

STATE OF OHIO  
REVITALIZATION PROJECT REVENUE BONDS  
ANNUAL REPORT OF THE TREASURER OF STATE  
FISCAL YEAR ENDING  
JUNE 30, 2011

This annual report for the fiscal year ending June 30, 2011 ("Fiscal Year") is prepared pursuant to Section 18(e) of the General Bond Order ("Order") contained in the Trust Agreement, dated as of October 1, 2002 ("Trust Agreement"), between the State of Ohio and Bank of New York, (successor to Fifth Third Bank, Cincinnati), as trustee ("Trustee"), and shall be submitted to the Trustee, the Original Purchasers (as defined in the Trust Agreement), each Bondholder (as defined in the Trust Agreement) who has filed his name and address 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 Development, the Superintendent of Liquor Control and the Director of Budget and Management.

The State of Ohio Revitalization Project financing to which this report relates is that authorized in Section 151.40 of the Ohio Revised Code ("Revitalization Act"). That financing is primarily payable from and secured by a pledge of the receipts of the State representing the gross profit on the sale of spirituous liquor ("Pledged Liquor Profits"), subject to the priority of the pledge of those profits to obligations issued and to be issued pursuant to Chapter 166 of the Ohio Revised Code ("Development Assistance Act") as provided in the Revitalization Act and the Trust Agreement. The revitalization purposes include generally providing for and enabling the environmentally safe and productive development and use or reuse of publicly and privately owned lands by the remediation or cleanup, or planning and assessment for remediation or cleanup, of contamination, or addressing, by clearance, land acquisition or assembly, infrastructure, or otherwise, that or other property conditions or circumstances that may be deleterious to the public health and safety and the environment and water and other natural resources, or that preclude or inhibit environmentally sound or economic use or rescue of the property.

The Revitalization Act authorizes the Treasurer of State, as the issuing authority, to issue bonds and notes ("Obligations") of the State needed, as certified to the Treasurer by the Clean Ohio Council, to provide moneys in and for the purposes of the Clean Ohio Revitalization Fund (created by Section 122.658 of the Ohio Revised Code) and to refund Obligations previously issued for the purpose.

Constitution and division (B)(2) of Section 2q of Article VIII of the Ohio Constitution, authorizes the issuance of not more than \$400,000,000.00 principal amount of Obligations may be outstanding in accordance with their terms at any time. At this time, the General Assembly has only authorized \$300,000,000.

In February 2009, the United States Congress enacted the American Recovery and Reinvestment Act ("Act"), certain provisions of which pertain to the issuance of municipal bonds. During the reporting period ending June 30, 2010, bonds were issued under a new class of taxable governmental bonds created in the Act entitled "Build America Bonds - Direct Payment" ("BABs"). BABs are taxable obligations that provide for the issuer to receive a payment from the United States Treasury equal to thirty-five percent (35%) of the applicable interest, on or about each interest payment date. Issuances of BABs are represented on a gross basis, exclusive of expected direct payments from the United States Treasury. A new schedule has been incorporated within this report detailing payments expected and received from the United States Treasury.

1) During Fiscal Year 2011, the following Revitalization Project Revenue Bonds were sold:

On June 1, 2011, the Treasurer of State sold by negotiated sale \$50,000,000 State of Ohio Revitalization Project Bond Anticipation Notes, Series 2011A ("Series 2011A Notes") to an underwriting group consisting of BofA Merrill Lynch, KeyBanc Capital Markets Inc., RBC Capital Markets, Baird, and Ross, Sinclaire & Associates, LLC at a true interest cost rate of 0.598446%. The Series 2011A Notes, dated June 9, 2011 and delivered June 9, 2011, were issued to provide moneys for the Clean Ohio Revitalization Fund for the purpose of paying costs of providing for and enabling the environmentally safe and productive development, use or reuse of publically and privately owned lands in the State of Ohio. The total interest over the 1-year life of the notes is \$171,174.86.

Schedule A attached hereto sets forth the dates and the bonds anticipated by the Series 2011A Notes mature and bear interest in accordance with the Series Bond Order 1-11.

2) At the end of Fiscal Year 2011, \$204,295,000 in principal amount of Revitalization Project Bonds was outstanding.

3) During Fiscal Year 2011, \$8,765,000 principal amount of Revitalization Project Bonds was

4) The amounts required for Bond Service Charges as defined in the Trust Agreement on such Revitalization Project Bonds during the twelve-month period ending June 30, 2012 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
October 1, 2011	\$ 8,700,000.00	\$ 3,501,045.13	\$ 12,201,045.13
April 1, 2012	\$ 3,020,000.00	\$ 3,352,901.38	\$ 6,372,901.38
Total	<u>\$ 11,720,000.00</u>	<u>\$ 6,853,946.51</u>	<u>\$ 18,573,946.51</u>

5) Schedule B 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.

6) Schedules C and D attached hereto set forth information regarding Build America Bond Issuances.

