

Transportation Budget Bill

House Transportation and Justice Subcommittee

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Legislative Service Commission

February 15, 2005

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LSC Redbook

for the

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Transportation Budget Bill Overview

- Total biennial funding for all agencies is \$7.2 billion
- ODOT will receive the final 2-cent gas tax increase and expects increased federal revenues
- PWC will implement program years 19 and 20 of the SCIP and LTIP Programs
- Public Safety will continue implementing the MARCS program
- Development will continue providing \$25.4 million in grants for road improvements

OVERVIEW

This budget analysis consists of four agencies included in the transportation budget bill. These agencies are the Department of Transportation (ODOT), the Department of Public Safety (DHS), the Public Works Commission (PWC), and a brief section on the Department of Development (DEV). The format for this analysis includes an overview of each agency, an analysis of the Executive's funding recommendations, line item descriptions, and appropriation spreadsheets. Unlike the main appropriations bill, the transportation bill does not contain GRF appropriations; instead, most of the bill's appropriations are backed by gas tax revenues and fees. Note that funding for each of these agencies is also appropriated in the main operating budget.

The agencies in the bill are primarily responsible for construction and maintenance of the state highway system, funding local infrastructure projects, and ensuring the public's safety. During the fiscal year 2004-2005 biennium, ODOT, the Department of Public Safety, and local governments were all impacted by a gas tax increase and a change in the distribution of the revenue. The new plan removed the Highway Patrol from its gas tax allocation and offset the loss by an increase in driver license fees, motor vehicle registration fees, and vehicle titling fees. In the end, the state and local governments received more gas tax to help repair their aging roads and the Highway Patrol received a more consistent and reliable funding source. During this same time, the Public Works Commission successfully administered its 18th program year of the State Capital Improvement Program as well as the 3rd year of the Clean Ohio Program. Also, the Department of Development continued to provide grants from its Road Work Development Fund. Despite these past accomplishments, new challenges await these agencies during the biennium:

- The Department of Transportation will begin a \$500 million annual major/new construction program to update the state's aging highway system;
- The Public Works Commission will enter into program years 19 and 20 of the \$66 million Local Transportation Improvement Program;
- The Department of Development will continue level funding of the Roadwork Development Fund amid increasing grant requests; and

- The Department of Public Safety will continue to phase in the Multi-Agency Radio Communications System (MARCS) statewide.

FY 2006-2007 Executive Recommendations

The bill contains total recommended funding levels of \$3.56 billion in FY 2006 and \$3.61 billion in FY 2007, for a total of \$7.17 billion for the biennium, representing an increase of approximately 20% over FY 2004-2005 appropriations. The last transportation bill (Am. Sub. H.B. 87 of the 125th General Assembly) appropriated a total of \$5.94 billion over the FY 2004-2005 biennium.

Department of Transportation

The Ohio Department of Transportation's recommended transportation budget is approximately \$5.73 billion for the biennium, representing an increase of 25% above FY 2004-2005 appropriations. The Department's budget includes increases primarily in highway construction to support recent increases in the motor fuel tax. Federal funding is also increased in anticipation of passage of the next six-year federal transportation funding bill.

Department of Public Safety

Public Safety's recommended budget is approximately \$1.27 billion for the biennium, representing an increase of 1.1% over FY 2004-2005 appropriations. This increase is largely due to new fees instituted in the driver training program and an increase in the operating expenses line for the Ohio State Highway Patrol.

Public Works Commission

The Public Works Commission's recommended budget is \$134 million for the biennium, representing a 2% decrease compared to FY 2004-2005 appropriations. Despite these reductions, the Commission will be able to continue current service and staffing levels with these recommendations.

Department of Development

The bill includes \$12.69 million each fiscal year to Development's Road Work Development Fund. This is the same level of funding the Department received in the last transportation bill. The grants are available to businesses for road improvements in order to retain and/or attract business in Ohio.

The table below displays the executive recommendations by fund group for the Transportation Budget Bill.

Table 1. FY 2006-2007 Executive Recommendations by Fund Group

		FY 2006	FY 2007
Department of Transportation			
	Highway Operating Fund Group	\$2,447,047,400	\$2,577,306,900
	Infrastructure Bank Obligations Fund Group	\$180,000,000	\$160,000,000
	Highway Capital Improvements Fund Group	\$220,000,000	\$150,000,000
	Subtotal	\$2,847,047,400	\$2,887,306,900
Department of Public Safety			
	State Highway Safety Fund Group	\$459,671,025	\$465,503,456
	Agency Fund Group	\$100,000	\$100,000
	State Special Revenue Fund Group	\$2,991,969	\$2,991,969
	Liquor Control Fund Group	\$10,120,365	\$10,423,976
	General Services Fund Group	\$752,432	\$762,186
	Federal Special Revenue Fund Group	\$157,469,644	\$157,480,504
	Holding Account Redistribution Fund Group	\$2,135,000	\$2,135,000
	Subtotal	\$633,240,435	\$639,397,091
Public Works Commission			
	Local Infrastructure Fund Group	\$891,324	\$919,397
	Local Transportation Improvement Fund Group	\$66,294,245	\$66,306,509
	Subtotal	\$67,185,569	\$67,225,906
Department of Development			
	Highway Operating Fund Group	\$12,699,900	\$12,699,900
	Subtotal	\$12,699,900	\$12,699,900
	Grand Total All Budget Fund Groups	\$3,560,173,304	3,606,629,797

Transportation Budget Bill
Department of Transportation

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Jonathan Lee, Budget Analyst

Legislative Service Commission

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Transportation, Department of

- Final 2-cent motor fuel tax increase scheduled for FY 2006
- Implementation of the Governor's Jobs and Progress Plan
- Continued focus on capital preservation and safety
- New federal transportation act estimated to provide more revenue

Overview

The Ohio Department of Transportation's (ODOT) primary function is to plan, design, construct, and maintain the state's network of highways and bridges. The Department also provides financial and technical assistance to the state's public transit systems, general aviation airports, and railways. The Department has a staff of approximately 6,000 employees located in 12 districts throughout the state, as well as a central office in Columbus. ODOT's primary funding sources include state and federal motor fuel taxes and bonds. The Department also receives funding from the General Revenue Fund (GRF) for nonhighway programs. These appropriations however are provided in the main operating budget bill, not the transportation budget bill.

FYs 2006-2007 Recommended Budget

The executive recommended budget is \$2.85 billion in FY 2006 and \$2.88 billion in FY 2007. The funding levels in FY 2006 are 23% higher than estimated FY 2005 expenditures and 32% higher than actual FY 2004 expenditures. These increases are due to the 6-cent motor fuel tax increase in the last transportation bill (Am. Sub. H.B. 87 of the 125th General Assembly) as well as anticipated new federal revenues from the pending six-year federal transportation bill. Overall, the recommendations will allow for the continuation of current service and staffing levels and expansion of the major/new construction program.

Funding Distribution

The Department's total budget is divided among three fund groups: the Highway Operating Fund Group, the Infrastructure Bank Obligations Fund Group, and the Highway Capital Improvement Fund Group. The Highway Operating Fund (motor vehicle fuel and highway use taxes) provides the majority of operating and capital support for the agency's programs. The other two fund groups receive state and federal bond proceeds. The table below displays the recommendations for these funds groups.

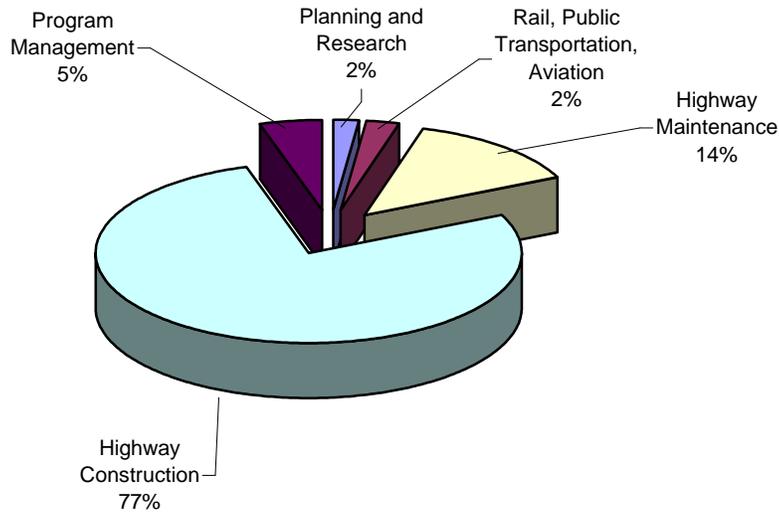
Table 1. Executive recommended budget by fund group

	FY 2006	FY 2007
Highway Operating Fund Group	\$2,447,047,400	\$2,577,306,900
Infrastructure Bank Obligations Fund Group	\$180,000,000	\$160,000,000

Highway Capital Improvement Fund Group	\$220,000,000	\$150,000,000
TOTAL	\$2,847,047,400	\$2,887,306,900

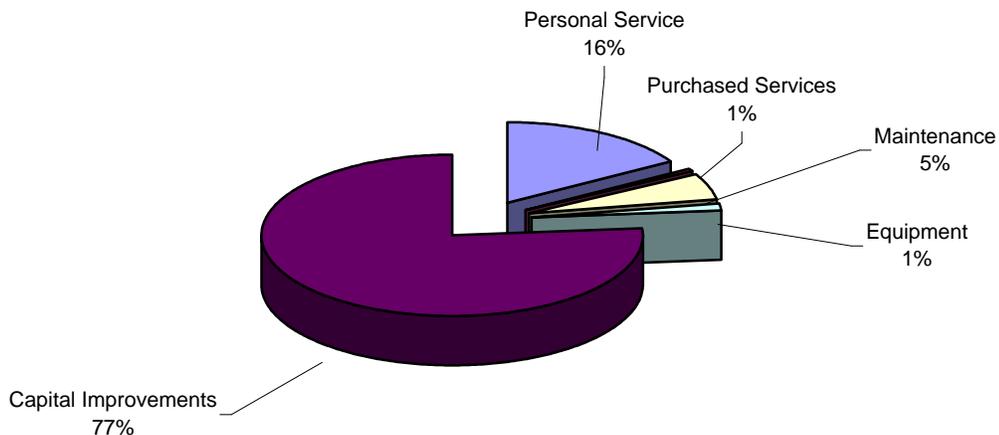
Most of ODOT's budgeted resources go to programs in the Highway Construction series and Maintenance series. Pavement construction and rehabilitation will continue to be ODOT's biggest outlay over the biennium. Chart 1 below shows the recommended budget by program series.

Chart 1. FY 2006 – FY 2007 Budget by Program Series



Most of ODOT's expenditures over the biennium will be for capital improvements and personnel costs. ODOT estimates its capital program will be about \$1.8 billion in FY 2006 and \$1.9 billion in FY 2007. The Department's personnel expenses over the biennium are estimated to increase slightly due to pay increases and scheduled healthcare increases. Chart 2 below shows the budget by object of expense.

Chart 2. FY 2006 – FY 2007 Budget by Object of Expense



Staffing Levels

ODOT's staffing levels are estimated to level off over the biennium and remain around 6,000 employees. Table 2 below shows ODOT's staffing levels from 1994 to 2004.

Table 2. Staffing levels

ODOT District	1994	1996	1998	2000	2002	2004
Central Office	1,484	1,262	1,131	1,004	1,025	1,050
District One	409	403	384	366	367	362
District Two	465	427	412	391	393	393
District Three	490	468	449	413	422	415
District Four	645	597	551	483	520	518
District Five	441	416	390	372	374	360
District Six	552	529	503	473	522	523
District Seven	525	493	478	439	453	450
District Eight	649	585	516	462	456	453
District Nine	466	416	368	329	345	345
District Ten	444	401	378	357	360	368
District Eleven	477	445	398	364	344	344
District Twelve	607	568	478	434	450	450
Totals	7,654	7,010	6,436	5,887	6,031	6,031

Summary of FYs 2006-2007 Budget Issues

- **Providing a maintenance program that achieves a steady state and maintains limited highway system deficiencies.** Over the biennium the Department will fully fund system maintenance before contributing to major/new construction. The Department will continue tracking maintenance performance measures to achieve efficiencies.
- **Implementing the "Job's and Progress" plan by providing \$500 million annually in major/new construction funds.** The program will address high-crash locations on freeways, improve state bridges and pavement conditions, and connect all parts of Ohio by completing rural routes. The recommendations include increases in state and federal construction appropriations to implement this plan. See the Highway Construction series for a complete description of the plan.
- **Re-authorization of the next six-year federal transportation funding act.** The Department is hopeful reenactment will occur soon for the start-up of the summer construction season. The recommendations include federal construction appropriation increases in both fiscal years in anticipation of this revenue.
- **Providing funding to offset service reductions for public transit systems and continued funding to rehabilitate general aviation taxiways and improve safety at rail crossings.** The recommendations include increased funding for rural transportation services, as well as new appropriations for the Aviation Infrastructure Bank. Funding for rail safety remains stable over the biennium.

MASTER TABLE: EXECUTIVE'S RECOMMENDATIONS FOR FY 2006 AND FY 2007

The following table provides a comprehensive presentation of the Executive's recommendations for each of the agency's line items and the programs each line item supports. Please note that some line items may provide funding for multiple program series and/or programs. See the Analysis of Executive Proposal section for more information on specific program funding.

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Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund Group				
Fund 002	770-003	Administration-State-Debt Service	\$ 13,074,500.00	\$ 10,923,100.00
		<u>Program Series 7: Program Management</u>		
		Program 7.01: Program Management	\$ 13,074,500.00	\$ 10,923,100.00
Fund 002	771-411	Planning and Research - State	\$ 19,000,000.00	\$ 19,112,000.00
		<u>Program Series 1: Planning and Research</u>		
		Program 1.01: Planning Surveillance	\$ 9,500,000.00	\$ 9,556,000.00
		Program 1.02: Planning Review/Appraisal	\$ 6,080,000.00	\$ 6,115,840.00
		Program 1.03: Urban Planning	\$ 1,520,000.00	\$ 1,528,960.00
		Program 1.04: Research and Development	\$ 1,900,000.00	\$ 1,911,200.00
Fund 002	771-412	Planning and Research - Federal	\$ 40,000,000.00	\$ 40,000,000.00
		<u>Program Series 1: Planning and Research</u>		
		Program 1.01: Planning Surveillance	\$ 16,000,000.00	\$ 16,000,000.00
		Program 1.02: Planning Review/Appraisal	\$ 10,000,000.00	\$ 10,000,000.00
		Program 1.03: Urban Planning	\$ 8,800,000.00	\$ 8,800,000.00
		Program 1.04: Research and Development	\$ 5,200,000.00	\$ 5,200,000.00
Fund 002	772-421	Highway Construction - State	\$ 591,240,305.00	\$ 584,969,730.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.01: Major/New	\$ 302,818,469.00	\$ 244,326,088.00
		Program 2.02: Pavement Preservation	\$ 135,527,407.00	\$ 197,225,078.00
		Program 2.03: Local Government	\$ 28,900,444.00	\$ 27,569,060.00
		Program 2.04: Bridge Preservation	\$ 87,819,455.00	\$ 79,431,397.00
		Program 2.05: Safety	\$ 13,037,670.00	\$ 12,888,405.00
		Program 2.08: Public Access Roads	\$ 7,402,941.00	\$ 7,387,208.00
		Program 2.09: Railroad Crossing Safety	\$ 2,604,938.00	\$ 2,488,554.00
		Program 2.10: Other Statewide Programs	\$ 13,128,981.00	\$ 13,653,940.00
Fund 002	772-422	Highway Construction - Federal	\$ 1,021,500,000.00	\$ 1,131,500,000.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.01: Major/New	\$ 250,925,500.00	\$ 327,860,000.00
		Program 2.02: Pavement Preservation	\$ 234,714,000.00	\$ 275,085,000.00
		Program 2.03: Local Government	\$ 238,440,500.00	\$ 239,845,000.00
		Program 2.04: Bridge Preservation	\$ 121,820,000.00	\$ 110,610,000.00
		Program 2.05: Safety	\$ 57,200,000.00	\$ 57,200,000.00
		Program 2.07: Federal Discretionary	\$ 90,000,000.00	\$ 90,900,000.00

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Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
		Program 2.09: Railroad Crossing Safety	\$ 10,800,000.00	\$ 10,800,000.00
		Program 2.10: Other Statewide Programs	\$ 17,600,000.00	\$ 19,200,000.00
Fund 002	772-424	Highway Construction - Other	\$ 62,500,000.00	\$ 53,500,000.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.03: Local Government	\$ 60,025,000.00	\$ 51,895,000.00
		Program 2.09: Railroad Crossing Safety	\$ 2,475,000.00	\$ 1,605,000.00
Fund 002	773-431	Highway Maintenance - State	\$ 386,527,582.00	\$ 393,313,472.00
		<u>Program Series 3: Highway Maintenance</u>		
		Program 3.01: Rest Area Cleaning	\$ 13,878,209.00	\$ 13,974,343.00
		Program 3.02: Garage Operations	\$ 40,301,758.00	\$ 40,893,911.00
		Program 3.03: Snow and Ice Control	\$ 35,105,296.00	\$ 35,608,913.00
		Program 3.04: Traffic Systems Maintenance	\$ 74,930,850.00	\$ 75,761,743.00
		Program 3.05: Guardrail	\$ 83,821,171.00	\$ 84,796,017.00
		Program 3.06: Roadside Maintenance	\$ 27,940,391.00	\$ 28,265,339.00
		Program 3.07: Pavement Maintenance	\$ 88,197,595.00	\$ 91,400,936.00
		Program 3.08: Bridge Maintenance	\$ 22,352,312.00	\$ 22,612,270.00
Fund 002	775-452	Public Transportation-Federal	\$ 30,000,000.00	\$ 30,365,000.00
		<u>Program Series 4: Public Transportation</u>		
		Program 4.01: Capital Assistance	\$ 11,400,000.00	\$ 11,608,000.00
		Program 4.02: Operating Assistance	\$ 15,420,000.00	\$ 15,382,000.00
		Program 4.05: Technical Assistance	\$ 950,000.00	\$ 1,000,000.00
		Program 4.06: Planning	\$ 2,230,000.00	\$ 2,375,000.00
Fund 002	775-454	Public Transportation-Other	\$ 1,500,000.00	\$ 1,500,000.00
		<u>Program Series 4: Public Transportation</u>		
		Program 4.01: Capital Assistance	\$ 1,500,000.00	\$ 1,500,000.00
Fund 002	775-459	Elderly and Disabled Special Equipment	\$ 4,595,000.00	\$ 4,595,000.00
		<u>Program Series 4: Public Transportation</u>		
		Program 4.01: Capital Assistance	\$ 4,595,000.00	\$ 4,595,000.00
Fund 002	776-462	Grade Crossing-Federal	\$ 15,000,000.00	\$ 15,000,000.00
		<u>Program Series 5: Rail Transportation</u>		
		Program 5.03: Rail-Highway Crossing Safety	\$ 13,000,000.00	\$ 13,000,000.00
		Program 5.05: Rail Crossing Safety Initiative	\$ 2,000,000.00	\$ 2,000,000.00
Fund 002	777-472	Airport Improvements-Federal	\$ 405,000.00	\$ 405,000.00
		<u>Program Series 6: Aviation</u>		

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Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
		Program 6.03: Airport Planning and Research	\$ 405,000.00	\$ 405,000.00
Fund 002	777-475	Aviation Administration	\$ 4,007,600.00	\$ 4,046,900.00
		<u>Program Series 6: Aviation</u>		
		Program 6.04: State Aircraft Transportation	\$ 4,007,600.00	\$ 4,046,900.00
Fund 002	779-491	Administration-State	\$ 119,624,513.00	\$ 121,057,898.00
		<u>Program Series 7: Program Management</u>		
		Program 7.01: Program Management	\$ 119,624,513.00	\$ 121,057,898.00
Fund 212	775-408	Transit Infrastructure Bank-Local	\$ 2,500,000.00	\$ 2,500,000.00
		<u>Program Series 4: Public Transportation</u>		
		Program 4.01: Capital Assistance	\$ 2,500,000.00	\$ 2,500,000.00
Fund 212	772-426	Highway Infrastructure Bank - Fed	\$ 1,500,000.00	\$ 2,000,000.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.06: State Infrastructure Bank	\$ 1,500,000.00	\$ 2,000,000.00
Fund 212	772-427	Highway Infrastructure Bank - State	\$ 9,353,400.00	\$ 12,853,400.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.06: State Infrastructure Bank	\$ 9,353,400.00	\$ 12,853,400.00
Fund 212	772-429	Infrastructure Bank-Local	\$ 12,500,000.00	\$ 12,500,000.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.06: State Infrastructure Bank	\$ 12,500,000.00	\$ 12,500,000.00
Fund 212	772-430	Infrastructure Debt Res. Title 23-49	\$ 1,500,000.00	\$ 1,500,000.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.06: State Infrastructure Bank	\$ 1,500,000.00	\$ 1,500,000.00
Fund 212	772-432	Roadway Infrastructure Bank - Local	\$ 7,000,000.00	\$ 7,000,000.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.06: State Infrastructure Bank	\$ 7,000,000.00	\$ 7,000,000.00
Fund 213	775-460	Transit Infrastructure Bank-Local	\$ 1,000,000.00	\$ 1,000,000.00
		<u>Program Series 4: Public Transportation</u>		
		Program 4.01: Capital Assistance	\$ 1,000,000.00	\$ 1,000,000.00
Fund 213	777-477	Aviation Infrastructure Bank-State	\$ 3,000,000.00	\$ 3,000,000.00
		<u>Program Series 6: Aviation</u>		
		Program 6.05: State Infrastructure Bank	\$ 3,000,000.00	\$ 3,000,000.00
Fund 213	777-478	Aviation Infrastructure Bank-Local	\$ 7,000,000.00	\$ 7,000,000.00
		<u>Program Series 6: Aviation</u>		
		Program 6.05: State Infrastructure Bank	\$ 7,000,000.00	\$ 7,000,000.00

Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
Fund 214	770-401	Infrastructure Debt Service - Fed	\$ 80,182,400.00	\$ 105,129,400.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.06: State Infrastructure Bank	\$ 80,182,400.00	\$ 105,129,400.00
Fund 214	772-434	Infrastructure Lease Payments - Fed	\$ 12,537,100.00	\$ 12,536,000.00
		<u>Program Series 2: Highway Construction</u>		
		Program 2.06: State Infrastructure Bank	\$ 12,537,100.00	\$ 12,536,000.00
Highway Operating Fund Subtotal			\$ 2,447,047,400.00	\$ 2,577,306,900.00
Highway Capital Improvement Fund Group				
Fund 042	772-723	Highway Construction-Bonds	\$ 220,000,000.00	\$ 150,000,000.00
		<u>Program Series 2: Highway Construction</u>	\$ -	\$ -
		Program 2.01: Major/New Construction	\$ 73,000,000.00	\$ 70,000,000.00
		Program 2.02: Pavement Preservation	\$ 114,100,000.00	\$ 49,920,000.00
		Program 2.04: Bridge Preservation	\$ 32,900,000.00	\$ 30,080,000.00
Highway Capital Improvement Fund Subtotal			\$ 220,000,000.00	\$ 150,000,000.00
Infrastructure Bank Obligations Fund Group				
Fund 045	772-428	Highway Infrastructure Bank-Bonds	\$ 180,000,000.00	\$ 160,000,000.00
		<u>Program Series 2: Highway Construction</u>	\$ -	\$ -
		Program 2.01: Major/New Construction	\$ 141,000,000.00	\$ 160,000,000.00
		Program 2.02: Pavement Preservation	\$ 39,000,000.00	\$ -
Infrastructure Bank Obligations Fund Subtotal			\$ 180,000,000.00	\$ 160,000,000.00
Agency Total Funding			\$ 2,847,047,400.00	\$ 2,887,306,900.00

ANALYSIS OF EXECUTIVE PROPOSAL

This analysis does not cover all of the programs in each of the Department’s program series. Certain programs are selected for analysis that have certain implications based on the Executive’s recommendations and are more of a priority over other programs. The recommended funding levels for programs not included in this analysis will maintain current service and staffing levels throughout the biennium.

Program Series 1

Transportation Planning and Research

Purpose: The following table shows the line items that are used to fund the Transportation Planning and Research program series as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund				
002	771-411	Planning and Research-State	\$19,000,000	\$19,112,000
002	772-412	Planning and Research-Federal	\$40,000,000	\$40,000,000
Total Funding: Transportation Planning and Research			\$59,000,000	\$59,112,000

This analysis focuses on the following programs within the Transportation Planning and Research program series:

- **Program 1.01 – Continuing Planning Surveillance**
- **Program 1.02 – Continuing Planning Review and Appraisal**

Program 1.01 – Continuing Planning Surveillance

Program Description: This program maintains basic data files used to provide input to other aspects of planning. This process involves collecting statewide traffic monitoring data, maintaining the official road inventory, digitally photographing the highway system, and updating software and equipment. This program maintains 64 employees.

Funding Source: State and federal motor fuel tax revenues

Line Items: Note that the line items that support this program are also used to fund other programs; thus, the figures listed below represent only a portion of the total line item appropriation. Consult the "Master Table" in the preceding section for a complete listing of line items, the programs they fund, and total recommended appropriations.

Line Item	FY 2006	FY 2007
771-411, Planning and Research-State	\$9,500,000	\$9,556,000
772-412, Planning and Research-Federal	\$16,000,000	\$16,000,000
Program Total	\$25,500,000	\$25,556,000

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels. The Department may incur additional expenses throughout the biennium to update computer databases and software.

Temporary and Permanent Law Provisions: None

Program 1.02 – Continuing Planning Review and Appraisal

Program Description: This program provides continuous evaluation and updates to the Department's long range plan (Access Ohio) as well as analysis of statewide freight transportation, and various corridor studies on Ohio's Interstate and state highway system. Currently, the long range plan is updated to the new target year. This program has 41 employees.

Funding Source: State and federal motor fuel tax revenues

Line Items: Note that the line items that support this program are also used to fund other programs; thus, the figures listed below represent only a portion of the total line item appropriation. Consult the "Master Table" in the preceding section for a complete listing of line items, the programs they fund, and total recommended appropriations.

<i>Line Item</i>	<i>FY 2006</i>	<i>FY 2007</i>
771-411, Planning and Research-State	\$6,080,000	\$6,115,840
772-412, Planning and Research-Federal	\$10,000,000	\$10,000,000
Program Total	\$16,080,000	\$16,115,840

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels. The Department may incur additional expenses throughout the biennium to update their Travel Demand Model software as well as other transportation analysis software. The program will continue to provide the necessary planning needed to accomplish the Governor's Jobs and Progress Plan.

Temporary and Permanent Law Provisions: None

Program Series 2

Highway Construction

Purpose: The Highway Construction series consists of several programs that are responsible for the design, purchase of right of way, building, and rehabilitation of the highway system. Most projects consist of widening, upgrading, and providing safety improvements to the current system. Approximately 1,400 employees carry out the objectives of this program.

The following table shows the line items that are used to fund Highway Construction, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund				
002	772-422	Highway Construction – Federal	\$1,021,500,000	\$1,131,500,000
002	772-421	Highway Construction – State	\$591,240,305	\$584,969,730
002	772-424	Highway Construction – Other	\$62,500,000	\$53,500,000
212	772-427	Highway Infrastructure Bank – State	\$9,353,400	\$12,853,400
212	770-005	Infrastructure Debt Service – Federal	\$0	\$0
212	772-423	Infrastructure Lease Payments – Federal	\$0	0\$
212	772-426	Highway Infrastructure – Federal	\$1,500,000	\$2,000,000
Highway Operating Fund Subtotal			\$1,686,093,705	\$1,784,823,130
State Special Revenue Fund				
045	772-428	Highway Infrastructure Bank – Bonds	\$180,000,000	\$160,000,000
State Special Revenue Fund Subtotal			\$180,000,000	\$160,000,000
Total Funding: Highway Construction			\$1,866,093,705	\$1,944,823,130

This analysis focuses on the following programs within the Highway Construction program series:

- **Program 2.01 – Major New Construction**
- **Program 2.02 – Pavement Preservation**
- **Program 2.05 – Safety**
- **Program 2.06 – State Infrastructure Bank**
- **Program 2.08 – Public Access Roads**
- **Program 2.09 – Railroad Crossing Safety Initiative**

Program 2.01 – Major/New Construction

Program Description: This program provides funding for projects which increase mobility, provide connectivity, increase the accessibility of a region for economic development, increase the capacity of a transportation facility, and reduce congestion throughout Ohio. Funds are dedicated to major/new construction only after ODOT assures it is meeting basic system maintenance and operational needs. This program supports a staff of 557 employees.

Job and Progress Plan: The budget allows for the start-up of the Job and Progress Plan – a 10-year, \$5 billion major/new construction program. This program is estimated to provide approximately \$500 million annually from 2006 through 2015 specifically for major/new construction. This annual program will be made up of \$250 million in federal highway dollars each year, an average of \$180 million in state motor fuel tax revenues, and roughly \$70 million each year from state bond

proceeds. The Transportation Review Advisory Council (TRAC) has already approved \$3.7 billion for major/new construction projects from 2005 to 2010 in anticipation that the plan will follow through. The Department is also anticipating passage of the new six-year federal funding act and the final 2-cent state motor fuel tax increase. Some of the major projects this program will address include: the I-70/I-71 split in Columbus, the Innerbelt in Cleveland, widening of I-75 in Hamilton County, and reconfiguration of I-75 in Dayton.

