

State of Ohio Commissioners of the Sinking Fund

Bob Taft
Governor

Betty D. Montgomery, President
Auditor of State

Jennette Bradley
Treasurer of State

J. Kenneth Blackwell, Secretary
Secretary of State

Jim Petro
Attorney General

Semi-Annual Report For the period

January 1, 2006 to June 30, 2006





THE COMMISSIONERS OF THE SINKING FUND OF THE STATE OF OHIO

State Office Tower, 9th Floor, 30 East Broad Street
Columbus, Ohio 43215-3461
614 - 466-3930
614 - 752-8461 (FAX)

BOB TAFT
Governor

BETTY D. MONTGOMERY, President
Auditor of State

JENNETTE B. BRADLEY
Treasurer of State

J. KENNETH BLACKWELL, Secretary
Secretary of State

JIM PETRO
Attorney General

June 30, 2006

The Honorable Bob Taft, Governor

and

Honorable Members of the Ohio General Assembly

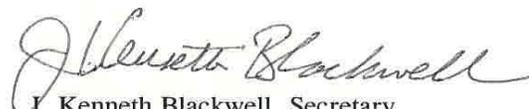
In accordance with Article VIII, Section 11, Ohio Constitution, and Section 129.22, Ohio Revised Code, we are pleased to submit this detailed report of the proceedings of the Sinking Fund Commission to the Governor and General Assembly.

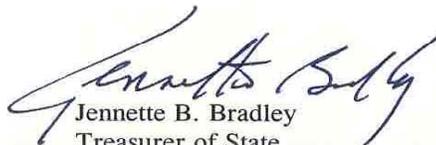
This report covers the six-month period from January 1st, 2006 through June 30th, 2006, during which time the Commission did not meet.

During this period, \$180 million of Highway Capital Improvement Bonds were sold by the Treasurer of State, \$150 million of Higher Education General Obligation Bonds, and \$400 million of Common Schools General Obligation Bonds were sold by the Ohio Public Facilities Commission. Principal in the amount of \$307,940,000.00 matured for all general obligation debt of the state. As of June 30, 2006, the total bonded debt of the State of Ohio amounted to \$6,577,432,566.90.

Respectfully submitted,


Betty D. Montgomery, President
Auditor of State


J. Kenneth Blackwell, Secretary
Secretary of State


Jennette B. Bradley
Treasurer of State


Bob Taft
Governor

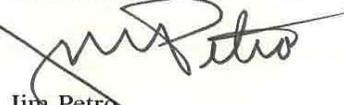

Jim Petro
Attorney General



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COMMISSION MEMBERS

| | | |
|---|-----------|------------------|
| Betty D. Montgomery, Auditor of State | President | January 13, 2003 |
| J. Kenneth Blackwell, Secretary of State | Secretary | January 13, 2003 |
| Bob Taft, Governor of Ohio | Member | January 13, 2003 |
| Jennette B. Bradley, Treasurer of State | Member | January 3, 2005* |
| Jim Petro, Attorney General of Ohio | Member | January 13, 2003 |

ADMINISTRATIVE PERSONNEL

| | | |
|---------------|---|------------|
| Administrator | Jake Wozniak | Appointive |
| Supervisor | Philip Mulroy 614 - 466-3930 614 - 752-8461 (FAX) | Appointive |

AUTHORITY

Art. VIII, 2 and 7 through 11, Ohio Constitution. Art. XII, 11, Ohio Constitution, Chapter 129, Ohio Revised Code, 5501.115 and 5528.01 through 5528.41, Ohio Revised Code. Art. VIII, 2j, Art. VIII, 15, Ohio Constitution, 1555.01 to 1555.06, 1555.08, and 1555.10 to 1555.18, Ohio Revised Code. Art. VIII, 2l, Ohio Constitution, 1557.01 to 1557.06, Ohio Revised Code. Art. VIII, 2m, Ohio Constitution, 5528.51 to 5528.56, Ohio Revised Code. Art. VIII, 2k, 2n and 2o, Ohio Constitution, 164.01 to 164.12, Ohio Revised Code. 151.01 to 151.09, Ohio Revised Code. Sec. 52, Sec. 52.01, Sec. 52.02, Sec. 52.03, Sec. 52.04 and Sec. 52.05, Am. Sub. H.B. 640, 123rd General Assembly.

HISTORY AND LOCATION

The Office of the Sinking Fund Commission of Ohio is located in the Treasurer of State's Office in the James A. Rhodes State Office Tower, 30 E. Broad St., 9th Floor, Columbus, Ohio 43215-3641.

The meetings of the Commissioners are held at the call of the President, at the Auditor of State's Office, 88 E. Broad St., 5th Floor, Columbus, Ohio. Official actions of the commission must be approved by a majority of the Commissioners.

The proceedings of each meeting are recorded by the Secretary, and a synopsis of each meeting is available for inspection.

The Commissioners retained the legal firm of Squire, Sanders & Dempsey of Cleveland as bond counsel for all proceedings relative to the bonded debt of Ohio, except the Coal Development Bonds, Series A, for which the legal firm of Forbes, Forbes & Teamor of Cleveland served as bond co-counsel. For the Vietnam Conflict Compensation Bonds, the legal firm of Peck, Shaffer and Williams of Cincinnati was bond counsel.

*Appointed by the Governor to fill the unexpired term ending January 8, 2007



REPORT OF THE ACTIVITIES
OF THE COMMISSIONERS OF THE SINKING FUND
FOR THE PERIOD JANUARY 01, 2006 THROUGH JUNE 30, 2006

THE SINKING FUND COMMISSION DID NOT MEET DURING THIS PERIOD.



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STATEMENT OF CONDITION OF BONDED DEBT AS OF JUNE 30, 2006

| | HIGHWAY CAPITAL IMPROVEMENTS Art. VIII, Sec. 2m 11/07/1995 | HIGHWAY OBLIGATIONS Art. VIII, Sec. 2i 11/05/1968 | COAL RESEARCH AND DEVELOPMENT Art. VIII, Sec. 15 11/05/1985 |
|---------------------------------|---|--|--|
| Date of Voter Authorization | | | |
| Amount Authorized | \$2,130,000,000.00 | \$1,745,000,000.00 | \$165,000,000.00 |
| Amount Issued | 1,615,000,000.00 | 1,745,000,000.00 | 150,000,000.00 |
| Bonds/Notes Matured | 784,000,000.00 | 1,745,000,000.00 | 111,310,000.00 |
| Outstanding (Bonded Debt) | 831,000,000.00 (1) | 0.00 | 38,690,000.00 |
| Total Interest Cost to Maturity | 423,801,300.03 | 633,132,060.53 | 42,034,543.21 |
| Interest Paid to Date | 269,987,941.33 | 633,132,060.53 | 36,794,149.46 |
| Outstanding Interest | 153,813,358.70 | 0.00 | 4,516,515.00 |
| Balance Bond Retirement Fund | 6,769,396.63 | 0.00 | 78,521.69 |
| Date of Last Maturity | May 1, 2015 | May, 15 2005 | August 1, 2012 |
| Tax Source | Highway Use Taxes I.R.P. Fees Gasoline Taxes I.R.P. Fees | 2 cent Gasoline Tax I.R.P. Fees | General Revenue Appropriation |

| | COMMON SCHOOLS CAPITAL FACILITIES Art. VIII, Sec. 2n 11/02/1999 | HIGHER EDUCATION CAPITAL FACILITIES Art. VIII, Sec. 2n 11/02/1999 | INFRASTRUCTURE IMPROVEMENTS Art. VIII, Sec. 2m 11/07/1995 |
|---------------------------------|--|---|--|
| Date of Voter Authorization | | | |
| Amount Authorized | \$3,615,000,000.00 | \$2,381,000,000.00 | \$2,400,000,000.00 (7) |
| Amount Issued | 2,790,000,000.00 (4) | 1,850,000,000.00 (4) | 2,159,986,136.00 (8) |
| Bonds/Notes Matured | 207,350,000.00 | 202,645,000.00 | 874,668,004.00 |
| Outstanding (Bonded Debt) | 2,175,340,000.00 (5a) | 1,495,815,000.00 (5b) | 1,314,647,566.90 (5c) |
| Total Interest Cost to Maturity | 1,297,916,425.23 (6) | 924,834,402.16 | 1,267,362,483.57 (9) |
| Interest Paid to Date | 270,532,542.36 | 215,282,643.81 | 620,624,201.57 |
| Outstanding Interest | 1,163,546,554.57 | 759,632,018.39 | 619,700,403.99 |
| Balance Bond Retirement Fund | 18,791.67 | 116,610.12 | 26,372.73 |
| Date of Last Maturity | June 15, 2026 & May 1, 2006 | September 1, 2025 | |
| Tax Source | GRF Appropriation Excess Lottery Profits | General Revenue Appropriation | General Revenue Appropriation |

Retirement Fund Balances as of June 30, 2006



1. Not more than \$1,200,000,000 outstanding.
2. All bonds have matured and fund balance was transferred to Highway Capital Improvements bond retirement fund December 2005.
3. Not more than \$100,000,000 outstanding.
4. Excludes refunding bonds, includes refunded bonds.
5. a. Includes \$7,310,000.00 principal decreased by refunding bonds (Ser. 2003E, 2004C, & 2005D), excludes bonds refunded.
b. Includes \$1,540,000.00 principal decreased by refunding bonds (Ser. 2002C & 2005C), excludes bonds refunded.
c. Includes \$3,244,170.00 principal decreased by refunding bonds (Ser. 1992R, 1997R, 1998R, 2002A, 2003A, B, C, D, E, 2004A, B, & C), excludes bonds refunded.
6. Includes estimated interest on adjustable rate bonds.
7. Art. VIII, Sec. 2k, approved by the electors on 11/3/87, authorized the issuance, in aggregate, of \$1.2 billion of Infrastructure Improvement Bonds. On 11/2/95, the electors approved Art. VIII, Sec. 2m which authorizes the issuance of an additional \$1.2 billion, but only after all authority under Sec. 2k had been used
8. Not more than \$120,000,000 may be issued per fiscal year. Total issued includes bonds refunded, excludes refunding bonds.
9. Includes accreted principal on capital appreciation bonds and estimated interest and credit enhancement facilities costs on adjustable rate bond
10. Not more than \$50,000,000 may be issued per fiscal year. Total issued includes bonds refunded, excludes refunding bonds.
11. Not more than \$200,000,000 outstanding; includes \$3,165,000.00 principal increased by refunding bonds (Ser. H & J), excludes bonds refunded
12. Not more than \$50,000,000 may be issued per fiscal year and not more than \$200,000,000 may be issued in total.



STATEMENT OF CONDITION OF BONDED DEBT AS OF JUNE 30, 2006

| NATURAL RESOURCES CAPITAL | | | |
|---|---|--|---|
| | FACILITIES Art. VIII, Sec. 21 | DEVELOPMENT Article VIII, Sec. 2h 05/04/1965 | PUBLIC IMPROVEMENTS Article VIII, Sec. 2i 11/05/1968 |
| Date of Voter Authorization | 11/02/1993 | 05/04/1965 | 11/05/1968 |
| Amount Authorized | \$306,000,000.00 | \$290,000,000.00 | \$259,000,000.00 |
| Amount Issued | 265,000,000.00 (10) | 290,000,000.00 | 259,000,000.00 |
| Bonds/Notes Matured | 94,985,000.00 | 290,000,000.00 | 259,000,000.00 |
| Outstanding (Bonded Debt) | 173,180,000.00 (11) | 0.00 | 0.00 |
| Total Interest Cost to Maturity | 94,375,650.85 | 219,140,546.57 | 146,903,526.26 |
| Interest Paid to Date | 55,050,218.19 | 219,140,546.57 | 146,903,526.26 |
| Outstanding Interest | 35,912,528.27 | 0.00 | 0.00 |
| Balance Bond Retirement Fund | 66,637.73 | 0.00 | 0.00 |
| Date of Last Maturity | April 1, 2020 | August 15, 1995 | June 15, 1995 |
| Tax Source | General Revenue Appropriation | General Revenue Appropriation | General Revenue Appropriation |
| CONSERVATION PROJECTS Article VII, Sec. 2o 11/07/2000 | | | |
| | CONSERVATION PROJECTS Article VII, Sec. 2o 11/07/2000 | IMPROVEMENTS Article VIII, Sec. 2f 11/05/1963 | HIGHWAY IMPROVEMENTS Article VIII, Sec. 2g 05/05/1964 |
| Date of Voter Authorization | 11/07/2000 | 11/05/1963 | 05/05/1964 |
| Amount Authorized | \$200,000,000.00 | \$250,000,000.00 | \$500,000,000.00 |
| Amount Issued | 150,000,000.00 | 250,000,000.00 | 500,000,000.00 |
| Bonds/Notes Matured | 13,800,000.00 | 250,000,000.00 | 500,000,000.00 |
| Outstanding (Bonded Debt) | 136,200,000.00 (12) | 0.00 | 0.00 |
| Total Interest Cost to Maturity | 58117646.78 | 211,229,224.85 | 152,829,868.81 |
| Interest Paid to Date | 10,002,579.71 | 211,229,224.85 | 152,829,868.81 |
| Outstanding Interest | 45,625,920.00 | 0.00 | 0.00 |
| Balance Bond Retirement Fund | 639,817.17 | 0.00 | 0.00 |
| Date of Last Maturity | March 1, 2020 | March 15, 1992 | October 15, 1989 |
| Tax Source | General Revenue Appropriation | 1 cent Cigarette Tax General Revenue Appropriation | Highway Use Tax 1 cent Gasoline Tax |
| TOTAL BONDED DEBT: | | \$6,155,372,566.90 | |
| AUTHORIZED BUT NOT ISSUED: | | | |
| Highway capital Improvements | | \$515,000,000.00 | |
| Coal Research and Development | | 15,000,000.00 | |
| Common Schools Capital Facilities | | 825,000,000.00 | |
| Higher Education Capital Facilities | | 531,000,000.00 | |
| Infrastructure Improvement | | 240,013,864.00 | |
| Natural Resources Capital Facilities | | 41,000,000.00 | |
| Conservation Projects | | 50,000,000.00 | |
| Third Frontier - Research & Development | | 200,000,000.00 | |
| Third Frontier - Site Development | | 60,000,000.00 | |



**BONDED DEBT OF OHIO
BY FISCAL YEAR THROUGH MATURITY
AS OF JUNE 30, 2006**

| Fiscal Year | Highway Capital Improvements | Highway Obligations | Public Infrastructure Improvements | Higher Education Facilities | Common School Facilities | Coal Development | Natural Resources | Conservation Projects | Total Outstanding |
|-------------|------------------------------|---------------------|------------------------------------|-----------------------------|--------------------------|------------------|-------------------|-----------------------|--------------------|
| 2007 | \$831,000,000.00 | \$0.00 | \$1,313,732,567.00 | \$1,594,090,000.00 | \$2,507,245,000.00 | \$35,930,000.00 | \$161,975,000.00 | \$133,460,000.00 | \$6,577,432,567.00 |
| 2008 | 672,500,000.00 | | 1,220,936,840.00 | 1,519,060,000.00 | 2,399,860,000.00 | 30,255,000.00 | 146,550,000.00 | 125,065,000.00 | \$6,114,226,840.00 |
| 2009 | 526,500,000.00 | | 1,126,200,254.00 | 1,444,085,000.00 | 2,288,220,000.00 | 24,380,000.00 | 130,425,000.00 | 116,425,000.00 | \$5,656,235,254.00 |
| 2010 | 400,500,000.00 | | 1,031,766,212.00 | 1,366,195,000.00 | 2,172,955,000.00 | 18,295,000.00 | 113,680,000.00 | 107,510,000.00 | \$5,210,901,212.00 |
| 2011 | 294,500,000.00 | | 930,330,636.00 | 1,284,955,000.00 | 2,053,270,000.00 | 11,975,000.00 | 96,335,000.00 | 98,280,000.00 | \$4,769,645,636.00 |
| 2012 | 211,000,000.00 | | 838,347,848.00 | 1,200,305,000.00 | 1,929,385,000.00 | 6,970,000.00 | 80,205,000.00 | 88,720,000.00 | \$4,354,932,848.00 |
| 2013 | 147,500,000.00 | | 745,925,915.00 | 1,112,090,000.00 | 1,800,430,000.00 | 1,770,000.00 | 63,435,000.00 | 78,795,000.00 | \$3,949,945,915.00 |
| 2014 | 84,000,000.00 | | 664,828,266.00 | 1,019,700,000.00 | 1,666,380,000.00 | | 50,810,000.00 | 68,470,000.00 | \$3,554,188,266.00 |
| 2015 | 34,000,000.00 | | 569,711,998.00 | 922,905,000.00 | 1,526,720,000.00 | | 37,730,000.00 | 57,685,000.00 | \$3,148,751,998.00 |
| 2016 | | | 484,408,600.00 | 821,250,000.00 | 1,396,340,000.00 | | 26,990,000.00 | 46,360,000.00 | \$2,775,348,600.00 |
| 2017 | | | 402,290,000.00 | 741,230,000.00 | 1,259,920,000.00 | | 18,500,000.00 | 34,405,000.00 | \$2,456,345,000.00 |
| 2018 | | | 324,180,000.00 | 657,095,000.00 | 1,117,375,000.00 | | 11,470,000.00 | 21,945,000.00 | \$2,132,065,000.00 |
| 2019 | | | 252,800,000.00 | 568,765,000.00 | 968,335,000.00 | | 4,120,000.00 | 13,555,000.00 | \$1,807,575,000.00 |
| 2020 | | | 197,725,000.00 | 476,155,000.00 | 812,435,000.00 | | 2,100,000.00 | 4,750,000.00 | \$1,493,165,000.00 |
| 2021 | | | 150,435,000.00 | 378,855,000.00 | 649,210,000.00 | | | | \$1,178,500,000.00 |
| 2022 | | | 110,605,000.00 | 276,860,000.00 | 493,420,000.00 | | | | \$880,885,000.00 |
| 2023 | | | 68,970,000.00 | 181,915,000.00 | 330,795,000.00 | | | | \$581,680,000.00 |
| 2024 | | | 35,165,000.00 | 96,020,000.00 | 177,130,000.00 | | | | \$308,315,000.00 |
| 2025 | | | 17,885,000.00 | 43,840,000.00 | 82,155,000.00 | | | | \$143,880,000.00 |
| 2026 | | | 9,165,000.00 | 11,145,000.00 | 27,770,000.00 | | | | 48,080,000.00 |



HIGHWAY CAPITAL IMPROVEMENTS

Highway Capital Improvements Bonds were authorized by Section 2m, Article VIII of the Ohio Constitution, approved by the voters November 7, 1995. The vote was Yes: 1,398,467; No: 856,505. This issue is for the purpose of acquisition, construction, reconstruction, expansion, improvement, planning and equipping of highways, including those on the state highway system and urban extensions thereof, those within or leading to public parks or recreation areas, and those within or leading to municipal corporations, and for participation in such highway capital improvements with municipal corporations, counties, townships, or other governmental entities as designated by law, or any one or more of them, by grants, loans, or contributions to them for any such capital improvements.

Not more than two hundred twenty million dollars principal amount of Highway Capital Improvements obligations, plus the principal amount of Highway Capital Improvements obligations that in any prior fiscal years could have been but were not issued within the two-hundred-twenty-million-dollar fiscal year limit, may be issued in any fiscal year, and not more than one billion two hundred million dollars principal amount of Highway Capital Improvements obligations may be outstanding at any one time. Highway Capital Improvements obligations shall mature in not more than thirty years from the date of issuance, or if issued to retire or refund other obligations, within thirty years from the date the debt originally was contracted. If obligations are issued as notes in anticipation of the issuance of bonds, provision shall be made by law for the establishment and maintenance, during the period in which the notes are outstanding, of a special fund or funds into which shall be paid, from the sources authorized for the payment of such bonds, the amount that would have been sufficient, if bonds maturing during a period of thirty years had been issued without such prior issuance of notes, to pay the principal that would have been payable on such bonds during such period. Such fund or funds shall be used solely for the payment of principal of such notes or bonds in anticipation of which such notes have been issued. The moneys referred to in Section 5a of Article XII, Ohio Constitution may be pledged to the payment of debt service on Highway Capital Improvements. In each year that moneys referred to section 5a of Article XII, Ohio Constitution pledged to the payment of debt service on Highway Capital Improvements are available for such purpose, such moneys shall be appropriated thereto and the required application of any other excises and taxes shall be reduced in corresponding amount.

