

KEVIN L. BOYCE

OHIO TREASURER OF STATE



STATE OF OHIO
STATE ECONOMIC DEVELOPMENT BONDS

ANNUAL REPORT OF THE TREASURER OF STATE
FISCAL YEAR ENDING
JUNE 30, 2009

This annual report for the fiscal year ending June 30, 2009 (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 U.S. Bank, as successor 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.

As of June 30, 2009, there were two classes of Obligations outstanding, 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:

\$26,290,000 of Ohio Development Assistance Bonds, Series 2009A (Logistics and Distribution Program) (Tax-Exempt) by negotiated sale to an underwriting group consisting of Goldman, Sachs & Co., Siebert Brandford Shank & Co., LLC, Fifth Third Securities, Inc., and Merrill Lynch & Co. at a true interest cost rate of 3.520183%. The Series 2009A Bonds, dated June 18, 2009 and delivered June 18, 2009 were issued to provide monies to deposit into the State's Logistics and Distribution Fund, for use in making loans to persons for the purpose of paying Allowable Costs of Eligible Logistics and Distribution Projects. The total interest over the 12-year life of the bond is \$9,091,864.86.

\$23,710,000 of Ohio Taxable Development Assistance Bonds, Series 2009B (Logistics and Distribution Program) (Federally Taxable - Build America Bonds - Direct Payment) by negotiated sale to an underwriting group consisting of Goldman, Sachs & Co., Siebert Brandford Shank & Co., LLC, Fifth Third Securities, Inc., and Merrill Lynch & Co. at a true interest cost rate of 4.255824%. The Series 2009B Bonds, dated June 18, 2009 and delivered June 18, 2009 were issued to provide monies to deposit into the State's Logistics and Distribution Infrastructure Fund, for use in making loans to persons for the purpose of paying Allowable Costs of Eligible Logistics and Distribution Projects. The total interest over the 19-year life of the bond is \$25,036,555.62.

- 2) At the end of Fiscal Year 2009, \$335,225,000 in principal amount of Liquor Bonds was outstanding.
- 3) During Fiscal Year 2009, \$11,830,000 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, 2010 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
October 1, 2009	\$ 9,965,000.00	\$ 8,901,387.25	\$ 18,866,387.25
April 1, 2010	\$ 2,585,000.00	\$ 10,716,118.73	\$ 13,301,118.73
Total	\$ 12,550,000.00	\$ 19,617,505.98	\$ 32,167,505.98

- 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 2009.

Part II OEBF and OEBF-Related Bonds:

1) The following OEBF Bonds were sold during Fiscal Year 2009:

4,390,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2008-2 (TECHNIGRAPHICS INC., PROJECT) (Taxable Bonds) to finance a portion of the costs of constructing, equipping and improving a 25,600 square foot building adjacent to the Borrower's existing corporate headquarters in Wooster, Ohio that will house additional production lines. The Bonds are dated 7/9/2008 and bear interest at 6.45% per annum payable quarterly in March, June, September and December, commencing September 1, 2008 and ending June 1, 2024.

3,420,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2008-3 (Sigma OH Industries Inc. Project) (Taxable Bonds) for the purpose of providing funds to the Company to finance a portion of the costs to acquire the site, facilities and certain equipment to be located at the Company facilities in Ashtabula and Village of Jefferson, Ashtabula County, Ohio, all to be owned by the Company for use as a facility for the purpose of manufacturing. The Bonds are dated August 22, 2008 and bear interest at 5.75% & 6.50% per annum, payable quarterly in March, June, September and December, commencing December 1, 2008 and ending December 1, 2014 & June 1, 2023.

4,000,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2008-4 (Xunlight Corporation Project) (Taxable Bonds) to finance a portion of the costs of development, engineering and construction of a 25 mega-watt production line to be used to produce thin film at facilities in Toledo, Lucas County, Ohio. The Bonds are dated December 18, 2008 and bear interest at 7.75% per annum payable quarterly in March, June, September and December, commencing March 1, 2009 and ending December 1, 2015.