Respectfully submitted,

  


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 JOSH MANDEL  
 State Treasurer of Ohio

## Schedule A

### Revitalization Project Bond Service Fund

#### Bonds Anticipated by the Series 2011A Notes

Bonds mature and bear interest as follows:

<u>PAYMENT DATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>
10/01/12	2,915,000.00	833,333.33	3,748,333.33
04/01/13	-	1,177,125.00	1,177,125.00
10/01/13	2,635,000.00	1,177,125.00	3,812,125.00
04/01/14	-	1,111,250.00	1,111,250.00
10/01/14	2,770,000.00	1,111,250.00	3,881,250.00
04/01/15	-	1,042,000.00	1,042,000.00
10/01/15	2,915,000.00	1,042,000.00	3,957,000.00
04/01/16	-	969,125.00	969,125.00
10/01/16	3,065,000.00	969,125.00	4,034,125.00
04/01/17	-	892,500.00	892,500.00
10/01/17	3,220,000.00	892,500.00	4,112,500.00
04/01/18	-	812,000.00	812,000.00
10/01/18	3,385,000.00	812,000.00	4,197,000.00
04/01/19	-	727,375.00	727,375.00
10/01/19	3,560,000.00	727,375.00	4,287,375.00
04/01/20	-	638,375.00	638,375.00
10/01/20	3,740,000.00	638,375.00	4,378,375.00
04/01/21	-	544,875.00	544,875.00
10/01/21	3,935,000.00	544,875.00	4,479,875.00
04/01/22	-	446,500.00	446,500.00
10/01/22	4,135,000.00	446,500.00	4,581,500.00
04/01/23	-	343,125.00	343,125.00
10/01/23	4,350,000.00	343,125.00	4,693,125.00
04/01/24	-	234,375.00	234,375.00
10/01/24	4,570,000.00	234,375.00	4,804,375.00
04/01/25	-	120,125.00	120,125.00
10/01/25	4,805,000.00	120,125.00	4,925,125.00
	<u>\$ 50,000,000.00</u>	<u>\$ 18,950,833.33</u>	<u>\$ 68,950,833.33</u>

**Schedule B**

Revitalization Project  
Bond Service Fund

Statement of Activity  
For the Fiscal Year ending  
June 30, 2011

<b>Balance July 1, 2010</b> .....	<u>\$ 8,482,151.90</u>
Net Premium from sale of Series 2011A Bond Anticipation Notes	-
Amount Deposited from Pledged Liquor Receipts	18,377,223.05
Funds reserved for arbitrage calculation and payment	43,380.10
Investment Earnings	4,252.02
Debt Service Payments	(16,264,957.59)
Trust cash earnings used toward debt service	<u>(66.43)</u>
<b>Balance June 30, 2011</b> .....	<u><u>\$ 10,641,983.05</u></u>

**Schedule C**

Revitalization Project Revenue Bonds  
Bond Service Fund

Schedule of American Recovery and Reinvestment Act Bonds  
For the Fiscal Year ending  
June 30, 2011

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**BUILD AMERICA BONDS - DIRECT PAYMENTS**

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Name	Issue Date	First Payment Date	Final Payment Date	Original Principal	Original Interest	Total Payments Expected	Payments Received Through 06/30/11	Remaining Payments Expected
Series 2010B.....	02/18/10	10/01/10	10/01/25	26,625,000.00	18,984,676.58	6,644,636.80	579,219.97	6,065,416.83
<b>TOTAL</b>				<b>\$ 26,625,000.00</b>	<b>\$ 18,984,676.58</b>	<b>\$ 6,644,636.80</b>	<b>\$ 579,219.97</b>	<b>\$ 6,065,416.83</b>

## Schedule D

### Revitalization Project Bond Service Fund

#### Series 2010 B

Bonds mature and bear interest as follows:

PAYMENT DATE	2010B PRINCIPAL	2010B INTEREST	BABs SUBSIDY	NET DEBT SERVICE
10/01/10	-	915,746.56	(320,511.30)	595,235.26
04/01/11		739,167.63	(258,708.67)	480,458.96
10/01/11	-	739,167.63	(258,708.67)	480,458.96
04/01/12		739,167.63	(258,708.67)	480,458.96
10/01/12	-	739,167.63	(258,708.67)	480,458.96
04/01/13		739,167.63	(258,708.67)	480,458.96
10/01/13	-	739,167.63	(258,708.67)	480,458.96
04/01/14		739,167.63	(258,708.67)	480,458.96
10/01/14	-	739,167.63	(258,708.67)	480,458.96
04/01/15		739,167.63	(258,708.67)	480,458.96
10/01/15	-	739,167.63	(258,708.67)	480,458.96
04/01/16		739,167.63	(258,708.67)	480,458.96
10/01/16	-	739,167.63	(258,708.67)	480,458.96
04/01/17		739,167.63	(258,708.67)	480,458.96
10/01/17	-	739,167.63	(258,708.67)	480,458.96
04/01/18		739,167.63	(258,708.67)	480,458.96
10/01/18	-	739,167.63	(258,708.67)	480,458.96
04/01/19		739,167.63	(258,708.67)	480,458.96
10/01/19	3,410,000.00	739,167.63	(258,708.67)	3,890,458.96
04/01/20		650,831.58	(227,791.05)	423,040.53
10/01/20	3,530,000.00	650,831.58	(227,791.05)	3,953,040.53
04/01/21		556,739.43	(194,858.80)	361,880.63
10/01/21	3,655,000.00	556,739.43	(194,858.80)	4,016,880.63
04/01/22		457,305.15	(160,056.80)	297,248.35
10/01/22	3,790,000.00	457,305.15	(160,056.80)	4,087,248.35
04/01/23		352,113.70	(123,239.80)	228,873.90
10/01/23	3,930,000.00	352,113.70	(123,239.80)	4,158,873.90
04/01/24		241,071.55	(84,375.04)	156,696.51
10/01/24	4,075,000.00	241,071.55	(84,375.04)	4,231,696.51
04/01/25		123,894.93	(43,363.23)	80,531.70
10/01/25	4,235,000.00	123,894.93	(43,363.23)	4,315,531.70
	\$ 26,625,000.00	\$ 18,984,676.58	\$ (6,644,636.80)	\$ 38,965,039.78