Section 2m of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of Amended Substitute Senate Bill No. 257, in 1996, which enacted Sections 5528.51 to 5528.56, Ohio Revised Code. Authority to issue installments of such obligations in amounts authorized by the General Assembly of Ohio was conferred upon the Commissioners of the Sinking Fund by Amended Substitute Senate Bill No. 257. The Sinking Fund Commission's authority to issue additional Highway Capital Improvements obligations was withdrawn, however, by Amended Substitute House Bill 640, 123rd General Assembly, (effective 9/14/00) which enacted Ohio Revised Code Sections 151.01 and 151.06 providing for future issuance of such obligations by the Treasurer of State. Sec. 52.01 of Am. Sub. H.B. 640 provides for the Treasurer of State to supersede the Sinking Fund in all matters relating to the obligations.

Authority to issue such bonds or other obligations has been granted by the following legislation: 121st General Assembly, Amended Substitute Senate Bill 257, \$340,000,000; 122nd General Assembly, Amended Substitute House Bill 210 (as amended by 122nd General Assembly, Amended Substitute Senate Bill 230), \$432,500,000; 123rd General Assembly, Amended Substitute House Bill 163, \$320,000,000; 124th General Assembly, Substitute House Bill 73, \$257,500,000; 125th General Assembly, Amended Substitute House Bill 87, \$420,000,000.00; 126th General Assembly, Amended Substitute House Bill 68, \$360,000,000.

The legislation authorizing the installments of Highway Capital Improvements Bonds further provides that the obligations shall be issued from time to time in such amounts as may be necessary to provide sufficient moneys to the credit of the Highway Capital Improvement Fund created by section 5528.53 of the Revised Code to pay costs charged to that fund when due as estimated by the Director of Transportation. However, not more than \$220,000,000 principal amount of those Highway Capital Improvements obligations, plus the principal amount of those Highway Capital Improvements obligations that in any prior fiscal year could have been but were not issued within that \$220,000,000 fiscal year limit, may be issued to pay costs of projects in any fiscal year. There is presently \$831,000,000 principal amount outstanding.



STATEMENT NO. 1
HIGHWAY CAPITAL IMPROVEMENT BONDS

| SERIES | DATE ISSUED | FIRST PAYMENT OF PRINCIPAL | DATE OF MATURITY | INTEREST RATE | PRINCIPAL AMOUNT | MATURED 06/30/2006 | PRINCIPAL OUTSTANDING | MATURING 11/01/2006 | INTEREST TO MATURITY | INTEREST PAID 06/30/2006 | INTEREST OUTSTANDING | |
|--------------|-------------|----------------------------|------------------|---------------|------------------|--------------------|---------------------------|-------------------------|----------------------|--------------------------|-------------------------|-------------------------|
| A | 09/15/1996 | 05/01/1997 | 05/01/2006 | 4.8425% | \$50,000,000.00 | \$50,000,000.00 | \$0.00 | \$0.00 | \$12,415,562.50 | \$12,415,562.50 | \$0.00 | |
| B | 06/15/1997 | 05/01/1998 | 05/01/2007 | 4.6609% | 125,000,000.00 | 112,500,000.00 | 12,500,000.00 | 0.00 | 31,440,243.06 | 30,815,243.06 | 625,000.00 | |
| C | 07/01/1998 | 05/01/1999 | 05/01/2008 | 4.3727% | 200,000,000.00 | 160,000,000.00 | 40,000,000.00 | 0.00 | 51,016,666.67 | 48,016,666.67 | 3,000,000.00 | |
| D | 06/01/1999 | 05/01/2000 | 05/01/2009 | 4.3630% | 200,000,000.00 | 140,000,000.00 | 60,000,000.00 | 0.00 | 46,895,833.33 | 41,495,833.33 | 5,400,000.00 | |
| E | 04/01/2000 | 05/01/2001 | 05/01/2010 | 5.0475% | 225,000,000.00 | 135,000,000.00 | 90,000,000.00 | 0.00 | 67,877,343.75 | 55,389,843.75 | 12,487,500.00 | |
| F | 02/01/2001 | 05/01/2002 | 05/01/2011 | 4.1271% | 200,000,000.00 | 100,000,000.00 | 100,000,000.00 | 0.00 | 57,171,323.80 | 41,951,323.76 | 15,220,000.04 | |
| G | 12/04/2002 | 05/01/2004 | 05/01/2013 | 3.7500% | 135,000,000.00 | 40,500,000.00 | 94,500,000.00 | 0.00 | 38,185,815.61 | 19,385,554.33 | 18,800,261.28 | |
| H | 03/04/2004 | 05/01/2005 | 05/01/2014 | 2.9603% | 160,000,000.00 | 32,000,000.00 | 128,000,000.00 | 0.00 | 42,039,742.02 | 14,514,544.52 | 27,525,197.50 | |
| I | 05/18/2005 | 05/01/2006 | 05/01/2015 | 3.5103% | 140,000,000.00 | 14,000,000.00 | 126,000,000.00 | 0.00 | 36,241,844.41 | 6,003,369.41 | 30,238,475.00 | |
| J | 03/08/2006 | 05/01/2007 | 05/01/2015 | 3.7183% | 180,000,000.00 | 0.00 | 180,000,000.00 | 0.00 | 40,516,924.88 | 0.00 | 40,516,924.88 | |
| TOTAL | | | | | | | \$1,615,000,000.00 | \$831,000,000.00 | \$0.00 | \$423,801,300.03 | \$269,987,941.33 | \$153,813,358.70 |

ALL-IN TIC FOR SERIES F, G, H & I BONDS



STATEMENT NO. 2
HIGHWAY CAPITAL IMPROVEMENTS BOND SERVICE FUND

| | | Total Operations September 1996 through June 30, 2006 |
|--|--------------------------------|---|
| Balance on Hand December 31, 2005 | <u>\$106,960,482.77</u> | |
| RECEIPTS | | |
| Transfers from pledged receipts* | \$55,475,225.99 | \$1,003,362,358.13 |
| Original Issue Premium applied to Bond Service | 4,648,382.25 | 36,239,427.69 |
| Accrued Interest from Bond Sales | 0.00 | 1,875,116.45 |
| Excess Cost of Issuance to Bond Service Fund | 81,112.04 | 81,112.04 |
| Interest Received on Funds Invested | <u>2,099,723.00</u> | <u>19,911,668.36</u> |
| TOTAL RECEIPTS | <u>\$62,304,443.28</u> | <u>\$1,061,469,682.67</u> |
| Sub-total | <u>\$169,264,926.05</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$143,500,000.00 | \$784,000,000.00 |
| Coupons Matured | 18,935,708.76 | 269,987,941.33 |
| Bond/Note Sale and Miscellaneous Expenses | <u>50,107.23</u> | <u>702,631.28</u> |
| TOTAL DISBURSEMENTS | <u>\$162,485,815.99</u> | <u>\$1,054,690,572.61</u> |
| Balance on Hand June 30, 2006 | <u>\$6,779,110.06</u> | <u>\$6,779,110.06</u> |

* Includes transfer remaining of 071 Highway Obligation Bond Retirement fund



HIGHWAY OBLIGATIONS

Highway Obligations were authorized by Section 2i, Article VIII of the Ohio Constitution, approved by the voters November 5, 1968. The vote was Yes, 1,732,512; No, 1,550,959. This issue is for the purpose of construction, reconstruction or other improvement of highways, including those on the state highway system and urban extensions thereof, those within or leading to public parks or recreational areas, and those within or leading to municipal corporations; the acquisition, construction, reconstruction or other improvement of and the provision of equipment for buildings, structures or other improvements for research and development with respect to highways and highway transportation, the acquisition and improvement of real estate and interests therein, and necessary planning and engineering required for such improvements, including participation in such improvements with the federal government, municipal corporations, counties or other governmental entities, or any one or more of them which participation may be by grants, loans or contributions for any of such improvements. Section 5528.41 of the Ohio Revised Code states that fifty per cent of the first five hundred million dollars paid into the Highway Obligations Construction Fund shall be used for urban extensions of state highways and highways within or leading to municipal corporations.

Not more than one hundred million dollars principal amount of Highway Obligations may be issued in any calendar year, and not more than five hundred million dollars principal amount thereof may be outstanding at any one time. Highway Obligations shall mature in not more than thirty years from the date of issuance or, if issued to retire Highway Obligations previously issued, within thirty years from the date the debt was originally contracted. So long as any notes are outstanding and while any bonds are outstanding, there shall be paid annually into the Highway Obligations Bond Retirement Fund from the excises, taxes and fees authorized for payment of Highway Obligations at least two and one half per cent of the total of such notes of bonds, and such amount shall be used only for the payment of principal of such notes or bonds. For this purpose the first annual payment shall be no later than eighteen months after the date of issuance of such notes or bonds, and each annual payment shall be at least two and one half per cent of the total amount of such bonds or notes, and so that the total amount of such annual payments shall be sufficient to provide for the retirement of such notes or bonds, within a period of thirty years from the date the debt was originally contracted.

Section 2i of Article VIII, Ohio Constitution, was implemented by the General Assembly with the adoption of Amended Substitute Senate Bill No. 150 in 1969, which enacted Sections 5528.30 to 5528.41, Revised Code, and with the adoption from time to time of laws authorizing the issuance of Highway Obligations and appropriating the proceeds for purposes for which they may be issued. Authority to issue installments of such obligations in amounts authorized by the General Assembly of Ohio was conferred upon the Sinking Fund by Amended Substitute Senate Bill No. 150. Authority to issue such bonds or other obligations has been granted by the following legislation: 108th General Assembly, Am. S.B. 429, \$300,000,000; 109th General Assembly, Am. S.B. 368, \$125,000,000; 110th General Assembly, Am. H.B. 86, \$93,000,000; 111th General Assembly, Am. H.B. 854, \$31,800,000; 112th General Assembly, Am. Sub. H.B. 392, \$62,125,000; 113th General Assembly, Am. Sub. H.B. 656, \$69,875,000; 114th General Assembly, Am. Sub. H.B. 102, \$88,875,000; 115th General Assembly, Am. Sub. H.B. 373, \$90,975,000; 116th General Assembly Am. H.B. 238, \$109,775,000; 117th General Assembly, Am. Sub. H.B. 419, \$210,450,000; 118th General Assembly, Am. Sub. H.B. 381, \$159,150,000; 119th General Assembly, Am. Sub. H.B. 201, \$130,645,000; 120th General Assembly, Am. Sub. H.B. 154, \$191,500,000; 121st General Assembly, Am. Sub. H.B. 107, \$191,525,000. The aggregate amount of such authorization is \$1,854,695,000 of which \$1,745,000,000 has been issued.* 124th General Assembly Substitute House Bill 73 reduced the authorization to \$1,745,000.

The legislation for each authorized installment of Highway Obligations further provides that the Highway Obligations are to be dated, issued and sold from time to time in such amounts as may be necessary to provide sufficient moneys to the credit of the Highway Obligations Construction Fund, created by section 5528.41, Revised Code to pay costs charged to such fund when due as estimated by the Director of Transportation. The statute granting the \$31,800,000 authorization, and subsequent legislation, also provides that the Highway Obligations shall be issued and sold at such time or times so that not more than five hundred million dollars principal amount of obligations issued pursuant to Section



* On November 7, 1995, a majority of the electors voting approved Section 2m, Article VIII of the Ohio Constitution authorizing the issuance of bonds and other obligations of the state for highway capital improvements of not more than two hundred twenty million dollars principal amount in any fiscal year plus any prior fiscal years' principal amounts not issued, provided that not more than one billion two hundred million dollars principal amount of such obligations may be outstanding at any time. Section 2m specifically provides that, after December 31, 1996, no additional highway obligations of the state may be issued for any highway purposes under Section 2i of Article VIII, Ohio Constitution, except to refund highway obligations issued under Section 2i that are outstanding on that date. (See HIGHWAY CAPITAL IMPROVEMENT BONDS, pp. 7-9, above.)



STATEMENT NO. 3
HIGHWAY OBLIGATIONS BONDS

| SERIES | DATE ISSUED | FIRST PAYMENT OF PRINCIPAL | DATE OF MATURITY | INTEREST RATE | PRINCIPAL AMOUNT | PRINCIPAL MATURED | PRINCIPAL OUTSTANDING | INTEREST TO MATURITY | INTEREST PAID | INTEREST OUTSTANDING |
|--------------|-------------|----------------------------|------------------|---------------|---------------------------|---------------------------|-----------------------|-------------------------|-------------------------|----------------------|
| A | 12/15/69 | 05/15/71 | 05/15/90 | 6.6520% | \$50,000,000.00 | \$50,000,000.00 | \$0.00 | \$39,751,871.60 | \$39,751,871.60 | \$0.00 |
| B | 10/15/70 | 05/15/72 | 05/15/90 | 5.8280% | 75,000,000.00 | 75,000,000.00 | 0.00 | 52,941,717.00 | 52,941,717.00 | 0.00 |
| C | 11/15/71 | 05/15/73 | 05/15/90 | 4.2820% | 100,000,000.00 | 100,000,000.00 | 0.00 | 50,671,750.00 | 50,671,750.00 | 0.00 |
| D | 12/01/72 | 11/15/73 | 11/15/92 | 4.4947% | 100,000,000.00 | 100,000,000.00 | 0.00 | 53,929,744.00 | 53,929,744.00 | 0.00 |
| E | 06/01/74 | 11/15/74 | 11/15/90 | 5.5018% | 50,000,000.00 | 50,000,000.00 | 0.00 | 19,219,140.00 | 19,219,140.00 | 0.00 |
| F | 05/15/75 | 05/15/76 | 05/15/90 | 5.8392% | 50,000,000.00 | 50,000,000.00 | 0.00 | 36,116,500.00 | 36,116,500.00 | 0.00 |
| G | 05/15/76 | 11/15/76 | 11/15/90 | 5.1408% | 100,000,000.00 | 100,000,000.00 | 0.00 | 33,599,250.00 | 33,599,250.00 | 0.00 |
| H | 03/15/79 | 11/15/79 | 11/15/87 | 5.3312% | 50,000,000.00 | 50,000,000.00 | 0.00 | 11,325,734.00 | 11,325,734.00 | 0.00 |
| I | 02/15/80 | 11/15/80 | 11/15/88 | 7.3053% | 35,000,000.00 | 35,000,000.00 | 0.00 | 12,948,690.00 | 12,948,690.00 | 0.00 |
| J | 09/15/80 | 05/15/81 | 05/15/90 | 6.8578% | 65,000,000.00 | 65,000,000.00 | 0.00 | 24,659,407.20 | 24,659,407.20 | 0.00 |
| K | 05/15/83 | 05/15/84 | 05/15/92 | 7.3891% | 50,000,000.00 | 50,000,000.00 | 0.00 | 16,700,000.00 | 16,700,000.00 | 0.00 |
| L | 03/01/85 | 05/15/86 | 05/15/92 | 7.4439% | 75,000,000.00 | 75,000,000.00 | 0.00 | 23,048,838.91 | 23,048,838.91 | 0.00 |
| M | 06/01/86 | 05/15/87 | 05/15/96 | 6.7673% | 100,000,000.00 | 100,000,000.00 | 0.00 | 41,149,444.08 | 41,149,444.08 | 0.00 |
| N | 07/01/87 | 05/15/88 | 05/15/97 | 5.9641% | 70,000,000.00 | 70,000,000.00 | 0.00 | 25,037,796.87 | 25,037,796.87 | 0.00 |
| O | 06/15/88 | 05/15/89 | 05/15/98 | 6.5408% | 100,000,000.00 | 100,000,000.00 | 0.00 | 35,430,000.00 | 35,430,000.00 | 0.00 |
| P | 06/15/90 | 05/15/91 | 05/15/97 | 6.4226% | 75,000,000.00 | 75,000,000.00 | 0.00 | 18,874,276.88 | 18,874,276.88 | 0.00 |
| Q | 06/15/91 | 05/15/92 | 05/15/98 | 5.8701% | 100,000,000.00 | 100,000,000.00 | 0.00 | 23,099,358.33 | 23,099,358.33 | 0.00 |
| R | 06/15/92 | 05/15/93 | 05/15/99 | 4.8267% | 100,000,000.00 | 100,000,000.00 | 0.00 | 18,890,275.00 | 18,890,275.00 | 0.00 |
| S | 06/15/93 | 05/15/94 | 05/15/03 | 4.5315% | 100,000,000.00 | 100,000,000.00 | 0.00 | 24,550,833.33 | 24,550,833.33 | 0.00 |
| T | 06/01/94 | 05/15/95 | 05/15/04 | 4.8251% | 100,000,000.00 | 100,000,000.00 | 0.00 | 28,358,683.33 | 28,358,683.33 | 0.00 |
| U | 09/15/95 | 05/15/96 | 05/15/05 | 4.4619% | 100,000,000.00 | 100,000,000.00 | 0.00 | 23,060,000.00 | 23,060,000.00 | 0.00 |
| V | 09/15/96 | 05/15/97 | 05/15/04 | 4.7322% | 100,000,000.00 | 100,000,000.00 | 0.00 | 19,768,750.00 | 19,768,750.00 | 0.00 |
| TOTAL | | | | | \$1,745,000,000.00 | \$1,745,000,000.00 | \$0.00 | \$633,132,060.53 | \$633,132,060.53 | \$0.00 |

State of Ohio Commissioners of the Sinking Fund



STATEMENT NO. 4 HIGHWAY OBLIGATIONS BOND RETIREMENT FUND

| | | Total Operations December 1969 through June 30, 2006 |
|--|---------------------|---|
| Balance on Hand December 31, 2005 | <u>\$5,952.16</u> | |
| RECEIPTS | | |
| Gasoline Tax (Motor Vehicle Fuel Tax) | \$0.00 | \$936,301,438.54 |
| Accrued Interest from Bond Sales | 0.00 | 5,754,195.82 |
| Interest Received on Fund Invested | 0.00 | 211,252,400.84 |
| Highway Use Tax (Motor Fuel Use Tax) | 0.00 | 853,319,695.66 |
| Highway Use Permits | 0.00 | 4,855,974.79 |
| International Registration Plan | 0.00 | 370,782,603.80 |
| Reduced working fund balance | 0.00 | 0.00 |
| TOTAL RECEIPTS | <u>\$0.00</u> | <u>\$2,382,266,309.45</u> |
| Sub-total | <u>\$5,952.16</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$1,745,000,000.00 |
| Coupons Matured | 0.00 | 633,132,060.53 |
| Bond/Note Sale and Miscellaneous Expenses | 0.00 | 3,008,615.50 |
| Working Balance Advance | 0.00 | 0.00 |
| Bond Retirement Fund Balance Transfer** | 5,952.16 | 874,233.42 |
| Arbitrage Rebate Payments to I.R.S. | 0.00 | 251,400.00 |
| TOTAL DISBURSEMENTS | <u>\$5,952.16</u> | <u>\$2,382,266,309.45</u> |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | <u>\$0.00</u> |
| ADD | | |
| Matured Bonds Outstanding | \$115,000.00 | |
| Matured Coupons Outstanding | 53,747.08 | |
| Miscellaneous Adjustment** | 1,250.00 | |
| Working Fund Balance | 0.00 | |
| Sub-total | <u>\$169,997.08</u> | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Acct. | \$169,997.08 | |
| Bank One, Columbus | 0.00 | |
| National City Bank, Cleveland | 0.00 | |
| Bank of America Illinois, Chicago | 0.00 | |
| Chemical Bank, New York City | 0.00 | |
| State Street Bank, New York City | 0.00 | |
| TOTAL OF PAYING AGENT ACCOUNTS | <u>\$169,997.08</u> | |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | |

*2nd Quarter interest credited to Fund 071 in error; transferred to Highway Capital Improvements Bond Service Fund (072) on 1/3/06.

**Coupon payment stopped for stale date.



COAL RESEARCH AND DEVELOPMENT BONDS

Coal Research and Development Bonds were authorized by Section 15 of Article VIII of the Ohio Constitution and approved by the voters on November 5, 1985. The vote was Yes, 1,439,344; No, 807,647. This issue was to provide moneys for financial assistance for research and development of coal technology that will encourage the use of Ohio coal.

Not more than one hundred million dollars principal amount of Coal Research and Development Bonds may be outstanding at any one time.

Funds to retire the bonds issued under this section shall be paid when due, as to principal and interest, by a transfer of the Treasurer of State, of the amount certified by the Ohio Coal Development Office from the State General Revenue Fund to the Coal Development Bond Retirement Fund, an amount equal to the amount so certified.

Section 15 of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of Amended Substitute House Bill No. 750, in 1986, which enacted Sections 1555.01 et seq. and with the adoption from time to time of laws authorizing the issuance of Coal Research and Development Bonds and appropriating the proceeds for purposes for which they may be issued. Authority to issue installments of such obligations in amounts authorized by the General Assembly of Ohio was conferred upon the Sinking Fund by Amended Substitute House Bill No. 750. The Sinking Fund Commission's authority to issue additional Coal Research and Development bonds was withdrawn, however, by Amended Substitute House Bill 640, 123rd G.A. (effective 9/14/00) which enacted Ohio Revised Code Sections 151.01 and 151.07, providing for future issuance of such obligations by the Ohio Public Facilities Commission. Section 52 of Am. Sub. H.B. 640 provides for the Ohio Public Facilities Commission to supersede the Sinking Fund in all matters relating to the obligations.

