-office statewide network provides more than 9,000 management and technical assistance counseling sessions to Ohio minority, small, and disadvantaged businesses each year. In addition, through a federally funded grant agreement with the U.S. Defense Logistics Agency, the PTAC network provides specialized contract procurement assistance to 1,500 businesses, generating \$600 million in annual contract awards.

The Capital Access Loan Program is designed to encourage state-chartered financial institutions to make loans to for-profit or not-for-profit small and minority-owned businesses that are having difficulty obtaining business loans through conventional underwriting standards. The program encourages lending by establishing a unique loan "guarantee" reserve pool at an Ohio Capital Access Program participating lending institution. The state, the lender, and the borrower each pay a small fee contribution into the pool. The reserve pool is available to the participating lender for recovery of any losses on any loan they have enrolled in the Ohio Capital Access Program. The recommended budget proposes that this program be made permanent beginning with FY 2008.

A program launched by a Governor's Executive Order in December 2002 is the Encouraging Diversity, Growth and Equity (EDGE) Program, a small business assistance program designed to promote, nurture, and encourage diversity, growth, and equity in Ohio's marketplace. The program includes assisting small business with securing contracts in the marketplace and also includes a Mentor-Protégé Program component that will pair larger companies as mentors to EDGE Program participants to benefit both companies commercially. This program is funded through line item 195-405, Minority Business Development Division, in conjunction with the Department of Administrative Services.

Funding Source: General Revenue Fund, Procurement Technical Assistance Center funds, program participation fees, interest income, loan principal and interest repayments, bond proceeds, and escrow fees

Implication of the Budget: Funding will support activities to assist targeted businesses, including the Capital Access Program and EDGE Program, and continues programs that provide loans, bond guarantees, and loan guarantees to assist minority and small businesses with growth and development. Funding will also support ten employees in FY 2008 and 11 employees in FY 2009 who will administer these programs. Additionally, a change to permanent law (R.C. 122.602) makes the Capital Access Loan Program permanent by removing a prohibition on the Director of Development from approving any Capital Access Loan made after June 30, 2007.

Tax Incentives

Program Description: The Office of Tax Incentives provides technical assistance to both local government and business clients to successfully implement various state and local tax incentive programs permitted under the Revised Code, including local income tax incentives, real and personal property exemptions, and state franchise/income tax incentives. The programs include the Enterprise Zone, Community Reinvestment Area, and Tax Increment Financing programs, the Job Creation Tax Credit and Job Retention Tax Credit programs, and the Machinery and Equipment Investment Tax Credit program. The state's role in these programs is to:

- (1) Review applications submitted from areas eligible for an exemption;
- (2) Review requests affecting the intrastate relocation of projects into a nondistressed-based area;
- (3) Provide technical assistance to local economic development officials considering a property tax incentive; and
- (4) Report to the Governor, General Assembly, and other interested parties on the performance of property tax projects throughout the state.

Funding Source: Application fees and penalties collected under the Enterprise Zone Program and the Community Reinvestment Area Program, application and servicing fees from recipients of tax credits under the Job Creation Tax Credit Program and the Job Retention Tax Program

Implication of the Budget: Administrative costs for these programs are combined into a single line item to streamline funding. Funding will support administration of the Job Creation Tax Credit (JCTC) and the Job Retention Tax Credit (JRTC) programs, which are available to companies with proposed projects that meet statutory and administrative requirements regarding job creation and retention. Funding also supports the Ohio Tax Credit Authority, an independent board that approves JCTC and JRTC projects and oversees the execution of existing tax credit agreements. There are six employees funded under this program.

Regionalization of Economic Development

Program Description: The purpose of the 12 Regional Economic Development offices is to enhance the overall business climate of the state by providing outreach assistance to local governments, businesses, and professional economic development agencies. These offices assist with the Department's mission of retaining, expanding, and creating new employment opportunities in the state; act as liaisons between their region and state government; and represent the Governor locally.

Funding Source: General Revenue Fund

Implication of the Budget: Funding will support the operation of 12 regional offices, located in Akron, Cambridge, Chillicothe, Cincinnati, Cleveland, Columbus, Dayton, Lima, Mansfield, Marietta, Toledo, and Youngstown. The budget will support approximately 32 employees.

Program Series**2: Appalachian Development**

Purpose: This program series provides economic and community development assistance to Ohio's Appalachian region.

The following table shows the line items that are used to fund the Appalachian Development program series, as well as the funding levels enacted in Am. Sub. H.B. 119.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-416	Governor's Office of Appalachia	\$4,746,043	\$4,746,043
GRF	195-501	Appalachian Local Development Districts	\$391,482	\$391,482
GRF	195-502	Appalachian Regional Commission Dues	\$254,208	\$254,208
General Revenue Fund Subtotal			\$5,391,733	\$5,391,733
Federal Special Revenue Fund				
308	195-602	Appalachian Regional Commission	\$475,000	\$475,000
Federal Special Revenue Fund Subtotal			\$475,000	\$475,000
Total Funding: Appalachian Development			\$5,866,733	\$5,866,733

The Appalachian Development program series contains the following program:

■ **Program 2.01: Appalachian Development**

Appalachian Development

Program Description: The Governor's Office of Appalachia assists the 29-county Appalachian Region with economic and community development projects, both short and long-term planning, and represents Ohio's Appalachian counties in state government. The economic and community development-related activities of the program include grants and loans supported by state and federal funding, which are administered with the help of three local development district offices located in Marietta, Cambridge, and Waverly. The federal Appalachian Regional Commission provides funding for projects in concert with other federal, state, and local moneys. Ohio's Appalachian Regional Commission follows a strategic plan to implement its various activities.

Funding Source: General Revenue Fund, federal grant moneys for Appalachian state research, technical assistance, and demonstration projects

Implication of the Budget: Funding will provide continued support of Appalachian development activities, including participation in federal Appalachian Regional Commission efforts.

Program Series**3: Technology Development**

Purpose: This program series supports economic development through the research, development, and commercialization of advanced systems, processes, and products.

The following table shows the line items that are used to fund the Technology Development program series, as well as the Governor's funding levels enacted in Am. Sub. H.B. 119.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-401	Thomas Edison Program	\$19,404,838	\$17,978,483
GRF	195-422	Third Frontier Action Fund	\$18,790,000	\$16,790,000
GRF	195-905	Third Frontier Research & Development General Obligation Debt Service	\$14,349,500	\$24,523,400
General Revenue Fund Subtotal			\$52,544,338	\$59,291,883
Federal Special Revenue Fund				
308	195-605	Federal Projects	\$5,000,000	\$5,000,000
Federal Special Revenue Fund Subtotal			\$5,000,000	\$5,000,000
Third Frontier Research and Development Fund				
011	195-686	Third Frontier Operating	\$1,932,056	\$1,932,056
011	195-687	Third Frontier Research & Development Projects	\$94,000,000	\$72,000,000
014	195-692	Research & Development Taxable Bond Projects	\$28,000,000	\$28,000,000
Third Frontier Research and Development Fund Subtotal			\$123,932,056	\$101,932,056
Total Funding: Technology Development			\$181,476,394	\$166,223,939

The Technology Development program series contains the following programs:

- **Program 3.01: Thomas Edison Program**
- **Program 3.02: Third Frontier Program**
- **Program 3.03: Technology Programs – Other**

Thomas Edison Program

Program Description: The Thomas Edison Program provides companies with research and technology resources in Ohio's key manufacturing sectors, including primary metals, metal fabrication, rubber, transportation (both automobile and aerospace), and electrical machinery and equipment. The Edison Program also provides assistance with the formation of new, technology-oriented businesses. Services are delivered through Edison Technology Centers, Edison Technology Incubators, and an Edison Affiliate specific to the polymer industry. The overall goal of the Technology Division is to coordinate all Department and state technology activities and functions.

