

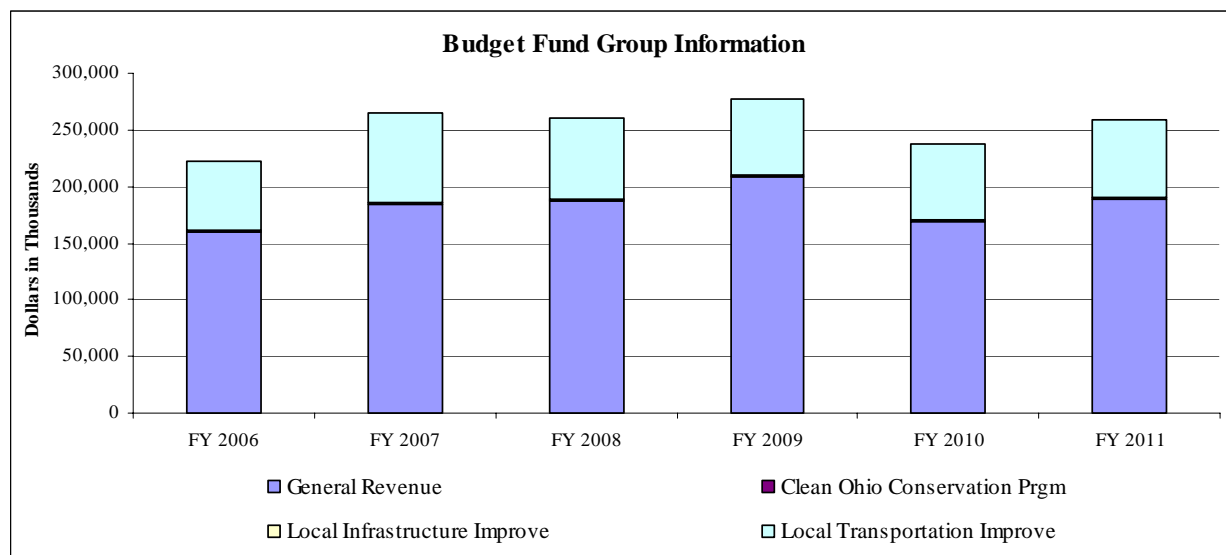
Role and Overview

The Ohio Public Works Commission (PWC) administers the State Capital Improvement Program (SCIP) and the Local Transportation Improvement Program (LTIP), two financial assistance programs that address Ohio's public infrastructure needs, and the Clean Ohio Conservation Program (COCP). These programs provide grants and loans to political subdivisions in the state. The PWC has a staff of 11 and an annual budget of approximately \$278 million. Additional information regarding the Public Works Commission is available at <http://www.pwc.state.oh.us/>.

Agency Priorities

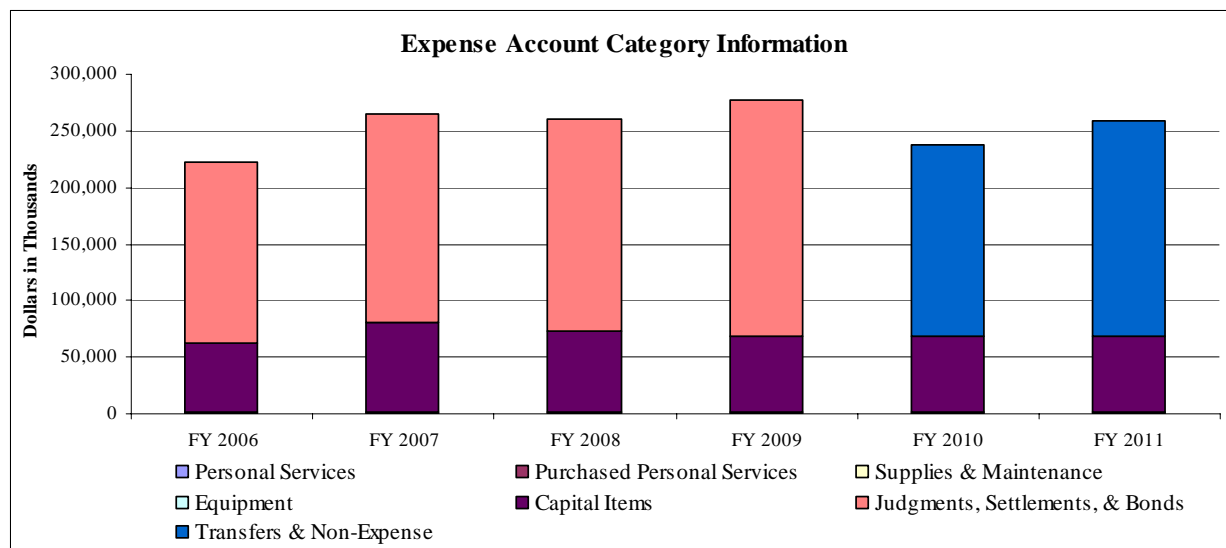
- Implement Am. Sub. H.B. 554, the “Job Stimulus Bill.”
- Implement program years 23 and 24 of the State Capital Improvement Program and Local Transportation Improvement Program.
- Provide ongoing technical assistance to district integrating committees and local governments.
- Continue maintenance of the statewide infrastructure needs database.
- Implement program years 5 and 6 of the Clean Ohio Conservation Program.
- As a result of the passage of Issue 2, the Executive Transportation Bill will revise Amended Substitute House Bill 562 in order to increase the Clean Ohio Conservation program from \$30 million to \$75 million.
- Implement the Local Infrastructure Development Program.
- Operate the Ohio Public Works Commission with a high level of transparency and accountability to Ohio citizens.
- Continue fostering smart growth and making “Fix-It-First” a priority for state investments.
- Support collaboration across government by bringing together all levels of local government during the project selection process.
- Promote regional cooperation and empower local governments to address their most critical infrastructure needs through our state-local partnership.
- Continue to promote reinvestment in Ohio’s communities by emphasizing repair and replacement of existing infrastructure versus new and expansion.
- Improve Ohio’s infrastructure to create an environment that supports local businesses and industry.
- Continue to reward cities and towns that working together to build strong regional economies through encouraging consolidation of environmental infrastructure.