Authority to issue such bonds or other obligations has been granted by the following legislation: 119th General Assembly, Amended Senate Bill 206 and Amended Substitute House Bill 298, \$50,000,000; 120th General Assembly, Amended Substitute House Bill 152, \$50,000,000; and 126th General Assembly, Amended Substitute House Bill 66, \$15,000,000. The aggregate amount of such authorization is \$165,000,000 of which \$150,000,000 has been issued.

The legislation for each authorized installment of Coal Research and Development Bonds further provides that the Coal Research and Development Bonds are to be dated, issued and sold from time to time in such amounts as may be necessary to provide sufficient moneys to the credit of the Coal Research and Development Fund, created by section 1555.15, Revised Code to pay obligations charged to such fund when due as estimated by the Commissioners of the Sinking Fund. The statute granting the \$50,000,000 authorization, and subsequent legislation, also provides that the Coal Research and Development Bonds shall be issued and sold at such time or times so that not more than one hundred million dollars principal amount of obligations issued pursuant to Section 15 of article VIII, Ohio Constitution, are outstanding at any one time. There is presently \$35,930,000 principal amount outstanding.



STATEMENT NO. 5
COAL RESEARCH AND DEVELOPMENT BONDS

| SERIES | DATE ISSUED | FIRST PAYMENT OF PRINCIPAL | DATE OF MATURIT Y | INTEREST RATE | PRINCIPAL AMOUNT | MATURED 06/30/06 | PRINCIPAL | | MATURIN G 08/01/06 | INTEREST TO PAID 06/30/06 | INTEREST | |
|--------------|-------------|----------------------------|-------------------|---------------|------------------|------------------|-----------------|----------------|--------------------|---------------------------|-----------------|--------------|
| | | | | | | | OUTSTANDIN G | OUTSTANDIN G | | | OUTSTANDIN G | OUTSTANDIN G |
| A | 08/15/86 | 02/01/87 | 08/01/96 | 6.1750% | \$50,000,000.00 | \$50,000,000.00 | \$0.00 | \$0.00 | \$0.00 | \$17,608,443.07 | \$17,608,443.07 | \$0.00 |
| B | 01/15/92 | 08/01/93 | 08/01/02 | 5.0205% | 15,000,000.00 | 15,000,000.00 | 0.00 | 0.00 | 0.00 | 4,878,367.78 | 4,878,367.78 | 0.00 |
| C | 06/15/93 | 02/01/94 | 02/01/03 | 5.5611% | 15,000,000.00 | 15,000,000.00 | 0.00 | 0.00 | 0.00 | 3,867,562.50 | 3,867,562.50 | 0.00 |
| D | 09/15/95 | 02/01/96 | 02/01/05 | 4.5413% | 15,000,000.00 | 15,000,000.00 | 0.00 | 0.00 | 0.00 | 3,617,897.78 | 3,617,897.78 | 0.00 |
| E | 04/01/00 | 02/01/01 | 02/01/10 | 5.0249% | 12,000,000.00 | 6,490,000.00 | 5,510,000.00 | 0.00 | 0.00 | 3,358,622.08 | 2,653,209.58 | 705,412.50 |
| F | 08/01/01 | 08/01/02 | 08/01/11 | 4.3299% | 15,000,000.00 | 5,490,000.00 | 9,510,000.00 | 1,430,000.00 | 3,808,725.00 | 2,507,810.00 | 1,300,915.00 | |
| G | 05/01/02 | 08/01/03 | 08/01/12 | 3.9355% | 15,000,000.00 | 3,965,000.00 | 11,035,000.00 | 1,405,000.00 | 3,504,175.00 | 1,876,962.50 | 1,627,212.50 | |
| H | 04/01/04 | 02/01/05 | 02/01/12 | 2.3885% | 13,000,000.00 | 3,125,000.00 | 9,875,000.00 | 0.00 | 0.00 | 1,390,750.00 | 507,775.00 | 882,975.00 |
| TOTAL | | | | | \$150,000,000.00 | \$114,070,000.00 | \$35,930,000.00 | \$2,835,000.00 | \$42,034,543.21 | \$37,518,028.21 | \$4,516,515.00 | |

(Series F, G & H interest rates are IIC. All others are NIC)



**STATEMENT NO. 6
COAL DEVELOPMENT BOND RETIREMENT FUND**

| | | Total Operations August 1986 through June 30, 2006 |
|---|------------------------------|---|
| Balance on Hand December 31, 2005 | <u>\$33,791.43</u> | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$3,500,087.32 | \$151,633,752.54 |
| Accrued Interest from Bond Sales | 0.00 | 207,442.10 |
| Miscellaneous Revenue to Bond Service Fund* | 50,743.69 | 50,743.69 |
| Interest Received on Funds Invested | <u>2,831.62</u> | <u>169,404.34</u> |
| TOTAL RECEIPTS | <u>\$3,553,662.63</u> | <u>\$152,061,342.67</u> |
| Sub-total | <u>\$3,587,454.06</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$2,760,000.00 | \$114,070,000.00 |
| Coupons Matured | 723,878.75 | 37,518,028.21 |
| Bond/Note Sale and Miscellaneous Expenses | <u>25,053.62</u> | <u>394,792.77</u> |
| TOTAL DISBURSEMENTS | <u>\$3,508,932.37</u> | <u>\$151,982,820.98</u> |
| Balance on Hand June 30, 2006** | <u>\$78,521.69</u> | <u>\$78,521.69</u> |

*\$2301.71 Transferred to TOSB, \$53,045.40 from royalty payments on grants received for Research & Development

**\$34,549.45 Deposited in error by AIR, due to be removed in Fiscal Year 2007



**PARKS, RECREATION, AND NATURAL RESOURCES PROJECT
CAPITAL IMPROVEMENTS BONDS**

Parks, Recreation and Natural Resources Project Capital Improvement Bonds were authorized by Section 2l of Article VIII of the Ohio Constitution and approved by the voters on November 2, 1993. The vote was: Yes, 1,547,841; No, 1,008,182. This issue was to provide monies for the purpose of financing or assisting in the financing of the costs of capital improvements for state and local parks and land and water recreation facilities; soil and water restoration and protection, land management including preservation of natural areas and reforestation; water management including dam safety, stream and lake management, and flood control and flood damage reduction; fish and wildlife resource management; and other projects that enhance the use and enjoyment of natural resources by individuals. Such capital improvements include, without limitation, the cost of acquisition, construction, reconstruction, expansion, improvement, planning and equipping.

Not more than fifty million dollars principal amount of Parks, Recreation and Natural Resources Improvement Bonds may be issued in any fiscal year, and not more than two hundred million dollars principal amount may be outstanding at any one time

Parks, Recreation and Natural Resources Capital Improvement Bonds shall mature not more than twenty-five years from the date of issuance, or, if issued to retire or refund other obligations issued under this section, within twenty-five years from the date the debt was originally contracted.

Funds to retire the bonds issued under this section shall be paid when due, as to principal and interest, by a transfer from the State General Revenue Fund to the State Projects Bond Retirement Fund. The Commissioners of the Sinking Fund shall certify to the Director of Budget and Management the amount necessary to pay the bonds when due. Upon consultation with the Director, the Commissioners of the Sinking Fund shall transfer the amount so certified.

Section 2l of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of Amended Substitute House Bill No. 790, in 1994, which enacted Sections 1557.01 et seq. and appropriated the proceeds for purposes for which they may be issued. Authority to issue installments of such obligations in amounts authorized by the General Assembly of Ohio was conferred upon the Sinking Fund by Amended Substitute House Bill No. 790. The Sinking Fund Commission's authority to issue additional Parks, Recreation and Natural Resources Capital Improvements obligations was withdrawn, however, by Amended Substitute House Bill 640, 123rd G.A. (effective 9/14/00) which enacted Ohio Revised Code Sections 151.01 and 151.05, providing for further issuance of such obligations by the Ohio Public Facilities Commission. Sec. 52 of Am. Sub. H.B. 640 provides for the Ohio Public Facilities Commission to supersede the Sinking Fund in all matters relating to the obligations.

Authority to issue such bonds or other obligations has been granted by the following legislation: 120th General Assembly, Am. Sub. H.B. 790, \$100,000,000; 121st General Assembly, Am. Sub. H.B. 748, \$80,000,000; 122nd General Assembly, Am. Sub. H.B. 850, \$48,000,000; 123rd General Assembly, Am. Sub. H.B. 640, \$44,000,000; 124th General Assembly, H.B. 675, \$15,000,000; and 126th General Assembly, Am. Sub. HB 16, \$14,000,000.

The legislation authorizing the installments of Parks, Recreation and Natural Resources Capital Improvement Bonds further provides that the obligations are to be dated, issued and sold from time to time in such amounts as may be necessary to provide sufficient moneys to the credit of the Ohio Parks and Natural Resources Fund, created by section 1557.04, Revised Code to pay costs charged to the fund when due as estimated by the Director of Natural Resources. The statutes granting the \$100,000,000 initial authorization and subsequent authorizations also provide that the Parks, Recreation and Natural Resources Bonds shall be issued and sold at such time or times so that not more than fifty million dollars



STATEMENT NO. 7
PARKS, RECREATION AND NATURAL RESOURCES PROJECT
CAPITAL IMPROVEMENT BONDS

| SERIES | DATE ISSUED | FIRST PAYMENT OF PRINCIPAL | DATE OF PRINCIPAL MATURITY * | INTEREST RATE** | PRINCIPAL AMOUNT | MATURED 06/30/2006 | PRINCIPAL OUTSTANDING | MATURIN | | INTEREST TO INTEREST PAID 06/30/2006 | OUTSTANDIN | INTEREST |
|----------------|-------------|----------------------------|------------------------------|-----------------|-------------------------------------|--------------------|------------------------------------|-----------------------|------------------------|--------------------------------------|------------------------|--------------|
| | | | | | | | | G | G | | | |
| A ¹ | 10/01/94 | 10/01/95 | 10/01/04 | 5.581% | \$20,000,000.00 | \$11,600,000.00 | \$0.00 | \$0.00 | \$0.00 | \$7,140,100.00 | \$7,140,100.00 | \$0.00 |
| B | 06/01/95 | 10/01/95 | 10/01/05 | 4.477% | 30,000,000.00 | 30,000,000.00 | 0.00 | 0.00 | 0.00 | 7,543,983.33 | 7,543,983.33 | 0.00 |
| C ² | 06/15/97 | 04/01/98 | 04/01/07 | 4.9058% | 50,000,000.00 | 25,500,000.00 | 3,600,000.00 | 0.00 | 0.00 | 14,180,410.56 | 14,011,210.56 | 169,200.00 |
| D ³ | 06/01/99 | 04/01/00 | 04/01/09 | 4.7670% | 30,000,000.00 | 11,200,000.00 | 6,300,000.00 | 0.00 | 0.00 | 7,128,416.67 | 6,552,416.67 | 576,000.00 |
| E ⁴ | 06/01/00 | 04/01/01 | 04/01/10 | 5.2387% | 30,000,000.00 | 9,400,000.00 | 7,960,000.00 | 0.00 | 0.00 | 7,500,231.25 | 6,457,856.25 | 1,042,375.00 |
| F ⁵ | 08/01/01 | 04/01/02 | 04/01/16 | 4.4622% | 20,000,000.00 | 5,530,000.00 | 11,480,000.00 | 0.00 | 0.00 | 6,788,663.33 | 3,640,663.33 | 3,148,000.00 |
| G ⁶ | 03/15/02 | 10/01/03 | 10/01/17 | 4.9054% | 30,000,000.00 | 4,855,000.00 | 20,675,000.00 | 1,700,000.00 | 1,700,000.00 | 10,225,823.09 | 4,516,322.41 | 5,709,500.68 |
| H | 08/15/02 | 10/01/03 | 10/01/10 | 2.9924% | 17,640,000.00 | 2,135,000.00 | 15,505,000.00 | 1,725,000.00 | 1,725,000.00 | 3,490,839.97 | 2,154,618.05 | 1,336,221.92 |
| I | 06/17/03 | 04/01/05 | 04/01/18 | 3.2244% | 30,000,000.00 | 3,410,000.00 | 26,590,000.00 | 0.00 | 0.00 | 10,030,363.86 | 2,914,011.36 | 7,116,352.50 |
| J | 09/28/04 | 04/01/05 | 10/01/14 | 3.2950% | 47,425,000.00 | 1,265,000.00 | 46,160,000.00 | 200,000.00 | 200,000.00 | 12,534,771.30 | 2,611,248.12 | 9,923,523.18 |
| K | 03/01/05 | 04/01/06 | 04/01/20 | 3.5730% | 25,000,000.00 | 1,295,000.00 | 23,705,000.00 | 0.00 | 0.00 | 7,812,047.50 | 920,692.50 | 6,891,355.00 |
| TOTAL | | | | | \$265,000,000.00⁷ | ##### | \$16,975,000.00[#] | \$3,625,000.00 | \$94,375,650.86 | \$58,463,122.58 | \$35,912,528.28 | |

* Reflects final maturity for bonds not refunded

** Interest rates on Series F, G, H, I and J bonds are TIC. All others are NIC

- 1) 2005 - 2009 MATURITIES (\$8,400,000) REFUNDED BY SERIES H BONDS.
- 2) 2008 MATURITY (\$3,800,000) REFUNDED BY SERIES H BONDS; 2009 - 2012 MATURITIES (\$17,100,000) REFUNDED BY SERIES J BONDS.
- 3) 2010 MATURITY (\$2,300,000) REFUNDED BY SERIES H BONDS; 2011 - 2014 MATURITIES (\$10,200,000) REFUNDED BY SERIES J BONDS.
- 4) 2011 MATURITY (\$2,260,000) REFUNDED BY SERIES H BONDS; 2012 - 2015 MATURITIES (\$10,380,000) REFUNDED BY SERIES J BONDS.
- 5) 2012 & 2013 MATURITIES (\$2,990,000) REFUNDED BY SERIES J BONDS.
- 6) 2013 & 2014 MATURITIES (\$4,470,000) REFUNDED BY SERIES J BONDS.
- 7) EXCLUDES REFUNDING BONDS; INCLUDES REFUNDED BONDS.
- 8) PRINCIPAL INCREASED \$3,165,000.00 DUE TO REFUNDING BONDS SER. H & J; EXCLUDES REFUNDING BONDS; INCLUDES REFUNDED BONDS.



STATEMENT NO. 8
 STATE PROJECTS BOND RETIREMENT FUND

| | | Total Operations October 1994 through June 30, 2006 |
|---|-------------------------------|---|
| Balance on Hand December 31, 2005 | <u>\$31,991.03</u> | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$14,635,913.36 | \$163,496,329.48 |
| Original Issuer Premium applied to Bond Service | 0.00 | 1,093,159.33 |
| Accrued Interest from Bond Sales | 0.00 | 418,718.54 |
| Excess Cost of Issuance to Bond Service Fund | 37,382.57 | 37,382.57 |
| Interest Received on Funds Invested | <u>4,308.78</u> | <u>49,947.64</u> |
| TOTAL RECEIPTS | <u>\$14,677,604.71</u> | <u>\$165,095,537.56</u> |
| Sub-total | <u>\$14,709,595.74</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$11,205,000.00 | \$106,190,000.00 |
| Coupons Matured | 3,412,904.39 | 58,463,122.47 * |
| Bond/Note Sale and Miscellaneous Expenses | <u>25,053.62</u> | <u>375,777.36</u> |
| TOTAL DISBURSEMENTS | <u>\$14,642,958.01</u> | <u>\$165,028,899.83</u> |
| Balance on Hand June 30, 2006 | <u>\$66,637.73</u> | <u>\$66,637.73</u> |

*Does not include \$1,103,940.00 of interest paid from proceeds of Series J refunding bonds



COMMON SCHOOLS CAPITAL FACILITIES BONDS

Common Schools Capital Facilities Bonds were authorized by Section 2n of Article VIII of the Ohio Constitution and approved by the voters on November 2, 1999. The vote was: Yes, 1,285,277; No, 828,426. This issue was to provide monies for the purpose of paying the costs of facilities for a system of common schools throughout the state. Such costs include, without limitation, the cost of acquisition, construction, improvement, expansion, planning and equipping.

Common Schools Capital Facilities Bonds shall mature not later than the thirty-first day of December of the twenty-fifth calendar year after its issuance, except that obligations issued to refund other obligations shall mature not later than the thirty-first day of December of the twenty-fifth calendar year after the year in which the original obligation to pay was issued or entered into.

Section 2n of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of S.B. No. 206, in 1999. This legislation set forth, in uncodified law, temporary authority for the Treasurer of State to issue obligations under this section in an aggregate principal amount not to exceed \$150,000,000 (of which \$140,000,000 was issued) and specified the purposes and application of the proceeds of such obligations. Subsequent to the passage of S.B. 206 and the initial issuance of obligations under this section by the Treasurer of State, the General Assembly passed Amended Substitute House Bill 640 which enacted Sections 151.01 and 151.03 of the Ohio Revised Code, effective September 14, 2000, providing for the issuance of Common Schools Capital Facilities Bonds after that date by the Ohio Public Facilities Commission. Sec. 52.05 of Am. Sub. H.B. 640, 123rd G.A. provides for the Ohio Public Facilities Commission to supersede the Treasurer of State in all matters relating to the obligations

Funds to pay debt service and financing costs on the bonds issued under this section shall be paid by a transfer from the State General Revenue Fund and, in the judgment of the Director of the Office of Budget and Management, from net state lottery proceeds in the State Lottery Fund or the Lottery Profits Education Fund, to the Common Schools Capital Facilities Bond Service Fund. Certification is made to the Director of Budget and Management as to the amount of moneys required, and the sources of that money, during the fiscal year to meet in full all debt service and financing costs.

Authority to issue such bonds or other obligations has been granted by the following legislation: 123rd General Assembly, Senate Bill 206, \$140,000,000 and Am. Sub. H.B. 640, \$390,000,000 (Sec. 20.01) and \$420,000,000 (Sec. 52.02); 124th General Assembly, Am. Sub. H.B. 94, \$300,000,000 (Sec. 180.), Am. Sub. S.B. 261, \$345,000,000 (Sec. 34.), and H.B. 675, \$265,000,000 (Sec. 17.02); 125th General Assembly, Am. Sub. S.B. 189, \$522,000,000 (Sec. 33.01); and 126th General Assembly, Am. Sub. H.B. 16, \$530,000,000 (Sec. 21.02).

There is presently \$2,507,245,000 principal amount outstanding.

