

STATE OF OHIO GENERAL OBLIGATION BONDS

FRANKLIN COUNTY

**JULY 1, 2017 TO JUNE 30, 2018
AGREED UPON PROCEDURES**



Dave Yost • Auditor of State

Commission Members
State of Ohio General Obligation Bonds
30 E. Broad Street, 9th Floor
Columbus, Ohio 43215

We have reviewed the *Independent Accountant's Report on Applying Agreed-Upon Procedures* of the State of Ohio General Obligation Bonds, Franklin County, prepared by Rea & Associates, Inc., for the period July 1, 2017 through June 30, 2018. Based upon this review, we have accepted this report in lieu of the audit required by Section 117.11, Revised Code.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The State of Ohio General Obligation Bonds is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

October 17, 2018

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON-PROCEDURES

Jon Azoff, Director
Office of Debt Management
Commissioners of the Sinking Fund
30 E. Broad St., 9th Floor
Columbus, OH 43215

Debbie Liddil, Chief Auditor
Auditor of State
85 E. Broad Street, 10th Floor
Columbus, OH 43215

Larry Scurlock, Assistant Secretary
Ohio Public Facilities Commission
30 E. Broad St., 34th Floor
Columbus, OH 43215

Dear Mr. Azoff, Ms. Liddil, and Mr. Scurlock:

We have performed the procedures enumerated below, which were agreed to by the management of the Commissioners of the Sinking Fund (CSF), Ohio Public Facilities Commission (OPFC), and Auditor of State solely to assist you in gaining assurance over (1) the accuracy and completeness of the Schedule of General Obligations Bonds from the Semi-Annual Report July 1, 2017 to December 31, 2017 and January 1, 2018 to June 30, 2018, issued by CSF, and (2) compliance with debt issuance procedures. The sufficiency of these procedures is solely the responsibility of the parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. Our procedures and findings are described in the following section of this report.

1. To help assure the accuracy and completeness of the Schedule of General Obligation Bonds from the "Semi-Annual Report July 1, 2017 to December 31, 2017" and the "Semi-Annual Report January 1, 2018 to June 30, 2018" issued by CSF (attached), we specifically examined supporting documentation for the bonds authorized, bonds issued, outstanding bond debt, interest paid through December 31, 2017 and June 30, 2018, respectively, remaining interest through maturity, and cash balance in the applicable bond service funds and described the documentation used to support the amounts.

Findings:

Bonds authorized – Various sections of Article VIII of the Ohio Constitution, as approved by voters, authorize the issuance of Highway Capital Improvement Bonds, Coal Research and Development Bonds, Natural Resources Capital Facilities Bonds, Common Schools Capital Facilities Bonds, Higher Education Capital Facilities Bonds, Public Infrastructure Capital Improvements Bonds, Conservation Projects Bonds, Third Frontier Research and Development Projects Bonds, Third Frontier Job Ready Site Development Bonds, and Veterans Compensation Bonds. The authority to issue bonds in amounts authorized was conferred upon the CSF, OPFC, and the Treasurer of State of Ohio through legislation of the General Assembly or Ohio Constitution.

We traced and agreed bonds authorized to the supporting legislation of the General Assembly without exception.

Bonds Issued – The bonds issued balance reported by CSF on the Schedules of General Obligation Bonds includes bonds issued and refunded, but excludes refunding bonds in cases when issued. We traced and agreed this balance to the applicable transcripts of proceedings, provided by CSF, without exception.

Outstanding Bonded Debt – The outstanding bonded debt balance reported by CSF on the Schedules of General Obligation Bonds excludes bonds refunded, but includes refunding bonds in cases when issued. We traced and agreed this balance to debt-service-to-maturity schedules, provided by CSF, without exception.

Interest Paid Through December 31, 2017 and June 30, 2018, respectively - The interest paid through December 31, 2017 and June 30, 2018 balances reported by CSF on the Schedules of General Obligation Bonds as of December 31, 2017 and June 30, 2018, respectively, consists of both fixed and variable rate bond interest paid, as well as capital appreciation bond accretion paid. For American Recovery and Reinvestment Act Build America Bonds, this amount includes the federal subsidy portion of interest paid.

