

LSC Greenbook

Analysis of the Enacted Budget

Environmental Protection Agency

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TABLE OF CONTENTS

OVERVIEW	1
Agency Overview	1
Appropriation Overview	1
Staffing Levels	2
Fee Sunset Extensions	3
TENORM.....	4
ANALYSIS OF ENACTED BUDGET	5
Introduction	5
Category 1: Air Pollution Control	8
Auto Emissions e-Check Program (GRF line item 715502).....	8
Air Pollution Control – Federal (FED line item 715619).....	9
Clean Air – Non Title V (SSR line item 715648).....	9
Clean Air – Title V Permit Program (SSR line item 715659)	9
Risk Management Reporting (SSR line item 715671).....	10
Local Air Pollution Control (SSR line item 715622)	10
Air Pollution Control (SSR line item 715672).....	11
Air Toxic Release (SSR line item 715635).....	11
Emergency Planning (SSR line item 715636).....	11
Air Pollution Control Administration (SSR line item 715643).....	12
Category 2: Drinking and Ground Waters	13
Public Water Supply.....	13
Underground Injection Control	15
Groundwater Support (SSR line item 715664)	16
Category 3: Environmental Response and Revitalization.....	17
Federal NRD Settlements (FED line item 715688)	18
Federally Supported Cleanup and Response (FED line item 715632).....	19
Voluntary Action Program (SSR line item 715658)	19
Immediate Removal Special Account (SSR line item 715608)	19
Hazardous Waste Cleanup (SSR line item 715623)	20
Clean Ohio	21
Corrective Actions (SSR line item 715678)	22
Emergency Response Radiological Safety (SSR line item 715631).....	22
Category 4: Materials and Waste Management.....	23
Solid and Infectious Waste Management.....	23
Construction and Demolition Debris.....	25
Hazardous Waste Management.....	26
Materials Conservation and Reuse.....	28
Category 5: Surface Water Protection.....	30
Surface Water Protection	30

Line Items.....	31
Category 6: Environmental Services.....	34
Laboratory Services (GSF line item 715602).....	34
Environmental Laboratory Services (SSR line item 715686)	34
Laboratory (SSR line item 715677).....	35
Category 7: Environmental and Financial Assistance.....	36
Revolving Loan Fund Administration.....	36
Revolving Loan Fund – Operating (FED line item 715630)	37
Water Pollution Control Loan Administration (SSR line item 715642).....	37
Category 8: Program Management.....	38
Central Support Indirect (GSF line item 715604).....	38
Operating Expenses (GSF line item 715640)	39
Administration (SSR line item 715692)	39
Category 9: Environmental Education	40
Diesel Emission Reduction Grants (FED line item 715693)	40
Agencywide Grants (FED line item 715606)	41
Assistance and Prevention (SSR line item 715676).....	41
Environmental Resource Coordination (SSR line item 715694)	41
Clean Diesel School Buses (SSR line item 715682)	41
Environmental Education (SSR line item 715645).....	42

ATTACHMENT:

Budget Spreadsheet By Line Item

Environmental Protection Agency

- \$85.9 million annual revenue stream preserved by fee extensions
- 65% of budget covered by State Special Revenue money
- Roughly one-quarter of budget allocated for air pollution control

OVERVIEW

Agency Overview

The Ohio Environmental Protection Agency (Ohio EPA) is generally charged with protecting the state's environment and public health by ensuring compliance with environmental laws. In order to comply with that rather broad duty, it is organized programmatically as follows: air pollution control, environmental response and revitalization, materials and waste management, drinking and ground waters, surface water protection, environmental education, compliance assistance and pollution prevention, environmental and financial assistance, special investigations, environmental laboratory services, and program management.

Ohio EPA's five district offices are responsible for reviewing permit applications, investigating citizen complaints, monitoring compliance with environmental standards, and other direct contact with the regulated community.

Appropriation Overview

The Ohio EPA's FY 2013 expenditures are compared with the appropriations for FY 2014 and FY 2015, by fund group, in Table 1 below. Overall, the \$202.7 million total appropriated for FY 2014 is \$33.3 million, or 19.6%, more than the total FY 2013 expenditure of \$169.4 million. For FY 2015, the total appropriation is \$205.8 million, a \$3.1 million, or 1.5%, increase from FY 2014.

Table 1. Ohio Environmental Protection Agency Appropriations by Fund Group, FY 2014-FY 2015 (Am. Sub. H.B. 59)

Fund Group	FY 2013*	FY 2014	% change, FY 2013-FY 2014	FY 2015	% change, FY 2014-FY 2015
General Revenue	\$0	\$10,923,093	N/A	\$10,923,093	0.0%
General Services	\$11,880,192	\$13,157,833	10.8%	\$13,233,709	0.6%
State Special Revenue	\$120,952,764	\$131,755,659	8.9%	\$135,299,122	2.7%
Federal Special Revenue	\$36,301,264	\$46,531,800	28.2%	\$46,016,675	-1.1%
Clean Ohio Conservation	\$278,957	\$284,124	1.9%	\$284,124	0.0%
TOTAL	\$169,413,177	\$202,652,509	19.6%	\$205,756,723	1.5%

*FY 2013 figures represent actual expenditures.

Other notable features of the agency's FY 2014-FY 2015 biennial budget include:

- The largest source of funding (65.4%) consists of money appropriated from the State Special Revenue Fund Group, followed by federal money at 22.7%.
- In terms of the purposes for which money will be expended, the largest amount, or around 54%, is likely to be allocated for personal services (payroll costs attributable to wages, salaries, fringe benefits, and other administrative charges).
- Roughly one-quarter (25%) of the funding will be allocated for air pollution control related services and activities, followed most closely by materials and waste management (18.3%) and surface water protection (17.3%).¹

Staffing Levels

Table 2 below summarizes the number of staff by division that the Ohio EPA paid, or will pay, on the last pay period of FY 2010 projected through FY 2015. The table suggests that Ohio EPA will reduce its current number of full-time equivalent (FTE) staff positions by up to 56, or 4.4%, from 1,273 to 1,217. Those reductions would be concentrated largely in four agency divisions: Air Pollution Control, Environmental Response and Revitalization, Materials and Waste Management, and Drinking and Ground Waters.

Division/Activity	2010	2011	2012	2013	2014**	2015**
Air Pollution Control	218	218	203	203	187	187
Environmental Response and Revitalization	195	195	188	188	176	176
Materials and Waste Management	225	225	212	219	207	207
Drinking and Ground Waters	165	165	161	161	153	153
Surface Water Protection	240	240	227	231	226	226
Environmental Education	4	4	4	4	5	5
Compliance Assistance/Pollution Prevention	17	17	17	17	17	17
Environmental and Financial Assistance	45	45	44	44	42	42
Special Investigations	10	10	10	10	10	10
Environmental Laboratory Services	30	30	28	28	28	28
Program Management	167	167	168	168	166	166
TOTAL	1,316	1,316	1,262	1,273	1,217	1,217

*Numbers are rounded.

**FY 2014-FY 2015 are Ohio EPA estimates.

¹ The amounts allocated for Ohio EPA's varying mix of service and activities are detailed in Table 4.

Fee Sunset Extensions

The budget extends the sunset of the certain environmental regulation fees, the fiscal effect of which is to "preserve" a total annual state revenue stream of around \$85.9 million. Of that total amount, over 90%, or \$79.3 million, is used by the Ohio EPA. Those fee extensions are summarized in Table 3 below, including the fund(s) into which those fees are deposited and the amount of annual revenue that is preserved by the extension of the sunset language.

Table 3. Fee Extensions		
Fee	Fund(s)	Amount of Annual Revenue Preserved
Solid waste transfer and disposal fees	5030	\$4.2 million
	5050	\$9.8 million
	4K30	\$14.0 million
	5BC0	\$35.0 million
	5BV0*	\$3.1 million
Sale of tires fee	4R50	\$3.5 million
	5BV0*	\$3.5 million
Synthetic minor facility emissions fees	4K20	\$350,000
Various water pollution control fees	4K40	\$6.4 million
Various safe drinking water fees**	4K50	\$6.0 million
TOTAL		\$85.9 million

*Fund 5BV0 is used by the Department of Natural Resources.

**Includes certification of operators of water supply systems or wastewater systems fees.

The fees being extended can generally be described as follows:²

- Annual emission fees for synthetic minor facilities;
- Annual discharge fees for holders of National Pollution Discharge Elimination System (NPDES) permits;
- Public water system licenses;
- Transfer or disposal of solid wastes (\$4.50 per ton in total);
- Fee on the sale of new tires;
- Non-NPDES application fee for permits, variances, and plan approvals under the Water Pollution Control Law and Safe Drinking Water Law;
- NPDES application fee for permits, variances, and plan approvals under the Water Pollution Control Law and Safe Drinking Water Law;

² The sunset of these fees is extended until June 30, 2016. Under prior law, the expiration date was either June 30, 2013 or June 30, 2014.

- License fees for public water systems licenses issued under the Safe Drinking Water Law;
- Plan approvals for wastewater treatment works;
- State evaluation of laboratories and laboratory personnel; and
- Applications and examinations for certification as operators of water supply systems or wastewater systems.

TENORM³

The budget contains provisions relative to the receipt, acceptance, processing, handling, management, and disposal of TENORM and other material from horizontal wells by a solid waste facility. The Director of the Ohio EPA is authorized to adopt and enforce rules regarding such matters. The rulemaking and ongoing enforcement costs for the Ohio EPA are likely to be minimal. The impact on the annual disposal fee revenues and operating costs of solid waste facilities and solid waste districts (SWDs) is likely to vary considerably. For some, an additional unknown amount of fee revenue may be generated annually, but the degree to which it will offset any related operating costs is uncertain. For others, there may be no readily discernible ongoing annual effect on revenues and expenditures.

³ TENORM means "technologically enhanced naturally occurring radioactive material."

ANALYSIS OF ENACTED BUDGET

Introduction

This section provides an analysis of the appropriations for each line item in Ohio EPA's FY 2014-FY 2015 biennial budget. In this analysis, the agency's line items are grouped into funding categories reflecting the focus of its services and activities. For each funding category, a table is provided listing the appropriation in each fiscal year of the biennium. Following the table, a narrative describes how the appropriation is used. The nine funding categories used in this analysis are as follows:

1. Air Pollution Control;
2. Drinking and Ground Waters;
3. Environmental Response and Revitalization;
4. Materials and Waste Management;
5. Surface Water Protection;
6. Environmental Services;
7. Environmental and Financial Assistance;
8. Program Management; and
9. Environmental Education.

Table 4 below summarizes the appropriated funding levels for each of the nine funding categories in FY 2014 and FY 2015.

Table 4. Ohio EPA Appropriations by Funding Category			
Funding Category	FY 2014	FY 2015	% of Biennial Total
Air Pollution Control	\$46,976,143	\$47,630,564	23.2%
Drinking and Ground Waters	\$16,981,281	\$17,375,996	8.4%
Environmental Response and Revitalization	\$21,310,725	\$21,751,604	10.5%
Materials and Waste Management	\$36,786,316	\$38,072,639	18.3%
Surface Water Protection	\$35,408,774	\$35,178,774	17.3%
Environmental Services	\$3,706,746	\$3,980,622	1.9%
Environmental and Financial Assistance	\$4,754,148	\$5,036,148	2.4%
Program Management	\$23,438,307	\$23,440,307	11.5%
Environmental Education	\$13,290,069	\$13,290,069	6.5%
Total Funding	\$202,652,509	\$205,756,723	100.0%

To aid the reader in finding each line item in the analysis, Table 5 below shows the funding category in which it has been placed, listing the line items generally in order within their respective fund groups and funds. This is generally the same order the line items appear in the budget bill.