State of Ohio Commissioners of the Sinking Fund



STATEMENT NO.9
COMMON SCHOOLS
CAPITAL FACILITIES BONDS

| SERIES | DATE ISSUED | FIRST PAYMENT OF PRINCIPAL | DATE OF MATURITY | INTEREST RATE | PRINCIPAL AMOUNT | PRINCIPAL | | | MATURIN G | | | INTEREST TO MATURITY | INTEREST PAID 06/30/2006 | INTEREST OUTSTANDING |
|--------------------|-------------|----------------------------|------------------|---------------|------------------|--------------------|-----------------|--------------|---------------------|----------------------------|-----------------|----------------------|--------------------------|----------------------|
| | | | | | | MATURED 06/30/2006 | OUTSTANDIN G | 09/15/2006 | MATURING 12/15/2006 | G | | | | |
| 1999A ¹ | 12/15/1999 | 06/15/2000 | 06/15/2009 | 5.3915% | \$140,000,000.00 | \$54,785,000.00 | \$27,665,000.00 | \$0.00 | \$0.00 | \$36,151,966.25 | \$32,900,121.26 | \$3,251,844.99 | | |
| 2001A ² | 01/15/2001 | 06/15/2001 | 06/15/2020 | 4.5250% | 200,000,000.00 | 44,860,000.00 | 66,100,000.00 | 0.00 | 0.00 | 56,404,591.67 | 41,230,991.67 | 15,173,600.00 | | |
| 2001B | 08/15/2001 | 09/15/2002 | 09/15/2021 | 4.8081% | 200,000,000.00 | 27,870,000.00 | 172,130,000.00 | 7,235,000.00 | 0.00 | 122,602,300.21 | 42,800,211.46 | 79,802,088.75 | | |
| 2002A | 03/15/2002 | 09/15/2002 | 09/15/2021 | 4.7967% | 200,000,000.00 | 21,610,000.00 | 178,390,000.00 | 7,545,000.00 | 0.00 | 125,250,231.25 | 38,045,410.00 | 87,204,821.25 | | |
| 2002B | 08/15/2002 | 09/15/2003 | 09/15/2022 | 4.1508% | 200,000,000.00 | 22,295,000.00 | 177,705,000.00 | 7,720,000.00 | 0.00 | 106,380,389.58 | 30,141,933.33 | 76,238,456.25 | | |
| 2003A | 02/20/2003 | 03/15/2004 | 03/15/2023 | 4.2525% | 250,000,000.00 | 28,440,000.00 | 221,560,000.00 | 0.00 | 0.00 | 143,171,038.89 | 35,906,438.89 | 107,264,600.00 | | |
| 2003B | 08/07/2003 | 06/15/2005 | 06/15/2023 | 4.3354% | 200,000,000.00 | 14,365,000.00 | 185,635,000.00 | 0.00 | 0.00 | 118,546,591.03 | 26,254,754.78 | 92,291,836.25 | | |
| 2003C | 12/15/2003 | 03/15/2005 | 03/15/2019 | 3.9512% | 133,000,000.00 | 14,770,000.00 | 118,230,000.00 | 0.00 | 0.00 | 57,227,515.63 | 13,193,590.63 | 44,033,925.00 | | |
| 2003D ³ | 12/15/2003 | 03/15/2020 | 03/15/2024 | 3.0936% | 67,000,000.00 | 0.00 | 67,000,000.00 | 0.00 | 0.00 | 34,302,951.55 ⁴ | 1,619,528.25 | 32,683,423.30 | | |
| 2003E | 01/23/2004 | 09/15/2009 | 09/15/2013 | 3.2380% | 58,235,000.00 | 0.00 | 58,235,000.00 | 0.00 | 0.00 | 22,548,461.11 | 6,244,086.11 | 16,304,375.00 | | |
| 2004A ⁵ | 04/13/2004 | 06/15/2005 | 06/15/2024 | 4.0442% | 200,000,000.00 | 14,950,000.00 | 175,315,000.00 | 0.00 | 0.00 | 109,066,314.79 | 19,441,514.79 | 89,624,800.00 | | |
| 2004B | 09/28/2004 | 03/15/2005 | 03/15/2024 | 4.1594% | 200,000,000.00 | 17,065,000.00 | 182,935,000.00 | 0.00 | 0.00 | 112,985,151.53 | 14,232,901.53 | 98,752,250.00 | | |
| 2004C | 09/28/2004 | 09/15/2010 | 09/15/2014 | 3.4329% | 18,880,000.00 | 0.00 | 18,880,000.00 | 0.00 | 0.00 | 7,528,911.11 | 1,381,911.11 | 6,147,000.00 | | |
| 2005A (AR) | 04/01/2005 | 03/15/2006 | 03/15/2025 | 4.0810% | 100,000,000.00 | 4,175,000.00 | 95,825,000.00 | 0.00 | 0.00 | 46,024,619.96 ⁶ | 3,899,622.28 | 42,124,997.68 | | |
| 2005B (AR) | 04/01/2005 | 03/15/2006 | 03/15/2025 | 4.0810% | 100,000,000.00 | 4,175,000.00 | 95,825,000.00 | 0.00 | 0.00 | 45,994,893.93 ⁷ | 3,899,622.28 | 42,095,271.65 | | |
| 2005C | 08/23/2005 | 06/15/2006 | 06/15/2025 | 4.1864% | 200,000,000.00 | 6,085,000.00 | 193,915,000.00 | 0.00 | 0.00 | 107,353,438.54 | 7,115,708.46 | 100,237,730.08 | | |
| 2005D | 08/23/2005 | 09/15/2014 | 09/15/2019 | 3.9234% | 71,900,000.00 | 0.00 | 71,900,000.00 | 0.00 | 0.00 | 46,426,813.89 | 2,218,913.89 | 44,207,900.00 | | |
| 2006A | 02/01/2006 | 09/15/2006 | 09/15/2025 | 4.0932% | 200,000,000.00 | 0.00 | 200,000,000.00 | 6,150,000.00 | 0.00 | 107,773,583.89 | 0.00 | 107,773,583.89 | | |
| 2006B | 06/15/2006 | 06/15/2007 | 06/15/2026 | 3.2020% | 100,000,000.00 | 0.00 | 100,000,000.00 | 0.00 | 0.00 | 39,698,863.00 | 0.00 | 39,698,863.00 | | |
| 2006C | 06/15/2006 | 06/15/2007 | 06/15/2026 | 3.2020% | 100,000,000.00 | 0.00 | 100,000,000.00 | 0.00 | 0.00 | 39,698,863.00 | 0.00 | 39,698,863.00 | | |

TOTAL \$2,790,000,000.00⁸ \$283,440,000.00⁹ #####¹⁰ \$28,650,000.00 \$0.00 ##### \$320,527,260.72 \$1,164,610,230.09



- 1) 2010-2014 MATURITIES (\$57,550,000) REFUNDED BY SERIES 2003E BONDS
- 2) 2011 MATURITY (\$9,615,000) REFUNDED BY SERIES 2004C BONDS; 2015 - 2020 MATURITIES (\$79,425,000) REFUNDED BY SERIES 2005D BONDS.
- 3) Adjustable rate bonds in fixed rate mode at 2.45% until 9/14/07. At that time the bonds are subject to mandatory put and convert to adjustable rate mode (weekly reset) through maturity.
- 4) Total interest calculated on 2.45% fixed interest rate from 12/15/03 through 9/14/07 and estimated 3.00% adjustable interest rate from 9/15/07 through 3/15/24 and net credit enhancement facilities costs/receipts on two floating rate (reset v to 2.665% fixed rate swap agreements. Net receipts from the swap agreements will be credited to the Common Schools bond service fund (CAS Fund 078) and applied to debt service due thereafter.
- 5) 2015 MATURITY (\$9,735,000) REFUNDED BY SERIES 2004C BONDS
- 6) Includes interest payments on adjustable rate bonds reset weekly and net credit enhancement facilities costs on a floating rate (reset weekly at BMA Index rate) to 4.081% fixed rate swap agreement with Bear Stearns.
- 7) Includes interest payments on adjustable rate bonds reset weekly and net credit enhancement facilities costs on a floating rate (reset weekly at BMA Index rate) to 4.081% fixed rate swap agreement with JPMorgan.
- 8) EXCLUDES REFUNDING BONDS; INCLUDES BONDS REFUNDED
- 9) Includes \$7,995,000, principal reduced by refunding
- 10) EXCLUDES REFUNDED BONDS, INCLUDES REFUNDING BONDS; PRINCIPAL INCREASED \$685,000.00 DUE TO REFUNDING SERIES 2003E



STATEMENT NO. 10
COMMON SCHOOLS CAPITAL FACILITIES BOND SERVICE FUND

| | | Total Operations September 1996 through June 30, 2006 |
|--|-------------------------|--|
| Balance on Hand December 31, 2005 | <u>\$63,823.44</u> | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$108,081,257.29 | \$509,862,671.94 |
| Original Issue Premium applied to Bond Service | 10,811,319.20 | 85,317,158.36 |
| Accrued Interest from Bond Sales | 0.00 | 1,501,659.32 |
| Receipts from Credit Enhancement Facilities | 0.00 | 1,186,870.65 |
| Excess Cost of Issuance to Bond Service Fund | 181,290.83 | 181,290.83 |
| Interest Received on Funds Invested | <u>145,312.72</u> | <u>692,661.40</u> |
| TOTAL RECEIPTS | <u>\$119,219,180.04</u> | <u>\$598,742,312.50</u> |
| Sub-total | <u>\$119,283,003.48</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$68,095,000.00 | \$275,445,000.00 |
| Coupons Matured | 49,819,884.71 | 320,118,698.32 |
| Cost of Credit Enhancement Facilities | 1,234,731.52 | 2,659,109.72 |
| Bond/Note Sale and Miscellaneous Expenses | <u>69,424.66</u> | <u>455,541.87</u> |
| TOTAL DISBURSEMENTS | <u>\$119,219,040.89</u> | <u>\$598,678,349.91</u> |
| Balance on Hand June 30, 2006* | <u>\$63,960.59</u> | <u>\$63,960.59</u> |

*Includes \$18,647.03 to be credited to Fund 078 (\$9028.46 & \$9618.57 overestimates on 2003D and 2005A/B swaps)



HIGHER EDUCATION CAPITAL FACILITIES BONDS

Higher Education Capital Facilities Bonds were authorized by Section 2n of Article VIII of the Ohio Constitution and approved by the voters on November 2, 1999. The vote was: Yes, 1,285,277; No, 828,426. This issue was to provide monies for the purpose of paying the costs of facilities for state-supported and state-assisted institutions of higher education. Such costs include, without limitation, the cost of acquisition, construction, improvement, expansion, planning and equipping.

Higher Education Capital Facilities Bonds shall mature not later than the thirty-first day of December of the twenty-fifth calendar year after its issuance, except that obligations issued to refund other obligations shall mature not later than the thirty-first day of December of the twenty-fifth calendar year after the year in which the original obligation to pay was issued or entered into.

Section 2n of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of S.B. No. 206, in 1999. This legislation set forth, in uncodified law, temporary authority for the Ohio Public Facilities Commission to issue obligations under this section in an aggregate principal amount not to exceed \$150,000,000 (all of which was issued) and specified the purposes and application of the proceeds of such obligations. Subsequent to the passage of S.B. 206 and the initial issuance of obligations under this section, the General Assembly passed Amended Substitute House Bill 640 which enacted Sections 151.01 and 151.04 of the Ohio Revised Code, effective September 14, 2000, providing for the issuance of Higher Education Capital Facilities Bonds after that date by the Ohio Public Facilities Commission.

Funds to pay debt service and financing costs on the bonds issued under this section shall be paid by a transfer from the State General Revenue Fund to the Higher Education Capital Facilities Bond Service Fund.

Authority to issue such bonds or other obligations has been granted by the following legislation: 123rd General Assembly, S.B. 206, \$150,000,000; 123rd General Assembly, Am. Sub. H.B. 640, \$544,000,000 (Sec. 22.50) and \$517,310,000 (Sec. 52.03); 124th General Assembly, Am. Sub. S.B. 261, \$50,000,000 (Sec. 30) and H.B. 675, \$536,690,000 (Sec. 19.49); 125th General Assembly, Am. Sub. S.B. 189, \$1,000,000 (Sec. 26.51), \$2,000,000 (Sec. 26.52), and \$50,000,000 (Sec. 34.02); and 126th General Assembly, Am. Sub. H.B. 16, \$476,000,000 (Sec. 23.48).

There is presently \$1,594,090,000 principal amount outstanding.



STATEMENT NO. 11
HIGHER EDUCATION
CAPITAL FACILITIES BONDS

| SERIES | DATE ISSUED | FIRST PAYMENT OF PRINCIPAL | DATE OF MATURITY | PRINCIPAL AMOUNT | MATURED 06/30/2006 | PRINCIPAL | | | INTEREST TO MATURITY | INTEREST PAID 06/30/2006 | INTEREST OUTSTANDING |
|--------------------|-------------|----------------------------|------------------|---------------------------------|-------------------------------|---------------------------------|---------------------|---------------------|----------------------|--------------------------|----------------------|
| | | | | | | OUTSTANDING | MATURING 08/01/2006 | MATURING 11/01/2006 | | | |
| 2000A | 02/01/00 | 02/01/01 | 02/01/15 | \$150,000,000.00 | \$57,300,000.00 | \$92,700,000.00 | \$0.00 | \$0.00 | \$64,654,500.00 | \$38,795,400.00 | \$25,859,100.00 |
| 2000B ¹ | 11/01/00 | 05/01/01 | 05/01/15 | 150,000,000.00 | 58,490,000.00 | 35,310,000.00 | 0.00 | 0.00 | 29,954,038.20 | 25,132,194.40 | 4,821,843.80 |
| 2001A ² | 04/01/01 | 02/01/02 | 02/01/21 | 150,000,000.00 | 26,120,000.00 | 74,070,000.00 | 0.00 | 0.00 | 67,422,383.33 | 33,412,695.83 | 34,009,687.50 |
| 2001B | 10/01/01 | 11/01/02 | 11/01/21 | 175,000,000.00 | 24,755,000.00 | 150,245,000.00 | 0.00 | 6,750,000.00 | 100,886,148.96 | 35,287,442.71 | 65,598,706.25 |
| 2002A | 05/01/02 | 08/01/03 | 11/01/22 | 150,000,000.00 | 14,470,000.00 | 135,530,000.00 | 5,205,000.00 | 0.00 | 95,673,678.16 | 27,138,059.38 | 68,535,618.78 |
| 2002B | 11/14/02 | 11/01/03 | 11/01/22 | 175,000,000.00 | 18,750,000.00 | 156,250,000.00 | 0.00 | 6,800,000.00 | 105,520,579.79 | 29,081,534.12 | 76,439,045.67 |
| 2002C | 11/21/02 | 11/01/10 | 11/01/14 | 54,975,000.00 | 0.00 | 54,975,000.00 | 0.00 | 0.00 | 29,944,520.83 | 10,239,558.33 | 19,704,962.50 |
| 2003A | 06/05/03 | 05/01/05 | 05/01/23 | 150,000,000.00 | 10,915,000.00 | 139,085,000.00 | 0.00 | 0.00 | 88,535,782.59 | 19,756,088.75 | 68,779,693.84 |
| 2004A | 04/01/04 | 05/01/05 | 05/01/24 | 150,000,000.00 | 15,285,000.00 | 134,715,000.00 | 0.00 | 0.00 | 74,072,298.64 | 12,434,023.46 | 61,638,275.18 |
| 2004B | 09/23/04 | 02/01/05 | 02/01/24 | 150,000,000.00 | 13,780,000.00 | 136,220,000.00 | 0.00 | 0.00 | 82,599,112.10 | 9,479,084.62 | 73,120,027.48 |
| 2005A | 03/24/05 | 02/01/06 | 02/01/25 | 150,000,000.00 | 6,985,000.00 | 143,015,000.00 | 0.00 | 0.00 | 86,351,391.62 | 6,011,441.61 | 80,339,950.01 |
| 2005B | 09/29/05 | 05/01/06 | 05/01/25 | 150,000,000.00 | 7,520,000.00 | 142,480,000.00 | 0.00 | 0.00 | 78,653,290.67 | 3,909,880.67 | 74,743,410.00 |
| 2005C | 09/29/05 | 08/01/11 | 08/01/16 | 49,495,000.00 | 0.00 | 49,495,000.00 | 0.00 | 0.00 | 20,566,677.22 | 813,977.22 | 19,752,700.00 |
| 2006A | 04/27/06 | 05/01/07 | 05/01/26 | 150,000,000.00 | 0.00 | 150,000,000.00 | 0.00 | 0.00 | 86,288,997.38 | 0.00 | 86,288,997.38 |
| TOTAL | | | | \$1,850,000,000.00 ³ | \$254,370,000.00 ⁴ | \$1,594,090,000.00 ⁵ | \$5,205,000.00 | \$13,550,000.00 | \$1,011,123,399.49 | \$251,491,381.10 | \$759,632,018.39 |

- 1) 2011-2015 MATURITIES (\$56,200,000) REFUNDED BY SERIES 2002C BONDS
- 2) 2012-2017 MATURITIES (\$49,810,000) REFUNDED BY SERIES 2005C BONDS
- 3) EXCLUDES REFUNDING BONDS; INCLUDES BONDS REFUNDED
- 4) INCLUDES \$1,540,000.00 PRINCIPAL REDUCED BY REFUNDINGS.
- 5) INCLUDES REFUNDING BONDS, EXCLUDES BONDS REFUNDED



STATEMENT NO. 12
HIGHER EDUCATION CAPITAL FACILITIES BOND SERVICE FUND

| | September 1996 through June 30, 2006 | |
|--|---|-------------------------------|
| Balance on Hand December 31, 2005 | <u>\$96,289.56</u> | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$82,480,308.33 | \$440,772,211.64 |
| Original Issue Premium applied to Bond Service | 5,345,248.93 | 63,304,634.37 |
| Accrued Interest from Bond Sales | 0.00 | 1,626,555.84 |
| Excess Cost of Issuance to Bond Service Fund | 106,669.39 | 106,669.39 |
| Interest Received on Funds Invested | <u>63,848.40</u> | <u>449,064.84</u> |
| TOTAL RECEIPTS | <u>\$87,996,075.05</u> | <u>\$506,259,136.08</u> |
| Sub-total | <u>\$88,092,364.61</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$51,725,000.00 | \$254,370,000.00 ¹ |
| Coupons Matured | 36,208,737.21 | 251,491,381.04 |
| Bond/Note Sale and Miscellaneous Expenses | <u>25,053.62</u> | <u>264,181.26</u> |
| TOTAL DISBURSEMENTS | <u>\$87,958,790.83</u> | <u>\$506,125,562.30</u> |
| Balance on Hand June 30, 2006 | <u>\$133,573.78</u> | <u>\$133,573.78</u> |

1. Does not include \$1,225,000.00 principal reduced by refunding



PUBLIC INFRASTRUCTURE IMPROVEMENTS BONDS

Public Infrastructure Improvement Bonds were originally authorized by Section 2k of Article VIII of the Ohio Constitution and approved by the voters on November 3, 1987. This issue was to provide monies for the purpose of financing or assisting in the financing of the costs of public infrastructure capital improvements of municipal corporation, counties, townships, and other governmental entities as designated by law. Capital improvements include, without limitation, the cost of acquisition, construction, reconstruction, expansion, improvement, planning and equipping.

Under the original authorization, not more than one hundred twenty million dollars principal amount of Public Infrastructure Improvement Bonds could be issued in any calendar year, provided, however that the aggregate total principal amount of bonds and other obligations issued may not exceed one billion two hundred million dollars. Of that authorized amount, \$1,199,986,135.55 was issued.

On November 7, 1995, the voters approved Section 2m, Article VIII of the Ohio Constitution which authorized the issuance of additional Public Infrastructure Improvements Bonds only after the state had exhausted its authority to issue under Section 2k. The vote was Yes: 1,389,467; No: 856,505. The issue of additional bonds was to provide monies for the purpose of financing or assisting in the financing of the costs of public infrastructure capital improvements of municipal corporation, counties, townships, and other governmental entities as designated by law. Such capital improvements shall be limited to roads and bridges, waste water treatment systems, water supply systems, solid waste disposal facilities, and storm water and sanitary collection, storage, and treatment facilities, including real property, interests in real property, facilities, and equipment related to or incidental thereto, and shall include without limitation, the cost of acquisition, construction, reconstruction, expansion, improvement, planning and equipping.

Not more than one hundred twenty million dollars principal amount of Public Infrastructure Improvements obligations, plus the principal amount of Public Infrastructure Improvements obligations that in any prior fiscal years could have been but were not issued within the one-hundred-twenty-million-dollar fiscal year limit, may be issued in any fiscal year, and not more than one billion two hundred million dollars principal amount of Public Infrastructure Improvements obligations may be issued under this additional authority. If obligations are issued under this section to retire or refund obligations previously issued under this section the new obligations shall not be counted against those fiscal year or total issuance limitations to the extent that their principal amount does not exceed the principal amount of the obligations to be refunded or retired.

Public Infrastructure Improvements obligations shall mature in not more than thirty years from the date of issuance, or if issued to retire or refund other obligations, within thirty years from the date the debt originally was contracted.

Section 2k of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of House Bill No. 704, in 1988, which enacted Chapter 164 of the Ohio Revised Code and appropriated the proceeds for purposes for which they may be issued. Authority to issue installments of such obligations in amounts authorized by the General Assembly of Ohio was conferred upon the Treasurer of State. The statutory provisions regarding the application of proceeds from additional Public Infrastructure Improvements bonds under Section 2m was continued in O.R.C. Chapter 164, however, the 123rd General Assembly passed Am. Sub. H.B. 640 which enacted Sections 151.01 and 151.08 of the Ohio Revised Code, effective September 14, 2000, providing for the issuance of Public Infrastructure Improvement Bonds after that date. Nonetheless, with that change, the issuing authority remained the Treasurer of State. Subsequently, the 126th General Assembly passed Am. Sub. H.B. 16 which amends O.R.C. Section 151.01 providing for further issuance of such obligations by the Ohio Public Facilities Commission. Sec. 39.02 of Am. Sub. H.B. 16 (effective 7/1/05) provides for the Ohio Public Facilities Commission to supersede the Treasurer of State in all matters relating to the obligations.