Funding Source: State and federal motor fuel tax revenues and bonds

Line Items: Note that the line items that support this program are also used to fund other programs within this program series; thus, the figures listed below represent only a portion of the total line item appropriation. Consult the "Master Table" in the preceding section for a complete listing of these line items, the programs they fund, and total recommended appropriations.

Line Item	FY 2006	FY 2007
772-421, Highway Construction-State	\$302,818,469	\$244,326,088
772-422, Highway Construction-Federal	\$250,925,500	\$327,860,000
772-723, Highway Construction-Bonds	\$73,000,000	\$70,000,000
772-428, Highway Infrastructure-Bonds	\$141,000,000	\$160,000,000
Program Total	\$767,743,969	\$802,186,088

Implication of Executive Recommendation: The recommendations allow for expansion of the major/new construction program. Increased funding levels are due to increased motor fuel tax revenues and anticipated federal revenues. The state's final 2-cent motor fuel tax is scheduled to increase at the start of FY 2006, generating approximately \$100 million in additional revenue. An estimated increase of \$150 million in federal revenues is also expected based on the federal tax rate for ethanol increasing from 15.2 cents per gallon to 18.4 cents per gallon. The recommendations also include incremental federal revenue estimates to maintain core federal-aid highway program funding. However, the recommendations do not account for the potential federal revenue Ohio may receive if its federal fuel tax rate of return is increased; this could generate another \$140 million revenue for major/new construction.

Permanent Law

Advance Payment to the federal government (R.C. 5531.11). This provision permits the Director of Transportation to enter into agreements with the United States or any U.S. department or agency for costs of providing services, and project cooperation agreements with the United States Department of Army for construction projects, which may include provisions for advance payments by the Director. These advanced payments will remedy some of the difficulties the Department has had with U.S. government contract requirements.

Date for the Ohio Turnpike Commission Annual Report (R.C. 5537.17). This provision moves the date for the Ohio Turnpike Commission annual report from on or before April 1 to on or before July 1. This provision has no fiscal effect.

Motor fuel use tax reimbursement (R.C. 5735.23). This provision increases the amount of reimbursement municipalities, counties, and townships are required to pay to the Highway Operating Fund each month to compensate ODOT for the loss of motor fuel use tax revenue. The final 2 cents of the motor fuel use tax is scheduled to be eliminated at the same time the final 2-cent motor fuel tax increase takes effect in FY 2006. This provision will increase the reimbursement to cover the revenue lost from the phase out of the fuel use tax. The change will increase the reimbursement from \$248,625 each month from counties and municipalities to \$745,875, and increase the reimbursement from \$87,750 from townships to \$263,250 each month. The provision also specifies that the amount certified to the Treasurer of State as being necessary to meet all payments of debt service and financing costs due during the fiscal year from the Highway Capital Improvement Bond Service Fund is to be transferred from the Highway Operating Fund to the Bond Service Fund in equal monthly installments from September to February of that fiscal year, rather than as the money becomes available, as provided in current law. This provision will spread the transfers out over a longer period and will help maintain more consistent cash management activities.

Temporary Law

Bond Issuances. This provision authorizes the issuance of \$360 million in bonds for highway purposes. In the last transportation budget act (Am. Sub. H.B. 87 of the 125th General Assembly), \$420 million was authorized. Bonding authority was reduced because the Department does not anticipate borrowing as much because of increased motor fuel tax revenues and additional federal revenues.

Transfer of Highway Operating Fund Appropriations. This provision would allow the Director of Budget and Management to approve requests for the transfer of appropriations between various line items within the Highway Operating Fund (Fund 002) to cover unforeseen costs and optimize the use of federal funds.

Transfer of Appropriations – Federal Highway and Federal Transit. This provision would allow the Director of Budget and Management to approve requests for the transfer of appropriations between line items 772-422, Highway Construction-Federal and 775-452, Public Transportation-Federal within the Department to meet federal highway funding guidelines.

Increase Appropriation Authority – State Funds. This provision would allow the Director of Transportation to request additional appropriation authority to the Highway Operating Fund in the event that revenues exceed estimates.

Increase Appropriation Authority – Federal and Local Funds. This provision would allow the Director of Transportation to request additional appropriation authority for the Highway Operating Fund. The increase would be necessary in the event that revenues exceed estimates or apportionments or allocations made available from the federal government that exceed the estimates for local projects.

Re-appropriations. This provision specifies that appropriations to the Highway Operating Fund, the Highway Capital Improvement Fund, and the Infrastructure Bank funds that remain unencumbered at the end of FY 2005 and FY 2006 (and any prior year appropriations) automatically be re-appropriated for FY 2006 and FY 2007, respectively.

Liquidation of Unforeseen Liabilities. This provision would authorize any appropriations to the Highway Operating Fund to be used to liquidate unforeseen liabilities arising from contractual agreements of prior years.

Program 2.02 – Pavement Preservation

Program Description: This program repairs and replaces existing pavements on the state highway system. Each year the surface condition of each highway is inspected. Pavements are evaluated on a scale of 100 to 0 based on condition. The State directs approximately \$500 million to address pavement deficiencies and to maintain the overall statewide pavement conditions at a steady state. This program maintains a staff of 491.

Funding Source: State and federal motor fuel tax revenues and bonds

Line Items: Note that the line items that support this program are also used to fund other programs within this program series; thus, the figures listed below represent only a portion of the total line item appropriation. Consult the "Master Table" in the preceding section for a complete listing of these line items, the programs they fund, and total recommended appropriations.

<i>Line Item</i>	<i>FY 2006</i>	<i>FY 2007</i>
772-421, Highway Construction-State	\$135,527,407	\$197,225,078
772-422, Highway Construction-Federal	\$234,714,000	\$275,085,000
772-723, Highway Construction-Bonds	\$114,100,000	\$49,920,000
772-428, Highway Infrastructure-Bonds	\$39,000,000	\$0
Program Total	\$523,341,407	\$522,230,078

Implication of Executive Recommendation: The recommendations will allow the Department to follow a pavement preventive maintenance strategy based on regular inspections and track the performance history of all roadways and bridges and identify poorly performing pavements.

Temporary and Permanent Law Provisions: None.

Program 2.05 – Safety

Program Description: This program provides funding for safety projects which contribute most to improving safety and reducing the severity, frequency, and rate of crashes on the state highway system and local roads. This program supports a staff of 66 employees.

Funding Source: State and federal motor fuel tax revenues and bonds

Line Items: Note that the line items that support this program are also used to fund other programs within this program series; thus, the figures listed below represent only a portion of the total line item appropriation. Consult the "Master Table" in the preceding section for a complete listing of these line items, the programs they fund, and total recommended appropriations.

Line Item	FY 2006	FY 2007
772-421, Highway Construction-State	\$13,037,670	\$12,888,405
772-422, Highway Construction-Federal	\$57,200,000	\$57,200,000
Program Total	\$70,237,670	\$70,088,405

Implication of Executive Recommendation: The recommendations will allow ODOT to establish a safety and congestion program to identify and improve areas with high crash frequency and severity. The Department will begin low cost, short-term measures first and monitor the impact on crash reductions.

Temporary and Permanent Law Provisions: None.

Program 2.06 – State Infrastructure Bank

Program Description: This program provides direct loans to public or private entities for local highway projects. Funds can be used for final design, right-of-way, and construction of a project. The increased motor fuel tax revenue has increased the number of loans as local governments are pledging their increased gas tax revenues as loan repayments.

Funding Source: Initial capitalization of \$30 million in 1996 with an additional \$10 million in 2001; Federal dollars

Line Items: The following table lists the line items supporting this program. These line items are used exclusively for this program, and are not used to support other activities.

Line Item	FY 2006	FY 2007
772-426, Highway Infrastructure Bank-Fed	\$1,500,000	\$2,000,000
772-427, Highway Infrastructure Bank-State	\$9,353,400	\$12,853,400
772-430, Infrastructure Debt Res. Title 23-49	\$1,500,000	\$1,500,000
772-432, Roadway Infrastructure Bank-Local	\$7,000,000	\$7,000,000
770-401, Infrastructure Debt Service-Fed	\$80,182,400	\$105,129,400
772-434, Infrastructure Lease Payments-Fed	\$12,537,100	\$12,536,000
Program Total	\$112,072,900	\$141,018,800

Implication of Executive Recommendation: The recommendations will allow the Department to implement a SIB bond issuance program. The program will issue bonds and the proceeds will be available to local governments for various road, transit, and aviation projects. Local entities will be responsible for the debt service payments. The recommendations capitalize four new infrastructure bank line items

(772-432, 775-460, 777-477, and 777-478) with a cash reserve in case local entities default on debt service payments. The debt service payments will eventually offset the cost of the initial capitalization.

Permanent Law

Repayments to State Infrastructure Bank (R.C. 4501.04, 4503.02, 5531.09, 5531.10, 5735.05, 5735.25, 5735.27, 5735.28, and 5735.29). This provision permits counties and municipal corporations to pledge and obligate money received from motor vehicle license taxes, motor vehicle fuel taxes, and tax increment financing (TIF) service payments in lieu of taxes for the repayment of state infrastructure bank obligations. The provision provides that the specified money can only be obligated, pledged, and paid with respect to public transportation projects. The Department indicates that this language will allow the State Infrastructure Bank (SIB) to issue bonds so that it can continue making loans to political subdivisions. The language also amends current fuel tax statutes relative to cities, counties, and townships to allow motor fuel tax revenue to be used to pay back SIB loans. The Department indicates that local governments have always used their motor fuel tax revenue to pay back SIB loans, but the Revised Code never clearly provided them the authority to do so.

Temporary Law

Transfer of Appropriations – State Infrastructure Bank. This provision would allow the Director of Budget and Management to approve requests for the transfer of appropriations between Infrastructure Bank line items and other line items within the Department.

Program 2.08 – Public Access Roads

Program Description: This program provides funds for the construction, reconstruction, and maintenance of public access roads to and within facilities owned or operated by the Department of Natural Resources and within the boundaries of metropolitan parks. This program maintains a staff of seven employees.

Funding Source: Motor fuel tax revenues

Line Items: This program’s funding allocation from line item 772-421, Highway Construction-State is listed in the table below. See the "Master Table" in the preceding section for other programs funded by this line item.

<i>Line Item</i>	<i>FY 2006</i>	<i>FY 2007</i>
772-421, Highway Construction-State	\$7,042,941	\$7,387,208
Program Total	\$7,042,941	\$7,387,208

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels.

Temporary Law

Public Access Roads for State Facilities. This provision provides earmarking language requiring the Department of Transportation to use \$4,517,500 from appropriation item 772-421, Highway Construction-State, during each year of the biennium for the construction, reconstruction, or maintenance of public access roads to and within state facilities owned or operated by the Department of Natural Resources. Also, the provision includes earmarking language requiring the Department of Transportation to use \$2,228,000 from appropriation item 772-421, Highway Construction-State, during each year of the biennium for the construction, reconstruction, or maintenance of park drives or park roads within metropolitan parks. The Department may also use part of the total earmarks from the appropriation item for construction, reconstruction, or maintenance of public access roads and support features at the state fairgrounds.

Program 2.09 – Railroad Crossing Safety Initiative

Program Description: This program provides funding to construct railroad grade crossing separations in affected communities due to an increased level of train traffic throughout the state. Most of the increased traffic occurred when CSX and Norfolk Southern acquired Conrail’s rail lines. In order to increase safety at crossings, the separation program was created to provide \$200 million over ten years for construction of overpasses and underpasses so motor vehicles do not have to actually cross railroad tracks. To date, five construction projects have been awarded. This program also receives funding in the Rail Transportation Series, program 5.5. This program supports a staff of 15 employees.

Funding Source: Funding comes from a \$20 million annual contribution divided among ODOT (60%), ORDC (10%), Federal earmarks (10%), railroad companies (10%), local governments (5%), and the GRF (5%). A large portion of the program’s capital funding comes from federal dollars.

Line Items: Note that the line items that support this program are also used to fund other programs within this program series; thus, the figures listed below represent only a portion of the total line item appropriation. Consult the "Master Table" in the preceding section for a complete listing of these line items, the programs they fund, and total recommended appropriations.

Line Item	FY 2006	FY 2007
772-421, Highway Construction-State	\$2,604,938	\$2,488,554
772-422, Highway Construction-Federal	\$10,800,000	\$10,800,000
772-424, Highway Construction-Other	\$2,475,000	\$1,605,000
Program Total	\$15,879,938	\$14,893,554

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels.

Temporary and Permanent Law Provisions: None

Program Series 3

Maintenance

Purpose: This program maintains the state highway system in a safe and attractive condition, provides tourist information and clean rest areas for the motoring public, and maintains ODOT facilities and equipment. There are 3,369 full-time employees that carry out the objectives of this program series. Most of the maintenance services are accomplished by ODOT employees, while others are performed under contract.

The following table shows the line items that are used to fund the Maintenance program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund				
002	773-431	Highway Maintenance – State	\$386,572,582	\$393,313,472
Total Funding: Maintenance			\$386,572,582	\$393,313,472

This analysis focuses on the program series as a whole since all programs in the series are funded by the same line item listed above.

Program Series 3 - Maintenance

Program Description: This program series consists of nine programs: rest area/district cleaning, garage operations, snow and ice control, traffic system maintenance, guardrail, roadside maintenance, pavement maintenance, and bridge maintenance. The following table shows the individual programs that make up this series, the percentage of total funding each program receives, and the number of staff per program. A brief description of each program is provided below.

PROGRAM	FY 2006	FY 2007	Percent of Total Funding	Number of staff
Rest Area/District Cleaning	\$13,878,209	\$13,974,343	3.5%	N/A
Garage Operations	\$40,301,758	\$40,893,911	10.4%	259
Snow and Ice Control	\$35,105,296	\$35,608,913	9.1%	206
Traffic Systems Maintenance	\$74,930,850	\$75,761,743	19.3%	877
Guardrail	\$83,821,171	\$84,796,017	22.0%	774
Roadside Maintenance	\$27,940,391	\$28,265,339	7.2%	258
Pavement Maintenance	\$88,197,595	\$91,400,936	23.0%	789
Bridge Maintenance	\$22,352,312	\$22,612,270	5.8%	206
TOTAL	\$386,527,582	\$393,313,372	100%	3,369

Program 3.01: Rest Area/District Cleaning: This program employs people with disabilities to clean roadside rest areas and ODOT facilities along the highway system. The Department uses contracted cleaning services to carry out this work.

Program 3.02: Garage Operations: This program accounts for the labor, supplies, and equipment utilized by ODOT to ensure the vehicles needed for snow and ice control, pavement repair, bridge repair, etc. are available when needed. Currently, the Department has 783 cars, 1,752 pick-ups, 1,579 dump trucks, and 250 loaders.

Program 3.03: Snow and Ice Control: This program keeps traveling surfaces drivable during the winter. For the last six years the Department has used an average of 500,000 tons of salt. Since FY 2002, ODOT has been pre-treating the roads with a brine solution. ODOT has also installed weather and pavement sensors, and computerized truck routing for efficiency.

Program 3.04: Traffic System Maintenance: This program maintains traffic control signals on the state highway systems. Examples of traffic control signals include highway lighting, signing, striping, and raised pavement markers. ODOT began an eight-year sign replacement program in FY 2002.

Program 3.05: Guardrail Maintenance: This program upgrades guardrail systems to meet current standards and reconstructs or replaces damaged or deteriorating guardrails. The replacement schedule for a guardrail is 20 years. The Department invoices drivers for damage caused if cited by the State Highway Patrol.

Program 3.06: Roadside Maintenance: This program includes the removal of vegetation obstructions, mowing, tree/flower planting, erosion control, drainage ditch obstructions, litter, and repairing of pavement drop-offs. ODOT pays the cities of Akron, Canton, and Dayton to mow and perform maintenance along right-of-ways in their city limits.

Program 3.07: Pavement Maintenance: This program consists of pothole patching, chip and crack sealing, surface paving and treatment, spot berming and restoration, and full depth repair of roadways to repair isolated damages.

Program 3.08: Bridge Maintenance: This program consists of bridge cleaning, spot painting, deck repairs, railing repairs, bridge joint repairs, and bridge substructure repairs.

Funding Source: State motor fuel tax revenue. This program series does not use federal dollars.

Line Items: 773-431, Highway Maintenance-State.

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels. The Department will keep routine maintenance a top priority over the biennium by maintaining a steady state of maintenance efforts and identify and reduce system deficiencies.

Temporary Law

Maintenance Interstate Highways. This provision authorizes ODOT to provide maintenance on interstate highways located within the bounds of municipal corporations, and to reimburse municipal corporations for their costs in providing such maintenance if ODOT has an agreement with a municipal corporation.

Program Series 4

Public Transportation

Purpose: The Public Transportation program series provides capital, operating, technical, and planning assistance to 60 transit systems serving portions of 58 counties. About 90% of the funds are used for the capital assistance and operating assistance programs. The majority of assistance funds are from federal dollars. This program is funded by the General Revenue Fund and the Highway Operating Fund. The Office of Transit provides capital assistance to transit systems so they can purchase transit vehicles, computer equipment, and build transit facilities.

The following table shows the line items that are used to fund the Public Transportation program series as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund				
HOF	775-452	Public Transportation-Federal	\$30,000,000	\$30,365,000
HOF	775-454	Public Transportation-Other	\$1,500,000	\$1,500,000
HOF	775-460	Transit Infrastructure Bank-Local	1,000,000	\$1,000,000
212	775-408	Transit Infrastructure Bank-Local	\$2,500,000	\$2,500,000
Highway Operating Fund			\$35,000,000	\$35,365,000
Total Funding: Public Transportation			\$32,500,000	\$32,865,000

This analysis focuses on the following specific programs within the program series:

- **Program 4.01 – Capital Assistance**
- **Program 4.02 – Operating Assistance**
- **Program 4.07 – Technical Assistance**

Program 4.01 – Capital Assistance

Program Description: This program provides funds to urban and rural transit systems for capital purchases such as transit vehicles, computer equipment, and to build transit facilities. Five people administer this program.

Funding Source: Funding is provided through a partnership between federal, state, and local participants.

Line Items: Funding for GRF line item 775-451, Public Transportation-State, is provided in the main appropriations bill. Line item 775-452, Public Transportation-Federal, is used to support other programs. Consult the "Master Table" preceding this section for those programs. The remaining items listed in the table below are used exclusively to fund this program.

Line Item	FY 2006	FY 2007
775-451, Public Transportation-State	\$2,155,665	\$1,658,607
775-452, Public Transportation-Federal	\$11,400,000	\$11,608,000
775-454, Public Transportation-Other	\$1,500,000	\$1,500,000
775-459, Elderly & Disabled Special Equip.	\$4,595,000	\$4,595,000
775-460, Transit Infrastructure Bank-Local	\$1,000,000	\$1,000,000
Program Total	\$20,650,665	\$20,361,607

Implication of Executive Recommendation: The Executive recommended funding over the biennium at requested levels. However, this funding level will not allow for expansion of services or retirement of vehicles beyond their useful life. Many transit systems have been delaying vehicle purchases since 2000 due to funding reductions. Some capital projects may continue to be delayed at these funding levels.

Temporary Law

Public Transportation Highway Purpose Grants. This provision authorizes the Director of Transportation to use motor vehicle fuel tax revenues to match federal grants to fund projects for public transportation highway purposes. Projects may include the construction or repair of high-occupancy vehicle traffic lanes; the acquisition or construction of park-and-ride facilities and public transportation vehicle loops; and repair of bridges used by public transportation vehicles. Motor fuel tax revenues may not be used for operating assistance or for the purchase of vehicles, equipment, or maintenance facilities.

Program 4.02 – Operating Assistance

Program Description: This program provides operating funding for public transportation in rural and urban areas with populations less than 200,000. Operating assistance includes wages, fuel, insurance, training, and vehicle and facility maintenance. Funds are allocated to transit systems based on the number of passengers transported, miles traveled, cost per mile, and the amount of local funds contributed. This program supports a staff of six employees.

Funding Source: Funding is provided through a partnership between federal, state, and local participants.

Line Items: Line item 775-452, Public Transportation-Federal, supports other programs. Thus, the amount listed below is only a part of the total line item appropriation. Consult the "Master Table" preceding this section for a list of the other programs supported by this line item. GRF line item 775-451 also supports this program. Funding for this line item, however, is provided in the main appropriations bill, but not this bill.

Line Item	FY 2006	FY 2007
775-451, Public Transportation-State	\$6,170,335	\$5,663,861
775-452, Public Transportation-Federal	\$15,420,000	\$15,382,000
Program Total	\$21,590,335	\$21,045,861

Implication of Executive Recommendation: The executive recommendations funded line item 775-452 at requested levels in FY 2006 and increased funding in FY 2007 by \$365,000. The recommendation will maintain current service and staffing levels and prevent any further service cuts or fare increases.

Temporary and Permanent Law Provisions: None

Program 4.07 – Transit Infrastructure Bank

Program Description: This program provides direct loans to public or private entities for eligible projects under federal guidelines. The program will assist local entities with a method of funding transit projects that otherwise would not have been considered for traditional grant funding in the past.

Funding Source: Federal dollars authorized under 49 U.S.C. Section 5303

Line Items: The following line items are used to fund the Transit Infrastructure Bank program. They are single-program line items.

Line Item	FY 2006	FY 2007
775-408, Transit Infrastructure Bank-Local	\$2,500,000	\$2,500,000
775-460, Transit Infrastructure Bank-Local	\$1,000,000	\$1,000,000
Program Total	\$3,500,000	\$3,500,000

Implication of Executive Recommendation: The recommendations are the same as those in program 2.6. The recommendation will allow the Department to implement a SIB bond issuance program. The program will issue bonds and the proceeds will be available to local governments for transit projects. Local entities will be responsible for the debt service payments. The recommendations capitalize two new infrastructure bank line items (775-408, Transit Infrastructure Bank-Local and 775-460, Transit Infrastructure Bank-Local) with a cash reserve in case local entities default on debt service payments. The debt service payments will eventually offset the cost of the initial capitalization.

Permanent Law

Repayments to State Infrastructure Bank (R.C. 4501.04, 4503.02, 5531.09, 5531.10, 5735.05, 5735.25, 5735.27, 5735.28, and 5735.29). This provision permits counties and municipal corporations to pledge and obligate money received from motor vehicle license taxes, motor vehicle fuel taxes, and tax increment financing (TIF) service payments in lieu of taxes for the repayment of state infrastructure bank obligations. The provision provides that the specified money can only be obligated, pledged, and paid with respect to public transportation projects. The Department indicates that this language will allow the State Infrastructure Bank (SIB) to issue bonds so that it can continue making loans to political subdivisions. The language also amends current fuel tax statutes relative to cities, counties, and townships to allow motor fuel tax revenue to be used to pay back SIB loans. The Department indicates that local governments have always used their motor fuel tax revenue to pay back SIB loans, but the Revised Code never clearly provided them the authority to do so.

Temporary Law

Public Transportation Highway Purpose Grants. This provision authorizes the Director of Transportation to use motor vehicle fuel tax revenues to match federal grants to fund projects for public transportation highway purposes. Projects may include the construction or repair of high-occupancy vehicle traffic lanes; the acquisition or construction of park-and-ride facilities and public transportation vehicle loops; and repair of bridges used by public transportation vehicles. Motor fuel tax revenues may not be used for operating assistance or for the purchase of vehicles, equipment, or maintenance facilities.

Program Series 5

Rail Transportation

Purpose: This program series is administered by the Ohio Rail Development Commission (ORDC). The Commission provides programs which promote economic development and rail-highway safety. ORDC administers federal and state funding of rail safety projects including the upgrading and removal of hazardous crossings as determined by the Public Utilities Commission.

The following table shows the line items that are used to fund the Rail Transportation program series as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund				
HOF	776-462	Grade Crossing-Federal	\$15,000,000	\$15,000,000
Highway Operating Fund			\$15,000,000	\$15,000,000
Total Funding: Rail Transportation			\$15,000,000	\$15,000,000

The Commission’s Rail Freight program, State-Owned Rail Lines program, and Passenger Rail program are funded in the main appropriations bill rather than the transportation bill. Therefore, this analysis focuses on the following specific programs within the program series:

- **Program 5.03 – Rail-Highway Grade Crossing Safety**
- **Program 5.05 – Railroad Crossing Safety Initiative**

Program 5.03 – Rail-Highway Grade Crossing Safety

Program Description: This program provides for the elimination of hazards at highway-railroad grade crossings by installing flashing lights and gates, closing and consolidating crossings, constructing grade separations, and resurfacing grade crossings. Implementing these safety measures helps to eliminate collisions between vehicles and trains. Currently the ORDC is exploring the use of eligible federal funds for payroll rather than GRF. Nine employees administer this program.

Funding Source: Federal rail funds.

Line Items: The table below lists the funding sources for this program. Note that line item 776-462, Grade Crossing-Federal, is used to support another program. Consult the "Master Table" preceding this section for details. GRF line item 776-465 also supports this program. Funding is provided in the main appropriations bill, however, not the transportation budget bill.

<i>Line Item</i>	<i>FY 2006</i>	<i>FY 2007</i>
776-465, Rail Transportation	\$844,158	\$844,158
776-462, Grade Crossing-Federal	\$13,000,000	\$13,000,000
Program Total	\$13,844,158	\$13,844,158

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels. Safety is a top priority for the Department and the recommendations will maintain forecasted level funding for this program over the biennium.

Temporary and Permanent Law Provisions: None

Program 5.05 – Railroad Crossing Safety Initiative

Program Description: This program provides funding to construct railroad grade crossing separations in affected communities due to an increased level of train traffic throughout the state. Most of the increased traffic occurred when CSX and Norfolk Southern acquired Conrail’s rail lines. In order to increase safety at crossings, the separation program was created to provide \$200 million over ten years for construction of overpasses and underpasses so motor vehicles do not have to actually cross railroad tracks. To date five construction projects have been awarded. This program also receives funding in the Highway Construction Series, program 2.09. This program has a staff of 15 employees.

Funding Source: Funding comes from a \$20 million annual contribution divided among ODOT (60%), ORDC (10%), Federal earmarks (10%), railroad companies (10%), local governments (5%), and the GRF (5%). A large portion of the program’s capital funding comes from federal dollars.

Line Items: As the table below shows, line item 776-462, Grade Crossing-Federal, contributes \$13 million in each fiscal year for this program. Please note that this line item also funds another program. Please consult the "Master Table" for details. GRF line item 776-465 also supports this program. However, that appropriation is provided in the main appropriations bill, and is not included in the transportation budget bill.

<i>Line Item</i>	<i>FY 2006</i>	<i>FY 2007</i>
776-465, Rail Transportation	\$789,600	\$789,600
776-462, Grade Crossing-Federal	\$2,000,000	\$2,000,000
Program Total	\$2,789,600	\$2,789,600

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels. Safety is a top priority for the Department and the recommendations will maintain forecasted level funding for rail separations over the biennium.

Temporary and Permanent Law Provisions: None

Program Series 6

Aviation

Purpose: This program series is responsible for working with airports to meet national safety standards, making infrastructure improvements, coordinating with the Federal Aviation Administration, aircraft registrations, providing air transportation to state officials, and maintaining the state’s aircraft fleet.

The following table shows the line items that are used to fund the Aviation program series as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund				
002	777-472	Airport Improvements-Federal	\$405,000	\$405,000
002	777-475	Aviation Administration	\$4,007,600	\$4,046,900
213	777-477	Aviation Infrastructure Bank-State	\$3,000,000	\$3,000,000
213	777-478	Aviation Infrastructure Bank-Local	\$7,000,000	\$7,000,000
Highway Operating Fund			\$14,412,600	\$14,451,900
Total Funding: Aviation			\$14,412,600	\$14,451,900

The Department’s Aviation Safety Inspection, Enforcement, and Registration program, and Airport Improvement Grants program are funded in the main appropriations bill rather than the transportation bill. Therefore, this analysis focuses on the following specific programs within this program series:

- **Program 6.04 – State Aircraft Transportation**
- **Program 6.05 – State Infrastructure Bank**

Program 6.04 – State Aircraft Transportation

Program Description: This program is responsible for the operation of the Department’s aircrafts. The aircrafts are used to transport the Governor, legislators, state personnel, and to perform aerial photography missions for transportation planning purposes. The aircraft are also used for aerial spraying for the Ohio Department of Agriculture, illegal drug detection by state and local law enforcement agencies, surveillance and detection by the Ohio EPA, and activities of the Ohio Emergency Management Agency. The Department maintains the entire fleet of 27 state aircraft, which includes those of the Ohio State Highway Patrol and the Ohio Department of Natural Resources. The program maintains a staff of 19.

Funding Source: Motor fuel tax revenues for highway use and flight fees for nonhighway use.

Line Items: 777-475.

Implication of Executive Recommendation: The recommendations will maintain current service and staffing levels.

Temporary and Permanent Law Provisions: None

Program 6.05 – Aviation Infrastructure Bank

Program Description: This program provides direct loans to public or private entities for eligible projects under federal guidelines. The program will assist local entities with a method of funding aviation projects that otherwise would not have been considered for traditional grant funding in the past.

Funding Source: Federal dollars authorized under 49 U.S.C. Section 5303.

Line Items: 777-477, Aviation Infrastructure Bank-State, and 777-478, Aviation Infrastructure Bank-Local, provide funding for this program. The recommended appropriation amounts are listed in the table below. These line items are used exclusively to fund this program.

