

STATE OF OHIO
STATE ECONOMIC DEVELOPMENT BONDS

ANNUAL REPORT
OF TREASURER OF STATE
FOR FISCAL YEAR ENDED JUNE 30, 2005

This annual report for the fiscal year ended June 30, 2005 (the "Fiscal Year") is prepared pursuant to Section 18(e) of the General Bond Order (the "Order") contained in the amended and restated Trust Agreement, dated as of July 1, 2003 (the "Trust Agreement"), between the State of Ohio and National City Bank, as trustee (the "Trustee"), and shall be submitted to the Trustee, the Original Purchasers (as defined in the Trust Agreement), holders of Bonds (as defined in the Trust Agreement) who have filed their names and addresses with the Trustee for the purpose of receiving this report, the Governor of Ohio, the presiding officer of each house of the Ohio General Assembly, the Director of the Ohio Department of Development, the Superintendent of the Ohio Department of Commerce's Division of Liquor Control and the Director of the Office of Budget and Management.

At June 30, 2004, there were outstanding two classes of Obligations, as defined in the Trust Agreement. The first class, bonds issued under the Trust Agreement (the "Liquor Bonds"), are secured by the Pledged Receipts, as defined in the Trust Agreement, consisting primarily of Pledged Liquor Profits, as defined in the Trust Agreement. The second class consists of obligations issued under the Ohio Enterprise Bond Fund program ("OEBF and OEBF-Related bonds"). OEBF and OEBF-Related bonds are not secured by the Pledged Receipts. Part I of this report sets forth the information required by Section 18(e) of the Order with respect to the Liquor Bonds. Part II of this report sets forth the information required by Section 18(e) of the Order with respect to the OEBF and OEBF-Related Bonds.

Part I Liquor Bonds:

- 1) The following Liquor Bonds were sold by the Treasurer of State during the fiscal year:

\$50,000,000 of Taxable Development Assistance Bonds, Series 2004A (Innovation 166 Loan Program) by negotiated sale to an underwriting group consisting of R. W. Baird & Company and Seasongood & Mayer, LLC at a true interest cost rate of 5.434234%. The Series 2004A Bonds, dated September 9, 2004 and delivered September 9, 2004 were issued to provide monies to deposit into the State's Facilities Establishment Fund. The total interest over the 20-year life of the bond is \$36,528,932.73.

The Series 2004A Bonds mature and bear interest as follows:

<u>Payment Date</u>	<u>Principal</u>	<u>Rate</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Year Total</u>
04/01/05			1,524,854.23	1,524,854.23	1,524,854.23
10/01/05	1,275,000.00	4.0000%	1,358,781.00	2,633,781.00	
04/01/06			1,333,281.00	1,333,281.00	3,967,062.00
10/01/06	1,325,000.00	4.5000%	1,333,281.00	2,658,281.00	
04/01/07			1,303,468.50	1,303,468.50	3,961,749.50
10/01/07	1,380,000.00	4.7500%	1,303,468.50	2,683,468.50	
04/01/08			1,270,693.50	1,270,693.50	3,954,162.00
10/01/08	1,435,000.00	5.0000%	1,270,693.50	2,705,693.50	
04/01/09			1,234,818.50	1,234,818.50	3,940,512.00
10/01/09	1,500,000.00	5.5000%	1,234,818.50	2,734,818.50	
04/01/10			1,193,568.50	1,193,568.50	3,928,387.00
10/01/10	1,570,000.00	5.5000%	1,193,568.50	2,763,568.50	
04/01/11			1,150,393.50	1,150,393.50	3,913,962.00
10/01/11	1,680,000.00	5.5000%	1,150,393.50	2,830,393.50	
04/01/12			1,104,193.50	1,104,193.50	3,934,587.00
10/01/12	1,780,000.00	6.0000%	1,104,193.50	2,884,193.50	
04/01/13			1,050,793.50	1,050,793.50	3,934,987.00
10/01/13	1,885,000.00	6.0000%	1,050,793.50	2,935,793.50	
04/01/14			994,243.50	994,243.50	3,930,037.00
10/01/14	2,000,000.00	4.9600%	994,243.50	2,994,243.50	
04/01/15			944,643.50	944,643.50	3,938,887.00
10/01/15	2,120,000.00	5.1600%	944,643.50	3,064,643.50	
04/01/16			889,947.50	889,947.50	3,954,591.00
10/01/16	2,235,000.00	5.2700%	889,947.50	3,124,947.50	
04/01/17			831,055.25	831,055.25	3,956,002.75
10/01/17	2,355,000.00	5.3700%	831,055.25	3,186,055.25	
04/01/18			767,823.50	767,823.50	3,953,878.75
10/01/18	2,485,000.00	5.4400%	767,823.50	3,252,823.50	
04/01/19			700,231.50	700,231.50	3,953,055.00
10/01/19	2,620,000.00	5.4900%	700,231.50	3,320,231.50	
04/01/20			628,312.50	628,312.50	3,948,544.00
10/01/20	2,765,000.00	5.5400%	628,312.50	3,393,312.50	
04/01/21			551,722.00	551,722.00	3,945,034.50
10/01/21	4,465,000.00	5.5700%	551,722.00	5,016,722.00	
04/01/22			427,371.75	427,371.75	5,444,093.75
10/01/22	4,740,000.00	5.6100%	427,371.75	5,167,371.75	
04/01/23			294,414.75	294,414.75	5,461,786.50
10/01/23	5,035,000.00	5.6700%	294,414.75	5,329,414.75	
04/01/24			151,672.50	151,672.50	5,481,087.25
10/01/24	<u>5,350,000.00</u>	5.6700%	<u>151,672.50</u>	<u>5,501,672.50</u>	<u>5,501,672.50</u>
	50,000,000.00		36,528,932.73	86,528,932.73	86,528,932.73