The services provided by Edison Centers and Edison Incubators are concentrated in the following four specific areas:

- (1) **Product Innovation and Commercialization.** The development and implementation of technology to create or improve something to be sold;

- (2) **Process Innovation.** The identification, development, and implementation of methods that maximize efficiency;
- (3) **Business Assistance.** Assessing customers' needs and linking customers with professional resources for business development; and
- (4) **Linking Ohio Research to In-State Applied Innovation.** Fulfilling the technology needs of business by exploiting the products of research laboratories.

The Thomas Edison Program supports all of the Technology Division's business assistance activities for small and medium-sized technology-based businesses, such as identifying and assisting in applying for the federal Small Business Innovation Research (SBIR) program, Small Business Technology Transfer (STTR) program, or Ohio's Technology Investment Tax Credit. The program also provides sponsorships to promote science and technology outreach, recognition, and education, including the Edison Awards, the State Science Day, the TopCat Awards, and SBIR conferences.

Funding Source: General Revenue Fund

Implication of the Budget: The total budget for this program is \$17,454,838 in FY 2008 and \$17,978,483 in FY 2009. Funding will provide continued support for seven Edison Centers, nine Edison Incubators, and one Edison Affiliate that assist new and existing businesses in product-based technology. Additionally, the program provides administrative support for the Governor's Fuel Cell Initiative and the Governor's Aerospace Defense Council. This program supports approximately four employees. There is an earmark of \$2,000,000 in FY 2008 for technology commercialization efforts by Development Projects, Inc. Additionally, not more than 10% of the total appropriation is permitted to be used for administrative expenses of the Technology Division.

Third Frontier Program

Program Description: This program includes significant portions of the Governor's Third Frontier Initiative. Program investments are focused in the areas of bioscience; advanced materials; information technology; power and propulsion; and instruments, controls, and electronics. The Third Frontier Action Fund awards competitive grants to projects that contribute to technology-based economic development in Ohio. The Innovation Ohio Loan Program assists Ohio companies in developing next generation products and services. The Research and Development Loan Program targets large, private-sector research and development investments that create high-wage jobs.

Funding Source: General Revenue Fund, economic development bond proceeds, investment interest, loan repayments, service fees

Implication of the Budget: Funding will provide continued support for Third Frontier Action awards, required payments on bonds projected to be issued for Third Frontier projects, and maintain funding for the Innovation Ohio Loan Program and the Research and Development Loan Program. In the FY 2008 - 2009 biennium, the Department intends to refocus Third Frontier bond funds to provide capital to small and medium-sized innovative businesses. This program supports approximately 16 employees.

Temporary Law Provisions

Third Frontier Research & Development Projects (Section 263.20.90): Temporary law under this section specifies that Third Frontier Research and Development Fund appropriation item 195-687,

Third Frontier Research & Development Projects, shall be used to fund selected projects pursuant to sections 184.10 to 184.20 of the Revised Code and designates certain appropriations to be spent as follows:

- Earmarks up to \$20,000,000 in FY 2008 from appropriation item 195-687, Third Frontier Research & Development Projects, to be used by the Office of Information Technology (under governance of the Office of Budget and Management) and the Ohio Supercomputer Center's OSCnet, to acquire equipment and services necessary to migrate state agencies' networks to the existing OSCnet backbone to create the NextGen Network.
- Earmarks up to \$18,000,000 in each fiscal year from appropriation items 195-687, Third Frontier Research & Development Projects, and 195-692, Research & Development Taxable Bond Projects, to fund the Research Incentive Program in the Board of Regents.

Technology Programs – Other

Program Description: This program includes the Manufacturing Extension Partnership (MEP) program and the Defense Conversion Assistance Program (DCAP). The MEP program provides services to small and medium-sized manufacturing firms in engineering and technology, market development, and workforce development to enhance productivity, technological performance, and global competitiveness. DCAP provides services to create and retain jobs in the aerospace and defense industries in Ohio.

Funding Source: General Revenue Fund, federal weatherization assistance for low-income persons

Implication of the Budget: The program will distribute federal funds and provide the federally required cost share for the statewide MEP program through two Edison Technology Centers and support DCAP. This program supports two employees.

Program Series**4: Community Development**

Purpose: This program series consists of various state and federal programs that benefit low and moderate-income individuals and families. Programs support local economic development activities that create and retain jobs, rehabilitate communities and neighborhoods through infrastructure improvements, and provide weatherization services, energy conservation incentives, and homelessness assistance.

The following table shows the line items that are used to fund the Community Development program series, as well as the enacted funding levels.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-497	CDBG Operating Match	\$889,909	\$889,909
GRF	195-498	State Match Energy	\$96,820	\$96,820
GRF	195-520	Ohio Main Street Program	\$750,000	\$250,000
General Revenue Fund Subtotal			\$1,736,729	\$1,236,729
Federal Special Revenue Fund				
308	195-605	Federal Projects	\$17,000,000	\$17,000,000
308	195-618	Energy Federal Grants	\$3,400,000	\$3,400,000
335	195-610	Energy Conservation and Emerging Technology	\$2,200,000	\$2,200,000
3BJ	195-685	TANF Heating Assistance	\$45,000,000	\$15,000,000
3K8	195-613	Community Development Block Grant	\$53,950,000	\$53,950,000
3K9	195-611	Home Energy Assistance Block Grant	\$110,000,000	\$110,000,000
3K9	195-614	HEAP Weatherization	\$22,000,000	\$22,000,000
3L0	195-612	Community Services Block Grant	\$25,235,000	\$25,235,000
Federal Special Revenue Fund Subtotal			\$278,785,000	\$248,785,000
State Special Revenue Fund				
444	195-607	Water and Sewer Commission Loans	\$523,775	\$523,775
4F2	195-639	State Special Projects	\$82,400	\$82,400
5CG	195-679	Alternative Fuel Transportation	\$1,500,000	\$1,000,000
5DU	195-689	Energy Projects	\$840,000	\$840,000
5M4	195-659	Low Income Energy Assistance	\$245,000,000	\$245,000,000
5M5	195-660	Advanced Energy Programs	\$17,000,000	\$17,000,000
5X1	195-651	Exempt Facility Inspection	\$25,000	\$25,000
611	195-631	Water and Sewer Administration	\$15,713	\$15,713
State Special Revenue Fund Subtotal			\$264,986,888	\$264,486,888
Total Funding: Community Development			\$545,508,617	\$514,508,617

The Community Development program series contains the following programs:

- **Program 4.01: Local Government Community and Economic Development**
- **Program 4.02: Services to Alleviate Poverty**
- **Program 4.03: Energy Efficiency**
- **Program 4.04: Public Works/Infrastructure Development**

Local Government Community and Economic Development

Program Description: This program aims to stabilize communities experiencing economic distress by supporting local programs that create and retain jobs, improve infrastructure, and provide training. This program also provides public improvements directly related to business development and financial assistance to private entities for economic development projects. The assistance is targeted to low and moderate-income populations and entrepreneurs. New in the FY 2008 - 2009 biennium is the Department's involvement with the Ohio Main Street Program. Funds for this program will be used as a grant to Heritage Ohio, a statewide nonprofit organization, in order to provide assistance to designated Main Street communities and further the efforts of the Main Street Program to improve central business districts and make them attractive places to work, live, and visit.

Funding Source: General Revenue Fund, federal Community Development Block Grant, local government loan repayments

Implication of the Budget: The budget for this program will support efforts to stabilize communities by improving 103,000 linear feet of sidewalks, streets, water and sewer lines, public utility infrastructure, and flood and drainage infrastructure; rehabilitate, repair, or construct 140 commercial buildings; install, repair, or purchase 2,300 pieces of machinery and equipment; and acquire, rehabilitate, improve, or construct 2.25 million square feet of structure for business development. These investments are expected to result in the creation of 1,700 jobs and improve 250 central business district building facades. Funds for this program also support approximately three employees.