<i>Line Item</i>	<i>FY 2006</i>	<i>FY 2007</i>
777-477, Aviation Infrastructure Bank-State	\$3,000,000	\$3,000,000
777-478, Aviation Infrastructure Bank-Local	\$7,000,000	\$7,000,000
Program Total	\$10,000,000	\$10,000,000

Implication of Executive Recommendation: The recommendation will allow the Department to implement a SIB bond issuance program. The program will issue bonds and the proceeds will be available to local governments for aviation projects. Local entities will be responsible for the debt service payments. The recommendations capitalize two new infrastructure bank line items (777-477, Aviation Infrastructure Bank-State and 777-478, Aviation Infrastructure Bank-Local) with a cash reserve in case local entities default on debt service payments. The debt service payments will eventually offset the cost of the initial capitalization.

Permanent Law

Repayments to State Infrastructure Bank (R.C. 4501.04, 4503.02, 5531.09, 5531.10, 5735.05, 5735.25, 5735.27, 5735.28, and 5735.29. This provision permits counties and municipal corporations to pledge and obligate money received from motor vehicle license taxes, motor vehicle fuel taxes, and tax increment financing (TIF) service payments in lieu of taxes for the repayment of state infrastructure bank obligations. The provision provides that the specified money can only be obligated, pledged, and paid with respect to public transportation projects. The Department indicates that this language will allow the State Infrastructure Bank (SIB) to issue bonds so that it can continue making loans to political subdivisions. The language also amends current fuel tax statutes relative to cities, counties, and townships to allow motor fuel tax revenue to be used to pay back SIB loans. The Department indicates that local governments have always used their motor fuel tax revenue to pay back SIB loans, but the Revised Code never clearly provided them the authority to do so.

Program Series 7

Program Management

Purpose: This program series provides the management support for the Department’s program as well as pays the debt service on bonds issued for ODOT facilities.

The following table shows the line items that are used to fund the Program Management program series as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Operating Fund				
002	770-003	Administration-State-Debt Service	\$13,074,500	\$10,923,100
002	779-491	Administration-State	\$119,624,513	\$121,057,898
Highway Operating Fund			\$132,699,013	\$131,980,998
Total Funding: Aviation			\$132,699,013	\$131,980,998

Program Description: This program series provides the management support needed to administer the Department’s programs. Program management includes the Director’s Executive Leadership Staff, Divisions of Quality and Human Resources, Financing and Forecasting, Information Technology, Facilities Management, and Local Programs. This single program series maintains a staff of 774 employees. The program also includes minor capital and maintenance projects for department lands and buildings as well as debt service for bonds sold through the Ohio Building Authority.

Funding Source: State motor fuel tax revenues

Line Items: 770-003, Administration-State Debt Service, and 779-491, Administration-State, are used to fund the Program Management program, the only program within this series.

Implication of Executive Recommendation: The recommendations reduced appropriations to line item 770-003, Administration-State Debt Service, by \$25,500 in FY 2006 and by \$76,900 in FY 2007. The reductions are based on what the Office of Budget and Management determined the debt service payments would be over the biennium. Despite the debt service reductions the recommendations will maintain current service and staffing levels. The recommendations will also allow the Department to continue moving current employees into the new Highway Technician series classification.

Permanent Law

Confidential cost estimates (R.C. 5525.10 and 5525.15). This provision establishes that if ODOT keeps its cost estimate for a construction project confidential until bids are received, the requirement for contracts to be awarded at no more than the estimated costs plus 5% does not apply. This provision will allow the Department to adjust its project estimates to be more in line with bids received.

ODOT bidding requirements (R.C. 5525.01). This provision eliminates the requirement that the information bidders must furnish ODOT detailing their pending work be printed and made under oath. This provision will streamline part of the bidding process since a bidder's pending work can now be submitted through ODOT's electronic bidding system. This provision will create minimal administrative savings for the Department.

Sale of ODOT state property (R.C. 5513.04). This provision revises the sale of personal property by the Director of Transportation by allowing the Director to sell property by any method most advantageous to the Department, including an Internet auction. Currently the Department directly sells surplus equipment (dump trucks, mowers, plows, etc.) to local governments. Following local government considerations, any remaining items are sold at public auction. The on-line auction provision will allow the Department to expand the advertisement of its sale of surplus equipment.

Temporary Law

Rental Payments – OBA. This provision specifies the authorized uses for line item 770-003, Administration-State Debt Service and that the Director of Transportation shall hold title to any land purchased and structures attributable to this line item.

REQUESTS NOT FUNDED

The executive recommendations fully funded the Department's budget request, except for the line items below. The requests not funded listed below will not impact current service or staffing levels since they relate to accounting and cash management issues.

ODOT Facility Debt Service						
Fund Line Item	FY 2006 Requested	FY 2006 Recommended	Difference	FY 2007 Requested	FY 2007 Recommended	Difference
002 770-003	\$13,100,000	\$13,074,500	(\$25,500)	\$11,000,000	\$10,923,100	(\$76,900)
TOTALS	\$13,100,000	\$13,074,500	(\$25,500)	\$11,000,000	\$10,923,100	(\$76,900)

The Department received \$102,400 less than it requested over the biennium for line item 770-003, Administration-State Debt Service. The Department indicates that the reductions are based on what the Office of Budget and Management determined the debt service payments would be over the biennium. Despite the recommendations the Department will maintain current service and staffing levels.

Infrastructure Debt Service						
Fund Line Item	FY 2006 Requested	FY 2006 Recommended	Difference	FY 2007 Requested	FY 2007 Recommended	Difference
212 770-005	\$81,500,000	\$0	(\$81,500,000)	\$81,500,000	\$0	(\$81,500,000)
212 772-423	\$12,500,000	\$0	(\$12,500,000)	\$12,500,000	\$0	(\$12,500,000)
TOTALS	\$94,000,000	\$0	(\$94,000,000)	\$94,000,000	\$0	(\$94,000,000)

The Department received \$102,400,000 less than it requested over the biennium for line item 770-005 Infrastructure Debt Service-Federal, and \$25,000,000 less than it requested for line item 772-423, Infrastructure Lease Payments-Federal. The Department requested these changes after their budget request was submitted. The Department is segregating the infrastructure bond line items for accounting purposes and using Fund 212 as the federal portion of the program, Fund 213 as the state portion, and Fund 214 as the GARVEE (Grant Anticipated Revenue Vehicle) bond debt service portion.

State Special Revenue Fund Group

4A3 776-665 Railroad Crossing Safety Devices

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$405,150	\$149,250	\$1,500	\$0	\$0	\$0
	-63.2%	-99.0%	-100.0%	N/A	N/A

Source: SSR: Motor fuel tax revenues

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 111 of the 118th G.A.)

Purpose: This line item was used to fund the installation of rumble strips or other appropriate warning devices at railroad crossings.

4N4 776-661 Rail Transportation-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$79,786	\$0	\$0	\$0	\$0	\$0
	-100.0%	N/A	N/A	N/A	N/A

Source: SSR: Corporate franchise tax paid by railroads

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item supported the operations of the rail program.

Highway Operating Fund Group

002 770-003 Administration-State-Debt Service

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$14,561,501	\$14,139,096	\$13,802,440	\$13,395,900	\$13,074,500	\$10,923,100
	-2.9%	-2.4%	-2.9%	-2.4%	-16.5%

Source: HOF: Motor fuel tax revenues and other highway-related revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item provides debt service payments for the bonds issued for the rehabilitation and construction of district and county garages and offices.

002 771-411 Planning and Research-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$9,463,915	\$11,909,794	\$14,645,322	\$18,836,508	\$19,000,000	\$19,112,000
	25.8%	23.0%	28.6%	0.9%	0.6%

Source: HOF: Motor fuel tax revenues and other highway-related revenues

Legal Basis: ORC 5501.03 and 5501.11 (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: Funds are used for collection and review of statewide traffic monitoring data, maintaining the state road inventory, long-range and urban plan development, and other planning activities.

002 771-412 Planning and Research-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$22,383,852	\$28,301,220	\$26,849,202	\$35,644,900	\$40,000,000	\$40,000,000
	26.4%	-5.1%	32.8%	12.2%	0.0%

Source: HOF: Federal motor fuel tax revenues (CFDA 20.205, Highway Planning and Construction - Federal-Aid Highway Program)

Legal Basis: ORC 5501.03 and 5501.11

Purpose: Funds are used for collection and review of statewide traffic monitoring data, maintaining the state road inventory, long-range and urban plan development, and other planning activities.

002 772-421 Highway Construction-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$442,914,758	\$529,975,339	\$437,276,063	\$469,780,761	\$591,240,305	\$584,969,730
	19.7%	-17.5%	7.4%	25.9%	-1.1%

Source: HOF: State motor fuel tax revenues and other highway-related revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item provides state operating and capital dollars for major-new construction; pavement preservation; local government road projects; bridge preservation; road safety; state infrastructure bank loans; special discretionary projects; construction and rehabilitation of public access roads; and construction of grade crossing separations.

002 772-422 Highway Construction-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$834,488,265	\$783,012,704	\$756,233,868	\$766,001,700	\$1,021,500,000	\$1,131,500,000
	-6.2%	-3.4%	1.3%	33.4%	10.8%

Source: HOF: Federal motor fuel tax revenues and other federal-highway related revenues (CFDA 20.205, Highway Planning and Construction - Federal-Aid Highway Program)

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item provides primarily federal capital dollars for major-new construction; pavement preservation; local government road projects; bridge preservation; road safety; special discretionary projects; and construction of grade crossing separations.

002 772-424 Highway Construction-Other

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$33,662,210	\$45,804,282	\$58,759,131	\$51,000,000	\$62,500,000	\$53,500,000
	36.1%	28.3%	-13.2%	22.5%	-14.4%

Source: HOF: Motor fuel tax revenues and other highway-related revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: Moneys in this line item provides state funds for local highway and bridge design; resurfacing, restoration, replacement, and upgrading; new construction; noise walls/barriers; and pedestrian/bicycle facilities.

002 773-431 Highway Maintenance-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$350,559,234	\$382,428,554	\$395,140,339	\$380,158,166	\$386,527,582	\$393,313,472
	9.1%	3.3%	-3.8%	1.7%	1.8%

Source: HOF: Motor fuel tax revenues and other highway-related revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: Moneys appropriated to this line item fund the Highway Maintenance program series, which includes the following programs: Rest Area Maintenance; Guardrail Maintenance; Garage Operations; Snow and Ice Control; Roadside Maintenance; Pavement and Bridge Maintenance; and Traffic System Maintenance. Funds are also used to build and maintain ODOT buildings and to acquire equipment such as cars, backhoes, and garage equipment. The majority of services are accomplished by ODOT employees.

002 775-452 Public Transportation-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$37,509,809	\$23,935,865	\$23,943,231	\$27,000,000	\$30,000,000	\$30,365,000
	-36.2%	0.0%	12.8%	11.1%	1.2%

Source: HOF: CFDA 20.509, Public Transportation for Non-urbanized Areas (Non-urbanized Formula Grants, Section 5311)

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item provides federal funding for the Ohio Public Transportation Grant Program. Funding is also used to provide technical assistance to individual transit systems and assist in transit planning activities.

002 775-454 Public Transportation-Other

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$305,426	\$830,438	\$330,136	\$1,500,000	\$1,500,000	\$1,500,000
	171.9%	-60.2%	354.4%	0.0%	0.0%

Source: HOF: Motor fuel tax revenues and other highway-related revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item establishes expenditure authority for an unfunded rotary account which was established to enable the collection of local shares for vehicles purchased through the Elderly and Disabled Special Equipment Program and for consortium purposes for non-profit grantees under the Rural Transit Program. Because these agencies are not eligible to purchase vehicles directly from ODOT term contracts, ODOT purchases the vehicles on their behalf.

002 775-459 Elderly and Disabled Special Equipment-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$1,239,692	\$3,174,647	\$1,044,567	\$4,230,000	\$4,595,000	\$4,595,000
	156.1%	-67.1%	305.0%	8.6%	0.0%

Source: HOF: Motor fuel tax revenues and other highway-related revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: Funds provide federal capital assistance to non-profit agencies providing transportation services to the elderly and people with disabilities. This program was established in 1975 and is authorized under 49 U.S.C Section 5310. ODOT is designated as the recipient of these funds and is required to oversee their distribution and their subsequent investment in local transportation services. ODOT directly awards term contracts for the purchase of vehicles on behalf of the recipient agencies.

002 776-462 Grade Crossings-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$18,523,069	\$23,305,250	\$10,472,055	\$15,000,000	\$15,000,000	\$15,000,000
	25.8%	-55.1%	43.2%	0.0%	0.0%

Source: HOF: CFDA 20.205, Highway Planning and Construction (Federal-Aid Highway Program)

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item funds the installation of warning devices at rail-highway crossings; restoration and rehabilitation of rail-highway grade crossing pavements; and posting of signs and pavement markings near crossings.

002 777-472 Airport Improvements-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$30,000	\$405,000	\$405,000	\$405,000
	N/A	N/A	1250.0%	0.0%	0.0%

Source: HOF: CFDA 20.106, Airport Improvement Program (AIP)

Legal Basis: ORC 4561.06 and 4561.08 (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: Moneys appropriated to this line item provide Federal Aviation Administration (FAA) funds to contract with consultants for the preparation of individual master plans and layout plans to improve the attractiveness of local airports for corporate and other general aviation.

002 777-475 Aviation Administration

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$2,838,381	\$3,195,747	\$3,322,960	\$3,862,100	\$4,007,600	\$4,046,900
	12.6%	4.0%	16.2%	3.8%	1.0%

Source: HOF: Motor fuel tax revenues and other highway-related revenues; flight fees

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item funds the Flight Operation Program, which is responsible for operating ODOT's aircrafts. The ODOT aircrafts are used to transport state officials, including the Governor, legislators, and ODOT and other state departments and personnel. If they are used for highway purposes expenses are paid with gas tax revenues, and if they are used for non-highway purposes the user is billed for the cost of the flight.

002 779-491 Administration-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$95,763,137	\$101,632,474	\$113,122,638	\$124,007,971	\$119,624,513	\$121,057,898
	6.1%	11.3%	9.6%	-3.5%	1.2%

Source: HOF: Motor fuel tax revenues and other highway-related revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: This line item is used to fund the administrative functions of the Department, such as the offices of the Director, Assistant Directors, District Deputy Directors, Business Management (Information Technology, Finance, Personnel, Facilities), District Business and Human Resource Administrators, Chief of Staff, and Major and Local Programs Administration.

212 770-005 Infrastructure Debt Service-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$27,123,726	\$48,855,745	\$65,541,596	\$78,696,100	\$0	\$0
	80.1%	34.2%	20.1%	-100.0%	N/A

Source: HOF: CDFA 20.205, Highway Planning and Construction - Federal Aid Highway Program

Legal Basis: Section 11 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: Moneys appropriated to this line item were used to pay the debt service on bonds issued to build major/new construction projects.

212 772-423 Infrastructure Lease Payments-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$9,807,250	\$12,071,260	\$11,752,277	\$12,537,300	\$0	\$0
	23.1%	-2.6%	6.7%	-100.0%	N/A

Source: HOF: Federal motor fuel tax revenues

Legal Basis: Section 11 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: This line item was used to fund semi-annual payments for the lease of the Michael A. Fox Highway. The lease payments enabled the Butler County Transportation Improvement District to make principal and interest payments on bonds issued to build the highway.

212 772-426 Highway Infrastructure Bank-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$1,794,911	\$4,671,591	\$2,298,271	\$2,620,000	\$1,500,000	\$2,000,000
	160.3%	-50.8%	14.0%	-42.7%	33.3%

Source: HOF: Federal motor fuel tax revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Controlling Board on September 16, 1996)

Purpose: Moneys in this line item represent federal dollars used for loans to entities for highway construction. The objectives of the State Infrastructure Bank (SIB) include project acceleration, economic development, and stimulation of private investment. The following phases of a project are eligible for State Infrastructure Bank funding: right-of-way purchases, final design, and construction. Federal funds cover only 80% of the project cost and a 20% match of General Revenue Fund money or motor fuel tax revenues must be used.

212 772-427 Highway Infrastructure Bank-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$9,214,092	\$18,897,008	\$6,191,548	\$11,000,000	\$9,353,400	\$12,853,400
	105.1%	-67.2%	77.7%	-15.0%	37.4%

Source: HOF: GRF and motor fuel tax revenues

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: Moneys in this line item represent state dollars used for loans for highway infrastructure projects. The following phases of a project are eligible for State Infrastructure Bank funding: right of way purchases, final design, and construction. General Revenue Fund moneys are used to support industrial parks, service roads, railroad projects, aviation projects, local roads, or for any infrastructure related project that is not Title 23 eligible. Motor fuel tax revenues are used as the non-federal match to a Title 23 federally eligible project (20%) or as 100% pure state funds for a local highway project. These funds cannot be used for any other mode of transportation.

212 772-429 Highway Infrastructure Bank-Local

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$12,500,000	\$12,500,000
	N/A	N/A	N/A	N/A	0.0%

Source: HOF: Motor fuel tax revenues, bonds, and local government payments

Legal Basis: Am. Sub. H.B. 210 of the 122nd G.A.

Purpose: This line item is the local or private share of funding for highway infrastructure projects funded through the State Infrastructure Bank.

212 772-430 Infrastruct. Debt Res Title 23-49

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$1,500,000	\$1,500,000
	N/A	N/A	N/A	N/A	0.0%

Source: HOF: Federal motor fuel tax revenues

Legal Basis: Transportation Bill of the 126th G.A.

Purpose: Moneys appropriated to this line item are used to pay the debt service on bonds issued for the Infrastructure Bank Program.

212 775-406 Transit Infrastructure Bank-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$171,542	\$2,249,108	\$0	\$0
	N/A	N/A	1211.1%	-100.0%	N/A

Source: HOF: Federal motor fuel tax revenues

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: This line item housed the federal share of transit infrastructure projects funded through the State Infrastructure Bank.

212 775-407 Transit Infrastructure Bank-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$2,725,000	\$0	\$2,725,000	\$0	\$0
	N/A		N/A	-100.0%	N/A

Source: HOF: GRF

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: This line item housed the state share of transit infrastructure projects funded through the State Infrastructure Bank.

212 775-408 Transit Infrastructure Bank-Local

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$2,500,000	\$2,500,000
	N/A	N/A	N/A	N/A	0.0%

Source: HOF: Motor fuel tax revenues, bonds, and payments from local governments

Legal Basis: Am. Sub. H.B. 210 of the 122nd G.A.

Purpose: This line item is the local or private share of transit infrastructure projects funded through the State Infrastructure Bank.

213 772-432 Roadway Infrastructure Bank-Local

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$7,000,000	\$7,000,000
	N/A	N/A	N/A	N/A	0.0%

Source: HOF: Motor fuel tax revenues, bonds, and payments from local governments

Legal Basis: Transportation Bill of the 126th G.A.

Purpose: This line item is the state share of roadway infrastructure projects funded through the State Infrastructure Bank. The following phases are eligible for funding: right of way purchases, final design, and construction. The funds will allow local governments to complete certain project phases more quickly that would have otherwise not been considered for traditional grants in the past.

213 775-460 Transit Infrastructure Bank-Local

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$1,000,000	\$1,000,000
	N/A	N/A	N/A	N/A	0.0%

Source: HOF: Motor fuel tax revenues and bonds

Legal Basis: Transportation Bill of the 126th G.A.

Purpose: This line item is the state share of transit infrastructure projects funded through the State Infrastructure Bonds. The funds will allow urban and rural transit systems to complete certain project phases more quickly that would have otherwise not been considered for traditional grants in the past.

213 777-477 Aviation Infrastructure Bank-State

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$18,592	\$0	\$0	\$0	\$3,000,000	\$3,000,000
	-100.0%	N/A	N/A	N/A	0.0%

Source: HOF: Motor fuel tax revenues and bonds

Legal Basis: Transportation Bill of the 126th G.A. (originally established by Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: This line item is the state share of aviation infrastructure projects funded through the State Infrastructure Bank. The funds will allow general aviation airports to complete certain project phases more quickly that would have otherwise not been considered for traditional grants in the past.

213 777-478 Aviation Infrastructure Bank-Local

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$7,000,000	\$7,000,000
	N/A	N/A	N/A	N/A	0.0%

Source: HOF: Motor fuel tax revenues, bonds, and repayments from local governments

Legal Basis: Transportation bill of the 126th G.A.

Purpose: This line item is the local share of transit infrastructure projects funded through the State Infrastructure Bank. The funds will allow general aviation airports to complete certain project phases more quickly that would have otherwise not been considered for traditional grants in the past.

214 770-401 Infrastructure Debt Service-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$80,182,400	\$105,129,400
	N/A	N/A	N/A	N/A	31.1%

Source: HOF: Federal dollars

Legal Basis: Transportation Bill of the 126th G.A.

Purpose: Moneys appropriated to this line item are used to pay the debt service on bonds issued to build major/new construction projects.

214 772-434 Infrastructure Lease Payments-Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$0	\$12,537,100	\$12,536,000
	N/A	N/A	N/A	N/A	0.0%

Source: HOF: Federal dollars

Legal Basis: Transportation Bill of the 126th G.A.

Purpose: This line item is used to fund semi-annual payments for the lease of the Michael A. Fox Highway. The lease payments enabled the Butler County Transportation Improvement District to make principal and interest payments on bonds issued to build the highway.

4T5 770-609 Administration Memorial Fund

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$5,000	\$0	\$0
	N/A	N/A	N/A		N/A

Source: HOF: Donations (employees, private, civic organizations)

Legal Basis: Section 11 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Controlling Board on August 15, 1994)

Purpose: This line item is used for the maintenance of the existing ODOT employees' memorial monuments across the state. The monuments are for those who have lost their lives while building Ohio's highways.

Infrastructure Bank Obligations Fund Group

045 772-428 Highway Infrastructure Bank-Bonds

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$57,902,336	\$116,419,305	\$99,792,739	\$65,822,913	\$180,000,000	\$160,000,000
	101.1%	-14.3%	-34.0%	173.5%	-11.1%

Source: 045: Proceeds from bonds (GARVEE bonds - Grant Anticipated Revenue Vehicles) issued against and retired with ODOT's Federal-Aid Highway Program revenues.

Legal Basis: ORC 5531.09 (originally established by Am. Sub. H.B. 627 of the 121st G.A.)

Purpose: Funds are used for large construction projects. Bonds sales are dependent on cash needs from project expenditures. Debt service is paid from appropriation item 770-005, Infrastructure Debt Service-Federal (Fund 212).

Highway Capital Improvement Fund Group

042 772-723 Highway Construction-Bonds

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$139,322,854	\$113,577,212	\$105,716,295	\$220,000,000	\$220,000,000	\$150,000,000
	-18.5%	-6.9%	108.1%	0.0%	-31.8%

Source: 042: Proceeds from bond sales authorized under section 2m of Article VIII of the Ohio Constitution, and under ORC 5528.51 to 5528.56; no more than \$220 million can be issued in any fiscal year, and no more than \$1.2 billion can be outstanding at any one time. Proceeds from bonds are issued against, and retired with ODOT's state motor fuel tax revenues.

Legal Basis: ORC 5528.53 (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: Funds are used for major/new highway construction projects. Bonds sales are dependent on cash needs from project expenditures. This fund replaces the Highway Obligations Construction Bond (Fund 04). Debt service on the bonds is paid from appropriation item 155-902, Highway Capital Improvement Bond Retirement Fund (Fund 072).

LSC Budget Spreadsheet by Line Item, FY 2006 - FY 2007

Fund	ALI	ALI Title	2004	Estimated 2005	Executive 2006	% Change 2005 to 2006	Executive 2007	% Change 2006 to 2007
DOT Transportation, Department of								
4A3	776-665	Railroad Crossing Safety Devices	\$ 1,500	\$0	\$ 0	N/A	\$ 0	N/A
State Special Revenue Fund Group Total			\$ 1,500	\$ 0	\$ 0	N/A	\$ 0	N/A
002	770-003	Administration-State-Debt Service	\$ 13,802,440	\$13,395,900	\$ 13,074,500	-2.4%	\$ 10,923,100	-16.5%
002	771-411	Planning and Research-State	\$ 14,645,322	\$18,836,508	\$ 19,000,000	0.9%	\$ 19,112,000	0.6%
002	771-412	Planning and Research-Federal	\$ 26,849,202	\$35,644,900	\$ 40,000,000	12.2%	\$ 40,000,000	0.0%
002	772-421	Highway Construction-State	\$ 437,276,063	\$469,780,761	\$ 591,240,305	25.9%	\$ 584,969,730	-1.1%
002	772-422	Highway Construction-Federal	\$ 756,233,868	\$766,001,700	\$ 1,021,500,000	33.4%	\$ 1,131,500,000	10.8%
002	772-424	Highway Construction-Other	\$ 58,759,131	\$51,000,000	\$ 62,500,000	22.5%	\$ 53,500,000	-14.4%
002	773-431	Highway Maintenance-State	\$ 395,140,339	\$380,158,166	\$ 386,527,582	1.7%	\$ 393,313,472	1.8%
002	775-452	Public Transportation-Federal	\$ 23,943,231	\$27,000,000	\$ 30,000,000	11.1%	\$ 30,365,000	1.2%
002	775-454	Public Transportation-Other	\$ 330,136	\$1,500,000	\$ 1,500,000	0.0%	\$ 1,500,000	0.0%
002	775-459	Elderly and Disabled Special Equipment-Federal	\$ 1,044,567	\$4,230,000	\$ 4,595,000	8.6%	\$ 4,595,000	0.0%
002	776-462	Grade Crossings-Federal	\$ 10,472,055	\$15,000,000	\$ 15,000,000	0.0%	\$ 15,000,000	0.0%
002	777-472	Airport Improvements-Federal	\$ 30,000	\$405,000	\$ 405,000	0.0%	\$ 405,000	0.0%
002	777-475	Aviation Administration	\$ 3,322,960	\$3,862,100	\$ 4,007,600	3.8%	\$ 4,046,900	1.0%
002	779-491	Administration-State	\$ 113,122,638	\$124,007,971	\$ 119,624,513	-3.5%	\$ 121,057,898	1.2%
212	770-005	Infrastructure Debt Service-Federal	\$ 65,541,596	\$78,696,100	\$ 0	-100.0%	\$ 0	N/A
212	772-423	Infrastructure Lease Payments-Federal	\$ 11,752,277	\$12,537,300	\$ 0	-100.0%	\$ 0	N/A
212	772-426	Highway Infrastructure Bank-Federal	\$ 2,298,271	\$2,620,000	\$ 1,500,000	-42.7%	\$ 2,000,000	33.3%
212	772-427	Highway Infrastructure Bank-State	\$ 6,191,548	\$11,000,000	\$ 9,353,400	-15.0%	\$ 12,853,400	37.4%
212	772-429	Highway Infrastructure Bank-Local	---	---	\$ 12,500,000	N/A	\$ 12,500,000	0.0%
212	772-430	Infrastruct. Debt Res Title 23-49	---	\$0	\$ 1,500,000	N/A	\$ 1,500,000	0.0%
212	775-406	Transit Infrastructure Bank-Federal	\$ 171,542	\$2,249,108	\$ 0	-100.0%	\$ 0	N/A
212	775-407	Transit Infrastructure Bank-State	---	\$2,725,000	\$ 0	-100.0%	\$ 0	N/A
212	775-408	Transit Infrastructure Bank-Local	---	---	\$ 2,500,000	N/A	\$ 2,500,000	0.0%
213	772-432	Roadway Infrastructure Bank-Local	---	\$0	\$ 7,000,000	N/A	\$ 7,000,000	0.0%
213	775-460	Transit Infrastructure Bank-Local	---	\$0	\$ 1,000,000	N/A	\$ 1,000,000	0.0%

LSC Budget Spreadsheet by Line Item, FY 2006 - FY 2007

Fund	ALI	ALI Title	2004	Estimated 2005	Executive 2006	% Change 2005 to 2006	Executive 2007	% Change 2006 to 2007
DOT Transportation, Department of								
213	777-477	Aviation Infrastructure Bank-State	\$ 0	\$0	\$ 3,000,000	N/A	\$ 3,000,000	0.0%
213	777-478	Aviation Infrastructure Bank-Local	---	\$0	\$ 7,000,000	N/A	\$ 7,000,000	0.0%
214	770-401	Infrastructure Debt Service-Federal	---	\$0	\$ 80,182,400	N/A	\$ 105,129,400	31.1%
214	772-434	Infrastructure Lease Payments-Federal	---	\$0	\$ 12,537,100	N/A	\$ 12,536,000	0.0%
4T5	770-609	Administration Memorial Fund	\$ 0	\$5,000	---	N/A	---	N/A
Highway Operating Fund Group Total			\$ 1,940,927,186	\$ 2,020,655,514	\$ 2,447,047,400	21.1%	\$ 2,577,306,900	5.3%
045	772-428	Highway Infrastructure Bank-Bonds	\$ 99,792,739	\$65,822,913	\$ 180,000,000	173.5%	\$ 160,000,000	-11.1%
Infrastructure Bank Obligations Fund Group Total			\$ 99,792,739	\$ 65,822,913	\$ 180,000,000	173.5%	\$ 160,000,000	-11.1%
042	772-723	Highway Construction-Bonds	\$ 105,716,295	\$220,000,000	\$ 220,000,000	0.0%	\$ 150,000,000	-31.8%
Highway Capital Improvement Fund Group Total			\$ 105,716,295	\$ 220,000,000	\$ 220,000,000	0.0%	\$ 150,000,000	-31.8%
Total All Budget Fund Groups			\$ 2,146,437,720	\$ 2,306,478,427	\$ 2,847,047,400	23.4%	\$ 2,887,306,900	1.4%

Transportation Budget Bill
Ohio Department of Public Safety

House Transportation and Justice Subcommittee

Sara D. Anderson, Budget Analyst

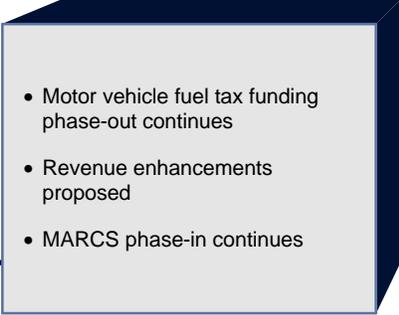
Legislative Service Commission

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January 5, 2005

Department of Public Safety

- 
- Motor vehicle fuel tax funding phase-out continues
 - Revenue enhancements proposed
 - MARCS phase-in continues

OVERVIEW

Duties and Responsibilities

The mission of the Department of Public Safety is to save lives, reduce injuries and economic loss, administer Ohio's motor vehicle laws, and preserve the safety and well being of all citizens with the most cost-effective and service-oriented methods available. The Department is organized into the following seven divisions in order to accomplish this mission:

- **Administration.** Provides management, coordination, and oversight for the Department.
- **Ohio State Highway Patrol.** Enforces traffic laws and commercial motor safety regulations and protects state property, the Governor, and visiting dignitaries.
- **Bureau of Motor Vehicles.** Oversees driver and motor vehicle licensing and registration.
- **Investigative Unit.** Enforces Ohio's liquor, tobacco sale, and food stamp rules.
- **Emergency Management Agency.** Coordinates statewide preparation, response, and recovery to emergencies and disasters.
- **Emergency Medical Services.** Oversees the certification of emergency medical technicians (EMTs) and firefighters and provides that these people are properly trained, educated, and prepared for emergency situations.
- **Homeland Security.** Coordinates all homeland security activities of state agencies, as well as, local entities and oversees the licensing and regulation of private investigators and security guards.