STATEMENT NO. 13
INFRASTRUCTURE IMPROVEMENT BONDS

| SERIES | DATE ISSUED | FIRST PRINCIPAL PAYMENT | DATE OF FINAL MATURITY | ISSUED PRINCIPAL AMOUNT | BONDS | | | PRINCIPAL OUTSTANDING | MATURING 08/01/2006 | MATURING 09/01/2006 | INTEREST TO MATURITY | INTEREST | |
|--|-------------|-------------------------|------------------------|-------------------------|--------------------|---------------------|---------------------|-----------------------|---------------------|---------------------|----------------------|-----------------|---------------|
| | | | | | MATURED 06/30/2006 | MATURING 08/01/2006 | MATURING 09/01/2006 | | | | | PAID 06/30/2006 | OUTSTANDING |
| 1988 (current interest bonds) ¹ | 12/01/1988 | 09/01/1989 | 09/01/1992 * | \$120,000,000.00 | \$21,335,000.00 | \$0.00 | \$0.00 | \$3,126,133.13 | \$0.00 | \$0.00 | \$3,126,133.13 | \$3,126,133.13 | \$0.00 |
| 1989 (current interest bonds) ² | 12/20/1989 | 09/01/1990 | 09/01/2009 | 70,000,000.00 | 57,800,000.00 | 0.00 | 12,200,000.00 | 0.00 | 2,750,000.00 | 0.00 | 36,638,629.38 | 34,948,199.38 | 1,690,430.00 |
| 1989 (capital appreciation bonds) ^{3**} | | 09/01/1995 | 09/01/2009 | 49,999,935.75 | 41,189,797.25 | 0.00 | 8,810,138.50 | 0.00 | 2,423,554.00 | 0.00 | 58,370,064.25 | 38,285,202.75 | 20,084,861.50 |
| 1991 (current interest bonds) ² | 01/01/1991 | 08/01/1992 | 08/01/2001* | 79,975,000.00 | 62,250,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 22,636,875.83 | 22,636,875.83 | 0.00 |
| 1991 (capital appreciation bonds) | | 08/01/1999 | 08/01/2011 | 40,020,445.00 | 23,426,415.00 | 0.00 | 16,594,030.00 | 3,042,572.50 | 0.00 | 0.00 | 56,229,555.00 | 22,323,385.00 | 33,905,970.00 |
| 1992 (current interest bonds) ³ | 01/01/1992 | 08/01/1993 | 08/01/2012* | 91,720,000.00 | 57,945,000.00 | 0.00 | 16,370,000.00 | 0.00 | 0.00 | 0.00 | 41,796,147.23 # | 36,308,244.07 | 5,487,903.16 |
| 1992 (capital appreciation bonds) | | 08/01/2000 | 08/01/2012 | 28,275,726.55 | 14,053,638.05 | 0.00 | 14,222,088.50 | 2,911,554.90 | 0.00 | 0.00 | 36,194,273.45 | 10,901,361.95 | 25,292,911.50 |
| 1992R (current interest bonds) | 12/01/1992 | 09/01/1993 | 09/01/2003 | 90,855,000.00 | 90,855,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 26,267,079.38 | 26,267,079.38 | 0.00 |
| 1992R (capital appreciation bonds) | | 09/01/1999 | 09/01/2000 | 7,800,738.60 | 7,800,738.60 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 13,509,261.40 | 13,509,261.40 | 0.00 |
| 1993 (current interest bonds) ¹ | 11/01/1993 | 08/01/1994 | 08/01/2011 | 94,575,000.00 | 41,215,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 35,190,046.25 # | 35,190,046.25 | 0.00 |
| 1993 (capital appreciation bonds) | | 08/01/1995 | 08/01/2013 | 25,420,844.45 | 16,149,570.85 | 0.00 | 9,271,273.60 | 667,300.50 | 0.00 | 0.00 | 24,829,155.55 | 4,620,429.15 | 20,208,726.40 |
| 1994 (current interest bonds) ⁵ | 02/08/1994 | 08/01/1994 | 08/01/2013 | 120,000,000.00 | 51,455,000.00 | 0.00 | 7,935,000.00 | 0.00 | 0.00 | 0.00 | 47,873,455.44 # | 45,731,005.44 | 2,142,450.00 |
| 1995 (current interest bonds) ⁶ | 01/01/1995 | 08/01/1995 | 08/01/2005* | 98,505,000.00 | 52,030,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 26,946,048.75 | 26,946,048.75 | 0.00 |
| 1995 (capital appreciation bonds) | | 08/01/2002 | 08/01/2014 | 21,494,888.70 | 9,057,359.80 | 0.00 | 12,437,528.90 | 1,417,999.80 | 0.00 | 0.00 | 26,540,111.30 | 6,157,640.20 | 20,382,471.10 |
| 1996 (current interest bonds) ⁷ | 01/01/1996 | 08/01/1996 | 08/01/2015 | 108,835,000.00 | 48,025,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 33,428,882.97 # | 33,428,882.97 | 0.00 |
| 1996 (capital appreciation bonds) | | 08/01/2004 | 08/01/2015 | 11,164,295.10 | 2,347,335.00 | 0.00 | 8,816,960.10 | 687,642.50 | 0.00 | 0.00 | 11,850,704.90 | 1,262,665.00 | 10,588,039.90 |
| 1997 (current interest bonds) ⁸ | 01/01/1997 | 08/01/1997 | 08/01/2014 | 120,000,000.00 | 33,865,000.00 | 0.00 | 28,170,000.00 | 5,645,000.00 | 0.00 | 0.00 | 47,527,572.90 # | 39,811,467.90 | 7,716,105.00 |
| 1997R (current interest bonds) | 01/01/1998 | 02/01/1998 | 08/01/2014 | 44,400,000.00 | 7,505,000.00 | 0.00 | 36,895,000.00 | 0.00 | 0.00 | 0.00 | 26,065,759.55 # | 15,050,178.30 | 11,015,581.25 |
| 1997R (capital appreciation bonds) | | 08/01/2003 | 08/01/2008 | 5,860,669.85 | 3,522,870.35 | 0.00 | 2,337,799.50 | 904,846.25 | 0.00 | 0.00 | 10,064,330.15 | 4,567,129.65 | 5,497,200.50 |
| 1998A (current interest bonds) ⁹ | 01/01/1998 | 08/01/1998 | 08/01/2017 | 120,000,000.00 | 33,100,000.00 | 0.00 | 37,495,000.00 | 5,330,000.00 | 0.00 | 0.00 | 39,283,815.44 # | 32,648,802.94 | 6,635,012.50 |
| 1998B (current interest bonds) ¹⁰ | 08/01/1998 | 02/01/1999 | 02/01/2014 | 120,000,000.00 | 34,595,000.00 | 0.00 | 26,255,000.00 | 0.00 | 0.00 | 0.00 | 37,420,460.50 # | 30,889,510.50 | 6,730,950.00 |
| 1998R (current interest bonds) | 08/01/1998 | 08/01/1999 | 08/01/2007 | 10,850,000.00 | 4,800,000.00 | 0.00 | 6,050,000.00 | 2,210,000.00 | 0.00 | 0.00 | 3,439,525.00 | 3,147,762.50 | 291,762.50 |
| 1998R (capital appreciation bonds) | | 08/01/2008 | 08/01/2008 | 1,784,986.20 | 0.00 | 0.00 | 1,784,986.20 | 0.00 | 0.00 | 0.00 | 2,400,013.80 | 0.00 | 2,400,013.80 |
| 1999 (current interest bonds) ¹¹ | 09/15/1999 | 02/01/2000 | 02/01/2010 | 120,000,000.00 | 24,035,000.00 | 0.00 | 22,025,000.00 | 0.00 | 0.00 | 0.00 | 28,878,174.04 | 25,943,704.03 | 2,934,470.01 |
| 2000 (current interest bonds) ¹² | 09/15/2000 | 02/01/2001 | 02/01/2010 | 120,000,000.00 | 28,035,000.00 | 0.00 | 19,545,000.00 | 0.00 | 0.00 | 0.00 | 19,533,930.09 | 16,820,313.87 | 2,713,616.22 |
| 2001A (fixed rate bonds) | 11/15/2001 | 08/01/2003 | 08/01/2013 | 56,100,000.00 | 12,630,000.00 | 0.00 | 43,470,000.00 | 4,560,000.00 | 0.00 | 0.00 | 18,913,739.59 # | 9,398,214.55 | 9,515,525.04 |
| 2001B (adjustable rate bonds) ^{13**} | 11/15/2001 | 08/01/2016 | 08/01/2021 | 63,900,000.00 | 0.00 | 0.00 | 63,900,000.00 | 0.00 | 0.00 | 0.00 | 48,493,945.35 # | 12,294,290.36 | 36,199,654.99 |
| 2002A (fixed rate bonds) | 08/15/2002 | 02/01/2013 | 02/01/2020 | 59,920,000.00 | 0.00 | 0.00 | 59,920,000.00 | 0.00 | 0.00 | 0.00 | 46,675,147.17 | 11,260,422.15 | 35,414,725.02 |
| 2002B (fixed rate & term bonds) ¹⁴ | 11/01/2002 | 03/01/2004 | 03/01/2021 | 120,000,000.00 | 15,185,000.00 | 0.00 | 41,960,000.00 | 0.00 | 0.00 | 0.00 | 21,728,874.18 | 11,154,241.69 | 10,574,632.49 |
| 2003A (fixed rate bonds) | 02/01/2003 | 08/01/2003 | 08/01/2015 | 233,585,000.00 | 23,435,000.00 | 0.00 | 210,150,000.00 | 23,510,000.00 | 0.00 | 0.00 | 74,381,162.50 | 32,250,137.50 | 42,131,025.00 |
| 2003B (adjustable rate bonds) ^{15**} | 02/26/2003 | 08/01/2009 | 08/01/2017 | 104,315,000.00 | 0.00 | 0.00 | 104,315,000.00 | 0.00 | 0.00 | 0.00 | 38,412,020.70 # | 9,048,746.70 | 29,363,274.00 |
| 2003C (current interest bonds) | 02/26/2003 | 08/01/2004 | 08/01/2008 | 11,630,000.00 | 4,330,000.00 | 0.00 | 7,300,000.00 | 2,335,000.00 | 0.00 | 0.00 | 2,046,618.06 | 1,490,368.06 | 556,250.00 |
| 2003C (capital appreciation bonds) | 02/26/2003 | 08/01/2011 | 08/01/2012 | 6,241,829.15 | 0.00 | 0.00 | 6,241,829.15 | 0.00 | 0.00 | 0.00 | 19,673,170.85 | 0.00 | 19,673,170.85 |
| 2003D (adjustable rate bonds) ^{16**} | 03/20/2003 | 02/01/2011 | 02/01/2019 | 58,085,000.00 | 0.00 | 0.00 | 58,085,000.00 | 0.00 | 0.00 | 0.00 | 23,476,972.77 # | 5,048,691.67 | 18,428,281.10 |
| 2003E (capital appreciation bonds) | 03/20/2003 | 08/01/2004 | 08/01/2012 | 2,718,754.95 | 1,381,673.75 | 0.00 | 1,337,081.20 | 1,450,000.00 | 0.00 | 0.00 | 13,976,245.05 | 1,333,326.25 | 12,642,918.80 |
| 2003F (fixed rate bonds) ¹⁷ | 12/04/2003 | 02/01/2005 | 02/01/2023 | 120,000,000.00 | 9,615,000.00 | 0.00 | 101,315,000.00 | 0.00 | 0.00 | 0.00 | 55,421,158.55 # | 9,119,661.05 | 46,301,497.50 |
| 2004A (adjustable rate bonds) ^{18**} | 03/01/2004 | 02/01/2005 | 02/01/2023 | 58,725,000.00 | 1,410,000.00 | 0.00 | 57,315,000.00 | 0.00 | 0.00 | 0.00 | 31,150,410.60 # | 3,981,891.67 | 27,168,518.93 |
| 2004B (capital appreciation bonds) | 03/01/2004 | 02/01/2010 | 02/01/2011 | 308,851.25 | 0.00 | 0.00 | 308,851.25 | 0.00 | 0.00 | 0.00 | 7,881,148.75 | 0.00 | 7,881,148.75 |
| 2004C (fixed rate bonds) | 10/05/2004 | 08/01/2009 | 08/01/2014 | 39,530,000.00 | 0.00 | 0.00 | 39,530,000.00 | 0.00 | 0.00 | 0.00 | 13,926,622.22 | 2,613,372.22 | 11,313,250.00 |
| 2004D (fixed rate bonds) | 12/01/2004 | 03/01/2005 | 03/01/2024 | 120,000,000.00 | 8,630,000.00 | 0.00 | 111,370,000.00 | 0.00 | 0.00 | 0.00 | 65,661,253.13 | 6,828,015.63 | 58,833,237.50 |
| 2005A (fixed rate bonds) | 12/01/2005 | 09/01/2006 | 09/01/2025 | 120,000,000.00 | 0.00 | 0.00 | 120,000,000.00 | 0.00 | 0.00 | 0.00 | 69,338,270.35 | 1,408,317.19 | 67,929,953.16 |

TOTAL \$2,159,986,135.55 19 \$846,253,568.65 20 \$1,313,732,566.90 21 \$54,671,916.45 \$9,023,554.00 \$1,267,396,765.50 # \$647,751,227.03 \$619,645,538.47



* CURRENT INTEREST BONDS - INTEREST PAID SEMI-ANNUALLY AT A FIXED RATE

** CAPITAL APPRECIATION BONDS - INTEREST PAID IN THE FORM OF "ACCREDITED" PRINCIPAL AT MATURITY

*** ADJUSTABLE RATE DEMAND BONDS - INTEREST RATE RESET WEEKLY, INTEREST PAID SEMI-ANNUALLY BASED ON THE WEEKLY RATES.

- 1) 1993 - 2003 maturities (\$98,665,000.) refunded by Series 1992R bonds.
- 2) 2002 - 2006 maturities of current interest serial bonds (\$9,345,000.) and 2011 maturity of current interest term bond (\$8,380,000.) refunded by Series 1997R bonds.
- 3) 2005 - 2008 maturities of current interest bonds (\$12,635,000) refunded by Series 1998R bonds.
- 4) 2004 - 2011 maturities of current interest bonds (\$53,360,000) refunded by Series 2003A bonds.
- 5) 2005 - 2009 and 2011 - 2013 maturities (\$60,610,000) refunded by Series 2003A bonds.
- 6) 2009 - 2014 maturities of current interest bonds (\$32,540,000.) refunded by Series 1997R bonds; 2006 - 2008 maturities of current interest bonds (\$13,935,000) refunded by Series 2003A bonds.
- 7) 2006 - 2015 maturities of current interest bonds (\$60,810,000) refunded by Series 2003A bonds.
- 8) 2008 maturity (\$6,270,000) refunded by Series 2003A bonds; 2003, 2011, 2012, 2015 and 2016 maturities (\$38,190,000) refunded by Series 2003B and 2003C bonds; 2010 maturity (\$6,920,000) refunded by Series 2004A/B bonds; 2009 maturity (\$6,585,000) refunded by Series 2004C bonds.
- 9) 2009 maturity (\$6,250,000) refunded by Series 2003A bonds; 2003 maturity (\$1,790,000) partially refunded by Series 2003B and 2003C bonds; 2003 - 2017 maturities (\$41,365,000.) refunded by Series 2003B and 2003C bonds.
- 10) 2009 maturity (\$5,750,000) refunded by Series 2003A bonds; 2012, 2015 and 2016 serial maturities and 2018 term bond (\$40,850,000 total) refunded by Series 2003B and 2003C bonds; 2010 and 2011 maturities refunded by Series 2004C bond
- 11) \$5,880,000 of the 2011 maturity and the 2012 maturity (\$6,595,000) refunded by Series 2003A bonds; \$9,775,000 of the 2004 and 2013 maturities; the 2014 - 2017 maturities (\$32,105,000) and the 2019 institutional and retail term bonds (\$18,925,000) refunded by Series 2003D and 2003E bonds; remaining 2011 maturity and 2013 maturity (\$660,000 total) refunded by series 2004C bonds
- 12) 2013 - 2020 maturities of current interest bonds (\$60,450,000.) refunded by Series 2002A bonds; 2011 maturity (\$5,565,000) and 2012 institutional maturity (\$5,885,000.) refunded by Series 2003A bonds; 2013 and 2015 maturities (\$520,000) refunded by Series 2004C bonds.
- 13) Includes interest payments on adjustable rate bonds (reset weekly) and net credit enhancement facilities costs on two floating rate (reset weekly at BMA index rate) to 4.63% fixed rate swap agreements.
- 14) 2017 - 2021 maturities of current interest serial bonds (\$35,120,000.) and 2023 current interest term bond (\$16,995,000.) refunded by Series 2004A and 2004B bonds; 2013 and 2014 maturities (\$10,740,000) refunded by Series 2004C bonds.
- 15) Includes interest payments on adjustable rate bonds (reset weekly) and net credit enhancement facilities costs on floating rate (reset weekly matched to the variable rate bond reset rate) to 2.96% fixed rate swap agreement.
- 16) Includes interest payments on adjustable rate bonds (reset weekly) and net credit enhancement facilities costs on floating rate (reset weekly matched to the variable rate bond reset rate) to 3.035% fixed rate swap agreement.
- 17) Floating (weekly reset at BMA Index Rate) to fixed interest rate (2.54%) swap agreement in the notional amount of \$30,115,000 with the same principal amortization as the 2005 - 2010 maturities entered into relative to this series of bonds.
Net receipts from the swap agreement will be credited to the Infrastructure bond service fund (CAS Fund 077) and applied to debt service payments due thereafter. 2014 and 2015 maturities (\$9,070,000) refunded by Series 2004C bonds.
- 18) Includes interest payments on adjustable rate bonds (reset weekly) and net credit enhancement facilities costs on floating rate (calculated at 63% of the average 1 month LIBOR-USD fixed rate + .25% if the average is below 5.00% or 68% of the average 1 month LIBOR-USD fixed rate if 5.00% or above) to 3.51% fixed rate swap agreement.
- 19) Includes bonds refunded; excludes refunding bonds.
- 20) Includes \$3,244,170,000 principal reduced by refundings.
- 21) Includes refunding bonds; excludes bonds refunded.
- 22) Includes accreted principal on capital appreciation bonds.

Reflects reduction in total interest to maturity and interest paid from net receipts from credit enhancement facilities relating to one or more maturities of the bonds



STATEMENT NO. 14
STATE CAPITAL PROJECTS BOND SERVICE FUND

| | December 1988 through June 30, 2006 | |
|--|--|----------------------------------|
| Balance on Hand December 31, 2005 | <u>\$4,877,551.66</u> | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$50,351,365.27 | \$1,469,160,164.92 |
| Original Issue Premium applied to Bond Service | 0.00 | 16,566,321.13 ¹ |
| Accrued Interest from Bond Sales | 0.00 | 4,931,221.17 |
| Receipts from Credit Enhancement Facilities | 0.00 | 9,630,280.68 |
| Excess Cost of Issuance to Bond Service Fund | 129,009.89 | 129,009.89 |
| Interest Received on Funds Invested | 51,219.55 | 1,024,252.77 |
| TOTAL RECEIPTS | <u>\$50,531,594.71</u> | <u>\$1,501,441,250.56</u> |
| Sub-total | <u>\$55,409,146.37</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$27,915,000.00 | \$855,746,459.45 ² |
| Coupons Matured | 26,179,521.34 | 628,221,944.13 ³ |
| Cost of Credit Enhancement Facilities | 965,504.15 | 16,422,502.81 |
| Bond/Note Sale and Miscellaneous Expenses | 314,981.34 | 1,016,204.63 |
| TOTAL DISBURSEMENTS | <u>\$55,375,006.83</u> | <u>\$1,501,407,111.02</u> |
| Balance on Hand June 30, 2006 | <u>\$34,142.99</u> | <u>\$34,142.99</u> |

1. Includes amounts from prior bond sales not needed for costs of issuance

2. Does not include \$3,244,170.00 principal reduced by refunding

3. Includes accreted principal on capital appreciation bonds



CONSERVATION PROJECTS BONDS

Conservation Projects Bonds were authorized by Section 2o of Article VIII of the Ohio Constitution and approved by the voters on November 7, 2000. The vote was: Yes, 2,197,773; No, 1,628,716. This issue was to provide monies for conservation purposes, meaning conservation and preservation of natural areas, open spaces, and farmlands and other lands devoted to agriculture, including by acquiring land or interests therein; provision of state and local park and recreation facilities, and other actions that permit and enhance the availability, public use and enjoyment of natural areas and open spaces in Ohio; and land, forest water, and other natural resources management projects.

Not more than fifty million dollars principal amount of Conservation Projects Bonds plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued within the fifty-million-dollar fiscal year limit may be issued in any fiscal year, and not more than two hundred million dollars principal amount may be outstanding at any one time.

Conservation Projects Bonds shall mature not later than the thirty-first day of December of the twenty-fifth calendar year after their issuance, except that obligations issued to refund or retire other obligations shall mature not later than the thirty-first day of December of the twenty-fifth calendar year after the year in which the original obligation to pay was issued or entered into.