Temporary Law Provisions

Ohio Main Street Program (Section 263.20.13): Temporary language earmarks \$500,000 in FY 2008 for the Ohio Main Street Program to provide funding to the City of Wauseon for matching grants and assistance for rebuilding the city's downtown area following a fire in April, 2007.

Services to Alleviate Poverty

Program Description: The Office of Community Services (OCS) administers this program through federal funds provided through the Community Services Block Grant, Home Energy Assistance Block Grant, TANF Heating Assistance, and Universal Service Fund (Low Income Energy Assistance) programs. Community Services Block Grant supports activities that address unemployment and underemployment, inadequate education, inefficient and/or ineffective use of income, inadequate housing, inability to meet emergency needs, incomplete use of available programs and services, and starvation and malnutrition. Funds are provided to 52 community action agencies serving all 88 Ohio counties. The Low-Income Energy Assistance Program (LIHEAP) contains both the Home Energy Assistance Program (HEAP) and Emergency HEAP, or E-HEAP, to reduce the energy burden on low-income, TANF-eligible households at or below 175% of the federal poverty guidelines to maintain service when threatened with disconnection, to re-connect, or to pay for bulk fuel delivery if they have less than a ten-day supply. The Universal Service Fund supports low-income electric customers at or below 150% of poverty who are enrolled in the Percentage of Income Payment Plan (PIPP).

Funding Source: Federal Community Services Block Grant, TANF Heating Assistance, Home Energy Assistance Block Grant, revenues from the rider on retail electric service, customer payments under PIPP, revenues remitted from municipal electric utilities and rural cooperatives on an opt-in basis

Implication of the Budget: The program will provide funding to Community Action Agencies to assist 400,000 low-income families to become more self-sufficient, improve their living conditions, and provide workforce development/displaced worker training to obtain a job. Funds will also support approximately 57 employees.

Energy Efficiency

Program Description: The mission of the Office of Energy Efficiency is to provide options for a more secure energy future for Ohio through reducing energy consumption via energy efficiency and renewable energy systems, increasing the reliability of energy distribution, and reducing dependence on foreign supplies of fossil fuels. There are several programs located within the Office of Energy Efficiency that work toward these goals. They include:

Advanced Energy Program. The Office of Energy Efficiency administers the Advanced Energy Program, which supports certain energy efficiency projects throughout the state. Moneys in the Advanced Energy Fund are used to support investments in products, technologies, or services for residential, small business, local government, nonprofit, agricultural, or other entities for improving energy efficiency in a cost-effective manner. Revenues to the fund include a surcharge on retail electric distribution rates, based on an aggregate revenue target for a given year, divided by the number of customers of electric distribution utilities in the state.

Home Energy Assistance Program (HEAP). This federal program assists eligible households in paying for their primary heating fuel. When federal funds are reduced, moneys are augmented by supplemental oil overcharge funds. Through the regular HEAP program, grants are awarded to nonprofit agencies that administer moneys to households with incomes at or below 150% of U.S. Department of Health and Human Services poverty guidelines. The recipient households are provided 10% to 35% of their primary heating fuel costs for December, January, and February. Emergency HEAP provides eligible families up to \$175 to prevent disconnection of heating service, to restore heating services, to perform heating system repairs, or for emergency fuel delivery.

Home Weatherization Assistance Program (HWAP). The purpose of this program is to create more affordable housing by reducing energy costs through energy efficiency measures. Services include attic, wall and basement insulation; blower door guided air leakage reduction; heating system repairs or replacements; health and safety testing and inspections; and public information.

Electric Partnership Program (EPP). EPP provides targeted energy efficiency and customer education services to customers with high arrearage and high consumption. Every resident enrolled in PIPP is eligible to participate in EPP. It is funded through the federally funded Universal Service Fund for low-income energy assistance.

State Energy Plan (SEP). The State Energy Plan is federally funded and provides for public outreach and education and various commercial and industrial programs. SEP establishes milestones to measure progress toward specific activities supported by the federal program, addressing market penetration, numbers and types of clients reached, and energy and pollution emissions saved as a result of the program.

Alternative Fuel Transportation Grants. The Alternative Fuel Transportation Grant Fund provides for the purchase and installation of alternative fuel refueling or distribution facilities and terminals, for the purchase and use of alternative fuel, and to pay the cost of educational and promotional materials and activities relating to alternative fuel.

Funding Source: General Revenue Fund; federal Low Income Energy Assistance, Weatherization Assistance for Low-Income Persons, State Energy Conservation, Energy Conservation for Institutional Buildings, and National Industrial Competitiveness grants; oil overcharge settlement payments; vendor fees and other payments from utility companies; revenues from the rider on retail electric service; customer payments under PIPP; revenues remitted from municipal electric utilities and rural cooperatives; loan repayments; and application fees for exempt facility certificates.

Implication of the Budget: Funding will allow for 80 industrial energy assessments, 90 grants for renewable energy installations, weatherization of 14,000 homes for low-income households, energy efficiency retrofits or education on demand side energy management for 18,000 households, installation of 40 alternative fuel pumps, and financing for an additional 60 energy projects. Funding will also support 38 employees.

Temporary and Permanent Law Provisions

Energy Projects Fund (R.C. Section 122.076). Creates the Energy Projects Fund consisting of nonfederal revenue remitted to the Director of Development for the purpose of energy projects, and requires the Department of Development to use the money in the fund for energy projects and to pay the costs incurred in administering the projects.

Advanced Energy Fund Transfer (Section 263.20.70). Temporary language in this section requires the Director of Budget and Management to transfer \$4.5 million in each fiscal year from the Advanced Energy Fund (Fund 5M5) to the Industrial Site Improvements Fund (Fund 5AR) and requires moneys in Fund 5AR to be used to make grants to eligible counties for the improvement of commercial or industrial areas.

HEAP Weatherization (Section 263.20.40). Temporary language in this section specifies that 15% of the federal funds received by the state for the Home Energy Assistance Block Grant shall be deposited in GSF appropriation item 195-614, HEAP Weatherization (Fund 3K9), and shall be used for home weatherization services. It also requires the Department of Development to seek a federal waiver to allow the percentage of federal funds assigned to Fund 3K9 to increase to 16.5% in FY 2008 and 17.5% in FY 2009.

Advanced Energy Programs (Section 263.20.70). This section requires SSR appropriation item 195-660, Advanced Energy Programs, to be used to provide financial assistance to customers for eligible advanced energy projects. Eligible customers may include residential, commercial, and industrial business, local governments, educational institutions, nonprofit organizations, and agricultural customers. Funds shall also pay for the program's administrative expenses. This section earmarks up to \$1.5 million over the biennium for methane digester projects and up to \$250,000 in each fiscal year for grants to school districts under section 3327.17 of the Revised Code.

Alternative Fuel Transportation. There are two temporary law provisions affecting this program:

- **Section 263.20.70.** Temporary language in this section requires SSR appropriation item 195-679, Alternative Fuel Transportation, to be used by the Director of Development to make grants under the Alternative Fuel Transportation Grant Fund Program and earmarks up to \$1 million in each fiscal year to encourage gas stations to provide E85 and B20 (or higher) fuel to customers.

- **Section 263.20.80.** Temporary language in this section earmarks up to \$1 million in cash in each fiscal year to be transferred from the Facilities Establishment Fund (Fund 037) to the Alternative Fuel Transportation Grant Fund (Fund 5CG).

Public Works/Infrastructure Development

Program Description: Community Development Block Grant moneys are also used for infrastructure improvements, including wastewater treatment, flood and drainage, water and sewer, streets and bridges, and sidewalk construction in nonmetropolitan areas. The primary beneficiaries must be low and moderate-income individuals. Grants for public works projects are awarded based on a formula allocation, requiring collective planning. Program effectiveness is measured by comparisons of projected to actual performance outcomes. In the upcoming biennium, funding will support the improvement or installation of 2.1 million linear feet of sidewalks, streets, water and sewer lines, and flood and drainage infrastructure and rehabilitation, construction, or repair of 30 water and sewer facilities; 60 senior centers, neighborhood facilities, community centers, or fire stations; and 340 housing units.