Revenue Sources

Motor Vehicle Fuel Tax

The Taft Transportation Financing Plan shifts the Ohio State Highway Patrol from the state motor fuel tax and provides it with dedicated new funding from licenses and registration fees. This shift began during the current 2004-2005 biennium when, in FY 2004, the motor fuel tax cash transfer was reduced to 75% of the FY 2003 receipts (a cash transfer of \$140.14 million) and, in FY 2005, the motor fuel tax transfer was reduced to 50% of the FY 2003 receipts (a cash transfer of \$94.36 million). In the coming 2006-2007 biennium, under the executive budget, the motor fuel tax cash transfer will be reduced to 30% of the FY 2003 receipts in FY 2006 (a cash transfer of \$57.18 million) and to 20% of the FY 2003 receipts in FY 2007 (a cash transfer of \$38.50 million).

Replacement Revenues

In order to make up for the above-mentioned loss in revenue from the motor fuel tax, Am. Sub. H.B. 87 of the 125th General Assembly included several provisions that increased driver license, vehicle registration, and temporary tag fees. According to the Department, this replacement fee revenue falls \$10.0 million short from what had previously been received in the form of cash transferred from the motor fuel tax. In order to make up the shortfall, the executive budget proposes to allow the Department to retain the entire existing \$10 fee for a special state reserved license plate and the entire existing \$35 fee for a special reserved license plate for deposit to the credit of the Bureau of Motor Vehicles Fund (Fund 4W4). Under existing law, \$2.50 of the \$10 fee for a special state reserved license plate and \$30 of the \$35 fee for a special reserved license plate is deposited to the credit of the Department of Transportation's Highway Operating Fund (Fund 002).

Multi-Agency Radio Communications System (MARCS)

The Multi-Agency Radio Communications System (MARCS) is a state of the art 800 MHz radio system. It is designed to provide the most modern transmission of voice and data while offering interagency compatibility. This will improve the process by which various emergency response agencies communicate with one another. In times of critical incidents, police, fire, hospitals or emergency management officials can communicate easily and quickly.

All tower sites have been completed in Ohio. Once the tower sites are out of their one-year warranty, the Ohio State Highway Patrol will provide all maintenance support for the 211-site infrastructure.

The Computer Aided Dispatch Systems (CADS) have been installed at all Patrol facilities. Central and northern Ohio has been outfitted with mobile and portable equipment and is currently using MARCS voice. Districts in western Ohio are currently receiving mobile installs of radios, mobile repeaters, and Mobile Computer Terminals (MCTs). Posts are being activated and linked to MARCS as soon as installation is completed.

Training for dispatch personnel is comprehensive and underway for employees in western Ohio. Completion of training and installation is timed to coincide with implementation.

The balance of the state (i.e., southern Ohio) should be completely outfitted by this summer. Training and activation to MARCS voice is scheduled to be completed statewide in the fall.

Recent Notable Legislative Enactments

New Fees Established

In Am. Sub. H.B. 87 of the 125th General Assembly, there was a provision to start reducing the amount of the motor vehicle fuel tax that the Ohio State Highway Patrol was receiving in the form of cash transfers. In FY 2004, the Patrol received 75% of the amount of the cash transferred in FY 2003, and, in FY 2005, the Patrol received 50% of the amount of the cash transferred in FY 2003. In order to make up the loss of motor vehicle fuel tax revenue, the bill enacted several new fees to assist the Department in the enforcement of motor vehicle and traffic laws. These new fees became effective on October 1, 2003 as follows:

- An additional \$12 fee for driver's licenses, including a temporary instruction permit, driver's license, motorcycle operator's endorsement, driver's license renewal, motorized bicycle license or duplicate, commercial driver's license (CDL), CDL temporary instruction permit, CDL renewal, and duplicate CDL.
- An additional \$11 fee for registration of a motor vehicle or commercial motor vehicle, including registration and registration renewal, and transfer of a registration.
- A new \$5 fee for the issuance of a temporary license placard.

Regulatory Authority Over PI and Security Guard Providers

In Sub. H.B. 230 of the 125th General Assembly, the regulatory authority and related revenue stream for private investigators and security guard providers was transferred from the Division of Real Estate and Professional Licensing in the Department of Commerce to the Department of Public Safety. For the upcoming 2006-2007 biennium, the appropriations associated with this regulatory activity are in the main operating budget bill, while related permanent law provisions are contained in the transportation budget bill (see heading labeled "Miscellaneous Budget Provisions" below).

Highlights from the Executive Budget for FYs 2006 and 2007

Funding Level

For the most part, the executive budget fully funds each of the Department's programs, allowing it to continue delivering current service levels. A more detailed discussion of each program's funding can be found in the section of this LSC Redbook labeled "Analysis of the Executive Proposal."

Office of Criminal Justice Services

The executive budget proposes to merge the Office of Criminal Justice Services into the Department of Public Safety as the Division of Criminal Justice Services. This proposed change is contained in the main operating budget bill and is discussed in more detail in LSC's Redbook on the portion of the Department's annual operating budget contained in the main operating budget bill.

Miscellaneous Proposed Budget Provisions

Licensure and Registration of Security Guards, Private Investigators, and Employees (R.C. sections 109.572, 4749.03, 4749.06, and 4749.10)

The executive budget proposes in the transportation budget bill to change certain procedures for: (1) application for licensure as a Class A, B, or C private investigator or security guard, and (2) application for registration as an employee of a licensed private investigator or security guard as follows:

- ***Application Form.*** Allows an applicant for licensure to complete a form prescribed by the Director of Public Safety.
- ***Fingerprints for Criminal Records Check.*** Requires a person seeking licensure or certification to provide their fingerprints directly to the Superintendent of Criminal Identification and Investigation, rather than to the Director of Public Safety, who then

submits a criminal records request to the Superintendent, and requires the Superintendent to report the findings of the checks to the Director of Public Safety.

- **Notification of Intent to Carry Firearm.** Requires that an applicant who plans to carry a firearm in the course of employment notify the Superintendent of Criminal Identification and Investigation, requires the Superintendent to request any information that the FBI has on the applicant, and requires the Superintendent to report the findings to the Director of Public Safety.
- **Renewal of Employee Registration.** Establishes an annual renewal process for registration for an employee of a licensee, to be determined by the Director of Public Safety, not to exceed \$35.
- **Changes in Fees.** Increases several fees related to licensure (summarized in the table below).

Type	Current Fee	Proposed Fee
License Fee	\$250	\$375
Annual Renewal Fee	\$250	\$275
Registration Fee	\$18	\$40
Application Fee	\$10	\$15
Requalification Certificate	\$5	\$15

Collective Bargaining Increases (Section 203.06.06)

The executive budget contains a temporary law provision authorizing the Controlling Board to increase the appropriation of any fund necessary for the Department to pay the increase in costs of employee compensation arising due to new collective bargaining agreements.

Cash Balance Fund Review (Section 203.06.27)

The executive budget contains a temporary law provision requiring the Director of Budget and Management to determine, on an annual basis, if any funds within the State Highway Safety Fund Group, with the exception of the State Highway Safety Fund (Fund 036) and the Bureau of Motor Vehicles Fund (Fund 4W4), contain balances which should be transferred to either of these funds. The provision also requires that the Director of Budget and Management make the appropriate recommendation to the Controlling Board.

Schedule of Transfers to the State Highway Safety Fund (Section 203.06.27)

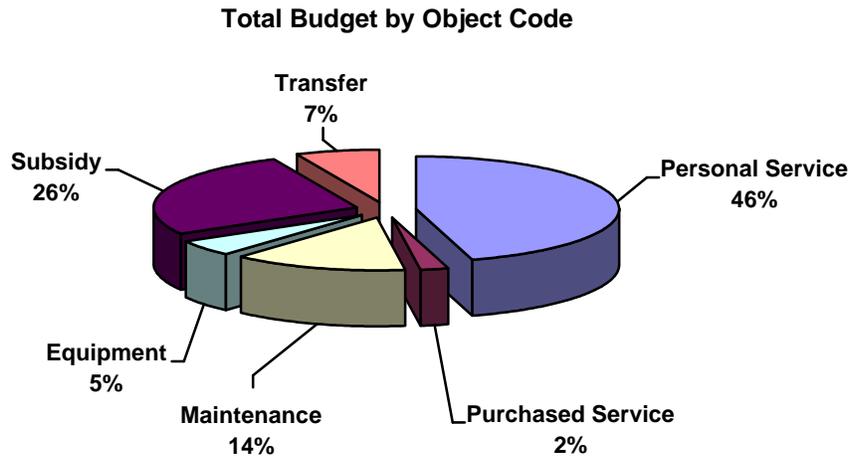
The executive budget contains a temporary law provision requiring the Director of Budget and Management to establish a cash transfer schedule totaling \$57,181,700 in FY 2006 and \$38,502,400 in FY 2007 from the Highway Operating Fund (Fund 002) to the State Highway Safety Fund (Fund 036).

Monthly Transfers to Gasoline Excise Tax Fund (Section 203.06.27)

The executive budget contains a temporary law provision requiring the Director of Budget and Management to transfer cash in equal monthly increments totaling \$133,424,000 in FY 2006 and \$154,009,400 in FY 2007 from the Highway Operating Fund (Fund 002) to the Gasoline Excise Tax Fund (Fund 060). The monthly distribution will give 42.86% to municipal corporations, 37.14% to counties, and 20% to townships.

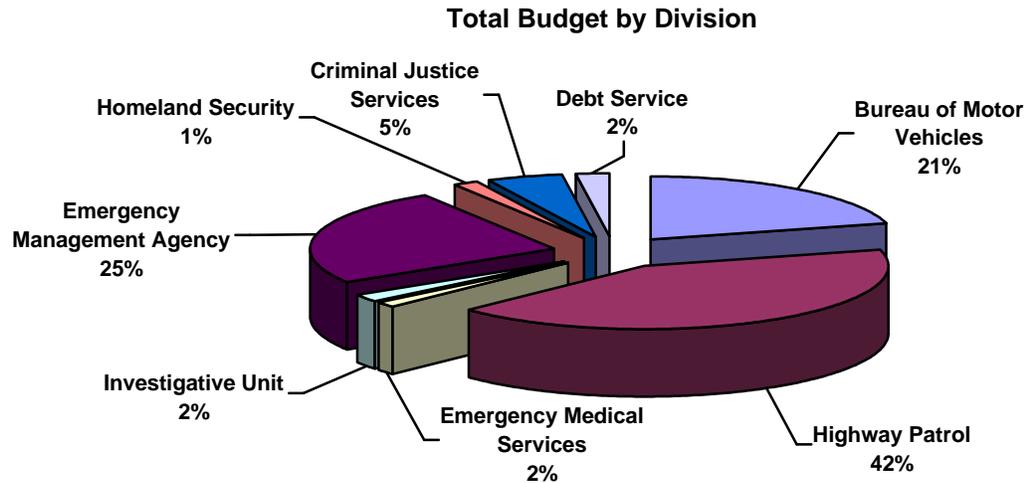
Expense by Object Summary

The pie chart immediately below shows the total recommended appropriations (FYs 2006 and 2007) by major object of expense. This information is shown for the GRF and for all funds.



Expense by Division Summary

The pie chart immediately below shows the total recommended appropriations (FYs 2006 and 2007) by division. This information is shown for the GRF and for all funds.



Staffing Levels

The table below displays the number of staff by division employed, or that will be employed, by the Department from FYs 2002 through 2007.

Department of Public Safety Staffing Levels						
Division	2002	2003	2004	2005	2006*	2007*
Administration	104	104	97	97	97	97
Bureau of Motor Vehicles	915	915	894	891	891	891
Emergency Management Agency	84	92	97	97	97	97
Emergency Medical Services	24	24	27	27	27	27
Investigative Unit	139	139	133	133	133	133
State Highway Patrol	2,679	2,681	2,699	2,699	2,699	2,699
Homeland Security	0	0	10	13	13	13
Totals	3,945	3,955	3,957	3,957	3,957	3,957

* The staffing levels displayed in the above table for FYs 2006 and 2007 are estimates.
 Note: The figures above do not include 10 positions transferred from Commerce to Public Safety for the Private Investigator/Security Guard function.
 Note: At this time, EMA has on board 3 positions above their ceiling related to a disaster relief grant.

MASTER TABLE: EXECUTIVE'S RECOMMENDATIONS FOR FY 2006 AND FY 2007

The following table provides a comprehensive presentation of the Executive's recommendations for each of the agency's line items and the programs each line item supports. Please note that some line items may provide funding for multiple program series and/or programs. See the Analysis of Executive Proposal section for more information on specific program funding.

Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
General Revenue Fund				
GRF	763-403	Operating Expenses - EMA	\$ 4,164,697	\$ 4,164,697
		<u>Program Series 6: Emergency Management Agency</u>	\$ 4,164,697	\$ 4,164,697
		Program 1: Operations, Planning and Training	\$ 989,149	\$ 989,149
		Program 2: Technical Support	\$ 2,157,946	\$ 2,157,946
		Program 3: Mitigation and Recovery	\$ 1,017,602	\$ 1,017,602
GRF	763-507	Individuals and Households Program - State	\$ 650,000	\$ 650,000
		<u>Program Series 6: Emergency Management Agency</u>	\$ 650,000	\$ 650,000
		Program 3: Mitigation and Recovery	\$ 650,000	\$ 650,000
GRF	768-424	Operating Expenses - CJS	\$ 965,899	\$ 1,276,192
		<u>Program Series 9: Criminal Justice Services</u>	\$ 965,899	\$ 1,276,192
		Program 1: Criminal Justice Services	\$ 965,899	\$ 1,276,192
GRF	769-321	Food Stamp Trafficking Enforcement Operations	\$ 752,000	\$ 752,000
		<u>Program Series 5: Investigative Unit</u>	\$ 752,000	\$ 752,000
		Program 1: Investigations and Evidence	\$ 752,000	\$ 752,000
General Revenue Fund Subtotal			\$ 6,532,596	\$ 6,842,889
General Services Fund Group				
Fund 4P6	768-601	Justice Program Services	\$ 100,000	\$ 100,000
		<u>Program Series 9: Criminal Justice Services</u>	\$ 100,000	\$ 100,000
		Program 1: Criminal Justice Services	\$ 100,000	\$ 100,000
Fund 4S2	764-660	MARCS Maintenance	\$ 252,432	\$ 262,186
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 252,432	\$ 262,186
		Program 1: Highway Enforcement	\$ 252,432	\$ 262,186
Fund 4S3	766-661	Hilltop Utility Reimbursement	\$ 500,000	\$ 500,000
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 500,000	\$ 500,000
		Program 1: Governor's Highway Safety Office	\$ 500,000	\$ 500,000
General Services Fund Group Subtotal			\$ 852,432	\$ 862,186
Federal Special Revenue Fund Group				
Fund 329	763-645	Federal Mitigation Program	\$ 303,504	\$ 303,504
		<u>Program Series 6: Emergency Management Agency</u>	\$ 303,504	\$ 303,504
		Program 3: Mitigation & Recovery	\$ 303,504	\$ 303,504
Fund 337	763-609	Federal Disaster Relief - State Assistance	\$ 27,269,140	\$ 27,280,000
		<u>Program Series 6: Emergency Management Agency</u>	\$ 27,269,140	\$ 27,280,000
		Program 3: Mitigation and Recovery	\$ 27,269,140	\$ 27,280,000

Legislative Service Commission-Redbook

Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
Fund 339	763-647	Emergency Management Assistance & Training	\$ 129,622,000	\$ 129,622,000
		<u>Program Series 6: Emergency Management Agency</u>	\$ 129,622,000	\$ 129,622,000
		Program 1: Operations, Planning and Training	\$ 127,027,174	\$ 127,027,174
		Program 2: Technical Support	\$ 2,011,298	\$ 2,011,298
		Program 3: Mitigation and Recovery	\$ 583,528	\$ 583,528
Fund 3L5	768-604	Justice Program	\$ 31,019,750	\$ 25,214,623
		<u>Program Series 9: Criminal Justice Services</u>	\$ 31,019,750	\$ 25,214,623
		Program 1: Criminal Justice Services	\$ 31,019,750	\$ 25,214,623
Fund 3N5	763-644	US DOE Agreement	\$ 275,000	\$ 275,000
		<u>Program Series 6: Emergency Management Agency</u>	\$ 275,000	\$ 275,000
		Program 1: Operations, Planning and Training	\$ 275,000	\$ 275,000
Fund 3V8	768-605	Federal Program Purposes FFY01	\$ 50,000	\$ -
		<u>Program Series 9: Criminal Justice Services</u>	\$ 50,000	\$ -
		Program 1: Criminal Justice Services	\$ 50,000	\$ -
Federal Special Revenue Fund Group Subtotal			\$ 188,539,394	\$ 182,695,127
Special Services Revenue Fund Group				
Fund 4V3	763-662	EMA Service and Reimbursement	\$ 696,446	\$ 696,446
		<u>Program Series 6: Emergency Management Agency</u>	\$ 696,446	\$ 696,446
		Program 2: Technical Support	\$ 696,446	\$ 696,446
Fund 539	762-614	Motor Vehicles Dealers Board	\$ 239,902	\$ 239,902
		<u>Program Series 2: Bureau of Motor Vehicles</u>	\$ 239,902	\$ 239,902
		Program 2: Registration of Motor Vehicles	\$ 239,902	\$ 239,902
Fund 5B9	766-632	PI & Security Guard Provider	\$ 1,188,716	\$ 1,188,716
		<u>Program Series 7: Homeland Security</u>	\$ 1,188,716	\$ 1,188,716
		Program 1: Homeland Security	\$ 1,188,716	\$ 1,188,716
Fund 5BK	768-689	Family Violence Shelter Programs	\$ 500,000	\$ 650,000
		<u>Program Series 9: Criminal Justice Services</u>	\$ 500,000	\$ 650,000
		Program 1: Criminal Justice Services	\$ 500,000	\$ 650,000
Fund 622	767-615	Investigative Contraband & Forfeiture	\$ 404,111	\$ 404,111
		<u>Program Series 5: Investigative Unit</u>	\$ 404,111	\$ 404,111
		Program 1: Investigations and Evidence	\$ 404,111	\$ 404,111
Fund 657	763-652	Utility Radiological Safety	\$ 1,260,000	\$ 1,260,000
		<u>Program Series 6: Emergency Management Agency</u>	\$ 1,260,000	\$ 1,260,000
		Program 2: Technical Support	\$ 1,260,000	\$ 1,260,000

Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
Fund 681	763-653	SARA Title III HAZMAT Planning	\$ 271,510	\$ 271,510
		<u>Program Series 6: Emergency Management Agency</u>	\$ 271,510	\$ 271,510
		Program 1: Operations, Planning and Training	\$ 271,510	\$ 271,510
Fund 850	767-628	Investigative Unit Salvage	\$ 120,000	\$ 120,000
		<u>Program Series 5: Investigative Unit</u>	\$ 120,000	\$ 120,000
		Program 1: Investigations and Evidence	\$ 120,000	\$ 120,000
State Special Revenue Fund Group Subtotal			\$ 4,680,685	\$ 4,830,685
State Highway Safety Fund Group				
Fund 036	761-321	Operating Expenses - Information & Education	\$ 4,136,747	\$ 4,307,198
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 4,136,747	\$ 4,307,198
		Program 1: Governor's Highway Safety Office	\$ 2,943,149	\$ 2,940,073
		Program 3: Driver Training	\$ 1,193,598	\$ 1,367,125
Fund 036	761-401	Lease Rental Payments	\$ 13,387,100	\$ 14,407,000
		<u>Program Series 10: Debt Service</u>	\$ 13,387,100	\$ 14,407,000
		Program 1: Debt Service	\$ 13,387,100	\$ 14,407,000
Fund 036	761-402	Traffic Safety Match	\$ 277,137	\$ 277,137
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 277,137	\$ 277,137
		Program 1: Governor's Highway Safety Office	\$ 277,137	\$ 277,137
Fund 036	764-033	Minor Capital Projects	\$ 1,250,000	\$ 1,250,000
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 1,250,000	\$ 1,250,000
		Program 1: Highway Enforcement	\$ 1,250,000	\$ 1,250,000
Fund 036	764-321	Operating Expenses - Highway Patrol	\$ 229,293,561	\$ 237,364,988
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 229,293,561	\$ 237,364,988
		Program 1: Highway Enforcement	\$ 229,293,561	\$ 237,364,988
Fund 036	764-605	Motor Carrier Enforcement Expenses	\$ 2,643,022	\$ 2,670,911
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 2,643,022	\$ 2,670,911
		Program 1: Highway Enforcement	\$ 2,643,022	\$ 2,670,911
Fund 036	766-321	Operating Expenses - Administration	\$ 4,461,836	\$ 4,461,836
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 4,461,836	\$ 4,461,836
		Program 1: Governor's Highway Safety Office	\$ 4,461,836	\$ 4,461,836
Fund 4W4	762-321	Operating Expenses - BMV	\$ 77,257,480	\$ 73,702,629
		<u>Program Series 2: Bureau of Motor Vehicles</u>	\$ 77,257,480	\$ 73,702,629
		Program 1: Titling of Motor Vehicles	\$ 2,931,025	\$ 2,948,104
		Program 2: Registration of Motor Vehicles	\$ 44,283,453	\$ 40,536,446

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Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
		Program 3: Licensing Motor Vehicle Operators	\$ 30,043,002	\$ 30,218,079
Fund 4W4	762-410	Registrations Supplement	\$ 32,480,610	\$ 32,480,610
		<u>Program Series 2: Bureau of Motor Vehicles</u>	\$ 32,480,610	\$ 32,480,610
		Program 2: Registration of Motor Vehicles	\$ 32,480,610	\$ 32,480,610
Fund 5AY	764-688	Traffic Safety Operating	\$ 3,082,962	\$ 1,999,437
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 3,082,962	\$ 1,999,437
		Program 1: Highway Enforcement	\$ 3,082,962	\$ 1,999,437
Fund 5V1	762-682	License Plate Contributions	\$ 2,388,568	\$ 2,388,568
		<u>Program Series 2: Bureau of Motor Vehicles</u>	\$ 2,388,568	\$ 2,388,568
		Program 2: Registration of Motor Vehicles	\$ 2,388,568	\$ 2,388,568
Fund 830	761-603	Salvage and Exchange - Administration	\$ 22,070	\$ 22,070
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 22,070	\$ 22,070
		Program 1: Governor's Highway Safety Office	\$ 22,070	\$ 22,070
Fund 831	761-610	Information & Education - Federal	\$ 468,982	\$ 468,982
		<u>Program Series 1: Traffic Safety & Education</u>	\$ 468,982	\$ 468,982
		Program 1: Governor's Highway Safety Office	\$ 468,982	\$ 468,982
Fund 831	764-610	Patrol - Federal	\$ 2,430,950	\$ 2,455,484
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 2,430,950	\$ 2,455,484
		Program 1: Highway Enforcement	\$ 2,430,950	\$ 2,455,484
Fund 831	764-659	Transportation Enforcement - Federal	\$ 4,880,671	\$ 5,027,091
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 4,880,671	\$ 5,027,091
		Program 1: Highway Enforcement	\$ 4,880,671	\$ 5,027,091
Fund 831	765-610	EMS/Federal	\$ 582,007	\$ 582,007
		<u>Program Series 4: Emergency Medical Services</u>	\$ 582,007	\$ 582,007
		Program 1: Firefighters, EMTs, EMS Grants	\$ 582,007	\$ 582,007
Fund 831	767-610	Liquor Enforcement - Federal	\$ 514,184	\$ 514,184
		<u>Program Series 5: Investigative Unit</u>	\$ 514,184	\$ 514,184
		Program 1: Investigations and Evidence	\$ 514,184	\$ 514,184
Fund 831	769-610	Food Stamp Trafficking Enforcement - Federal	\$ 992,920	\$ 1,032,135
		<u>Program Series 5: Investigative Unit</u>	\$ 992,920	\$ 1,032,135
		Program 1: Investigations and Evidence	\$ 992,920	\$ 1,032,135
Fund 832	761-612	Traffic Safety - Federal	\$ 16,577,565	\$ 16,577,565
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 16,577,565	\$ 16,577,565
		Program 1: Governor's Highway Safety Office	\$ 16,577,565	\$ 16,577,565

Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
Fund 835	762-616	Financial Responsibility Compliance	\$ 6,551,535	\$ 6,551,535
		<u>Program Series 2: Bureau of Motor Vehicles</u>	\$ 6,551,535	\$ 6,551,535
		Program 3: Licensing Motor Vehicle Operators	\$ 6,551,535	\$ 6,551,535
Fund 837	764-602	Turnpike Policing	\$ 9,942,621	\$ 10,240,900
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 9,942,621	\$ 10,240,900
		Program 1: Highway Enforcement	\$ 9,942,621	\$ 10,240,900
Fund 838	764-606	Patrol Reimbursement	\$ 222,108	\$ 222,108
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 222,108	\$ 222,108
		Program 1: Highway Enforcement	\$ 222,108	\$ 222,108
Fund 83C	764-630	Contraband, Forfeitures, Other	\$ 622,894	\$ 622,894
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 622,894	\$ 622,894
		Program 1: Highway Enforcement	\$ 622,894	\$ 622,894
Fund 83F	764-657	Law Enforcement Automated Data System	\$ 7,324,524	\$ 7,544,260
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 7,324,524	\$ 7,544,260
		Program 2: Non-Highway Enforcement/Communications	\$ 7,324,524	\$ 7,544,260
Fund 83G	764-633	OMVI Enforcement/Education	\$ 820,927	\$ 820,927
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 820,927	\$ 820,927
		Program 1: Highway Enforcement	\$ 820,927	\$ 820,927
Fund 83M	765-624	Operating Expenses - Trauma and EMS	\$ 9,354,361	\$ 9,354,361
		<u>Program Series 4: Emergency Medical Services</u>	\$ 9,354,361	\$ 9,354,361
		Program 1: Firefighters, EMTs, EMS Grants	\$ 9,354,361	\$ 9,354,361
Fund 83R	762-639	Local Immobilization Reimbursement	\$ 850,000	\$ 850,000
		<u>Program Series 2: Bureau of Motor Vehicles</u>	\$ 850,000	\$ 850,000
		Program 3: Licensing Motor Vehicle Operators	\$ 850,000	\$ 850,000
Fund 840	764-607	State Fair Security	\$ 1,496,283	\$ 1,496,283
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 1,496,283	\$ 1,496,283
		Program 2: Non-Highway Enforcement/Communications	\$ 1,496,283	\$ 1,496,283
Fund 840	764-617	Security and Investigations	\$ 8,145,192	\$ 8,145,192
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 7,176,422	\$ 7,165,955
		Program 2: Non-Highway Enforcement/Communications	\$ 7,176,422	\$ 7,165,955
		<u>Program Series 7: Homeland Security</u>	\$ 968,770	\$ 979,237
		Program 1: Homeland Security	\$ 968,770	\$ 979,237
Fund 840	764-626	State Fairgrounds Police Force	\$ 788,375	\$ 788,375
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 788,375	\$ 788,375

Executive Recommendations for FY 2006 and FY 2007, By Line Item and Program				
Fund	ALI	Title	FY 2006	FY 2007
		Program 2: Non-Highway Enforcement/Communications	\$ 788,375	\$ 788,375
Fund 841	764-603	Salvage and Exchange - Highway Patrol	\$ 1,305,954	\$ 1,339,399
		<u>Program Series 3: Ohio State Highway Patrol</u>	\$ 1,305,954	\$ 1,339,399
		Program 1: Highway Enforcement	\$ 1,305,954	\$ 1,339,399
Fund 846	761-625	Motorcycle Safety Education	\$ 2,299,204	\$ 2,391,172
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 2,299,204	\$ 2,391,172
		Program 2: Motorcycle Ohio	\$ 2,299,204	\$ 2,391,172
Fund 849	762-627	Automated Title Processing Board	\$ 12,818,675	\$ 13,146,218
		<u>Program Series 2: Bureau of Motor Vehicles</u>	\$ 12,818,675	\$ 13,146,218
		Program 1: Titling of Motor Vehicles	\$ 12,818,675	\$ 13,146,218
State Highway Safety Fund Group Subtotal			\$ 459,671,025	\$ 465,503,456
Liquor Control Fund Group				
Fund 043	767-321	Liquor Enforcement - Operations	\$ 10,120,365	\$ 10,423,976
		<u>Program Series 5: Investigative Unit</u>	\$ 10,120,365	\$ 10,423,976
		Program 1: Investigations and Evidence	\$ 10,120,365	\$ 10,423,976
Liquor Control Fund Group Subtotal			\$ 10,120,365	\$ 10,423,976
Agency Fund Group				
Fund 5J9	761-678	Federal Salvage/GSA	\$ 100,000	\$ 100,000
		<u>Program Series 1: Traffic Safety and Education</u>	\$ 100,000	\$ 100,000
		Program 1: Governor's Highway Safety Office	\$ 100,000	\$ 100,000
Agency Fund Group Subtotal			\$ 100,000	\$ 100,000
Holding Account Redistribution Fund Group				
Fund R24	762-619	Unidentified Public Safety Receipts	\$ 1,885,000	\$ 1,885,000
		<u>Program Series 8: Public Safety Revenue Distribution</u>	\$ 1,885,000	\$ 1,850,000
		Program 1: Revenue Distribution	\$ 1,885,000	\$ 1,850,000
Fund R52	762-623	Security Deposits	\$ 250,000	\$ 250,000
		<u>Program Series 8: Public Safety Revenue Distribution</u>	\$ 250,000	\$ 250,000
		Program 1: Revenue Distribution	\$ 250,000	\$ 250,000
Holding Account Redistribution Fund Subtotal			\$ 2,135,000	\$ 2,135,000
Agency Total Funding			\$ 672,631,497	\$ 673,393,319

ANALYSIS OF EXECUTIVE PROPOSAL

Program Series 1

Traffic Safety and Education

Purpose: To save lives, reduce injuries, and minimize loss to Ohioans through dissemination of information regarding the Department of Public Safety's safety programs and the distribution of federal funds to support safety programs.