Section 2o of Article VIII, Ohio Constitution, was implemented by the General Assembly with the adoption of Amended Substitute House Bill No. 3, in 2001, which amended Section 154.01 and Sections 901.21 through 901.23, enacted Section 154.09, Sections 164.20 through 164.27 and Sections 1519.05 through 1519.06, and appropriated the proceeds for purposes for which they may be issued. Authority to issue installments of such obligations in amounts authorized by the General Assembly of Ohio was conferred upon the Ohio Public Facilities Commission by Amended Substitute House Bill No. 3.

Funds to retire the bonds issued under this section shall be paid when due, as to principal and interest, by a transfer from the State General Revenue Fund to the State Projects Bond Retirement Fund. The Commissioners of the Sinking Fund shall certify to the Director of Budget and Management the amount necessary to pay the bonds when due. Upon consultation with the Director, the Commissioners of the Sinking Fund shall transfer the amount so certified.

Authority to issue such bonds or other obligations has been granted by the following legislation: 124th General Assembly, Am. Sub. H.B. 3, \$50,000,000 and H.B. 675, \$50,000,000 (Sec. 21.02); and 126th General Assembly, Am. Sub H.B.16, \$50,000,000 (Sec. 26.02).

The legislation authorizing the installments of Conservation Projects Bonds further provides that the issuing authority shall issue general obligations upon certification by the Ohio Public Works Commission of amounts needed in and for the purposes of the Clean Ohio Conservation Fund created in Section 164.27 of the Revised Code, the Clean Ohio Agricultural Easement Fund created in Section 901.21 of the Revised Code and the Clean Ohio Trail Fund created in Section 1519.05 of the Revised Code. The statute also provides that the total principal amount of Conservation Projects Bonds issued under Section 151.09 of the Revised Code may not exceed two hundred million dollars. There is presently \$133,460,000 principal amount outstanding.



STATEMENT NO. 15
CONSERVATION PROJECTS
GENERAL OBLIGATION BONDS

| SERIES | DATE ISSUED | FIRST PAYMENT OF PRINCIPAL | DATE OF MATURITY | INTEREST RATE | PRINCIPAL AMOUNT | MATURED 06/30/2006 | PRINCIPAL | | | INTEREST PAID 06/30/2006 | INTEREST OUTSTANDING |
|--------|-------------|----------------------------|------------------|---------------|------------------|--------------------|------------------|---------------------|----------------------|--------------------------|----------------------|
| | | | | | | | OUTSTANDIN | MATURING 09/01/2006 | INTEREST TO MATURITY | | |
| 2002A | 01/15/2002 | 09/01/2002 | 09/01/2016 | 4.2932% | \$50,000,000.00 | \$10,300,000.00 | \$39,700,000.00 | \$2,935,000.00 | \$19,498,845.48 | \$8,105,035.48 | \$11,393,810.00 |
| 2004A | 01/27/2004 | 03/01/2005 | 03/01/2019 | 3.5276% | 50,000,000.00 | 6,240,000.00 | 43,760,000.00 | 0.00 | 17,958,724.25 | 3,647,314.25 | 14,311,410.00 |
| 2005A | 11/07/2005 | 03/01/2007 | 03/01/2020 | 5.0003% | 50,000,000.00 | 0.00 | 50,000,000.00 | 0.00 | 20,660,077.08 | 739,377.08 | 19,920,700.00 |
| TOTAL | | | | | \$150,000,000.00 | \$16,540,000.00 | \$133,460,000.00 | \$2,935,000.00 | \$58,117,646.81 | \$12,491,726.81 | \$45,625,920.00 |

(Series F, G & H interest rates are TIC. All others are NIC)



STATEMENT NO. 16
CONSERVATION PROJECTS BOND RETIREMENT FUND

| | | Total Operations January 2002 through June 30, 2006 |
|--|------------------------------|--|
| Balance on Hand December 31, 2005 | <u>\$2,037,947.07</u> | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$3,241,200.01 | \$24,204,710.40 |
| Net Premium applied to debt service | 0.00 | 4,833,061.11 |
| Accrued Interest from Bond Sales | 0.00 | 93,497.56 |
| Excess Cost of Issuance to Bond Service Fund | 33,242.42 | 33,242.42 |
| Interest Received on Funds Invested | <u>18,683.43</u> | <u>69,981.57</u> |
| TOTAL RECEIPTS | <u>\$3,293,125.86</u> | <u>\$29,234,493.06</u> |
| Sub-total | <u>\$5,331,072.93</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$2,740,000.00 | \$16,540,000.00 |
| Coupons Matured | 2,489,147.08 | 12,491,726.81 |
| Bond/Note Sale and Miscellaneous Expenses | <u>25,053.54</u> | <u>125,893.94</u> |
| TOTAL DISBURSEMENTS | <u>\$5,254,200.62</u> | <u>\$29,157,620.75</u> |
| Balance on Hand June 30, 2006 | <u>\$76,872.31</u> | <u>\$76,872.31</u> |



DEVELOPMENT OBLIGATIONS

Development bonds in the amount of \$290,000,000 were authorized by Section 2h, Article VIII of the Ohio Constitution and were approved by the voters on May 4, 1965 - Yes, 715,642 - No, 548,557. This issue was for the following purposes: acquiring, constructing, reconstruction, or otherwise improving and equipping buildings and structures of the state and state supported and assisted institutions of higher education, including those for research and development; acquiring lands and interests in lands for sites for such buildings and structures; assisting in the development of the state, to acquire and develop lands and interests in lands and develop other state lands for water impoundment sites, flood control, parks and recreational uses, or conservation of natural resources; to develop state parks and recreational facilities including the construction, reconstruction and improvement of roads and highways therein; to assist the political subdivisions of the state to finance the cost of constructing and extending water and sewage lines and mains; for use in conjunction with federal grants or loans for any such purposes; and for use in conjunction with other governmental entities in acquiring, constructing, reconstructing, improving, and equipping water pipelines, stream flow improvements, airports, historical or educational facilities. The aggregate total amount of such borrowing outstanding under authority of this section shall not, at any time, exceed such sum as well require, during any calendar year, more than \$20,000,000 to meet the principal and interest requirements of any such bonds and other obligations and the charges for the issuance and retirement of such bonds and other obligations, falling due that year. All bonds or other obligations are to mature within thirty years from the date of issue and no part of this borrowing shall be contracted after December 31, 1970. Proceeds from the sale of the bonds or other obligations are to be paid into the Improvement Fund.

Funds to retire this debt are provided from all excises and taxes of the state, except ad valorem taxes on real and personal property, income taxes, and fees, excises or license taxes relating to the registration, operation, or use of vehicles on the public highways, or to fuels used for propelling such vehicles, after making provision for payment of amounts pledged from such excises and taxes for payment of bonds issued under authority of Section 2e and 2f of Article VIII, Ohio Constitution.

Sufficient amounts of moneys derived from such excises and taxes are appropriated in each year from the General Revenue Fund for the purpose of retiring the bonds. The moneys appropriated are to be paid into the Development Bond Retirement Fund.

Of the \$290,000,000 authorized, all has been issued.

Section 132 of Am. Sub. H.B. 94, 124th General Assembly provides: "Notwithstanding any other provision of law to the contrary, the Commissioners of the Sinking Fund shall transfer the balance remaining after provision for payment of all outstanding bonds, notes, coupons, and charges from the...Development Bond Retirement Fund to the General Revenue Fund as expeditiously as possible upon this act taking effect."



STATEMENT NO. 17
DEVELOPMENT BONDS AND NOTES

BONDS

| Series | Date Issued | First Payment of Principal | Date of Maturity | Interest Rate | Principal Amount | Principal Matured | Principal Outstanding | Interest to Maturity | Interest Paid | Interest Outstanding |
|--------------|-------------|----------------------------|------------------|---------------|------------------|-------------------|-----------------------|----------------------|-----------------|----------------------|
| A | ##### | 08/15/1970 | 08/15/1994 | 4.300% | \$50,000,000.00 | \$50,000,000.00 | \$0.00 | \$34,045,383.59 | \$34,045,383.59 | \$0.00 |
| B | ##### | 08/15/1970 | 08/15/1994 | 4.895% | 45,000,000 | 45,000,000 | 0.00 | 34,642,768.05 | 34,642,768.05 | 0.00 |
| C | ##### | 08/15/1970 | 08/15/1994 | 5.943% | 65,000,000 | 65,000,000 | 0.00 | 61,141,187.50 | 61,141,187.50 | 0.00 |
| D | ##### | 08/15/1971 | 08/15/1995 | 5.654% | 55,000,000 | 55,000,000 | 0.00 | 51,471,983.44 | 51,471,983.44 | 0.00 |
| E | ##### | 08/15/1973 | 08/15/1992 | 4.701% | 46,000,000 | 46,000,000 | 0.00 | 27,029,835.03 | 27,029,835.03 | 0.00 |
| Total | | | | | \$261,000,000.00 | ##### | \$0.00 | ##### | ##### | \$0.00 |

NOTES

| | | | | |
|-------|-------|---------|-----------------|----------------|
| FIRST | ##### | 3.6027% | \$75,000,000.00 | \$2,717,512.47 |
| FIRST | ##### | 3.0373% | 70,000,000.00 | 2,127,400.00 |
| FIRST | ##### | 6.5120% | 50,000,000.00 | 3,258,100.00 |
| FIRST | ##### | 4.1231% | 48,000,000.00 | 1,981,300.00 |
| FIRST | ##### | 3.1844% | 46,000,000.00 | 725,076.49 |

Total

\$10,809,388.96

Principal of Notes retired - \$29,000,000 total.

State of Ohio Commissioners of the Sinking Fund



STATEMENT NO. 18 DEVELOPMENT BOND RETIREMENT FUND

| | | Total Operations October 1967 through June 30, 2006 |
|--|----------------------|---|
| Balance on Hand December 31, 2006 | \$0.00 | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$0.00 | \$505,670,463.71 |
| Interest Received on Funds Invested | 0.00 | 4,050,475.84 |
| Accrued Interest from Sale of Bonds | 0.00 | 372,468.30 |
| Reduced Working Fund Balance | 0.00 | 250,000.00 |
| TOTAL RECEIPTS | \$0.00 | \$510,343,407.85 |
| Sub-total | \$0.00 | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$261,000,000.00 |
| Coupons Matured | 0.00 | 208,331,157.61 |
| Bond/Note Sale and Miscellaneous Expenses | 0.00 | 1,070,335.75 |
| Noted Matured | 0.00 | 29,000,000.00 |
| Interest Paid on Notes | 0.00 | 10,809,388.96 |
| Transfers to General Revenue Fund | 0.00 | 132,325.53 |
| TOTAL DISBURSEMENTS | \$0.00 | \$510,343,207.85 |
| Balance on Hand June 30, 2006 | \$0.00 | \$0.00 |
| ADD | | |
| Matured Bonds Outstanding | \$165,000.00 | |
| Matured Coupons Outstanding | 102,172.50 | |
| Miscellaneous Adjustment | 442.50 | |
| Working Fund Balance | 0.00 | |
| Sub-total | \$ 267,615.00 | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | \$267,515.00 | |
| Bank One, Columbus | 0.00 | |
| National City Bank, Cleveland | 0.00 | |
| State Street Bank, New York City | 0.00 | |
| TOTAL OF PAYING AGENT ACCOUNTS | \$ 267,515.00 | |
| Balance on Hand June 30, 2006 | \$0.00 | |

*Coupon payment check stopped for stale date.



PUBLIC IMPROVEMENTS OBLIGATIONS

Public Improvements Bonds in the amount of \$259,000,000 were authorized by Section 2i, Article VIII of the Ohio Constitution and were approved by the voters November 5, 1968. The vote was Yes, 1,732,512 - No, 1,550,959. This issue was for the purpose of acquisition, construction, reconstruction, or other improvement of, and provision of equipment for, buildings, structures, or other improvements and necessary planning and engineering for water pollution control and abatement, including those for sewage collection, treatment, or disposal, water management including those for water distribution, collection, supply, storage, or impoundment, stream flow control, and flood control, state supported or assisted institutions of higher education; technical education; vocational education, juvenile correction, training, and rehabilitation; parks and recreation; research and development with respect to transportation, mental hygiene and retardation, police and fire training; and interests therein required with respect to the foregoing; and including participation in any such improvements with the federal government, municipal corporations, counties, or other governmental entities or any one or more of them which participation may be by grants, loans, or contributions to them for any of such improvements, herein called Public Improvements Obligations or Obligations.

From the proceeds of the two hundred fifty nine million dollars of obligations authorized to be issued pursuant to Section 2i, Article VIII of the Ohio Constitution, and Section 129.70 of the Revised Code, one hundred twenty million dollars shall be used for water pollution control and abatement, including sewage collection, treatment, or disposal, and water management and including water distribution, collections, supply, storage, or impoundment, stream flow control, and flood control; one hundred million dollars shall be used for state supported or assisted institutions of higher education, technical and vocational education, and juvenile correction, training and rehabilitation; twenty million dollars shall be used for parks and recreation; and nineteen million dollars shall be used for airports, and for construction, rehabilitation, and equipping of other state buildings and structures, including those for police and fire training, research and development with respect to transportation, and mental hygiene and retardation; provided, that in each case except such other state buildings and structures, including those for police and fire training, research and development with respect to transportation, and mental hygiene and retardation, with respect to which the use of such proceeds shall be for the acquisition, construction, reconstruction, or other improvements and necessary planning and engineering and the acquisition and improvement of real estate and interests therein required with respect to the foregoing, and for participation in any of such improvements with the federal government, municipal corporations, counties, or other governmental entities or any one or more of them which participation may be by grants, loans, or contributions to them for any of such improvements.

So long as any notes are outstanding and while any bonds are outstanding there shall be paid annually into the Public Improvements Bond Retirement Fund created by Section 129.72 of the Revised Code from the excises and taxes authorized for payment of Public Improvements Obligations at least two and one-half per cent of the total amount of such notes or bonds and such amounts paid with respect to such notes or bonds in anticipation of which such notes have been issued shall be used only for the payment of such notes or of bonds in anticipation of which such notes have been issued and such amounts paid with respect to bonds for which anticipatory notes have not been issued shall be used only for the payment of principal of bonds, but provided that such annual payments shall be fixed so that the total amount thereof shall be sufficient to provide for the retirement of such notes or bonds within a period of thirty years from the date the debt was originally contracted.

All obligations shall mature in not more than thirty years from the date of issuance thereof, or if issued to retire obligations previously issued hereunder, within thirty years from the date the debt was originally contracted, as may be fixed by the Commissioners of the Sinking Fund in their resolution authorizing the issuance of such obligations. Of the \$259,000,000 authorized, all has been issued.



STATEMENT NO. 19
PUBLIC IMPROVEMENT OBLIGATIONS, BONDS AND NOTES

BONDS

| Series | Date Issued | First Payment of Principal | Date of Maturity | Interest Rate | Principal Amount | Principal Matured | Principal outstanding | Interest to Maturity | Interest Paid | Interest Outstanding |
|--------|-------------|----------------------------|------------------|---------------|------------------|-------------------|-----------------------|----------------------|------------------|----------------------|
| A | 01/01/1971 | 06/15/1972 | 06/15/1991 | 4.535% | \$48,000,000.00 | \$48,000,000.00 | \$0.00 | \$24,667,510.00 | \$24,667,510.00 | \$0.00 |
| B | 03/15/1971 | 06/15/1972 | 06/15/1991 | 4.429% | 75,000,000 | 75,000,000 | 0.00 | 38,404,034.00 | 38,404,034.00 | 0.00 |
| C | 01/15/1972 | 06/15/1972 | 06/15/1992 | 4.298% | 60,000,000 | 60,000,000 | 0.00 | 30,245,400.00 | 30,245,400.00 | 0.00 |
| D | 04/15/1973 | 06/15/1974 | 06/15/1993 | 4.883% | 40,000,000 | 40,000,000 | 0.00 | 25,880,865.40 | 25,880,865.40 | 0.00 |
| E | 07/15/1975 | 06/15/1976 | 06/15/1995 | 5.980% | 34,000,000 | 34,000,000 | 0.00 | 24,993,164.00 | 24,993,164.00 | 0.00 |
| Total | | | | | \$257,000,000.00 | \$257,000,000.00 | \$0.00 | \$144,190,973.40 | \$144,190,973.40 | \$0.00 |

NOTES

FIRST 02/17/1970 01/14/1971 5.969% \$50,000,000.00 \$50,000,000.00* \$0.00 \$2,712,552.86 \$62,712,552.86

*2,000,000.00 Principal retired on maturity of these Notes.



STATEMENT NO. 20
 PUBLIC IMPROVEMENT BOND RETIREMENT FUND

| | | Total Operations February 1970 through June 30, 2006 |
|--|---------------------|---|
| Balance on Hand December 31, 2005 | <u>\$0.00</u> | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$0.00 | \$404,276,812.59 |
| Interest Received on Funds Invested | 0.00 | 2,057,361.94 |
| Accrued Interest from Sale of Bonds | 0.00 | 304,976.66 |
| Reduced Working Fund Balance | <u>0.00</u> | <u>200,000.00</u> |
| TOTAL RECEIPTS | <u>\$0.00</u> | <u>\$406,839,151.19</u> |
| Sub-total | <u>\$0.00</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$257,000,000.00 |
| Coupons Matured | 0.00 | 144,190,973.40 |
| Notes Matured | 0.00 | 2,000,000.00 |
| Interest Paid on Notes | 0.00 | 2,712,552.86 |
| Bond/Note Sale and Miscellaneous Expenses | 0.00 | 582,605.83 |
| Working Balance Advance | 0.00 | 200,000.00 |
| Transfer to General Revenue Fund | <u>0.00</u> | <u>153,019.10</u> |
| TOTAL DISBURSEMENTS | <u>\$0.00</u> | <u>\$406,839,151.19</u> |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | <u>\$0.00</u> |
| ADD | | |
| Matured Bonds Outstanding | \$105,000.00 | |
| Matured Coupons Outstanding | 43,807.50 | |
| Working Fund Balance | <u>0.00</u> | |
| Sub-total | <u>\$148,807.50</u> | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | \$148,807.50 | |
| National City Bank, Columbus | 0.00 | |
| National City Bank, Cleveland | 0.00 | |
| Bank of America Illinois, Chicago | 0.00 | |
| Chemical Bank, New York City | <u>0.00</u> | |
| TOTAL OF PAYING AGENT ACCOUNTS | <u>\$148,807.50</u> | |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | |



HIGHWAY IMPROVEMENT OBLIGATIONS

Highway Improvement Bonds in the amount of \$500,000,000 were authorized by Section 2g, Article VIII of the Ohio Constitution and approved by the voters on May 5, 1964 - Yes, 1,011,817, No, 538,684. This issue was to provide moneys for the acquisition of rights-of-way and for the construction and reconstruction of highways on the state highway system and urban extensions thereof. The entire debt shall be discharged not later than December 31, 1989.

Funds to retire this debt are provided from fees, excises, or license taxes, levied by the State of Ohio relating to registration, operation, or use of vehicles on public highways, or to fuels used for propelling such vehicles after provision is made for sufficient amounts required by Section 2c, Article VIII (Major Thoroughfare Construction) of the Ohio Constitution. The first source of funds to retire this issue is the Highway Use Tax and this amount is paid into the Highway Improvement Bond Retirement Fund..

Of the total authorization of \$500,000,000 all of the bonds have been issued.

Section 15 of Am. Sub. H.B. 107, 121st General Assembly (eff. 6/30/95) provides: "Notwithstanding any other provision of law to the contrary, the commissioners of the sinking fund shall transfer the balance remaining after provision for payment of all outstanding bonds, notes, coupons, and charges from the highway improvement bond retirement fund to the highway operating fund, created by section 5735.291 of the Revised Code, as expeditiously as possible upon the effective date of this act. The amounts transferred shall be used for new highway construction."

Section 132 of Am. Sub. H.B. 94, 124th General Assembly provides: "Notwithstanding any other provision of law to the contrary, the commissioners of the sinking fund shall transfer the balance remaining after provision for payment of all outstanding bonds, notes, coupons, and charges from the Highway Improvement Bond Retirement Fund to the Highway Operating Fund as expeditiously as possible upon taking effect of this act."