Funding Source: General Revenue Fund, federal Community Development Block Grant, loan repayments, loan administration fees

Implication of the Budget: Funding will support programs to counties and cities for infrastructure and public service improvements, and provide limited funding for some housing rehabilitation. Funding will also support water and sanitary sewer projects to ensure safe drinking water and proper disposal of sanitary waste. This program will also support 12 employees.

Program Series**5: Housing Development**

Purpose: This program series administers a range of services to provide affordable housing for low and moderate-income homebuyers and renters. Using low-interest loans, grants, and rent subsidies, the programs provide assistance directly to homebuyers and renters and financial support to housing providers such as local governments, and not-for-profit and for-profit developers.

The following table shows the line items that are used to fund the Housing Development program series, as well as the enacted funding levels.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-497	CDBG Operating Match	\$182,275	\$182,275
General Revenue Fund Subtotal			\$182,275	\$182,275
Federal Special Revenue Fund				
3K8	195-613	Community Development Block Grant	\$11,050,000	\$11,050,000
3V1	195-601	HOME Program	\$40,000,000	\$40,000,000
308	195-603	Housing and Urban Development	\$6,000,000	\$6,000,000
Federal Special Revenue Fund Subtotal			\$57,050,000	\$57,050,000
State Special Revenue Fund				
646	195-638	Low and Moderate Income Housing Trust	\$53,000,000	\$53,000,000
State Special Revenue Fund Subtotal			\$53,000,000	\$53,000,000
Total Funding: Housing Development			\$110,232,275	\$110,232,275

The Housing Development program series contains the following programs:

- **Program 5.01: Community Housing Improvement Program**
- **Program 5.02: Housing Development Assistance Program**
- **Program 5.03: Not-for-Profit Housing and Community Development**
- **Program 5.04: Housing and Supportive Assistance for the Homeless**

Community Housing Improvement Program

Program Description: This program administers federal grants to eligible units of local government through the Community Housing Improvement Program (CHIP) and the HOME Investment Partnership Program. These programs provide funding to local governments to rehabilitate existing housing, construct new housing, and to make emergency repairs in order to increase the available housing stock for low and moderate-income Ohioans. Funds are also available for public and supportive service programs such as home maintenance education, lead-hazard screening, and job counseling. During the upcoming biennium, program funds will enable the Department of Development to provide 950 households with rental assistance; rehabilitate, repair, or construct 2,500 owner-occupied homes and rehabilitate or repair 95 rental units; provide 65 households with down payment assistance; provide 540 households with homebuyer counseling or education; and provide 16 fair housing educational or training opportunities.

Funding Source: General Revenue Fund, federal Community Development Block Grant, federal HOME Investment Partnership Program grant, Housing Trust Fund fees collected by county recorders, grants, gifts, and private contributions

Implication of the Budget: Funds will support the programs described above as well as 18 employees.

Housing Development Assistance Program

Program Description: This program includes the Housing Development Assistance Program (HDAP) and the Community Housing Development Organization (CHDO) Competitive Operating Program, which conserve and expand the affordable housing stock and administrative capacity in order to provide suitable housing and living environments for low to moderate income persons. The HDAP is funded by HOME Investment Partnerships Program and Ohio Housing Trust Fund (OHTF) dollars. The CHDO Operating Grant Program is funded with HOME dollars. During the upcoming biennium, program funds will enable the Department of Development to rehabilitate, repair, and construct 465 owner-occupied homes and 2,350 rental units, and ensure increased and sustained capacity building opportunities for 64 housing development organizations.

Funding Source: Federal HOME Investment Partnership Program grant, Housing Trust Fund fees collected by county recorders, grants, gifts, and private contributions

Implication of the Budget: Funds will support the programs described above as well as two employees.

Not-for-Profit Housing and Community Development

Program Description: This program consists of several individual programs that target funding through nonprofit and community organizations to assist low and moderate-income persons. The Housing Assistance Grant Program provides funding to assist low and moderate-income persons with emergency home repair, accessibility modifications, down payment assistance, and homebuyer counseling. The Community Development Finance Fund (CDFF) provides nonprofit, community-based development organizations with access to long-term, low-interest financing for housing and economic development projects that revitalize low and moderate-income communities. The Microenterprise Business Development Program provides funds to eligible nonprofit organizations to assist with the development of small businesses and to create jobs. The Discretionary Grant Program provides funds to eligible applicants for target of opportunity investment in housing projects, special projects, and demonstration programs. The Resident Services Coordinator (RSC) Program provides funds to nonprofit organizations to help elderly and disabled low-income renters identify and obtain services and benefits offered in the community. The Training and Technical Assistance (T&TA) Program provides funds to statewide or regional nonprofit organizations to build the capacity of other nonprofits.

Funding Source: Housing Trust Fund fees, grants, gifts, and private contributions

Implication of the Budget: Program funding is expected to support the rehabilitation, repair, or construction of 3,600 owner-occupied homes and 200 rental units; provide assistance to 125 businesses; and provide 265 households with down payment assistance, 1,670 households with homebuyer education and counseling, and 1,750 persons with referrals to community-based services. This program also supports approximately three employees.

Housing and Supportive Assistance for the Homeless

Program Description: This program supports the Homelessness Assistance Grant Program and the Housing Opportunities for Persons with AIDS (HOPWA) Program. These activities fund housing, supportive services, and homelessness prevention activities by local governments and nonprofit organizations. The Homelessness Assistance Grant Program is funded through federal Emergency Shelter Grant dollars in conjunction with Ohio Housing Trust Fund moneys. The HOPWA program is funded entirely through federal HOPWA funds. During the upcoming biennium, funds will enable the Department to provide 89,852 low-income persons with shelter, provide 16,300 low-income households with supportive services, and provide 31,100 households with rental assistance.

Funding Source: Federal Emergency Shelter Grant and HOPWA funds; Housing Trust Fund fees, grants, gifts, and private contributions

Implication of the Budget: Program funding will support the programs described above, as well as ten employees.

Program Series**6: International Trade**

Purpose: This program series promotes Ohio by assisting Ohio manufacturers and service providers in locating and capitalizing on export opportunities, marketing Ohio as a premier business location, attracting direct investment by foreign companies, and organizing Ohio business missions to international markets. This program series staffs offices in Brussels, Hong Kong, Tokyo, Toronto, Mexico City, Tel Aviv, and Buenos Aires, and with the Council of Great Lakes Governors, jointly administers offices in Sao Paulo, Santiago, and Johannesburg.

The following table shows the line items that are used to fund the International Trade program series, as well as the enacted funding levels.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-432	International Trade	\$4,650,501	\$4,650,501
General Revenue Fund Subtotal			\$4,650,501	\$4,650,501
General Services Fund				
5W6	195-691	International Trade Cooperative Projects	\$300,000	\$300,000
General Services Fund Subtotal			\$300,000	\$300,000
Total Funding: International Trade			\$4,950,501	\$4,950,501

The International Trade program series contains the following program:

■ **Program 6.01: International Trade**

International Trade

Program Description: The International Trade Division promotes Ohio exports and foreign direct investment into Ohio. The Division operates eight full-service trade offices located in Columbus, Brussels, Buenos Aires, Hong Kong, Mexico City, Tel Aviv, Tokyo, and Toronto, and jointly administers three offices with the Council of Great Lakes Governors in Santiago, Johannesburg, and Sao Paulo. Other activities include business and investment missions, trade shows, and export assistance.