For the State's fixed rate bonds, we traced and agreed all fixed rate interest and accretion amounts paid through December 31, 2017 and June 30, 2018 on the Schedules of General Obligation Bonds to debt-service-to-maturity schedules, provided by CSF, without exception. For the State's variable rate bonds, we traced and agreed the beginning balance of the interest amount paid through December 31, 2017 and June 30, 2018 to the ending balance from the previous reporting period, and we traced and agreed the current interest amount paid to trustee invoices, provided by CSF, without exception. From the results of these procedures, we identified the ending interest paid through December 31, 2017 and June 30, 2018 for the State's Public Infrastructure variable rate bonds was overstated by \$70,000. This discrepancy was the result of not updating the February 1, 2017 variable rate interest payment for one bond series from the estimated interest amount to the actual interest paid.

Remaining Interest through Maturity – The remaining interest through maturity balance reported by CSF on the Schedules of General Obligation Bonds consists of future interest and accretion payments. We traced and agreed this balance to debt-service-to-maturity schedules, provided by CSF, without exception. The debt-service-to-maturity schedules for the State's nine variable rate bonds contain estimates for future interest payments to bondholders. For all nine variable rate bonds, the CSF estimated future interest rates at 3% through maturity.

Cash Balance in Bond Service Fund – We traced the Cash Balance in Bond Service Fund balances reported by CSF on the Schedules of General Obligation Bonds to the State of Ohio Agency Daily Cash Balance Reports (OHGLR052) as of December 31, 2017 and June 30, 2018, respectively. All Cash Balances in the Bond Service Fund balances agreed without exception.

2. Utilizing the process for the issuance of debt at OPFC, we determined: what debt was issued during the fiscal year; whether this debt issuance was properly approved; which purpose the debt served (coal research and development, natural resources, common schools, higher education, public infrastructure, conservation projects, third frontier research and development, third frontier job ready site development, or Persian Gulf, Afghanistan and Iraq Conflicts Compensation Bonds); and the debt was accurately reflected as "bonds issued" as of June 30th on the "Schedule of General Obligation Bonds" in the CSF semi-annual report.

Findings:

Debt issued by OPFC during fiscal year 2018 was as follows:

Type/Purpose	Series	Amount
Public Infrastructure	2017A	\$ 175,000,000
Public Infrastructure	2017B	68,630,000
Third Frontier Research and Development	2017A	90,000,000
Common Schools	2017B	203,535,000
Common Schools	2018A	300,000,000
Higher Education	2017C	194,955,000
Higher Education	2018A	300,000,000
Natural Resources	V	23,765,000
Natural Resources	W	35,000,000
Conservation Projects	2018A	50,000,000
Coal Development	O	12,000,000
		<u>\$ 1,452,885,000</u>

Each issuance was properly approved via Resolution and was accurately reflected as “bonds issued” as of June 30th on the “Schedule of General Obligation Bonds” in the CSF semi-annual report.

3. If the Treasurer of State issued general obligation debt for Highway Capital Improvements during the fiscal year, we determined whether the debt issuance was approved by the proper authority based on the process for issuing debt at the Treasurer of State/CSF and determined that the debt was accurately reflected as "bonds issued" as of June 30th on the "Schedule of General Obligation Bonds" in the CSF semi-annual report.

Findings:

During fiscal year 2018, the Treasurer of State issued the following Highway Capital Improvement bonds:

<u>Type/Purpose</u>	<u>Series</u>	<u>Amount</u>
Highway Capital Improvements	T	204,420,000
Highway Capital Improvements	U	136,265,000
		<u>\$ 340,685,000</u>

Pursuant to our inspection of the transcript of proceedings, the bonds were properly certified by the Office of the Treasurer of State and Director of the Ohio Department of Transportation. The debt was accurately reflected as "bonds issued" as of June 30th on the "Schedule of General Obligation Bonds" in the CSF semi-annual report.

This agreed-upon procedures engagement was conducted in accordance with the American Institute of Certified Public Accountants' attestation standards and applicable attestation engagement standards included in the Comptroller General of the United States' Government Auditing Standards. We were not engaged to and did not conduct an examination or a review of the subject matter, the objectives of which would be the expression of an opinion or conclusion, respectively, on the accuracy and completeness of the Schedules of General Obligations Bonds from the Semi-Annual Reports July 1, 2017 to December 31, 2017 and January 1, 2018 to June 30, 2018, issued by the Commissioners of the Sinking Fund, as well as compliance with debt issuance procedures. Accordingly, we do not express an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported.