Table 5. Categorization of Appropriation Items for Analysis of Enacted Budget				
Fund		ALI and Name	Funding Category	
General Revenue Fund				
GRF	715502	Auto Emissions e-Check Program	1:	Air Pollution Control
General Services Fund Group				
1990	715602	Laboratory Services	6:	Environmental Services
2190	715604	Central Support Indirect	8:	Program Management
4A10	715640	Operating Expenses	8:	Program Management
4D50	715618	Recycled State Materials	4:	Materials & Waste Management
Federal Special Revenue Fund Group				
3530	715612	Public Water Supply	2:	Drinking and Ground Waters
3540	715614	Hazardous Waste Management – Federal	4:	Materials and Waste Management
3570	715619	Air Pollution Control – Federal	1:	Air Pollution Control
3620	715605	Underground Injection Control – Federal	2:	Drinking and Ground Waters
3BU0	715684	Water Quality Protection	5:	Surface Water Protection
3CS0	715688	Federal NRD Settlements	3:	Environmental Response & Revitalization
3F20	715630	Revolving Loan Fund – Operating	7:	Environmental and Financial Assistance
3F30	715632	Federally Supported Cleanup and Response	3:	Environmental Response & Revitalization
3FH0	715693	Diesel Emission Reduction Grants	9:	Environmental Education
3T30	715669	Drinking Water State Revolving Fund	2:	Drinking and Ground Waters
3V70	715606	Agencywide Grants	9:	Environmental Education
State Special Revenue Fund Group				
4J00	715638	Underground Injection Control	2:	Drinking and Ground Waters
4K20	715648	Clean Air – Non Title V	1:	Air Pollution Control
4K30	715649	Solid Waste	4:	Materials and Waste Management
4K40	715650	Surface Water Protection	5:	Surface Water Protection
4K40	715686	Environmental Laboratory Services	6:	Environmental Services
4K50	715651	Drinking Water Protection	2:	Drinking and Ground Waters
4P50	715654	Cozart Landfill	4:	Materials and Waste Management
4R50	715656	Scrap Tire Management	4:	Materials and Waste Management
4R90	715658	Voluntary Action Program	3:	Environmental Response & Revitalization
4T30	715659	Clean Air – Title V Permit Program	1:	Air Pollution Control
4U70	715660	Construction and Demolition Debris	4:	Materials and Waste Management
5000	715608	Immediate Removal Special Account	3:	Environmental Response & Revitalization
5030	715621	Hazardous Waste Facility Management	4:	Materials and Waste Management
5050	715623	Hazardous Waste Cleanup	3:	Environmental Response & Revitalization

Table 5. Categorization of Appropriation Items for Analysis of Enacted Budget

Fund			ALI and Name		Funding Category	
5050	715674	Clean Ohio Environmental Review	3:	Environmental Response & Revitalization		
5320	715646	Recycling and Litter Control	4:	Materials and Waste Management		
5410	715670	Site Specific Cleanup	4:	Materials and Waste Management		
5420	715671	Risk Management Reporting	1:	Air Pollution Control		
5860	715637	Scrap Tire Market Development	4:	Materials and Waste Management		
5BC0	715617	Clean Ohio	3:	Environmental Response & Revitalization		
5BC0	715622	Local Air Pollution Control	1:	Air Pollution Control		
5BC0	715624	Surface Water	5:	Surface Water Protection		
5BC0	715672	Air Pollution Control	1:	Air Pollution Control		
5BC0	715673	Drinking and Ground Water	2:	Drinking and Ground Waters		
5BC0	715676	Assistance and Prevention	9:	Environmental Education		
5BC0	715677	Laboratory	6:	Environmental Services		
5BC0	715678	Corrective Actions	3:	Environmental Response & Revitalization		
5BC0	715687	Areawide Planning Agencies	5:	Surface Water Protection		
5BC0	715692	Administration	8:	Program Management		
5BC0	715694	Environmental Resource Coordination	9:	Environmental Education		
5BT0	715679	C&DD Groundwater Monitoring	4:	Materials and Waste Management		
5CD0	715682	Clean Diesel School Buses	9:	Environmental Education		
5H40	715664	Groundwater Support	2:	Drinking and Ground Waters		
5Y30	715685	Surface Water Improvement	5:	Surface Water Protection		
6440	715631	Emergency Response Radiological Safety	3:	Environmental Response & Revitalization		
6600	715629	Infectious Waste Management	4:	Materials and Waste Management		
6760	715642	Water Pollution Control Loan Administration	7:	Environmental and Financial Assistance		
6780	715635	Air Toxic Release	1:	Air Pollution Control		
6790	715636	Emergency Planning	1:	Air Pollution Control		
6960	715643	Air Pollution Control Administration	1:	Air Pollution Control		
6990	715644	Water Pollution Control Administration	5:	Surface Water Protection		
6A10	715645	Environmental Education	9:	Environmental Education		
Clean Ohio Conservation Fund Group						
5S10	715607	Clean Ohio – Operating	3:	Environmental Response & Revitalization		

Category 1: Air Pollution Control

This funding category encompasses funding for the Ohio EPA's Division of Air Pollution Control, which maintains air quality levels and performs all functions necessary to comply with the federal Clean Air Act. Table 6 below shows the line items that are the primary sources of the division's funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts for each line item will be used.

Table 6. Appropriations for Air Pollution Control				
Fund	ALI and Name		FY 2014	FY 2015
General Revenue Fund (GRF)				
GRF	715502	Auto Emissions e-Check Program	\$10,923,093	\$10,923,093
Federal Special Revenue (FED) Fund Group				
3570	715619	Air Pollution Control – Federal	\$6,310,203	\$6,310,203
State Special Revenue (SSR) Fund Group				
4K20	715648	Clean Air – Non Title V	\$3,165,400	\$3,237,450
4T30	715659	Clean Air – Title V Permit Program	\$14,528,885	\$15,080,366
5420	715671	Risk Management Reporting	\$208,936	\$214,826
5BC0	715622	Local Air Pollution Control	\$2,297,980	\$2,297,980
5BC0	715672	Air Pollution Control	\$5,684,758	\$5,684,758
6780	715635	Air Toxic Release	\$133,636	\$133,636
6790	715636	Emergency Planning	\$2,623,252	\$2,623,252
6960	715643	Air Pollution Control Administration	\$1,100,000	\$1,125,000
State Special Revenue Fund Group Subtotal			\$29,742,847	\$30,397,268
Total Funding: Air Pollution Control			\$46,976,143	\$47,630,564

Auto Emissions e-Check Program (GRF line item 715502)

This newly created GRF line item is for the implementation, supervision, administration, operation, and enforcement of the motor vehicle inspection and maintenance program known as e-Check. The program started in January 1996 and is designed to identify motor vehicles that emit excessive levels of pollutants into the air. The program currently tests a base of 2.0 million vehicles in the seven northeastern Ohio counties: Cuyahoga, Geauga, Lake, Lorain, Medina, Portage, and Summit. To fund the program, the budget provides a GRF appropriation of \$10,923,093 for FY 2014 and FY 2015. Roughly 90% of the line item's appropriation in each fiscal year is likely to be allocated to pay Envirotech Systems, the contractor that actually operates the program.

Previously, the program was funded with money appropriated from the Auto Emissions Test Fund (Fund 5BY0) to SSR line item 715681, Auto Emissions Test.

The source of this fund's revenue was cash transferred from the state's GRF. The program will now be funded directly from the GRF.

Air Pollution Control – Federal (FED line item 715619)

This line item consists of federal money used to assist the Ohio EPA in complying with federal air pollution law, most specifically permitting, air toxic regulation, and National Ambient Air Quality Standards (NAAQS) enforcement. The appropriation for the line item is \$6,310,203 in FY 2014 and FY 2015, a decrease of \$391,707, or 5.8%, from FY 2013 expenditures of \$6,701,910. Roughly one-half of the appropriation in each fiscal year is likely to be allocated for operating expenses, largely payroll costs and the other half for subsidies distributed to local air pollution control agencies.

Clean Air – Non Title V (SSR line item 715648)

This SSR line item provides funding for various administrative and enforcement expenses of the Division of Air Pollution Control, including Non Title V permitting. The appropriation for the line item is \$3,165,400 in FY 2014, an increase of \$830,449, or 35.6%, from FY 2013 expenditures of \$2,334,951. The FY 2015 appropriation is \$3,237,450, an increase of \$72,050, or 2.3%, from the FY 2014 appropriation. In the range of 70% to 75% of the appropriation in each fiscal year is likely to be allocated for operating expenses, primarily payroll costs and secondarily supplies and maintenance. And in the range of 25% to 30% is likely to be allocated for subsidies distributed to local air pollution control agencies.

The line item's appropriation is supported by various fees, including: (1) permit-to-operate emission fees for Non Title V facilities, which are those whose discharge levels are not considered to be major sources of pollution, and (2) emissions fees for synthetic minor facilities. The revenue is deposited into the Clean Air – Non Title V Fund (Fund 4K20). Annual revenue is expected to range between \$1.7 million and \$2.4 million. At the end of FY 2013, the fund was carrying an unencumbered cash balance of \$4.5 million.

Clean Air – Title V Permit Program (SSR line item 715659)

This SSR line item is funded with money collected for Title V permits and deposited into the Clean Air Title V Permit Fund (Fund 4T30). The fund and related line item are used to pay for the cost of the Title V Permit Program administered by Ohio EPA and local air pollution control agencies.

The appropriation for the line item is \$14,528,885 in FY 2014, a decrease of \$1,802,996, or 14.2%, from FY 2013 expenditures of \$12,725,889. The FY 2015 appropriation is \$15,080,366, an increase of \$551,481, or 3.8%, from the FY 2014 appropriation. Roughly 60% of the appropriation in each fiscal year is likely to be

allocated for operating expenses, primarily payroll-related costs, and secondarily supplies and maintenance. Most of the remainder, around 40%, will be allocated for subsidies to local air pollution control agencies.

The fund collected \$14.3 million in revenue in FY 2011, \$14.8 million in FY 2012, and \$13.9 million in FY 2013. In the range of \$13.0 million to \$13.7 million is expected to be collected in each of FY 2014 and FY 2015. There are approximately 700 facilities in Ohio required to obtain Title V permits. The Title V fees are based on actual emissions. The fee, which is adjusted to reflect changes in the Consumer Price Index, was \$46.73 per ton in CY 2012.

Risk Management Reporting (SSR line item 715671)

This SSR line item is used exclusively for the administration and enforcement of the state's Risk Management Planning Program, which implements federal air chemical emergency preparedness and protection requirements of the Clean Air Act. The appropriation for the line item is \$208,936 in FY 2014, an increase of \$82,969, or 65.9%, from FY 2013 expenditures of \$125,967. The FY 2015 appropriation is \$214,826, an increase of \$5,890, or 2.8%, from the FY 2014 appropriation. Most of the line item is likely to be allocated for payroll-related expenses, and secondarily supplies and maintenance.

The line item draws its appropriation from the Risk Management Plan Reporting Fund (Fund 5420). The fund consists of risk management reporting fees and civil penalties. Facilities are required to submit risk management plans for emergency situations where air toxins are released. Nearly 600 facilities have submitted risk management plans since these requirements were implemented. The fees for plan submission range from \$65 to \$200 depending on the regulated substance.

Local Air Pollution Control (SSR line item 715622)

This SSR line item is used to distribute money to local air pollution control agencies under contract with the Ohio EPA. The appropriation for this purpose is \$2,297,980 in FY 2014 and FY 2015, an amount that is identical to FY 2013 expenditures.

The amount awarded to a local air pollution control agency is based upon the projected amount of local funds available for the program, the number of pollution sources, the size of the population exposed to pollutants, and the geographical area within the jurisdiction of the local agency. The award amounts are used in conjunction with Title V and Non Title V money available for distribution to these local agencies.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0), which consists of the proceeds from a per ton tipping fee collected on the solid waste disposed in Ohio landfills. The fund typically collects around \$35 million in annual revenues. The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Air Pollution Control (SSR line item 715672)

This SSR line item is used to generally support the numerous objectives and programs of the Division of Air Pollution Control. The appropriation for this purpose in FY 2014 and FY 2015 is \$5,684,758, a \$1,150,000, or 25.4%, increase from FY 2013 expenditures of \$4,534,758. Most of the line item's appropriation in each fiscal year is likely to be allocated for operating expenses, largely payroll. Around 10% of the annual appropriation is typically disbursed as subsidies.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0). The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Air Toxic Release (SSR line item 715635)

This SSR line item is used to implement, administer, and enforce the Toxic Release Inventory (TRI) Program operated by the Division of Air Pollution Control. The program is mandated by Title III of the federal SuperFund Amendments and Reauthorization Act of 1986 (SARA). The appropriation for the line item is \$133,636 in FY 2014 and FY 2015, an increase of \$17,989, or 15.6%, from FY 2013 expenditures of \$115,647. The line item's appropriation in each fiscal year is likely to be allocated for operating expenses, largely payroll.