Funding Source: General Revenue Fund, funds from the private sector or financial aid from state or local governments

Implication of the Budget: Funding will provide continued support in Ohio's efforts to strengthen Ohio's economy through international business and export promotion, foreign direct investment attraction, and international business missions; fund the planning and execution of business missions to key global markets; establish new trade offices in Australia and India via fee-for-services contracts with business consulting firms; and establish the International Trade Cooperative Projects Fund to allow the Department of Development to receive funds from outside entities to support international business development activities. Funds also support approximately 19 employees.

Temporary and Permanent Law Provisions

International Trade Cooperative Projects Fund (R.C. section 122.051). The International Trade Cooperative Projects Fund is created in the state treasury, to be funded by moneys from private and nonprofit organizations involved in cooperative agreements related to foreign investment and cash transfers from other state agencies or any state or local government.

Program Series

7: Travel and Tourism Promotion

Purpose: This program series consists of an integrated marketing campaign including print, television, online, and radio advertising; regional and national public relations; the DiscoverOhio.com web site; and the 1-800-BUCKEYE call center. The program also consists of targeted grants for the marketing of specific tourism destinations.

The following table shows the line items that are used to fund the Travel and Tourism program series, as well as the enacted funding levels.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-407	Travel and Tourism	\$1,800,000	\$1,800,000
GRF	195-507	Travel and Tourism Grants	\$1,130,000	\$1,115,000
GRF	195-521	Discover Ohio!	\$7,182,845	\$8,182,845
General Revenue Fund Subtotal			\$10,112,845	\$11,097,845
General Services Fund				
5W5	195-690	Travel and Tourism Cooperative Projects	\$350,000	\$350,000
General Services Fund Subtotal			\$350,000	\$350,000
Total Funding: Travel and Tourism Promotion			\$10,462,845	\$11,447,845

The Travel and Tourism Promotion program series contains the following program:

■ **Program 7.01: Travel and Tourism Promotion**

Travel and Tourism Promotion

Program Description: The Division of Travel and Tourism is responsible for state tourism activities including advertising, promotional campaigns, and travel information. The Division promotes Ohio as a desirable location for film and video production, and administers grants to local and regional tourism entities. Activities include the state's travel and tourism web site, www.ohiotourism.com, 1-800-BUCKEYE phone line, market research, advertising, the Ohio Film Commission, and statewide publications (Discover Ohio Calendar of Events and Visitor's Guide and Travel Planner). Activities funded through the Division are experiencing a shift from information-based publications that are mailed to customers to web-based information that is accessed directly by the consumer. Since FY 1996, grants for local travel and tourism events have been provided through line item 195-507, Travel and Tourism Grants.

Funding Source: General Revenue Fund, funds from the private sector or financial aid from state or local governments

Implication of the Budget: Funding will be directed toward television, print, radio, online, and public relations advertising; web site development; and the 1-800-BUCKEYE call center and fulfillment. Funding will support 14 employees.

Temporary and Permanent Law Provisions

Travel and Tourism Cooperative Projects Fund (R.C. section 122.071). The Travel and Tourism Cooperative Projects Fund is created and is required to consist of all grants, gifts, and contributions made to the Director of Development for marketing and promotion of travel and tourism within Ohio.

Travel and Tourism Grants (Section 263.20.10). Temporary language under this section specifies that GRF appropriation item 195-507, Travel and Tourism Grants, shall be used to provide grants to local organizations to support various local travel and tourism events, and earmarks funds for such use. This provision contains earmarks of \$50,000 in each fiscal year for the Cleveland Film Bureau, \$50,000 in each fiscal year for the Cincinnati Film Bureau, up to \$500,000 in each fiscal year for the International Center for the Preservation of Wild Animals, \$50,000 in each fiscal year for the Greater Cleveland Sports Commission, \$50,000 in each fiscal year for the Greater Columbus Sports Commission, \$50,000 in FY 2008 for the Ohio Alliance of Science Centers, \$100,000 in each fiscal year for the Harbor Heritage Society/Great Lakes Science Center in support of the Steamship William G. Mather Museum, \$100,000 in each fiscal year for the Great Lakes Historical Society, \$35,000 in FY 2009 for the Ohio Junior Angus Association, \$60,000 in each fiscal year for the Ohio River Trails Program, \$60,000 in each fiscal year for the outdoor drama "Tecumseh!," \$25,000 in each fiscal year for Ohio's Appalachian Country, \$25,000 in each fiscal year for the Garst Museum, and \$10,000 in each fiscal year for the Pro Football Hall of Fame Festival.

Program Series**8: Brownfield Redevelopment**

Purpose: The Brownfield Redevelopment program series provides assistance to communities and public and private entities to clean up former industrial or commercial properties in order to restore them to productive use.

The following table shows the line items that are used to fund the Brownfield Redevelopment program series, as well as the enacted funding levels.

Fund	ALI	Title	FY 2008	FY 2009
General Revenue Fund				
GRF	195-426	Clean Ohio Implementation	\$300,000	\$309,000
General Revenue Fund Subtotal			\$300,000	\$309,000
Federal Special Revenue Fund				
308	195-605	Federal Projects	\$5,000,000	\$5,000,000
Federal Special Revenue Fund Subtotal			\$5,000,000	\$5,000,000
Clean Ohio Revitalization Fund				
003	195-663	Clean Ohio Operating	\$625,000	\$550,000
Clean Ohio Revitalization Fund Subtotal			\$625,000	\$550,000
Total Funding: Brownfield Redevelopment			\$5,925,000	\$5,859,000

The Brownfield Redevelopment program series contains the following programs:

- **Program 8.01: Clean Ohio**
- **Program 8.02: Brownfield Revolving Loan Fund**

Clean Ohio

Program Description: The Clean Ohio program provides grants to public entities (townships, municipalities, counties, port authorities, and park/conservancy districts) to remediate brownfield property. The funding can be used on private or public lands for cleanup and remediation, demolition, minimal infrastructure improvements necessary for economic viability, environmental assessments, and acquisition. The Office of Urban Development administers the program and tracks the program's success at achieving performance measures such as acres remediated, jobs created and/or retained, dollars leveraged to cleanup activities, redevelopment dollars leveraged, and square footage of structures demolished.

Funding Source: General Revenue Fund, bond proceeds

Implication of the Budget: Funds will support the Office of Urban Development's administration of the Clean Ohio Revitalization Fund on behalf of the Clean Ohio Council, providing \$43 million in grants to local entities for brownfield redevelopment activities; support the Office of Urban Development's implementation and administration of the Clean Ohio Assistance Fund Program including processing of disbursement requests, site visits, and provision of technical assistance to grantees and stakeholders; and fund the development of a data management system and other tools that provide for improved financial and programmatic administration of the Clean Ohio program. Funds will also support approximately seven employees.

Brownfield Revolving Loan Fund

Program Description: The Office of Urban Development administers the application, loan processing, coordination, and implementation processes of the Brownfield Revolving Loan Fund (BRLF). The program provides low-interest loans to private and public borrowers and subgrants to nonprofit and public entities to complete brownfield projects including demolition, cleanup, and remediation. The BRLF is funded through competitive grants awarded to the Department of Development by the U.S. Environmental Protection Agency (USEPA). Projects financed with BRLF loans are often redeveloped into open public space or park land. BRLF loans have also been used to augment other financing in very large remedial projects.

Funding Source: Competitive grants awarded by the U.S. Environmental Protection Agency

Implication of the Budget: Funds will provide low-interest loans and subgrants to eligible entities for brownfield cleanup, as well as allow for implementation and administration of current projects, support the Clean Ohio brownfield initiatives by providing gap financing for projects in need of additional cleanup dollars, and support future requests for funding from USEPA based on the program's success.

Program Series**9: Marketing, Promotion, and Advertising**

Purpose: This program series highlights the Department of Development's programs and services and promotes Ohio's economic climate in an effort to strengthen the state's image as a place for business expansion and relocation through the production of quality communication programs and materials. This includes working with the Ohio Business Development Coalition in the development of a state brand and the implementation of a regional marketing program designed to generate business leads.

