

Greenbook
LSC Analysis of Enacted Budget

Transportation Budget Bill

(H.B. 26 of the 132nd General Assembly)

Development Services Agency

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Development Services Agency

- Appropriations of \$15.2 million per fiscal year for Roadwork Development Grant Program
- Funding level consistent with appropriations in the current biennium

ANALYSIS OF ENACTED BUDGET

Roadwork Development (195629)

The Ohio Development Services Agency (DSA) receives appropriations for one line item in the transportation budget bill. This line item pays for the Roadwork Development Grant Program, which makes awards to local governments and businesses in order to complete public roadwork improvements to facilitate the expansion or attraction of a business. The Roadwork Development Fund (Fund 4W00) receives quarterly transfers of motor fuel tax revenues from the Highway Operating Fund (Fund 7002) used by the Ohio Department of Transportation for transportation infrastructure. Because the use of motor fuel tax revenue is restricted under Article XII, Section 5a of the Ohio Constitution, Roadwork Development Grants are limited to projects that improve public roads and highways and may not be used for other economic development purposes. Eligible costs include widening, paving, road construction and reconstruction, and right-of-way infrastructure improvements such as sewer or utility lines. All Roadwork Development Grants are subject to Controlling Board approval.

As the table below shows, the H.B. 26 funding for the Roadwork Development Grant Program, appropriated under Fund 4W00, line item 195629, Roadwork Development, is \$15.2 million in each year of the FY 2018-FY 2019 biennium. This level of funding is equivalent to the amounts appropriated for the FY 2016-FY 2017 biennium. As of the end of May 2017, DSA had received Controlling Board approval to issue 28 Roadwork Development Grants totaling approximately \$14.7 million in FY 2017 funds. In FY 2016, the Controlling Board approved 34 Roadwork Development Grants, totaling just under \$15.2 million in funding.

| FY 2018-FY 2019 Appropriations for Roadwork Development | | | | |
|---|--------------|----------------------|---------------------|---------------------|
| Fund | ALI and Name | | FY 2018 | FY 2019 |
| Dedicated Purpose Fund Group | | | | |
| 4W00 | 195629 | Roadwork Development | \$15,200,000 | \$15,200,000 |
| Dedicated Purpose Fund Group Subtotal | | | \$15,200,000 | \$15,200,000 |
| Total Funding: Roadwork Development | | | \$15,200,000 | \$15,200,000 |

Reappropriation for Sporting Event Grants

In addition to Roadwork Development Grant funding, H.B. 26 includes a provision to reappropriate the unexpended, unencumbered balance of the FY 2017 appropriation to GRF appropriation item 195407, Travel and Tourism, to be used to make grants for sporting events, pursuant to eligibility criteria under section 122.121 of the Revised Code, for the same purpose in FY 2018. H.B. 64, the main operating appropriations act of the 131st General Assembly, provided \$1 million annually in GRF funding for sporting event grants. As of May 23, 2017, approximately \$549,000 has been spent from the line item in FY 2017.

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FY 2018 - FY 2019 Final Appropriation Amounts

All Fund Groups

| Line Item Detail by Agency | FY 2016 | Estimate FY 2017 | Appropriations FY 2018 | FY 2017 to FY 2018 | | Appropriations FY 2019 | FY 2018 to FY 2019 | | |
|---|------------------------------------|----------------------------|---------------------------|--------------------|--------------|---------------------------|--------------------|--------------|--|
| | | | | \$ Change | % Change | | \$ Change | % Change | |
| Report For Transportation Budget | | Version: As Enacted | | | | | | | |
| DEV | Development Services Agency | | | | | | | | |
| 4W00 195629 Roadwork Development | \$ 12,932,971 | \$ 15,200,000 | \$ 15,200,000 | \$ 0 | 0.00% | \$ 15,200,000 | \$ 0 | 0.00% | |
| Sub-Total Dedicated Purpose Fund Group | \$ 12,932,971 | \$ 15,200,000 | \$ 15,200,000 | \$ 0 | 0.00% | \$ 15,200,000 | \$ 0 | 0.00% | |
| Development Services Agency Total | \$ 12,932,971 | \$ 15,200,000 | \$ 15,200,000 | \$ 0 | 0.00% | \$ 15,200,000 | \$ 0 | 0.00% | |
| Grand Total | \$ 12,932,971 | \$ 15,200,000 | \$ 15,200,000 | \$ 0 | 0.00% | \$ 15,200,000 | \$ 0 | 0.00% | |