- 2) At the end of the Fiscal Year, \$378,895,000.00 in principal amount of Liquor Bonds was outstanding.

3) During the Fiscal Year, \$6,645,000.00 in principal amount of Liquor Bonds was retired from moneys in the Bond Service Fund, as defined in the Trust Agreement, which moneys were derived primarily from Pledged Liquor Profits.

4) The amounts required for Bond Service Charges as defined in the Trust Agreement on such Liquor Bonds during the twelve-month period ending June 30, 2005 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
October 1, 2005	\$ 4,945,000.00	\$ 8,899,708.75	\$13,844,708.75
April 1, 2006	<u>3,435,000.00</u>	<u>8,753,154.75</u>	<u>12,188,154.75</u>
Total	\$ 8,380,000.00	\$17,652,863.50	26,032,863.50

5) Schedule A attached hereto sets forth information regarding deposits, disbursements and balances in the accounts in the Bond Service Fund at the end of the Fiscal Year.

Part II OEBF and OEBF- Related Bonds:

1) The following OEBF Bonds were sold during the Fiscal Year:

\$4,650,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2004-4 (Stone Container Corporation Project) (Taxable Bonds) to finance the costs to acquire equipment for use in the manufacturing of bag packaging at the facility in New Philadelphia, Ohio. The Bonds are dated September 22, 2004 and bear interest at a rate of 4.10% per annum, payable quarterly on March, June, September, and December 1, commencing December 1, 2004 and ending on September 11, 2011.

\$3,535,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2005-1 9Amantea Nonwovens, LLC Project) (Taxable Bonds) to finance a portion of the costs to acquire and construct a 77,000 square foot facility which includes 9.04 acres of land to manufacture nonwoven fabrics at the facility in Cincinnati, Ohio. The Bonds are dated February 10, 2005 and bear interest at a rate of 4.82% per annum, payable quarterly on March, June, September, and December 1, commencing June 1, 2005 and ending on March 1, 2015.

\$7,860,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2005-2 (Summit County Port Authority Project – The Goodyear Tire & Rubber Company) (Taxable Bonds) – to finance a portion of the costs related to the purchase, construction of certain utilities including steam generating equipment, compressed air equipment, chillers, and electric transmission and lighting equipment for the corporate headquarters and research and development facilities located in Akron, Ohio. The Bonds are dated May 12, 2005 and bear interest at a rate of 4.85% per annum, payable quarterly on March, June, September, and December 1, commencing September 1, 2005 and ending on June 1, 2014.