The following table shows the line items that are used to fund the Marketing, Promotion, and Advertising program series, as well as the enacted funding levels.

Fund	ALI	Title	FY 2008	FY 2009
General Services Fund				
135	195-684	Supportive Services	\$1,232,537	\$1,117,118
General Services Fund Subtotal			\$1,232,537	\$1,117,118
State Special Revenue Fund				
4F2	195-639	State Special Projects	\$0	\$152,650
4F2	195-676	Marketing Initiatives	\$5,000,000	\$1,000,000
State Special Revenue Fund Subtotal			\$5,000,000	\$1,152,650
Total Funding: Marketing, Promotion, and Advertising			\$6,232,537	\$2,269,768

The Marketing, Promotion, and Advertising program series contains the following program:

■ **Program 9.01: Marketing, Promotion, and Advertising**

Marketing, Promotion, and Advertising

Program Description: This program promotes the programs and services of the Department of Development, plans economic development-related events, responds to media inquiries, and coordinates marketing programs that promote the state as a favorable site for business expansion and relocation. The program executes all aspects of mass communication originating from the Department, handles graphic and photography requests for the Department and the Governor's Office, and generates collateral materials for all the Department's divisions for the promotion of its various activities, programs, and services.

This program also collaborates with the Ohio Business Development Coalition (OBDC) to promote efforts to brand Ohio as a highly desirable location for companies and their employees. OBDC is a 501(c) 6 organization, charged with developing and executing a targeted, proactive marketing and sales strategy for Ohio. A self-appointed Board of Directors leads the coalition with representation from the business community, corporate marketing, communications professionals, and regional and local economic development professionals. The primary objective of OBDC is to provide the Department of Development and economic regional development organizations with qualified leads and effective tools to both retain and expand Ohio companies, and to attract new companies to Ohio.

Funding Source: Assessments on divisions of the Department for the cost of central service operations, vendor fees, and other payments from utility companies, and unclaimed funds

Implication of the Budget: Funding will assist with the operation of the Ohio Business Development Coalition (through line item 195-676, Marketing Initiatives), and will support the operation of the Office of Communications and Marketing, including 14 employees.

Program Series

10: Program Management

Purpose: This program series provides centralized services to the Department of Development.

The following table shows the line items that are used to fund the Program Management program series, as well as the Governor's enacted levels.

Fund	ALI	Title	FY 2008	FY 2009
General Services Fund				
135	195-684	Supportive Services	\$10,466,867	\$10,204,326
685	195-636	Direct Cost Recovery Expenditures	\$800,000	\$800,000
General Services Fund Subtotal			\$11,266,867	\$11,004,326
Total Funding: Program Management			\$11,266,867	\$11,004,326

The Program Management program series contains the following program:

■ **Program 10.01: Program Management**

Program Management

Program Description: Program Management encompasses the activities of the Director's Office, Legal Office, Human Resources Office, Budget and Finance Office, Audit Office, Information Technology, Facilities Management, Legislative Affairs, Office of Strategic Research, and the Community Development Director's Office. These offices and programs manage and control all divisions of the Department of Development to implement departmental policy and to communicate actions and activities to the Governor, the General Assembly, and to other state and local agencies.

The Office of Strategic Research provides demographic, economic, industrial, and programmatic information for the Department of Development, other state agencies, local governmental authorities, and designated affiliates of the United States Bureau of the Census. The Community Development Director's Office is funded through this program due to the large amount of support services necessary for the operation of the Community Development and Housing Development program series, including policy analysis and administrative and fiscal services.

Funding Source: Assessments on divisions of the Department for the cost of central service operations, interagency payments, and indirect cost charges to other Department of Development line items

Implication of the Budget: Funding will provide continued support for centralized services to ensure efficient operation of the Department of Development, supporting approximately 58 employees.

FY 2008 - 2009 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

FY 2005: FY 2007 Adj. FY 2008 % Change FY 2009 % Change
 FY 2006: Appropriations: Appropriations: 2007 to 2008: Appropriations: 2008 to 2009:

Report For: Main Operating Appropriations Bill

Version: Enacted

DEV Development, Department of

Agency	FY 2005	FY 2006	FY 2007 Adj.	FY 2008	% Change	FY 2009	% Change
GRF 195-321 Operating Expenses	\$ 2,811,226	\$ 2,861,989	\$ 2,723,908	----	N/A	----	N/A
GRF 195-401 Thomas Edison Program	\$ 15,824,797	\$ 16,116,789	\$ 17,454,838	\$ 19,404,838	11.17%	\$ 17,978,483	-7.35%
GRF 195-404 Small Business Development	\$ 1,945,190	\$ 1,805,267	\$ 1,740,722	\$ 1,740,722	0.00%	\$ 1,792,944	3.00%
GRF 195-405 Minority Business Development Division	\$ 1,580,220	\$ 1,534,913	\$ 1,580,291	\$ 1,580,291	0.00%	\$ 1,627,700	3.00%
GRF 195-406 Transitional & Permanent Housing	\$ 75,400	----	\$ 0	----	N/A	----	N/A
GRF 195-407 Travel and Tourism	\$ 5,746,172	\$ 7,658,407	\$ 6,712,845	\$ 1,800,000	-73.19%	\$ 1,800,000	0.00%
GRF 195-410 Defense Conversion Assistance	\$ 904,441	\$ 269,746	\$ 200,000	\$ 5,000,000	2,400.00%	----	N/A
GRF 195-412 Rapid Outreach Grants	\$ 10,235,643	\$ 6,881,988	\$ 11,750,000	\$ 10,750,000	-8.51%	\$ 10,000,000	-6.98%
GRF 195-414 First Frontier Match	\$ 173,150	\$ 20,608	\$ 0	----	N/A	----	N/A
GRF 195-415 Economic Development Division & Regional Offices	\$ 5,302,432	\$ 5,565,717	\$ 5,894,975	\$ 5,894,975	0.00%	\$ 6,071,824	3.00%
GRF 195-416 Governor's Office of Appalachia	\$ 3,917,573	\$ 3,967,931	\$ 4,122,372	\$ 4,746,043	15.13%	\$ 4,746,043	0.00%
GRF 195-417 Urban/Rural Initiative	\$ 1,467,716	\$ 364,513	\$ 0	----	N/A	----	N/A
GRF 195-422 Third Frontier Action Fund	\$ 14,350,532	\$ 16,080,767	\$ 16,790,000	\$ 18,790,000	11.91%	\$ 16,790,000	-10.64%
GRF 195-426 Clean Ohio Implementation	\$ 372,038	\$ 303,005	\$ 300,000	\$ 300,000	0.00%	\$ 309,000	3.00%
GRF 195-431 Community Development Corporation Grants	\$ 5,139	----	\$ 0	----	N/A	----	N/A
GRF 195-432 International Trade	\$ 4,058,440	\$ 4,161,739	\$ 4,223,787	\$ 4,650,501	10.10%	\$ 4,650,501	0.00%
GRF 195-434 Investment in Training Grants	\$ 13,105,071	\$ 8,350,493	\$ 12,227,500	\$ 12,227,500	0.00%	\$ 12,594,325	3.00%
GRF 195-436 Labor/Management Cooperation	\$ 772,248	\$ 624,195	\$ 811,869	\$ 836,225	3.00%	\$ 836,225	0.00%
GRF 195-497 CDBG Operating Match	\$ 1,040,956	\$ 1,040,956	\$ 1,040,956	\$ 1,072,184	3.00%	\$ 1,072,184	0.00%
GRF 195-498 State Match Energy	\$ 83,203	\$ 97,580	\$ 94,000	\$ 96,820	3.00%	\$ 96,820	0.00%
GRF 195-501 Appalachian Local Development Districts	\$ 380,079	\$ 380,080	\$ 380,080	\$ 391,482	3.00%	\$ 391,482	0.00%
GRF 195-502 Appalachian Regional Commission Dues	\$ 246,803	\$ 119,385	\$ 246,803	\$ 254,208	3.00%	\$ 254,208	0.00%
GRF 195-507 Travel and Tourism Grants	\$ 922,100	\$ 1,251,875	\$ 1,162,500	\$ 1,130,000	-2.80%	\$ 1,115,000	-1.33%
GRF 195-515 Economic Development Contingency	\$ 12,148,709	\$ 10,471,972	\$ 0	----	N/A	----	N/A
GRF 195-516 Shovel Ready Sites	\$ 1,680,000	\$ 2,365,000	\$ 0	\$ 1,000,000	N/A	\$ 1,000,000	0.00%
GRF 195-520 Ohio Main Street Program	----	----	----	\$ 750,000	N/A	\$ 250,000	-66.67%
GRF 195-521 Discover Ohio!	----	----	----	\$ 7,182,845	N/A	\$ 8,182,845	13.92%
GRF 195-905 Third Frontier Research & Development General Obligation Debt Service	----	----	\$ 13,910,000	\$ 14,349,500	3.16%	\$ 24,523,400	70.90%