The following table shows the line items that are used to fund the Traffic Safety and Education program series, as well as the Governor's recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
General Services Fund (GSF)				
4S3	766-661	Hilltop Utility Reimbursement	\$500,000	\$500,000
General Services Fund Subtotal			\$500,000	\$500,000
Highway Safety Fund (HSF)				
036	761-321	Operating Expense – Information/Education	\$4,136,747	\$4,307,198
036	761-402	Traffic Safety Match	\$277,137	\$277,137
036	766-321	Operating Expense – Administration	\$4,461,836	\$4,461,836
830	761-603	Salvage and Exchange – Administration	\$22,070	\$22,070
831	761-610	Information and Education – Federal	\$468,982	\$468,982
832	761-612	Traffic Safety – Federal	\$16,577,565	\$16,577,565
846	761-625	Motorcycle Safety Education	\$2,299,204	\$2,391,172
Highway Safety Fund Subtotal			\$28,243,541	\$28,505,960
Agency Fund (AGY)				
5J9	761-678	Federal Salvage/GSA	\$100,000	\$100,000
Agency Fund Subtotal			\$100,000	\$100,000
Total Funding: Traffic Safety and Education			\$28,843,541	\$29,105,960

This analysis focuses on the following specific programs within the Traffic Safety and Education program series:

- **Governor's Highway Safety Office**
- **Motorcycle Ohio**
- **Driver Training**

Governor's Highway Safety Office

Program Description: The Governor's Highway Safety Office (GHSO) awards and distributes federal funds to support safety programs. In addition, the GHSO is responsible for the dissemination of information to the public relative to the Department's safety programs.

Group	Fund	ALI	Title	FY 2006	FY 2007
GSF	4S3	766-661	Hilltop Utility Reimbursement	\$500,000	\$500,000
HSF	036	761-321	Operating Expenses – Information/Education	\$2,943,149	\$2,940,073
HSF	036	761-402	Traffic Safety Match	\$277,137	\$277,137
HSF	036	766-321	Operating Expense – Administration	\$4,461,836	\$4,461,836
HSF	830	761-603	Salvage and Exchange – Administration	\$22,070	\$22,070
HSF	831	761-610	Information and Education – Federal	\$468,982	\$468,982
HSF	832	761-612	Traffic Safety – Federal	\$16,577,565	\$16,577,565
AGY	5J9	761-678	Federal Salvage/GSA	\$100,000	\$100,000
Total Funding: Governor's Highway Safety Office				\$25,350,739	\$25,347,663

Funding Sources: (1) Fund 036, which receives revenues from the gas tax, vehicle registrations, driver licenses, and miscellaneous fees motor vehicle fuel tax, (2) federal funds, (3) charge-backs to other funds in the departments of Public Safety and Transportation, (4) local government purchase reimbursements, and (5) proceeds from the sale of motor vehicles and related equipment

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. The funding levels recommended by the Executive are sufficient to maintain the existing level of services provided in the current biennium. This will allow the GHSO to work toward accomplishing its goal of developing and implementing educational efforts designed to save lives, reduce tragedy, and improve life. In order to achieve this goal, the GHSO distributes grants from Ohio's federally funded Traffic Safety Action Plan.

Permanent Law

Elimination of the Film Production Reimbursement Fund (R.C. section 4501.35). Under current law, moneys received from other agencies for services and supplies provided for the production of public service announcements, media materials, and training materials are deposited in the Film Production Reimbursement Fund (Fund 847). Moneys deposited to the credit of the fund may only be expended for supplies and maintenance of equipment necessary to perform such services. As the fund is no longer needed for that purpose, the executive budget proposes it be abolished.

Temporary Law

Federal Highway Safety Program Match (Section 203.06). The executive budget contains a temporary law provision requiring line item 761-402, Traffic Safety Match, be used to provide the nonfederal portion of the federal Highway Safety Program.

Hilltop Transfer (Section 203.06.21). The executive budget contains a temporary law provision authorizing the Director of Budget and Management to transfer funds from the Highway Operating Fund to the Highway Safety Fund. The amount that could be transferred would be the Department of Transportation's share of the Hilltop Building Project and is determined by the Director of Public Safety, with the agreement of the Director of Transportation.

Motorcycle Ohio

Program Description: The Motorcycle Ohio program provides three motorcycle safety courses to the public: (1) a basic riding course, (2) an experienced rider course, and (3) a course for those interested in becoming a motorcycle instructor. The program also develops and distributes public information and education materials, makes presentations regarding motorcycle safety issues, and works to improve the licensing system for motorcyclists.

Group	Fund	ALI	Title	FY 2006	FY 2007
HSF	846	761-625	Motorcycle Safety Education	\$2,299,204	\$2,391,172
Total Funding: Motorcycle Ohio				\$2,299,204	\$2,391,172

Funding Source: Six dollars from each motorcycle registration and a per course tuition of \$25

Line Item: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded, allowing the program to keep up with the demand for motorcycle training. The funding level recommended by the Executive will enable the Department to have the necessary resources to allow an additional 1,400 participants to be trained each year. No new state employees will be needed, as motorcycle instructors are outsourced contracts. In addition, there will be no need to increase fees in order to fund the program.

Temporary and Permanent Law Provisions: None

Driver Training

Program Description: The Driver Training program is responsible for oversight of the following driver training courses and related instructor courses: novice, juvenile and adult remedial courses, persons with disabilities, truck driver training, and mature drivers.

Group	Fund	ALI	Title	FY 2006	FY 2007
HSF	036	761-321	Operating Expense – Information/Education	\$1,193,598	\$1,367,125
Total Funding: Driver Training				\$1,193,598	\$1,367,125

Funding Source: (1) Funding comes from Fund 036, which receives most of its revenue from the gas tax and fees generated from the sale of driver licenses, vehicle registrations, and temporary tags, and (2) executive budget contains proposed \$8 course completion certificate

Line Item: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. At this funding level, the Department will contract for 12 office and field support staff. The contracted staff will conduct inspections of driver training facilities, as well as observe and assess instructors and training managers, thereby relieving the Ohio State Highway Patrol from having to complete such inspections. Presently, the Department is only able to fund the Driver Training Program Manager's salary and \$10,000 for operating costs.

Permanent Law

Fines for Violations by Driver Training Schools and Instructors (R.C. section 4508.06). The executive budget contains a provision permitting the Director of Public Safety to impose fines against driver training schools and instructors for violations of the driver training school laws and rules. As there appears to be no special crediting language associated with these fines, presumably any of the moneys collected would be deposited to the credit of the state's GRF. It is also uncertain as to how much fine money might be collected annually, but, as of this writing, LSC fiscal staff has no reason to believe it would be more than minimal, if that.

Driver Education Certificate of Completion Fee (R.C. section 4508.10). The executive budget contains a provision establishing an \$8 fee for each certificate of completion provided to a driver training school by the Department of Public Safety and requires a driver training school to issue a certificate of completion to each person who successfully completes a training course necessary to obtain or maintain a driver's license. Pursuant to existing law, the fee would be deposited to the credit of the Highway Safety Fund (Fund 036). Based on prior history, it appears that the amount of fee revenue that might be generated annually would be around \$1.32 million. This change would aid the Department of Public Safety in funding the driver-training program.

Program Series 2

Bureau of Motor Vehicles

Purpose: To provide services relating to motor vehicle titling, registration of motor vehicles, and driver licenses.

The following table shows the line items that are used to fund the Bureau of Motor Vehicles program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
State Special Revenue Fund (SSR)				
539	762-614	Motor Vehicle Dealers Board	\$239,902	\$239,902
State Special Revenue Fund Subtotal			\$239,902	\$239,902
Highway Safety Fund (HSF)				
4W4	762-321	Operating Expenses – BMV	\$77,257,480	\$73,702,629
4W4	762-410	Registrations Supplement	\$32,480,610	\$32,480,610
5V1	762-682	License Plate Contributions	\$2,388,568	\$2,388,568
83R	762-639	Local Immobilization Reimbursement	\$850,000	\$850,000
835	762-616	Financial Responsibility Compliance	\$6,551,535	\$6,551,535
849	762-627	Automated Title Processing Board	\$12,818,675	\$13,146,218
Highway Safety Fund Subtotal			\$132,346,868	\$129,119,560
Total Funding: Bureau of Motor Vehicles			\$132,586,770	\$129,359,462

This analysis focuses on the following specific programs within the Bureau of Motor Vehicles program series:

- **Titling of Motor Vehicles**
- **Registration of Motor Vehicles**
- **Licensing Motor Vehicle Operators**

Titling of Motor Vehicles

Program Description: This program implements and maintains Ohio's centralized motor vehicle titling system, which is a repository for over 76 million motor vehicle and watercraft titles. An integral component of this process is the Automated Title Processing System (ATPS), which is a computerized system that maintains all of the motor vehicle and watercraft titles in Ohio. In FY 2004, the ATPS was used for over seven million title transactions and kept accounting records for \$1.4 billion in sales taxes and another \$35 million in title fees.

Group	Fund	ALI	Title	FY 2006	FY 2007
HSF	4W4	762-321	Operating Expenses – BMV	\$2,931,025	\$2,948,104
HSF	849	762-627	Automated Title Processing Board	\$12,818,675	\$13,146,218
Total Funding: Titling of Motor Vehicles				\$15,749,700	\$16,094,322

Funding Source: (1) Funding comes from Fund 4W4, which receives most of its revenue from vehicle registration, driver licensing, abstracts, and reinstatements, and (2) Fund 849, which receives various titling fees

Line Items: See above table

Implication of Executive Recommendation: The Department's request is fully funded for this program. This funding will allow the Bureau of Motor Vehicles to maintain existing service levels, including the ability to:

- Retain an accurate central repository title database for Ohio's titled vehicles.
- Maintain the ATPS and provide support for this system to ensure maximum system availability and continued high quality service for Ohio's clerks of court.
- Appropriately implement and administer titling procedures for financial institutions, law firms, towing companies, federal and state agencies, statistical survey companies, and the general public.
- Assure appropriate security measures related to titling, including the requirement of a certificate of title that has a variety of security features which significantly diminish the likelihood of tampering or fraudulent duplication, and work with the National Motor Vehicle Title Information System to reduce title fraud involving vehicles from other states.

Temporary and Permanent Law Provisions: None

Registration of Motor Vehicles

Program Description: This program is charged with regulating the registration of all motor vehicles and ensuring the proper collection and distribution of vehicle licensing revenue for taxing districts and other governmental entities. Another function of the program is the licensing and regulation of motor vehicle sales, leasing, and salvage industries.

Group	Fund	ALI	Title	FY 2006	FY 2007
HSF	4W4	762-321	Operating Expenses – BMV	\$44,283,453	\$40,536,446
HSF	4W4	762-410	Registrations Supplement	\$32,480,610	\$32,480,610
HSF	5V1	762-682	License Plate Contributions	\$2,388,568	\$2,388,568
SSR	539	762-614	Motor Vehicle Dealers Board	\$239,902	\$239,902
Total Funding: Registration of Motor Vehicles				\$79,392,533	\$75,645,526

Funding Source: (1) Funding comes from Fund 4W4, which receives most of its revenue from vehicle registration, driver licensing, abstracts, and reinstatements, (2) Fund 539, which receives four cents from each motor vehicle title, and (3) Fund 5V1, which receives specialty license plate contribution fees ranging from \$10 to \$25

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. At this funding level, the Bureau of Motor Vehicles will be able to maintain its existing service levels. No new positions will be filled, however, the funding will allow the Bureau to support increasing payroll costs. In addition, the Bureau will be able to replace the Deputy Registrar System. This is a planned replacement, not a new initiative. By replacing the existing system, the Bureau will save money in the long run. This is a result of increasing maintenance costs and downtime on the current system.

Permanent Law

Motor Vehicle Registration Information Report Fee (R.C. section 4503.26). The executive budget proposed to increase the fee for a written motor vehicle registration information report from \$1.50 to \$2.00. Pursuant to current law, this fee is deposited to the credit of the Bureau of Motor Vehicles Fund (Fund 4W4). As of this writing, LSC fiscal staff is uncertain as to the amount of additional revenue this fee increase will generate annually.

Personalized and Initial Reserve License Plate Fees (R.C. sections 4503.40 and 4503.42). The executive budget proposes to require \$30 of the existing fee for personalized license plates and \$2.50 of the fee for initial reserved license plates to be credited to the State Highway Safety Fund, rather than the Highway Operating Fund. This provision is anticipated to increase revenues to the State Highway Safety Fund by approximately \$10 million annually, thus helping the State Highway Patrol make up the shortfall they are currently experiencing with the decrease in their share of the motor vehicle tax revenues.

Temporary Law

Motor Vehicle Registration (Section 203.06.03). The executive budget contains a temporary law provision: (1) allowing the Registrar of Motor Vehicles to deposit revenues obtained pursuant to sections 4503.02 and 4504. of the Revised Code, less all other available cash, to meet the cash needs of the Bureau of Motor Vehicles Fund (Fund 4W4), (2) requiring revenues deposited pursuant to this provision be used to support, in part, appropriations for operating expenses and defray the cost of manufacturing and distributing license plates and license plate stickers and enforcing the law relative to the operating and registration of motor vehicles, (3) notwithstanding section 4501.03 of the Revised Code, the revenues obtained pursuant to sections 4503.02 and 4504.02 of the Revised Code be paid into Fund 4W4 before being paid into any other fund, and (4) requiring the deposit of revenues to meet the cash needs be in approximate equal amounts on a monthly basis or as otherwise determined by the Director of Budget and Management pursuant to a plan submitted by the Registrar of Motor Vehicles.

Capital Projects (Section 203.06.03). The executive budget contains a temporary law provision authorizing the Registrar of Motor Vehicles to transfer cash from the Bureau of Motor Vehicles Fund (Fund 4W4) to the State Highway Safety Fund (Fund 036) to meet specified capital project obligations.

Licensing of Motor Vehicle Operators

Program Description: This program provides a credentialing process for over 8.5 million individuals who have driver licenses or state identification cards. The program serves as a means to identify individuals, including citizenship status, and to ensure a safe driving environment for the citizens of Ohio.

Group	Fund	ALI	Title	FY 2006	FY 2007
HSF	4W4	762-321	Operating Expenses – BMV	\$30,043,002	\$30,218,079
HSF	83R	762-639	Local Immobilization Reimbursement	\$850,000	\$850,000
HSF	835	762-616	Financial Responsibility Compliance	\$6,551,535	\$6,551,535
Total Funding: Licensing of Motor Vehicle Operators				\$37,444,537	\$37,619,614

Funding Source: (1) Funding comes from Fund 4W4, which receives most its revenue from vehicle registration, driver licensing, abstracts, and reinstatements, (2) \$100 immobilization fee, and (3) fines for failure to provide proof of financial responsibility

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. At this funding level, the Department will be able to maintain existing service levels, including: (1) providing service locations so that customers can conveniently acquire vehicle operator licenses and identification cards, (2) overseeing Deputy Registrar locations, (3) maintaining a central repository of the most up-to-date information for driver licenses and identification cards, and (4) providing a means to identify financially irresponsible and unsafe drivers so their driving privileges can be suspended until all requirements have been met.

Temporary and Permanent Law Provisions: None

Program Series 3

Ohio State Highway Patrol

Purpose: To enforce traffic laws and commercial motor safety regulations and protect state property the Governor, and visiting dignitaries.

The following table shows the line items that are used to fund the Ohio State Highway Patrol program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
General Services Fund (GSF)				
4S2	764-660	MARCS Maintenance	\$252,432	\$262,186
General Services Fund Subtotal			\$252,432	\$262,186
Highway Safety Fund (HSF)				
036	764-033	Minor Capital Projects	\$1,250,000	\$1,250,000
036	764-321	Operating Expenses – Highway Patrol	\$229,293,561	\$237,364,988
036	764-605	Motor Carrier Enforcement Expenses	\$2,643,022	\$2,670,911
5AY	764-688	Traffic Safety Operating	\$3,082,962	\$1,999,437
831	764-610	Patrol – Federal	\$2,430,950	\$2,455,484
831	764-659	Transportation Enforcement – Federal	\$4,880,671	\$5,027,091
837	764-602	Turnpike Policing	\$9,942,621	\$10,240,900
838	764-606	Patrol Reimbursement	\$222,108	\$222,108
83C	764-630	Contraband, Forfeitures, Other	\$622,894	\$622,894
83F	764-657	Law Enforcement Automated Data System	\$7,324,524	\$7,544,260
83G	764-633	OMVI Enforcement/Education	\$820,927	\$820,927
840	764-607	State Fair Security	\$1,496,283	\$1,496,283
840	764-617	Security and Investigations	\$7,176,422	\$7,165,955
840	764-626	State Fairgrounds Police Force	\$788,375	\$788,375
841	764-603	Salvage and Exchange – Highway Patrol	\$1,305,954	\$1,339,399
Highway Safety Fund Subtotal			\$273,281,274	\$281,009,012
Total Funding: Ohio State Highway Patrol			\$273,533,706	\$281,271,198

This analysis focuses on the following specific programs within the Ohio State Highway Patrol program series:

- **Highway Enforcement**
- **Non-Highway Enforcement**

Highway Enforcement

Program Description: This program aims to increase highway safety by enforcing traffic laws on Ohio highways, investigating traffic crashes, assisting motorists, interdicting impaired drivers, enforcing vehicle size and weight restrictions, conducting driver license examinations, and enforcing criminal laws. Patrol officers also augment homeland security efforts and provide maintenance to tower sites for the MARCS system.

Group	Fund	ALI	Title	FY 2006	FY 2007
GSF	4S2	764-660	MARCS Maintenance	\$252,432	\$262,186
HSF	036	764-033	Minor Capital Projects	\$1,250,000	\$1,250,000
HSF	036	764-321	Operating Expenses – Highway Patrol	\$229,293,561	\$237,364,988
HSF	036	764-605	Motor Carrier Enforcement Expenses	\$2,643,022	\$2,670,911
HSF	5AY	764-688	Traffic Safety Operating	\$3,082,962	\$1,999,437
HSF	83C	764-630	Contraband, Forfeitures, Other	\$622,894	\$622,894
HSF	83G	764-633	OMVI Enforcement/Education	\$820,927	\$820,927
HSF	831	764-610	Patrol – Federal	\$2,430,950	\$2,455,484
HSF	831	764-659	Transportation Enforcement – Federal	\$4,880,671	\$5,027,091
HSF	837	764-602	Turnpike Policing	\$9,942,621	\$10,240,900
HSF	838	764-606	Patrol Reimbursement	\$222,108	\$222,108
HSF	841	764-603	Salvage and Exchange – Highway Patrol	\$1,305,954	\$1,339,399
Total Funding: Highway Enforcement				\$256,748,102	\$264,276,325

Funding Source: (1) Motor vehicle fuel tax, (2) fees from DAS and other MARCS user agencies, (3) subsidy from ODOT, (4) sale of assets seized in drug busts, (5) fine revenue from operating a vehicle under the influence, (6) federal matching grants, (7) reimbursement from Ohio Turnpike Commission, (8) rental fees from deputy registrars, and (9) proceeds from sale of salvaged automobiles and equipment

Line Items: See above table

Implication of Executive Recommendation: The funding levels proposed by the Executive are roughly \$5.0 million less than was requested to cover the operating expenses of the Ohio State Highway Patrol in each of FYs 2006 and 2007. According to the Department, the Patrol has a plan in place to offset this lower than requested level of annual funding. Cost-cutting measures include foregoing equipment purchases, such as vehicles, maintenance projects, and careful monitoring of overtime. That said, the proposed level of funding will allow the Department to continue their program functions of enforcing traffic laws on highways, investigating traffic crashes, and conducting driver license examinations. The Department will also be able to continue its new program along the Ohio Turnpike that was initiated in FY 2005, with the assistance of the Department of Transportation. This activity involves enforcing trucking regulations along routes parallel to the Ohio Turnpike in order to move trucking traffic back to the Turnpike.

Permanent Law

Personalized and Initial Reserve License Plate Fees (R.C. sections 4503.40 and 4503.42). The executive budget proposes to require \$30 of the existing fee for personalized license plates and \$2.50 of the fee for initial reserved license plates to be credited to the State Highway Safety Fund, rather than the Highway Operating Fund. This provision is anticipated to increase revenues to the State Highway Safety Fund by approximately \$10 million annually, thus helping the State Highway Patrol make up the shortfall they are currently experiencing with the decrease in their share of the motor vehicle tax revenues.

Non-Highway Enforcement/Communications

Program Description: This program provides a variety of services on a statewide scale, including: (1) off-highway investigations, (2) providing security for the Governor and other officials and dignitaries, (3) providing traffic control and security for the Ohio Expositions Commission, (4) performing non-highway related duties of the Ohio State Highway Patrol at the Ohio State Fair, (5) homeland security, and (6) maintaining the Law Enforcement Automated Data System.

Group	Fund	ALI	Title	FY 2006	FY 2007
HSF	83F	764-657	Law Enforcement Automated Data System	\$7,324,524	\$7,544,260
HSF	840	764-607	State Fair Security	\$1,496,283	\$1,496,283
HSF	840	764-617	Security and Investigations	\$7,176,422	\$7,165,955
HSF	840	764-626	State Fairgrounds Police Force	\$788,375	\$788,375
Total Funding: Non-Highway Enforcement				\$16,785,604	\$16,994,873

Funding Source: (1) User fees from criminal justice agencies in Ohio, and (2) fines resulting from arrests made by Ohio State Highway Patrol troopers

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. At this funding level, the Ohio State Highway Patrol will be able to continue its services, including assisting in off-highway investigations, providing security for elected officials and state property, and maintaining the Law Enforcement Automated Data System.

Temporary and Permanent Law Provisions: None

Program Series 4

Emergency Medical Services

Purpose: To save lives and minimize disability in Ohio by responding to injury, illness, and fire.

The following table shows the line items that are used to fund the Emergency Medical Services program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Safety Fund (HSF)				
83M	765-624	Operating Expenses – Trauma and EMS	\$9,354,361	\$9,354,361
831	765-610	EMS/Federal	\$582,007	\$582,007
Highway Safety Fund Subtotal			\$9,936,368	\$9,936,638
Total Funding: Emergency Medical Services			\$9,936,368	\$9,936,368

This analysis focuses on the Firefighters, Emergency Medical Technicians (EMTs), and EMS Grants program within the Emergency Medical Services program series.

Firefighters, Emergency Medical Technicians (EMTs), and EMS Grants

Program Description: The Division of Emergency Medical Services serves as the administrative arm of the State Board of Emergency Medical Services. The Division is: (1) responsible for the certification and training of Ohio's emergency first responders, firefighters and emergency medical technicians (EMTs), fire safety inspectors, and fire and EMS instructors, and (2) administers grants that are directed primarily to local EMS agencies in support of training and patient care equipment.

Funding Source: (1) 98% of seat belt fine revenue, and (2) federal funds

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. At this funding level, the Division of Emergency Medical Services will continue to provide administrative support to the State Board of Emergency Medical Services and will also be able to maintain current service levels to the first responder community through education and certification. The executive budget also proposes that the four state funds currently receiving an earmarked portion of seat belt fine money be combined into one fund. Under that proposal, Fund 844, Seat Belt Education Fund; Fund 83P, Trauma and Emergency Medical Services Grant Fund; and Fund 83N, Elementary School Program Fund, are rolled into Fund 83M, Emergency Medical Services Fund. From the Executive's perspective, as a result of combining the four funds, the Division will have a more streamlined grant process.

Permanent Law

Combining Department of Public Safety Funds Receiving Seat Belt Fine Money (R.C. sections 4511.191, 4513.263, 4765.07, 4765.11, and 5503.04). The executive budget proposes to combine four existing funds (Fund 83M, Emergency Medical Services Fund; Fund 844, Seat Belt Education Fund; Fund 83P, Trauma and Emergency Medical Services Grant Fund; and Fund 83N, Elementary School Program Fund) that receive seat belt fine moneys and are used by the Department of Public Safety into

Fund 83M, the Emergency Medical Services Fund, and retains the respective uses of the money but eliminates the specific percentages to be expended for those earmarked purposes. As a result, 98% of seat belt fine revenue will be deposited to the credit of Fund 83M, Emergency Medical Services Fund.

Temporary Law

Emergency Medical Services Fund (Section 203.06.09). The executive budget contains a temporary law provision canceling existing encumbrances against line items 761-611, Elementary School Seat Belt Program, 761-613, Seat Belt Education Program, and 765-637, EMS Grants, and re-establishes them against line item 765-624, Operating Expenses – EMS. The provision also requires the Director of Budget and Management to transfer any cash balances from Fund 844, Seat Belt Education Fund; Fund 83P, Trauma and Emergency Medical Services Grant Fund; and Fund 83N, Elementary School Program Fund, to Fund 83M, Emergency Medical Services Fund.

Program Series 5

Investigative Unit

Purpose: To enforce Ohio's liquor and food stamp rules and to prohibit the sale of tobacco to minors.

The following table shows the line items that are used to fund the Investigative Unit program series, as well as the Governor's recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
General Revenue Fund (GRF)				
GRF	769-321	Food Stamp Trafficking Enforcement Ops	\$752,000	\$752,000
General Revenue Fund Subtotal			\$752,000	\$752,000
State Special Revenue Fund (SSR)				
622	767-615	Investigative Contraband and Forfeiture	\$404,111	\$404,111
850	767-628	Investigative Unit Salvage	\$120,000	\$120,000
State Special Revenue Fund Subtotal			\$524,111	\$524,111
Liquor Control Fund (LCF)				
043	767-321	Liquor Enforcement – Operations	\$10,120,365	\$10,423,976
Liquor Control Fund Subtotal			\$10,120,365	\$10,423,976
Highway Safety Fund (HSF)				
831	767-610	Liquor Enforcement – Federal	\$514,184	\$514,184
831	769-610	Food Stamp Enforcement – Federal	\$992,920	\$1,032,135
Highway Safety Fund Subtotal			\$1,507,104	\$1,546,319
Total Funding: Investigative Unit			\$12,903,580	\$13,246,406

This analysis focuses on the Investigations and Evidence program within the Investigative Unit program series.

Investigations and Evidence

Program Description: The Investigative Unit has four major enforcement responsibilities for laws, rules, and regulations pertaining to: (1) the illegal sale of alcohol beverages, (2) the illegal sale and/or trading of food stamp benefits, (3) the sale of tobacco to underage persons where a liquor permit premise is involved, and (4) gambling laws and narcotics trafficking as they pertain to liquor permit premises.