Summary of Budget History and Recommendations



- All GRF appropriation is used to support debt service for Clean Ohio and State Capital Improvements programs.

(In Thousands) BUDGET FUND GROUP	ACTUAL			EST. % CHANGE		RECOMMENDED % CHANGE			
	FY 2006	FY 2007	FY 2008	FY 2009	FY 08-09	FY 2010	CHANGE	FY 2011	CHANGE
General Revenue	160,492	184,740	187,866	208,476	11.0	169,043	-18.9	189,128	11.9
Clean Ohio Conservation Program	234	215	243	312	28.2	304	-2.3	312	2.4
Local Infrastructure Improve	754	788	720	919	27.5	1,158	26.1	1,188	2.6
Local Transportation Improve	61,412	79,422	71,526	67,806	-0.5	67,616	-0.3	67,706	0.1
TOTAL	222,893	265,165	260,355	277,512	6.6	238,122	-14.2	258,335	8.5



- Due to changes in the method of coding transactions in the state accounting system, the Transfers & Non-Expense category and Debt Service category expenditures have been aggregated and reported as the Judgments, Settlements and Bonds category in fiscal years 2006 and 2007.

(In Thousands) EXPENSE ACCOUNT CATEGORY	ACTUAL			EST. % CHANGE		RECOMMENDED % CHANGE			
	FY 2006	FY 2007	FY 2008	FY 2009	FY 08-09	FY 2010	CHANGE	FY 2011	CHANGE
Personal Services	1,075	1,090	1,061	1,217	14.7	1,518	24.7	1,599	5.3
Purchased Personal Services	28	0	9	64	610.0	74	15.1	34	-54.1
Supplies & Maintenance	119	126	127	228	79.7	160	-29.6	165	3.2
Equipment	7	32	3	28	734.7	10	-65.5	8	-19.2
Capital Items	61,170	79,176	71,290	67,500	-0.5	67,317	-0.3	67,400	0.1
Judgments, Settlements, & Bonds	160,492	184,740	187,866	208,476	11.0	0	-100.0	0	0.0
Transfers & Non-Expense	0	0	0	0	0.0	169,043	100.0	189,128	11.9
TOTAL	222,893	265,165	260,355	277,512	6.6	238,122	-14.2	258,335	8.5

PROGRAM SERIES 01: Infrastructure Aid to Local Governments

This program series provides grants and loans to address Ohio's public infrastructure needs.

Program 01.01: State Capital Improvement

This program provides grants and loans to local governments to assist in the financing of local capital improvement needs. The state uses its general revenues as debt support and issues up to \$120 million in bonds each year. Eligible projects include roads, bridges, water supply systems, wastewater systems, storm water collection systems, and solid waste disposal facilities. Each program year, each district is required to allocate a percentage of their budgets in the form of loans. These allocations have resulted in the creation of the State Capital Improvement Revolving Loan Program, a sub component of the State Capital Improvement Program, which provides an additional \$24 million per fiscal year in the form of below market rate loans.

The Executive Recommendation will fund the following objectives:

- Support the approval of more than 1,400 grants and 244 loans each fiscal year at an average of \$250,000 per grant and loan;

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- Provide project administration as well as technical assistance to local governments and District Integrating Committees;
- Fund program years 23 and 24; and
- Provide for required payments on bonds issued to support the program.

FUND				RECOMMENDED	
GROUP	FUND	ALI	ALI NAME	FY 2010	FY 2011
GRF	GRF	150907	State Capital Improvement / General Obligation Debt	148,331,900	163,443,500
LIF	7038	150321	Operating Expenses	897,383	918,912
TOTAL FOR PROGRAM				149,229,283	164,362,412

Program 01.02: Local Transportation Improvement

This program provides grants to assist in the financing of local public road and bridge improvements. Funding is provided by one penny of the motor fuel tax.