FY 2008 - 2009 Final Appropriation Amounts

All Fund Groups

<i>Line Item Detail by Agency</i>			<i>FY 2005:</i>	<i>FY 2006:</i>	<i>Adj. Appropriations:</i>	<i>FY 2008 Appropriations:</i>	<i>% Change 2007 to 2008:</i>	<i>FY 2009 Appropriations:</i>	<i>% Change 2008 to 2009:</i>
DEV Development, Department of									
GRF	195-912	Job Ready Site Development-General Obligation Debt	----	----	\$ 4,124,400	\$ 4,359,400	5.70%	\$ 8,232,500	88.84%
General Revenue Fund Total			\$ 99,149,279	\$ 92,294,913	\$ 107,491,846	\$ 118,307,534	10.06%	\$ 124,315,484	5.08%
135	195-605	Supportive Services	\$ 6,884,882	\$ 6,878,791	\$ 0	\$ 0	N/A	\$ 0	N/A
135	195-684	Supportive Services	----	----	\$ 7,539,686	\$ 11,699,404	55.17%	\$ 11,321,444	-3.23%
5AD	195-667	Investment in Training Expansion	\$ 45,856	\$ 7,164,354	\$ 5,000,000	\$ 2,000,000	-60.00%	\$ 0	-100.00%
5AD	195-668	Workforce Guarantee Program	----	\$ 76,593	\$ 3,000,000	\$ 1,000,000	-66.67%	\$ 0	-100.00%
5AD	195-669	Wright Operating Grants	----	\$ 1,085,165	\$ 0	\$ 0	N/A	\$ 0	N/A
5AD	195-677	Economic Development Contingency	----	----	\$ 10,000,000	\$ 5,000,000	-50.00%	\$ 24,400,000	388.00%
5W5	195-690	Travel and Tourism Cooperative Projects	----	----	\$ 0	\$ 350,000	N/A	\$ 350,000	0.00%
5W6	195-691	International Trade Cooperative Projects	----	----	\$ 75,000	\$ 300,000	300.00%	\$ 300,000	0.00%
685	195-636	Direct Cost Recovery Expenditures	\$ 353,335	\$ 464,067	\$ 800,000	\$ 800,000	0.00%	\$ 800,000	0.00%
General Services Fund Group Total			\$ 7,284,073	\$ 15,668,971	\$ 26,414,686	\$ 21,149,404	-19.93%	\$ 37,171,444	75.76%
308	195-602	Appalachian Regional Commission	\$ 484,613	\$ 469,301	\$ 600,659	\$ 475,000	-20.92%	\$ 475,000	0.00%
308	195-603	Housing & Urban Development	\$ 4,409,837	\$ 4,534,009	\$ 5,000,000	\$ 6,000,000	20.00%	\$ 6,000,000	0.00%
308	195-605	Federal Projects	\$ 17,465,986	\$ 21,089,484	\$ 24,671,479	\$ 27,000,000	9.44%	\$ 27,000,000	0.00%
308	195-609	Small Business Administration	\$ 4,692,185	\$ 3,735,204	\$ 4,296,381	\$ 4,296,381	0.00%	\$ 4,396,381	2.33%
308	195-618	Energy Federal Grants	\$ 2,551,201	\$ 2,114,809	\$ 3,397,659	\$ 3,400,000	0.07%	\$ 3,400,000	0.00%
335	195-610	Energy Conservation and Emerging Technology	\$ 3,131,509	\$ 2,141,012	\$ 3,000,000	\$ 2,200,000	-26.67%	\$ 2,200,000	0.00%
380	195-622	Housing Development Operating	\$ 4,044,872	----	\$ 0	\$ 0	N/A	\$ 0	N/A
3AE	195-643	Workforce Development Initiatives	\$ 2,590,187	\$ 3,932,678	\$ 6,175,000	\$ 5,839,900	-5.43%	\$ 5,860,000	0.34%
3BJ	195-685	TANF Heating Assistance	----	\$ 60,199,406	\$ 59,800,594	\$ 45,000,000	-24.75%	\$ 15,000,000	-66.67%
3K8	195-613	Community Development Block Grant	\$ 58,661,270	\$ 62,445,608	\$ 65,000,000	\$ 65,000,000	0.00%	\$ 65,000,000	0.00%
3K9	195-611	Home Energy Assistance Block Grant	\$ 98,861,482	\$ 114,211,138	\$ 90,500,399	\$ 110,000,000	21.55%	\$ 110,000,000	0.00%
3K9	195-614	HEAP Weatherization	\$ 14,948,185	\$ 15,985,255	\$ 16,219,478	\$ 22,000,000	35.64%	\$ 22,000,000	0.00%
3L0	195-612	Community Services Block Grant	\$ 24,919,442	\$ 24,283,402	\$ 25,234,999	\$ 25,235,000	0.00%	\$ 25,235,000	0.00%
3V1	195-601	HOME Program	\$ 32,287,648	\$ 29,734,567	\$ 40,000,001	\$ 40,000,000	0.00%	\$ 40,000,000	0.00%
3X3	195-619	TANF Housing Program	\$ 1,120,162	----	\$ 13,900	\$ 0	-100.00%	\$ 0	N/A
Federal Special Revenue Fund Group Total			\$ 270,168,579	\$ 344,875,871	\$ 343,910,549	\$ 356,446,281	3.65%	\$ 326,566,381	-8.38%
444	195-607	Water & Sewer Commission Loans	\$ 324,036	\$ 1,598,180	\$ 523,775	\$ 523,775	0.00%	\$ 523,775	0.00%