Funding Source: (1) Liquor sales, (2) seized assets and cash, (3) federal funds, and (4) sale of salvaged equipment

Line Items: See above table

Implication of Executive Recommendation: The Department's request for the Investigative Unit is fully funded, allowing it to maintain current levels of service. It should be noted, however, that, due to reductions in GRF funding recently, the Unit has had to eliminate 20 investigator provisions. This will be discussed in further detail in the analysis of Public Safety's GRF appropriations in the main operating budget.

Temporary Law

Lease Rental Payment for CAP-076, Investigative Unit MARCS Equipment (Section 203.06.12). The executive budget contains a temporary law provision requiring the Director of Public Safety, using intrastate transfer vouchers, to make cash transfers to the State Highway Safety Fund (Fund 036) from other funds to reimburse Fund 036 for the share of lease rental payments to the Ohio Building Authority that are associated with a specific capital line item: CAP-076, Investigative Unit MARCS Equipment.

Program Series 6

Emergency Management Agency

Purpose: To provide statewide preparation, response, and recovery to emergencies and disasters.

The following table shows the line items that are used to fund the Emergency Management Agency program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
General Revenue Fund (GRF)				
GRF	763-403	Operating Expenses – EMA	\$4,164,697	\$4,164,697
GRF	763-507	Individual and Households Program – State	\$650,000	\$650,000
General Revenue Fund Subtotal			\$4,814,697	\$4,814,697
State Special Revenue Fund (SSR)				
4V3	763-662	EMA Service and Reimbursement	\$696,446	\$696,446
657	763-652	Utility Radiological Safety	\$1,260,000	\$1,260,000
681	763-653	SARA Title III HAZMAT Planning	\$271,510	\$271,510
State Special Revenue Fund Subtotal			\$2,227,956	\$2,227,956
Federal Special Revenue Fund (FED)				
329	763-645	Federal Mitigation Program	\$303,504	\$303,504
337	763-609	Federal Disaster Relief – State Assistance	\$27,269,140	\$27,280,000
339	763-647	Emergency Management Assistance and Training	\$129,622,000	\$129,622,000
3N5	763-644	US DOE Agreement	\$275,000	\$275,000
Federal Special Revenue Fund Subtotal			\$157,469,644	\$157,480,504
Total Funding: Emergency Management Agency			\$164,512,297	\$164,523,157

This analysis focuses on the following specific programs within the Emergency Management Agency program series:

- **Operations, Planning, and Training**
- **Technical Support**
- **Mitigation and Recovery**

Operations, Planning, and Training

Program Description: This program provides a critical interface with Ohio's local county emergency management offices and is responsible for identifying, implementing, and monitoring a significant number of grants that provide funding for numerous emergency management-related functions. These functions include, but are not limited to, domestic terrorism, disaster planning, education, training, and exercises for state and local emergency management personnel involving hazardous materials. The management of the state Emergency Operations Center (EOC) also falls under this program area. The EOC is used to provide necessary services to Ohio's citizens during a crisis or disaster and throughout the response period.

Group	Fund	ALI	Title	FY 2006	FY 2007
GRF	GRF	763-403	Operating Expenses – EMA	\$989,149	\$989,149
FED	3N5	763-644	US DOE Agreement	\$275,000	\$275,000
FED	339	763-647	Emergency Management Assistance and Training	\$127,027,174	\$127,027,174
SSR	681	763-653	SARA Title III HAZMAT Planning	\$271,510	\$271,510
Total Funding: Operations, Planning, and Training				\$128,562,833	\$128,562,833

Funding Source: (1) GRF, (2) federal funds, and (3) moneys granted from the state's Emergency Response Commission

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. At this funding level, the Emergency Management Agency (EMA) will be able to continue their current service levels, including providing grants to local EMA agencies to support training, planning, exercises, and equipment purchases and providing funding for activation of the EOC during disaster declarations. The EMA also provides state-level support to county emergency management agencies. The operating expenses for the EMA are funded through the GRF and are, therefore, contained in the main operating budget. There will be further discussion of this portion of their request in the analysis of Public Safety's GRF budget request.

Temporary Law

SARA Title III HAZMAT Planning (Section 203.06.15). The executive budget contains a temporary law provision authorizing the SARA Title III HAZMAT Planning Fund (Fund 681) to receive grant funds from the Emergency Response Commission.

Technical Support

Program Description: This program manages emergency response resources including the maintenance of emergency communications and warning systems, nuclear preparedness, and response. Also included are the oversight and development of county EOCs, the management of emergency response resources, the maintenance and improvement of the state EOC, the operation of the Ohio Radiological Instrument Maintenance and Calibration Laboratory, and liaison with the Nuclear Regulatory Commission.

Group	Fund	ALI	Title	FY 2006	FY 2007
GRF	GRF	763-403	Operating Expenses – EMA	\$2,157,946	\$2,157,946
FED	339	763-647	Emergency Management Assistance and Training	\$2,011,298	\$2,011,298
SSR	4V3	763-662	EMA Service and Reimbursement	\$696,446	\$696,446
SSR	657	763-652	Utility Radiological Safety	\$1,260,000	\$1,260,000
Total Funding: Technical Support				\$6,125,690	\$6,125,690

Funding Source: (1) GRF, (2) federal funds, (3) fees generated from services provided under the STORMS maintenance contract and the radiological instrumentation contract, and (4) Utility Radiological Safety Board assessments against nuclear electric utilities

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. This funding level will allow the EMA to continue at its current level of support for various entities, including funding for MARCS radios and emergency warning systems at the local level, funding for county EOCs for remodeling or constructing facilities, funding for the Ohio Radiological Instrument Maintenance and Calibration Laboratory, and operational support to the other programs in the EMA. The operating expenses for the EMA are funded through the GRF and are, therefore, contained in the main operating budget. There will be further discussion of this portion of their request in the analysis of Public Safety's GRF budget request.

Temporary and Permanent Law Provisions: None

Mitigation and Recovery

Program Description: This program provides funding assistance to help individuals and state and local governments recover from the impact of a disaster. The program also supports the management and implementation of Ohio's mitigation efforts. Pre- and post-disaster activities are focused on the reduction of losses in future disasters.

Group	Fund	ALI	Title	FY 2006	FY 2007
GRF	GRF	763-403	Operating Expenses – EMA	\$1,017,602	\$1,017,602
GRF	GRF	763-507	Individuals/Households Program – State	\$650,000	\$650,000
FED	329	763-645	Federal Mitigation Program	\$303,504	\$303,504
FED	337	763-609	Federal Disaster Relief	\$27,269,140	\$27,280,000
FED	339	763-647	Emergency Management Assistance and Training	\$583,528	\$583,528
Total Funding: Mitigation and Recovery				\$29,823,774	\$29,823,774

Funding Source: (1) GRF, (2) federal grants, and (3) funds transferred by Controlling Board

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. This funding level will allow the EMA to continue to provide funding for disaster recovery and mitigation projects, funding for the state disaster relief program if criteria are not met for a federal declaration, and the state match for the federal mitigation program. The operating expenses for the EMA are funded through the GRF and are, therefore, contained in the main operating budget. There will be further discussion of this portion of their request in the analysis of Public Safety's GRF budget request.

Temporary Law

Federal Mitigation Program (Section 203.06.15). The executive budget contains a temporary law provision requiring that funds in line item 763-645, Federal Mitigation Program, be used to plan and mitigate against future disaster costs.

State Disaster Relief (Section 203.06.15). The executive budget contains a temporary law provision authorizing line item 763-601, State Disaster Relief, to accept cash and appropriation from Controlling Board line items to fund relief to local governments and nonprofit organizations for costs related to disasters.

Program Series 7

Homeland Security

Purpose: To coordinate all Homeland Security activities of state agencies.

The following table shows the line items that are used to fund the Homeland Security program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
State Special Revenue Fund (SSR)				
5B9	766-632	PI & Security Guard Provider	\$1,188,716	\$1,188,716
State Special Revenue Fund Subtotal			\$1,188,716	\$1,188,716
Highway Safety Fund (HSF)				
840	764-617	Security and Investigations	\$968,770	\$979,237
Highway Safety Fund Subtotal			\$968,770	\$979,237
Total Funding: Homeland Security			\$2,157,486	\$2,167,953

This analysis focuses on the Homeland Security program within the Homeland Security program series.

Homeland Security

Program Description: This program has the responsibility to coordinate all homeland security activities of state agencies and support the Department as the liaison between state agencies and local entities for the purposes of communicating homeland security funding and policy initiatives.

Funding Source: (1) License fees for private investigators and security guards and for businesses in this industry, and (2) fines resulting from arrests made by Ohio State Highway Patrol troopers

Line Items: See table above

Implication of Executive Recommendation: The Department's request for this program is fully funded. This funding level will allow the Division of Homeland Security to fulfill the tasks assigned by the legislature, including writing policies and procedures to coordinate Ohio Homeland Security programs and to act as the liaison between state agencies and local entities. In addition, this program is responsible for the licensing and oversight of the private investigator and security guard industry. This part of the program is funded in the main operating budget and will be discussed in more detail in the analysis of Public Safety's GRF appropriations in that budget.

Temporary and Permanent Law Provisions: None

Program Series 8

Public Safety Revenue Distribution

Purpose: To hold funds until revenue is properly identified for disbursement.

The following table shows the line items that are used to fund the Public Safety Revenue Distribution program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Holding Account Redistribution Fund (090)				
R24	762-619	Unidentified Public Safety Receipts	\$1,885,000	\$1,885,000
R52	762-623	Security Deposits	\$250,000	\$250,000
Holding Account Redistribution Fund Subtotal			\$2,135,000	\$2,135,000
Total Funding: Public Safety Revenue Distribution			\$2,135,000	\$2,135,000

This analysis focuses on the Revenue Distribution program within the Public Safety Revenue Distribution program series.

Revenue Distribution

Program Description: This program allows the Department to issue refunds to individuals and businesses when incorrect payments are received and to hold revenue until it is properly identified for further distribution. The program also provides a holding place for security deposits received from uninsured motorists involved in traffic accidents until notification by the courts for proper disbursement.

Funding Source: (1) Deputy registrar receipts for which a final destination cannot be immediately determined, and (2) security deposits made by uninsured individuals involved in vehicle accidents

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. The funding levels will allow the Department to maintain their responsibility to reimburse citizens or other governmental entities that have made incorrect payments for services requested, as well as making payments to injured parties involved in traffic accidents. The executive budget proposes to combine Fund R24, Unidentified Public Safety Receipts Refund Fund, and Fund R27, Highway Patrol Fee Refund Fund, in order to streamline the accounting process by combining similar functions.

Permanent Law

Modifying the Unidentified Motor Vehicle Receipts Fund (R.C. sections 4501.12 and 4501.26). The executive budget proposes to: (1) rename the Unidentified Motor Vehicle Receipts Fund to the Unidentified Public Safety Receipts Fund and provides that it is to be for receipts of the Department of Public Safety as a whole, not just its Bureau of Motor Vehicles, and (2) abolish the Highway Patrol Fee Refund Fund (Fund R27).

Earnings of the Security Deposit Fund (R.C. section 4509.27). The executive budget proposes to credit the investment earnings of the Security Deposit Fund (Fund R52) to the existing Bureau of Motor

Vehicles Fund (Fund 4W4). The Security Deposit Fund holds deposits from uninsured motorists who are involved in traffic accidents that result in injury or damage. Money is disbursed from the fund after a judgment is reached.

Temporary Law

Transfer of Cash Balance from Fund R27, Highway Patrol Fee Refund Fund (Section 203.06.24).

The executive budget contains a temporary law provision requiring the Director of Budget and Management to transfer the cash balance in Fund R27, Highway Patrol Fee Refund Fund, to Fund R24, Unidentified Public Safety Fund.

Program Series 10

Debt Service

Purpose: To support the retirement of bond debt related to various capital projects.

The following table shows the line item that is used to fund the Debt Service program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Highway Safety Fund (HSF)				
036	761-401	Lease Rental Payments	\$13,387,100	\$14,407,000
Highway Safety Fund Subtotal			\$13,387,100	\$14,407,000
Total Funding: Debt Service			\$13,387,100	\$14,407,000

This analysis focuses on THE Debt Service program series.

Debt Service

Program Description: This program is used for the retirement of bond debt related to various capital projects.

Funding Source: Revenues transferred from the Department of Transportation to cover its cost of the Hilltop Facility, Cash transferred from Fund 4W4 for the Bureau of Motor Vehicles for its share of the building costs, the balance of all other bond projects comes from the Highway Safety Fund (Fund 036), whose primary sources of revenue are gas tax, vehicle registrations, and driver licenses

Line Items: See above table

Implication of Executive Recommendation: The Department's request for this program is fully funded. This funding level is sufficient to pay existing bonded debt related to the Hilltop building, the Alum Creek Warehouse facility, Center School renovation, and MARCS.

Temporary Law

OBA Bond Authority/Lease Rental Payments (Section 203.06.21). The executive budget contains a temporary law provision: (1) authorizing the Ohio Building Authority (OBA) to lease capital facilities to the Department of Public Safety, and (2) specifying that line item 761-401, Lease Rental Payments, be used to make lease payments to the OBA.

General Services Fund Group

4S2 764-660 MARCS Maintenance

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$194,275	\$200,034	\$207,426	\$237,210	\$252,432	\$262,186
	3.0%	3.7%	14.4%	6.4%	3.9%

Source: GSF: (1) Moneys received by the Ohio State Highway Patrol from users of the Multi-Agency Radio Communications System (MARCS), and (2) all investment earnings on moneys in the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.16 (originally established by Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: Moneys deposited to the credit of the fund are used solely to provide maintenance for MARCS-related equipment located at both the MARCS facilities and tower sites.

4S3 766-661 Hilltop Utility Reimbursement

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$121,872	\$184,092	\$182,191	\$500,000	\$500,000	\$500,000
	51.1%	-1.0%	174.4%	0.0%	0.0%

Source: GSF: Charge-backs to other funds in the departments of Public Safety and Transportation

Legal Basis: Section 13.06 of Am. Sub. H.B. 87 of the 125th G.A. (originally established in Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: Moneys deposited to the credit of the fund are used to cover utility expenses of the Charles D. Shipley Building on West Broad Street in Columbus, Ohio.

4W6 763-663 MARCS Operations

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$37,908	\$0	\$0	\$0	\$0	\$0
	-100.0%	N/A	N/A	N/A	N/A

Source: GSF: Moneys received by the Ohio State Highway Patrol from users of the Multi-Agency Radio Communications System (MARCS)

Legal Basis: Discontinued line item (originally established in Am. Sub. H.B. 210 of the 122nd G.A.)

Purpose: Moneys deposited to the credit of the fund were used for the support of the daily operations of MARCS (Multi-Agency Radio Communications System).

533 763-601 State Disaster Relief

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$8,508,961	\$3,527,660	\$7,096,550	\$7,500,000	\$0	\$0
	-58.5%	101.2%	5.7%	-100.0%	N/A

Source: GSF: State emergency purposes funds from the Controlling Board's GRF line item 911-401, Emergency Purposes/Contingencies

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

Purpose: Moneys deposited to the credit of the fund: (1) to match federal program management costs, (2) to provide program management costs for the state Individual Assistance and State Disaster Relief Programs, (3) to cover activation costs in the Emergency Operations Center at the onset and throughout a disaster, and (4) to support recovery costs for local government units in cases of disaster. When a federal disaster is declared and the amount of damages is determined, governmental assistance is as follows: 75% federal with the appropriation of the 25% non-federal share determined by the Governor's office with each event. If the disaster is not a federally declared disaster and exceeds 0.5% of the local budget of the affected area, the state may provide 75% of the costs.

Federal Special Revenue Fund Group

329 763-645 Federal Mitigation Program

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$48,888	\$15,170	\$0	\$303,504	\$303,504	\$303,504
	-69.0%	-100.0%	N/A	0.0%	0.0%

Source: FED: CFDA 97.039, Hazard Mitigation Grants; CFDA 97.029, Flood Mitigation Grants

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 204 of the 113th G.A.)

Purpose: Moneys deposited to the credit of the fund are passed through to local governments for mitigation projects. Administrative costs are prescribed by FEMA. The federal portion provides for 75% of the total costs. The state share is provided through Fund 533, line item 763-601, State Disaster Relief.

337 763-609 Federal Disaster Relief - State Assistance

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$7,036,869	\$15,433,731	\$27,205,888	\$20,935,780	\$27,269,140	\$27,280,000
	119.3%	76.3%	-23.0%	30.3%	0.0%

Source: FED: CFDA 97.036, Public Assistance Grants

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

Purpose: Moneys deposited to the credit of the fund are used as pass through public assistance funds to local governments for disaster relief in the event of a federally declared disaster. Administrative costs are prescribed by FEMA. The federal portion provides for 75% of the total costs. The state share is provided through Fund 533, line item 763-601, State Disaster Relief.

339 763-647 Emergency Management Assistance and Training

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$6,564,083	\$11,261,578	\$31,094,780	\$129,622,000	\$129,622,000	\$129,622,000
	71.6%	176.1%	316.9%	0.0%	0.0%

Source: FED: CFDA 97.004, State Domestic Preparedness Program; CFDA 97.008, Urban Area Security Initiative; CFDA 97.042, Emergency Management Performance Grant; CFDA 97.053, Citizen Corps; CFDA 97.074 Law Enforcement Terrorism Prevention Program; CFDA 97.071 Metropolitan Medical Response System Program; CFDA 97.073 SFY05 State Homeland Security Program

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

Purpose: Moneys deposited to the credit of the fund are passed through to reimburse FEMA-approved local emergency management organizations (approximately 80) for up to 50% of their administrative costs (personnel costs, equipment, and so forth). Other funded activities include project impact, flood mitigation assistance, hazardous material emergency preparedness, hazardous material training program, and terrorist training and planning.

3N5 763-644 US DOE Agreement

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$137,931	\$173,776	\$133,373	\$275,000	\$275,000	\$275,000
	26.0%	-23.3%	106.2%	0.0%	0.0%

Source: FED: CFDA 81.104, Office of Science and Technology for Environmental Management

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Controlling Board on February 7, 1994)

Purpose: Moneys deposited to the credit of the fund are used for the operation of a Federal Facility Oversight Program at Department of Energy sites located in Ohio. These moneys are used to cover costs associated with coordination and public awareness, emergency planning and exercising, hazardous assessments, and data management.

State Special Revenue Fund Group

4V3 763-662 EMA Service and Reimbursement

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$318,942	\$313,828	\$427,681	\$696,446	\$696,446	\$696,446
	-1.6%	36.3%	62.8%	0.0%	0.0%

Source: SSR: (1) Reimbursement from the owners of rain gauges, the Council of State Governments, and other entities, and (2) contract with the National Oceanic and Atmospheric Administration (NOAA) of the National Weather Service

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Controlling Board on September 16, 1996)

Purpose: Moneys deposited to the credit of the fund are used to pay the costs associated with labor, travel and parts for the maintenance of rain gauges in the cities of Columbus and Findlay and others that own the gauges and pay EMA to maintain them. These gauges are part of the Ohio Rain/Snow Monitoring System (STORMS). Also includes funding that represents reimbursement for activities associated with work performed for the Council of State Governments, NOAA, Corps of Engineers, and Radiological Instrument Calibration and Repair (RIMC) facility contracts.

4Y0 763-654 EMA Utility Payment

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$117,361	\$83,134	\$0	\$0	\$0	\$0
	-29.2%	-100.0%	N/A	N/A	N/A

Source: SSR: Payments from other state agencies that share in the use of the space and utilities of the Emergency Management Agency (EMA) facility

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

Purpose: Moneys credited to the fund were used to support the operation and maintenance of the EMA building, including the Emergency Operations Center/Joint Dispatch Facility.

4Y1 763-655 Salvage & Exchange - EMA

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$285	\$0	\$0	\$0	\$0	\$0
	-100.0%	N/A	N/A	N/A	N/A

Source: SSR: Proceeds from the sale of salvaged equipment

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

Purpose: Moneys deposited to the credit of the fund were used to purchase equipment (similar in nature to that which was salvaged).

539 762-614 Motor Vehicle Dealers Board

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$64,289	\$40,998	\$85,947	\$239,902	\$239,902	\$239,902
	-36.2%	109.6%	179.1%	0.0%	0.0%

Source: SSR: (1) Four cents from each automobile title fee collected by county clerks of courts from motor vehicle owners, and (2) all investment earnings of the fund

Legal Basis: Section 13.01 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4505.09 (originally established by Am. Sub. H.B. 295 of the 114th G.A.)

Purpose: Moneys deposited to the credit of the fund are required to be used by the Motor Vehicle Dealers Board created under section 4517.30 of the Revised Code, together with other moneys appropriated to it, in the exercise of its powers and the performance of its duties under Chapter 4517. of the Revised Code, except that the Director of Budget and Management may transfer excess money from the Motor Vehicle Dealers Board Fund to the Bureau of Motor Vehicles Fund if the Registrar determines that the amount of money in the Motor Vehicle Dealers Board Fund, together with other moneys appropriated to the Board, exceeds the amount required for the exercise of its powers and the performance of its duties under Chapter 4517. of the Revised Code and requests the Director to make the transfer.

622 767-615 Investigative Contraband and Forfeiture

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$462,837	\$213,747	\$239,651	\$404,111	\$404,111	\$404,111
	-53.8%	12.1%	68.6%	0.0%	0.0%

Source: SSR: Existing cash balances from the Liquor Enforcement Contraband, Forfeiture and Other Fund (Fund 863) and the Food Stamp Contraband, Forfeiture and Other Fund (Fund 4M3) were transferred into the Investigative Contraband, Forfeiture and Other Fund (Fund 622); in the course of some enforcement activity, cash and/or assets are seized and held as evidence; once a court determination is made, assets may be sold or destroyed; cash and asset forfeitures may then placed into this fund

Legal Basis: Section 13.04 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 2933.43(D)(1)(c)(ii) and 5502.14 (originally established by Am. Sub. H.B. 162 of the 121st G.A.; authority was transferred from the Department of Liquor Control and the Department of Human Services; Am. Sub. H.B. 163 of the 123rd G.A. combined the separate staffs into a single enforcement group)

Purpose: Moneys deposited to the credit of the fund must be used for enforcement activities related to liquor and food stamps contraband and forfeiture.

657 763-652 Utility Radiological Safety

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$838,873	\$918,234	\$996,792	\$1,260,000	\$1,260,000	\$1,260,000
	9.5%	8.6%	26.4%	0.0%	0.0%

Source: SSR: Utility Radiological Safety Board assessments against nuclear electric utilities to fund emergency response planning and preparedness

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4937.05 (originally established by Controlling Board in July 1988)

Purpose: Moneys deposited to the credit of the fund are used to enhance Ohio's radiological emergency response planning and preparedness in the following areas: evacuation, response, ingestion zone planning, training, exercises, equipment, and public education.

681 763-653 SARA Title III HAZMAT Planning

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$181,542	\$244,802	\$91,453	\$271,510	\$271,510	\$271,510
	34.8%	-62.6%	196.9%	0.0%	0.0%

Source: SSR: Grant funds received from the Emergency Response Commission

Legal Basis: Section 13.05 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 111 of the 118th G.A.)

Purpose: Moneys deposited to the credit of the fund consist of grants from the Emergency Response Commission, the fiscal agent of which is the Ohio EPA, to implement the Emergency Management Agency's responsibilities under Chapter 3750. of the Revised Code. These moneys support planning for hazardous and toxic chemical emergencies. The Superfund Amendments and Reauthorization Act (SARA), enacted in 1987, requires Hazardous Materials Emergency Response Plans to be prepared for the state and 87 planning districts.

850 767-628 Investigative Unit Salvage

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$120,000	\$120,000	\$120,000
	N/A	N/A	N/A	0.0%	0.0%

Source: SSR: Sale of salvaged equipment

Legal Basis: Section 13.04 of Am. Sub. H.B. 87 of the 125th G.A.

Purpose: Moneys deposited to the credit of the fund are used to purchase equipment for the Investigative Unit.

State Highway Safety Fund Group

036 761-321 Operating Expense - Information and Education

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$2,971,790	\$2,562,055	\$2,727,669	\$3,030,054	\$4,136,747	\$4,307,198
	-13.8%	6.5%	11.1%	36.5%	4.1%

Source: HSF: Motor vehicle fuel tax and other miscellaneous items

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.06 and 5502.02

Purpose: These moneys are appropriated to support various operating expenses of the Traffic Safety and Education Program Series, specifically two programs: the Governor's Highway Safety Office and Driver Training.

036 761-401 Lease Rental Payments

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$11,706,467	\$11,654,929	\$11,675,152	\$13,663,200	\$13,387,100	\$14,407,000
	-0.4%	0.2%	17.0%	-2.0%	7.6%

Source: HSF: Prorated rent dollars between the Bureau of Motor Vehicles and the Ohio State Highway Patrol determined according to the amount of space each occupies; the balance is paid from motor fuel tax

Legal Basis: Section 13.07 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 904 of the 119th G.A.)

Purpose: These moneys are appropriated for debt service to support the bonds issued for the Hilltop office building. Although the funding appears in the Department of Public Safety's Fund 036, 39% of the debt service is charged to the Department of Transportation and the balance is prorated between the State Highway Safety Fund (Fund 036) and the Bureau of Motor Vehicles Fund (Fund 4W4). Moneys are appropriated to cover the debt service for the Ohio State Highway Patrol's MARCS equipment.

036 761-402 Traffic Safety Match

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$277,137	\$277,137	\$277,137	\$277,137	\$277,137	\$277,137
	0.0%	0.0%	0.0%	0.0%	0.0%

Source: HSF: Motor vehicle fuel tax and motor vehicle related fees and revenues

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.06 and 5502.02 (originally established by Am. Sub. H.B. 656 of the 113th G.A.)

Purpose: These moneys are appropriated to match federal funds for the operation of the Federal Highway Safety Program (Fund 832).

036 764-033 Minor Capital Projects

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$1,587,361	\$2,468,343	\$1,696,149	\$1,786,370	\$1,250,000	\$1,250,000
	55.5%	-31.3%	5.3%	-30.0%	0.0%

Source: HSF: Motor vehicle fuel tax

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.06 and 5502.02 (originally established by Controlling Board in FY 1988)

Purpose: These moneys are appropriated to fund minor capital projects at Ohio State Highway Patrol posts.

036 764-321 Operating Expense - Highway Patrol

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$187,028,292	\$201,918,624	\$201,412,397	\$217,516,933	\$229,293,561	\$237,364,988
	8.0%	-0.3%	8.0%	5.4%	3.5%

Source: HSF: (1) Portion of the motor vehicle fuel tax (incrementally reduced beginning August 15, 2000 and phased out as of FY 2007 as a funding source for the Ohio State Highway Patrol), (2) motor vehicle license tax (which will provide increased funding as the motor fuel tax is phased out), and (3) other motor vehicle fees

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.06 and 5502.02

Purpose: These moneys are appropriated to cover the operating expenses of the Ohio State Highway Patrol.

036 764-605 Motor Carrier Enforcement Expenses

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$2,118,905	\$2,185,029	\$2,603,697	\$2,643,022	\$2,670,911
	N/A	3.1%	19.2%	1.5%	1.1%

Source: HSF: Motor vehicle fuel tax and other motor vehicle fees

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 405 of the 124th G.A.)

Purpose: These moneys are appropriated as the state match for the Ohio State Highway Patrol's enforcement of motor carrier laws.

036 766-321 Operating Expense - Administration

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$4,207,183	\$3,893,422	\$3,719,803	\$4,461,835	\$4,461,836	\$4,461,836
	-7.5%	-4.5%	19.9%	0.0%	0.0%

Source: HSF: Motor vehicle fuel tax and motor vehicle related fees

Legal Basis: Section 13.06 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: These moneys are appropriated to fund the operating costs of the Division of Administration, which provides support services for all other Divisions within the Department of Public Safety. Some areas under Administration include Information Technology, Human Resources, Fiscal Services and the Governor's Highway Safety Office.

4U0 762-638 Collegiate License Plate Program

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$612,931	\$700,225	\$0	\$0	\$0	\$0
	14.2%	-100.0%	N/A	N/A	N/A

Source: HSF: \$40 contribution

Legal Basis: Discontinued line item (originally established by Controlling Board on December 5, 1994 as a result of Am. Sub. H.B. 687 of the 120th G.A.)

Purpose: The Registrar paid each contribution received to the university or college whose name or marking or design appears on collegiate license plates that are issued to a person. A university or college that received contributions from the fund were required deposit the contributions into its general scholarship fund. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

4U2 762-641 Football Hall of Fame License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$52,748	\$38,490	\$0	\$0	\$0	\$0
	-27.0%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by Controlling Board on December 5, 1994 as a result of Am. Sub. H.B. 687 of the 120th G.A.)

Purpose: The Registrar paid each contribution to the Pro Football Hall of Fame, which was required to deposit the contributions into a special bank to be used exclusively for the purpose of promoting the Pro Football Hall of Fame as a travel destination. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

4W4 762-321 Operating Expense - BMV

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$61,936,876	\$63,058,000	\$70,120,400	\$70,152,893	\$77,257,480	\$73,702,629
	1.8%	11.2%	0.0%	10.1%	-4.6%

Source: HSF: (1) Motor vehicle license tax, (2) fees charged for dealer plates, (3) driver and vehicle registration abstracts, (4) driver licenses, (5) all investment earnings of the fund, and (6) other miscellaneous items

Legal Basis: Section 13.01 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.25

Purpose: Moneys deposited to the credit of the fund must be used to pay the expenses of administering the law relative to the powers and duties of the Registrar of Motor Vehicles. The moneys appropriated from the fund to this line item are used to pay the Bureau of Motor Vehicles' administrative costs.

4W4 762-410 Registrations Supplement

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$27,113,824	\$24,114,554	\$28,192,332	\$32,480,610	\$32,480,610	\$32,480,610
	-11.1%	16.9%	15.2%	0.0%	0.0%

Source: HSF: Motor vehicle license tax

Legal Basis: Section 13.01 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.25 and 4503.02

Purpose: Moneys deposited to the credit of the fund must be used to pay the expenses of administering the law relative to the powers and duties of the Registrar of Motor Vehicles. The moneys appropriated from the fund to this line item are used to defray the cost of manufacturing and distributing license plates and stickers, and to cover the cost of motor vehicle registration.

5AY 764-688 Traffic Safety Operating

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$0	\$2,017,825	\$3,082,962	\$1,999,437
	N/A	N/A	N/A	52.8%	-35.1%

Source: HSF: Moneys from the Department of Transportation's Highway Operating Fund Group (Fund 002, line item 772-422, Highway Construction - Federal)

Legal Basis: Originally established by Controlling Board on November 1, 2004

Purpose: Moneys deposited to the credit of the fund are used for the Ohio State Highway Patrol's personal services, maintenance, and equipment expenses related to a comprehensive traffic safety enforcement program in northern Ohio. Under the direction of the Governor's Office, the Department of Public Safety, the Department of Transportation, and the Ohio Turnpike Commission have partnered to provide a safety initiative on roadways that parallel the Ohio Turnpike.

5G8 762-668 Ohio CASA/GAL License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$252,174	\$235,882	\$0	\$0	\$0	\$0
	-6.5%	-100.0%	N/A	N/A	N/A

Source: HSF: Not to exceed a \$40 contribution

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 224 of the 122nd G.A.)

Purpose: The Registrar paid each contribution to the Ohio CASA/GAL Association, which was to use those contributions to pay the expenses it incurs in administering a program to secure the proper representation in the courts of this state of abused, neglected, and dependent children, and for the training and supervision of persons participating in that program. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5G9 762-669 Rotary International License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$10,296	\$9,661	\$0	\$0	\$0	\$0
	-6.2%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 224 of the 122nd G.A.)

Purpose: The Registrar was required to pay the contributions the Registrar received to the Rotary Foundation, to be placed in a fund known as the permanent fund and used to endow educational and humanitarian programs of the Rotary Foundation. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5J0 762-670 Pro Sports Team License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$116,239	\$117,955	\$0	\$0	\$0	\$0
	1.5%	-100.0%	N/A	N/A	N/A

Source: HSF: \$25 contribution

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 462 of the 122nd G.A.)

Purpose: The Registrar was required to pay to a sports commission created pursuant to section 4503.591 of the Revised Code each contribution the Registrar received under section 4503.591 of the Revised Code that an applicant paid to obtain license plates that bear the logo of a professional sports team located in the county of that sports commission and that was participating in the license plate program established by section 4503.591 of the Revised Code, irrespective of the county of residence of an applicant. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5J1 762-671 Boy Scouts License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$11,499	\$12,093	\$0	\$0	\$0	\$0
	5.2%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 462 of the 122nd G.A.)

Purpose: The Registrar was required to pay the Dan Beard Council all contributions that were paid by applicants who obtained license plates that bear the logo of the Boy Scouts of America, and the Council was to distribute all contributions in an equitable manner throughout the state to regional councils of the Boy Scouts. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5J2 762-672 Girl Scouts License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$4,880	\$4,741	\$0	\$0	\$0	\$0
	-2.8%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 462 of the 122nd G.A.)

Purpose: The Registrar was required to pay the contributions the Registrar received to the Great River Council of the Girl Scouts of the United States of America, and the Council was to then distribute all contributions in an equitable manner throughout the state to regional councils of the Girl Scouts. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5J3 762-673 Eagle Scouts License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$16,288	\$19,069	\$0	\$0	\$0	\$0
	17.1%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 462 of the 122nd G.A.)

Purpose: The Registrar was required to pay the Dan Beard Council all contributions that were paid by applicants who obtained license plates that bear the logo of the Eagle Scouts, and the council was then to distribute all contributions in an equitable manner throughout the state to regional councils of the Boy Scouts. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5J4 762-674 FOP License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$10,233	\$10,948	\$0	\$0	\$0	\$0
	7.0%	-100.0%	N/A	N/A	N/A

Source: HSF: \$2 additional fee assessed for interested members of the Fraternal Order of Police

Legal Basis: Discontinued line item (originally established in ORC 4503.40 which created an administrative process; reestablished by Am. Sub. H.B. 224 of the 122nd G.A.)

Purpose: The fees deposited in the fund were paid to the Fraternal Order of Police of Ohio, Incorporated, which deposited the fees into its general account to be used for purposes of the Fraternal Order of Police of Ohio, Incorporated. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5J5 762-675 FOP Associates License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$11,297	\$12,542	\$0	\$0	\$0	\$0
	11.0%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 462 of the 122nd G.A.)

Purpose: The Registrar paid the contributions the Registrar received to the Fraternal Order of Police of Ohio, Incorporated, which was to deposit the contributions into an account that it created to be used for the purpose of advancing and protecting the law enforcement profession, promoting improved law enforcement methods, and teaching respect for law and order. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5J6 762-677 Ducks Unlimited License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$23,709	\$27,829	\$0	\$0	\$0	\$0
	17.4%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by S.B. 33 of the 123rd G.A.)

Purpose: The Registrar was required to pay the contributions the Registrar received to the State of Ohio Chapter of Ducks Unlimited, Inc., which was to deposit the contributions into a special bank account that it established to be used exclusively for the purpose of protecting, enhancing, restoring, and managing wetlands and conserving wildlife habitat. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5M7 762-679 Future Farmers of America License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$8,594	\$12,218	\$0	\$0	\$0	\$0
	42.2%	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by S.B. 259 of the 123rd G.A.)

Purpose: The Registrar was required to pay the contributions the Registrar received to the Future Farmers of America Foundation, which was to deposit the contributions into its general account to be used for educational and scholarship purposes of the Future Farmers of America Foundation. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5Q2 762-680 Leader in Flight License Plates

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$9,790	\$0	\$0	\$0	\$0
	N/A	-100.0%	N/A	N/A	N/A

Source: HSF: \$15 contribution

Legal Basis: Discontinued line item (originally established by Sub. H.B. 73 of the 124th G.A.)

Purpose: Contributions deposited in the fund were to be paid to Wright B. Flyer, Incorporated, which was to deposit the fees into its general account to be used for purposes of Wright B. Flyer, Incorporated. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

5V1 762-682 License Plate Contributions

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$0	\$1,306,705	\$2,388,568	\$2,388,568	\$2,388,568
	N/A	N/A	82.8%	0.0%	0.0%

Source: HSF: (1) Contributions for specialty license plates, and (2) all investment earnings of the fund

Legal Basis: Section 13.01 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.21

Purpose: Contributions are paid to the various organizations for which contributions have been made by vehicle owners purchasing specialty plates. Am. Sub. H.B. 87 of the 125th G.A. eliminated individual funds for specialty license plates and merged them into a single fund: the License Plate Contribution Fund (Fund 5V1).

830 761-603 Salvage & Exchange - Administration

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$21,650	\$0	\$22,070	\$22,070	\$22,070
	N/A	-100.0%	N/A	0.0%	0.0%

Source: HSF: (1) Proceeds from the sale of motor vehicles and related equipment, and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.10 (originally established by Controlling Board in FY 1974)

Purpose: Moneys deposited to the credit of the fund may only be used to purchase replacement motor vehicles and related equipment.

831 761-610 Information & Education - Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$81,706	\$153,805	\$126,780	\$468,982	\$468,982	\$468,982
	88.2%	-17.6%	269.9%	0.0%	0.0%

Source: HSF: (1) CFDA 20.600, State and Community Highway Safety (Section 402 grants), and (2) all investment earnings of the fund

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.08 (originally established by Controlling Board in FY 1968)

Purpose: These federal dollars are used to reimburse moneys spent on selective enforcement projects. Moneys are directed into programs that promote highway safety by reducing traffic accidents, deaths, injuries and property damage.

831 764-610 Patrol - Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$2,086,149	\$2,805,807	\$2,210,760	\$5,020,955	\$2,430,950	\$2,455,484
	34.5%	-21.2%	127.1%	-51.6%	1.0%

Source: HSF: (1) CFDA 20.600, State and Community Safety (Section 402 grants), and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: These moneys are appropriated for selective enforcement projects that are fully reimbursed by the federal government, including a program that reimburses overtime by troopers working to reduce the number of alcohol-related traffic accident fatalities.

831 764-659 Transportation Enforcement - Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$4,098,920	\$3,997,158	\$3,898,118	\$4,738,515	\$4,880,671	\$5,027,091
	-2.5%	-2.5%	21.6%	3.0%	3.0%

Source: HSF: CFDA 20.218, Motor Carrier Safety Assistance Program (MCSAP)

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

Purpose: These appropriated moneys represent a portion of the Public Utilities Commission's Motor Carrier Safety Fund (Fund 350). These federal funds are used to administer the Motor Carrier Safety Program which enforces both federal and state laws pertaining to the safe operation of commercial motor vehicles. To receive the grant, the state must contribute 20% of total costs, and use the funds to enhance the program, not to support existing activities. Moneys are also used for hazardous materials training and covert operations.

831 765-610 EMS/Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$149,553	\$315,033	\$381,737	\$5,575,062	\$582,007	\$582,007
	110.6%	21.2%	1360.4%	-89.6%	0.0%

Source: HSF: (1) CFDA 20.600, State and Community Highway Safety (Section 402 grants), and (2) all investment earnings of the fund

Legal Basis: Section 13.03 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 107 of the 121st G.A.)

Purpose: These moneys are appropriated for selective projects that that promote highway safety by reducing deaths, injuries, and property damage and are fully reimbursed by the federal government.

831 767-610 Liquor Enforcement - Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$114,524	\$283,752	\$329,773	\$514,184	\$514,184	\$514,184
	147.8%	16.2%	55.9%	0.0%	0.0%

Source: HSF: CFDA 20.600, State and Community Highway Safety (Section 402 grants)

Legal Basis: Section 13.04 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Controlling Board on November 14, 1994)

Purpose: These federal moneys are used to reimburse overtime expenses for liquor agents and first level supervisors participating in directed enforcement through sobriety checkpoints to cause a reduction in alcohol-related traffic accident fatalities.

831 769-610 Food Stamp Trafficking Enforcement - Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$862,323	\$878,526	\$813,577	\$817,177	\$992,920	\$1,032,135
	1.9%	-7.4%	0.4%	21.5%	3.9%

Source: HSF: CFDA 10.561, State Administrative Matching Grants for Food Stamp Administration

Legal Basis: Section 13.04 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 5502.15 (originally established by Am. Sub. S.B. 162 of the 121st G.A.)

Purpose: These federal moneys represent a portion of the Department of Job and Family Services' Fund 384, line item 600-610, Food Stamps and State Administration, which are used to pay the state and county departments of job and family services' costs of administering the food stamp trafficking enforcement operations. The Department of Public Safety's state share is contained in GRF line item 769-321, Food Stamp Trafficking Enforcement Operations.

832 761-612 Traffic Safety - Federal

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$11,581,161	\$11,124,213	\$11,694,116	\$16,577,565	\$16,577,565	\$16,577,565
	-3.9%	5.1%	41.8%	0.0%	0.0%

Source: HSF: CFDA 20.600, State and Community Highway Safety (Section 402 grants)

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.09 (originally established by Am. Sub. H.B. 102 of the 114th G.A.)

Purpose: These federal funds are used to operate the Governor's Highway Safety Office. In addition, this fund is used to pass through federal traffic safety funds to other state agencies and local governments. The required 50% state match is appropriated in Fund 036, line item 761-402, Traffic Safety Match.

835 762-616 Financial Responsibility Compliance

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$4,020,503	\$4,307,503	\$4,692,210	\$6,551,535	\$6,551,535	\$6,551,535
	7.1%	8.9%	39.6%	0.0%	0.0%

Source: HSF: (1) \$75 fee for a first offense paid by operators whose licenses have been suspended for failure to provide proof of financial responsibility; a second offense is \$250, and a third or subsequent offense is \$500, and (2) all investment earnings of the fund

Legal Basis: Section 13.01 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4509.101(E) (originally established by Am. Sub. S.B. 250 of the 114th G.A.)

Purpose: The fund is exclusively to cover costs incurred by the Bureau of Motor Vehicles in the administration of sections 4509.101, 4503.20, 4507.212 [4507.21.2], and 4509.81 of the Revised Code, and by any law enforcement agency employing any peace officer who returns any license, certificate of registration, and license plates to the Registrar pursuant to division (C) of section 4509., except that the Director of Budget and Management may transfer excess money from the Financial Responsibility Compliance Fund to the State Bureau of Motor Vehicles Fund if the Registrar determines that the amount of money in the Financial Responsibility Compliance Fund exceeds the amount required to cover such costs incurred by the Bureau or a law enforcement agency and requests the Director to make the transfer.

837 764-602 Turnpike Policing

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$8,100,939	\$10,367,913	\$8,792,191	\$9,653,030	\$9,942,621	\$10,240,900
	28.0%	-15.2%	9.8%	3.0%	3.0%

Source: HSF: (1) Reimbursement by the Ohio Turnpike Commission, and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 5503.32

Purpose: Moneys deposited to the credit of the fund must be used for the costs incurred by the Ohio State Highway Patrol in policing turnpike projects, including, but not limited to, the salaries of employees of the patrol assigned to the policing, the current costs of funding retirement pensions for the employees of the patrol and of providing workers' compensation for them, the cost of training Ohio State Highway Patrol troopers and radio operators assigned to turnpike projects, and the cost of equipment and supplies used by the patrol in such policing, and of housing for such troopers and radio operators, to the extent that the equipment, supplies, and housing are not directly furnished by the Ohio Turnpike Commission.

838 764-606 Patrol Reimbursement

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$120,482	\$121,908	\$89,761	\$222,108	\$222,108	\$222,108
	1.2%	-26.4%	147.4%	0.0%	0.0%

Source: HSF: Each deputy registrar assigned to a driver's license examining station by the Registrar of Motor Vehicles as provided in section 4507.01 of the Revised Code remits to the Superintendent of the Ohio State Highway Patrol a rental fee equal to the percentage of space occupied by the deputy registrar in the driver's license examining station multiplied by the rental fee paid for the entire driver's license examining station plus a pro rata share of all utility costs

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4507.011(A) (originally established by Am. Sub. H.B. 58 of the 115th G.A.)

Purpose: Moneys deposited to the credit of the fund may be used by the Ohio State Highway Patrol Funds only to pay the rent and expenses of the driver's license examining stations.

83C 764-630 Contraband, Forfeiture, Other

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$460,185	\$1,869,063	\$373,339	\$622,894	\$622,894	\$622,894
	306.2%	-80.0%	66.8%	0.0%	0.0%

Source: HSF: (1) Proceeds from the sale of assets seized in criminal narcotic arrests, and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 2933.43(D)(1)(c)(ii)

Purpose: Moneys deposited to the credit of the fund must be used for drug law enforcement activities.

83F 764-657 Law Enforcement Automated Data System

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$4,363,506	\$6,821,614	\$6,608,647	\$7,111,198	\$7,324,524	\$7,544,260
	56.3%	-3.1%	7.6%	3.0%	3.0%

Source: HSF: (1) Monthly user fees from criminal justice agencies in Ohio, and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.18 and 5503.10 (originally established by Am. Sub. S.B. 336 of the 118th G.A., which transferred LEADS from DAS)

Purpose: Moneys deposited to the credit of the fund are used solely to operate and maintain the Law Enforcement Automated Data System (LEADS), a computer communications network. This network allows local, state, and federal law enforcement agencies to access information on vehicle registration, titling, licensing, outstanding warrants, stolen vehicles, wanted and missing persons, individual criminal histories, and emergency data.

83G 764-633 OMVI Enforcement/Education

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$619,739	\$471,847	\$512,768	\$820,927	\$820,927	\$820,927
	-23.9%	8.7%	60.1%	0.0%	0.0%

Source: HSF: Fine moneys received by the Ohio State Highway Patrol pursuant to section 4511.19 of the Revised Code (driving while under the influence of alcohol or drugs or with certain concentration of alcohol in bodily substances)

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.17 (originally established by Controlling Board on May 29, 1990)

Purpose: Moneys deposited to the credit of the fund are required to be used by the Ohio State Highway Patrol to enforce section 4511.19 of the Revised Code and to conduct programs to inform the public of the dangers of, and laws governing, the operation of motor vehicles while under the influence of alcohol.

83M 765-624 Operating Expenses - EMS

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$2,069,232	\$2,082,175	\$1,962,573	\$2,587,627	\$9,354,361	\$9,354,361
	0.6%	-5.7%	31.8%	261.5%	0.0%

Source: HSF: (1) Currently 28% of the fine money generated from the enforcement of the mandatory seat belt law, and (2) starting with FY 2006, the executive budget recommends depositing the 8% of that revenue stream currently being deposited in the Seat Belt Education Fund (Fund 844), the 8% of that revenue stream being deposited in the Elementary School Program Fund (Fund 83N), and the 54% of that revenue stream being deposited in the Trauma and Emergency Medical Services Grants Fund (Fund 83P) be deposited in Fund 83M and those other three funds be abolished (means that Fund 83M would be receiving 98% of the fine money generated from the enforcement of the mandatory seat belt law)

Legal Basis: Section 13.03 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4513.263(E)(4) (originally established by Controlling Board on October 26, 1992 as a result of Am. Sub. S.B. 98 of the 119th G.A.)

Purpose: Moneys currently deposited to the credit of the fund must be used for the administration of the Division of Emergency Medical Services and the State Board of Emergency Medical Services. Under the executive budget, the fund would also absorb the moneys currently credited to the Elementary School Program Fund (Fund 83N), the Trauma and Emergency Medical Services Grants Fund (Fund 83P), and the Seat Belt Education Fund (Fund 844). That merged revenue stream would then be used to: (1) pay the administrative costs of the Division of Emergency Medical Services and the State Board of Emergency Medical Services, (2) administer establish a seat belt education program, (3) establish and administer elementary school programs that encourage seat safety belt use, and (4) distribute moneys to local governments in the form of grants for training and the purchase of EMS equipment.

83N 761-611 Elementary School Seat Belt Program

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$259,563	\$217,057	\$215,634	\$447,895	\$0	\$0
	-16.4%	-0.7%	107.7%	-100.0%	N/A

Source: HSF: (1) Currently 8% of the fine money generated from the enforcement of the mandatory seat belt law, and (2) starting with FY 2006, the executive budget recommends depositing that revenue stream in Fund 83M and the fund be abolished

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4513.263(E)(2) (originally established by Controlling Board on October 26, 1992 as a result of Am. Sub. S.B. 98 of the 119th G.A.)

Purpose: Currently, the moneys deposited to the credit of the fund must be used to establish and administer elementary school programs that encourage seat safety belt use. Under the executive budget, these moneys and their purpose would be moved into the EMS Operating Expenses Fund, Fund 83M.

83P 765-637 EMS Grants

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$4,937,925	\$5,850,693	\$8,611,585	\$5,836,744	\$0	\$0
	18.5%	47.2%	-32.2%	-100.0%	N/A

Source: HSF: (1) Currently 54% of the fine money generated from the enforcement of the mandatory seat belt law, and (2) starting with FY 2006, the executive budget recommends depositing that revenue stream in Fund 83M and the fund be abolished

Legal Basis: Section 13.03 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4513.263(E)(5) (originally established by Controlling Board on October 26, 1992 as a result of Am. Sub. S.B. 98 of the 119th G.A. and amended by H.B. 138 of the 123rd G.A.)

Purpose: Currently, the moneys deposited to the credit of the fund are distributed in the form of grants to local governments for training and the purchase of EMS equipment. Under the executive budget, these moneys and their purpose would be moved into the EMS Operating Expenses Fund, Fund 83M.

83R 762-639 Local Immobilization Reimbursement

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$607,040	\$588,219	\$621,905	\$850,000	\$850,000	\$850,000
	-3.1%	5.7%	36.7%	0.0%	0.0%

Source: HSF: (1) \$100 immobilization fee, and (2) all investment earnings of the fund

Legal Basis: Section 13.01 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.19 (originally established by Am. Sub. H.B. 154 of the 120th G.A.)

Purpose: Moneys are used to reimburse local law enforcement agencies for costs incurred for impoundment, immobilization, and forfeiture procedures for state OMVI (operating a motor vehicle under the influence) offenses. However, the Director of Budget and Management may transfer excess money from Fund 83R to the Bureau of Motor Vehicles Fund if the Registrar determines that the amount of money in Fund 83R exceeds the amounts required to be paid by division (A)(5) of section 4503.233 of the Revised Code, and the Registrar requests the Director to make the transfer.

840 764-607 State Fair Security

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$1,326,833	\$1,274,333	\$1,269,284	\$1,496,283	\$1,496,283	\$1,496,283
	-4.0%	-0.4%	17.9%	0.0%	0.0%

Source: HSF: (1) Fines collected from or money arising from bonds or bail forfeited by persons apprehended or arrested by Ohio State Highway Patrol troopers, and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.11(B)(4) (originally established by Am. Sub. H.B. 656 of the 113th G.A.)

Purpose: These moneys are used by the Ohio State Highway Patrol for security and parking duties at the Ohio State Fair.

840 764-617 Security and Investigations

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$5,643,478	\$7,110,683	\$7,968,434	\$8,145,192	\$8,145,192	\$8,145,192
	26.0%	12.1%	2.2%	0.0%	0.0%

Source: HSF: (1) Fines collected from or money arising from bonds or bail forfeited by persons apprehended or arrested by Ohio State Highway Patrol troopers, and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.11(B)(1) (originally established by Am. Sub. H.B. 373 of the 115th G.A.)

Purpose: These moneys are used to: (1) provide security for the Governor, other officials and dignitaries, the Capitol Square, and other state property pursuant to division (E) of section 5503.02 of the Revised Code, (2) undertake major criminal investigations that involve state property interests, and (3) coordinate homeland security activities.

840 764-626 State Fairgrounds Police Force

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$721,938	\$711,424	\$646,957	\$788,375	\$788,375	\$788,375
	-1.5%	-9.1%	21.9%	0.0%	0.0%

Source: HSF: (1) Ohio Exposition Commission moneys, (2) fines collected from or money arising from bonds or bail forfeited by persons apprehended or arrested by Ohio State Highway Patrol troopers, and (3) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.11(B)(3)

Purpose: These moneys are used to provide traffic control and security for the Ohio Expositions Commission on a full-time, year-round basis.

840 764-667 Security Assessment

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$103,829	\$119,151	\$7,260	\$0	\$0	\$0
	14.8%	-93.9%	-100.0%	N/A	N/A

Source: HSF: (1) Fines collected from or money arising from bonds or bail forfeited by persons apprehended or arrested by Ohio State Highway Patrol troopers, and (2) all investment earnings of the fund

Legal Basis: Discontinued line item (originally established by Am. Sub. H.B. 215 of the 122nd G.A.)

Purpose: These moneys were used to fund one full-time Security Specialist to provide security recommendations to state agencies for state owned or leased facilities. Moneys were appropriated for this purpose based upon a recommendation of the Building Security Review Committee.

841 764-603 Salvage and Exchange - Highway Patrol

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$2,426,434	\$3,254,253	\$1,899,691	\$2,374,101	\$1,305,954	\$1,339,399
	34.1%	-41.6%	25.0%	-45.0%	2.6%

Source: HSF: (1) Proceeds from the sale of salvaged automobiles and equipment, and (2) all investment earnings of the fund

Legal Basis: Section 13.02 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.10 (originally established by Controlling Board in FY 1974)

Purpose: Moneys deposited to the credit of the fund may only be used to purchase replacement motor vehicles and related equipment.

844 761-613 Seat Belt Education Program

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$254,799	\$185,693	\$303,728	\$482,095	\$0	\$0
	-27.1%	63.6%	58.7%	-100.0%	N/A

Source: HSF: (1) Currently 8% of the fine money generated from the enforcement of the mandatory seat belt law, and (2) starting with FY 2006, the executive budget recommends depositing that revenue stream in Fund 83M and the fund be abolished

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4513.263(E)(1) (originally established by Controlling Board on October 26, 1992 as a result of Am. Sub. S.B. 98 of the 119th G.A.)

Purpose: Currently, the moneys deposited to the credit of the fund must be used to establish a seat belt education program. Under the executive budget, these moneys and their purpose would be moved into the EMS Operating Expenses Fund, Fund 83M.

846 761-625 Motorcycle Safety Education

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$1,119,896	\$1,337,611	\$1,601,322	\$2,422,868	\$2,299,204	\$2,391,172
	19.4%	19.7%	51.3%	-5.1%	4.0%

Source: HSF: \$6 of each motorcycle registration fee

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.13 (originally established by Am. Sub. H.B. 291 of the 117th G.A.)

Purpose: Unless otherwise provided by law, moneys deposited to the credit of the fund are to be used solely to pay part or all of the costs of conducting the motorcycle safety and education program created by section 4508.08 of the Revised Code.

847 761-622 Film Production Reimbursement

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$5,843	\$2,491	\$1,185	\$513	\$0	\$0
	-57.4%	-52.4%	-56.7%	-100.0%	N/A

Source: HSF: Moneys received from other agencies for services and supplies provided for the production of public service announcements, media materials, and training materials

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4501.35 (originally established by Am. Sub. H.B. 419 of the 117th G.A.)

Purpose: Moneys deposited to the credit of the fund may only be expended for supplies and maintenance of equipment necessary to perform such services. Under the executive budget, this fund would be repealed.

849 762-627 Automated Title Processing Board

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$5,478,526	\$7,836,178	\$7,614,940	\$26,076,349	\$12,818,675	\$13,146,218
	43.0%	-2.8%	242.4%	-50.8%	2.6%

Source: HSF: (1) \$2 of each vehicle title fee (ORC 4505.09(B)(3)), (2) \$1 of each watercraft title fee (ORC 1548.10), (3) \$2 of each certificate title for off-highway motor vehicles and all-purpose vehicles (ORC 4519.59), and (4) all investment earnings of the fund

Legal Basis: Section 13.01 of Am. Sub. H.B. 87 of the 125th G.A.; ORC 4505.09(B)(3) (originally established by Am. Sub. H.B. 419 of the 117th G.A.)

Purpose: Moneys deposited to the credit of the fund must be used to: (1) implement and maintain an automated title processing system for the issuance of motor vehicle, off-highway motorcycle, and all-purpose vehicle certificates of title in the offices of the clerks of the courts of common pleas, (2) issue marine certificates of title in the offices of the clerks of the courts of common pleas as provided in Chapter 1548. of the Revised Code, and (3) to implement Sub. S.B. 59 of the 124th General Assembly.

Liquor Control Fund Group

043 767-321 Liquor Enforcement - Operations

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$8,624,179	\$9,384,661	\$9,630,101	\$9,825,597	\$10,120,365	\$10,423,976
	8.8%	2.6%	2.0%	3.0%	3.0%

Source: LCF: Liquor sales from the Liquor Control Fund

Legal Basis: Section 13.04 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

Purpose: Moneys deposited to the credit of the fund are used for personnel costs associated with the enforcement of liquor laws.

Agency Fund Group

5J9 761-678 Federal Salvage/GSA

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$86,655	\$3,113	\$1,234	\$100,000	\$100,000	\$100,000
	-96.4%	-60.4%	8003.7%	0.0%	0.0%

Source: AGY: Moneys provided by local government for purchases made on their behalf

Legal Basis: Section 13 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Controlling Board on September 27, 1999)

Purpose: Moneys deposited to the credit of the fund are used to make purchases on behalf of local governments participating in a federal salvage program.

Holding Account Redistribution Fund Group

R24 762-619 Unidentified Public Safety Receipts

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$1,709,849	\$1,294,396	\$1,333,118	\$1,850,005	\$1,885,000	\$1,885,000
	-24.3%	3.0%	38.8%	1.9%	0.0%

Source: 090: (1) Currently moneys received by the Bureau of Motor Vehicles that are provisional in nature or for which proper identification or disposition cannot immediately be determined (deputy registrar receipts, reinstatement, abstracts, contingent money for licenses or inspection fees, photographic copies, accident reports and similar evidentiary material, and other miscellaneous fees), and (2) all investment earnings of the fund; most of the receipts are eventually transferred to Fund 051, Auto Registration Distribution, for distribution to the taxing districts

Legal Basis: ORC 4501.26

Purpose: Refunds and other disbursements from the fund shall be made once proper identification and disposition is determined. Under the executive budget, the Patrol Fee Refunds Fund (Fund R27) would be abolished and its cash and purpose transferred to Fund R24.

R27 764-608 Patrol Fee Refunds

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$18,441	\$11,782	\$19,580	\$35,000	\$0	\$0
	-36.1%	66.2%	78.8%	-100.0%	N/A

Source: 090: (1) Contingent money received by the Ohio State Highway Patrol for licenses or inspection fees, copies of photographs, accident reports, and similar evidentiary material; or for performing other services, and (2) all investment earnings of the fund

Legal Basis: ORC 4501.12 (originally established by Controlling Board in FY 1969)

Purpose: Fund is used to make refunds of such money to the appropriate individual, agency, or fund. Under the executive budget, Fund R27 would be abolished and its cash and purpose transferred to Fund R24.