STATEMENT NO. 21
HIGHWAY IMPROVEMENT BONDS AND NOTES

| Series | Date Issued | First Payment of Principal | Date of Maturity | Interest Rate | Principal Amount | Principal Matured | Interest to Maturity | Interest Paid | Interest Outstanding |
|--|-------------|----------------------------|------------------|---------------|-------------------------|-------------------------|----------------------|-------------------------|-----------------------|
| | | | | | | | | | |
| A | 05/15/1965 | 10/15/1965 | 04/15/1975 | 2.772% | \$40,000,000.00 | \$40,000,000.00 | \$0.00 | \$5,774,336.00 | \$0.00 |
| B | 10/15/1965 | 04/15/1966 | 10/15/1975 | 3.208% | 50,000,000 | 50,000,000 | 0.00 | 8,421,250.00 | 0.00 |
| C | 06/15/1966 | 10/15/1966 | 04/15/1975 | 3.709% | 75,000,000 | 75,000,000 | 0.00 | 14,137,567.50 | 0.00 |
| D | 01/15/1967 | 10/15/1967 | 10/15/1976 | 3.706% | 75,000,000 | 75,000,000 | 0.00 | 14,595,000.00 | 0.00 |
| E | 09/15/1968 | 10/15/1969 | 10/15/1978 | 3.834% | 100,000,000 | 100,000,000 | 0.00 | 21,422,100.00 | 0.00 |
| F | 09/15/1969 | 04/15/1970 | 04/15/1989 | 5.4650% | 75,000,000 | 75,000,000 | 0.00 | 42,369,675.00 | 0.00 |
| G | 05/15/1970 | 04/15/1972 | 04/15/1989 | 6.1630% | 50,000,000 | 50,000,000 | 0.00 | 31,889,090.40 | 0.00 |
| H | 05/01/1971 | 10/15/1972 | 10/15/1989 | 4.3490% | 25,000,000 | 25,000,000 | 0.00 | 11,724,078.00 | 0.00 |
| Total | | | | | \$490,000,000.00 | \$490,000,000.00 | \$0.00 | \$150,333,096.90 | \$0.00 |
| Notes | | | | | | | | | |
| E | 09/01/1967 | Retired | 03/15/1968 | 3.236% | \$75,000,000.00 | \$75,000,000.00 | | \$1,308,422.62 | \$1,308,422.62 |
| E | 03/15/1968 | Retired | 10/01/1968 | 3.356% | 65,000,000.00 | 65,000,000.00 | | 1,188,348.29 | 1,188,348.29 |
| Total | | | | | \$140,000,000.00 | \$140,000,000.00 | | \$2,496,770.91 | \$2,496,770.91 |
| **Retired \$10,000,000 on Renewal | | | | | | | | | |

State of Ohio Commissioners of the Sinking Fund



STATEMENT NO. 22 HIGHWAY IMPROVEMENTS BOND RETIREMENT FUND

| | | Total Operations May 1965 through June 30, 2006 |
|---|--------------------|---|
| Balance on Hand December 31, 2005 | \$0.00 | |
| RECEIPTS | | |
| Gasoline Tax | \$0.00 | \$259,753,471.18 |
| Highway Use Tax | 0.00 | 356,800,945.89 |
| Highway Use Permits | 0.00 | 2,693,798.85 |
| Transfers from State Highway Bond Retirement Fund | 0.00 | 513,139.88 |
| Transfers from General Revenue Fund | 0.00 | 250,000.00 |
| Interest Received on Funds Invested | 0.00 | 36,315,072.32 |
| Accrued Interest from Sale of Bonds | 0.00 | 305,519.06 |
| Reduced Working Fund Balance | 0.00 | 250,000.00 |
| TOTAL RECEIPTS | \$0.00 | \$656,881,947.18 |
| Sub-total | \$0.00 | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$490,000,000.00 |
| Coupons Matured | 0.00 | 150,333,096.90 |
| Notes Retired | 0.00 | 10,000,000.00 |
| Interest Paid on Notes | 0.00 | 2,496,771.91 |
| Bond/Note Sale and Miscellaneous Expenses | 0.00 | 540,692.55 |
| Transfers to Highway Operating Fund | 0.00 | 3,511,385.82 |
| TOTAL DISBURSEMENTS | \$0.00 | \$656,881,947.18 |
| Balance on Hand June 30, 2006 | \$0.00 | \$0.00 |
| ADD | | |
| Matured Bonds Outstanding | \$40,000.00 | |
| Matured Coupons Outstanding | 15,288.34 | |
| Working Fund Balance | 0.00 | |
| Sub-total | \$55,288.34 | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | \$55,288.34 | |
| Bank One, Columbus | 0.00 | |
| National City Bank, Cleveland | 0.00 | |
| State Street Bank, New York City | 0.00 | |
| TOTAL OF PAYING AGENT ACCOUNTS | \$55,288.34 | |
| Balance on Hand June 30, 2006 | \$0.00 | |



IMPROVEMENT OBLIGATIONS

Improvement Bonds in the amount of \$250,000,000 were authorized by Section 2f, Article VIII of the Ohio Constitution and approved by the voters on November 5, 1963, Yes, 1,397,971; No, 922,687. This issue was for the purpose of acquiring, constructing, reconstructing and otherwise improving and equipping buildings and structures and acquiring lands and interests in lands for sites for community colleges, municipal universities and university branches; for state functions, activities, offices, institutions, including penal, correctional, mental and welfare and research and development; and for providing classroom facilities, for the public schools to be leased or sold by the state to public school districts unable within the limitations by law, to provide adequate facilities without assistance from the state; and assisting in the development of the state by acquiring lands and interests in lands and the development thereof or of other state lands for water impoundment sites, park and recreational uses and conservation of natural resources. Borrowing was limited to \$100,000,000 per calendar year and no part of the debt to be contracted after December 31, 1972. All bonds or other obligations to be retired at time or times not exceeding thirty years from the date the debt was first contracted.

Funds to retire this debt are provided from all excises and taxes of the state, except ad valorem taxes on real and personal property, income taxes, and fees, excises or license taxes relating to registration, operation or use of vehicles on public highways or to fuels used for propelling such vehicles. The primary source of revenue for the retirement of this issue is the 14 cigarette tax levied by Section 5743.023 of the Ohio Revised Code, and this amount is paid into the Improvement Bond Retirement Fund.

Of the total amount authorized by Section 2f, \$250,000,000, all the debt has been issued.

Section 132 of Am. Sub. H.B. 94, 124th General Assembly provides: "Notwithstanding any other provision of law to the contrary, the Commissioners of the Sinking Fund shall transfer the balance remaining after provision for payment of all outstanding bonds, notes, coupons, and charges from the Improvement Bond Retirement Fund...to the General Revenue Fund as expeditiously as possible upon this act taking effect."



STATEMENT NO. 23
IMPROVEMENT'S BONDS

BONDS

| Series | Date Issued | First Payment of Principal | Date of Maturity | Interest Rate | Principal Amount | Principal Matured | Interest to Maturity | Interest Paid | Interest Outstanding |
|--------|-------------|----------------------------|------------------|---------------|------------------|-------------------|----------------------|-----------------|----------------------|
| 1 | ##### | 10/15/1965 | ##### | 5.0266% | \$75,000,000.00 | \$75,000,000.00 | \$0.00 | \$47,370,970.80 | \$0.00 |
| 2 | ##### | 04/15/1966 | ##### | 5.1746% | 75,000,000 | 75,000,000 | 0.00 | 49,929,390.00 | 0.00 |
| 3 | ##### | 10/15/1966 | ##### | 5.0689% | 100,000,000 | 100,000,000 | 0.00 | 63,362,100.00 | 0.00 |
| Total | | | | | ##### | ##### | \$0.00 | ##### | \$0.00 |



STATEMENT NO. 24 IMPROVEMENT NOTES

| Series | Date Issued | Date of Maturity | Principal Amount | Interest to Maturity | Average Net Rate of Interest | Premium Received |
|---|-------------|------------------|------------------|----------------------|------------------------------|------------------|
| A | 07/22/1964 | 07/22/1965 | \$25,000,000.00 | \$575,000.00 | 2.2490% | \$12,750.00 |
| A | 07/22/1965 | 07/15/1966 | 25,000,000.00 | 603,041.62 | 2.4334% | 6,500.00 |
| A | 07/15/1966 | 07/14/1967 | 25,000,000.00 | 972,292.01 | 3.8980% | 250.00 |
| A | 07/14/1967 | 07/12/1968 | 25,000,000.00 | 806,618.58 | 3.2337% | 2,775.00 |
| A | 07/12/1968 | 06/12/1969 | 25,000,000.00 | 827,835.35 | 3.6095% | 670.00 |
| A* | 06/12/1969 | 06/12/1970 | 75,000,000.00 | 3,589,000.00 | 4.7831% | 1,652.40 |
| A | 06/12/1970 | 06/15/1971 | 75,000,000.00 | 4,361,744.21 | 5.7655% | 1,594.40 |
| Average rate of interest paid on Series A Notes | | | | | 3.7103% | |

* The Series A Notes in the amount of \$25,00,000.00 and the Series E notes in the amount of \$50,000.00 both maturing June 12,1969 were combined and renewed as Series A Notes at \$75,000,000.00

| | | | | | | |
|---|------------|------------|-----------------|----------------|---------|-------------|
| B | 12/15/1964 | 12/15/1965 | \$50,000,000.00 | \$1,250,000.00 | 2.4469% | \$26,550.00 |
| B | 12/15/1965 | 12/15/1966 | 50,000,000.00 | 1,437,500.00 | 2.8749% | 2,505.00 |
| B | 12/15/1966 | 12/15/1967 | 50,000,000.00 | 2,061,250.00 | 4.0996% | 11,450.00 |
| B | 12/15/1967 | 12/13/1968 | 75,000,000.00 | 3,060,301.52 | 4.1025% | 467.00 |
| B | 12/13/1968 | 12/11/1969 | 75,000,000.00 | 2,509,082.42 | 3.3621% | 1,508.00 |
| B | 12/11/1969 | 12/10/1970 | 75,000,000.00 | 4,585,326.13 | 6.1284% | 1,828.04 |
| Average Rate of interest paid on Series B notes | | | | | 3.8357% | |

| | | | | | | |
|---|------------|------------|-----------------|----------------|---------|-----------|
| C | 04/15/1967 | 04/15/1967 | \$50,000,000.00 | \$1,750,000.00 | 3.4990% | \$809.90 |
| C | 04/14/1967 | 04/11/1968 | 50,000,000.00 | 1,425,520.83 | 2.8510% | 723.52 |
| C | 04/11/1968 | 12/01/1968 | 50,000,000.00 | 1,179,391.05 | 3.6877% | 1,567.00 |
| C | 12/02/1968 | 04/15/1969 | 50,000,000.00 | 570,606.43 | 3.0849% | 750.50 |
| C | 04/15/1969 | 04/15/1970 | 50,000,000.00 | 2,423,100.00 | 4.8431% | 1,380.00 |
| C | 04/15/1970 | 04/15/1971 | 50,000,000.00 | 468,374.42 | 4.0386% | 12,030.00 |
| C | 04/15/1971 | 09/15/1971 | 50,000,000.00 | 2,020,000.00 | 2.2443% | 500.00 |
| Average rate of interest paid on Series C Notes | | | | | 3.4641% | |

| | | | | | | |
|--|------------|------------|-----------------|----------------|---------|------------|
| D | 09/15/1970 | 09/15/1971 | \$50,000,000.00 | \$2,234,000.00 | 4.4661% | \$2,283.23 |
| D | 09/15/1969 | 09/15/1970 | 50,000,000.00 | 3,421,700.00 | 6.8356% | 52.00 |
| D | 09/16/1968 | 09/15/1969 | 50,000,000.00 | 1,545,791.32 | 3.0966% | 1,805.00 |
| D | 10/13/1967 | 09/16/1968 | 50,000,000.00 | 1,608,667.51 | 3.4781% | 3,883.24 |
| D | 12/01/1966 | 10/13/1967 | 50,000,000.00 | 1,784,184.46 | 4.1120% | 953.00 |
| Average rate of interest paid on D Notes | | | | | 4.3977% | |

| | | | | | | |
|---|------------|------------|-----------------|----------------|---------|------------|
| E | 06/15/1967 | 06/14/1968 | \$50,000,000.00 | \$1,438,244.72 | 2.8771% | \$3,674.50 |
| E | 06/14/1968 | 06/12/1969 | 50,000,000.00 | 2,058,191.47 | 4.1345% | 2,459.80 |
| Average rate of interest paid on Series E notes | | | | | 3.5058% | |

| | | | | | | |
|---|--|--|--|-----------------|---------|--|
| TOTAL INTEREST COST TO DATE | | | | \$50,566,764.05 | | |
| Average interest rate of all Improvement Notes sold to date | | | | | 3.6290% | |

AVERAGE NET INTEREST RATE BY CALENDAR YEAR

| | |
|------|---------|
| 1964 | 2.3809% |
| 1965 | 2.7262% |
| 1966 | 3.8496% |
| 1967 | 3.3961% |
| 1968 | 3.4787% |
| 1969 | 5.6088% |
| 1970 | 4.9034% |
| 1971 | 2.2443% |

State of Ohio Commissioners of the Sinking Fund



STATEMENT NO. 25 IMPROVEMENT BOND RETIREMENT FUND

| | | Total Operations July 1964 through June 30, 2006 |
|--|---------------------|--|
| Balance on Hand December 31, 2005 | \$0.00 | |
| RECEIPTS | | |
| Cigarette Tax (1 cent) | \$0.00 | \$365,571,440.73 |
| Transfers from General Revenue Fund | 0.00 | 10,431,302.00 |
| Interest Received on Funds Invested | 0.00 | 148,061,427.20 |
| Accrued Interest from Sale of Bonds | 0.00 | 87,539.44 |
| Miscellaneous Income | 0.00 | 77,606.86 |
| Transfers from Capital Improvements Bond Retirement Fund | 0.00 | 223,353.31 |
| Reduced Working Fund Balance | 0.00 | 200,000.00 |
| TOTAL RECEIPTS | \$0.00 | \$524,652,669.54 |
| Sub-total | \$0.00 | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$250,000,000.00 |
| Coupons Matured | 0.00 | 160,662,460.80 |
| Transfers to General Revenue Fund | 0.00 | 2,101,889.20 |
| Transfers to Capital Improvements Bond Retirement Fund | 0.00 | 60,561,782.43 |
| Miscellaneous Expenses | 0.00 | 559,773.06 |
| Interest Paid on Notes | 0.00 | 50,566,764.05 |
| Working Balance Advance | 0.00 | 200,000.00 |
| TOTAL DISBURSEMENTS | \$0.00 | \$524,652,669.54 |
| Balance on Hand June 30, 2006 | \$0.00 | \$0.00 |
| ADD | | |
| Matured Bonds Outstanding | \$105,000.00 | |
| Matured Coupons Outstanding | 25,255.00 | |
| Working Fund Balance | 0.00 | |
| Sub-total | \$130,255.00 | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | \$130,255.00 | |
| National City Bank, Columbus | 0.00 | |
| Continental Illinois, Chicago | 0.00 | |
| Citibank, N.A., New York City | 0.00 | |
| National City Bank, Cleveland | 0.00 | |
| TOTAL OF PAYING AGENT ACCOUNTS | \$130,255.00 | |
| Balance on Hand June 30, 2006 | \$0.00 | |



VIETNAM CONFLICT COMPENSATION OBLIGATIONS

Vietnam Conflict Compensation Obligations in the amount of \$300,000,000 were authorized by Section 2j, Article VIII of the Ohio Constitution and were approved by the voters on November 6, 1973; Yes, 1,650,120 - No, 647,629.

This issue is to provide compensation for military service during the period of the Vietnam Conflict, and the costs of administering this section, through the proceeds from the sale of state general obligation bonds. Compensation may be in cash, or, if elected, in educational assistance.

All bonds or notes of this issue shall mature not more than fifteen years, commencing not later than two years after the respective dates thereof. No obligations shall be issued or bear dates later than April 1, 1977.

Obligations issued under this section shall be paid when due, as to principal and interest, by a transfer of the Auditor of State, of the amount certified by the Commissioners of the Sinking Fund from the State General Revenue Fund to the Vietnam Conflict Compensation Bond Retirement Fund, without appropriation, an amount equal to the amount so certified.

Section 145 of Am. Sub. H.B. 298 of the 119th General Assembly provides: "Notwithstanding any other provision of law to the contrary, the Commissioners of the Sinking Fund shall transfer the balance remaining after provision for payment of all outstanding bonds or notes, coupons, and charges, from the Vietnam Conflict Compensation Bond Retirement Fund to the state of Ohio's General Revenue Fund as expeditiously as possible upon the taking effect of this legislation."



STATEMENT NO. 26
VIETNAM CONFLICT COMPENSATION BONDS

Bonds

| Series | Date Issued | First Payment of Principal | Date of Maturity | Interest Rate | Principal Amount | Principal Matured | Principal Outstanding | Interest Paid | Interest Outstanding |
|--------------|-------------|----------------------------|------------------|---------------|------------------|-------------------|-----------------------|---------------|----------------------|
| A | ##### | 04/15/1975 | 04/15/1989 | ##### | ##### | ##### | \$0.00 | ##### | \$0.00 |
| B | ##### | 10/15/1975 | 10/15/1989 | ##### | 60,000,000 | 60,000,000 | 0.00 | 31,262,892.00 | 0.00 |
| Total | | | | | | | \$0.00 | ##### | \$0.00 |



STATEMENT NO. 27
VIETNAM CONFLICT COMPENSATION BOND RETIREMENT FUND

| | | Total Operations May 1974 through June 30, 2006 |
|---|--------------------|--|
| Balance on Hand December 31, 2005 | \$0.00 | |
| RECEIPTS | | |
| Transfers from General Revenue Fund | \$0.00 | \$203,281,431.14 |
| Accrued Interest from Sale of Bonds | 0.00 | 365,708.33 |
| Interest Received on Funds Invested | 0.00 | 1,183,470.72 |
| Transfers from Vietnam Compensation Fund | 0.00 | 76,307,073.74 |
| Reduced Working Fund Balance | 0.00 | 246,840.37 |
| TOTAL RECEIPTS | \$0.00 | \$281,384,524.30 |
| Sub-total | \$0.00 | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$185,000,000.00 |
| Coupons Matured | 0.00 | 95,760,002.00 |
| Bond/Note Sale and Miscellaneous Expenses | 0.00 | 65,073.49 |
| Transfers to General Revenue Fund | 0.00 | 559,448.81 |
| TOTAL DISBURSEMENTS | \$0.00 | \$281,384,524.30 |
| Balance on Hand June 30, 2006 | \$0.00 | \$0.00 |
| ADD | | |
| Matured Bonds Outstanding | \$15,000.00 | |
| Matured Coupons Outstanding | 10,193.75 | |
| Working Fund Balance | 3,159.63 | |
| Sub-total | \$28,353.38 | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | \$28,353.38 | |
| Bankers Trust Co., New York City | 0.00 | |
| Bankers Trust Co., San Francisco | 0.00 | |
| National City Bank, Cleveland | 0.00 | |
| TOTAL OF PAYING AGENT ACCOUNTS | \$28,353.38 | |
| Balance on Hand June 30, 2006 | \$0.00 | |



CAPITAL IMPROVEMENTS CONSTRUCTION BONDS

Capital Improvements Construction Bonds in the amount of \$150,000,000 were authorized by Section 2e, Article VIII of the Ohio Constitution and approved by the voters on November 8, 1955: Yes, 1,154,976; No, 909,303. This issue was for the purpose of acquiring, constructing, reconstructing and otherwise improving and equipping buildings and structures, excluding highways, and for the purpose of acquiring sites for such buildings and structures, for the penal, correctional, mental and welfare institutions of the state; for the state supported universities and colleges of the state, for classroom facilities to be leased or sold by the state to public school districts unable within limitations provided by law to provide adequate facilities without assistance from the state; and for state offices. The borrowing was limited to thirty million dollars per calendar year, no borrowing to be contracted for after December 31, 1964, and all obligations under this section to mature within twenty years from the date of issue. No more than \$75,000,000 was to be expended for state supported universities and colleges, public school classroom facilities and state offices, and not more than \$75,000,000 was to be expended for penal, correctional, mental and welfare institutions of the State. Proceeds from the sale of the bonds were paid into the Capital Improvements Construction Fund.

Funds to retire this debt are provided from all excises and taxes of the state, except ad valorem taxes on real and personal property, income taxes, and fees, excises, or license taxes relating to registration, operation, or use of vehicles on public highways, or to fuels used for propelling such vehicles. The primary source of revenue for the retirement of this issue is the 14 cigarette tax levied by Section 5743.023 of the Ohio Revised Code, and this amount is paid into the Improvements Bond Retirement Fund for transfer to the Capital Improvement Bond Retirement Fund.

The entire \$150,000,000 was issued. Final maturity of this issue was December 15, 1977.