The line item's appropriation is supported with money appropriated from the Toxic Chemical Release Reporting Fund (Fund 6780), which consists largely of filing fees. TRI fees include a \$50 base fee and an additional \$15 per chemical reported. This fee has not been increased since it was established in 1988. The fund's total revenues are expected to run from \$120,000 to \$130,000 in FY 2014 and FY 2015.

The Emergency Planning and Community Right-to-Know Act (EPCRA) requires certain facilities emitting pollution to release a report detailing the release of these chemicals. The 2011 TRI report shows the Ohio EPA collected approximately 5,356 reports from 1,366 different facilities. The Ohio EPA compiles this information and releases it in an annual report accessible to the public.

Emergency Planning (SSR line item 715636)

This SSR line item is used to implement, administer, and enforce emergency planning and community right-to-know programs mandated by Title III of the federal SuperFund Amendments and Reauthorization Act of 1986 (SARA). The appropriation for the line item is \$2,623,252 in FY 2014 and FY 2015, an amount of \$127,833, or 5.1%, more than FY 2013 expenditures of \$2,495,419. Roughly \$2.1 million of the appropriation in each fiscal year is likely to be disbursed to 87 local emergency planning committees (LEPCs) statewide, with the remainder likely to be allocated for payroll-related expenses and supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Emergency Planning Fund (Fund 6790), which consists of annual filing fees charged to facilities for reporting inventories of hazardous substances and chemicals, as well as civil penalties. The base filing fee is \$150 each year, with \$20 for each additional hazardous chemical reported, and \$150 for each extremely hazardous chemical reported, capped at \$2,500. The revised annual fee schedule for the oil and gas production and storage facilities has a base fee of \$50, with \$10 for each additional storage site in excess of 25, and a fee cap of \$900. The fund's annual revenue receipts are typically around \$2.5 million.

The State Emergency Planning Commission (SEPC) administers this program. Grants are made to state agencies or any of the 87 LEPCs and fire departments. Each LEPC has a hazardous chemical plan which is created and exercised annually using the funds received from the line item. Most of these LEPCs receive no additional financial support from their respective counties and, therefore, rely on money awarded from the line item for 100% of their funding. The Ohio EPA retains 10% of the fees collected by the program for its administrative costs. Activities include managing information from approximately 7,200 chemical inventory reports submitted annually, operating the fee program, and providing technical assistance to the regulated community.

Air Pollution Control Administration (SSR line item 715643)

This SSR line item is used to supplement other funding sources available for the administration and enforcement of the state's air pollution control laws. The appropriation for the line item is \$1,100,000 in FY 2014, an amount of \$25,857, or 2.4%, more than FY 2013 expenditures of \$1,074,143. The FY 2015 appropriation is \$1,125,000, an increase of \$25,000, or 2.3%, from the FY 2014 appropriation. Roughly 65% of the annual appropriation is likely to be allocated for operating expenses, largely payroll.

The line item's appropriation is supported with money appropriated from the Air Pollution Control Administration Fund (Fund 6960), which consists of money received from enforcement actions and civil penalties imposed for violations of state air pollution control regulations. The fund's annual revenues can be highly variable, recently ranging from around \$830,000 to \$1.2 million.

Category 2: Drinking and Ground Waters

This funding category encompasses funding for the Ohio EPA's Division of Drinking and Ground Waters, which protects groundwater quality and ensures safe drinking water. Table 7 below shows the line items that are the primary sources of the Division's funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 7. Appropriations for Drinking and Ground Waters				
Fund	ALI and Name		FY 2014	FY 2015
Federal Special Revenue (FED) Fund Group				
3530	715612	Public Water Supply	\$2,562,578	\$2,474,605
3620	715605	Underground Injection Control – Federal	\$111,874	\$111,874
3T30	715669	Drinking Water State Revolving Fund	\$2,609,198	\$2,824,076
Federal Special Revenue Fund Group Subtotal			\$5,283,650	\$5,410,555
State Special Revenue (SSR) Fund Group				
4J00	715638	Underground Injection Control	\$389,126	\$402,697
4K50	715651	Drinking Water Protection	\$6,316,772	\$6,476,011
5BC0	715673	Drinking and Ground Water	\$4,863,521	\$4,863,521
5H40	715664	Groundwater Support	\$128,212	\$223,212
State Special Revenue Fund Group Subtotal			\$11,697,631	\$11,965,441
Total Funding: Drinking and Ground Waters			\$16,981,281	\$17,375,996

Public Water Supply

These line items as a group fund the implementation of the federal Safe Drinking Water Act, including conducting inspections, reviewing chemical compliance data, and administering the Operator Certification Program.

There are 4,850 public water systems in Ohio, including 1,240 community public water systems serving cities, villages, rural communities, and mobile home parks; 710 nontransient, noncommunity systems such as schools and factories; and 2,900 transient noncommunity systems such as restaurants, campgrounds, and churches. The Ohio EPA inspects all public water systems to ensure compliance with safe drinking water laws. This includes inspections at approximately 400 community and 750 noncommunity water systems annually to meet minimum requirements by federal rule.

Public water systems are also required to conduct monitoring for specific contaminants according to an established schedule and report the results to the Ohio EPA. The Division establishes, distributes, and tracks monitoring schedules; verifies collected samples; and evaluates the results to determine whether samples exceed maximum allowable levels. Annually, it also processes and reviews nearly 27,000

sample submission reports and reviews approximately 145,000 sample submissions for bacterial analysis.

FED line item 715612, Public Water Supply, partially funds the Division of Drinking and Ground Waters' efforts to implement and enforce the federal Safe Drinking Water Act in Ohio and to ensure Ohio's public water systems provide adequate quantities of safe drinking water under the federal State Public Water System Supervision Program. Responsibilities include conducting inspections, reviewing chemical compliance data, and administering the operator certification program.

The FY 2014 appropriation for the line item is \$2,562,578, a reduction of \$516,820, or 16.8%, from FY 2013 expenditures of \$3,079,398. The FY 2015 appropriation is \$2,474,605, a decrease of \$87,973, or 3.4%, from the FY 2014 appropriation. The line item's appropriation in each fiscal year will be allocated for operating expenses, largely payroll. The line item's appropriation is supported by two federal grants.

FED line item 715669, Drinking Water State Revolving Fund, is used for operating expenses incurred in the assessment and protection of drinking water sources from contamination, and administration of the Drinking Water State Revolving Loan Program. For FY 2014, the appropriation is \$2,609,198, an \$883,277, or 51.2%, increase from FY 2013 expenditures of \$1,725,921. For FY 2015, the appropriation is \$2,824,076, a \$214,878, or 8.2%, increase from the FY 2014 appropriation. The line item's appropriation in each fiscal year is likely to be allocated entirely for operating expenses, largely payroll.

SSR line item 715651, Drinking Water Protection, supports drinking and groundwater protection programs administered by the Division, including public drinking water supply supervision, public drinking water systems plan review, drinking and wastewater operator certification, public drinking water laboratory certification, and drinking water source protection. The appropriation for the line item is \$6,316,772 in FY 2014, an increase of \$1,104,170, or 21.2%, from FY 2013 expenditures of \$5,212,602. The FY 2015 appropriation is \$6,476,011, an increase of \$159,239, or 2.5%, from the FY 2014 appropriation. The line item's appropriation will likely be allocated for operating expenses, mostly payroll costs, and secondarily for supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Drinking Water Protection Fund (Fund 4K50), which consists of fees for operator certification, laboratory certification, plan reviews, and licenses to operate public water system fees. The fund's annual revenues typically total between \$5.9 million and \$6.5 million.

SSR line item 715673, Drinking and Ground Water, partially funds the Division's efforts to implement and enforce the federal Safe Drinking Water Act in

Ohio, and to ensure Ohio's public water systems provide adequate quantities of safe drinking water. Responsibilities include: (1) reviewing engineering plans, (2) conducting inspections, (3) reviewing chemical compliance data, and (4) administering the operator and laboratory certification programs.

The appropriation for the line item is \$4,863,521 in FY 2014 and FY 2015, an increase of \$577,016, or 13.5%, from FY 2013 expenditures of \$4,286,505. The line item's appropriation will be allocated for operating expenses, mostly payroll costs.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0). The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Underground Injection Control

As discussed below, the Division utilizes two line items to administer the Underground Injection Well Program which seeks to protect public health and the environment by preventing contamination of underground sources of drinking water. The Division is specifically charged with the duty of adopting and enforcing rules governing the injection of sewage, industrial waste, hazardous waste, and other waste into wells. Additionally, the Division has primary enforcement authority for the regulation of Class I, Class IV, and Class V wells as required by the federal Solid Waste Disposal Act.

SSR line item 715638, Underground Injection Control, is used to administer Ohio EPA's Underground Injection Control Program, which focuses primarily on Class I injection wells. The appropriation for the line item is \$389,126 in FY 2014, a \$3,257, or 0.8%, decrease from FY 2013 expenditures of \$392,383. The FY 2015 appropriation is \$402,697, an increase of \$13,571, or 3.5%, from the FY 2014 appropriation. The line item's appropriation is likely to be allocated entirely for operating expenses, mostly payroll costs, and secondarily, supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Underground Injection Control Fund (Fund 4J00), which collects Class I injection well permit and disposal fees. The permit fee is generally \$12,500 per well and the disposal fee is \$1.00 per ton on the disposal of nonhazardous waste up to a maximum of \$25,000. The fund collects approximately \$350,000 in revenue annually. Fifteen percent (15%) of the money in the fund each year is required to be transferred to the Injection Well Review Fund (Fund 4J20), which is used by the Department of Natural Resources for the purpose of paying expenses incurred in its duty to review and monitor injection wells.

FED line item 715605, Underground Injection Control – Federal, helps pay the administrative and implementation costs of the Division's underground injection control program. The appropriation for the line item is \$111,874 in FY 2014 and FY 2015,

a \$13,150, or 13.3%, increase from FY 2013 expenditures of \$98,724. The line item's appropriation will be allocated for operating expenses, mostly payroll costs.

Groundwater Support (SSR line item 715664)

This SSR line item is used to pay for the technical support the Division of Drinking and Ground Waters provides to other Ohio EPA divisions. The appropriation for the line item is \$128,212 in FY 2014, an increase of \$107,619, or 522.6%, from FY 2013 expenditures of \$20,593. The FY 2015 appropriation is \$223,212, an increase of \$95,000, or 74.1%, from FY 2014.

The line item's appropriation is supported with money appropriated from the Groundwater Support Fund (Fund 5H40), which consists of money collected as charges to other divisions of the Ohio EPA for work performed by the Division of Ground and Drinking Waters. As the manner in which the agency's chargeback systems are incorporated into its budget structure has changed, no new revenue has been deposited to the credit of the fund since FY 2012. At the end of FY 2013, the fund was carrying an unencumbered cash balance of \$2.3 million.