4,545,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2009-1 (Ohio Metal Technologies, Inc.) (Tax-Exempt Bonds) for use in the manufacturing of constant velocity joints used in the automotive industry at the Borrower's facility located in Hebron, Ohio. The Bonds are dated April 8, 2009 and bear interest at 3.25 %, 4.25% & 4.75% per annum payable semi-annually in June and December, commencing June 1, 2009 and ending December 1, 2012, December 1, 2015 and December 1, 2018.

11,605,000 State of Ohio Economic Development Revenue Bonds (Ohio Enterprise Bond Fund) Series 2009-2 (HCR Manor Care Services, Inc. Project) (Taxable Bonds) for the acquisition of a 220,000 square foot corporate headquarters building and approximately 1.5 acres of real property in the City of Toledo. The Bonds are dated April 28, 2009 and bear interest at 8.00% per annum payable quarterly in March, June, September and December, commencing June 1, 2009 and ending March 1, 2029.

- 2) The total principal amount of OEBF Bonds outstanding at the end of the Fiscal Year was \$169,665,000.
- 3) Schedule B attached hereto set forth the OEBF Bonds that were subject to mandatory redemption during Fiscal Year 2009.
- 4) No OEBF-Related Bonds were sold during Fiscal Year 2009.
- 5) The total principal amount of OEBF-Related Bonds outstanding at the end of the Fiscal Year 2009 was \$0.
- 6) No OEBF-Related Bond were subject to mandatory redemption during Fiscal Year 2009.
- 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 and OEBF-Related Bonds.

Respectfully submitted,



KEVIN L. BOYCE

Treasurer of State of Ohio

Schedule A

Economic Development (Liquor Profits)
Bond Service Fund
Statement of Activity
For the Fiscal Year ending
June 30, 2009

Balance July 1, 2008	\$ 13,397,648.39
Net Premium from Sale of Bonds applied to Bond Service	1,449,078.00
Amount Deposited from Pledged Liquor Receipts	30,417,755.29
Investment Earnings	116,105.01
Debt Service Payments	<u>(30,089,924.50)</u>
Balance June 30, 2009	\$ 15,290,662.19 *

* Balance excludes \$129,341.79 reserved for cost of issuance on Series 2009 A&B

Schedule B

OEBF Bonds subject to mandatory redemption during FY2009

<u>Transaction</u>	<u>9/1/2008</u>	<u>12/1/2008</u>	<u>3/1/2009</u>	<u>6/1/2009</u>
1988-1 *	\$ -	\$ -	\$ -	\$ -
1989-1 *	-	-	-	-
1989-2 *	-	-	-	-
1989-3 *	-	-	-	-
1989-4 * House of LaRose(East 49th).....	-	-	-	-
1990-1 * Erie Terminal.....	-	-	-	-
1991-1 Kinetic Noise Control.....	45,000.00	45,000.00	50,000.00	50,000.00
1991-4 * Atlas Technical Finishes, Inc.....	-	-	-	-
1991-5 * Royal Appliance Manufacturing.....	-	-	-	-
1991-7 Burrows Paper Corporation.....	-	25,000.00	-	30,000.00
1991-9 Royal Appliance Manufacturing.....	-	-	-	-
1993-5 Foremost Mgmt.	140,000.00	145,000.00	145,000.00	150,000.00
1994-2 * Cheryl & Co.....	-	-	-	-
1994-4 Orlando Baking Co.....	-	175,000.00	-	180,000.00
1994-5 * Consolidated Biscuit, Inc.....	-	-	-	-
1994-6 Progressive Plastic Products.....	-	115,000.00	-	120,000.00
1995-1 ** J.J. & W. Partnership.....	-	-	-	-
1996-2 Ohio Coatings, Co.....	265,000.00	270,000.00	275,000.00	280,000.00
1998-1 * General Casting Company.....	-	-	-	-
1998-2 * Hamilton CIC.....	-	-	-	-
1998-3 * E-BEAM.....	-	-	-	-
1998-4 * OCHS Industries, Inc.....	-	-	-	-
1998-5 Toledo Lucas County Port Authority....	95,000.00	95,000.00	100,000.00	100,000.00
1999-1 NEO Beam Inc.....	40,000.00	40,000.00	45,000.00	45,000.00
1999-2 Euclid & Wickliffe Services.....	55,000.00	55,000.00	60,000.00	60,000.00
2000-1 Scotts-Union Co	55,000.00	60,000.00	60,000.00	60,000.00
2000-2 Timken Latrobe.....	60,000.00	60,000.00	60,000.00	65,000.00
2001-1 Girindus.....	100,000.00	100,000.00	100,000.00	105,000.00
2002-1 Seaman Corporation.....	50,000.00	50,000.00	50,000.00	50,000.00
2002-2 Alloy Polymers, Inc.....	310,000.00	315,000.00	320,000.00	-
2002-3 Milacron Inc.....	305,000.00	310,000.00	315,000.00	320,000.00
2002-4 Astro Instrumentation LLC.....	-	55,000.00	-	60,000.00
2002-5 Dana Corporation.....	45,000.00	45,000.00	50,000.00	50,000.00
2002-6 Farber Development I, LLC.....	-	75,000.00	-	75,000.00
2002-7 Kahiki Foods.....	-	85,000.00	-	85,000.00
2003-1 Trillium -St. Bernard.....	365,000.00	370,000.00	375,000.00	380,000.00
2003-2 EXAL Corporation.....	165,000.00	170,000.00	170,000.00	170,000.00
2003-3 * Patheon Pharmaceuticals Inc.	-	-	-	-
2003-4 Burrows Paper Corporation.....	135,000.00	135,000.00	140,000.00	140,000.00
2003-5 Heidtman Steel.....	\$ 150,000.00	\$ 155,000.00	\$ 155,000.00	\$ 160,000.00