FY 2008 - 2009 Final Appropriation Amounts

All Fund Groups

<i>Line Item Detail by Agency</i>			<i>FY 2005:</i>	<i>FY 2006:</i>	<i>FY 2007 Adj. Appropriations:</i>	<i>FY 2008 Appropriations:</i>	<i>% Change 2007 to 2008:</i>	<i>FY 2009 Appropriations:</i>	<i>% Change 2008 to 2009:</i>	
<i>DEV Development, Department of</i>										
445	195-617	Housing Finance Operating	\$ 4,261,289	----	\$ 0	\$ 0	N/A	\$ 0	N/A	
450	195-624	Minority Business Bonding Program Administration	\$ 43,081	\$ 48,615	\$ 53,967	\$ 53,967	0.00%	\$ 53,967	0.00%	
451	195-625	Economic Development Financing Operating	\$ 1,790,497	\$ 2,555,525	\$ 2,358,311	\$ 3,233,311	37.10%	\$ 3,233,311	0.00%	
4F2	195-639	State Special Projects	\$ 956,276	\$ 1,388,596	\$ 290,183	\$ 518,393	78.64%	\$ 518,393	0.00%	
4F2	195-676	Marketing Initiatives	----	\$ 7,654,388	\$ 8,823,707	\$ 5,000,000	-43.33%	\$ 1,000,000	-80.00%	
4H4	195-641	First Frontier	\$ 173,154	\$ 20,608	\$ 0	\$ 0	N/A	\$ 0	N/A	
4S0	195-630	Tax Incentive Programs	\$ 198,689	\$ 182,995	\$ 275,000	\$ 650,800	136.65%	\$ 650,800	0.00%	
4S1	195-634	Job Creation Tax Credit Operating	\$ 330,805	\$ 386,241	\$ 375,800	\$ 0	-100.00%	\$ 0	N/A	
4W1	195-646	Minority Business Enterprise Loan	\$ 427,895	\$ 712,120	\$ 2,580,597	\$ 2,580,597	0.00%	\$ 2,580,597	0.00%	
5AR	195-674	Industrial Site Improvements	----	\$ 1,528,560	\$ 2,500,000	\$ 4,500,000	80.00%	\$ 4,500,000	0.00%	
5CA	195-678	Shovel Ready Sites	----	\$ 5,000,000	\$ 5,000,000	\$ 0	-100.00%	\$ 0	N/A	
5CG	195-679	Alternative Fuel Transportation	----	\$ 77,325	\$ 650,000	\$ 1,500,000	130.77%	\$ 1,000,000	-33.33%	
5CV	195-680	Defense Conversion Assistance	----	\$ 215,000	\$ 0	\$ 0	N/A	\$ 0	N/A	
5CY	195-682	Lung Cancer and Lung Disease Research	----	\$ 30,000	\$ 9,970,000	\$ 0	-100.00%	\$ 0	N/A	
5DU	195-689	Energy Projects	----	----	\$ 840,000	\$ 840,000	0.00%	\$ 840,000	0.00%	
5M4	195-659	Low Income Energy Assistance	\$ 198,153,583	\$ 230,179,458	\$ 245,000,000	\$ 245,000,000	0.00%	\$ 245,000,000	0.00%	
5M5	195-660	Advanced Energy Programs	\$ 1,355,433	\$ 3,380,041	\$ 12,000,000	\$ 17,000,000	41.67%	\$ 17,000,000	0.00%	
5X1	195-651	Exempt Facility Inspection	\$ 2,000	----	\$ 25,000	\$ 25,000	0.00%	\$ 25,000	0.00%	
5Y6	195-648	Economic Development Contingency	\$ 415,683	\$ 530,343	\$ 250,000	\$ 0	-100.00%	\$ 0	N/A	
611	195-631	Water & Sewer Administration	\$ 11,837	\$ 13,319	\$ 15,713	\$ 15,713	0.00%	\$ 15,713	0.00%	
617	195-654	Volume Cap Administration	\$ 109,850	\$ 98,731	\$ 200,000	\$ 200,000	0.00%	\$ 200,000	0.00%	
646	195-638	Low & Moderate Income Housing Trust Fund	\$ 36,969,118	\$ 40,572,071	\$ 53,000,000	\$ 53,000,000	0.00%	\$ 53,000,000	0.00%	
State Special Revenue Fund Group Total			\$ 245,523,226	\$ 296,172,117	\$ 344,732,053	\$ 334,641,556	-2.93%	\$ 330,141,556	-1.34%	
009	195-664	Innovation Ohio	\$ 2,083,038	\$ 6,914,446	\$ 50,000,000	\$ 50,000,000	0.00%	\$ 50,000,000	0.00%	
010	195-665	Research and Development	\$ 4,500,000	\$ 28,989,064	\$ 50,000,000	\$ 50,000,000	0.00%	\$ 50,000,000	0.00%	
037	195-615	Facilities Establishment	\$ 35,038,911	\$ 40,900,858	\$ 103,631,149	\$ 110,000,000	6.15%	\$ 110,000,000	0.00%	
4Z6	195-647	Rural Industrial Park Loan	\$ 1,000,000	\$ 3,276,000	\$ 3,000,000	\$ 3,000,000	0.00%	\$ 3,000,000	0.00%	
5D2	195-650	Urban Redevelopment Loans	----	\$ 1,076,832	\$ 5,475,000	\$ 5,475,000	0.00%	\$ 5,475,000	0.00%	
5H1	195-652	Family Farm Loan Guarantee	\$ 50,000	\$ 68,344	\$ 1,000,000	\$ 0	-100.00%	\$ 0	N/A	
5S8	195-627	Rural Development Initiative	\$ 1,000,000	\$ 2,452,625	\$ 3,000,000	\$ 3,000,000	0.00%	\$ 3,000,000	0.00%	

FY 2008 - 2009 Final Appropriation Amounts

All Fund Groups

<i>Line Item Detail by Agency</i>			<i>FY 2005:</i>	<i>FY 2006:</i>	<i>FY 2007 Adj. Appropriations:</i>	<i>FY 2008 Appropriations:</i>	<i>% Change 2007 to 2008:</i>	<i>FY 2009 Appropriations:</i>	<i>% Change 2008 to 2009:</i>
<i>DEV Development, Department of</i>									
5S9	195-628	Capital Access Loan Program	\$ 650,904	\$ 1,366,677	\$ 3,000,000	\$ 3,000,000	0.00%	\$ 3,000,000	0.00%
Facilities Establishment Fund Total			\$ 44,322,854	\$ 85,044,846	\$ 219,106,149	\$ 224,475,000	2.45%	\$ 224,475,000	0.00%
003	195-663	Clean Ohio Operating	\$ 86,219	\$ 207,808	\$ 350,000	\$ 625,000	78.57%	\$ 550,000	-12.00%
Clean Ohio Revitalization Fund Total			\$ 86,219	\$ 207,808	\$ 350,000	\$ 625,000	78.57%	\$ 550,000	-12.00%
011	195-686	Third Frontier Operating	----	----	\$ 1,932,056	\$ 1,932,056	0.00%	\$ 1,932,056	0.00%
011	195-687	Third Frontier Research and Development Project	----	----	\$ 100,000,000	\$ 94,000,000	-6.00%	\$ 72,000,000	-23.40%
014	195-692	Research and Development Taxable Bond Projects	----	----	----	\$ 28,000,000	N/A	\$ 28,000,000	0.00%
Third Frontier Research and Development Total			----	----	\$ 101,932,056	\$ 123,932,056	21.58%	\$ 101,932,056	-17.75%
012	195-688	Job Ready Site Operating	----	----	\$ 746,155	\$ 1,246,155	67.01%	\$ 1,246,155	0.00%
Job Ready Site Development Total			----	----	\$ 746,155	\$ 1,246,155	67.01%	\$ 1,246,155	0.00%
<i>Development, Department of Total</i>			\$ 666,534,229	\$ 834,264,527	\$ 1,144,683,494	\$ 1,180,822,986	3.16%	\$ 1,146,398,076	-2.92%

FY 2008 - 2009 Final Appropriation Amounts

All Fund Group

<i>Line Item Detail by Agency</i>	<i>FY 2005:</i>	<i>FY 2006:</i>	<i>FY 2007 Adj. Appropriations:</i>	<i>FY 2008 Appropriations:</i>	<i>% Change 2007 to 2008:</i>	<i>FY 2009 Appropriations:</i>	<i>% Change 2008 to 2009:</i>
Report For: Transportation Budget							
Version: Enacted							
DEV Development, Department of							
4W0 195-629 Roadwork Development	\$ 9,742,225	\$ 14,068,140	\$ 13,999,900	\$ 18,699,900	33.57%	\$ 18,699,900	0.00%
State Special Revenue Fund Group Total	\$ 9,742,225	\$ 14,068,140	\$ 13,999,900	\$ 18,699,900	33.57%	\$ 18,699,900	0.00%
Development, Department of Total	\$ 9,742,225	\$ 14,068,140	\$ 13,999,900	\$ 18,699,900	33.57%	\$ 18,699,900	0.00%