Category 3: Environmental Response and Revitalization

This funding category encompasses funding for the Ohio EPA's Division of Environmental Response and Revitalization, which responds to and monitors the cleanup of sudden releases of hazardous and radioactive materials. Table 8 below shows the line items that are the primary sources of the Division's funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 8. Appropriations for Environmental Response and Revitalization				
Fund	ALI and Name		FY 2014	FY 2015
Federal Special Revenue (FED) Fund Group				
3CS0	715688	Federal NRD Settlements	\$200,000	\$200,000
3F30	715632	Federally Supported Cleanup and Response	\$3,012,021	\$3,012,991
Federal Special Revenue Fund Group Subtotal			\$3,212,021	\$3,212,991
State Special Revenue (SSR) Fund Group				
4R90	715658	Voluntary Action Program	\$916,690	\$945,195
5000	715608	Immediate Removal Special Account	\$660,033	\$660,293
5050	715623	Hazardous Waste Cleanup	\$14,528,609	\$14,933,345
5050	715674	Clean Ohio Environmental Review	\$108,104	\$108,104
5BC0	715617	Clean Ohio	\$611,455	\$611,455
5BC0	715678	Corrective Actions	\$705,423	\$705,423
6440	715631	Emergency Response Radiological Safety	\$284,266	\$290,674
State Special Revenue Fund Group Subtotal			\$17,814,580	\$18,254,489
Clean Ohio Conservation Fund Group				
5S10	715607	Clean Ohio – Operating	\$284,124	\$284,124
Total Funding: Environmental Response and Revitalization			\$21,310,725	\$21,751,604

Generally, the line items noted below are used to pay the expenses associated with: (1) toxic substance enforcement programs, (2) cleanup of contaminated sites, (3) inspection, investigation, and enforcement where hazardous waste has been treated, stored, or disposed of, (4) purchase of hazardous waste sites, and (5) grants to political subdivisions or the owner of a facility for a portion of the cost of closing a facility or abating pollution. These duties are completed through emergency response, remedial response, and brownfield assessments.

"Emergency response" functions include responding to sudden releases of hazardous, radioactive, and petroleum materials.

"Remediation response" includes evaluations of contaminated sites, and when warranted, cleanup at those sites. Remedial response also entails supporting the U.S. EPA work at national priority list (NPL) sites. These are sites that have been given a hazard ranking score by the U.S. EPA based upon known releases or potential releases of

hazardous materials in a given area. The higher the score, the greater the priority is for remediation in this area. Remedial response duties also require orphan drum recovery, where the Ohio EPA evaluates, collects, and effectuates proper disposal of abandoned drums containing unknown and possibly hazardous materials.

"Brownfield assessments" require the Division to perform site assessments on behalf of the U.S. EPA to determine if sites should be placed on the NPL. Brownfields are abandoned or underused industrial and commercial facilities available for reuse. Expansion or redevelopment of such a facility can be complicated by environmental contaminations. The Division also makes targeted brownfield assessments (TBAs) for local governments seeking to redevelop property to determine if that property is indeed contaminated.

Federal NRD Settlements (FED line item 715688)

The source of this federal line item's appropriation is money drawn from the Natural Resource Damages Fund (Fund 3CS0), which consists of natural resource damages settlements stemming from any release, or threatened release, of hazardous substances, pollutants, or contaminants that could endanger human health and/or the environment. These funds are then used for cleanup and remediation of the damaged area.

The initial revenue stream is expected to result from a settlement between the state of Ohio and the U.S. Department of Energy for natural resource damages surrounding the Fernald site, a former uranium processing facility in southwest Ohio. Specifically, the money will be used to purchase land and property easements within the watershed where Fernald is located for the purpose of protecting and remediating the groundwater resource. In September 2010, the state received its first deposit of \$13.8 million.

The appropriation for the line item is \$200,000 in FY 2014 and FY 2015, a decrease of \$2,447,854, or 92.5%, from FY 2013 expenditures of \$2,647,854. The appropriations will be allocated for existing contractual oversight expenses. The sharp reduction in expenditures signals Ohio EPA's intent to bring other costs regarding this site, in particular land purchases and property easements, to the Controlling Board for approval.

Federally Supported Cleanup and Response (FED line item 715632)

This federal line item is used by the Division for oversight of cleanups at federal facilities, site investigations at federal sites, and promotion of brownfield revitalization. The appropriation for the line item is \$3,012,021 in FY 2014, a \$241,554, or 8.7%, decrease from FY 2013 expenditures of \$2,770,467. The FY 2015 appropriation is \$3,012,991, a \$970 increase from the FY 2014 appropriation. The line item's appropriation will be allocated for operating expenses, mostly payroll costs.

The line item's appropriation is supported with money appropriated from the Federally Supported Cleanup and Response Fund (Fund 3F30), which consists of federal emergency and remedial grants. Annual revenues typically run between \$5.0 million and \$6.0 million.

Voluntary Action Program (SSR line item 715658)

This SSR line item is used exclusively for the implementation, administration, and enforcement of the Voluntary Action Program. Under the program, companies are permitted to investigate possible environmental contamination, clean it up if necessary, and receive a promise from the state of Ohio not to sue and that no more cleanup is needed.

For FY 2014, the budget provides an appropriation of \$916,690, an increase of \$56,846, or 6.6%, from FY 2013 expenditures of \$859,844. The FY 2015 appropriation is \$945,195, an increase of \$28,505, or 3.1%, from the FY 2014 appropriation. The line item's appropriation will be allocated for a mix of operating expenses, largely payroll.

The line item's appropriation is supported with money appropriated from the Voluntary Action Fund (Fund 4R90), which collects revenues from varying sources, including, but not limited to, fees for certification, permits, technical assistance, review of "No Further Action" (NFA) letters, and variances from applicable standards. The fund collects between roughly \$790,000 and \$1.2 million annually.

The program certifies environmental professionals who conduct voluntary cleanups, and certifies laboratories that analyze samples from the dirty sites. The Division also issues "No Further Action" letters after cleanup is completed and issues covenants not to sue. Ohio EPA reviews and approves all voluntary cleanups, audits 25% of the cleanups, and provides technical assistance to volunteers. There are 100 certified environmental professionals in Ohio and 20 certified laboratories.

Immediate Removal Special Account (SSR line item 715608)

This SSR line item is used to pay the costs of investigating, mitigating, removing, or abating any unauthorized spill, release, or discharge of material that requires emergency action. The appropriation for the line item is \$660,033 in FY 2014, an increase of \$126,055, or 23.6%, from FY 2013 expenditures of \$533,978. The FY 2015

appropriation is \$660,293, a \$260 increase over the FY 2014 appropriation. The line item's appropriation will be allocated for operating expenses, largely payroll.

The line item's appropriation is supported with money appropriated from the Immediate Removal Fund (Fund 5000), which consists of remedial action cost recoveries and certain civil fines and criminal penalties. The fund collects approximately \$550,000 annually.

Hazardous Waste Cleanup (SSR line item 715623)

This SSR line item is used for: (1) the cleanup of sites contaminated with PCBs, (2) the inspection, investigation, and conducting of enforcement actions where hazardous waste has been treated, stored, or disposed of, (3) the planning and implementation of site remediation, (4) the purchasing of hazardous waste sites, and (5) the making of grants to political subdivisions or the owners of facilities for a portion of the costs associated with closing a facility or abating pollution.

The appropriation for the line item is \$14,528,609 in FY 2014, an increase of \$3,569,431, or 32.6%, from FY 2013 expenditures of \$10,959,178. The FY 2015 appropriation is \$14,933,345, an increase of \$404,736, or 2.8%, from the FY 2014 appropriation. The line item's appropriation will be allocated for operating expenses, in approximate order of magnitude as follows: payroll, supplies and maintenance, purchased personal services, and equipment. The notable change from FY 2013 expenditures reflects the transfer of certain tasks to the Division of Environmental Response and Revitalization.

The line item's appropriation is supported with money appropriated from the Hazardous Waste Cleanup Fund (Fund 5050), which collects revenue from a variety of sources, a portion of the tipping fee assessed to solid waste disposal, civil penalties assessed for violations of hazardous waste law, proceeds from the sale of cleaned sites, and hazardous waste site remediation cost recoveries.

The budget contains two provisions that will increase the fund's revenues as follows:

1. Adjusts the distribution of revenue for the Hazardous Waste Facility Management Fund (Fund 5030) and Fund 5050, which will result in Fund 5030 collecting \$4.2 million and Fund 5050 collecting \$9.8 million annually (under prior law, each fund would have collected \$7.0 million annually); and
2. Permits the Director of Budget and Management, on July 1, 2013 or as soon as possible thereafter, to transfer up to \$11,400,000 from Fund 5030 to Fund 5050 to support the closure and corrective action programs that were transferred to the Division of Environmental Response and Revitalization.

Clean Ohio

As discussed below, the Division has access to three line items that pay for its costs to support the state's bond-driven Clean Ohio Program, the purpose of which is to preserve green space and farmland, improve outdoor recreation, and clean up brownfields.

SSR line item 715674, Clean Ohio Environmental Review, pays for the Division's administrative expenses related to the oversight of brownfields remediation projects funded under the Clean Ohio Program. For FY 2014 and FY 2015, the line item is appropriated \$108,104, an increase of \$80,236, or 287.9%, from FY 2013 expenditures of \$27,868. The line item's appropriation is likely to be allocated for a mix of supplies and maintenance and payroll.

The line item's appropriation is supported with money appropriated from the Hazardous Waste Cleanup Fund (Fund 5050), which is discussed in more detail above under SSR line item 715623, Hazardous Waste Cleanup.

The work conducted under this program includes, but is not limited to, (1) technical assistance, (2) participating with and supporting the Clean Ohio Council, and (3) reviewing "No Further Action" (NFA) letters and issuing covenants not to sue for brownfields and public health projects funded under the Clean Ohio Program.

SSR line item 715617, Clean Ohio, is used to support the Division's administrative expenses related to reviewing applications for funding under Clean Ohio. The appropriation is \$611,455 in FY 2014 and FY 2015, an amount nearly identical to FY 2013 expenditures of \$614,648. The line item's appropriation will be allocated for a mix of operating expenses, largely payroll.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0). The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

CLF line item 715607, Clean Ohio – Operating, pays for the Division's administrative expenses related to oversight of brownfield remediation projects funded under Clean Ohio. The appropriation for the line item is \$284,124 in FY 2014 and FY 2015, an amount nearly identical to FY 2013 expenditures of \$278,957. The line item's appropriation will be allocated for a mix of operating expenses, primarily payroll, and secondarily supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Clean Ohio Operating Fund (Fund 5S10), which consists of excess investment earnings transferred from the Clean Ohio Revitalization Fund.

Clean Ohio Fund

The Clean Ohio Fund consists of four competitive statewide programs: the Clean Ohio Revitalization Fund, the Clean Ohio Agricultural Easement Purchase Program, the

Clean Ohio Green Space Conservation Program, and the Clean Ohio Trails Fund. The Ohio EPA's Division of Environmental Response and Revitalization works with the Clean Ohio Revitalization Fund, which targets brownfield cleanups.

Corrective Actions (SSR line item 715678)

This SSR line item is used by the Division for: (1) overseeing the investigation and cleanup of contaminated sites including federal facilities, (2) responding to and overseeing clean up of emergency releases and spills to the environment, and (3) providing assistance to companies and communities who clean up and reuse brownfield sites.

The appropriation for the line item is \$705,423 in FY 2014 and FY 2015, a \$600,000, or 569.1%, increase from FY 2013 expenditures of \$105,423. The line item's appropriation will be allocated for operating expenses, primarily payroll, and secondarily supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0). The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Emergency Response Radiological Safety (SSR line item 715631)

This SSR line item is used by the Division to pay its costs to administer a radiation safety program related to nuclear power plants, including training, drilling, and equipment for a radiation assessment team. The budget provides an appropriation of \$284,266 in FY 2014, an increase of \$12,852, or 4.7%, from FY 2013 expenditures of \$271,414. The FY 2015 appropriation is \$290,674, an increase of \$6,408, or 2.3%, from the FY 2014 appropriation. The line item's appropriation will be allocated for a mix of operating expenses, primarily payroll.

The Ohio EPA is one of six state agencies on the Utility Radiological Safety Board. The Board levies assessments against nuclear electric utilities in an amount no greater than the appropriation specified in the applicable main operating appropriations act to fund emergency response planning and preparedness.