R52 762-623 Security Deposits

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$70,885	\$178,608	\$214,511	\$251,375	\$250,000	\$250,000
	152.0%	20.1%	17.2%	-0.5%	0.0%

Source: 090: (1) All security deposits that the Registrar of Motor Vehicles requires to be paid under section 4509.12 of the Revised Code, and (2) all investment earnings on the cash balance in the fund

Legal Basis: ORC 4509.27

Purpose: Moneys in the fund may be applied only to the payment of a judgment for damages arising out of an accident as provided in section 4509.28 of the Revised Code and to the return of security deposits as provided in sections 4509.25 and 4509.29 of the Revised Code.

LSC Budget Spreadsheet by Line Item, FY 2006 - FY 2007

Fund	ALI	ALI Title	2004	Estimated 2005	Executive 2006	% Change 2005 to 2006	Executive 2007	% Change 2006 to 2007
DHS Public Safety, Department of								
4S2	764-660	MARCS Maintenance	\$ 207,426	\$237,210	\$ 252,432	6.4%	\$ 262,186	3.9%
4S3	766-661	Hilltop Utility Reimbursement	\$ 182,191	\$500,000	\$ 500,000	0.0%	\$ 500,000	0.0%
533	763-601	State Disaster Relief	\$ 7,096,550	\$7,500,000	\$ 0	-100.0%	\$ 0	N/A
General Services Fund Group Total			\$ 7,486,167	\$ 8,237,210	\$ 752,432	-90.9%	\$ 762,186	1.3%
329	763-645	Federal Mitigation Program	\$ 0	\$303,504	\$ 303,504	0.0%	\$ 303,504	0.0%
337	763-609	Federal Disaster Relief - State Assistance	\$ 27,205,888	\$20,935,780	\$ 27,269,140	30.3%	\$ 27,280,000	0.0%
339	763-647	Emergency Management Assistance and Training	\$ 31,094,780	\$129,622,000	\$ 129,622,000	0.0%	\$ 129,622,000	0.0%
3N5	763-644	US DOE Agreement	\$ 133,373	\$275,000	\$ 275,000	0.0%	\$ 275,000	0.0%
Federal Special Revenue Fund Group Total			\$ 58,434,041	\$ 151,136,284	\$ 157,469,644	4.2%	\$ 157,480,504	0.0%
4V3	763-662	EMA Service and Reimbursement	\$ 427,681	\$696,446	\$ 696,446	0.0%	\$ 696,446	0.0%
539	762-614	Motor Vehicle Dealers Board	\$ 85,947	\$239,902	\$ 239,902	0.0%	\$ 239,902	0.0%
622	767-615	Investigative Contraband and Forfeiture	\$ 239,651	\$404,111	\$ 404,111	0.0%	\$ 404,111	0.0%
657	763-652	Utility Radiological Safety	\$ 996,792	\$1,260,000	\$ 1,260,000	0.0%	\$ 1,260,000	0.0%
681	763-653	SARA Title III HAZMAT Planning	\$ 91,453	\$271,510	\$ 271,510	0.0%	\$ 271,510	0.0%
850	767-628	Investigative Unit Salvage	\$ 0	\$120,000	\$ 120,000	0.0%	\$ 120,000	0.0%
State Special Revenue Fund Group Total			\$ 1,841,524	\$ 2,991,969	\$ 2,991,969	0.0%	\$ 2,991,969	0.0%
036	761-321	Operating Expense - Information and Education	\$ 2,727,669	\$3,030,054	\$ 4,136,747	36.5%	\$ 4,307,198	4.1%
036	761-401	Lease Rental Payments	\$ 11,675,152	\$13,663,200	\$ 13,387,100	-2.0%	\$ 14,407,000	7.6%
036	761-402	Traffic Safety Match	\$ 277,137	\$277,137	\$ 277,137	0.0%	\$ 277,137	0.0%
036	764-033	Minor Capital Projects	\$ 1,696,149	\$1,786,370	\$ 1,250,000	-30.0%	\$ 1,250,000	0.0%
036	764-321	Operating Expense - Highway Patrol	\$ 201,412,397	\$217,516,933	\$ 229,293,561	5.4%	\$ 237,364,988	3.5%
036	764-605	Motor Carrier Enforcement Expenses	\$ 2,185,029	\$2,603,697	\$ 2,643,022	1.5%	\$ 2,670,911	1.1%
036	766-321	Operating Expense - Administration	\$ 3,719,803	\$4,461,835	\$ 4,461,836	0.0%	\$ 4,461,836	0.0%
4W4	762-321	Operating Expense - BMV	\$ 70,120,400	\$70,152,893	\$ 77,257,480	10.1%	\$ 73,702,629	-4.6%
4W4	762-410	Registrations Supplement	\$ 28,192,332	\$32,480,610	\$ 32,480,610	0.0%	\$ 32,480,610	0.0%
5AY	764-688	Traffic Safety Operating	----	\$2,017,825	\$ 3,082,962	52.8%	\$ 1,999,437	-35.1%
5V1	762-682	License Plate Contributions	\$ 1,306,705	\$2,388,568	\$ 2,388,568	0.0%	\$ 2,388,568	0.0%

LSC Budget Spreadsheet by Line Item, FY 2006 - FY 2007

Fund	ALI	ALI Title	2004	Estimated 2005	Executive 2006	% Change 2005 to 2006	Executive 2007	% Change 2006 to 2007
DHS Public Safety, Department of								
830	761-603	Salvage & Exchange - Administration	\$ 0	\$22,070	\$ 22,070	0.0%	\$ 22,070	0.0%
831	761-610	Information & Education - Federal	\$ 126,780	\$468,982	\$ 468,982	0.0%	\$ 468,982	0.0%
831	764-610	Patrol - Federal	\$ 2,210,760	\$5,020,955	\$ 2,430,950	-51.6%	\$ 2,455,484	1.0%
831	764-659	Transportation Enforcement - Federal	\$ 3,898,118	\$4,738,515	\$ 4,880,671	3.0%	\$ 5,027,091	3.0%
831	765-610	EMS/Federal	\$ 381,737	\$5,575,062	\$ 582,007	-89.6%	\$ 582,007	0.0%
831	767-610	Liquor Enforcement - Federal	\$ 329,773	\$514,184	\$ 514,184	0.0%	\$ 514,184	0.0%
831	769-610	Food Stamp Trafficking Enforcement - Federal	\$ 813,577	\$817,177	\$ 992,920	21.5%	\$ 1,032,135	3.9%
832	761-612	Traffic Safety - Federal	\$ 11,694,116	\$16,577,565	\$ 16,577,565	0.0%	\$ 16,577,565	0.0%
835	762-616	Financial Responsibility Compliance	\$ 4,692,210	\$6,551,535	\$ 6,551,535	0.0%	\$ 6,551,535	0.0%
837	764-602	Turnpike Policing	\$ 8,792,191	\$9,653,030	\$ 9,942,621	3.0%	\$ 10,240,900	3.0%
838	764-606	Patrol Reimbursement	\$ 89,761	\$222,108	\$ 222,108	0.0%	\$ 222,108	0.0%
83C	764-630	Contraband, Forfeiture, Other	\$ 373,339	\$622,894	\$ 622,894	0.0%	\$ 622,894	0.0%
83F	764-657	Law Enforcement Automated Data System	\$ 6,608,647	\$7,111,198	\$ 7,324,524	3.0%	\$ 7,544,260	3.0%
83G	764-633	OMVI Enforcement/Education	\$ 512,768	\$820,927	\$ 820,927	0.0%	\$ 820,927	0.0%
83M	765-624	Operating Expenses - EMS	\$ 1,962,573	\$2,587,627	\$ 9,354,361	261.5%	\$ 9,354,361	0.0%
83N	761-611	Elementary School Seat Belt Program	\$ 215,634	\$447,895	\$ 0	-100.0%	\$ 0	N/A
83P	765-637	EMS Grants	\$ 8,611,585	\$5,836,744	\$ 0	-100.0%	\$ 0	N/A
83R	762-639	Local Immobilization Reimbursement	\$ 621,905	\$850,000	\$ 850,000	0.0%	\$ 850,000	0.0%
840	764-607	State Fair Security	\$ 1,269,284	\$1,496,283	\$ 1,496,283	0.0%	\$ 1,496,283	0.0%
840	764-617	Security and Investigations	\$ 7,968,434	\$8,145,192	\$ 8,145,192	0.0%	\$ 8,145,192	0.0%
840	764-626	State Fairgrounds Police Force	\$ 646,957	\$788,375	\$ 788,375	0.0%	\$ 788,375	0.0%
840	764-667	Security Assessment	\$ 7,260	\$0	\$ 0	N/A	\$ 0	N/A
841	764-603	Salvage and Exchange - Highway Patrol	\$ 1,899,691	\$2,374,101	\$ 1,305,954	-45.0%	\$ 1,339,399	2.6%
844	761-613	Seat Belt Education Program	\$ 303,728	\$482,095	\$ 0	-100.0%	\$ 0	N/A
846	761-625	Motorcycle Safety Education	\$ 1,601,322	\$2,422,868	\$ 2,299,204	-5.1%	\$ 2,391,172	4.0%
847	761-622	Film Production Reimbursement	\$ 1,185	\$513	\$ 0	-100.0%	\$ 0	N/A
849	762-627	Automated Title Processing Board	\$ 7,614,940	\$26,076,349	\$ 12,818,675	-50.8%	\$ 13,146,218	2.6%

LSC Budget Spreadsheet by Line Item, FY 2006 - FY 2007

Fund	ALI	ALI Title	2004	Estimated 2005	Executive 2006	% Change 2005 to 2006	Executive 2007	% Change 2006 to 2007
<i>DHS Public Safety, Department of</i>								
State Highway Safety Fund Group Total			\$ 396,561,048	\$ 460,603,366	\$ 459,671,025	-0.2%	\$ 465,503,456	1.3%
043	767-321	Liquor Enforcement - Operations	\$ 9,630,101	\$9,825,597	\$ 10,120,365	3.0%	\$ 10,423,976	3.0%
Liquor Control Fund Group Total			\$ 9,630,101	\$ 9,825,597	\$ 10,120,365	3.0%	\$ 10,423,976	3.0%
5J9	761-678	Federal Salvage/GSA	\$ 1,234	\$100,000	\$ 100,000	0.0%	\$ 100,000	0.0%
Agency Fund Group Total			\$ 1,234	\$ 100,000	\$ 100,000	0.0%	\$ 100,000	0.0%
R24	762-619	Unidentified Public Safety Receipts	\$ 1,333,118	\$1,850,005	\$ 1,885,000	1.9%	\$ 1,885,000	0.0%
R27	764-608	Patrol Fee Refunds	\$ 19,580	\$35,000	\$ 0	-100.0%	\$ 0	N/A
R52	762-623	Security Deposits	\$ 214,511	\$251,375	\$ 250,000	-0.5%	\$ 250,000	0.0%
Holding Account Redistribution Fund Group Total			\$ 1,567,209	\$ 2,136,380	\$ 2,135,000	-0.1%	\$ 2,135,000	0.0%
<i>Total All Budget Fund Groups</i>			\$ 475,521,324	\$ 635,030,806	\$ 633,240,435	-0.3%	\$ 639,397,091	1.0%

Transportation Budget Bill Public Works Commission

House Transportation and Justice Subcommittee

*Jonathan Lee, Budget Analyst
Legislative Service Commission*

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February 15, 2005

Public Works Commission

- \$66 million Local Transportation Improvement Program (LTIP)
- Funding covers operating and capital expenses for Program Years 19 and 20 of the LTIP
- Operating expenses for the SCIP and LTIP reduced by \$50,453 over the FY 2006-2007 biennium
- Current service and staffing levels will be maintained over the biennium

OVERVIEW

The Agency

The Public Works Commission (PWC) administers the State Capital Improvement Program (SCIP) and the Local Transportation Improvement Program (LTIP). These programs provide grants and loans to local governments for infrastructure projects. The SCIP receives funding from infrastructure bonds and the LTIP receives funding from 1 cent of the motor fuel tax. The PWC also administers a portion of the Clean Ohio Conservation Program. Currently, the Commission employs a staff of 13.

Funding Distribution

The Transportation budget bill contains the *operating* dollars for the LTIP and the SCIP as well as the capital dollars for the LTIP. This analysis will focus on these dollars.

The capital re-appropriations bill and the capital bill contain the *capital* dollars for the SCIP. The main appropriations bill contains the debt service appropriations for the SCIP and the Clean Ohio Conservation Program (COCP), as well as operating dollars for this program.

FYs 2006-2007 Budget

The PWC's executive recommended budget in the transportation bill is \$67.19 million in FY 2006 and \$67.23 million in FY 2007, for a total of \$134.4 million for the biennium. Of this total, 98.6% funds the capital portion of the LTIP, while 1.4% funds the combined operating portion of the SCIP and LTIPs. Compared to last biennium, the Commission's total recommended funding is 13.8% less than combined FY 2004 and FY 2005's expenditures.

Overall, the recommendations reduced the SCIP and LTIP operating appropriations \$50,453 below requested levels. The PWC indicates that it will still be able to maintain current service and staffing levels with these recommendations. Funding in the bill provides for a 4% cost of living adjustment, merit increases, healthcare costs, travel, and bond counsel fees. The capital dollars for the LTIP will not be impacted.

Staffing Levels

The Commission's staffing levels have been constant over recent years. From 1991 to 1998, the staff was reduced from 18 to the current level of 13. The table below displays PWC's staffing levels from FYs 2002 to 2007.

Public Works Commission Staffing Levels, by Fiscal Year						
					<i>Estimated</i>	
Program Series/Division	2002	2003	2004	2005	2006	2007
SCIP/LTIP/COCP	13	13	13	13	13	13
Totals	13	13	13	13	13	13

Summary of FYs 2006-2007 Budget Issues

Over the biennium the PWC will focus on the following issues:

- Continual development of the PWC-Information Systems database. This database provides local governments and contractors with direct access to the Commission's data network;
- Continual development of the statewide Capital Improvement Report database. This database inventories all local government infrastructure in the state;
- Ongoing development of forms and procedures to expedite application review and approval processes;
- Continued administration of the SCIP, LTIP, and COCP.

ANALYSIS OF EXECUTIVE PROPOSAL

Program Series 1

Aid to Local Government Improvements

Purpose: This program series provides grants and loans to address Ohio’s local public infrastructure needs.

The following table shows the line items that are used to fund the Aid to Local Government Improvements program series, as well as the Governor’s recommended funding levels.

Fund	ALI	Title	FY 2006	FY 2007
Local Transportation Improvement Fund				
052	150-402	LTIP-Operating	\$294,245	\$306,509
052	150-701	Local Transportation Improvement Program	\$66,000,000	\$66,000,000
Local Transportation Improvement Fund Subtotal			\$66,294,245	\$66,306,509
Local Infrastructure Improvement Fund				
038	150-321	LIIF-Operating	\$891,324	\$919,397
Local Infrastructure Improvement Fund Subtotal			\$891,324	\$919,397
Total Funding: Aid to Local Government Improvements			\$67,185,569	\$67,225,906

The Aid to Local Government Improvements program series includes two programs:

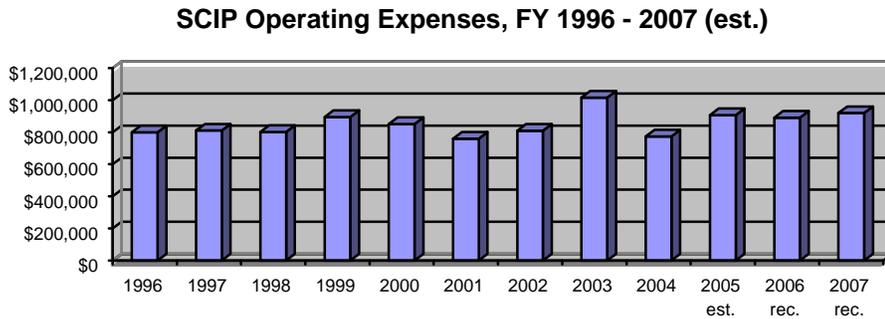
- **Program 1.01 – State Capital Improvement Program (SCIP)**
- **Program 1.02 – Local Transportation Improvement Program (LTIP)**

Program 1.01 – State Capital Improvement Program

Program Description: The State Capital Improvement Program uses infrastructure bond proceeds to provide grants and loans to local governments for improvement of their infrastructure systems. Bond issuing authority is provided in Section 2m, Article VIII of the Ohio Constitution. Each year approximately \$120 million in bonds are issued to provide the grants and loans. Eligible projects include improvements to roads, bridges, culverts, water supply systems, wastewater systems, storm water collection systems, and solid waste disposal systems. The SCIP also has two subprograms, the Small Government Program, which sets aside \$12 million each fiscal year for villages and townships less than 5,000 in population, and the Emergency Assistance Program, which provides \$2.5 million for infrastructure emergencies.

The Transportation Bill only provides the operating funding for the SCIP. The capital appropriations are provided in the capital bill and the capital reappropriations bill. The program’s debt service appropriations are provided in the main appropriations bill.

The chart below shows the actual operating expenses for the SCIP from FY 1996 to FY 2007 (FY 2006 and FY 2007 are the executive recommended levels). Over time operating expenses have remained fairly constant, ranging between \$800,000 to \$900,000 each fiscal year. The majority of these operating expenses are for personnel and maintenance. Maintenance costs have been reduced since FY 2004 due to the purchase of an internal server, reducing the amount the Commission paid to the Ohio Data Network for computer usage and storage.



Funding Source: Operating expenses are paid by investment income from bond proceeds. Fund 038 receives approximately \$1.5 million to \$3 million in investment income each year.

Line Items: 150-321

Implication of Executive Recommendation: Total recommended funding for this line item is \$1,810,721, whereas the PWC requested \$1,851,196. This is a decrease of \$40,475 over the biennium. The PWC indicates that current service and staffing levels will not be affected by the recommendation.

Temporary and Permanent Law Provisions

Permanent Law

There are no permanent law provisions in the bill affecting the SCIP.

Temporary Law

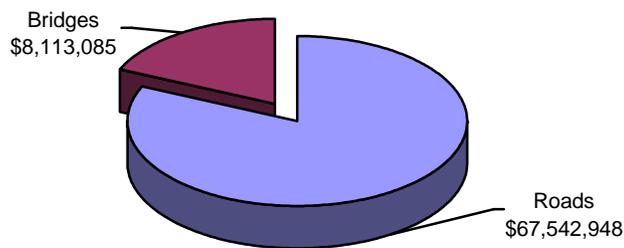
District Administration Costs

The provision authorizes the Director of the PWC to use investment earnings from the SCIP and LTIP funds for administrative costs incurred by the 19 individual Public Works District Integrating Committees. No more than \$760,000 per fiscal year will be available for reimbursement, and individual districts may not receive more than \$40,000 per fiscal year.

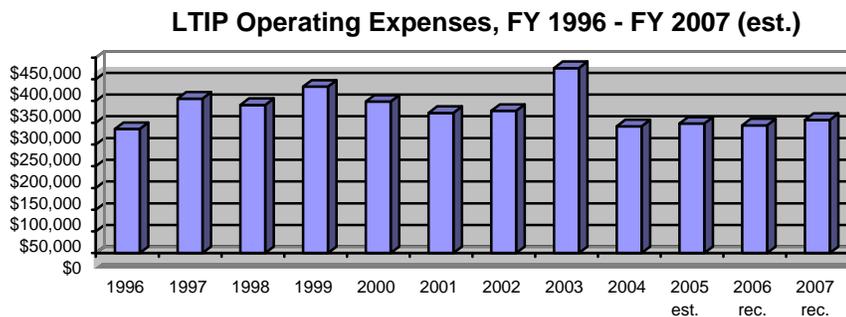
Program 1.02 – Local Transportation Improvement Program

Program Description: The Local Transportation Improvement Program (LTIP) provides grants to assist in the costs associated with local road and bridge projects. Grants are distributed on a per capita basis and are used to make cash payments to consultants and contractors for work performed on behalf of the local government. The majority of grants are distributed to cities and counties. The chart below shows the total amount of grants for roads and bridges.

Local Transportation Improvement Program Year 17 - Projects Funded



The Transportation Bill also provides the operating dollars for the LTIP. The chart below shows the actual operating expenses for the LTIP from FY 1996 to FY 2007 (FY 2006 and FY 2007 are the executive recommended levels).



Funding Source: The LTIP receives one cent of the motor fuel tax which is the equivalent to \$65 million annually. Revenue growth in Fund 052 is tied to consumption of motor fuel which has been increasing approximately 1% a year. The following table shows the amount of motor fuel tax revenue the LTIP has received from its allocation (FY 2006 through FY 2009 are estimates).

LTIP Motor Fuel Tax Allocations, FY 2002 – FY 2009 (est.)

	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
Motor Fuel Tax Revenue	\$62.2 million	\$62.8 million	\$63.8 million	\$64.4 million (est.)	\$65.1 million (rec.)	\$65.7 million (rec.)	\$66.2 million (est.)	\$66.9 million (est.)

Line Items: 150-402, 150-701

Implication of Executive Recommendation: The PWC was funded at requested levels for the biennium. The recommendations will allow the PWC to implement program years 19 and 20 of the LTIP. The Commission estimates this will result in the approval of 220 projects representing over \$132 million in grants over the biennium.

Temporary and Permanent Law Provisions

Permanent Law

There are no permanent law provisions in the bill affecting the LTIP.

Temporary Law

District Administration Costs

This provision authorizes the Director of the PWC to use investment earnings from the SCIP and LTIP funds for administrative costs incurred by individual Public Works District Integrating Committees. No more than \$760,000 per fiscal year will be available for reimbursement, and individual districts may not receive more than \$40,000 per fiscal year.

Re-appropriations

This provision specifies that all capital appropriations of the Local Transportation Improvement Fund (Fund 052) that remain unencumbered at the end of FY 2005 and FY 2006 are re-appropriated for FY 2006 and FY 2007, respectively. This provision will allow unused, unobligated capital funds to be carried forward for local infrastructure projects in the next fiscal year.

REQUESTS NOT FUNDED

State Capital Improvement Program – Operating Expenses						
Fund Line Item	FY 2006 Requested	FY 2006 Recommended	Difference	FY 2007 Requested	FY 2007 Recommended	Difference
038 150-321	\$906,324	\$891,324	(\$15,000)	\$944,872	\$919,397	(\$25,475)
TOTAL	\$906,324	\$891,324	(\$15,000)	\$944,872	\$919,397	(\$25,475)

The executive recommendations reduced requested SCIP operating appropriations by \$15,000 in FY 2006 and by \$25,475 in FY 2007, for a total reduction of \$40,475 over the biennium. The PWC indicates current service and staffing levels will be maintained despite the reductions. The PWC will likely adjust object code allotments within the fund to cover expenses. However, if health care costs or other unexpected emergency expenses are incurred, the fund may not have adequate cash reserves to cover them.

Local Transportation Improvement Program – Operating Expenses						
Fund Line Item	FY 2006 Requested	FY 2006 Recommended	Difference	FY 2007 Requested	FY 2007 Recommended	Difference
052 150-701	\$298,441	\$294,245	(\$4,196)	\$312,291	\$306,509	(\$5,782)
TOTAL	\$298,441	\$294,245	(\$4,196)	\$312,291	\$306,509	(\$5,782)

The executive recommendations also reduced requested LTIP operating appropriations by \$4,196 in FY 2006 and by \$5,782 in FY 2007, for a total reduction of \$9,978 over the biennium. The PWC indicates current service and staffing levels will be maintained despite the reductions. The PWC will likely adjust object code allotments within the fund to cover operating expenses. However, if health care costs or other unexpected emergency expenses are incurred the fund may not have adequate cash reserves to cover them.

Local Infrastructure Improvement Fund Group

038 150-321 SCIP-Operating Expenses

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$808,591	\$816,876	\$773,021	\$906,324	\$891,324	\$919,397
	1.0%	-5.4%	17.2%	-1.7%	3.1%

Source: LIF: Investment income

Legal Basis: ORC 164.08 (originally established by Am. Sub. H.B. 152 of the 120th G.A.)

Purpose: This line item funds the operating expenses of the State Capital Improvement Program.

Local Transportation Improvement Program Fund Group

052 150-402 LTIP-Operating

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$327,675	\$282,359	\$252,003	\$298,441	\$294,245	\$306,509
	-13.8%	-10.8%	18.4%	-1.4%	4.2%

Source: 052: Investment income

Legal Basis: ORC 164.14 (originally established by Am. Sub. H.B. 298 of the 119th G.A.); ORC 5735.23

Purpose: This line item funds the operating expenses of the Local Transportation Improvement Program.

052 150-701 Local Transportation Improvement Program

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$0	\$70,155,191	\$71,492,577	\$82,309,794	\$66,000,000	\$66,000,000
	N/A	1.9%	15.1%	-19.8%	0.0%

Source: 052: One cent of the motor vehicle fuel tax

Legal Basis: ORC 164.14 (originally established by Am. Sub. H.B. 381 of the 118th G.A.); ORC 5735.23

Purpose: This line item funds grants to local governments to finance road and bridge projects.

LSC Budget Spreadsheet by Line Item, FY 2006 - FY 2007

<i>Fund</i>	<i>ALI</i>	<i>ALI Title</i>	<i>2004</i>	<i>Estimated 2005</i>	<i>Executive 2006</i>	<i>% Change 2005 to 2006</i>	<i>Executive 2007</i>	<i>% Change 2006 to 2007</i>
<i>PWC Public Works Commission</i>								
038	150-321	SCIP-Operating Expenses	\$ 773,021	\$906,324	\$ 891,324	-1.7%	\$ 919,397	3.1%
Local Infrastructure Improvement Fund Group Total			\$ 773,021	\$ 906,324	\$ 891,324	-1.7%	\$ 919,397	3.1%
052	150-402	LTIP-Operating	\$ 252,003	\$298,441	\$ 294,245	-1.4%	\$ 306,509	4.2%
052	150-701	Local Transportation Improvement Program	\$ 71,492,577	\$82,309,794	\$ 66,000,000	-19.8%	\$ 66,000,000	0.0%
Local Transportation Improvement Program Fund Group Total			\$ 71,744,580	\$ 82,608,235	\$ 66,294,245	-19.7%	\$ 66,306,509	0.0%
<i>Total All Budget Fund Groups</i>			\$ 72,517,601	\$ 83,514,559	\$ 67,185,569	-19.6%	\$ 67,225,906	0.1%

Transportation Budget Bill
Ohio Department of Development

House Transportation and Justice Subcommittee

Kerry Sullivan, Budget Analyst
Legislative Service Commission

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February 15, 2005

Development, Department of

- 
- \$12.7 million per year for roadwork development grants for businesses

OVERVIEW

Roadwork Development

Am. Sub. H.B. 298 of the 119th General Assembly created line item 195-629, Roadwork Development, within the Department of Development. Roadwork Development moneys are used for road improvements associated with economic development opportunities that retain or attract business for Ohio. Because the account is fully funded by gas tax revenues, the account is restricted to public road projects. The Department of Transportation, under the direction of the Department of Development, provides these moneys in accordance with all guidelines and requirements for the fund. Moneys may be spent only after the Controlling Board approves the agency's planned use of the funds.

The Department of Transportation and the Department of Development have a 13-year partnership with respect to gas tax moneys being allocated to the Roadwork Development account. Over the life of the program, the two departments have assisted numerous businesses and communities across the state with more than \$150 million in roadwork assistance. In calendar year 2004, the program funded approximately 57 projects around the state that resulted in the creation of 3,897 jobs, the retention of 10,590 jobs, and \$1.2 billion in new investment.

The executive recommendation for line item 195-629, Roadwork Development, is \$12.7 million in each fiscal year of the biennium. These amounts are equal to the amounts funded in FYs 2004 and 2005.

Highway Operating Fund Group

4W0 195-629 Roadwork Development

2002	2003	2004	2005 Estimate	2006 Executive Proposal	2007 Executive Proposal
\$9,729,598	\$10,240,363	\$10,780,699	\$12,699,900	\$12,699,900	\$12,699,900
	5.2%	5.3%	17.8%	0.0%	0.0%

Source: HOF: Department of Transportation (Fund 002)

Legal Basis: ORC 122.14; Section 14 of Am. Sub. H.B. 87 of the 125th G.A. (originally established by Am. Sub. H.B. 201 of the 119th G.A.)

Purpose: Roadwork development moneys are used for road improvements associated with economic development opportunities that retain or attract business for Ohio. The Department of Transportation, under the direction of the Department of Development, provides these funds in accordance with all guidelines and requirements established for line item 195-412, Business Development. Moneys may be spent only after the Controlling Board approves the agency's planned use of funds.

LSC Budget Spreadsheet by Line Item, FY 2006 - FY 2007

<i>Fund</i>	<i>ALI</i>	<i>ALI Title</i>	<i>2004</i>	<i>Estimated 2005</i>	<i>Executive 2006</i>	<i>% Change 2005 to 2006</i>	<i>Executive 2007</i>	<i>% Change 2006 to 2007</i>
DEV Development, Department of								
4W0	195-629	Roadwork Development	\$ 10,780,699	\$12,699,900	\$ 12,699,900	0.0%	\$ 12,699,900	0.0%
Highway Operating Fund Group Total			\$ 10,780,699	\$ 12,699,900	\$ 12,699,900	0.0%	\$ 12,699,900	0.0%
Total All Budget Fund Groups			\$ 10,780,699	\$ 12,699,900	\$ 12,699,900	0.0%	\$ 12,699,900	0.0%