(Continued)

Schedule B

OEBF Bonds subject to mandatory redemption during FY2009

(Continued)

	<u>Transaction</u>	<u>9/1/2008</u>	<u>12/1/2008</u>	<u>3/1/2009</u>	<u>6/1/2009</u>
2003-6	Alliance Castings.....	\$ 385,000.00	\$ 390,000.00	\$ 390,000.00	\$ 395,000.00
2004-1 **	Engineered Plastics.....	-	-	-	-
2004-2	Luigino's, Inc.....	100,000.00	100,000.00	100,000.00	100,000.00
2004-3	SUMCO Phoenix Inc.....	340,000.00	340,000.00	345,000.00	350,000.00
2004-4 *	Stone Container.....	-	-	-	-
2005-1	Amantea Nonwovens, LLC.....	90,000.00	90,000.00	90,000.00	95,000.00
2005-2	Goodyear.....	195,000.00	195,000.00	200,000.00	200,000.00
2005-3	Taylor Chair.....	-	80,000.00	-	80,000.00
2005-4	Dover Chemical.....	285,000.00	290,000.00	295,000.00	295,000.00
2005-5	Owens-Illinois.....	95,000.00	95,000.00	95,000.00	100,000.00
2006-1	Lockheed Martin.....	180,000.00	180,000.00	180,000.00	185,000.00
2006-2	Hearth Grains.....	75,000.00	75,000.00	80,000.00	80,000.00
2006-3	EXAL Corporation.....	105,000.00	110,000.00	110,000.00	110,000.00
2006-4	Associated Hygienic Prod.....	185,000.00	185,000.00	190,000.00	195,000.00
2006-5	Clopay.....	90,000.00	95,000.00	95,000.00	95,000.00
2007-1	Appleton Papers.....	130,000.00	195,000.00	200,000.00	200,000.00
2007-2A	GHF Properties, LLC.....	-	-	-	-
2007-2B	GHF Properties, LLC.....	-	30,000.00	-	190,000.00
2008-1	Anchor Acquisition, LLC.....	-	-	-	-
2008-2	TechniGraphics, Inc.....	-	-	-	40,000.00
2008-3	Sigma OH Ind.....	-	15,000.00	50,000.00	50,000.00
2008-4	Xunlight Corp	-	-	-	-
2009-1	Ohio Metal Technologies.....	-	-	-	-
2009-2	HCR Manor Care Services Inc.....	\$ -	\$ -	\$ -	\$ -

* Bond issue retired

** Bond issue defeased