Category 4: Materials and Waste Management

This funding category encompasses funding for the Ohio EPA's Division of Materials and Waste Management. The Division regulates facilities that treat, store, transport, or dispose of hazardous waste and ensures proper management of solid waste through regulating solid waste landfills, transfer facilities, or composting facilities. It also has responsibility for establishing and implementing statewide waste reduction, recycling, recycling market development, and litter prevention programs for nonhazardous wastes. Table 9 below shows the line items that are the primary sources of the Division's funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 9. Appropriations for Materials and Waste Management				
Fund		ALI and Name	FY 2014	FY 2015
General Services Fund (GSF) Group				
4D50	715618	Recycled State Materials	\$50,000	\$50,000
Federal Special Revenue (FED) Fund Group				
3540	715614	Hazardous Waste Management – Federal	\$4,088,383	\$4,088,383
State Special Revenue (SSR) Fund Group				
4K30	715649	Solid Waste	\$15,685,342	\$16,330,873
4P50	715654	Cozart Landfill	\$100,000	\$100,000
4R50	715656	Scrap Tire Management	\$1,059,378	\$1,070,532
4U70	715660	Construction and Demolition Debris	\$335,000	\$335,000
5030	715621	Hazardous Waste Facility Management	\$7,615,403	\$8,224,041
5320	715646	Recycling and Litter Control	\$4,514,500	\$4,535,500
5410	715670	Site Specific Cleanup	\$1,548,101	\$1,548,101
5860	715637	Scrap Tire Market Development	\$1,497,645	\$1,497,645
5BT0	715679	C&DD Groundwater Monitoring	\$203,800	\$203,800
6600	715629	Infectious Waste Management	\$88,764	\$88,764
State Special Revenue Fund Group Subtotal			\$32,647,933	\$33,934,256
Total Funding: Materials and Waste Management			\$36,786,316	\$38,072,639

Solid and Infectious Waste Management

The four line items described below fund the Division's services and activities performed for the purpose of ensuring the proper management of solid and infectious waste at 57 licensed operating landfills, 64 licensed transfer facilities, and 477 composting facilities statewide. All of these facilities are required to be licensed or registered. The Division also: (1) implements, administers, and enforces the state's Scrap Tire Management Program, including contracts for cleanup of illegal tire dumps, and (2) regulates the generator's identification, segregation, management, storage, and treatment of infectious waste.

SSR line item 715649, Solid Waste, is used by the Division to fund personnel, contractual expenses, training and support staff, equipment, and other administrative costs associated with the administration and enforcement of solid waste laws, infectious waste laws, and construction and demolition debris laws.

For FY 2014, the appropriation is \$15,685,342, an increase of \$2,502,606, or 19.0%, from FY 2013 expenditures of \$13,182,736. The appropriation for FY 2015 is \$16,330,873, an increase of \$645,531, or 4.1%, from the FY 2014 appropriation. Most of the line item's appropriation will be allocated for operating expenses, primarily payroll, and secondarily supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Solid Waste Fund (Fund 4K30), which collects revenue from a \$1.00 tipping fee. Its annual revenue stream generates approximately \$14 million. While the FY 2014 and FY 2015 appropriations exceed the fund's annual revenue stream, its available cash balance will be sufficient to support the funding levels through FY 2015. The fund's unencumbered cash balance at the end of FY 2013 was \$21.7 million.

SSR line item 715656, Scrap Tire Management, pays for the Division's costs to administer and enforce the state's Scrap Tire Management Program, including contracts for cleanup of illegal tire dumps. For FY 2014, the budget provides an appropriation of \$1,059,378, a decrease of \$241,802, or 18.6%, from FY 2013 expenditures of \$1,301,180. The FY 2015 appropriation is \$1,070,532, \$11,154, or 1.1%, higher than the FY 2014 appropriation. All of the line item's appropriation will be allocated for operating expenses, more or less in the following order of magnitude, personal services contracts, payroll, supplies and maintenance, and equipment.

The line item's appropriation is supported by money drawn from the Scrap Tire Management Fund (Fund 4R50), which consists of scrap tire facility application, permit, and license fees; grants and gifts; scrap tire transporter registration fees; scrap tire abatement recovery moneys; and a \$1.00 per tire fee placed on the sale of new tires. The fund's annual revenue stream tends to vary between \$3.4 million and \$4.0 million.

Scrap tires are considered solid waste and are generally regulated under the solid waste initiatives discussed above. However, additional requirements exist for scrap tire transporters, landfills, storage facilities, processing facilities, and recovery facilities. The Division provides oversight and technical assistance to 35 licensed scrap tire facilities and 78 registered transporters. All facilities are required to be licensed and/or registered, depending on the type of facility. Transporters are also required to be registered.

SSR line item 715670, Site Specific Cleanup, is used by the Division for contracted remediation and closure activities at abandoned facilities where owners/operators have failed to complete regulatory requirements and have not

provided adequate financial assurance to do the work. The appropriation is \$1,548,101 in FY 2014 and FY 2015, an increase of \$1,365,414, or 747.4%, from FY 2013 expenditures of \$182,687. Most of the appropriation will be allocated for contracts.

The line item's appropriation is supported by money drawn from the Environmental Protection Remediation Fund (Fund 5410), which consists of money from civil penalty settlements obtained through enforcement actions. The fund's annual revenue stream varies greatly from year to year: \$8.6 million in FY 2010, \$522,981 in FY 2011, \$641,735 in FY 2012, and \$2.6 million in FY 2013. The fund's unencumbered cash balance at the end of FY 2013 was just under \$21.0 million.

SSR line item 715629, Infectious Waste Management, is used to support expenses incurred by the Division in administering and enforcing the requirements of the state's Infectious Solid Wastes Management Law. The appropriation is \$88,764 in FY 2014 and FY 2015, an increase of \$72,785, or 455.5%, from FY 2013 expenditures of \$15,979. The line item's appropriation will be allocated for a mix of operating expenses, largely supplies and maintenance.

The line item's appropriation is supported by money drawn from the Infectious Wastes Management Fund (Fund 6600), which consists of fees for infectious waste generation. Due to recent legislatively enacted changes to this fee structure, the fund's annual revenue stream is expected to decrease from a range of \$100,000 to \$140,000 to a range of \$50,000 to \$70,000. The fund's unencumbered cash balance at the end of FY 2013 was \$375,883.

Construction and Demolition Debris

The two line items discussed below fund the Division's regulation of construction and demolition debris (C&DD) disposal, which includes the oversight of 52 C&DD landfills. All of these disposal facilities are required to be licensed. The Division shares oversight responsibilities with local health departments. The line items discussed below pay for the costs of: (1) regulating and licensing disposal, (2) providing oversight and technical assistance to disposal facilities, (3) providing ongoing technical assistance to local health districts, (4) performing annual compliance surveys, (5) performing inspections and complaint investigations, and (6) enforcing regulations at illegal dump sites.

SSR line item 715660, Construction and Demolition Debris, is used exclusively for the Division's costs to administer and enforce the state's Construction and Demolition Debris Law. The FY 2014 and FY 2015 appropriation is \$335,000, a decrease of \$38,335, or 10.3%, from FY 2013 expenditures of \$373,335. The line item's appropriation will be allocated largely for supplies and maintenance and disbursements to local health districts where these licensed facilities are located.

The line item's appropriation is supported by money drawn from the Construction and Demolition Debris Facility Oversight Fund (Fund 4U70), which consists of construction and demolition debris disposal fees. The fund's annual revenue stream has been running between \$400,000 and \$440,000.

SSR line item 715679, C&DD Groundwater Monitoring, is used to pay for the expenses of monitoring groundwater at C&DD landfills. Monitoring activities include installing wells, sampling, and laboratory analysis, as well as use of field equipment. The appropriation is \$203,800 in FY 2014 and FY 2015, an increase of \$141,021, or 224.6%, from FY 2013 expenditures of \$62,779. The line item's appropriation will be allocated for a mix of operating expenses, largely purchased personal services.

The line item's appropriation is supported by money drawn from the Construction and Demolition Debris Facility Ground Water Monitoring Fund (Fund 5BT0), which consists of an additional fee of not more than \$0.05 per cubic yard or \$0.10 per ton on the disposal of construction and demolition debris at a licensed construction and demolition debris facility. The fund's annual revenue stream has been running between \$270,000 and \$300,000.

Hazardous Waste Management

The three line items described below fund the Division's hazardous waste management statutory duties and responsibilities, the purpose of which are to regulate facilities that generate, transport, treat, store, or dispose of hazardous waste. These responsibilities include: conducting inspections, pursuing appropriate enforcement, responding to complaints, reviewing and approving closure/post-closure plans and corrective action plans and reports, reviewing and issuing final actions on renewal and modification permit applications, adopting new revised rules, and providing technical assistance.

During the course of a fiscal year, the Division conducts approximately 1,200 compliance evaluation inspections at various categories of hazardous waste generators and facilities. The Division also completes enforcement actions at approximately 20 to 25 facilities, reviews and approves between 5 and 8 new and renewal permit applications in addition to reviewing and approving approximately 75 to 100 permit modifications, investigates 300 to 400 citizen complaints, and provides technical and regulatory compliance assistance to 1,300 entities.

FED line item 715614, Hazardous Waste Management – Federal, is used to support the development and maintenance of the Ohio EPA's statewide hazardous waste management program in conjunction with the two SSR line items discussed below. The purpose of the program is to control the generation, transportation, treatment, storage, and disposal of hazardous wastes.

For FY 2014 and FY 2015, the appropriation is \$4,088,383, a decrease of \$104,470, or 2.5%, from FY 2013 expenditures of \$4,192,853. The line item's appropriation will be allocated for a mix of operating expenses, largely payroll.

SSR line item 715654, Cozart Landfill, is used to pay for oversight care, security, and other post-closure maintenance activities necessary in maintaining the closed Cozart Sanitary Landfill, a nonpermitted solid waste landfill in Athens County, Ohio. The appropriation is \$100,000 in FY 2014 and FY 2015, an increase of \$56,011, or 127.3%, from FY 2013 expenditures of \$43,989. The line item's appropriation will be allocated for the necessary contract(s) to perform these services.

The line item is funded through a \$3.9 million award in settlement moneys placed in a trust fund. As the Division needs funds for remediation and post-closure oversight, money is transferred to support the line item's appropriation. The court-ordered settlement requires that the Ohio EPA provide post-closure remediation services. The money in the trust fund, and the line item, cannot be used for any other purposes.

SSR line item 715621, Hazardous Waste Facility Management, is used by the Division to pay for the costs of regulating facilities that generate, treat, store, or dispose of hazardous waste and used oil, and of providing technical assistance and outreach to the regulated community and the public. The appropriation in FY 2014 is \$7,615,403, a decrease of \$622,580, or 7.6%, from FY 2013 expenditures of \$8,237,983. The FY 2015 appropriation is \$8,224,041, a \$608,638, or 8.0%, increase from the FY 2014 appropriation. The line item's appropriation will be allocated for a mix of operating expenses, largely payroll and supplies and maintenance. The notable change from the FY 2013 expenditures reflects the transfer of certain tasks to the Division of Environmental Response and Revitalization.

The line item's appropriation is supported with money appropriated from the Hazardous Waste Facility Management Fund (Fund 5030), which consists of hazardous waste disposal and treatment fees, hazardous waste facility installation and operation permit fees, and a portion of the tipping fee assessed to every ton of solid waste disposed of in the state. The budget contains two provisions that will decrease the fund's revenues by redirecting money into the Hazardous Waste Cleanup Fund (Fund 5050).⁴

⁴ The details of those changes are noted in the preceding description of SSR line item 715623, Hazardous Waste Cleanup, under Funding Category 3: Environmental Response and Revitalization.

Materials Conservation and Reuse

The three line items described below fund the Division's responsibility for establishing and implementing statewide waste reduction, recycling, recycling market development, and litter prevention programs for nonhazardous wastes.⁵

GSF line item 715618, Recycled State Materials, is used to provide grants that benefit recycling programs in state agencies. For FY 2014 and FY 2015, the appropriation is \$50,000. The line item's appropriation is supported with money appropriated from the Recycled Materials Fund (Fund 5030), which consists of the proceeds from the sale of recycled goods and materials by state agencies. The fund typically collects between \$45,000 and \$100,000 in revenue annually.

SSR line item 715646, Recycling and Litter Control, is used to support two grant programs as follows: (1) the Community Development Grant which provides financial assistance to Ohio's local governments that propose, design, and establish projects involved in the collection and processing of recyclable material, and (2) the Market Development Grant Program which offers funds to Ohio businesses that propose to create the infrastructure necessary for successful recyclable material markets.

For FY 2014, the appropriation is \$4,514,500, an increase of \$1,396,333, or 44.8%, from FY 2013 expenditures of \$3,118,167. The FY 2015 appropriation is \$4,535,500, a \$21,000, or 0.5%, increase from the FY 2014 appropriation. Around 90% of the line item's appropriation will be allocated for providing grants; the remainder for operating expenses, mostly payroll and supplies and maintenance.

The program is supported by the Litter Prevention and Recycling Fund (Fund 5320), which collects fees of 37.5 cents per cubic yard or 75 cents per ton of construction and demolition debris disposed of in the state. The fund collects around \$3.9 million in revenue annually.

SSR line item 715637, Scrap Tire Market Development, serves two purposes: (1) support of market development activities for scrap tires and synthetic rubber from tire manufacturing processes and tire recycling processes, and (2) support of scrap tire amnesty and cleanup events sponsored by solid waste management districts. For these purposes, the appropriation is \$1,497,645 in FY 2014 and FY 2015, an increase of \$1,053,822, or 237.4%, from FY 2013 expenditures of \$443,823. Most of the line item's appropriation will be allocated for providing grants.

Under current law, the Scrap Tire Grant Fund (Fund 5860), which is the source of the line item's appropriation, receives a transfer of \$1.0 million in each year from the

⁵ Effective September 10, 2012, Am. Sub. H.B. 487 of the 129th General Assembly transferred these functions, responsibilities, and related revenue streams from the Department of Natural Resources to the Ohio EPA.

Scrap Tire Management Fund (Fund 4R50) used by the Ohio EPA. In addition, the Ohio EPA is authorized to transfer an additional \$500,000 in each fiscal year to Fund 5860 for scrap tire amnesty and cleanup purposes.

Category 5: Surface Water Protection

This funding category consists of line items that fund the Division of Surface Water, which is responsible for restoring and maintaining the quality of rivers and streams for human and industrial uses. Table 10 below shows the line items that are the primary sources of the Division's funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 10. Appropriations for Surface Water Protection				
Fund	ALI and Name		FY 2014	FY 2015
Federal Special Revenue (FED) Fund Group				
3BU0	715684	Water Quality Protection	\$16,205,000	\$15,280,000
State Special Revenue (SSR) Fund Group				
4K40	715650	Surface Water Protection	\$6,993,800	\$7,688,800
5BC0	715624	Surface Water	\$9,614,974	\$9,614,974
5BC0	715687	Areawide Planning Agencies	\$450,000	\$450,000
5Y30	715685	Surface Water Improvement	\$1,800,000	\$1,800,000
6990	715644	Water Pollution Control Administration	\$345,000	\$345,000
State Special Revenue Fund Group Subtotal			\$19,203,774	\$19,898,774
Total Funding: Surface Water Protection			\$35,408,774	\$35,178,774

Surface Water Protection

Relative to its charge to protect, restore, and enhance water resources in the state, the Division is organized around the following seven activities described below. Following those descriptions is a discussion of the line items that finance those activities.

1. Water Quality

Water quality activities include establishing water quality standards, monitoring and assessing the condition of Ohio's surface waters, Total Maximum Daily Load (TMDL) watershed restoration plan development, and field response and investigation of pollution spills and other complaints about surface water quality. The Ohio EPA has set a benchmark to have 80% of Ohio's streams and small rivers and 100% of the largest rivers meet the "fishable/swimmable" goal of the federal Clean Water Act. In order to achieve this mark, impaired waters are restored through TMDL plans.

2. Wetlands Permitting

Wetlands permitting includes the Division's 401 certification and wetland programs, the purposes of which are to regulate certain activities in wetlands and other related areas of the state. If unregulated, these activities, such as dredging, filling, or

relocating wetlands and streams can endanger aquatic life and possibly lead to degradation of water quality downstream from the activity. Any individual seeking to dredge, fill, or otherwise modify waters is required by Section 401 of the federal Clean Water Act to obtain a permit.

3. Nonpoint Source Pollution Control

Nonpoint source pollution control activities include administration of a federally funded grant program that funds incentive-based pollution control efforts for land management techniques to prevent unregulated runoff from reaching streams.

4. National Pollution Discharge Elimination System

The National Pollution Discharge Elimination System (NPDES) is a program that seeks to make water more fishable and swimmable through permit controls on point sources of pollution. It regulates facilities such as municipalities and industries that discharge pollution to surface water. In addition to technical review and drafting of these permits, the Division staff performs compliance and enforcement activities. NPDES also regulates the disposal of sewage sludge generated from municipal wastewater treatment facilities.

5. Storm Water Pollution Prevention

These prevention activities include regulating the discharge of storm water into streams through permitting, compliance, enforcement, and technical assistance. Discharges are controlled through the implementation of land management and treatment practices of municipalities, construction sites, and certain industrial facilities.

6. Lake Erie Restoration and Resource Management

The focus of these Lake Erie activities is the long-term protection of water quality by fostering improvements in the management of the Lake Erie watershed. This is accomplished through implementation of: (1) remedial action plans for the Maumee, Black, Cuyahoga, and Ashtabula river areas of concern (AOC), and (2) the Lake Erie Lakewide Management Plan.

7. Wastewater Construction Plan Approval

These plan approval activities involve the issuance of permits to install (PTI) for wastewater treatment and disposal systems for municipalities, industries, and commercial operations.

Line Items

FED line item 715684, Water Quality Protection, finances compliance duties and responsibilities relative to the federal Clean Water Act. The FY 2014 appropriation is \$16,205,000, an increase of \$7,716,158, or 90.9%, from FY 2013 expenditures of \$8,488,842. The FY 2015 appropriation is \$15,280,000, a \$925,000, or 5.7%, decrease from

the FY 2014 appropriation. The notable increase from FY 2013 to FY 2014 reflects the consolidation into this line item of existing federal line item 715641, Nonpoint Source Pollution Management.

Of the line's FY 2014 and FY 2015 appropriations, between 45% and 50% is likely to be allocated for grants and shared revenues. The remainder, another 50% to 55%, is likely to be allocated for operating expenses, primarily payroll.

SSR line item 715650, Surface Water Protection, is used for the Division's costs of programs required under the federal Water Pollution Control Act, including the development of water quality standards, waste load allocations, effluent limits, water quality monitoring, surface water discharge permitting, permit enforcement, technical assistance, operator certification, and the administration of the state Isolated Wetlands Permit Program.

For FY 2014, the appropriation is \$6,993,800, an increase of \$2,524,258, or 56.5%, from FY 2013 expenditures of \$4,469,542. The FY 2015 appropriation is \$7,688,800, a \$695,000, or 9.9%, increase from the FY 2014 appropriation. Some of the increase from the FY 2013 expenditures reflects the consolidation into this line item of existing SSR line item 715613, Dredge and Fill. Most of the line item's appropriation will be allocated for operating expenses, primarily payroll, and secondarily supplies and maintenance.

The line item's appropriation is supported by money drawn from the Surface Water Protection Fund (Fund 4K40), which consists of a mix of permit discharge, plan approval, and disposal fees. The fund's annual revenue stream runs in the \$9.0 million range. A portion of the fund's available cash is also typically appropriated to SSR line item 715686, Environmental Laboratory Services.

SSR line item 715687, Areawide Planning Agencies, is used for grants to areawide planning agencies that are engaged in areawide water quality management activities. An areawide planning agency is designated by the Governor of Ohio under authority of Section 208 of the federal Clean Water Act, and has responsibilities for areawide waste treatment management planning within a specified area of a state.

For FY 2014 and FY 2015, the appropriation is \$450,000, a decrease of \$33,562, or 6.9%, from FY 2013 expenditures of \$483,562. All of the line item's appropriation will be allocated for grants.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0), which consists of the proceeds from a per ton tipping fee collected on the solid waste disposed in Ohio landfills. The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

SSR line item 715624, Surface Water, finances the Division's efforts to implement the programs and objectives of the federal Clean Water Act with the goal of all of Ohio's lakes, rivers, and streams attaining fishable and swimmable standards. For FY 2014 and FY 2015, the appropriation is \$9,614,974, a \$487,526, or 5.3%, increase from FY 2013 expenditures of \$9,127,448. All of the line item's appropriation is likely to be allocated for operating expenses, largely payroll, and secondarily supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0), which consists of the proceeds from a per ton tipping fee collected on the solid waste disposed in Ohio landfills. The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

SSR line item 715685, Surface Water Improvement, is used to fund contracts and agreements, including grant agreements with federal, state, and local government agencies, environmental nonprofit organizations, and universities, for the purpose of completing water quality restoration and protection projects. For FY 2014 and FY 2015, the appropriation is \$1,800,000, an increase of \$881,189, or 95.9%, from FY 2013 expenditures of \$918,811. All of the line item's appropriation will be allocated to fund the above-described contracts and agreements.

The line item's appropriation is supported by money drawn from the Surface Water Improvement Fund (Fund 5Y30), which consists of financial enforcement penalties for required mitigation projects. The fund's annual revenue stream is highly variable: \$5.5 million in FY 2010, \$0 in FY 2011, \$341,400 in FY 2012, and \$3.0 million in FY 2013.

SSR line item 715644, Water Pollution Control Administration, is used by the Division for the costs of administering and enforcing water pollution control laws. For FY 2014 and FY 2015, the appropriation is \$345,000, a \$261,871, or 315.0%, increase from FY 2013 expenditures of \$83,129. All of the line item's appropriation is likely to be allocated for operating expenses.

The line item's appropriation is supported with money appropriated from the Water Pollution Control Administration Fund (Fund 6990), which consists of 50% of the civil penalties collected for certain water pollution control law violations. The fund's annual revenue stream has been highly variable, ranging from a low of \$220,829 (FY 2010) to a high of \$862,789 (FY 2012).

Category 6: Environmental Services

This funding category consists of line items that primarily fund the Division of Environmental Services, which provides laboratory services to other Ohio EPA divisions, state and local agencies, and private entities. Table 11 below shows the line items that are the primary sources of the Division's funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 11. Appropriations for Environmental Services				
Fund	ALI and Name		FY 2014	FY 2015
General Services Fund (GSF) Group				
1990	715602	Laboratory Services	\$252,153	\$326,029
State Special Revenue (SSR) Fund Group				
4K40	715686	Environmental Laboratory Services	\$2,096,007	\$2,096,007
5BC0	715677	Laboratory	\$1,358,586	\$1,558,586
State Special Revenue Fund Group Subtotal			\$3,454,593	\$3,654,593
Total Funding: Environmental Services			\$3,706,746	\$3,980,622

Laboratory Services (GSF line item 715602)

This GSF line item is used to pay for the costs of analytical laboratory services and laboratory certification and assistance. For FY 2014, the appropriation is \$252,153, a \$155,955, or 162.1%, increase from FY 2013 expenditures of \$96,198. For FY 2015, the appropriation is \$326,029, a \$73,876, or 29.3%, increase from the FY 2014 appropriation. All of the line item's appropriation will be allocated for operating expenses, primarily payroll and supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Laboratory Services Fund (Fund 1990), which consists of laboratory services payments from other Ohio EPA divisions and other public agencies. The fund's annual receipts are quite variable: \$871,117 in FY 2010, \$604,765 in FY 2011, \$292,390 in FY 2012, and \$247,343 in FY 2013.

Environmental Laboratory Services (SSR line item 715686)

This SSR line item is used primarily to provide analytical laboratory services to divisions within the Ohio EPA. For FY 2014 and FY 2015, the appropriation is \$2,096,007, an increase of \$129,470, or 6.6%, from FY 2013 expenditures of \$129,470. All of the line item's appropriation will be allocated for operating expenses, primarily payroll and supplies and maintenance.

The line item's appropriation is supported by money drawn from the Surface Water Protection Fund (Fund 4K40), which consists of a mix of permit discharge, plan approval, and disposal fees. The fund's annual revenue stream runs in the \$9.0 million

range. A large portion of the fund's available cash is also typically appropriated to SSR line item 715650, Surface Water Protection.

Laboratory (SSR line item 715677)

This SSR line item is used to provide laboratory services to Ohio EPA divisions, state and local agencies, and private entities. For FY 2014, the appropriation is \$1,358,586, a \$384,789, or 39.5%, increase from FY 2013 expenditures of \$973,797. The FY 2015 appropriation is \$1,558,586, a \$200,000, or 14.7%, increase from FY 2014. All of the line item's appropriation will be allocated for operating expenses, primarily payroll.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0), which consists of the proceeds from a per ton tipping fee collected on the solid waste disposed in Ohio landfills. The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Category 7: Environmental and Financial Assistance

This funding category consists of line items that fund the Division of Environmental and Financial Assistance, which administers two revolving loan funds for municipal wastewater treatment projects and other projects improving water quality and drinking water projects. Table 12 below shows the line items that are the primary sources of the Division's funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 12. Appropriations for Environmental and Financial Assistance				
Fund	ALI and Name		FY 2014	FY 2015
Federal Special Revenue (FED) Fund Group				
3F20	715630	Revolving Loan Fund – Operating	\$832,543	\$1,114,543
State Special Revenue (SSR) Fund Group				
6760	715642	Water Pollution Control Loan Administration	\$3,921,605	\$3,921,605
Total Funding: Environmental and Financial Assistance			\$4,754,148	\$5,036,148

Revolving Loan Fund Administration

The Division of Environmental and Financial Assistance serves four primary programs as follows: (1) Water Pollution Control Loan Fund (WPCLF), (2) Water Supply Revolving Loan Fund (WSRLA), (3) Ohio Power Siting Board Reviews (OPSB), and (4) federal Special Appropriations Act Project Administration (SAAP).

The WPCLF is used to provide technical assistance and low-cost financial assistance to public and private applicants to improve and protect Ohio's water resources and meet state and federal water quality requirements. For the FY 2014-FY 2015 biennium, the Division anticipates providing approximately \$475 million per year in financing for public health and water quality, and awarding \$15 million in no-repayment financing for the protection and restoration of 20 water bodies.

The WSRLA provides below-market rate loans for the planning, design, and construction of new or improved community and noncommunity public water systems. For the FY 2014-FY 2015 biennium, the Division anticipates providing approximately \$100 million per year in financing for public health and Safe Drinking Water Act compliance, and approximately \$10 million to 20 economically disadvantaged water systems to reduce the costs of their construction projects.

The primary purpose of the OPSB is to perform environmental impact reviews applications to the Ohio Power Siting Board for construction involving any major electric or gas transmission line, major generating facility, or economically significant wind farm. The Division expects to perform 45 of these reviews annually.

The primary purpose of the SAAP is to administer federal "Special Appropriations Act Projects" awarded by Congress to local governments for water or wastewater infrastructure construction.

Revolving Loan Fund – Operating (FED line item 715630)

This federal line item provides financial and technical assistance for the administration of the Division's loan programs. For FY 2014, the appropriation is \$832,543, an increase of \$221,642, or 36.3%, from FY 2013 expenditures of \$610,901. The FY 2015 appropriation is for \$1,114,543, a \$282,000, or 33.9%, increase over the FY 2014 appropriation. All of the line item's appropriation will be allocated for operating expenses, largely payroll.

Water Pollution Control Loan Administration (SSR line item 715642)

This SSR line item is used to provide technical and financial assistance to Ohio communities, private entities, the U.S. EPA, and the Ohio Power Siting Board. For FY 2014 and FY 2015, the appropriation is \$3,921,605, a \$408,075, or 11.6%, increase from FY 2013 expenditures of \$3,513,530. All of the line item's appropriation will be allocated for operating expenses, primarily payroll.

Category 8: Program Management

This funding category includes the activities and services responsible for directing, coordinating, assisting, and guiding all of Ohio EPA's divisions and specialized offices. Included herein are the Director's office, employee services, a public interest center, fiscal administration, technology services, legal services, and employee safety and health programs. Table 13 below shows the line items that are Program Management's primary sources of funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 13. Appropriations for Program Management				
Fund	ALI and Name		FY 2014	FY 2015
General Services Fund (GSF) Group				
2190	715604	Central Support Indirect	\$10,255,680	\$10,255,680
4A10	715640	Operating Expenses	\$2,600,000	\$2,602,000
General Services Fund Group Subtotal			\$12,855,680	\$12,857,680
State Special Revenue (SSR) Fund Group				
5BC0	715692	Administration	\$10,582,627	\$10,582,627
Total Funding: Program Management			\$23,438,307	\$23,440,307

Central Support Indirect (GSF line item 715604)

This GSF line item is used for operating costs of the Ohio EPA, including five district offices and one central office that house administrative, legal services, information technology, fiscal services, human resources, and facilities management staff. Services provided include program oversight, public records reviews, local area network (LAN) administration, fiscal processing and human resources, and public information.

For FY 2014 and FY 2015, the appropriation is \$10,255,680, a \$603,605, or 6.3%, increase from FY 2013 expenditures of \$9,652,075. All of the line item's appropriation will be allocated for operating expenses, largely payroll and secondarily supplies and maintenance.

The line item's appropriation is supported by money appropriated from the Central Support Indirect Fund (Fund 2190), which consists of administrative charges assessed to certain Ohio EPA funds. The fund received revenue of \$16.3 million in FY 2011, \$10.5 million in FY 2012, and \$8.5 million in FY 2013. Annual revenues for FY 2014 to FY 2015 are estimated at \$9.0 million or more.

Operating Expenses (GSF line item 715640)

This GSF line item is statutorily directed for the purpose of defraying the costs of the programs and activities of the Ohio EPA, and the purchasing of equipment. For FY 2014, the appropriation is \$2,600,000, an increase of \$468,081, or 22.0%, from FY 2013 expenditures of \$2,131,919. The FY 2015 appropriation is \$2,602,000, \$2,000 more than the FY 2014 appropriation. All of the line item's appropriation will be allocated for operating expenses, primarily supplies and maintenance, and secondarily equipment.

The line item's appropriation is supported by money appropriated from the Goods and Services Fund (Fund 4A10), which consists of money generated by service agreements between programs or activities with the Ohio EPA, and service agreements between Ohio and other state agencies. The fund's total annual revenues have been running between \$2.1 million and \$2.6 million.

Administration (SSR line item 715692)

This SSR line item is used to pay for administrative costs of the Ohio EPA. For FY 2014 and FY 2015, the appropriation is \$10,582,627, a \$704,601, or 7.1%, increase from FY 2013 expenditures of \$9,878,026. All of the line item's appropriation will be allocated for operating expenses, primarily payroll.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0), which consists of the proceeds from a per ton tipping fee collected on the solid waste disposed in Ohio landfills. The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Category 9: Environmental Education

This funding category consists of money that primarily funds the Office of Environmental Education and the Office of Compliance Assistance and Pollution Prevention.

The Environmental Education Office administers the Ohio Environmental Education Fund, which awards up to \$1.0 million in grants annually, the Ohio Clean Diesel School Bus Fund, the Diesel Emission Reduction Grant Program, and a series of recycling grants for the Division of Materials and Waste Management. The Office of Compliance Assistance and Pollution Prevention provides confidential technical assistance to businesses on pollution prevention and compliance issues.

Table 14 below shows the line items that are the primary sources of funding, as well as the appropriated funding levels. It is then followed by a narrative describing how the appropriated amounts will be used.

Table 14. Appropriations for Environmental Education				
Fund	ALI and Name		FY 2014	FY 2015
Federal Special Revenue (FED) Fund Group				
3FHO	715693	Diesel Emission Reduction Grants	\$10,000,000	\$10,000,000
3V70	715606	Agencywide Grants	\$600,000	\$600,000
Federal Special Revenue Fund Group Subtotal			\$10,600,000	\$10,600,000
State Special Revenue (SSR) Fund Group				
5BC0	715676	Assistance and Prevention	\$695,069	\$695,069
5BC0	715694	Environmental Resource Coordination	\$170,000	\$170,000
5CD0	715682	Clean Diesel School Buses	\$475,000	\$475,000
6A10	715645	Environmental Education	\$1,350,000	\$1,350,000
State Special Revenue Fund Group Subtotal			\$2,690,069	\$2,690,069
Total Funding: Environmental Education			\$13,290,069	\$13,290,069

Diesel Emission Reduction Grants (FED line item 715693)

This federal line item, funded with money from the Federal Highway Administration Congestion Mitigation and Air Quality (CMAQ) Program, is distributed as grants to public diesel engine fleets and private diesel engine fleets with a public sponsor (public-private partnerships) that undertake vehicle/equipment replacement, repower, retrofit, or installation of anti-idle equipment for the purpose of emissions reduction. The program is administered jointly by the Ohio EPA and the Ohio Department of Transportation. For this purpose, the FY 2014 and FY 2015 appropriation is \$10,000,000. All of the line item's appropriation will be allocated for grants.

Agencywide Grants (FED line item 715606)

This federal line item consists of federal money used primarily as grants awarded to school districts and county developmental programs to retrofit school buses with pollution control equipment, and secondarily for agency operating expenses. For FY 2014 and FY 2015, the appropriation is \$600,000, an increase of \$110,986, or 22.7%, from FY 2013 expenditures of \$489,014. Of the line item's appropriation in each fiscal year, around \$350,000 will be allocated for grants, and the remainder, about \$250,000, will be allocated for operating expenses, mostly payroll.

Assistance and Prevention (SSR line item 715676)

This SSR line item funds the Office of Compliance Assistance and Pollution Prevention, which provides confidential technical assistance to businesses on pollution prevention and compliance issues. For FY 2014 and FY 2015, the appropriation is \$695,069, an increase of \$118,277, or 20.5%, from FY 2013 expenditures of \$576,792. All of the line item's appropriation will be allocated for operating expenses, primarily payroll.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0), which consists of the proceeds from a per ton tipping fee collected on the solid waste disposed in Ohio landfills. The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Environmental Resource Coordination (SSR line item 715694)

This is a newly created SSR line item created to assist the Office of Environmental Education in covering its costs of administering diesel emission reduction and environmental education grant programs. For FY 2014 and FY 2015, the appropriation is \$170,000. All of the line item's appropriation will be allocated for operating expenses, mostly payroll.

The line item's appropriation is supported with money appropriated from the Environmental Protection Fund (Fund 5BC0), which consists of the proceeds from a per ton tipping fee collected on the solid waste disposed in Ohio landfills. The line item is one of eleven (11) line items used by the Ohio EPA that draw their appropriations from this fund.

Clean Diesel School Buses (SSR line item 715682)

This SSR line item is used to issue grants to public school districts and county boards of developmental disabilities to purchase and install pollution controls onto certain types and model years of diesel buses. For FY 2014 and FY 2015, the appropriation is \$475,000, a reduction of \$426,091, or 47.3%, from FY 2013 expenditures of \$901,091. All of the line item's appropriation will be allocated for grants.

The line item's appropriation is supported with money appropriated from the Clean Diesel School Bus Fund (Fund 5CD0), which consists of gifts, grants, and contributions, including contributions made pursuant to the settlement of an administrative or civil action brought at the request of the Ohio EPA. The fund's annual revenue stream is quite variable, ranging anywhere from \$500,000 to \$1 million.

Environmental Education (SSR line item 715645)

This SSR line item is used by the Office of Environmental Education to administer environmental education and public awareness programs, including making project grants for that purpose. For FY 2014 and FY 2015, the appropriation is \$1,350,000, a \$126,423, or 10.3%, increase from FY 2013 expenditures of \$1,223,577. Of the line item's appropriation, around 60% is likely to be allocated for grants. The total amount to be awarded as grants in each fiscal year will be around \$850,000. Recipients will include education projects targeting preschool to university students and teachers, the general public, and the regulated community. The remainder of the appropriation, around 40%, will be allocated for operating expenses, primarily payroll, and secondarily supplies and maintenance.

The line item's appropriation is supported with money appropriated from the Environmental Education Fund (Fund 6A10), which consists of one-half of the amount collected for certain civil penalties. The fund's annual revenue stream is variable and typically runs between \$1.3 million and \$1.9 million.

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FY 2014 - FY 2015 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

Line Item Detail by Agency					Appropriation	FY 2013 to FY 2014	Appropriation	FY 2014 to FY 2015		
					FY 2012	FY 2013	FY 2014	% Change	FY 2015	% Change
Report For Main Operating Appropriations Bill					Version: Enacted					
EPA Environmental Protection Agency										
GRF	715502	Auto Emissions e-Check Program			\$0	\$0	\$ 10,923,093	N/A	\$ 10,923,093	0.00%
General Revenue Fund Total					\$0	\$0	\$ 10,923,093	N/A	\$ 10,923,093	0.00%
1990	715602	Laboratory Services			\$ 58,029	\$ 96,198	\$ 252,153	162.12%	\$ 326,029	29.30%
2190	715604	Central Support Indirect			\$ 8,783,974	\$ 9,652,075	\$ 10,255,680	6.25%	\$ 10,255,680	0.00%
4A10	715640	Operating Expenses			\$ 2,514,644	\$ 2,131,919	\$ 2,600,000	21.96%	\$ 2,602,000	0.08%
4D50	715618	Recycled State Materials			\$ 0	\$0	\$ 50,000	N/A	\$ 50,000	0.00%
General Services Fund Group Total					\$ 11,356,647	\$ 11,880,192	\$ 13,157,833	10.75%	\$ 13,233,709	0.58%
3530	715612	Public Water Supply			\$ 2,937,656	\$ 3,079,398	\$ 2,562,578	-16.78%	\$ 2,474,605	-3.43%
3540	715614	Hazardous Waste Management - Federal			\$ 4,193,000	\$ 4,192,853	\$ 4,088,383	-2.49%	\$ 4,088,383	0.00%
3570	715619	Air Pollution Control - Federal			\$ 5,982,130	\$ 6,701,910	\$ 6,310,203	-5.84%	\$ 6,310,203	0.00%
3620	715605	Underground Injection Control - Federal			\$ 107,647	\$ 98,724	\$ 111,874	13.32%	\$ 111,874	0.00%
3BU0	715684	Water Quality Protection			\$ 8,864,357	\$ 8,488,842	\$ 16,205,000	90.90%	\$ 15,280,000	-5.71%
3CS0	715688	Federal NRD Settlements			\$ 399,939	\$ 2,647,854	\$ 200,000	-92.45%	\$ 200,000	0.00%
3F20	715630	Revolving Loan Fund - Operating			\$ 621,359	\$ 610,901	\$ 832,543	36.28%	\$ 1,114,543	33.87%
3F30	715632	Federally Supported Cleanup and Response			\$ 2,859,067	\$ 2,770,467	\$ 3,012,021	8.72%	\$ 3,012,991	0.03%
3F50	715641	Nonpoint Source Pollution Management			\$ 5,579,070	\$ 5,495,380	\$ 0	-100.00%	\$ 0	N/A
3FH0	715693	Diesel Emission Reduction Grants			\$ 0	\$0	\$ 10,000,000	N/A	\$ 10,000,000	0.00%
3K40	715634	DOD Monitoring and Oversight			\$ 130	\$0	\$0	N/A	\$0	N/A
3N40	715657	DOE Monitoring and Oversight			\$ 6,707	\$0	\$0	N/A	\$0	N/A
3T30	715669	Drinking Water State Revolving Fund			\$ 1,810,414	\$ 1,725,921	\$ 2,609,198	51.18%	\$ 2,824,076	8.24%
3V70	715606	Agencywide Grants			\$ 998,585	\$ 489,014	\$ 600,000	22.70%	\$ 600,000	0.00%
Federal Special Revenue Fund Group Total					\$ 34,360,061	\$ 36,301,264	\$ 46,531,800	28.18%	\$ 46,016,675	-1.11%
4J00	715638	Underground Injection Control			\$ 374,706	\$ 392,383	\$ 389,126	-0.83%	\$ 402,697	3.49%
4K20	715648	Clean Air - Non Title V			\$ 3,042,617	\$ 2,334,951	\$ 3,165,400	35.57%	\$ 3,237,450	2.28%

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FY 2014 - FY 2015 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

			FY 2012	FY 2013	Appropriation FY 2014	FY 2013 to FY 2014 % Change	Appropriation FY 2015	FY 2014 to FY 2015 % Change
EPA Environmental Protection Agency								
4K30	715649	Solid Waste	\$ 13,927,665	\$ 13,182,736	\$ 15,685,342	18.98%	\$ 16,330,873	4.12%
4K40	715650	Surface Water Protection	\$ 5,730,486	\$ 4,469,542	\$ 6,993,800	56.48%	\$ 7,688,800	9.94%
4K40	715686	Environmental Laboratory Services	\$ 2,038,373	\$ 1,966,537	\$ 2,096,007	6.58%	\$ 2,096,007	0.00%
4K50	715651	Drinking Water Protection	\$ 5,454,043	\$ 5,212,602	\$ 6,316,772	21.18%	\$ 6,476,011	2.52%
4P50	715654	Cozart Landfill	\$ 54,216	\$ 43,989	\$ 100,000	127.33%	\$ 100,000	0.00%
4R50	715656	Scrap Tire Management	\$ 791,208	\$ 1,301,180	\$ 1,059,378	-18.58%	\$ 1,070,532	1.05%
4R90	715658	Voluntary Action Program	\$ 733,837	\$ 859,844	\$ 916,690	6.61%	\$ 945,195	3.11%
4T30	715659	Clean Air - Title V Permit Program	\$ 13,838,635	\$ 12,725,889	\$ 14,528,885	14.17%	\$ 15,080,366	3.80%
4U70	715660	Construction and Demolition Debris	\$ 268,474	\$ 373,335	\$ 335,000	-10.27%	\$ 335,000	0.00%
5000	715608	Immediate Removal Special Account	\$ 525,313	\$ 533,978	\$ 660,033	23.61%	\$ 660,293	0.04%
5030	715621	Hazardous Waste Facility Management	\$ 8,801,175	\$ 8,237,983	\$ 7,615,403	-7.56%	\$ 8,224,041	7.99%
5050	715623	Hazardous Waste Cleanup	\$ 11,940,302	\$ 10,959,178	\$ 14,528,609	32.57%	\$ 14,933,345	2.79%
5050	715674	Clean Ohio Environmental Review	\$ 65,012	\$ 27,868	\$ 108,104	287.92%	\$ 108,104	0.00%
5320	715646	Recycling and Litter Control	\$ 0	\$ 3,118,167	\$ 4,514,500	44.78%	\$ 4,535,500	0.47%
5410	715670	Site Specific Cleanup	\$ 825,022	\$ 182,687	\$ 1,548,101	747.41%	\$ 1,548,101	0.00%
5420	715671	Risk Management Reporting	\$ 129,871	\$ 125,967	\$ 208,936	65.87%	\$ 214,826	2.82%
5860	715637	Scrap Tire Market Development	\$ 0	\$ 443,823	\$ 1,497,645	237.44%	\$ 1,497,645	0.00%
5920	715627	Anti Tampering Settlement	\$ 1,131	\$ 0	\$ 0	N/A	\$ 0	N/A
5BC0	715617	Clean Ohio	\$ 606,722	\$ 614,648	\$ 611,455	-0.52%	\$ 611,455	0.00%
5BC0	715622	Local Air Pollution Control	\$ 2,297,980	\$ 2,297,980	\$ 2,297,980	0.00%	\$ 2,297,980	0.00%
5BC0	715624	Surface Water	\$ 8,957,220	\$ 9,127,448	\$ 9,614,974	5.34%	\$ 9,614,974	0.00%
5BC0	715667	Groundwater	\$ 14,633	\$ 0	\$ 0	N/A	\$ 0	N/A
5BC0	715672	Air Pollution Control	\$ 4,438,677	\$ 4,534,705	\$ 5,684,758	25.36%	\$ 5,684,758	0.00%
5BC0	715673	Drinking and Ground Water	\$ 4,252,459	\$ 4,286,505	\$ 4,863,521	13.46%	\$ 4,863,521	0.00%
5BC0	715675	Hazardous Waste	\$ 50,511	\$ 43,545	\$ 0	-100.00%	\$ 0	N/A
5BC0	715676	Assistance and Prevention	\$ 622,009	\$ 576,792	\$ 695,069	20.51%	\$ 695,069	0.00%

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FY 2014 - FY 2015 Final Appropriation Amounts

All Fund Groups

Line Item Detail by Agency

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EPA Environmental Protection Agency								
5BC0	715677	Laboratory	\$ 895,485	\$ 973,797	\$ 1,358,586	39.51%	\$ 1,558,586	14.72%
5BC0	715678	Corrective Actions	\$ 31,765	\$ 105,423	\$ 705,423	569.14%	\$ 705,423	0.00%
5BC0	715687	Areawide Planning Agencies	\$ 381,677	\$ 483,562	\$ 450,000	-6.94%	\$ 450,000	0.00%
5BC0	715692	Administration	\$ 8,340,572	\$ 9,878,026	\$ 10,582,627	7.13%	\$ 10,582,627	0.00%
5BC0	715694	Environmental Resource Coordination	\$ 0	\$ 0	\$ 170,000	N/A	\$ 170,000	0.00%
5BT0	715679	C&DD Groundwater Monitoring	\$ 0	\$ 62,779	\$ 203,800	224.63%	\$ 203,800	0.00%
5BY0	715681	Auto Emissions Test	\$ 12,778,280	\$ 10,812,447	\$ 0	-100.00%	\$ 0	N/A
5CD0	715682	Clean Diesel School Buses	\$ 877,017	\$ 901,091	\$ 475,000	-47.29%	\$ 475,000	0.00%
5H40	715664	Groundwater Support	\$ 17,000	\$ 20,593	\$ 128,212	522.61%	\$ 223,212	74.10%
5N20	715613	Dredge and Fill	\$ 12,042	\$ 29,135	\$ 0	-100.00%	\$ 0	N/A
5Y30	715685	Surface Water Improvement	\$ 1,196,921	\$ 918,811	\$ 1,800,000	95.91%	\$ 1,800,000	0.00%
6440	715631	Emergency Response Radiological Safety	\$ 268,363	\$ 271,414	\$ 284,266	4.74%	\$ 290,674	2.25%
6600	715629	Infectious Waste Management	\$ 70,331	\$ 15,979	\$ 88,764	455.51%	\$ 88,764	0.00%
6760	715642	Water Pollution Control Loan Administration	\$ 3,881,736	\$ 3,513,530	\$ 3,921,605	11.61%	\$ 3,921,605	0.00%
6780	715635	Air Toxic Release	\$ 121,354	\$ 115,647	\$ 133,636	15.55%	\$ 133,636	0.00%
6790	715636	Emergency Planning	\$ 2,505,979	\$ 2,495,419	\$ 2,623,252	5.12%	\$ 2,623,252	0.00%
6960	715643	Air Pollution Control Administration	\$ 926,489	\$ 1,074,143	\$ 1,100,000	2.41%	\$ 1,125,000	2.27%
6990	715644	Water Pollution Control Administration	\$ 101,037	\$ 83,129	\$ 345,000	315.02%	\$ 345,000	0.00%
6A10	715645	Environmental Education	\$ 1,249,548	\$ 1,223,577	\$ 1,350,000	10.33%	\$ 1,350,000	0.00%
State Special Revenue Fund Group Total			\$ 123,437,892	\$ 120,952,764	\$ 131,755,659	8.93%	\$ 135,299,122	2.69%
5S10	715607	Clean Ohio - Operating	\$ 144,699	\$ 278,957	\$ 284,124	1.85%	\$ 284,124	0.00%
Clean Ohio Conservation Fund Total			\$ 144,699	\$ 278,957	\$ 284,124	1.85%	\$ 284,124	0.00%
Environmental Protection Agency Total			\$ 169,299,299	\$ 169,413,177	\$ 202,652,509	19.62%	\$ 205,756,723	1.53%

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