The Executive Recommendation will fund the following objectives:

- Support the approval of more than 390 grants each fiscal year at an average of \$250,000 per grant;
- Provide project administration as well as technical assistance to local governments and District Integrating Committees;
- Fund program years 23 and 24; and
- Continue current service and maintenance levels through the next biennium.

FUND				RECOMMENDED	
GROUP	FUND	ALI	ALI NAME	FY 2010	FY 2011
052	7052	150402	Local Transportation Improvement Program Operating	299,001	306,178
052	7052	150701	Local Transportation	67,317,000	67,400,000
TOTAL FOR PROGRAM				67,616,001	67,706,178

Program 01.03: Clean Ohio Conservation

This program provides funding to local governments and non-profit organizations for open space acquisition and related development of those open spaces, and for the protection and enhancement of riparian corridors. This program provides approximately \$37.5 million per year in grants.

The Executive Recommendation will fund the following objectives:

- Provide project administration as well as technical assistance to Natural Resource Assistance Councils;
- Provide for required payments on bonds issued to support environmental conservation projects;
- Fund program years five and six;
- Continue current service and maintenance levels through the next biennium.

FUND				RECOMMENDED	
GROUP	FUND	ALI	ALI NAME	FY 2010	FY 2011
GRF	GRF	150904	Conservation General Obligation Debt Service	20,711,100	25,684,900
CLF	7056	150403	Operating Expenses	304,332	311,509
TOTAL FOR PROGRAM				21,015,432	25,996,409

Program 01.04: Local Infrastructure Development

This program was recently created in Am. Sub. H.B. 554, the “Job Stimulus Bill.” This program will provide grants for local infrastructure development and for capital improvement projects. This program has been provided a one-time Capital appropriation of \$80 million for the fiscal year 2009-2010 Capital Biennium.

The Executive Recommendation will fund the following objectives:

- Fund more than 190 grants for local infrastructure improvements and broad band projects;
- Provide project administration as well as technical assistance to local governments and district integrating committees.

FUND				RECOMMENDED	
GROUP	FUND	ALI	ALI NAME	FY 2010	FY 2011
LIF	7039	150909	Local Infrastructure Development	261,027	269,555
TOTAL FOR PROGRAM				261,027	269,555

Appropriation Line Item Analyses for Fiscal Years 2010 and 2011

Line Item Notes

150907, State Capital Improvements General Obligation Debt Service: Funding reductions for this line item result from the Debt Restructuring proposal detailed in the Special Analysis section of this Executive Budget. The approximately \$400 million combined reduction in fiscal years 2010 and 2011 for debt service line items for higher education, common schools, and infrastructure bonds will help to provide funding for core state services and investments in a time of constrained resources.

LINE ITEM SUMMARY - Public Works Commission

FUND	ALI	ALI NAME	FY 2006 ACTUAL	FY 2007 ACTUAL	FY 2008 ACTUAL	FY 2009 ESTIMATE	FY 2010 RECOMMENDED	% CHANGE	FY 2011 RECOMMENDED	% CHANGE
GRF	150904	Conservation General Obligation Debt Service	7,897,420	14,087,478	15,715,668	19,779,200	20,711,100	4.7	25,684,900	24.0
GRF	150907	State Capital Improvement / General Obligation Debt Service	152,595,038	170,652,297	172,150,271	188,696,300	148,331,900	-21.4	163,443,500	10.2
TOTAL General Revenue			160,492,458	184,739,775	187,865,939	208,475,500	169,043,000	-18.9	189,128,400	11.9
7056	150403	Operating Expenses	233,576	215,274	242,948	311,509	304,332	-2.3	311,509	2.4
TOTAL Clean Ohio Conservation Program			233,576	215,274	242,948	311,509	304,332	-2.3	311,509	2.4
7038	150321	Operating Expenses	754,224	787,982	720,465	918,912	897,383	-2.3	918,912	2.4
7039	150909	Local Infrastructure Develop	0	0	0	0	261,027	.0	269,555	3.3
TOTAL Local Infrastructure Improve			754,224	787,982	720,465	918,912	1,158,410	26.1	1,188,467	2.6
7052	150402	Local Transportation Improvement Program Operating	241,839	245,519	236,551	306,178	299,001	-2.3	306,178	2.4
7052	150701	Local Transportation	61,170,471	79,176,094	71,290,174	67,500,000	67,317,000	-0.3	67,400,000	0.1
TOTAL Local Transportation Improve			61,412,310	79,421,613	71,526,725	67,806,178	67,616,001	-0.3	67,706,178	0.1
TOTAL Public Works Commission			222,892,567	265,164,644	260,356,077	277,512,099	238,121,743	-14.2	258,334,554	8.5