This report is intended solely for the information and use of the Commissioners of the Sinking Fund, Ohio Public Facilities Commission, and Auditor of State, and this report is not suitable for any other purpose.

Rea & Associates, Inc.

Rea & Associates, Inc.
Dublin, Ohio

October 2, 2018

STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of December 31, 2017 (Dollars in 000s)

	COAL RESEARCH AND DEVELOPMENT BONDS Article VIII, Section 15, of Ohio Constitution 11/5/1985	COMMON SCHOOLS CAPITAL FACILITIES BONDS Article VIII, Section 2(n), of Ohio Constitution 11/2/1999	CONSERVATION PROJECTS BONDS Article VIII, Sections 2(o) and 2(q), of Ohio Constitution 11/07/2000, 11/04/2008
Legal Authority & Date of Voter Authorization			
Bonds Authorized	\$ 258,000	\$ 5,170,000	\$ 600,000
Bonds Issued (A)	234,000	4,770,000	450,000
Bonds Authorized, but not Issued	24,000	400,000	150,000
Bonds Matured	173,555	1,971,150	214,750
Outstanding Bonded Debt (B)	30,445	2,616,860	231,410
Total Interest Cost to Maturity	54,689	2,479,733	169,761
Interest Paid through 12/31/17	49,816	1,672,321	110,296
Remaining Interest through Maturity	4,873	807,412	59,465
Original Discount on Capital Appreciation Bonds	-	-	-
Accreted Principal Paid through 12/31/17	-	-	-
Remaining Discount through Maturity	-	-	-
Cash Balance in Bond Service Fund	1	-	3
Final Maturity Date	2/1/2026	3/15/2037	3/1/2032
Funding Source(s)	General Revenue Fund Appropriation	General Revenue Fund Appropriation & Net Lottery Proceeds	General Revenue Fund Appropriation

	HIGHER EDUCATION CAPITAL FACILITIES BONDS Article VIII, Section 2(n), of Ohio Constitution 11/2/1999	HIGHWAY CAPITAL IMPROVEMENTS BONDS Article VIII, Section 2(m), of Ohio Constitution 11/7/1995	NATURAL RESOURCES CAPITAL FACILITIES BONDS Article VIII, Section 2(l), of Ohio Constitution 11/2/1993
Legal Authority & Date of Voter Authorization			
Bonds Authorized (D)	\$ 4,016,000	\$ 3,683,000	\$ 458,000
Bonds Issued (A)	3,530,000	3,125,830	418,000
Bonds Authorized, but not Issued	486,000	557,170	40,000
Bonds Matured	1,360,060	2,106,670	304,715
Outstanding Bonded Debt (B)	2,076,385	1,013,085	113,420
Total Interest Cost to Maturity (C)	1,977,329	982,207	154,371
Interest Paid through 12/31/17	1,210,650	680,850	125,412
Remaining Interest through Maturity (C)	766,679	301,357	28,959
Original Discount on Capital Appreciation Bonds	-	-	-
Accreted Principal Paid through 12/31/17	-	-	-
Remaining Discount through Maturity	-	-	-
Cash Balance in Bond Service Fund	-	61,910	5
Final Maturity Date	5/1/2037	5/1/2033	4/1/2030
Funding Source(s)	General Revenue Fund Appropriation	Highway Use Tax, Gasoline Tax & Registration Fees	General Revenue Fund Appropriation

All dollar amounts represented have been rounded to the nearest thousand.

Note: Some totals may not foot due to rounding.

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STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of December 31, 2017 (Dollars in 000s)
(Continued)

	PERSIAN GULF, AFGHANISTAN & IRAQ CONFLICTS COMPENSATION BONDS Article VIII, Section 2(r), of Ohio Constitution 11/3/2009	PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS Article VIII, Sections 2(p) and 2(s), of Ohio Constitution 05/04/2010 05/06/2014	JOB READY SITE DEVELOPMENT BONDS Article VIII, Section 2(p), of Ohio Constitution 05/04/2010
Legal Authority & Date of Voter Authorization			
Bonds Authorized	\$ 200,000	\$ 4,100,000	\$ 150,000
Bonds Issued (A)	83,910	3,924,986	150,000
Bonds Authorized, but not Issued (E).....	-	175,014	-
Bonds Matured	47,940	2,040,967	98,935
Outstanding Bonded Debt (B)	35,970	1,821,760	51,065
Total Interest Cost to Maturity	21,576	1,937,690	31,840
Interest Paid through 12/31/17	14,318	1,297,182	27,211
Remaining Interest through Maturity	7,258	640,507	4,630
Original Discount on Capital Appreciation Bonds.....	-	269,198	-
Accreted Principal Paid through 12/31/17	-	-	-
Remaining Discount through Maturity	-	-	-
Cash Balance in Bond Service Fund	-	12,113	-
Final Maturity Date	10/1/2026	9/1/2037	11/1/2022
Funding Source(s)	General Revenue Fund Appropriation	General Revenue Fund Appropriation	General Revenue Fund Appropriation

	THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECT BONDS Article VIII, Section 2(p), of Ohio Constitution 05/04/2010
Legal Authority & Date of Voter Authorization	
Bonds Authorized	\$ 1,200,000
Bonds Issued (A)	851,000
Bonds Authorized, but not Issued	349,000
Bonds Matured	427,295
Outstanding Bonded Debt.....	423,195
Total Interest Cost to Maturity	162,497
Interest Paid through 12/31/17	117,925
Remaining Interest through Maturity	44,572
Original Discount on Capital Appreciation Bonds.....	-
Accreted Principal Paid through 12/31/17	-
Remaining Discount through Maturity	-
Cash Balance in Bond Service Fund	-
Final Maturity Date	11/1/2027
Funding Source(s)	General Revenue Fund Appropriation

All dollar amounts represented have been rounded to the nearest thousand.

Note: Some totals may not foot due to rounding.

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STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of December 31, 2017 (Dollars in 000s)
(Continued)

Notes:

All dollar amounts represented within this report have been rounded to the nearest thousand.

- (A) The "Bonds Issued" balance includes bonds that have been refunded, but excludes refunding bonds (i.e. bonds issued solely to refund prior bonds). Also, not more than
- \$220 million in Highway Capital Improvements Bonds may be issued in any year, plus the principal amount of highway obligations that in any prior fiscal years could have been but were not issued within the \$220 million fiscal year limit.
 - \$50 million in Natural Resources Capital Facilities Bonds may be issued in any fiscal year.
 - \$175 million in Public Infrastructure Capital Improvements Bonds may be issued annually. In May 2014 voters approved an amendment which authorized a ten-year extension of the existing local government infrastructure program (authorized, 2005). The amendment increases the allowable annual issuance amount from \$150 million to \$175 million in the first five fiscal years and \$200 million in each fiscal year thereafter.
 - \$50 million in Conservation Projects Bonds may be issued in any fiscal year, plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued within the \$50 million fiscal year limit.
 - \$1,200 million in Third Frontier Research and Development Projects Bonds may be issued. Since Fiscal Year 2012 ended, no more than \$175 million in any fiscal year thereafter, plus in each case the principal amount of obligations that in any prior fiscal year could have been but were not issued.
 - \$15 million in Third Frontier Job Ready Site Development Bonds may be issued in any fiscal year following Fiscal Year 2008, plus in each case the principal amount of obligations that in any prior fiscal year could have been but were not issued.
- (B) The "Outstanding Bonded Debt" balance excludes bonds refunded, but includes refunding bonds in cases when issued. Also, not more than
- \$1.2 billion in Highway Capital Improvements Bonds may be outstanding at any time.
 - \$100 million in Coal Research and Development Bonds may be outstanding at any time.
 - \$200 million in Natural Resources Capital Facilities Bonds may be outstanding at any time.
 - \$400 million in Conservation Projects Bonds may be outstanding at any time.
- (C) The "Total Interest Cost to Maturity" and "Remaining Interest through Maturity" balances for the Common Schools Capital Facilities Bonds and the Public Infrastructure Capital Improvements Bonds include estimates for interest payable on variable rate bonds.
- (D) The amounts of general obligation bonds authorized for Common Schools Facilities and for Higher Education Facilities were reduced by \$800 million and \$950 million, respectively, by HB562 enacted by the General Assembly in spring 2008. The proceeds generated by the Buckeye Tobacco Settlement Financing Authority transaction were used to fund such purposes in lieu of bonded debt until the proceeds from the Settlement, specified for the School Building Assistance Fund and the Higher Education Improvement Fund, were expended. As of June 30, 2012, all such payments from the Authority to the School Building Assistance Fund were made.
- (E) On December 31, 2013, the State's authority to issue additional bonds under Section 2(r) of Article VIII of the Constitution expired.

STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of June 30, 2018 (Dollars in 000s)

	COAL RESEARCH AND DEVELOPMENT BONDS Article VIII, Section 15, of Ohio Constitution 11/5/1985	COMMON SCHOOLS CAPITAL FACILITIES BONDS Article VIII, Section 2(n), of Ohio Constitution 11/2/1999	CONSERVATION PROJECTS BONDS Article VIII, Sections 2(o) and 2(q), of Ohio Constitution 11/07/2000, 11/04/2008
Legal Authority & Date of Voter Authorization			
Bonds Authorized	\$ 260,000	\$ 5,545,000	\$ 700,000
Bonds Issued (A)	246,000	5,070,000	500,000
Bonds Authorized, but not Issued	14,000	475,000	200,000
Bonds Matured	176,995	2,032,070	223,985
Outstanding Bonded Debt (B)	39,005	2,855,940	272,175
Total Interest Cost to Maturity	58,005	2,658,490	187,643
Interest Paid through 6/30/18.....	50,452	1,728,425	115,338
Remaining Interest through Maturity	7,554	930,066	72,305
Original Discount on Capital Appreciation Bonds.....	-	-	-
Accreted Principal Paid through 6/30/18.....	-	-	-
Remaining Discount through Maturity	-	-	-
Cash Balance in Bond Service Fund	6	16	6
Final Maturity Date	2/1/2028 General Revenue Fund Appropriation	6/15/2038 General Revenue Fund Appropriation & Net Lottery Proceeds	3/1/2032 General Revenue Fund Appropriation

	HIGHER EDUCATION CAPITAL FACILITIES BONDS Article VIII, Section 2(n), of Ohio Constitution 11/2/1999	HIGHWAY CAPITAL IMPROVEMENTS BONDS Article VIII, Section 2(m), of Ohio Constitution 11/7/1995	NATURAL RESOURCES CAPITAL FACILITIES BONDS Article VIII, Section 2(l), of Ohio Constitution 11/2/1993
Legal Authority & Date of Voter Authorization			
Bonds Authorized (D)	\$ 4,445,000	\$ 3,683,000	\$ 492,000
Bonds Issued (A)	3,830,000	3,125,830	453,000
Bonds Authorized, but not Issued	615,000	557,170	39,000
Bonds Matured	1,391,520	2,180,405	312,180
Outstanding Bonded Debt (B)	2,344,925	939,350	140,955
Total Interest Cost to Maturity (C)	2,155,660	982,207	170,082
Interest Paid through 6/30/18.....	1,256,869	706,205	127,761
Remaining Interest through Maturity (C)	898,791	276,002	42,321
Original Discount on Capital Appreciation Bonds	-	-	-
Accreted Principal Paid through 6/30/18.....	-	-	-
Remaining Discount through Maturity	-	-	-
Cash Balance in Bond Service Fund	14	379	2
Final Maturity Date	2/1/2038 General Revenue Fund Appropriation	5/1/2033 Highway Use Tax, Gasoline Tax & Registration Fees	4/1/2033 General Revenue Fund Appropriation
Funding Source(s)			

All dollar amounts represented have been rounded to the nearest thousand.

Note: Some totals may not foot due to rounding.

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STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of June 30, 2018 (Dollars in 000s)
(Continued)

	PERSIAN GULF, AFGHANISTAN & IRAQ CONFLICTS COMPENSATION BONDS Article VIII, Section 2(r), of Ohio Constitution 11/3/2009	PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS Article VIII, Sections 2(p) and 2(s), of Ohio Constitution 05/04/2010 05/06/2014	JOB READY SITE DEVELOPMENT BONDS Article VIII, Section 2(p), of Ohio Constitution 05/04/2010
Legal Authority & Date of Voter Authorization			
Bonds Authorized	\$ 200,000	\$ 4,425,000	\$ 150,000
Bonds Issued (A)	83,910	3,924,986	150,000
Bonds Authorized, but not Issued (E).....	-	500,014	-
Bonds Matured	51,480	2,088,597	103,505
Outstanding Bonded Debt (B)	32,430	1,774,130	46,495
Total Interest Cost to Maturity	21,576	1,936,946	31,840
Interest Paid through 6/30/18.....	15,095	1,333,881	28,182
Remaining Interest through Maturity	6,482	603,065	3,659
Original Discount on Capital Appreciation Bonds.....	-	269,198	-
Accreted Principal Paid through 6/30/18.....	-	-	-
Remaining Discount through Maturity	-	-	-
Cash Balance in Bond Service Fund	-	40	2
Final Maturity Date	10/1/2026 General Revenue Fund Appropriation	9/1/2037 General Revenue Fund Appropriation	11/1/2022 General Revenue Fund Appropriation

	THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECT BONDS Article VIII, Section 2(p), of Ohio Constitution 05/04/2010
Legal Authority & Date of Voter Authorization	
Bonds Authorized	\$ 1,200,000
Bonds Issued (A)	851,000
Bonds Authorized, but not Issued	349,000
Bonds Matured	457,030
Outstanding Bonded Debt.....	393,460
Total Interest Cost to Maturity	162,497
Interest Paid through 6/30/18	124,172
Remaining Interest through Maturity	38,325
Original Discount on Capital Appreciation Bonds.....	-
Accreted Principal Paid through 6/30/18.....	-
Remaining Discount through Maturity	-
Cash Balance in Bond Service Fund	13
Final Maturity Date	11/1/2027
Funding Source(s)	General Revenue Fund Appropriation

All dollar amounts represented have been rounded to the nearest thousand.

Note: Some totals may not foot due to rounding.

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STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of June 30, 2018 (Dollars in 000s)
(Continued)

Notes:

All dollar amounts represented within this report have been rounded to the nearest thousand.

- (A) The "Bonds Issued" balance includes bonds that have been refunded, but excludes refunding bonds (i.e. bonds issued solely to refund prior bonds). Also, not more than
- \$220 million in Highway Capital Improvements Bonds may be issued in any year, plus the principal amount of highway obligations that in any prior fiscal years could have been but were not issued within the \$220 million
 - \$50 million in Natural Resources Capital Facilities Bonds may be issued in any fiscal year.
 - \$175 million in Public Infrastructure Capital Improvements Bonds may be issued annually. In May 2014 voters approved an amendment which authorized a ten-year extension of the existing local government infrastructure program (authorized, 2005). The amendment increases the allowable annual issuance amount from \$150 million to \$175 million in the first five fiscal years and \$200 million in each fiscal year thereafter.
 - \$50 million in Conservation Projects Bonds may be issued in any fiscal year, plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued within the \$50 million fiscal year limit.
 - \$1,200 million in Third Frontier Research and Development Projects Bonds may be issued. Since Fiscal Year 2012 ended, no more than \$175 million in any fiscal year thereafter, plus in each case the principal amount of obligations that in any prior fiscal year could have been but were not issued.
 - \$15 million in Third Frontier Job Ready Site Development Bonds may be issued in any fiscal year following Fiscal Year 2008, plus in each case the principal amount of obligations that in any prior fiscal year could have been but were not issued.
- (B) The "Outstanding Bonded Debt" balance excludes bonds refunded, but includes refunding bonds in cases when issued. Also, not more than
- \$1.2 billion in Highway Capital Improvements Bonds may be outstanding at any time.
 - \$100 million in Coal Research and Development Bonds may be outstanding at any time.
 - \$200 million in Natural Resources Capital Facilities Bonds may be outstanding at any time.
 - \$400 million in Conservation Projects Bonds may be outstanding at any time.
- (C) The "Total Interest Cost to Maturity" and "Remaining Interest through Maturity" balances for the Common Schools Capital Facilities Bonds and the Public Infrastructure Capital Improvements Bonds include estimates for interest payable on variable rate bonds.
- (D) The amounts of general obligation bonds authorized for Common Schools Facilities and for Higher Education Facilities were reduced by \$800 million and \$950 million, respectively, by HB562 enacted by the General Assembly in spring 2008. The proceeds generated by the Buckeye Tobacco Settlement Financing Authority transaction were used to fund such purposes in lieu of bonded debt until the proceeds from the Settlement, specified for the School Building Assistance Fund and the Higher Education Improvement Fund, were expended. As of June 30, 2012, all such payments from the Authority to the School Building Assistance Fund were made.
- (E) On December 31, 2013, the State's authority to issue additional bonds under Section 2(r) of Article VIII of the Constitution expired.



Dave Yost • Auditor of State

STATE OF OHIO GENERAL OBLIGATION BONDS

FRANKLIN COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
NOVEMBER 8, 2018