2) The total principal amount of OEBF Bonds outstanding at the end of the Fiscal Year was \$161,300,000.

- 3) The following OEBF Bonds were subject to mandatory redemption during the Fiscal Year:

<u>Transaction</u>	<u>09/01/04</u>	<u>12/01/04</u>	<u>03/01/05</u>	<u>06/01/05</u>
1988-1*	\$-0-	\$-0-	\$-0-	\$-0-
1989-1*	-0-	-0-	-0-	-0-
1989-2*	-0-	-0-	-0-	-0-
1989-3*	-0-	-0-	-0-	-0-
1989-4	145,000	150,000	155,000	160,000
1990-1	25,000	25,000	25,000	25,000
1991-1	30,000	30,000	35,000	35,000
1991-4	20,000	20,000	20,000	20,000
1991-5*	-0-	-0-	-0-	-0-
1991-7	-0-	20,000	-0-	20,000
1991-9	-0-	-0-	-0-	-0-
1993-5	100,000	105,000	105,000	110,000
1994-2*	-0-	-0-	-0-	-0-
1994-4	-0-	-0-	-0-	-0-
1994-5*	-0-	70,000	-0-	70,000
1994-6	-0-	85,000	-0-	90,000
1995-1**	-0-	80,000	-0-	80,000
1996-2	185,000	190,000	195,000	200,000
1998-1*	65,000	70,000	70,000	-0-
1998-2	15,000	15,000	15,000	15,000
1998-3*	90,000	90,000	90,000	-0-
1998-4*	90,000	95,000	95,000	95,000
1998-5	70,000	70,000	75,000	75,000
1999-1	30,000	30,000	30,000	30,000
1999-2	40,000	40,000	40,000	45,000
2000-1	40,000	40,000	40,000	40,000
2000-2	40,000	45,000	45,000	45,000
2001-1	75,000	75,000	75,000	80,000
2002-1	35,000	35,000	40,000	40,000
2002-2	240,000	245,000	250,000	250,000
2002-3	240,000	240,000	245,000	250,000
2002-4	-0-	-0-	-0-	50,000
2002-5	35,000	35,000	40,000	40,000
2002-6	-0-	65,000	-0-	65,000
2002-7	-0-	70,000	-0-	70,000
2003-1	305,000	305,000	310,000	315,000
2003-2	145,000	145,000	150,000	150,000
2003-3	-0-	-0-	-0-	-0-
2003-4	110,000	110,000	110,000	115,000
2003-5	120,000	125,000	125,000	125,000
2003-6	330,000	330,000	335,000	340,000
2004-1	-0-	-0-	-0-	-0-
2004-2	-0-	-0-	60,000	85,000
2004-3	-0-	-0-	-0-	295,000
2004-4	-0-	-0-	150,000	150,000
2005-1	-0-	-0-	-0-	-0-
2005-2	-0-	-0-	-0-	-0-

*Bond issue retired

**Bond issue defeased

- 4) No OEBF-Related Bonds were sold during the year:
- 5) The total principal amount of OEBF-Related Bonds outstanding at the end of the Fiscal Year was \$2,820,000.
- 6) The following OEBF-Related Bonds were subject to mandatory redemption during the Fiscal Year:

Series 2000-\$195,000 6/1/2005

- 7) OEBF and OEBF-Related Bonds are not issued under the Trust Agreement, and therefore:
 - a) There are no Bond Service Charges with respect to the OEBF or OEBF-Related Bonds.
 - b) No deposits were made to accounts in the Bond Service Fund with respect to OEBF or OEBF-Related Bonds.

Respectfully submitted,


JENNETTE B. BRADLEY
Treasurer of State of Ohio

Schedule A
Economic Development (Liquor Profits) Bond Service Fund
Statement of Activity
For the Fiscal Year ended June 30, 2005

Balance July 1, 2004	\$ 7,539,979.58
Accrued Interest from Sale of Bonds	0.00
Excess Issuance Cost Applied to Debt Service	1029.77
Amount Deposited from Pledged Liquor Receipts	25,429,817.37
Investment Earnings	167,301.52
Debt Service Payments	<u>(23,588,414.98)</u>
Balance June 30, 2005	\$ 9,549,713.26