STATEMENT NO. 28
CAPITAL IMPROVEMENTS CONSTRUCTION BONDS AND NOTES

| Bonds Series | Date Issued | First Payment of Principal | Date of Maturity | Interest Rate | Principal Amount | Principal Matured | Principal Outstanding | Interest Paid | Interest Outstanding |
|--------------|-------------|----------------------------|------------------|---------------|------------------|-------------------|-----------------------|----------------|----------------------|
| A | 12/15/1957 | 06/18/1958 | 06/15/1977 | 2.647% | ##### | \$25,000,000.00 | \$0.00 | \$6,786,875.00 | \$0.00 |
| B | 12/15/1958 | 06/15/1959 | 06/15/1973 | 2.716% | 30,000,000 | 30,000,000 | 0.00 | 6,327,000.00 | 0.00 |
| C | 09/01/1959 | 12/15/1959 | 12/15/1974 | 3.098% | 30,000,000 | 30,000,000 | 0.00 | 7,009,070.00 | 0.00 |
| D | 07/15/1960 | 12/15/1960 | 12/15/1970 | 2.768% | 15,000,000 | 15,000,000 | 0.00 | 2,146,447.50 | 0.00 |
| Total | | | | | ##### | ##### | \$0.00 | ##### | \$0.00 |
| Notes | | | | | | | | | |
| 1 | 12/28/1956 | | 06/28/1957 | ##### | \$6,250,000.00 | \$6,250,000.00 | | | \$62,500.00 |
| 2 | 12/28/1956 | | 06/28/1957 | ##### | 6,250,000 | 6,250,000 | | | 125,000.00 |
| 3 | 12/28/1956 | | 06/28/1958 | ##### | 6,250,000 | 6,250,000 | | | 187,500.00 |
| 4 | 12/28/1956 | | 12/28/1958 | ##### | 6,250,000 | 6,250,000 | | | 250,000.00 |
| 5 | 10/24/1957 | | 02/01/1958 | ##### | 1,000,000 | 1,000,000 | | | 5,388.83 |
| 6 | 12/13/1957 | | 12/13/1959 | ##### | 4,000,000 | 4,000,000 | | | 220,000.00 |
| 7 | 08/09/1961 | | 08/10/1961 | ##### | 5,000,000 | 5,000,000 | | | 659.72 |
| 8 | 10/26/1961 | | 10/27/1961 | ##### | 3,000,000 | 3,000,000 | | | 395.33 |
| 9 | 12/22/1961 | | 12/23/1961 | ##### | 6,000,000 | 6,000,000 | | | 791.67 |
| 10 | 12/22/1961 | | 12/22/1963 | ##### | 6,000,000 | 6,000,000 | | | 570,000.00 |
| Total | | | | | ##### | \$50,000,000.00 | | | \$1,422,235.55 |



**STATEMENT NO. 29
CAPITAL IMPROVEMENT BOND RETIREMENT FUND**

| | | Total Operations November 1995 through June 30, 2006 |
|---|---------------|---|
| Balance on Hand December 31, 2005 | <u>\$0.00</u> | |
| RECEIPTS | | |
| Fund | \$0.00 | \$60,511,782.43 |
| Interest Received on Funds Invested | 0.00 | 3,088,157.29 |
| Cigarette Tax (.01) | 0.00 | 110,429,424.90 |
| Premium on Sale of Bonds | 0.00 | 780.00 |
| Working Fund Balance | <u>0.00</u> | <u>200,000.00</u> |
| TOTAL RECEIPTS | <u>\$0.00</u> | <u>\$174,230,144.62</u> |
| Sub-total | <u>\$0.00</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$100,000,000.00 |
| Coupons Matured | 0.00 | 22,269,392.50 |
| Bond/Note Sale and Miscellaneous Expenses | 0.00 | 315,163.26 |
| Notes Matured | 0.00 | 50,000,000.00 |
| Interest on Notes Matured | 0.00 | 1,422,235.55 |
| Transfer to Improvement Bond Retirement Fund | <u>0.00</u> | <u>223,353.31</u> |
| TOTAL DISBURSEMENTS | <u>\$0.00</u> | <u>\$174,230,144.62</u> |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | <u>\$0.00</u> |
| ADD | | |
| Matured Bonds Outstanding | <u>#####</u> | |
| Sub-total | <u>#####</u> | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | <u>#####</u> | |
| TOTAL OF PAYING AGENT ACCOUNTS | <u>#####</u> | |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | |



MAJOR THOROUGHFARE CONSTRUCTION BONDS

Major Thoroughfare Construction Bonds in the amount of \$500,000,000 were authorized by Section 2c, Article VIII of the Ohio Constitution and approved by the voters on November 3, 1953 - Yes, 1,035,869; No, 676,496. This issue was for the purpose of acquiring rights-of-way and for the construction and reconstruction of highways on the state highway system. The borrowing was limited to \$125,000,000 per calendar year, none was to be borrowed after March 31, 1962, and the entire debt to be discharged not later than December 31, 1972. Proceeds from the sale of these bonds were paid into the Major Thoroughfare Construction Fund.

Funds to retire this debt are to be provided from fees, excises or license taxes levied by the State of Ohio, relating to registration, operation, or use of vehicles on public highways, or fuels used for propelling such vehicles. The first source of funds for the retirement of this issue is the 14 gasoline tax levied by Section 5728.16 of the Ohio Revised Code, which is paid into the State Highway Bond Retirement Fund.

The entire \$500,000,000 was issued and on September 15, 1972 final payment in full of all principal and interest was made.



STATEMENT NO. 30
STATE HIGHWAY BOND RETIREMENT FUND

| | | Total Operations October 1954 through June 30, 2006 |
|--|-------------------|--|
| Balance on Hand December 31, 2005 | <u>\$0.00</u> | |
| RECEIPTS | | |
| Gasoline Tax | \$0.00 | \$524,464,202.10 |
| Highway Use Tax | 0.00 | 58,401,095.78 |
| Highway Use Permits | 0.00 | 338,382.45 |
| Interest Received on Funds Invested | 0.00 | 19,660,055.24 |
| Premium on Sale of Bonds | 0.00 | 317,073.01 |
| Transfer from General Revenue Fund | 0.00 | 750,000.00 |
| Transfer from Highway Construction Fund | 0.00 | 5,190,942.71 |
| Transfer from Waterway Safety Fund | 0.00 | 3,601.50 |
| Reduced Working Fund Balance | <u>0.00</u> | <u>250,000.00</u> |
| TOTAL RECEIPTS | <u>\$0.00</u> | <u>\$609,375,352.79</u> |
| Sub-total | <u>\$0.00</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$500,000,000.00 |
| Coupons Matured | 0.00 | 108,472,876.40 |
| Bond Sale and Miscellaneous Expenses | 0.00 | 389,336.51 |
| Transfer to Highway Improvements BRF | <u>0.00</u> | <u>513,139.88</u> |
| TOTAL DISBURSEMENTS | <u>\$0.00</u> | <u>\$609,375,352.79</u> |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | <u>\$0.00</u> |
| ADD | | |
| Matured Bonds Outstanding | \$5,000.00 | |
| Matured Coupons Outstanding | <u>2,700.75</u> | |
| Sub-total | <u>\$7,700.75</u> | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | <u>\$7,700.75</u> | |
| TOTAL OF PAYING AGENT ACCOUNTS | <u>\$7,700.75</u> | |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | |



KOREAN CONFLICT COMPENSATION OBLIGATIONS

The Korean Conflict Compensation Bonds in the amount of \$90,000,000 were authorized by Section 2d, Article VIII of the Ohio Constitution and were approved by the voters on November 6, 1956 - Yes, 2,202,510 - No, 889,245. No bonds were to be issued after April 1, 1959. The bonds were issued for the purpose of paying a bonus to persons serving in the Armed Forces of the United States between June 25, 1950 and July 19, 1953. To qualify, a recipient must have been a resident of the State of Ohio for not less than one year immediately preceding entry into the armed forces, also must have been separated from the Armed Forces under honorable conditions or still be in the service. The payment was set at ten dollars for each month of active domestic service and fifteen dollars for each month of active foreign service with the total amount of compensation to be paid to any one person not to be in excess of \$400. Application for payment under this section must have been made before January 1, 1959.

On May 1, 1957, \$60,000,000 in bonds were sold. No bonds were sold after that date because it was not necessary to issue the remaining \$30,000,000 authorized.

Funds to retire this debt were provided by a yearly 2/10 mill state levy on all taxable property subject to taxation on the general tax lists of all counties in the State of Ohio. This revenue was paid into the Korean Conflict Compensation Bond Retirement Fund.



STATEMENT NO. 31
KOREAN CONFLICT COMPENSATION BOND RETIREMENT FUND

| | | Total Operations May 1957 through June 30, 2006 |
|---|-----------------|---|
| Balance on Hand December 31, 2005 | <u>\$0.00</u> | |
| RECEIPTS | | |
| Tax Levy | \$0.00 | \$74,050,765.26 |
| Interest Received on Funds Invested | 0.00 | 7,471,684.38 |
| Discount on Bond Purchases | 0.00 | 1,308,614.50 |
| Transfer from Compensation Fund | 0.00 | 400,000.00 |
| Accrued Interest on Sale of Bonds | 0.00 | 65,000.00 |
| Premium on Sale of Bonds | <u>0.00</u> | <u>3,281.25</u> |
| TOTAL RECEIPTS | <u>\$0.00</u> | <u>\$83,299,345.39</u> |
| Sub-total | <u>\$0.00</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$60,000,000.00 |
| Coupons Matured | 0.00 | 15,846,450.00 |
| Accrued interest Paid on Securities Purchased | 0.00 | 223,908.75 |
| Premium Paid on Securities Purchased | 0.00 | 31,281.26 |
| Transfers to Vietnam Conflict Compensation Fund | <u>0.00</u> | <u>7,197,705.38</u> |
| TOTAL DISBURSEMENTS | <u>\$0.00</u> | <u>\$83,299,345.39</u> |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | <u>\$0.00</u> |
| ADD | | |
| Matured Bonds Outstanding | \$0.00 | |
| Matured Coupons Outstanding | <u>435.00</u> | |
| Sub-total | <u>#####</u> | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | <u>\$435.00</u> | |
| TOTAL OF PAYING AGENT ACCOUNTS | <u>#####</u> | |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | |



WORLD WAR II COMPENSATION BOND RETIREMENT FUND

The Commissioners of the Sinking Fund were authorized to issue and sell a maximum of \$300,000,000 of bonds of the State of Ohio in accordance with the provisions of section 2b, Article VIII of the Ohio Constitution to provide payment of compensation to certain of its citizens who served in the Armed Forces of the United States in World War II or to certain of their survivors. This was approved by the voters on November 4, 1947 - Yes, 1,497,804 - No, 478,701. Of this authorization which has expired, \$212,500,000 was issued.



STATEMENT NO. 32
 WORLD WAR II COMPENSATION BOND RETIREMENT FUND

| | | Total Operations May 1957 through June 30, 2006 |
|---|-----------------|---|
| Balance on Hand December 31, 2005 | <u>\$0.00</u> | |
| RECEIPTS | | |
| Appropriations | \$0.00 | \$200,000,000.00 |
| Tax Levy | 0.00 | 50,088,901.40 |
| Interest Received on Funds Invested | 0.00 | 3,225,690.14 |
| Transfers from World War II Compensation | <u>0.00</u> | <u>98,437.50</u> |
| TOTAL RECEIPTS | <u>\$0.00</u> | <u>\$253,413,029.04</u> |
| Sub-total | <u>\$0.00</u> | |
| DISBURSEMENTS | | |
| Bonds Matured | \$0.00 | \$212,500,000.00 |
| Coupons Matured | 0.00 | 33,992,035.00 |
| Accrued Interest Paid on Securities Purchased | 0.00 | 441,680.15 |
| Premium Paid on Securities Purchased | 0.00 | 48,453.09 |
| Transfer to General Revenue Fund | <u>0.00</u> | <u>6,430,860.80</u> |
| TOTAL DISBURSEMENTS | <u>\$0.00</u> | <u>\$253,413,029.04</u> |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | <u>\$0.00</u> |
| ADD | | |
| Matured Bonds Outstanding | \$0.00 | |
| Matured Coupons Outstanding | 190.00 | |
| Error Difference | <u>50.00</u> | |
| Sub-total | <u>#####</u> | |
| DEDUCT PAYING AGENT ACCOUNTS | | |
| National City Bank, Columbus - Cashier Account | <u>\$240.00</u> | |
| TOTAL OF PAYING AGENT ACCOUNTS | <u>#####</u> | |
| Balance on Hand June 30, 2006 | <u>\$0.00</u> | |



THIRD FRONTIER BONDS

Third Frontier Bonds were authorized by Section 2p, Article VIII of the Ohio Constitution, approved by the voters on November 8, 2005 as Statewide Issue 1. The vote was Yes: 1,512,669; No: 1,282,571. These issues are to be for the purpose of expanding Ohio's research capabilities to promote product innovation, development and commercialization, and preparing economic development sites and facilities in Ohio.

The amendment authorizes the State of Ohio to issue bonds to pay for or help local governments pay for the cost of public infrastructure capital improvements of local governments, including roads and bridges, wastewater treatment systems, water supply systems, solid waste disposal facilities, storm water and sanitary collection, storage and treatment facilities, including real property or interests in real property, facilities and equipment related or incidental thereto, and the cost of acquisition, construction, reconstruction, expansion, improvement, planning and equipping.

Bond issuance is limited to \$1.35 billion for local government public infrastructure with no more than \$120 million in each of the first five fiscal years and no more than \$150 million in each of the next five fiscal years (plus in each case the principal amount of those obligations that in any prior fiscal year could have been but were not issued), and provides that no general obligations for public infrastructure capital improvements may be issued under this amendment until the existing authority to issue state infrastructure bonds under Section 2m of Article VIII, Ohio Constitution has been used.

The State is authorized to issue these bonds to provide financial assistance for research and development in support of Ohio industry, commerce, and business, including research and product innovation, development, and commercialization as provided for by law, but excluding purposes provided for in Section 15 of Article VIII, Ohio Constitution. The amendment also authorizes state-supported and state-assisted institutions of higher education to issue obligations to pay costs of research and development purposes. It limits the amount of the state general obligations that can be issued in each of the first three fiscal years to no more than \$100 million and in any other fiscal year to no more than \$50 million (plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued).

Third Frontier General Obligation Bonds may also be issued to pay costs, or assist others in the payment of costs of projects for the purpose of developing sites and facilities (Job-Ready Sites) in Ohio for and in support of industry, commerce, distribution, and research and development, including constructing and improving facilities, site preparation and cleanup, the acquisition of real estate, and providing public infrastructure improvements. The amendment limits the amount of these state general obligations that can be issued in each of the first three fiscal years to no more than \$30 million and in any other fiscal year no more than \$15 million (plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued).

As of June 30, 2006 no Third Frontier General Obligation Bonds have been issued.



STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
STATEMENT OF CHANGES IN FUND BALANCES

| ASSETS, LIABILITIES AND FUND BALANCES AS OF JUNE 30, 2006 | Highway Capital | | | | | Higher Education Facilities |
|---|-----------------------|---------------------|--------------------------------|------------------------------|------------------------------|--------------------------------|
| | Improvements | Obligations | Coal Research & Development | Parks & Natural Resources | Common Schools Facilities | |
| ASSETS: | | | | | | |
| Cash with Paying Agents | \$0.00 | \$169,997.08 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Cash with Investments Held by Treasurer | 6,779,110.06 | 0.00 | 78,251.69 | 66,637.73 | 63,960.59 | 133,573.78 |
| TOTAL ASSETS | \$6,779,110.06 | \$169,997.08 | \$78,251.69 | \$66,637.73 | \$63,960.59 | \$133,573.78 |
| | | | | | | |
| LIABILITIES: | | | | | | |
| Matured Bonds Outstanding | \$0.00 | \$115,000.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Matured Coupons Outstanding | 0.00 | 53,747.08 | 0.00 | 0.00 | 0.00 | 0.00 |
| Restricted Fund Balance | 0.00 | 1,250.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL LIABILITIES | \$0.00 | \$169,997.08 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| | | | | | | |
| Unrestricted Fund Balance | \$6,779,110.06 | \$0.00 | \$78,521.69 | \$66,637.73 | \$63,960.59 | \$133,573.78 |
| BALANCE | \$6,779,110.06 | \$169,997.08 | \$78,521.69 | \$66,637.73 | \$63,960.59 | \$133,573.78 |
| | | | | | | |
| CHANGE IN FUND BALANCE SIX MONTHS ENDING JUNE 30, 2006 | | | | | | |
| FUND BALANCE: | | | | | | |
| December 31, 2005 | \$106,960,482.77 | \$5,952.16 | \$33,791.43 | \$31,991.03 | \$63,823.44 | \$96,289.56 |
| ADD: Excess Revenue over Disbursements | (100,181,372.71) | (5,952.16) | 44,730.26 | 34,646.70 | 137.15 | 37,284.22 |
| FUND BALANCE: | | | | | | |
| June 30, 2006 | \$6,779,110.06 | \$0.00 | \$78,521.69 | \$66,637.73 | \$63,960.59 | \$133,573.78 |



STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
STATEMENT OF CHANGES IN FUND BALANCES (Cont.)

| ASSETS, LIABILITIES AND FUND BALANCES AS OF JUNE 30, 2006 | Public | | | | | |
|---|-----------------------------|-----------------------|---------------------|---------------------|----------------------|---------------------|
| | Infrastructure Improvements | Conservation Projects | Development | Public Improvements | Highway Improvements | Improvements |
| ASSETS: | | | | | | |
| Cash with Paying Agents | \$0.00 | \$0.00 | \$267,515.00 | \$148,807.50 | \$55,288.34 | \$130,255.00 |
| Cash with Investments Held by Treasurer | 34,142.99 | 76,872.31 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL ASSETS | \$34,142.99 | \$76,872.31 | \$267,515.00 | \$148,807.50 | \$55,288.34 | \$130,255.00 |
| LIABILITIES: | | | | | | |
| Matured Bonds Outstanding | \$0.00 | \$0.00 | \$165,000.00 | \$105,000.00 | \$40,000.00 | \$105,000.00 |
| Matured Coupons Outstanding | 0.00 | 0.00 | 102,072.50 | 43,807.50 | 15,288.34 | 25,255.00 |
| Restricted Fund Balance | 0.00 | 0.00 | 442.50 | 0.00 | 0.00 | 0.00 |
| TOTAL LIABILITIES | \$0.00 | \$0.00 | \$267,515.00 | \$148,807.50 | \$55,288.34 | \$130,255.00 |
| Unrestricted Fund Balance | \$34,142.99 | \$76,872.31 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| BALANCE | \$34,142.99 | \$76,872.31 | \$267,515.00 | \$148,807.50 | \$55,288.34 | \$130,255.00 |
| CHANGE IN FUND BALANCE SIX MONTHS ENDING JUNE 30, 2006 | | | | | | |
| FUND BALANCE: | | | | | | |
| December 31, 2005 | \$4,877,551.66 | \$2,037,947.07 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| ADD: Excess Revenue over Disbursements | (4,911,694.65) | (1,961,074.76) | 0.00 | 0.00 | 0.00 | 0.00 |
| FUND BALANCE: | | | | | | |
| June 30, 2006 | (\$34,142.99) | \$76,872.31 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |



STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
STATEMENT OF CHANGES IN FUND BALANCES (Cont.)

| ASSETS, LIABILITIES AND FUND BALANCES AS OF JUNE 30, 2006 | Capital | | | | |
|---|----------------------------------|------------------|-----------------------|---------------------------------|------------------------------|
| | Vietnam Conflict Compensation | Improvement s | Major Thoroughfare | Korean Conflict Compensation | World War II Compensation |
| ASSETS: | | | | | |
| Cash with Paying Agents | \$28,353.38 | \$678.00 | \$7,700.75 | \$435.00 | \$240.00 |
| Cash with Investments Held by Treasurer | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL ASSETS | \$28,353.38 | \$678.00 | \$7,700.75 | \$435.00 | \$240.00 |
| | | | | | |
| LIABILITIES: | | | | | |
| Matured Bonds Outstanding | \$15,000.00 | \$0.00 | \$5,000.00 | \$0.00 | \$0.00 |
| Matured Coupons Outstanding | 10,193.75 | 678.00 | 2,700.75 | 435.00 | 190.00 |
| Restricted Fund Balance | 3,159.63 | 0.00 | 0.00 | 0.00 | 50.00 |
| TOTAL LIABILITIES | \$28,353.38 | \$678.00 | \$7,700.75 | \$435.00 | \$240.00 |
| | | | | | |
| Unrestricted Fund Balance | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| BALANCE | \$28,353.38 | \$678.00 | \$7,700.75 | \$435.00 | \$240.00 |
| | | | | | |
| CHANGE IN FUND BALANCE SIX MONTHS ENDING JUNE 30, 2006 | | | | | |
| FUND BALANCE: | | | | | |
| December 31, 2005 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| ADD: Excess Revenue over Disbursements | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| FUND BALANCE: | | | | | |
| June 30, 2006 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |