



SEMI-ANNUAL REPORT
FOR THE PERIOD JULY 1, 2010
THROUGH DECEMBER 31, 2010

Unaudited

FEBRUARY 14, 2011

State of Ohio

Commissioners of the Sinking Fund

Dave Yost
Auditor of State

President

Term beginning January 10, 2011

Jon Husted
Secretary of State

Secretary

Term beginning January 10, 2011

John Kasich
Governor

Member

Term beginning January 10, 2011

Josh Mandel
Treasurer of State

Member

Term beginning January 10, 2011

Mike DeWine
Attorney General

Member

Term beginning January 10, 2011

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**STATE OF OHIO
BOARD OF COMMISSIONERS OF THE SINKING FUND**

30 East Broad Street, 9th Floor
Columbus, Ohio 43215

614.466.7752
614.752.8461 (FAX)

February 14, 2011

The Honorable John Kasich, Governor and
The Honorable Members of the Ohio General Assembly

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

The Commission prepared this report, which covers general obligation bond balances and activity, as of and for the six months ended December 31, 2010, on the cash basis of accounting. All information presented herein is unaudited.

Brief summaries on the status of the State's general obligation bonds, debt service requirements, and funding sources, as of December 31, 2010, and the changes in debt principal, including issuances and maturities, interest and accreted principal paid, and net interest rate swap receipts realized and net interest rate swap payments made, for the period, July 1, 2010 through December 31, 2010, immediately follow this letter. The report also presents more detailed descriptions and financial information on the ten types of outstanding general obligation bonds and their associated debt service funds as well as historical information on past general obligation bond issues, which have been retired.

During the six-month period ended December 31, 2010, the following officials served on the Commission: Mary Taylor, Auditor of State and Commission President; Jennifer Brunner, Secretary of State and Commission Secretary; Ted Strickland, Governor of State, member; Kevin L. Boyce, Treasurer of State, member; and Richard Cordray, Attorney General of State, member. The Commission did not convene any meetings during this reporting period.

This semi-annual report is designed to provide the State of Ohio's citizens, taxpayers, customers, investors and creditors with a general overview of the State's general obligation bonds and to demonstrate accountability for the money the State borrows. Questions regarding any of the information provided in this report or requests for additional information should be addressed to the Sinking Fund Commission, 30 East Broad Street, 9th Floor, Columbus, Ohio 43215, or by e-mail at treasurer@tos.ohio.gov.

Respectfully Submitted,



Dave Yost, Auditor of State
President



Jon Husted, Secretary of State
Secretary



Josh Mandel, Treasurer of State
Member



John Kasich, Governor of State
Member



Mike DeWine, Attorney General of State
Member

STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of DECEMBER 31, 2010

| | HIGHWAY CAPITAL IMPROVEMENTS BONDS Section 2m of Article VIII, Ohio Constitution 11/7/1995 | COAL RESEARCH AND DEVELOPMENT BONDS Section 15 of Article VIII, Ohio Constitution 11/5/1985 | NATURAL RESOURCES CAPITAL FACILITIES BONDS Section 2l of Article VIII, Ohio Constitution 11/2/1993 |
|--|---|--|---|
| Legal Authority & Date of Voter Authorization | | | |
| Bonds Authorized | \$ 2,772,000,000 | \$ 231,000,000 | \$ 350,000,000 |
| Bonds Issued (A) | 2,290,000,000 | 198,000,000 | 325,000,000 |
| Bonds Authorized, but not Issued | 482,000,000 | 33,000,000 | 25,000,000 |
| Bonds Matured | 1,405,500,000 | 143,990,000 | 190,540,000 |
| Outstanding Bonded Debt (B) | 885,110,000 | 24,010,000 | 137,870,000 |
| Total Interest Cost to Maturity | 645,430,421 | 46,164,830 | 113,720,307 |
| Interest Paid through 12/31/10 | 436,611,706 | 43,268,363 | 86,480,078 |
| Remaining Interest through Maturity | 208,818,715 | 2,896,467 | 27,240,229 |
| Original Discount on Capital Appreciation Bonds..... | - | - | - |
| Accreted Principal Paid through 12/31/10 | - | - | - |
| Remaining Discount through Maturity | - | - | - |
| Cash Balance in Bond Service Fund | 84,458,423 | 17,581 | 4 |
| Final Maturity Date | 5/1/2025 | 8/1/2019 | 4/1/2024 |
| Funding Source(s) | Highway Use Tax, Gasoline Tax & International Registration Plan Fees | General Revenue Fund Appropriation | General Revenue Fund Appropriation |

| | COMMON SCHOOLS CAPITAL FACILITIES BONDS Section 2n of Article VIII, Ohio Constitution 11/2/1999 | HIGHER EDUCATION CAPITAL FACILITIES BONDS Section 2n of Article VIII, Ohio Constitution 11/2/1999 | PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS Section 2m of Article VIII, Ohio Constitution 11/3/1987 |
|--|--|--|---|
| Legal Authority & Date of Voter Authorization | | | |
| Bonds Authorized (D) | \$ 3,870,000,000 | \$ 2,613,000,000 | \$ 3,000,000,000 |
| Bonds Issued (A) | 3,290,000,000 | 2,300,000,000 | 2,759,986,135 |
| Bonds Authorized, but not Issued | 580,000,000 | 313,000,000 | 240,013,865 |
| Bonds Matured | 650,980,000 | 516,805,000 | 1,228,802,244 |
| Outstanding Bonded Debt (B) | 2,594,545,000 | 1,763,720,000 | 1,523,489,721 |
| Total Interest Cost to Maturity (C) | 1,782,762,601 | 1,289,014,822 | 1,409,748,866 |
| Interest Paid through 12/31/10 | 846,250,652 | 582,905,154 | 820,723,972 |
| Remaining Interest through Maturity (C) | 936,511,949 | 706,109,668 | 589,024,894 |
| Original Discount on Capital Appreciation Bonds | - | - | 281,518,034 |
| Accreted Principal Paid through 12/31/10 | - | - | 199,737,756 |
| Remaining Discount through Maturity | - | - | 81,780,278 |
| Cash Balance in Bond Service Fund | 16,712 | 4,252 | 1,483 |
| Final Maturity Date | 9/15/2026 | 11/1/2026 | 9/1/2030 |
| Funding Source(s) | General Revenue Fund Appropriation & Net Lottery Proceeds | General Revenue Fund Appropriation | General Revenue Fund Appropriation |

(continued)

STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of DECEMBER 31, 2010
(Continued)

| | CONSERVATION PROJECTS BONDS Section 2o of Article VIII, Ohio Constitution 11/7/2000 | THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECT BONDS Section 2p of Article VIII, Ohio Constitution 11/8/2005 | THIRD FRONTIER JOB READY SITE DEVELOPMENT BONDS Section 2p of Article VIII, Ohio Constitution 11/8/2005 |
|--|--|--|--|
| Legal Authority & Date of Voter Authorization | | | |
| Bonds Authorized | \$ 300,000,000 | \$ 450,000,000 | \$ 150,000,000 |
| Bonds Issued (A) | 250,000,000 | 330,700,000 | 75,000,000 |
| Bonds Authorized, but not Issued | 50,000,000 | 119,300,000 | 75,000,000 |
| Bonds Matured | 62,515,000 | 51,855,000 | 13,035,000 |
| Outstanding Bonded Debt (B) | 187,410,000 | 278,845,000 | 61,965,000 |
| Total Interest Cost to Maturity | 94,561,591 | 78,175,998 | 16,723,244 |
| Interest Paid through 12/31/10 | 44,212,837 | 21,950,432 | 5,162,049 |
| Remaining Interest through Maturity | 50,348,754 | 56,225,566 | 11,561,196 |
| Original Discount on Capital Appreciation Bonds..... | - | - | - |
| Accreted Principal Paid through 12/31/10 | - | - | - |
| Remaining Discount through Maturity | - | - | - |
| Cash Balance in Bond Service Fund | 1,108 | 0 | 0 |
| Final Maturity Date | 3/1/2024 | 11/1/2020 | 11/1/2019 |
| Funding Source(s) | General Revenue Fund Appropriation | General Revenue Fund Appropriation | General Revenue Fund Appropriation |

| | PERSIAN GULF, AFGHANISTAN & IRAQ CONFLICTS COMPENSATION BONDS Section 2r of Article VIII, Ohio Constitution 11/9/2009 |
|--|--|
| Legal Authority & Date of Voter Authorization | |
| Bonds Authorized | \$ 200,000,000 |
| Bonds Issued (A) | 50,000,000 |
| Bonds Authorized, but not Issued | 150,000,000 |
| Bonds Matured | - |
| Outstanding Bonded Debt..... | 50,000,000 |
| Total Interest Cost to Maturity | 18,533,301 |
| Interest Paid through 12/31/10 | - |
| Remaining Interest through Maturity | 18,533,301 |
| Original Discount on Capital Appreciation Bonds..... | - |
| Accreted Principal Paid through 12/31/10 | - |
| Remaining Discount through Maturity | - |
| Cash Balance in Bond Service Fund | 11,109 |
| Final Maturity Date | 4/1/2025 |
| Funding Source(s) | General Revenue Fund Appropriation |

(continued)

STATE OF OHIO
SCHEDULE OF GENERAL OBLIGATION BONDS
As of DECEMBER 31, 2010
(Continued)

Notes:

- (A) The "Bonds Issued" balance includes bonds issued and refunded, but excludes refunding bonds in cases when issued. Also, not more than
- \$220 million in Highway Capital Improvements Bonds may be issued in any year.
 - \$50 million in Natural Resources Capital Facilities Bonds may be issued in any fiscal year.
 - \$120 million in Public Infrastructure Capital Improvements Bonds may be issued annually through fiscal year 2012 and not more than \$150 million may be issued annually in fiscal years 2013 through 2017.
 - \$50 million in Conservation Projects Bonds may be issued in any fiscal year.
 - \$450 million in Third Frontier Research and Development Projects Bonds may be issued for the period including state fiscal years 2006 through 2011 and not more than \$225 million in fiscal year 2012, and no more than \$175 million may be issued in any other fiscal year.
 - \$30 million in Third Frontier Job Ready Site Development Bonds may be issued in each of the first three fiscal years and not more than \$15 million in any other fiscal year.
- (B) The "Outstanding Bonded Debt" balance excludes bonds refunded, but includes refunding bonds in cases when issued. Also, not more than
- \$1.2 billion in Highway Capital Improvements Bonds may be outstanding at any time.
 - \$100 million in Coal Research and Development Bonds may be outstanding at any time.
 - \$200 million in Natural Resources Capital Facilities Bonds may be outstanding at any time.
 - \$400 million in Conservation Projects Bonds may be outstanding at any time.
- (C) The "Total Interest Cost to Maturity" and "Remaining Interest through Maturity" balances for the Common Schools Capital Facilities Bonds and the Public Infrastructure Capital Improvements Bonds include estimates for interest payable on variable rate bonds in the future.
- (D) The amounts of general obligations authorized for Common Schools Facilities and for Higher Education Facilities have been reduced by \$800 million and \$950 million, respectively, as a result of proceeds generated by the Buckeye Tobacco Settlement Financing Authority, which will be used to fund such purposes in lieu of bonded debt until all proceeds are expended.

STATE OF OHIO
SCHEDULE OF CHANGES IN GENERAL OBLIGATION DEBT PRINCIPAL, INTEREST
AND ACCRETED PRINCIPAL PAID, AND NET INTEREST RATE SWAP TRANSACTIONS
For the Six Months Ended DECEMBER 31, 2010

| | | |
|--|----------------------|-------------------------|
| <i>Outstanding General Obligation Bond Principal, July 1, 2010:</i> | | |
| Highway Capital Improvements Bonds | \$ 709,500,000 | |
| Coal Research and Development Projects Bonds | 28,245,000 | |
| Natural Resources Capital Facilities Bonds | 151,750,000 | |
| Common Schools Capital Facilities Bonds | 2,626,980,000 | |
| Higher Education Capital Facilities Bonds | 1,484,425,000 | |
| Public Infrastructure Capital Improvements Bonds | 1,578,920,636 | |
| Conservation Projects Bonds | 192,840,000 | |
| Third Frontier Research & Development Projects Bonds | 211,845,000 | |
| Third Frontier Job Ready Site Development Bonds..... | 63,965,000 | |
| Veteran's Compensation Bonds..... | - | |
| <i>Total Outstanding, July 1, 2010.....</i> | <u>7,048,470,636</u> | |
| <i>General Obligation Bonds Issued - July 1 through December 31, 2010:</i> | | |
| | | <u>Date of Issue</u> |
| Veteran's Compensation Bonds, Series 2010..... | 50,000,000 | August 12, 2010 |
| Common Schools Capital Facilities Bonds, Series 2010C..... | 129,340,000 | October 8, 2010 |
| Conservation Projects Bonds, Series 2010A..... | 26,120,000 | October 8, 2010 |
| Higher Education Capital Facilities Bonds, Series 2010C..... | 98,560,000 | October 8, 2010 |
| Public Infrastructure Capital Improvements Bonds, Series 2010D..... | 14,950,000 | October 8, 2010 |
| Highway Capital Improvements Bonds, Series N..... | 29,825,000 | October 20, 2010 |
| Highway Capital Improvements Bonds, Series O*..... | 145,175,000 | October 20, 2010 |
| Highway Capital Improvements Bonds, Series P..... | 32,610,000 | October 20, 2010 |
| Third Frontier Research & Development Bonds, Series 2010A..... | 22,995,000 | October 29, 2010 |
| Third Frontier Research & Development Bonds, Series 2010B*..... | 52,005,000 | October 29, 2010 |
| Higher Education Capital Facilities Bonds, Series 2010D..... | 4,535,000 | December 3, 2010 |
| Higher Education Capital Facilities Bonds, Series 2010E*..... | 295,465,000 | December 3, 2010 |
| <i>Total Issuances.....</i> | <u>901,580,000</u> | |
| <i>General Obligation Bonds Refunded - July 1 through December 31, 2010:</i> | | |
| | | <u>Date Refunded</u> |
| Common Schools Capital Facilities Bonds..... | 141,335,000 | October 8, 2010 |
| Higher Education Capital Facilities Bonds..... | 103,210,000 | October 8, 2010 |
| Conservation Projects Bonds | 25,440,000 | October 8, 2010 |
| Public Infrastructure Capital Improvements Bonds | 14,185,000 | October 8, 2010 |
| Highway Capital Improvement Bonds..... | 32,000,000 | October 20, 2010 |
| <i>Total Refunded.....</i> | <u>316,170,000</u> | |
| <i>General Obligation Bonds Matured - July 1 through December 31, 2010:</i> | | |
| Coal Research and Development Bonds: | | <u>Date of Maturity</u> |
| Series F..... | 1,680,000 | August 1, 2010 |
| Series G..... | 1,630,000 | August 1, 2010 |
| Series I..... | 925,000 | August 1, 2010 |
| | <u>4,235,000</u> | |
| Common Schools Capital Facilities Bonds: | | |
| Series 2003E..... | 11,055,000 | September 15, 2010 |
| Series 2004C..... | 9,385,000 | September 15, 2010 |
| | <u>20,440,000</u> | |
| Conservation Projects Bonds: | | |
| Series 2002A..... | 3,410,000 | September 1, 2010 |
| Series 2007A..... | 2,700,000 | September 1, 2010 |
| | <u>6,110,000</u> | |
| Higher Education Capital Facilities Bonds | | |
| Series 2009A..... | 6,055,000 | August 1, 2010 |
| Series 2002C..... | 10,000,000 | November 1, 2010 |
| | <u>16,055,000</u> | |
| Natural Resources Capital Facilities Bonds: | | |
| Series G..... | 1,945,000 | October 1, 2010 |
| Series H..... | 2,225,000 | October 1, 2010 |
| Series J..... | 6,980,000 | October 1, 2010 |
| Series L..... | 2,730,000 | October 1, 2010 |
| | <u>13,880,000</u> | |
| Public Infrastructure Capital Improvements Bonds | | |
| Series 1991..... | 2,662,650 | August 1, 2010 |
| Series 1992..... | 5,540,170 | August 1, 2010 |
| Series 1993..... | 762,058 | August 1, 2010 |
| Series 1995..... | 1,710,972 | August 1, 2010 |
| Series 1996..... | 1,350,065 | August 1, 2010 |
| Series 2003A..... | 23,475,000 | August 1, 2010 |
| Series 2003B..... | 2,625,000 | August 1, 2010 |
| Series 2004C..... | 6,690,000 | August 1, 2010 |
| Series 2009A..... | 11,380,000 | August 1, 2010 |
| | <u>56,195,915</u> | |

(continued)

STATE OF OHIO
SCHEDULE OF CHANGES IN GENERAL OBLIGATION DEBT PRINCIPAL, INTEREST
AND ACCRETED PRINCIPAL PAID AND NET INTEREST RATE SWAP TRANSACTIONS
As of DECEMBER 31, 2010

(Continued)

| | | | |
|--|--------------------------|---------------------------|------------------|
| Third Frontier Research & Development Projects Bonds | | | |
| Series 2009A..... | 5,000,000 | | November 1, 2010 |
| Series 2009B..... | 3,000,000 | | November 1, 2010 |
| | <u>8,000,000</u> | | |
| Third Frontier Job Ready Site Development Bonds..... | | | |
| Series 2009A..... | 2,000,000 | | November 1, 2010 |
| | <u>2,000,000</u> | | |
| <i>Total Maturities</i> | <u>126,915,915</u> | | |
| <i>Outstanding General Obligation Bond Principal, December 31, 2010:</i> | | | |
| Highway Capital Improvements Bonds | 885,110,000 | | |
| Coal Research and Development Projects Bonds | 24,010,000 | | |
| Natural Resources Capital Facilities Bonds | 137,870,000 | | |
| Common Schools Capital Facilities Bonds | 2,594,545,000 | | |
| Higher Education Capital Facilities Bonds | 1,763,720,000 | | |
| Public Infrastructure Capital Improvements Bonds | 1,523,489,721 | | |
| Conservation Projects Bonds | 187,410,000 | | |
| Third Frontier Research & Development Projects Bonds | 278,845,000 | | |
| Third Frontier Job Ready Site Development Bonds..... | 61,965,000 | | |
| Veteran's Compensation Bonds..... | 50,000,000 | | |
| <i>Total Outstanding, December 31, 2010</i> | <u>\$ 7,506,964,721</u> | | |
| <i>Interest & Accreted Principal Paid, July 1 through December 31, 2010:</i> | | | |
| | <u>Interest</u> | <u>Accreted Principal</u> | |
| Highway Capital Improvements Bonds | \$ 15,711,822 | \$ - | |
| Coal Research and Development Projects Bonds | 506,848 | - | |
| Natural Resources Capital Facilities Bonds | 3,044,441 | - | |
| Common Schools Capital Facilities Bonds | 54,776,120 | - | |
| Higher Education Capital Facilities Bonds | 33,741,713 | - | |
| Public Infrastructure Capital Improvements Bonds | 30,581,979 | 15,819,085 | |
| Conservation Projects Bonds | 4,271,779 | - | |
| Third Frontier Research & Development Projects Bonds | 4,512,368 | - | |
| Third Frontier Job Ready Site Development Bonds..... | 1,226,182 | - | |
| <i>Total Interest and Accreted Principal Paid</i> | <u>\$ 148,373,252</u> | <u>\$ 15,819,085</u> | |
| <i>Interest Rate Swap Agreements-Net Receipts & Payments,</i> | | | |
| <i>July 1 through December 31, 2010:</i> | | | |
| | <u>Net Swap Receipts</u> | <u>Net Swap Payments</u> | |
| Common Schools Capital Facilities Bonds | \$ - | \$ 4,667,790 | |
| Public Infrastructure Capital Improvements Bonds | - | 2,256,111 | |
| <i>Total Net Receipts and Payments</i> | <u>\$ -</u> | <u>\$ 6,923,901</u> | |

*Issued as Federally Taxable, Build America Bonds - Direct Payment. See Schedule of Schedule of American Recovery and Reinvestment Act Bonds and the Schedule of American Recovery and Reinvestment Act Expected Payments for more information.

**STATE OF OHIO
GENERAL OBLIGATION BOND RATINGS**

Ratings in effect from time to time reflect only the views of the particular rating organization. An explanation of a specific rating agency's view on the meaning and significance of its assigned ratings may be obtained from the respective rating agency. There can be no assurance that the ratings assigned will continue for any given time, or that a rating will not be lowered or withdrawn by a rating agency, if in its judgment, circumstances so warrant.

During this report period there were no changes with respect to the State's general obligation bond rating.

| Ratings Assigned to General Obligations | | | |
|--|----------------------|----------------------------|-------------------------------------|
| Purpose | Bond Rating Agencies | | |
| | Fitch Ratings | Moody's Investors Service* | Standard & Poor's Ratings Services* |
| Highway Capital Improvements | AA+ | Aa1 | AAA |
| Coal Research and Development | AA+ | Aa1 | AA+ |
| Natural Resources Capital Facilities | AA+ | Aa1 | AA+ |
| Common Schools Capital Facilities | AA+ | Aa1 | AA+ |
| Higher Education Capital Facilities | AA+ | Aa1 | AA+ |
| Public Infrastructure Capital Improvements | AA+ | Aa1 | AA+ |
| Conservation Projects | AA+ | Aa1 | AA+ |
| Third Frontier R & D Projects..... | AA+ | Aa1 | AA+ |
| Job Ready Site Development | AA+ | Aa1 | AA+ |

*negative rating outlook, except S&P's Highway Capital Improvement rating outlook of stable

Source: Ohio Office of Budget and Management

| General Obligation Bond Sales | | | | | | |
|---|---------------|----------------|---------------------|-------------------------|------------------|--|
| Details on bond sales that closed during the six-month period ended December 31, 2010 are as follows: | | | | | | |
| Issue | Date of Issue | Par Amount | Premium/ (Discount) | Under-writer's Discount | Cost of Issuance | Net Proceeds Delivered to Project Fund |
| Common Schools Facilities Bonds: Series 2010C..... | 10/08/10 | \$ 129,340,000 | \$ 22,406,700 | \$ (550,633) | \$ (211,047) | \$ 150,985,020 |
| Conservation Projects Bonds: Series 2010A..... | 10/08/10 | 26,120,000 | 2,277,599 | (102,057) | (89,950) | 28,205,592 |
| Higher Education Facilities Bonds: Series 2010C..... | 10/08/10 | 98,560,000 | 16,142,834 | (412,989) | (150,438) | \$ 114,139,407 |
| Series 2010D..... | 12/03/10 | 4,535,000 | - | (16,017) | (15,000) | \$ 4,503,983 |
| Series 2010E*..... | 12/03/10 | 295,465,000 | - | (1,502,676) | (280,000) | \$ 293,682,324 |
| Highway Capital Improvement Bonds: Series N..... | 10/20/10 | 29,825,000 | 1,139,677 | (121,312) | (39,143) | 30,804,222 |
| Series O*..... | 10/20/10 | 145,175,000 | - | (788,690) | (190,532) | 144,195,778 |
| Series P..... | 10/20/10 | 32,610,000 | 3,219,312 | (141,472) | (50,695) | 35,637,144 |
| Infrastructure Improvement Bonds: Series 2010D..... | 10/08/10 | 14,950,000 | 938,005 | (65,002) | (89,950) | \$ 15,733,053 |
| Third Frontier Research & Development Bonds: Series 2010A..... | 10/29/10 | 22,995,000 | 2,825,171 | (31,503) | (43,200) | \$ 25,745,468 |
| Series 2010B*..... | 10/29/10 | 52,005,000 | 198,278 | (418,640) | (99,900) | \$ 51,684,738 |
| Veteran's Compensation Bonds: Series 2010..... | 08/12/10 | 50,000,000 | - | (273,956) | (118,600) | \$ 49,607,445 |

*Issued as Federally Taxable, Build America Bonds - Direct Payment. See Schedule of Schedule of American Recovery and Reinvestment Act Bonds and the Schedule of American Recovery and Reinvestment Act Expected Payments for more information.

STATE OF OHIO
SCHEDULE OF OUTSTANDING GENERAL OBLIGATION BOND PRINCIPAL BALANCES
THROUGH FINAL SCHEDULED MATURITY
As of DECEMBER 31, 2010

| As of | Highway Capital Improvements | Coal Research and Development | Natural Resources Projects | Common Schools Capital Facilities | Higher Education Capital Facilities | Public Infrastructure Capital Improvements | Conservation Projects | Third Frontier Research & Development Projects | Third Frontier Job Ready Site Development | Persian Gulf, Afghanistan, Iraq Conflicts | Total Outstanding |
|----------|------------------------------------|-------------------------------------|----------------------------------|--------------------------------------|---|---|--------------------------|---|---|---|----------------------|
| 12/31/10 | \$ 885,110,000 | \$ 24,010,000 | \$ 137,870,000 | \$ 2,594,545,000 | \$ 1,763,720,000 | \$ 1,523,489,722 | \$ 187,410,000 | \$ 278,845,000 | \$ 61,965,000 | \$ 50,000,000 | \$7,506,964,722 |
| 06/30/11 | 767,910,000 | 22,315,000 | 132,390,000 | 2,569,555,000 | 1,763,720,000 | 1,521,902,848 | 180,260,000 | 265,810,000 | 59,075,000 | 50,000,000 | 7,332,837,848 |
| 06/30/12 | 663,140,000 | 15,145,000 | 111,780,000 | 2,421,260,000 | 1,669,525,000 | 1,411,900,915 | 165,525,000 | 241,170,000 | 53,085,000 | 49,000,000 | 6,801,530,915 |
| 06/30/13 | 556,025,000 | 11,260,000 | 94,215,000 | 2,253,320,000 | 1,573,045,000 | 1,309,133,266 | 150,180,000 | 206,100,000 | 45,535,000 | 45,860,000 | 6,244,673,266 |
| 06/30/14 | 462,175,000 | 10,195,000 | 75,915,000 | 2,076,275,000 | 1,452,355,000 | 1,185,426,998 | 132,755,000 | 177,270,000 | 37,710,000 | 42,670,000 | 5,652,746,998 |
| 06/30/15 | 383,545,000 | 9,075,000 | 59,775,000 | 1,904,235,000 | 1,321,370,000 | 1,068,183,600 | 114,430,000 | 147,325,000 | 29,565,000 | 39,420,000 | 5,076,923,600 |
| 06/30/16 | 322,545,000 | 6,415,000 | 45,715,000 | 1,714,725,000 | 1,204,245,000 | 948,055,000 | 95,445,000 | 116,025,000 | 21,150,000 | 36,095,000 | 4,510,415,000 |
| 06/30/17 | 277,320,000 | 4,885,000 | 32,950,000 | 1,521,510,000 | 1,083,885,000 | 832,560,000 | 75,745,000 | 83,490,000 | 16,070,000 | 32,670,000 | 3,961,085,000 |
| 06/30/18 | 244,275,000 | 3,305,000 | 19,670,000 | 1,331,560,000 | 964,630,000 | 725,335,000 | 59,940,000 | 53,640,000 | 10,860,000 | 29,130,000 | 3,442,345,000 |
| 06/30/19 | 210,195,000 | 1,680,000 | 15,245,000 | 1,124,125,000 | 832,810,000 | 630,895,000 | 43,290,000 | 27,670,000 | 5,510,000 | 25,465,000 | 2,916,885,000 |
| 06/30/20 | 175,230,000 | - | 10,670,000 | 908,445,000 | 694,350,000 | 542,635,000 | 30,445,000 | 9,105,000 | - | 21,655,000 | 2,392,535,000 |
| 06/30/21 | 139,335,000 | - | 8,125,000 | 692,810,000 | 546,015,000 | 459,695,000 | 22,170,000 | - | - | 17,690,000 | 1,885,840,000 |
| 06/30/22 | 102,455,000 | - | 5,500,000 | 481,080,000 | 410,745,000 | 381,245,000 | 13,565,000 | - | - | 13,560,000 | 1,408,150,000 |
| 06/30/23 | 64,530,000 | - | 2,795,000 | 296,150,000 | 299,525,000 | 307,375,000 | 4,605,000 | - | - | 9,245,000 | 984,225,000 |
| 06/30/24 | 25,500,000 | - | - | 168,700,000 | 220,825,000 | 248,165,000 | - | - | - | 4,730,000 | 667,920,000 |
| 06/30/25 | - | - | - | 80,520,000 | 160,285,000 | 195,545,000 | - | - | - | - | 436,350,000 |
| 06/30/26 | - | - | - | 17,580,000 | 119,795,000 | 142,270,000 | - | - | - | - | 279,645,000 |
| 06/30/27 | - | - | - | - | 88,880,000 | 103,475,000 | - | - | - | - | 192,355,000 |
| 06/30/28 | - | - | - | - | 68,405,000 | 62,830,000 | - | - | - | - | 131,235,000 |
| 06/30/29 | - | - | - | - | 46,810,000 | 29,960,000 | - | - | - | - | 76,770,000 |
| 06/30/30 | - | - | - | - | 24,030,000 | 15,245,000 | - | - | - | - | 39,275,000 |

STATE OF OHIO
SCHEDULE OF FUTURE BOND SERVICE REQUIREMENTS
As of DECEMBER 31, 2010

| FY Ending June 30, | HIGHWAY CAPITAL IMPROVEMENTS BONDS | | | COAL RESEARCH AND DEVELOPMENT BONDS | | |
|--|------------------------------------|-----------------------|-------------------------|-------------------------------------|---------------------|----------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2011..... | \$ 117,200,000 | \$ 16,397,757 | \$ 133,597,757 | \$ 1,695,000 | \$ 418,484 | \$ 2,113,484 |
| 2012..... | 104,770,000 | 36,089,293 | 140,859,293 | 7,170,000 | 691,078 | 7,861,078 |
| 2013..... | 107,115,000 | 28,337,052 | 135,452,052 | 3,885,000 | 459,681 | 4,344,681 |
| 2014..... | 93,850,000 | 23,624,985 | 117,474,985 | 1,065,000 | 361,369 | 1,426,369 |
| 2015..... | 78,630,000 | 19,401,951 | 98,031,951 | 1,120,000 | 314,938 | 1,434,938 |
| 2016-2020..... | 208,315,000 | 61,670,630 | 269,985,630 | 9,075,000 | 650,917 | 9,725,917 |
| 2021-2025..... | 175,230,000 | 23,297,047 | 198,527,047 | - | - | - |
| 2026-2030..... | - | - | - | - | - | - |
| 2031..... | - | - | - | - | - | - |
| Total..... | 885,110,000 | 208,818,715 | 1,093,928,715 | 24,010,000 | 2,896,467 | 26,906,467 |
| Original Discount Applicable to Outstanding Capital Appreciation Bonds.... | - | - | - | - | - | - |
| | \$ 885,110,000 | \$ 208,818,715 | \$ 1,093,928,715 | \$ 24,010,000 | \$ 2,896,467 | \$ 26,906,467 |

| FY Ending June 30, | NATURAL RESOURCES CAPITAL FACILITIES BONDS | | | COMMON SCHOOLS CAPITAL FACILITIES BONDS | | |
|--|--|----------------------|-----------------------|---|-----------------------|-------------------------|
| | Principal | Interest | Total | Principal | Interest (A) | Total |
| 2011..... | \$ 5,480,000 | \$ 2,810,890 | \$ 8,290,890 | \$ 24,990,000 | \$ 60,020,975 | \$ 85,010,975 |
| 2012..... | 20,610,000 | 5,065,277 | 25,675,277 | 148,295,000 | 118,353,820 | 266,648,820 |
| 2013..... | 17,565,000 | 4,312,484 | 21,877,484 | 167,940,000 | 111,310,343 | 279,250,343 |
| 2014..... | 18,300,000 | 3,578,537 | 21,878,537 | 177,045,000 | 102,867,278 | 279,912,278 |
| 2015..... | 16,140,000 | 2,955,081 | 19,095,081 | 172,040,000 | 94,307,203 | 266,347,203 |
| 2016-2020..... | 49,105,000 | 7,189,614 | 56,294,614 | 995,790,000 | 339,188,169 | 1,334,978,169 |
| 2021-2025..... | 10,670,000 | 1,328,346 | 11,998,346 | 827,925,000 | 107,425,908 | 935,350,908 |
| 2026-2030..... | - | - | - | 80,520,000 | 3,038,253 | 83,558,253 |
| 2031..... | - | - | - | - | - | - |
| Total..... | 137,870,000 | 27,240,229 | 165,110,229 | 2,594,545,000 | 936,511,949 | 3,531,056,949 |
| Original Discount Applicable to Outstanding Capital Appreciation Bonds.... | - | - | - | - | - | - |
| | \$ 137,870,000 | \$ 27,240,229 | \$ 165,110,229 | \$ 2,594,545,000 | \$ 936,511,949 | \$ 3,531,056,949 |

| FY Ending June 30, | HIGHER EDUCATION CAPITAL FACILITIES BONDS | | | PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS | | |
|--|---|-----------------------|-------------------------|--|-----------------------|-------------------------|
| | Principal | Interest | Total | Principal | Interest (A) | Total |
| 2011..... | \$ - | \$ 34,155,737 | \$ 34,155,737 | \$ 8,885,000 | \$ 34,611,697 | \$ 43,496,697 |
| 2012..... | 94,195,000 | 83,767,434 | 177,962,434 | 136,595,000 | 67,612,804 | 204,207,804 |
| 2013..... | 96,480,000 | 77,201,967 | 173,681,967 | 132,905,000 | 63,533,625 | 196,438,625 |
| 2014..... | 120,690,000 | 72,119,617 | 192,809,617 | 134,550,000 | 58,717,128 | 193,267,128 |
| 2015..... | 130,985,000 | 66,243,513 | 197,228,513 | 122,400,000 | 53,102,120 | 175,502,120 |
| 2016-2020..... | 627,020,000 | 248,531,305 | 875,551,305 | 527,300,000 | 193,927,194 | 721,227,194 |
| 2021-2025..... | 534,065,000 | 101,297,011 | 635,362,011 | 347,090,000 | 93,259,680 | 440,349,680 |
| 2026-2030..... | 136,255,000 | 22,158,931 | 158,413,931 | 180,300,000 | 23,844,303 | 204,144,303 |
| 2031..... | 24,030,000 | 634,153 | 24,664,153 | 15,245,000 | 416,343 | 15,661,343 |
| Total..... | 1,763,720,000 | 706,109,668 | 2,469,829,668 | 1,605,270,000 | 589,024,894 | 2,194,294,894 |
| Original Discount Applicable to Outstanding Capital Appreciation Bonds.... | - | - | - | (81,780,278) | - | (81,780,278) |
| | \$ 1,763,720,000 | \$ 706,109,668 | \$ 2,469,829,668 | \$ 1,523,489,722 | \$ 589,024,894 | \$ 2,112,514,616 |

(continued)

STATE OF OHIO
SCHEDULE OF FUTURE BOND SERVICE REQUIREMENTS
As of DECEMBER 31, 2010
(Continued)

| FY Ending June 30, | CONSERVATION PROJECT BONDS | | | THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECTS BONDS | | |
|--|----------------------------|----------------------|-----------------------|--|----------------------|-----------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2011..... | \$ 7,150,000 | \$ 3,883,998 | \$ 11,033,998 | \$ 13,035,000 | \$ 4,413,618 | \$ 17,448,618 |
| 2012..... | 14,735,000 | 7,560,731 | 22,295,731 | 24,640,000 | 12,058,212 | 36,698,212 |
| 2013..... | 15,345,000 | 7,040,856 | 22,385,856 | 35,070,000 | 9,591,178 | 44,661,178 |
| 2014..... | 17,425,000 | 6,360,856 | 23,785,856 | 36,880,000 | 8,306,053 | 45,186,053 |
| 2015..... | 18,325,000 | 5,570,711 | 23,895,711 | 21,895,000 | 6,653,969 | 28,548,969 |
| 2016-2020..... | 83,985,000 | 16,800,871 | 100,785,871 | 138,220,000 | 15,037,509 | 153,257,509 |
| 2021-2025..... | 30,445,000 | 3,130,731 | 33,575,731 | 9,105,000 | 165,027 | 9,270,027 |
| 2026-2030..... | - | - | - | - | - | - |
| 2031..... | - | - | - | - | - | - |
| Total..... | 187,410,000 | 50,348,754 | 237,758,754 | 278,845,000 | 56,225,566 | 335,070,566 |
| Original Discount Applicable to Outstanding Capital Appreciation Bonds.... | - | - | - | - | - | - |
| | <u>\$ 187,410,000</u> | <u>\$ 50,348,754</u> | <u>\$ 237,758,754</u> | <u>\$ 278,845,000</u> | <u>\$ 56,225,566</u> | <u>\$ 335,070,566</u> |

| FY Ending June 30, | THIRD FRONTIER JOB READY SITE DEVELOPMENT BONDS | | | PERSIAN GULF, AFGHANISTAN, IRAQ CONFLICTS BONDS | | |
|--|---|----------------------|----------------------|---|----------------------|----------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2011..... | \$ 2,890,000 | \$ 1,206,182 | \$ 4,096,182 | \$ - | \$ - | \$ - |
| 2012..... | 5,990,000 | 2,269,103 | 8,259,103 | 1,000,000 | 2,997,648 | 3,997,648 |
| 2013..... | 7,550,000 | 2,032,048 | 9,582,048 | 3,140,000 | 1,822,099 | 4,962,099 |
| 2014..... | 7,825,000 | 1,687,636 | 9,512,636 | 3,190,000 | 1,776,914 | 4,966,914 |
| 2015..... | 8,145,000 | 1,386,836 | 9,531,836 | 3,250,000 | 1,715,188 | 4,965,188 |
| 2016-2020..... | 29,565,000 | 2,979,391 | 32,544,391 | 17,765,000 | 7,058,560 | 24,823,560 |
| 2021-2025..... | - | - | - | 21,655,000 | 3,162,892 | 24,817,892 |
| 2026-2030..... | - | - | - | - | - | - |
| 2031..... | - | - | - | - | - | - |
| Total..... | 61,965,000 | 11,561,196 | 73,526,196 | 50,000,000 | 18,533,301 | 68,533,301 |
| Original Discount Applicable to Outstanding Capital Appreciation Bonds.... | - | - | - | - | - | - |
| | <u>\$ 61,965,000</u> | <u>\$ 11,561,196</u> | <u>\$ 73,526,196</u> | <u>\$ 50,000,000</u> | <u>\$ 18,533,301</u> | <u>\$ 68,533,301</u> |

Notes:

(A) The future funding of interest amounts include estimates calculated for the variable rate bonds using an interest rate of 4.00 percent through maturity. The variable interest rate paid to bondholders is reset weekly until the variable rate bonds mature.

STATE OF OHIO
SCHEDULE OF LEGISLATIVE AUTHORIZATION CHANGES
As of DECEMBER 31, 2010

| HIGHWAY CAPITAL IMPROVEMENTS BONDS | | |
|--|--------------------------|-------------------------|
| Legislation | General Assembly Session | Amount of Authorization |
| All Acts Prior to House Bill 73 | 124th | \$ 1,092,500,000 |
| House Bill 73 | 124th | 257,500,000 |
| House Bill 87 | 125th | 420,000,000 |
| House Bill 68 | 126th | 360,000,000 |
| House Bill 67 | 127th | 290,000,000 |
| House Bill 2 | 128th | 352,000,000 |
| Total Authorizations, as of December 31, 2010..... | | <u>\$ 2,772,000,000</u> |

| COAL RESEARCH AND DEVELOPMENT BONDS | | |
|--|--------------------------|-------------------------|
| Legislation | General Assembly Session | Amount of Authorization |
| Senate Bill 206 | 119th | \$ 50,000,000 |
| House Bill 298 | 119th | 50,000,000 |
| House Bill 152 | 120th | 50,000,000 |
| House Bill 66 | 126th | 15,000,000 |
| House Bill 554 | 127th | 66,000,000 |
| Total Authorizations, as of December 31, 2010..... | | <u>\$ 231,000,000</u> |

| NATURAL RESOURCES CAPITAL FACILITIES BONDS | | |
|--|--------------------------|-------------------------|
| Legislation | General Assembly Session | Amount of Authorization |
| All Acts Prior to House Bill 675 | 124th | \$ 272,000,000 |
| House Bill 675 | 124th | 15,000,000 |
| House Bill 16 | 126th | 14,000,000 |
| House Bill 530 | 126th | 5,000,000 |
| House Bill 699 | 126th | 16,000,000 |
| House Bill 562 | 127th | 28,000,000 |
| Total Authorizations, as of December 31, 2010..... | | <u>\$ 350,000,000</u> |

| COMMON SCHOOLS CAPITAL FACILITIES BONDS | | |
|--|--------------------------|-------------------------|
| Legislation | General Assembly Session | Amount of Authorization |
| All Acts Prior to House Bill 16 | 125th | \$ 2,505,000,000 |
| House Bill 16 | 126th | 530,000,000 |
| House Bill 530 | 126th | 580,000,000 |
| House Bill 699 | 126th | 530,000,000 |
| House Bill 562 (A) | 127th | (800,000,000) |
| House Bill 462 | 128th | 525,000,000 |
| Total Authorizations, as of December 31, 2010..... | | <u>\$ 3,870,000,000</u> |

| HIGHER EDUCATION CAPITAL FACILITIES BONDS | | |
|--|------------------|-------------------------|
| Legislation | Assembly Session | Amount of Authorization |
| All Acts Prior to Senate Bill 189 | 125th | \$ 1,798,000,000 |
| Senate Bill 189 | 125th | 53,000,000 |
| House Bill 16 | 126th | 476,000,000 |
| House Bill 530 | 126th | 54,000,000 |
| House Bill 699 | 126th | 576,000,000 |
| House Bill 562 (B) | 127th | (344,000,000) |
| Total Authorizations, as of December 31, 2010..... | | <u>\$ 2,613,000,000</u> |

| PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS | | |
|---|------------------|-------------------------|
| Legislation | Assembly Session | Amount of Authorization |
| All Acts Prior to House Bill 699 | 126th | \$ 2,400,000,000 |
| House Bill 699 | 126th | 120,000,000 |
| House Bill 496 | 127th | 120,000,000 |
| House Bill 554 | 127th | 120,000,000 |
| House Bill 562 | 127th | 120,000,000 |
| House Bill 462 | 127th | 120,000,000 |
| Total Authorizations, as of December 31, 2010..... | | <u>\$ 3,000,000,000</u> |

(continued)

STATE OF OHIO
SCHEDULE OF LEGISLATIVE AUTHORIZATION CHANGES
As of DECEMBER 31, 2010
(Continued)

| CONSERVATION PROJECTS BONDS | | |
|--|--------------------------------|----------------------------|
| Legislation | General Assembly Session | Amount of Authorization |
| All Acts Prior to | | |
| House Bill 16 | 126th | \$ 100,000,000 |
| House Bill 16 | 126th | 50,000,000 |
| House Bill 530 | 126th | 50,000,000 |
| House Bill 562 | 127th | 40,000,000 |
| House Bill 2 (C) | 128th | (40,000,000) |
| House Bill 2 | 128th | <u>100,000,000</u> |

Total Authorizations,
as of December 31, 2010..... \$ 300,000,000

| THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECT BONDS | | |
|--|--------------------------------|----------------------------|
| Legislation | General Assembly Session | Amount of Authorization |
| Senate Bill 236 | 126th | \$ 200,000,000 |
| House Bill 119 | 127th | 150,000,000 |
| House Bill 1 | 128th | <u>100,000,000</u> |

Total Authorizations,
as of December 31, 2010..... \$ 450,000,000

| THIRD FRONTIER JOB READY SITE DEVELOPMENT BONDS | | |
|--|---------------------|----------------------------|
| Legislation | Assembly Session | Amount of Authorization |
| Senate Bill 236 | 126th | \$ 30,000,000 |
| House Bill 530 | 126th | 30,000,000 |
| House Bill 699 | 126th | 30,000,000 |
| House Bill 562 | 127th | 30,000,000 |
| Senate Bill 181 | 128th | <u>30,000,000</u> |

Total Authorizations,
as of December 31, 2010..... \$ 150,000,000

| VETERANS COMPENSATION BONDS | | |
|--|---------------------|----------------------------|
| Legislation | Assembly Session | Amount of Authorization |
| House Bill 462 | 128th | <u>\$ 200,000,000</u> |

Total Authorizations,
as of December 31, 2010..... \$ 200,000,000

Notes:

- (A) The amounts of general obligations authorized for Common Schools Facilities were reduced by \$800 million as a result of proceeds generated by the Buckeye Tobacco Settlement Financing Authority, which were used to fund such purposes in lieu of bonded debt until all proceeds are expended.
- (B) The net reduction of general obligations authorized for Higher Education Facilities in the amount of \$344 million was a result of a reduction of \$950 million in proceeds generated by the Buckeye Tobacco Settlement Financing Authority, which were used to fund such purposes in lieu of bonded debt (Am. Sub. HB 562, Sec. 518.03) until all proceeds are expended; and an increase of \$606 million in additional obligations authorized (Am. Sub. HB 562, Sec. 233.60.30).
- (C) HB2 replaced the \$40 million authorized in HB562, passed in 2008, with a new \$100 million authorization, effective 01/01/10, making the total authorized for Conservation Projects Bonds \$300 million.

HIGHWAY CAPITAL IMPROVEMENTS BONDS

Section 2m of Article VIII, Ohio Constitution, as approved by voters on November 7, 1995, authorizes the issuance of Highway Capital Improvements Bonds. The vote was: Yes—1,398,467; No—856,505.

Highway Capital Improvement Bonds finance the 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 \$220 million in bond principal, plus the principal of Highway Capital Improvements Bonds that in any prior fiscal years could have been but were not issued within the \$220 million fiscal-year limit, can be issued in any fiscal year, and not more than \$1.2 billion in bond principal can be outstanding at any one time.

Highway Capital Improvements Bonds mature in not more than 30 years from the date of issuance, or if issued to retire or refund other obligations, within 30 years from the date the debt originally was contracted.

The moneys referred to in Section 5a of Article XII, Ohio Constitution, can be pledged to the payment of debt service on Highway Capital Improvements Bonds from the Highway Capital Improvement Bond Service Fund, as created under Section 151.06, Ohio Revised Code. In each year that monies referred to in Section 5a of Article XII, Ohio Constitution, pledged to the payment of debt service on Highway Capital Improvements Bonds are available for such purpose, the moneys are to be appropriated thereto and the required application of any other excises and taxes are reduced in corresponding amount.

Section 2m of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of Senate Bill 257, in 1996, which enacted Sections 5528.51 to 5528.56, Ohio Revised Code.

The authority to issue Highway Capital Improvements Bonds in amounts authorized by the General

Assembly was conferred upon the Sinking Fund Commission in House Bill 257. The Commission's authority to issue additional Highway Capital Improvements Bonds was withdrawn, however, when provisions in House Bill 640 became effective on September 14, 2000. The law enacted Sections 151.01 and 151.06, Ohio Revised Code, which called upon the Treasurer of State to become the issuer of the bonds. Section 52 of House Bill 640 provides for the Treasurer of State to supersede the Sinking Fund Commission in all matters relating to the bonds.

Legislation authorizing the issuance of Highway Capital Improvements Bonds further requires that the obligations be issued from time to time in such amounts as necessary to provide sufficient moneys to the credit of the Highway Capital Improvement Fund, a fund created under Section 5528.53, Ohio Revised Code, to pay costs charged to that fund when due as estimated by the Director of Transportation.

STATE OF OHIO
SCHEDULE OF HIGHWAY CAPITAL IMPROVEMENTS BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | First Principal Payment Date | Final Maturity Date | Interest Rate (A) | Original Principal | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 05/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
|--------------|------------|------------------------------|---------------------|-------------------|--------------------|------------------------------------|-------------------------------------|---------------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| A | 09/15/96 | 05/01/97 | 05/01/06 | 4.8425% | \$ 50,000,000 | \$ 50,000,000 | \$ - | \$ - | \$ - | \$ 12,415,563 | \$ 12,415,563 | \$ - |
| B | 06/15/97 | 05/01/98 | 05/01/07 | 4.6609% | 125,000,000 | 125,000,000 | - | - | - | 31,440,243 | 31,440,243 | - |
| C | 07/01/98 | 05/01/99 | 05/01/08 | 4.3728% | 200,000,000 | 200,000,000 | - | - | - | 51,016,667 | 51,016,667 | - |
| D | 06/01/99 | 05/01/00 | 05/01/09 | 4.4346% | 200,000,000 | 200,000,000 | - | - | - | 46,895,833 | 46,895,833 | - |
| E | 04/01/00 | 05/01/01 | 05/01/10 | 5.0475% | 225,000,000 | 225,000,000 | - | - | - | 67,877,344 | 67,877,344 | - |
| F | 02/01/01 | 05/01/02 | 05/01/11 | 4.1271% | 200,000,000 | 180,000,000 | - | 20,000,000 | 20,000,000 | 57,171,324 | 56,658,924 | 512,400 |
| G | 12/04/02 | 05/01/04 | 05/01/13 | 4.1271% | 135,000,000 | 94,500,000 | - | 40,500,000 | 13,500,000 | 38,185,816 | 35,056,983 | 3,128,833 |
| H | 03/04/04 | 05/01/05 | 05/01/14 | 2.9603% | 160,000,000 | 96,000,000 | 32,000,000 | 32,000,000 | 16,000,000 | 36,602,977 | 35,051,991 | 1,550,986 |
| I | 05/18/05 | 05/01/06 | 05/01/15 | 3.5103% | 140,000,000 | 70,000,000 | - | 70,000,000 | 14,000,000 | 36,241,844 | 27,654,432 | 8,587,412 |
| J | 03/08/06 | 05/01/07 | 05/01/15 | 3.7630% | 180,000,000 | 80,000,000 | - | 100,000,000 | 20,000,000 | 40,516,925 | 28,737,624 | 11,779,301 |
| K | 04/11/07 | 05/01/08 | 05/01/17 | 3.8650% | 190,000,000 | 57,000,000 | - | 133,000,000 | 19,000,000 | 49,452,649 | 27,146,968 | 22,305,681 |
| L | 05/01/08 | 05/01/09 | 05/01/18 | 3.3940% | 140,000,000 | 28,000,000 | - | 112,000,000 | 14,000,000 | 31,322,863 | 12,626,372 | 18,696,491 |
| M | 04/27/10 | 05/01/18 | 05/01/25 | 3.1087% | 170,000,000 | - | - | 170,000,000 | - | 95,273,204 | 4,032,762 | 91,240,442 |
| N | 10/20/10 | 05/01/12 | 05/01/14 | 1.2108% | 29,825,000 | - | - | 29,825,000 | - | 2,344,165 | - | 2,344,165 |
| O | 10/20/10 | 05/01/15 | 05/01/24 | 2.3060% | 145,175,000 | - | - | 145,175,000 | - | 44,273,751 | - | 44,273,751 |
| P | 10/20/10 | 05/01/11 | 05/01/14 | 1.2851% | 32,610,000 | - | - | 32,610,000 | 700,000 | 4,399,253 | - | 4,399,253 |
| TOTAL | | | | | \$ 2,322,610,000 | \$ 1,405,500,000 | \$ 32,000,000 | \$ 885,110,000 | \$ 117,200,000 | \$ 645,430,421 | \$ 436,611,706 | \$ 208,818,715 |

Note:

(A) Interest rates for the Series A through Series E bonds reflect the net interest cost.

(B) Series P bonds refunded the following Highway Capital Improvements Bonds:

| | Series P | |
|----------|--------------------|---------------------|
| | Principal Refunded | Maturities Refunded |
| Series H | \$ 32,000,000 | 2013-2014 |
| Series P | \$ 32,610,000 | \$ 610,000 |
| Total | \$ 32,000,000 | \$ 610,000 |

STATE OF OHIO
HIGHWAY CAPITAL IMPROVEMENTS BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | JULY 1, 2010 THROUGH DECEMBER 31, 2010 | CUMULATIVE SINCE INCEPTION SEPTEMBER 1996 |
|---|---|--|
| CASH BALANCE, JULY 1, 2010..... | \$ 242,302 | |
| CASH INFLOWS: | | |
| Transfers from Other State Funds..... | 99,666,298 | \$ 1,848,078,042 |
| Bond Proceeds..... | 364,744 | 48,632,921 |
| Accrued Interest on Bonds Sold..... | - | 2,076,322 |
| Interest Earnings..... | 4,346 | 28,984,588 |
| TOTAL CASH INFLOWS..... | 100,035,388 | 1,927,771,873 |
| CASH OUTFLOWS: | | |
| Principal Paid..... | - | 1,405,500,000 |
| Interest Paid..... | 15,711,822 | 436,611,706 |
| Bond Sale and Miscellaneous Expenses..... | 107,445 | 1,201,744 |
| TOTAL CASH OUTFLOWS..... | 15,819,267 | 1,843,313,450 |
| CASH BALANCE, DECEMBER 31, 2010..... | \$ 84,458,423 | \$ 84,458,423 |

Note:

In addition to the December 31, 2010 cash balance reported above for the Highway Capital Improvements Bond Service Fund, the Sinking Fund Commission had \$105,009 in cash and investments on hand in a custodial fund with the Treasurer of State's office. The balance represents \$64 in investment earnings held in STAROhio, and \$104,945 in administrative fees that remain unspent.

COAL RESEARCH AND DEVELOPMENT BONDS

Section 15 of Article VIII, Ohio Constitution, as approved by voters on November 5, 1985, authorizes the issuance of Coal Research and Development Bonds. The vote was: Yes—1,439,344; No—807,647.

Coal Research and Development Bonds provide the financing for financial assistance for research and development of coal technology that will encourage the use of Ohio coal.

Not more than \$100 million in bond principal can be outstanding at any one time.

Funds to retire the bonds are 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's General Revenue Fund to the Coal Research and Development Bond Service Fund, a fund created under Section 151.07, Ohio Revised Code.

Section 15 of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of House Bill 750, in 1986, which enacted Sections 1555.01 et seq., Ohio Revised Code, and with the adoption from time to time of laws authorizing the issuance of Coal Research and Development Bonds and appropriating the proceeds for the purposes for which the bonds may be issued.

The authority to issue Coal Research and Development Bonds in amounts authorized by the General Assembly was conferred upon the Sinking Fund Commission in House Bill 750. The Commission's authority to issue additional Coal Research and Development Bonds was withdrawn, however, when provisions in House Bill 640 became effective on September 14, 2000. The law enacted Sections 151.01 and 151.07, Ohio Revised Code, which called upon the Ohio Public Facilities Commission to become the issuer of the bonds. Section 52 of House Bill 640 provides for the Ohio Public Facilities Commission to supersede the Sinking Fund Commission in all matters relating to the bonds.

Legislation for each authorized issuance of Coal Research and Development Bonds further provides that the bonds are to be dated, issued, and sold from time to time in such amounts as necessary to provide sufficient moneys to the credit of the Coal Research and Development Fund, a fund created under Section 1555.15, Ohio Revised Code, to pay program costs charged to the fund, as determined by the Director of the Ohio Coal Development Office.

STATE OF OHIO
SCHEDULE OF COAL RESEARCH AND DEVELOPMENT BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | First Principal Payment Date | Final Maturity Date | Interest Rate (A) | Original Principal | Principal Defeased | Principal Matured through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 02/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
|------------------|------------|------------------------------|---------------------|-------------------|--------------------|--------------------|------------------------------------|---------------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| A | 08/15/86 | 02/01/87 | 08/01/96 | 6.1750% | \$ 50,000,000 | \$ - | \$ 50,000,000 | - | \$ - | 17,608,443 | \$ 17,608,443 | \$ - |
| B | 01/15/92 | 08/01/93 | 08/01/02 | 5.0205% | 15,000,000 | - | 15,000,000 | - | - | 4,878,368 | 4,878,368 | - |
| C | 06/15/93 | 02/01/94 | 02/01/03 | 4.6351% | 15,000,000 | - | 15,000,000 | - | - | 3,867,563 | 3,867,563 | - |
| D | 09/15/95 | 02/01/96 | 02/01/05 | 4.5413% | 15,000,000 | - | 15,000,000 | - | - | 3,617,898 | 3,617,898 | - |
| E | 04/01/00 | 02/01/01 | 02/01/10 | 5.0249% | 12,000,000 | - | 12,000,000 | - | - | 3,358,622 | 3,358,622 | - |
| F | 08/01/01 | 08/01/02 | 08/01/11 | 4.0330% | 15,000,000 | - | 13,240,000 | 1,760,000 | - | 3,808,725 | 3,733,045 | 75,680 |
| G | 05/01/02 | 08/01/03 | 08/01/12 | 3.9950% | 15,000,000 | - | 11,530,000 | 3,470,000 | - | 3,504,175 | 3,283,600 | 220,575 |
| H | 04/01/04 | 02/01/05 | 02/01/12 | 2.3885% | 13,000,000 | - | 9,565,000 | 3,435,000 | 1,695,000 | 1,390,750 | 1,291,263 | 99,487 |
| I | 09/20/07 | 08/01/08 | 08/01/15 | 3.9283% | 8,000,000 | - | 2,655,000 | 5,345,000 | - | 1,567,660 | 864,285 | 703,375 |
| J | 09/04/09 | 08/01/11 | 08/01/19 | 2.8752% | 10,000,000 | - | - | 10,000,000 | - | 2,064,582 | 267,232 | 1,797,350 |
| K ^(B) | 09/04/09 | 08/01/13 | 08/01/14 | 2.1188% | 30,000,000 | 30,000,000 | - | - | - | 498,044 | 498,044 | - |
| | | | | TOTAL | \$ 198,000,000 | \$ 30,000,000 | \$ 143,990,000 | \$ 24,010,000 | \$ 1,695,000 | \$ 46,164,830 | \$ 43,268,363 | \$ 2,896,467 |

Notes:

(A) Interest rates for the Series A through Series E bonds reflect the net interest cost.

(B) The project to be financed by the proceeds of Coal Research & Development Bonds, Series K, was abandoned. As a result, on April 23, 2010 the bonds were legally defeased using unspent project fund proceeds, net premium, and accrued interest generated.

STATE OF OHIO
COAL RESEARCH AND DEVELOPMENT BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | JULY 1, 2010 THROUGH DECEMBER 31, 2010 | CUMULATIVE SINCE INCEPTION AUGUST 1986 |
|---|--|--|
| CASH BALANCE, JULY 1, 2010..... | \$ 167,675 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 4,576,671 | \$ 186,933,020 |
| Bond Proceeds..... | - | 2,559,902 |
| Accrued Interest on Bonds Sold..... | 17,542 | 224,984 |
| Royalties from Research and Development Grants..... | - | 151,837 |
| Interest Earnings..... | 41 | 187,785 |
| Unused Administrative Fees..... | - | 3,325 |
| TOTAL CASH INFLOWS..... | 4,594,254 | 190,060,853 |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 4,235,000 | 143,990,000 |
| Interest Paid..... | 506,848 | 43,268,363 |
| Bond Sale and Miscellaneous Expenses..... | 2,500 | 2,784,909 |
| TOTAL CASH OUTFLOWS..... | 4,744,348 | 190,043,272 |
| CASH BALANCE, DECEMBER 31, 2010..... | \$ 17,581 | \$ 17,581 |

Note:

NATURAL RESOURCES CAPITAL FACILITIES BONDS

Section 2I of Article VIII, Ohio Constitution, as approved by voters on November 2, 1993, authorizes the issuance of Natural Resources Capital Facilities Bonds. The vote was: Yes—1,547,841; No—1,008,182.

Natural Resources Capital Facilities Bonds finance or assist 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 \$50 million in principal can be issued in any fiscal year, and not more than \$200 million in principal can be outstanding at any one time.

Natural Resources Capital Facilities Bonds mature not more than 25 years from the date of issuance, or, if issued to retire or refund other obligations issued under this section, within 25 years from the date the debt was originally contracted.

Funds to retire the bonds issued are paid when due, as to principal and interest, by a transfer from the State's General Revenue Fund to the Natural Resources Projects Bond Service Fund, as created under Section 151.05, Ohio Revised Code. The Commissioners of the Sinking Fund 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 transfer the amount so certified.

The General Assembly initially implemented Section 2I of Article VIII, Ohio Constitution, with the adoption of House Bill 790, in 1994, which enacted Sections 1557.01 et seq., Ohio Revised Code, and appropriated the proceeds for purposes for which the bonds are issued.

The authority to issue Natural Resources Capital Facilities Bonds in amounts authorized by the General Assembly was conferred upon the Sinking Fund Commission in House Bill 790. The Commission's authority to issue additional Natural Resources Capital Facilities Bonds was withdrawn, however, when provisions in House Bill 640 became effective on September 14, 2000. The law enacted Sections 151.01 and 151.05, Ohio Revised Code, which called upon the Ohio Public Facilities Commission to become the issuer of the bonds. Section 52 of House Bill 640 provides for the Ohio Public Facilities Commission to supersede the Sinking Fund Commission in all matters relating to the bonds.

Legislation authorizing the issuance of Natural Resources Capital Facilities Bonds further provides that the bonds are to be dated, issued, and sold from time to time in such amounts as necessary to provide sufficient moneys to the credit of the Ohio Parks and Natural Resources Fund, a fund created under Section 1557.04, Ohio Revised Code, to pay costs charged to that fund when due as estimated by the Director of Natural Resources.

STATE OF OHIO
SCHEDULE OF NATURAL RESOURCES CAPITAL FACILITIES BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | First Principal Payment Date | Final Maturity Date | Interest Rate (A) | Original Principal (B) | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 04/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
|--------------|------------|------------------------------|---------------------|-------------------|------------------------|------------------------------------|-------------------------------------|---------------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| A | 10/01/94 | 10/01/95 | 10/01/04 | 5.5811% | \$ 20,000,000 | \$ 11,600,000 | \$ 8,400,000 | \$ - | \$ - | \$ 7,140,100 | \$ 7,140,100 | \$ - |
| B | 06/01/95 | 10/01/95 | 10/01/05 | 4.4777% | 30,000,000 | 30,000,000 | - | - | - | 7,543,983 | 7,543,983 | - |
| C | 06/15/97 | 04/01/98 | 04/01/07 | 4.9058% | 50,000,000 | 29,100,000 | 20,900,000 | - | - | 14,180,411 | 14,180,411 | - |
| D | 06/01/99 | 04/01/00 | 04/01/09 | 4.7670% | 30,000,000 | 17,500,000 | 12,500,000 | - | - | 7,128,417 | 7,128,417 | - |
| E | 06/01/00 | 04/01/01 | 04/01/10 | 5.2186% | 30,000,000 | 17,360,000 | 12,640,000 | - | - | 7,500,231 | 7,500,231 | - |
| F | 08/01/01 | 04/01/02 | 04/01/16 | 4.4462% | 20,000,000 | 10,570,000 | 8,030,000 | 1,400,000 | 1,400,000 | 5,467,643 | 5,432,643 | 35,000 |
| G | 03/15/02 | 10/01/03 | 10/01/17 | 4.4905% | 30,000,000 | 13,935,000 | 4,470,000 | 11,595,000 | - | 10,225,823 | 7,834,513 | 2,391,310 |
| H | 08/15/02 | 10/01/03 | 10/01/10 | 2.9924% | 17,640,000 | 17,640,000 | - | - | - | 3,490,840 | 3,490,840 | - |
| I | 06/17/03 | 04/01/05 | 04/01/18 | 3.2244% | 30,000,000 | 10,890,000 | - | 19,110,000 | 2,045,000 | 10,030,364 | 6,995,675 | 3,034,689 |
| J | 09/28/04 | 04/01/05 | 10/01/14 | 3.3163% | 47,425,000 | 17,325,000 | - | 30,100,000 | - | 12,534,771 | 9,869,118 | 2,665,653 |
| K | 03/01/05 | 04/01/06 | 04/01/20 | 3.5730% | 25,000,000 | 7,060,000 | - | 17,940,000 | 1,535,000 | 7,812,048 | 4,328,045 | 3,484,003 |
| L | 06/21/07 | 10/01/08 | 10/01/17 | 4.2413% | 30,000,000 | 7,560,000 | - | 22,440,000 | - | 8,162,332 | 3,909,782 | 4,252,550 |
| M | 10/06/09 | 10/01/13 | 10/01/15 | 2.0534% | 5,285,000 | - | - | 5,285,000 | - | 637,980 | 122,130 | 515,850 |
| N | 12/16/09 | 04/01/11 | 04/01/16 | 1.8858% | 9,835,000 | - | - | 9,835,000 | 500,000 | 1,534,185 | 267,385 | 1,266,800 |
| O | 12/16/09 | 04/01/17 | 04/01/24 | 3.1108% | 20,165,000 | - | - | 20,165,000 | - | 10,331,179 | 736,805 | 9,594,374 |
| TOTAL | | | | | \$ 395,350,000 | \$ 190,540,000 | \$ 66,940,000 | \$ 137,870,000 | \$ 5,480,000 | \$ 113,720,307 | \$ 86,480,078 | \$ 27,240,229 |

Notes:

(A) Interest rates for the Series A through Series D bonds reflect the net interest cost.

(B) Series H, J, and M bonds refunded the following Natural Resources Capital Facilities Bonds:

| | Series H | | Series J | | Series M | | Refunding Bonds | |
|----------|--------------------|---------------------|--------------------|---------------------|--------------------|---------------------|--------------------|-----------------------------------|
| | Principal Refunded | Maturities Refunded | Principal Refunded | Maturities Refunded | Principal Refunded | Maturities Refunded | Original Principal | Change in Principal Outstanding |
| Series A | \$ 8,400,000 | 2005-2009 | \$ - | - | \$ - | - | \$ 8,400,000 | |
| Series C | 3,800,000 | 2008 | 17,100,000 | 2009-2012 | - | 2009-2012 | 20,900,000 | Series H \$ 17,640,000 \$ 880,000 |
| Series D | 2,300,000 | 2010 | 10,200,000 | 2011-2014 | - | 2011-2014 | 12,500,000 | Series J 47,425,000 2,285,000 |
| Series E | 2,260,000 | 2011 | 10,380,000 | 2012-2015 | - | 2012-2015 | 12,640,000 | Series M 5,285,000 245,000 |
| Series F | - | - | 2,990,000 | 2012 & 2013 | 5,040,000 | 2014-2016 | 8,030,000 | |
| Series G | - | - | 4,470,000 | 2013 & 2014 | - | - | 4,470,000 | \$ 70,350,000 \$ 3,410,000 |
| | \$ 16,760,000 | | \$ 45,140,000 | | \$ 5,040,000 | | \$ 66,940,000 | |

STATE OF OHIO
NATURAL RESOURCES PROJECTS BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | <u>JULY 1, 2010 THROUGH DECEMBER 31, 2010</u> | <u>CUMULATIVE SINCE INCEPTION OCTOBER 1994</u> |
|--|---|--|
| CASH BALANCE, JULY 1, 2010..... | \$ 7,956 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 16,916,482 | \$ 275,467,831 |
| Bond Proceeds..... | - | 1,541,344 |
| Accrued Interest on Bonds Sold..... | - | 418,719 |
| Interest Earnings..... | 7 | 61,387 |
| Unused Administrative Fees..... | - | 3,325 |
| | <hr/> | <hr/> |
| TOTAL CASH INFLOWS..... | 16,916,489 | 277,492,606 |
| | <hr/> | <hr/> |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 13,880,000 | 190,540,000 |
| Interest Paid..... | 3,044,441 | 86,480,078 |
| Bond Sale and Miscellaneous Expenses..... | - | 472,524 |
| | <hr/> | <hr/> |
| TOTAL CASH OUTFLOWS..... | 16,924,441 | 277,492,602 |
| | <hr/> | <hr/> |
| CASH BALANCE, DECEMBER 31, 2010..... | \$ 4 | \$ 4 |

Note:

COMMON SCHOOLS CAPITAL FACILITIES BONDS

Section 2n of Article VIII, Ohio Constitution, as approved by voters on November 2, 1999, authorizes the issuance of Common Schools Capital Facilities Bonds. The vote was: Yes—1,285,277; No—828,426.

Common Schools Capital Facilities Bonds finance 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 mature not later than December 31 of the 25th calendar year after issuance, except that obligations issued to refund other obligations mature not later than December 31 of the 25th calendar year after the year in which the original obligation to pay was issued.

Section 2n of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of Senate Bill 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 million (of which \$140 million was issued) and specified the purposes and application of the proceeds of such obligations. There is not a limitation specified in the constitution as to the amount of bond principal that can be outstanding at any one time of the total par amount of bonds issued within a given year.

Subsequent to the passage of Senate Bill 206 and the initial issuance of obligations under this section by the Treasurer of State, the General Assembly passed House Bill 640, which enacted Sections 151.01 and 151.03, 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. Section 52.05 of House Bill 640 provides for the Ohio Public Facilities Commission to supersede the Treasurer of State in all matters relating to the bonds.

Funds to pay debt service and financing costs on the bonds are provided by a transfer from the State's 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, as created under Section 151.03, Ohio Revised Code. 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 all debt service and financing costs in full.

STATE OF OHIO
SCHEDULE OF COMMON SCHOOLS CAPITAL FACILITIES BONDS
As of DECEMBER 31, 2010

| CURRENT INTEREST BONDS | | | | | | | | | | | | | |
|-------------------------------|------------|------------------------------|---------------------|-------------------|------------------------|------------------------------------|-------------------------------------|--------------------------------------|--------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| Series | Issue Date | First Principal Payment Date | Final Maturity Date | Interest Rate (A) | Original Principal (G) | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal as of 12/31/10 | Principal Maturing on 03/15/11 | Principal Maturing on 06/15/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
| 1999A | 12/15/99 | 06/15/00 | 06/15/08 | 5.3915% | \$ 140,000,000 | \$ 72,735,000 | \$ 67,265,000 | \$ - | \$ - | \$ - | \$ 35,878,400 | \$ 35,878,400 | \$ - |
| 2001A | 01/15/01 | 06/15/01 | 06/15/10 | 4.5250% | 200,000,000 | 61,295,000 | 138,705,000 | - | - | - | 48,818,642 | 48,818,642 | - |
| 2001B | 08/15/01 | 09/15/02 | 09/15/16 | 4.7040% | 200,000,000 | 50,575,000 | 120,460,000 | 28,985,000 | - | - | 73,154,410 | 70,134,818 | 3,019,592 |
| 2002A | 03/15/02 | 09/15/03 | 09/15/22 | 4.7969% | 200,000,000 | 44,970,000 | 122,765,000 | 32,265,000 | - | - | 79,588,831 | 70,275,188 | 9,313,643 |
| 2002B | 08/15/02 | 09/15/03 | 09/15/22 | 4.1586% | 200,000,000 | 46,085,000 | 121,825,000 | 32,090,000 | - | - | 69,352,671 | 61,177,908 | 8,174,763 |
| 2003A | 02/20/03 | 03/15/04 | 03/15/23 | 4.2525% | 250,000,000 | 58,490,000 | 59,310,000 | 132,200,000 | - | - | 132,027,039 | 78,488,789 | 53,538,250 |
| 2003B | 08/07/03 | 06/15/05 | 06/15/23 | 4.3501% | 200,000,000 | 29,665,000 | 56,740,000 | 113,595,000 | - | - | 108,148,288 | 60,940,147 | 47,208,141 |
| 2003C | 12/15/03 | 03/15/05 | 03/15/19 | 3.5640% | 133,000,000 | 36,295,000 | 45,295,000 | 51,410,000 | - | - | 48,226,291 | 33,807,222 | 14,419,069 |
| 2003E | 01/23/04 | 09/15/09 | 09/15/13 | 3.2380% | 58,235,000 | 21,570,000 | - | 36,665,000 | - | - | 22,548,461 | 18,821,211 | 3,727,250 |
| 2004A | 04/13/04 | 06/15/05 | 06/15/24 | 4.0442% | 200,000,000 | 31,165,000 | 45,370,000 | 123,465,000 | - | - | 104,511,777 | 53,107,409 | 51,404,368 |
| 2004B | 09/28/04 | 03/15/05 | 03/15/24 | 4.1748% | 200,000,000 | 37,570,000 | 35,125,000 | 127,305,000 | - | - | 106,283,527 | 51,107,152 | 55,176,375 |
| 2004C | 09/28/04 | 09/15/10 | 09/15/10 | 3.4579% | 18,880,000 | 9,385,000 | - | 9,495,000 | - | - | 7,528,911 | 5,629,911 | 1,899,000 |
| 2005C | 08/23/05 | 09/15/14 | 09/15/19 | 3.9234% | 71,900,000 | - | 27,520,000 | 144,505,000 | - | 7,910,000 | 99,691,345 | 41,887,673 | 57,803,672 |
| 2006A | 02/01/06 | 06/15/06 | 06/15/25 | 4.0932% | 200,000,000 | 20,945,000 | 15,775,000 | 163,280,000 | - | - | 107,217,634 | 39,802,859 | 67,414,775 |
| 2006D | 10/11/06 | 09/15/07 | 09/15/26 | 4.1104% | 250,000,000 | 19,000,000 | 30,940,000 | 200,060,000 | - | - | 128,431,966 | 42,549,851 | 85,881,815 |
| 2007A | 03/08/07 | 06/15/08 | 06/15/18 | 4.1467% | 250,000,000 | 9,050,000 | 55,560,000 | 185,390,000 | - | - | 119,441,969 | 39,405,619 | 80,036,350 |
| 2009A | 01/27/09 | 09/15/11 | 09/15/18 | 2.5720% | 91,170,000 | - | - | 91,170,000 | - | - | 24,217,453 | 5,782,490 | 18,434,963 |
| 2009B | 05/29/09 | 09/15/12 | 09/15/20 | 2.8164% | 102,970,000 | - | - | 102,970,000 | - | - | 34,038,936 | 6,039,036 | 27,999,900 |
| 2009C | 10/06/09 | 09/15/13 | 09/15/20 | 2.5597% | 240,830,000 | - | - | 240,830,000 | - | - | 80,036,850 | 11,011,050 | 69,025,800 |
| 2010A | 01/21/10 | 09/15/13 | 09/15/21 | 3.0863% | 131,170,000 | - | - | 131,170,000 | - | - | 52,719,338 | 4,150,088 | 48,569,250 |
| 2010B | 01/21/10 | 09/15/13 | 09/15/15 | 1.9857% | 53,685,000 | - | - | 53,685,000 | - | - | 12,520,184 | 1,642,859 | 10,877,325 |
| 2010C | 10/08/10 | 09/15/15 | 09/15/22 | 2.6430% | 129,340,000 | - | - | 129,340,000 | - | - | 55,894,998 | - | 55,894,998 |
| TOTAL | | | | | \$ 3,721,180,000 | \$ 576,770,000 | \$ 942,655,000 | \$ 2,201,755,000 | \$ - | \$ 7,910,000 | \$ 1,596,704,435 | \$ 800,472,486 | \$ 796,231,949 |

| VARIABLE RATE BONDS | | | | | | | | | | | | | |
|----------------------------|------------|---------------------------------|---------------------|---------------|--------------------|------------------------------------|-------------------------------------|--------------------------------------|--------------------------------|--------------------------------|--------------------------------------|--------------------------------|-------------------------------------|
| Series | Issue Date | Date of First Principal Payment | Final Maturity Date | Interest Rate | Original Principal | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal as of 12/31/10 | Principal Maturing on 03/15/11 | Principal Maturing on 06/15/11 | Total Estimated Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
| 2003D | 12/15/03 | 03/15/20 | 03/15/24 | (B) | \$ 67,000,000 | \$ - | \$ - | 67,000,000 | \$ - | \$ - | \$ 39,454,340 | \$ 8,471,740 | \$ 30,982,600 |
| 2005A | 04/01/05 | 03/15/06 | 03/15/25 | (C) | 100,000,000 | 21,125,000 | - | 78,875,000 | 4,360,000 | - | 36,114,180 | 10,731,680 | 25,382,500 |
| 2005B | 04/01/05 | 03/15/06 | 03/15/25 | (D) | 100,000,000 | 21,125,000 | - | 78,875,000 | 4,360,000 | - | 35,933,171 | 10,550,671 | 25,382,500 |
| 2006B | 06/15/06 | 06/15/07 | 06/15/26 | (E) | 100,000,000 | 15,980,000 | - | 84,020,000 | - | 4,180,000 | 37,209,266 | 7,943,066 | 29,266,200 |
| 2006C | 06/15/06 | 06/15/07 | 06/15/26 | (F) | 100,000,000 | 15,980,000 | - | 84,020,000 | - | 4,180,000 | 37,347,209 | 8,081,009 | 29,266,200 |
| TOTAL | | | | | \$ 467,000,000 | \$ 74,210,000 | \$ - | \$ 392,790,000 | \$ 8,720,000 | \$ 8,360,000 | \$ 186,058,166 | \$ 45,778,166 | \$ 140,280,000 |
| GRAND TOTAL | | | | | \$ 4,188,180,000 | \$ 650,980,000 | \$ 942,655,000 | \$ 2,594,545,000 | \$ 8,720,000 | \$ 16,270,000 | \$ 1,782,762,601 | \$ 846,250,652 | \$ 936,511,949 |

(continued)

STATE OF OHIO
SCHEDULE OF COMMON SCHOOLS CAPITAL FACILITIES BONDS
As of DECEMBER 31, 2010
(Continued)

Notes:

(A) The interest rate for the Series 1999A bonds reflect the net interest cost.

The Ohio Revised Code Section 151.01 permits the State to enter into interest rate swap agreements as part of its debt management. The following table reflects the terms, payments and receipts for each swap. The interest rate paid to bondholders is reset weekly until maturity.

| Series | Agreement Type | Effective Date | Termination Date | State Receives | State Pays | Net Interest Received | Net Interest Paid | Final Maturity | Variables | |
|---|-------------------|----------------|------------------|---|------------|-----------------------|-------------------|---------------------|--|--|
| | | | | | | | | | Estimated Variable Interest Rate Basis | Estimated Variable Interest Rate Basis |
| (B) 2003D | Floating-to-Fixed | 9/15/2007* | 3/15/2024 | 65% of 1-month LIBOR + 25 basis-points | 3.414% | \$ 1,186,871 | \$ 5,157,838 | 3/15/2024 | 4.000%* | |
| * 12/15/03 to 9/14/07, Fixed-to-Floating, State Received 2.665%, State Paid SIFMA | | | | | | | | | | |
| (C) 2005A | Floating-to-Fixed | 1/15/2008* | 3/15/2010** | 67% of 1-year LIBOR + 72.6 basis-points | 3.750% | - | 6,745,932 | 3/15/2025 | 4.000% | |
| * 4/1/05 to 3/15/07 State Received SIFMA, State Paid 4.081% 3/16/07 to 1/14/08 State Received 62% of 10-year LIBOR (CMS), State Paid 3.75% | | | | | | | | | | |
| ** 3/16/10 to 3/15/25 State Receives 62% of 10-year LIBOR (CMS), State Pays 3.75% | | | | | | | | | | |
| (D) 2005B | Floating-to-Fixed | 1/15/2008* | 3/15/2010** | 67% of 1-year LIBOR + 72.6 basis-points | 3.750% | - | 6,746,043 | 3/15/2025 | 4.000% | |
| * 4/1/05 to 3/15/07 State Received SIFMA, State Paid 4.081% 3/16/07 to 1/14/08 State Received 62% of 10-year LIBOR (CMS), State Paid 3.75% | | | | | | | | | | |
| ** 3/16/10 to 3/15/25 State Receives 62% of 10-year LIBOR (CMS), State Pays 3.75% | | | | | | | | | | |
| (E) 2006B | Floating-to-Fixed | 6/15/2006 | 6/15/2026 | 65% of 1-month LIBOR + 25 basis-points | 3.202% | 820,366 | 5,678,114 | 6/15/2026 | 4.000% | |
| (F) 2006C | Floating-to-Fixed | 6/15/2006 | 6/15/2026 | 65% of 1-month LIBOR + 25 basis-points | 3.202% | 820,366 | 5,678,114 | 6/15/2026 | 4.000% | |
| | | | | | | Total | | \$ 2,827,603 | | \$ 30,006,041 |

(continued)

STATE OF OHIO
SCHEDULE OF COMMON SCHOOLS CAPITAL FACILITIES BONDS
As of DECEMBER 31, 2010
(Continued)

Notes:

(G) The following table provides details on refunded Common Schools Capital Facilities Bonds:

| Refunded Bonds | Refunding Bonds | | | | | | | | | | Total | Refunded Maturities | |
|----------------|-----------------|---------------|---------------|---------------|----------------|----------------|----------------|---------------|----------------|-------|-------|---------------------|--|
| | 2003E | 2004C | 2005D | 2009A | 2009B | 2009C | 2010A | 2010B | 2010C | 2010D | | | |
| 1999A | \$ 57,550,000 | \$ - | \$ - | \$ - | \$ 9,715,000 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 67,265,000 | 2009; 2010-2014 |
| 2001A | - | 9,615,000 | 79,425,000 | 31,700,000 | 8,780,000 | - | 9,185,000 | - | - | - | - | 138,705,000 | 2009; 2010; 2011-2020 |
| 2001B | - | - | - | 58,100,000 | 8,315,000 | 29,955,000 | 8,730,000 | - | 15,360,000 | - | - | 120,460,000 | 2009; 2010; 2016; 2014-2018; 2019-2020; 2021 |
| 2002A | - | - | - | - | 8,330,000 | 77,865,000 | 8,645,000 | - | 27,925,000 | - | - | 122,765,000 | 2009; 2010; 2013-2019; 2020; 2022 |
| 2002B | - | - | - | - | 8,415,000 | - | 8,705,000 | 19,830,000 | 84,875,000 | - | - | 121,825,000 | 2009; 2010; 2013-2014; 2015-2020; 2022 |
| 2003A | - | - | - | - | 10,570,000 | 12,120,000 | 10,910,000 | 12,600,000 | 13,110,000 | - | - | 59,310,000 | 2010; 2011; 2014; 2015; 2016 |
| 2003B | - | - | - | - | 7,975,000 | 20,305,000 | 17,055,000 | 11,340,000 | 65,000 | - | - | 56,740,000 | 2009; 2010-2011; 2014-2015; 2016 |
| 2003C | - | - | - | - | 7,775,000 | 18,305,000 | 8,125,000 | 11,090,000 | - | - | - | 45,295,000 | 2010; 2014-2015 |
| 2004A | - | 9,735,000 | - | - | 8,320,000 | 10,115,000 | 17,200,000 | - | - | - | - | 45,370,000 | 2009; 2010-2011; 2015; 2016 |
| 2004B | - | - | - | - | - | 19,695,000 | 15,430,000 | - | - | - | - | 35,125,000 | 2010-2011; 2015-2016 |
| 2005C | - | - | - | - | 7,430,000 | 20,090,000 | - | - | - | - | - | 27,520,000 | 2009; 2016-2017 |
| 2006A | - | - | - | - | 7,760,000 | - | 8,015,000 | - | - | - | - | 15,775,000 | 2009; 2010 |
| 2006D | - | - | - | - | 9,170,000 | 12,275,000 | 9,495,000 | - | - | - | - | 30,940,000 | 2009; 2010; 2017 |
| 2007A | - | - | - | - | 9,400,000 | 26,230,000 | 19,930,000 | - | - | - | - | 55,560,000 | 2009; 2010-2011; 2017-2018 |
| | \$ 57,550,000 | \$ 19,350,000 | \$ 79,425,000 | \$ 89,800,000 | \$ 111,955,000 | \$ 246,955,000 | \$ 141,425,000 | \$ 54,860,000 | \$ 141,335,000 | \$ - | \$ - | \$ 942,655,000 | |

| Refunding Bonds | | Change in |
|--------------------|-----------------------|-----------------|
| Original Principal | Principal Outstanding | Principal |
| Series 2003E | \$ 58,235,000 | \$ 685,000 |
| Series 2004C | 18,880,000 | (470,000) |
| Series 2005D | 71,900,000 | (7,525,000) |
| Series 2009A | 91,170,000 | 1,370,000 |
| Series 2009B | 102,970,000 | (8,985,000) |
| Series 2009C | 240,830,000 | (6,125,000) |
| Series 2010A | 131,170,000 | (10,255,000) |
| Series 2010B | 53,685,000 | (1,175,000) |
| Series 2010C | 129,340,000 | (11,995,000) |
| Total | \$ 898,180,000 | \$ (44,475,000) |

STATE OF OHIO
COMMON SCHOOLS CAPITAL FACILITIES BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | JULY 1, 2010 THROUGH DECEMBER 31, 2010 | CUMULATIVE SINCE INCEPTION DECEMBER 1999 |
|--|--|--|
| CASH BALANCE, JULY 1, 2010..... | \$ 4,758 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 80,140,214 | \$ 1,416,776,072 |
| Bond Proceeds..... | 6,720 | 107,162,145 |
| Accrued Interest on Bonds Sold..... | - | 1,501,660 |
| Net Receipts from Swap Agreements..... | - | 2,827,603 |
| Interest Earnings..... | 1,557 | 888,877 |
| Other..... | - | 39,295 |
| TOTAL CASH INFLOWS..... | 80,148,491 | 1,529,195,652 |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 20,440,000 | 650,980,000 |
| Interest Paid..... | 54,776,120 | 846,250,652 |
| Net Payments under Swap Agreements..... | 4,667,790 | 30,006,041 |
| Bond Sale and Miscellaneous Expenses..... | 252,627 | 1,942,247 |
| TOTAL CASH OUTFLOWS..... | 80,136,537 | 1,529,178,940 |
| CASH BALANCE, DECEMBER 31, 2010..... | \$ 16,712 | \$ 16,712 |

Note:

In addition to the December 31, 2010 cash balance reported above for the Common Schools Capital Facilities Bond Service Fund, the Sinking Fund Commission had \$124,435 in cash and investments on hand in a custodial fund with the Treasurer of State's office. The balance represents \$102 in investment earnings held in STAROhio, and \$124,333 in administrative fees that remain unspent.

HIGHER EDUCATION CAPITAL FACILITIES BONDS

Section 2n of Article VIII, Ohio Constitution, as approved by voters on November 2, 1999, authorizes the issuance of Higher Education Capital Facilities Bonds. The vote was: Yes—1,285,277; No—828,426.

Higher Education Capital Facilities Bonds finance 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 mature not later than December 31 of the 25th calendar year after issuance, except that obligations issued to refund other obligations mature not later than December 31 of the 25th calendar year after the year in which the original obligation to pay was issued.

Section 2n of Article VIII, Ohio Constitution, was initially implemented by the General Assembly with the adoption of Senate Bill 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 million (all of which was issued) and specified the purposes and application of the bond proceeds. There is not a limitation specified in the constitution as to the amount of bond principal that can be outstanding at any one time of the total par amount of bonds issued within a given year.

Subsequent to the passage of Senate Bill 206 and the initial issuance of obligations under this section, the General Assembly passed House Bill 640, which enacted Sections 151.01 and 151.04, 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 are provided by a transfer from the State's General Revenue Fund to the Higher Education Capital Facilities Bond Service Fund, as created under Section 151.04, Ohio Revised Code.

STATE OF OHIO
SCHEDULE OF HIGHER EDUCATION CAPITAL FACILITIES BONDS
As of DECEMBER 31, 2010

| CURRENT INTEREST BONDS | | | | | | | | | | | | | |
|-------------------------------|------------|--------------------|---------------------|-------------------|------------------------|------------------------------------|-------------------------------------|---------------------------------------|--------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| Series | Issue Date | First Payment Date | Final Maturity Date | Interest Rate (A) | Original Principal (B) | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 02/01/11 | Principal Maturing on 05/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
| 2000A | 02/01/00 | 02/01/01 | 02/01/09 | 5.3589% | \$ 150,000,000 | \$ 83,700,000 | \$ 66,300,000 | \$ - | \$ - | \$ - | \$ 50,473,850 | \$ 50,473,850 | \$ - |
| 2000B | 11/01/00 | 05/01/01 | 05/01/10 | 5.0604% | 150,000,000 | 84,285,000 | 65,715,000 | - | - | - | 29,695,901 | 29,695,901 | - |
| 2001A | 04/01/01 | 02/01/02 | 02/01/21 | 4.8344% | 150,000,000 | 43,930,000 | 106,070,000 | - | - | - | 43,460,402 | 43,460,402 | - |
| 2001B | 10/01/01 | 11/01/02 | 11/01/21 | 4.4619% | 175,000,000 | 45,735,000 | 121,105,000 | 8,160,000 | - | - | 57,053,049 | 56,706,249 | 346,800 |
| 2002A | 05/01/02 | 08/01/03 | 08/01/22 | 4.7918% | 150,000,000 | 30,780,000 | 105,730,000 | 13,480,000 | - | - | 52,598,388 | 51,598,938 | 999,450 |
| 2002B | 11/14/02 | 11/01/03 | 11/01/22 | 4.4916% | 175,000,000 | 39,870,000 | 82,530,000 | 52,600,000 | - | - | 80,707,255 | 58,715,417 | 21,991,838 |
| 2002C | 11/21/02 | 11/01/10 | 11/01/14 | 3.6478% | 54,975,000 | 10,000,000 | - | 44,975,000 | - | - | 29,944,521 | 23,617,046 | 6,327,475 |
| 2003A | 06/05/03 | 05/01/05 | 05/01/23 | 3.9450% | 150,000,000 | 30,320,000 | 51,635,000 | 68,045,000 | - | - | 74,702,670 | 45,217,939 | 29,484,731 |
| 2004A | 04/01/04 | 05/01/05 | 05/01/24 | 3.7685% | 150,000,000 | 33,140,000 | 27,010,000 | 89,850,000 | - | - | 69,355,699 | 35,437,264 | 33,918,435 |
| 2004B | 09/23/04 | 02/01/05 | 02/01/24 | 4.2010% | 150,000,000 | 29,195,000 | 26,055,000 | 94,750,000 | - | - | 77,533,756 | 36,544,831 | 40,988,925 |
| 2005A | 03/24/05 | 02/01/06 | 02/01/25 | 4.2516% | 150,000,000 | 22,325,000 | 25,980,000 | 101,695,000 | - | - | 80,625,342 | 34,009,035 | 46,616,307 |
| 2005B | 09/29/05 | 05/01/06 | 05/01/25 | 4.1350% | 150,000,000 | 23,265,000 | 19,030,000 | 107,705,000 | - | - | 75,243,624 | 30,235,188 | 45,008,436 |
| 2005C | 09/29/05 | 08/01/11 | 08/01/16 | 3.6526% | 49,495,000 | - | - | 49,495,000 | - | - | 20,566,677 | 11,622,527 | 8,944,150 |
| 2006A | 04/27/06 | 05/01/07 | 05/01/26 | 4.4320% | 150,000,000 | 17,470,000 | 25,480,000 | 107,050,000 | - | - | 79,595,447 | 28,314,032 | 51,281,415 |
| 2006B | 12/19/06 | 11/01/07 | 11/01/26 | 4.1520% | 150,000,000 | 9,770,000 | 17,545,000 | 122,685,000 | - | - | 85,565,048 | 26,215,298 | 59,349,750 |
| 2009A | 01/27/09 | 08/01/10 | 08/01/19 | 2.6494% | 86,905,000 | 6,055,000 | - | 80,850,000 | - | - | 23,302,423 | 5,800,173 | 17,502,250 |
| 2009B | 05/29/09 | 08/01/12 | 08/01/20 | 2.9096% | 48,745,000 | - | - | 48,745,000 | - | - | 18,055,165 | 2,786,665 | 15,268,500 |
| 2009C | 10/06/09 | 02/01/10 | 08/01/20 | 2.6414% | 262,430,000 | - | - | 255,465,000 | - | - | 83,904,075 | 9,515,125 | 74,388,950 |
| 2010A | 01/21/10 | 08/01/13 | 08/01/21 | 3.1640% | 95,240,000 | - | - | 95,240,000 | - | - | 36,933,218 | 2,301,718 | 34,631,500 |
| 2010B | 01/21/10 | 08/01/14 | 08/01/15 | 2.1608% | 24,360,000 | - | - | 24,360,000 | - | - | 6,258,306 | 637,556 | 5,620,750 |
| 2010C | 10/08/10 | 08/01/15 | 08/01/22 | 2.5325% | 98,560,000 | - | - | 98,560,000 | - | - | 38,637,971 | - | 38,637,971 |
| 2010D | 12/03/10 | 08/01/12 | 08/01/12 | 1.6246% | 4,535,000 | - | - | 4,535,000 | - | - | 106,142 | - | 106,142 |
| 2010E | 12/03/10 | 08/01/13 | 08/01/30 | 3.1355% | 285,465,000 | - | - | 295,465,000 | - | - | 174,695,893 | - | 174,695,893 |
| TOTAL | | | | | \$ 3,020,710,000 | \$ 516,805,000 | \$ 740,185,000 | \$ 1,763,720,000 | \$ - | \$ - | \$ 1,289,014,822 | \$ 582,905,154 | \$ 706,109,668 |

Notes:

(A) The interest rate for the Series 2000A bonds reflect the net interest cost

(continued)

STATE OF OHIO
SCHEDULE OF HIGHER EDUCATION CAPITAL FACILITIES BONDS
As of DECEMBER 31, 2010
(Continued)

Notes:

(B) The following table provides details on refunded Higher Education Capital Facilities Bonds.

| Refunded Bonds | Refunding Bonds | | | | | | | | | | Total | Refunded Maturities |
|----------------|-----------------|---------------|---------------|---------------|----------------|----------------|---------------|----------------|------------|-------|----------------|---------------------------------|
| | 2002C | 2005C | 2009A | 2009B | 2009C | 2010A | 2010B | 2010C | 2010C | 2010C | | |
| 2000A | \$ - | \$ - | \$ 56,600,000 | \$ 9,700,000 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 66,300,000 | 2010; 2011-2015 |
| 2000B | 56,200,000 | - | - | - | - | 9,515,000 | - | - | - | - | 65,715,000 | 2010; 2011-2015 |
| 2001A | - | 49,810,000 | 31,305,000 | 6,565,000 | 11,495,000 | 6,895,000 | - | - | - | - | 106,070,000 | 2010; 2011-2021 |
| 2001B | - | - | - | 7,530,000 | 92,700,000 | 7,835,000 | - | - | 13,040,000 | - | 121,105,000 | 2009-2010; 2012-2020; 2021 |
| 2002A | - | - | - | 5,965,000 | 70,505,000 | 6,265,000 | - | - | 22,995,000 | - | 105,730,000 | 2009-2010; 2013-2020; 2021-2022 |
| 2002B | - | - | - | 7,465,000 | 8,515,000 | 7,700,000 | 8,830,000 | 50,020,000 | - | - | 82,530,000 | 2009-2010; 2013-2014; 2015-2019 |
| 2003A | - | - | - | - | 15,210,000 | 11,035,000 | 8,235,000 | 17,155,000 | - | - | 51,635,000 | 2010-2011; 2014-2016; 2017-2018 |
| 2004A | - | - | - | - | 14,490,000 | 12,520,000 | - | - | - | - | 27,010,000 | 2010-2011; 2015-2016 |
| 2004B | - | - | - | 5,615,000 | 6,995,000 | 5,895,000 | 7,550,000 | - | - | - | 26,055,000 | 2010-2011; 2015-2016 |
| 2005A | - | - | - | 5,540,000 | 14,730,000 | 5,710,000 | - | - | - | - | 25,980,000 | 2010-2011; 2016-2017 |
| 2005B | - | - | - | - | 7,595,000 | 11,435,000 | - | - | - | - | 19,030,000 | 2010-2011; 2017 |
| 2006A | - | - | - | - | 14,725,000 | 10,755,000 | - | - | - | - | 25,480,000 | 2010-2011; 2017-2018 |
| 2006B | - | - | - | 4,990,000 | 7,335,000 | 5,220,000 | - | - | - | - | 17,545,000 | 2009-2010; 2017 |
| | \$ 56,200,000 | \$ 49,810,000 | \$ 87,905,000 | \$ 53,370,000 | \$ 264,295,000 | \$ 100,780,000 | \$ 24,615,000 | \$ 103,210,000 | \$ - | \$ - | \$ 740,185,000 | |

| Refunding Bonds | Change in | |
|-----------------|--------------------|-----------------------|
| | Original Principal | Principal Outstanding |
| Series 2002C | \$ 54,975,000 | \$ (1,225,000) |
| Series 2005C | 49,495,000 | (315,000) |
| Series 2009A | 86,905,000 | (1,000,000) |
| Series 2009B | 48,745,000 | (4,625,000) |
| Series 2009C | 262,430,000 | (1,865,000) |
| Series 2010A | 95,240,000 | (5,540,000) |
| Series 2010B | 24,360,000 | (255,000) |
| Series 2010C | 98,560,000 | (4,650,000) |
| Total | \$ 720,710,000 | \$ (19,475,000) |

**STATE OF OHIO
HIGHER EDUCATION CAPITAL FACILITIES BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010**

| | <u>JULY 1, 2010 THROUGH DECEMBER 31, 2010</u> | <u>CUMULATIVE SINCE INCEPTION FEBRUARY 2000</u> |
|--|---|---|
| CASH BALANCE, JULY 1, 2010..... | \$ 3,258 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 49,793,957 | \$ 1,023,896,176 |
| Bond Proceeds..... | 4,250 | 74,123,348 |
| Accrued Interest on Bonds Sold..... | - | 1,626,556 |
| Interest Earnings..... | - | 599,582 |
| Unused Administrative Fees..... | - | 12,302 |
| TOTAL CASH INFLOWS..... | <u>49,798,207</u> | <u>1,100,257,964</u> |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 16,055,000 | 516,805,000 |
| Interest Paid..... | 33,741,713 | 582,905,154 |
| Bond Sale and Miscellaneous Expenses..... | 500 | 543,558 |
| TOTAL CASH OUTFLOWS..... | <u>49,797,213</u> | <u>1,100,253,712</u> |
| CASH BALANCE, DECEMBER 31, 2010..... | <u>\$ 4,252</u> | <u>\$ 4,252</u> |

Note:

In addition to the December 31, 2010 cash balance reported above for the Higher Education Capital Facilities Bond Service Fund, the Sinking Fund Commission had \$109,202 in a custodial fund with the Treasurer of State's office. The balance represents bond proceeds held for cost of issuance.

PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS

Section 2k of Article VIII, Ohio Constitution, as approved by voters on November 3, 1987, originally authorized the issuance of Public Infrastructure Capital Improvements Bonds.

The bonds financed or assisted 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 \$120 million in principal could be issued in any calendar year, provided, however that the aggregate total principal amount of bonds and other obligations issued did not exceed \$1.2 billion. Of the authorized amount, the Treasurer of State issued bonds totaling \$1,199,986,136.

On November 7, 1995, voters approved Section 2m, Article VIII, Ohio Constitution, which authorized the issuance of additional Public Infrastructure Capital 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 additional bond issues finance or assist in the financing of the costs of public infrastructure capital improvements of municipal corporations, counties, townships, and other governmental entities as designated by law. The capital improvements are limited to roads and bridges, wastewater 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 include without limitation, the cost of acquisition, construction, reconstruction, expansion, improvement, planning, and equipping.

Not more than \$120 million in principal, plus the principal of Public Infrastructure Capital Improvements Bonds that in any prior fiscal years could have been but were not issued within the \$120 million fiscal-year limit, can be issued in any fiscal year,

and not more than \$1.2 billion in principal can be issued under this additional authority. If bonds are issued under this section to retire or refund obligations previously issued under this section the new bonds are not 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 Capital Improvements Bonds mature in not more than 30 years from the date of issuance, or if issued to retire or refund other obligations, within 30 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, Ohio Revised Code, and appropriated the proceeds for the purposes for which the bonds were issued. The authority to issue Public Infrastructure Capital Improvements Bonds in amounts authorized by the General Assembly was conferred upon the Treasurer of State.

The statutory provisions regarding the application of proceeds from additional Public Infrastructure Capital Improvements Bonds under Section 2m was continued in Chapter 164, Ohio Revised Code, however, the 123rd General Assembly passed House Bill 640, which enacted Sections 151.01 and 151.08, Ohio Revised Code, effective September 14, 2000, providing for the issuance of Public Infrastructure Capital Improvements Bonds after that date. Nonetheless, with that change, the issuing authority remained the Treasurer of State.

Subsequently, the 126th General Assembly passed House Bill 16, which amended Section 151.01, Ohio Revised Code, providing for further issuance of such obligations by the Ohio Public Facilities Commission. Section 39.02 of House Bill 16, which went into effect on July 1, 2005, provides for the Ohio Public Facilities Commission to supersede the Treasurer of State in all matters relating to the obligations.

STATE OF OHIO
SCHEDULE OF PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | First Payment Date | Final Maturity Date | Interest Rate (A) | Original Principal (H) | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 02/01/11 | Principal Maturing on 03/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity | | | |
|--------------|--------------|--------------------|---------------------|-------------------|------------------------|------------------------------------|-------------------------------------|---------------------------------------|--------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|------------------|----------------|----------------|
| 1988 | 12/01/88 | 09/01/89 | 09/01/92 | 7.1800% | \$ 120,000,000 | \$ 21,335,000 | \$ 98,665,000 | \$ - | \$ - | \$ - | \$ 28,937,008 | \$ 28,937,008 | \$ - | | | |
| 1989 | 12/01/89 | 09/01/90 | 09/01/09 | 6.5870% | 70,000,000 | 70,000,000 | - | - | - | - | 36,638,629 | 36,638,629 | - | | | |
| 1991 | 12/01/91 | 08/01/92 | 08/01/01 | 6.2935% | 79,975,000 | 62,250,000 | 17,725,000 | - | - | - | 22,636,876 | 22,636,876 | - | | | |
| 1992 | (G) 12/01/92 | 08/01/93 | 08/01/12 | 7.1152% | 91,720,000 | 65,800,000 | 17,405,000 | 8,515,000 | - | - | 42,485,717 | 41,699,122 | 786,595 | | | |
| 1992R | 12/01/92 | 09/01/93 | 09/01/03 | 7.0015% | 90,855,000 | 90,855,000 | - | - | - | - | 26,267,079 | 26,267,079 | - | | | |
| 1993 | (G) 11/01/93 | 08/01/94 | 08/01/03 | 5.1640% | 94,575,000 | 41,215,000 | 53,360,000 | - | - | - | 35,911,961 | 35,911,961 | - | | | |
| 1994 | (G) 02/01/94 | 08/01/94 | 08/01/10 | 5.1640% | 120,000,000 | 51,455,000 | 68,545,000 | - | - | - | 48,901,280 | 48,901,280 | - | | | |
| 1995 | (G) 01/01/95 | 08/01/95 | 08/01/05 | 5.0609% | 108,835,000 | 48,025,000 | 60,810,000 | - | - | - | 26,946,049 | 26,946,049 | - | | | |
| 1996 | (G) 01/01/96 | 08/01/96 | 08/01/05 | 5.0609% | 120,000,000 | 45,455,000 | 57,965,000 | 16,580,000 | - | - | 34,567,050 | 34,567,050 | - | | | |
| 1997 | (G) 01/01/97 | 08/01/97 | 08/01/14 | 5.2307% | 120,000,000 | 45,455,000 | 57,965,000 | - | - | - | 48,840,152 | 45,736,157 | 3,103,995 | | | |
| 1997R | (G) 01/01/98 | 02/01/98 | 02/01/08 | 4.9204% | 44,400,000 | 7,505,000 | 36,895,000 | - | - | - | 21,195,328 | 21,195,328 | - | | | |
| 1998A | (G) 01/01/98 | 08/01/98 | 08/01/08 | 4.6670% | 120,000,000 | 49,965,000 | 70,035,000 | - | - | - | 37,659,221 | 37,659,221 | - | | | |
| 1998B | (G) 07/01/98 | 02/01/99 | 02/01/14 | 4.9055% | 120,000,000 | 45,850,000 | 59,150,000 | 15,000,000 | - | - | 37,910,656 | 35,537,656 | 2,373,000 | | | |
| 1998R | 08/01/98 | 08/01/99 | 08/01/07 | 4.5317% | 10,850,000 | 10,850,000 | - | - | - | - | 3,439,525 | 3,439,525 | - | | | |
| 1999 | 09/15/99 | 02/01/00 | 02/01/09 | 5.4396% | 120,000,000 | 40,115,000 | 79,885,000 | - | - | - | 28,580,924 | 28,580,924 | - | | | |
| 2000 | 10/15/00 | 02/01/01 | 02/01/09 | 5.3026% | 120,000,000 | 42,310,000 | 77,690,000 | - | - | - | 19,239,095 | 19,239,095 | - | | | |
| 2001A | (G) 11/15/01 | 08/01/03 | 08/01/13 | 4.1967% | 56,100,000 | 26,955,000 | 10,800,000 | 18,345,000 | - | - | 19,559,568 | 17,560,124 | 1,999,444 | | | |
| 2002A | 08/15/02 | 02/01/13 | 02/01/20 | 4.3584% | 59,920,000 | 29,415,000 | 85,490,000 | 59,920,000 | - | - | 46,675,147 | 25,900,778 | 20,774,369 | | | |
| 2002B | 11/01/02 | 03/01/04 | 08/01/15 | 4.5198% | 120,000,000 | 128,675,000 | 26,405,000 | 5,095,000 | - | - | 17,591,359 | 17,229,079 | 362,280 | | | |
| 2003A | 02/26/03 | 08/01/03 | 08/01/08 | 3.2866% | 233,585,000 | 11,630,000 | 26,405,000 | 78,505,000 | - | - | 73,796,038 | 65,150,275 | 8,645,763 | | | |
| 2003C | 02/01/03 | 08/01/04 | 08/01/15 | 3.3043% | 120,000,000 | 128,675,000 | 26,405,000 | 78,505,000 | - | - | 2,046,618 | 2,046,618 | - | | | |
| 2003F | 12/04/03 | 02/01/05 | 02/01/23 | 4.1883% | 120,000,000 | 30,115,000 | 42,300,000 | 47,585,000 | - | - | 46,347,668 | 26,802,967 | 19,544,701 | | | |
| 2004C | 10/05/04 | 08/01/10 | 08/01/14 | 3.4246% | 39,530,000 | 6,690,000 | 12,620,000 | 20,220,000 | - | - | 13,611,122 | 10,561,122 | 3,050,000 | | | |
| 2004D | 12/01/04 | 03/01/05 | 03/01/24 | 4.5512% | 120,000,000 | 21,600,000 | 21,455,000 | 76,945,000 | - | - | 61,821,066 | 28,593,509 | 33,227,557 | | | |
| 2005A | 12/01/05 | 09/01/06 | 09/01/25 | 4.4230% | 120,000,000 | 11,985,000 | 13,040,000 | 94,975,000 | - | - | 67,917,755 | 24,926,455 | 42,991,300 | | | |
| 2006A | 11/16/06 | 03/01/07 | 03/01/26 | 4.3310% | 120,000,000 | 15,190,000 | 20,665,000 | 84,145,000 | - | - | 57,927,640 | 18,585,546 | 39,342,094 | | | |
| 2007A | 09/20/07 | 09/01/08 | 09/01/27 | 4.4172% | 120,000,000 | 7,475,000 | 4,000,000 | 108,525,000 | - | - | 70,840,132 | 16,419,282 | 54,420,850 | | | |
| 2008A | 10/16/08 | 09/01/10 | 09/01/28 | 5.2265% | 240,000,000 | - | 15,550,000 | 224,450,000 | - | - | 147,330,285 | 21,206,585 | 126,123,700 | | | |
| 2009A | 01/27/09 | 08/01/10 | 08/01/14 | 1.9116% | 49,995,000 | 11,380,000 | 38,615,000 | 38,615,000 | - | - | 5,155,460 | 2,390,710 | 2,764,750 | | | |
| 2009B | 05/29/09 | 08/01/12 | 08/01/20 | 2.9063% | 81,990,000 | - | 81,990,000 | 81,990,000 | - | - | 28,247,418 | 4,428,993 | 23,818,425 | | | |
| 2010A | 01/21/10 | 08/01/13 | 08/01/21 | 3.1713% | 51,290,000 | - | 51,290,000 | 51,290,000 | - | - | 14,546,009 | 847,027 | 13,698,982 | | | |
| 2010B | 03/05/10 | 09/01/22 | 09/01/30 | 3.4348% | 120,000,000 | - | 120,000,000 | 120,000,000 | - | - | 104,500,286 | 3,031,141 | 101,469,145 | | | |
| 2010C | 03/05/10 | 09/01/13 | 09/01/17 | 2.0811% | 54,400,000 | - | 54,400,000 | 54,400,000 | - | - | 13,046,583 | 1,114,508 | 11,932,075 | | | |
| 2010D | 10/08/10 | 08/01/13 | 08/01/20 | 2.2260% | 14,950,000 | - | 14,950,000 | 14,950,000 | - | - | 3,345,869 | - | 3,345,869 | | | |
| TOTAL | | | | | | | | | \$ 3,263,105,000 | \$ 1,046,125,000 | \$ 996,930,000 | \$ 1,220,050,000 | \$ - | \$ 1,294,462,573 | \$ 780,687,679 | \$ 513,774,894 |

(continued)

STATE OF OHIO
SCHEDULE OF PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS
As of DECEMBER 31, 2010
(Continued)

| CAPITAL APPRECIATION BONDS | | | | | | | | | | | | | |
|-----------------------------------|------------|------------------------------|---------------------|-------------------|------------------------|------------------------------------|-------------------------------------|---------------------------------------|--------------------------------|--------------------------------|----------------|--|-------------------------------------|
| Series | Issue Date | First Principal Payment Date | Final Maturity Date | Interest Rate (A) | Original Principal (H) | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 02/01/11 | Principal Maturing on 03/01/11 | Total Discount | Accreted Principal Paid through 12/31/10 | Remaining Discount through Maturity |
| 1989 | 12/01/89 | 09/01/95 | 09/01/09 | 6.5870% | \$ 49,999,935 | \$ 49,999,935 | \$ - | \$ - | \$ - | \$ - | \$ 58,370,064 | \$ 58,370,064 | \$ - |
| 1991 | 12/01/91 | 08/01/99 | 08/01/11 | 6.2935% | 40,020,445 | 37,526,365 | - | 2,494,080 | - | - | 56,229,555 | 49,723,635 | 6,505,920 |
| 1992 | 12/01/92 | 08/01/00 | 08/01/12 | 7.1152% | 28,275,727 | 24,793,535 | - | 3,482,192 | - | - | 36,194,273 | 28,171,465 | 8,022,808 |
| 1992R | 12/01/92 | 09/01/99 | 09/01/00 | 7.0015% | 7,800,739 | 7,800,739 | - | - | - | - | 13,509,261 | 13,509,261 | - |
| 1993 | 11/01/93 | 08/01/95 | 08/01/13 | 5.1640% | 25,420,844 | 19,878,724 | - | 5,542,120 | - | - | 24,829,156 | 9,066,276 | 15,762,880 |
| 1995 | 01/01/95 | 08/01/02 | 08/01/14 | 6.1297% | 21,494,889 | 16,356,763 | - | 5,138,126 | - | - | 26,540,111 | 15,568,237 | 10,971,874 |
| 1996 | 01/01/96 | 08/01/04 | 08/01/15 | 5.0609% | 11,164,295 | 7,583,834 | - | 3,580,461 | - | - | 11,850,705 | 6,116,166 | 5,734,539 |
| 1997R | 01/01/98 | 08/01/03 | 08/01/08 | 5.2307% | 5,860,670 | 5,860,670 | - | - | - | - | 10,064,330 | 10,064,330 | - |
| 1998R | 08/01/98 | 08/01/08 | 08/01/08 | 4.5317% | 1,784,986 | 1,784,986 | - | - | - | - | 2,400,014 | 2,400,014 | - |
| 2003C | 02/26/03 | 08/01/11 | 08/01/12 | 3.2866% | 6,241,829 | - | - | 6,241,829 | - | - | 19,673,171 | - | 19,673,171 |
| 2003E | 03/20/03 | 08/01/04 | 08/01/12 | 3.2313% | 2,718,755 | 2,449,715 | - | 269,040 | - | - | 13,976,245 | 6,065,285 | 7,910,960 |
| 2004B | 03/03/04 | 02/01/10 | 02/01/11 | 3.6346% | 308,851 | 41,978 | - | 266,873 | 266,873 | - | 7,881,149 | 683,023 | 7,198,126 |
| TOTAL | | | | | \$ 201,091,965 | \$ 174,077,244 | \$ - | \$ 27,014,721 | \$ 266,873 | \$ - | \$ 281,518,034 | \$ 199,737,756 | \$ 81,780,278 |

| VARIABLE RATE BONDS | | | | | | | | | | | | | |
|----------------------------|------------|---------------------------------|---------------------|---------------|--------------------|------------------------------------|-------------------------------------|---------------------------------------|--------------------------------|--------------------------------|--------------------------------------|--------------------------------|-------------------------------------|
| Series | Issue Date | Date of First Principal Payment | Final Maturity Date | Interest Rate | Original Principal | Principal Matured through 12/31/10 | Principal Refunded through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 02/01/11 | Principal Maturing on 03/01/11 | Total Estimated Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
| 2001B | 11/29/01 | 08/01/14 | 08/01/21 | (C) | \$ 63,900,000 | \$ - | \$ - | \$ 63,900,000 | \$ - | \$ - | \$ 29,687,006 | \$ 9,915,006 | \$ 19,772,000 |
| 2003B | 02/26/03 | 08/01/09 | 08/01/17 | (D) | 104,315,000 | 5,170,000 | - | 99,145,000 | - | - | 35,596,107 | 14,590,907 | 21,005,200 |
| 2003D | 03/20/03 | 02/01/11 | 02/01/19 | (E) | 58,085,000 | - | - | 58,085,000 | 1,420,000 | - | 21,656,809 | 8,091,309 | 13,565,500 |
| 2004A | 03/03/04 | 02/01/05 | 02/01/23 | (F) | 58,725,000 | 3,430,000 | - | 55,295,000 | - | - | 28,346,371 | 7,439,071 | 20,907,300 |
| TOTAL | | | | | \$ 285,025,000 | \$ 8,600,000 | \$ - | \$ 276,425,000 | \$ 1,420,000 | \$ - | \$ 115,286,293 | \$ 40,036,293 | \$ 75,250,000 |
| GRAND TOTAL | | | | | \$ 3,749,221,965 | \$ 1,228,802,244 | \$ 996,930,000 | \$ 1,523,489,721 | \$ 1,686,873 | \$ - | \$ 1,691,266,900 | \$ 1,020,461,728 | \$ 670,805,172 |

(continued)

STATE OF OHIO
SCHEDULE OF PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS
As of DECEMBER 31, 2010
(Continued)

Notes:

(A) The interest rates for the Series 1988, 1989, 1992, and 1992R bonds reflect the net interest cost.

The Ohio Revised Code Section 151.01 permits the State to enter into interest rate swap agreements as part of its debt management. The following table reflects the terms, payments and receipts for each swap. The interest rate paid to bondholders is reset weekly until maturity.

| Series | Agreement Type | Effective Date | Termination Date | State Receives | State Pays | Net Interest Received | Net Interest Paid | Final Maturity | Variable Rate Bonds | |
|--------------|-------------------|----------------|------------------|----------------|------------|-----------------------|-------------------|----------------|--|--|
| | | | | | | | | | Estimated Variable Interest Rate Basis | Estimated Variable Interest Rate Basis |
| (B) 2003F* | Fixed-to-Floating | 12/14/2003 | 2/1/2010 | 2.540% | SIFMA | \$ 642,914 | \$ 387,594 | - | - | - |
| (C) 2001B | Floating-to-Fixed | 11/29/2001 | 8/1/2021 | SIFMA | 4.630% | - | 15,390,544 | 8/1/2021 | 4.000% | 4.000% |
| (D) 2003B* | Floating-to-Fixed | 2/26/2003 | 8/1/2008 | Matched Rate | 2.960% | 1,195,544 | 4,676,335 | 8/1/2017 | 4.000%* | * 2.96% prior to 8/1/2008 |
| (E) 2003D* | Floating-to-Fixed | 3/20/2003 | 2/1/2010 | Matched Rate | 3.035% | 578,579 | 4,657,835 | 2/1/2019 | 4.000%* | * 3.035% prior to 8/1/2008 |
| (F) 2004A | Floating-to-Fixed | 3/3/2004 | 2/1/2023 | LIBOR* | 3.510% | 63,836 | 5,378,191 | 2/1/2023 | 4.000% | 4.000% |
| (G) Multiple | Fixed-to-Floating | 4/5/2002 | 7/1/2002* | 4.26% | SIFMA | 1,244,598 | - | - | - | - |
| | | 7/5/2002 | 9/24/2002* | 4.27% | SIFMA | 4,194,598 | - | - | - | - |
| | | 12/4/2002 | 9/24/2002* | 4.21% | SIFMA | 3,715,000 | - | - | - | - |

* Terms: 63% of one-month LIBOR+25 basis-points, if the weighted average rate is below 5.00% or 68% of the average one-month LIBOR-USD fixed rate, if the weighted average rate is 5.00% or above.

* The Treasurer of State exercised the option to terminate these swaps prior to their effective date which resulted in a net payment to the State of \$9,154,196

Total \$ 11,635,069 \$ 30,490,499

(continued)

STATE OF OHIO
SCHEDULE OF PUBLIC INFRASTRUCTURE CAPITAL IMPROVEMENTS BONDS
As of DECEMBER 31, 2010
(Continued)

| Refunded Bonds | Refunding Bonds | | | | | | | | | | | Total | Refunded Maturities | | | |
|----------------|-----------------|---------------|---------------|---------------|----------------|----------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------------|---------------|----------------|-------------------|
| | 1992R | 1997R | 1998R | 2002A | 2003A | 2003B & 2003C | 2003D & 2003E | 2004A & 2004B | 2004C | 2009A | 2009B | | | 2010A | 2010C | 2010D |
| 1988 | \$ 98,665,000 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 98,665,000 | 1993-2003 |
| 1991 | - | 17,725,000 | - | - | - | - | - | - | - | - | - | - | - | - | 17,725,000 | 2002-2011 |
| 1992 | - | - | 12,635,000 | - | 4,770,000 | - | - | - | - | - | - | - | - | - | 17,405,000 | 2004-2008 |
| 1993 | - | - | - | - | 53,360,000 | - | - | - | - | - | - | - | - | - | 53,360,000 | 2004-2011 |
| 1994 | - | - | - | - | 60,610,000 | - | - | - | - | - | - | 7,935,000 | - | - | 68,545,000 | 2005-2009; 2010 |
| 1995 | - | 32,540,000 | - | - | 13,935,000 | - | - | - | - | - | - | - | - | - | 46,475,000 | 2011-2013 |
| 1996 | - | - | - | - | 60,810,000 | - | - | - | - | - | - | - | - | - | 60,810,000 | 2006-2014 |
| 1997 | - | - | - | - | 6,270,000 | 38,190,000 | - | 6,920,000 | 6,585,000 | - | - | - | - | - | 57,965,000 | 2003, 2008-2012; |
| 1997R | - | - | - | - | - | - | - | - | - | 29,540,000 | 7,355,000 | - | - | - | 36,895,000 | 2015-2016 |
| 1998A | - | - | - | - | 6,250,000 | 43,155,000 | - | - | - | 20,630,000 | - | - | - | - | 70,035,000 | 2009-2014 |
| 1998B | - | - | - | - | 5,750,000 | 40,850,000 | - | - | - | - | - | - | - | - | 46,605,000 | 2009-2012; |
| 1999 | - | - | - | - | 12,475,000 | 60,805,000 | - | - | 12,550,000 | - | 5,945,000 | - | - | - | 79,885,000 | 2003; 2009-2017 |
| 2000 | - | - | - | 60,450,000 | 11,450,000 | - | - | - | 660,000 | - | 5,270,000 | - | - | - | 68,385,000 | 2009-2012; |
| 2001A | - | - | - | - | - | - | - | - | 520,000 | - | 5,270,000 | 5,530,000 | - | - | 10,800,000 | 2009-2010 |
| 2002B | - | - | - | - | - | - | - | 52,115,000 | 10,740,000 | - | 4,665,000 | 4,855,000 | 12,105,000 | 1,010,000 | 85,490,000 | 2010; 2011; 2013- |
| 2003A | - | - | - | - | - | - | - | - | - | - | 26,405,000 | - | - | - | 26,405,000 | 2014; 2015-2016 |
| 2003F | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 2009 |
| 2004C | - | - | - | - | - | - | - | - | 9,070,000 | - | - | 5,470,000 | 14,585,000 | 13,175,000 | 42,300,000 | 2011; 2014-2015; |
| 2004D | - | - | - | - | - | - | - | - | - | - | 12,620,000 | - | - | - | 12,620,000 | 2016-2017; 2019- |
| 2005A | - | - | - | - | - | - | - | - | - | - | - | 4,665,000 | 11,890,000 | - | 21,455,000 | 2018 |
| 2006A | - | - | - | - | - | - | - | - | - | - | 4,275,000 | 4,900,000 | 4,340,000 | - | 13,040,000 | 2010; 2011; 2015- |
| 2007A | - | - | - | - | - | - | - | - | - | - | 4,350,000 | 4,525,000 | 11,790,000 | - | 20,665,000 | 2009; 2010; 2015 |
| 2008A | - | - | - | - | - | - | - | - | - | - | - | 4,000,000 | - | - | 4,000,000 | 2010; 2011; 2017- |
| | \$ 98,665,000 | \$ 50,265,000 | \$ 12,635,000 | \$ 60,450,000 | \$ 235,680,000 | \$ 122,195,000 | \$ 60,805,000 | \$ 59,035,000 | \$ 40,125,000 | \$ 50,170,000 | \$ 88,460,000 | \$ 49,550,000 | \$ 54,710,000 | \$ 14,185,000 | \$ 986,930,000 | 2009; 2010 |

| Refunding Bonds | Original Principal | Change in Principal Outstanding |
|----------------------|-----------------------|---------------------------------|
| | | |
| Series 1992R | \$ 98,665,739 | \$ (9,261) |
| Series 1997R | 50,260,670 | (4,330) |
| Series 1998R | 12,634,986 | (14) |
| Series 2002A | 59,920,000 | (530,000) |
| Series 2003A | 233,565,000 | (2,095,000) |
| Series 2003B & 2003C | 122,186,829 | (6,171) |
| Series 2003D & 2003E | 60,803,755 | (1,245) |
| Series 2004A & 2004B | 59,033,851 | (1,149) |
| Series 2004C | 39,530,000 | (595,000) |
| Series 2009A | 49,995,000 | (175,000) |
| Series 2009B | 81,990,000 | (6,470,000) |
| Series 2010A | 51,290,000 | 1,740,000 |
| Series 2010C | 54,400,000 | (310,000) |
| Series 2010D | 14,950,000 | 765,000 |
| Total | \$ 989,235,830 | \$ (7,694,170) |

STATE OF OHIO
STATE CAPITAL IMPROVEMENTS BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | JULY 1, 2010 THROUGH DECEMBER 31, 2010 | CUMULATIVE SINCE INCEPTION DECEMBER 1988 (Revised) |
|--|--|---|
| CASH BALANCE, JULY 1, 2010..... | \$ 32,804 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 105,009,891 | \$ 2,237,645,411 |
| Bond Proceeds..... | 1,502 | 26,650,730 |
| Accrued Interest on Bonds Sold..... | - | 4,931,221 |
| Net Receipts from Swap Agreements..... | - | 11,635,069 |
| Interest Earnings..... | 12 | 1,197,747 |
| Other..... | - | 194 |
| TOTAL CASH INFLOWS..... | 105,011,405 | 2,282,060,372 |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 56,195,915 | 1,228,802,244 |
| Interest Paid..... | 30,581,979 | 820,723,972 |
| Payments to Bondholders for Accreted Principal on Capital Appreciation Bonds..... | 15,819,085 | 199,737,756 |
| Net Payments under Swap Agreements..... | 2,256,111 | 30,490,499 |
| Bond Sale and Miscellaneous Expenses..... | 189,636 | 2,304,418 |
| TOTAL CASH OUTFLOWS..... | 105,042,726 | 2,282,058,889 |
| CASH BALANCE, DECEMBER 31, 2010..... | \$ 1,483 | \$ 1,483 |

Note:

In addition to the December 31, 2010 cash balance reported above for the Infrastructure Improvements Bond Service Fund, the Sinking Fund Commission had \$96,363 in cash and investments on hand in a custodial fund with the Treasurer of State's office. The balance represents \$69 in investment earnings held in STAROhio, and \$96,294 in administrative fees that remain unspent.

CONSERVATION PROJECTS BONDS

Section 2o of Article VIII, Ohio Constitution, as approved by voters on November 7, 2000, authorizes the issuance of Conservation Projects Bonds. The vote was: Yes—2,197,773; No—1,628,716.

Section 2q of Article VIII, Ohio Constitution, as approved by voters on November 4, 2008, authorizes the issuance of \$200 million of Conservation Projects Bonds. The vote was: Yes-3,574,294; No-1,585,410.

Conservation Projects Bonds provides financing to be used 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 \$50 million 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 \$50 million fiscal-year limit, can be issued in any fiscal year, and not more than \$400 million principal amount can be outstanding at any one time.

Conservation Projects Bonds mature not later than December 31 of the 25th calendar year after issuance, except that obligations issued to refund other obligations mature not later than December 31 of the 25th calendar year after the year in which the original obligation to pay was issued.

Section 2o of Article VIII, Ohio Constitution, was implemented by the General Assembly with the adoption of House Bill 3, in 2001, which amended Section 154.01 and Sections 901.21 through 901.23, Ohio Revised Code, enacted Section 154.09, Sections 164.20 through 164.27, and Sections 1519.05 and 1519.06, Ohio Revised Code, and appropriated the proceeds for the purposes for which the bonds may be issued. The authority to issue Conservation Projects Bonds in amounts authorized by the General Assembly was conferred upon the Ohio Public Facilities Commission in House Bill 3.

Section 2q of Article VIII, Ohio Constitution, was implemented by the General Assembly with the adoption of House Bill 2, in 2009, which amended Section 151.09 (B) (1) of the Ohio Revised Code.

Funds to retire the bonds are paid when due, as to principal and interest, by a transfer from the State's General Revenue Fund to the Conservation Projects Bond Service Fund, as created under Section 151.09, Ohio Revised Code. The Commissioners of the Sinking Fund 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 transfer the amount so certified.

Legislation authorizing the issuance of Conservation Projects Bonds further requires the issuance of bonds when the Ohio Public Works Commission certifies amounts needed for the purposes of the Clean Ohio Conservation Fund, created in Section 164.27, Ohio Revised Code; the Clean Ohio Agricultural Easement Fund, created in Section 901.21, Ohio Revised Code; and the Clean Ohio Trail Fund, created in Section 1519.05, Ohio Revised Code.

STATE OF OHIO
SCHEDULE OF CONSERVATION PROJECTS BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | First Principal Payment Date | Final Maturity Date | Interest Rate | Original Principal | Principal Matured through 12/31/10 | Principal Refunded through 12/31/09 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 03/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
|--------------|------------|------------------------------|---------------------|---------------|-----------------------|------------------------------------|-------------------------------------|---------------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| 2002A | 01/15/02 | 09/01/02 | 09/01/16 | 4.2932% | \$ 50,000,000 | \$ 26,115,000 | \$ 20,335,000 | \$ 3,550,000 | \$ - | \$ 14,163,208 | \$ 14,017,658 | \$ 145,550 |
| 2004A | 01/27/04 | 03/01/05 | 03/01/19 | 3.5530% | 50,000,000 | 17,770,000 | 3,315,000 | 28,915,000 | 3,050,000 | 17,047,099 | 10,433,217 | 6,613,882 |
| 2005A | 11/07/05 | 03/01/07 | 03/01/20 | 4.2106% | 50,000,000 | 11,245,000 | 29,010,000 | 9,745,000 | 3,100,000 | 10,959,327 | 10,231,040 | 728,287 |
| 2007A | 06/21/07 | 09/01/08 | 09/01/22 | 4.4493% | 50,000,000 | 7,385,000 | 7,575,000 | 35,040,000 | - | 17,978,618 | 6,708,368 | 11,270,250 |
| 2009A | 10/06/09 | 09/01/12 | 09/01/19 | 2.5806% | 34,040,000 | - | - | 34,040,000 | - | 9,151,783 | 1,341,483 | 7,810,300 |
| 2009B | 12/16/09 | 03/01/11 | 03/01/16 | 1.8718% | 16,765,000 | - | - | 16,765,000 | 1,000,000 | 2,462,931 | 394,506 | 2,068,425 |
| 2009C | 12/16/09 | 03/01/17 | 03/01/24 | 3.1084% | 33,235,000 | - | - | 33,235,000 | - | 16,901,105 | 1,086,565 | 15,814,540 |
| 2010A | 10/08/10 | 09/01/14 | 09/01/19 | 2.0781% | 26,120,000 | - | - | 26,120,000 | - | 5,897,520 | - | 5,897,520 |
| TOTAL | | | | | \$ 310,160,000 | \$ 62,515,000 | \$ 60,235,000 | \$ 187,410,000 | \$ 7,150,000 | \$ 94,561,591 | \$ 44,212,837 | \$ 50,348,754 |

Notes:

(A) Series 2009A bonds refunded the following Conservation Projects Bonds:

| | Series 2009A | | Series 2010A | | Refunding Bonds | |
|--------------|----------------------|---------------------|----------------------|---------------------|--------------------|---------------------------------|
| | Principal Refunded | Maturities Refunded | Principal Refunded | Maturities Refunded | Original Principal | Change in Principal Outstanding |
| Series 2002A | \$ 20,335,000 | 2012-2016 | \$ - | - | Series 2009A | \$ (755,000) |
| Series 2004A | 3,315,000 | 2015 | - | - | Series 2010A | 680,000 |
| Series 2005A | 3,570,000 | 2014 | 25,440,000 | 2015-2020 | | |
| Series 2007A | 7,575,000 | 2018-2019 | - | - | | |
| | \$ 34,795,000 | | \$ 25,440,000 | | Total | \$ (75,000) |

STATE OF OHIO
CONSERVATION PROJECTS BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | <u>JULY 1, 2010 THROUGH DECEMBER 31, 2010</u> | <u>CUMULATIVE SINCE INCEPTION JANUARY 2002</u> |
|--|---|--|
| CASH BALANCE, JULY 1, 2010..... | \$ 4,868 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 10,376,910 | \$ 101,184,387 |
| Bond Proceeds..... | 1,106 | 5,576,982 |
| Accrued Interest on Bonds Sold..... | - | 93,497 |
| Interest Earnings..... | 3 | 81,931 |
| Unused Administrative Fees..... | - | 3,325 |
| TOTAL CASH INFLOWS..... | <u>10,378,019</u> | <u>106,940,122</u> |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 6,110,000 | 62,515,000 |
| Interest Paid..... | 4,271,779 | 44,212,837 |
| Bond Sale and Miscellaneous Expenses..... | - | 211,177 |
| TOTAL CASH OUTFLOWS..... | <u>10,381,779</u> | <u>106,939,014</u> |
| CASH BALANCE, DECEMBER 31, 2010..... | <u>\$ 1,108</u> | <u>\$ 1,108</u> |

Note:

THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECTS BONDS

On November 8, 2005, Ohio voters approved State Issue 1, a constitutional amendment that authorizes the State, under Section 2p of Article VIII, Ohio Constitution, to issue up to \$2 billion in general obligation bonds to improve local government infrastructure, support research and development applicable to high-tech business, and enhance business site development. The vote was: Yes—1,512,669; No—1,282,571.

On May 4, 2010, Ohio voters approved State Issue 1, a constitutional amendment to Section 2p of Article VIII, Ohio Constitution, to continue funding for research and development purposes by authorizing the state to issue \$700 million of general obligation bonds to renew and continue programs for research and development in support of Ohio industry, commerce and business. The vote was: Yes-1,050,265; No-650,988.

The State is authorized to issue the Third Frontier Research and Development Projects 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.

Third Frontier Research and Development Projects Bonds can be issued to no more than \$450 million for the period including state fiscal years 2006 through 2011, no more than \$225 million in fiscal year 2012 and no more than \$175 in any fiscal year thereafter (plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued).

Section 2p of Article VIII, Ohio Constitution, and particularly sections 151.01 and 151.10 of the Revised Code, was initially implemented by the General Assembly with the adoption of Senate Bill No. 236, in 2005. This legislation authorizes the Ohio Public Facilities Commission to issue obligations under this section in an aggregate amount not to exceed \$200 million.

Funds to retire the bonds are paid when due, as to principal and interest, by a transfer from the State's General Revenue Fund to the Third Frontier Research and Development Projects Bond Service Fund, as created under Section 151.10, Ohio Revised Code.

STATE OF OHIO
SCHEDULE OF THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECTS BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | First Principal Payment Date | Final Maturity Date | Interest Rate | Original Principal | Principal Matured through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 05/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
|--------------|------------|------------------------------|---------------------|---------------|--------------------|------------------------------------|---------------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| 2006A | 08/24/06 | 05/01/07 | 05/01/13 | 3.9869% | \$ 50,000,000 | \$ 28,790,000 | \$ 21,210,000 | \$ 6,780,000 | \$ 7,828,405 | \$ 6,318,880 | \$ 1,509,525 |
| 2007A | 06/05/07 | 05/01/08 | 05/01/17 | 5.5059% | 30,720,000 | 7,735,000 | 22,985,000 | 2,800,000 | 9,558,185 | 4,963,324 | 4,594,861 |
| 2008A | 08/19/08 | 05/01/09 | 05/01/18 | 5.1795% | 39,980,000 | 7,330,000 | 32,650,000 | 3,455,000 | 11,171,481 | 3,909,936 | 7,261,545 |
| 2009A | 03/05/09 | 11/01/10 | 11/01/18 | 2.8020% | 60,000,000 | 5,000,000 | 55,000,000 | - | 15,473,695 | 3,954,158 | 11,519,537 |
| 2009B | 11/03/09 | 11/01/10 | 11/01/19 | 3.0108% | 75,000,000 | 3,000,000 | 72,000,000 | - | 19,006,772 | 2,804,134 | 16,202,638 |
| 2010A | 10/29/10 | 11/01/12 | 11/01/14 | 0.9282% | 22,995,000 | - | 22,995,000 | - | 3,493,888 | - | 3,493,888 |
| 2010B | 10/29/10 | 11/01/15 | 11/01/20 | 1.9789% | 52,005,000 | - | 52,005,000 | - | 11,643,572 | - | 11,643,572 |
| TOTAL | | | | | | | | | | \$ 21,950,432 | \$ 56,225,566 |

STATE OF OHIO
THIRD FRONTIER RESEARCH AND DEVELOPMENT PROJECTS BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | JULY 1, 2010 THROUGH DECEMBER 31, 2010 | CUMULATIVE SINCE INCEPTION AUGUST 2006 |
|--|---|---|
| CASH BALANCE, JULY 1, 2010..... | \$ 2,137 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 12,512,727 | \$ 63,385,805 |
| Bond Proceeds..... | - | 10,414,101 |
| Interest Earnings..... | 2 | 47,915 |
| Unused Administrative Fees..... | - | 3,495 |
| TOTAL CASH INFLOWS..... | 12,512,729 | 73,851,316 |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 8,000,000 | 51,855,000 |
| Interest Paid..... | 4,512,368 | 21,950,432 |
| Bond Sale and Miscellaneous Expenses..... | 2,500 | 45,886 |
| TOTAL CASH OUTFLOWS..... | 12,514,868 | 73,851,318 |
| CASH BALANCE, DECEMBER 31, 2010..... | 0 | 0 |

Note:

In addition to the December 31, 2010 cash balance reported above for the Third Frontier Research & Development Bond Service Fund, the Sinking Fund Commission had \$11,747 in a custodial fund with the Treasurer of State's office. The balance represents bond proceeds held for cost of issuance.

THIRD FRONTIER JOB READY SITE DEVELOPMENT BONDS

On November 8, 2005, Ohio voters approved State Issue 1, a constitutional amendment that authorizes the State, under Section 2p of Article VIII, Ohio Constitution, to issue up to \$2 billion in general obligation bonds to improve local government infrastructure, support research and development applicable to high-tech business, and enhance business site development. The vote was: Yes—1,512,669; No—1,282,571.

For the development of sites and facilities (Job Ready Sites) in Ohio for and in support of industry, commerce, distribution, and research and development, the constitutional amendment limits Third Frontier Job Ready Site Development Bond issuances to \$150 million with no more than \$30 million in each of the first three fiscal years and no more than \$15 million in any other fiscal year (plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued).

Section 2p of Article VIII, Ohio Constitution, and particularly sections 151.01 and 151.11 of the Revised Code, was initially implemented by the General Assembly with the adoption of Senate Bill No. 236, in 2005. This legislation authorizes the Ohio Public Facilities Commission to issue obligations under this section in an aggregate amount not to exceed \$30 million.

Funds to retire the bonds are paid when due, as to principal and interest, by a transfer from the State's General Revenue Fund to the Third Frontier Job Ready Site Development Bond Service Fund, as created under Section 151.11.

STATE OF OHIO
SCHEDULE OF THIRD FRONTIER JOB READY SITE DEVELOPMENT BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | Final Maturity Date | Interest Rate | Original Principal | Principal Matured through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 05/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
|--------------|------------|---------------------|---------------|----------------------|------------------------------------|---------------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| 2006A | 12/05/06 | 05/01/16 | 3.7589% | \$ 30,000,000 | \$ 11,035,000 | \$ 18,965,000 | \$ 2,890,000 | \$ 5,724,035 | \$ 3,505,574 | \$ 2,218,461 |
| 2009A | 11/17/09 | 11/01/10 | 1.9025% | 18,885,000 | 2,000,000 | 16,885,000 | - | 2,425,938 | 654,938 | 1,771,000 |
| 2009B | 11/17/09 | 11/01/15 | 4.1744% | 26,115,000 | - | 26,115,000 | - | 8,573,272 | 1,001,538 | 7,571,735 |
| TOTAL | | | | \$ 75,000,000 | \$ 13,035,000 | \$ 61,965,000 | \$ 2,890,000 | \$ 16,723,244 | \$ 5,162,049 | \$ 11,561,196 |

STATE OF OHIO
THIRD FRONTIER JOB READY SITE DEVELOPMENT BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | JULY 1, 2010 THROUGH DECEMBER 31, 2010 | CUMULATIVE SINCE INCEPTION DECEMBER 2006 |
|--|---|---|
| | <u> </u> | <u> </u> |
| CASH BALANCE, JULY 1, 2010..... | \$ 4,290 | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | 3,221,887 | \$ 17,332,499 |
| Bond Proceeds..... | - | 881,100 |
| Interest Earnings..... | 5 | 4,862 |
| Unused Administrative Fees..... | - | 4,330 |
| | <u>3,221,892</u> | <u>18,222,791</u> |
| TOTAL CASH INFLOWS..... | 3,221,892 | 18,222,791 |
| CASH OUTFLOWS: | | |
| Principal Paid..... | 2,000,000 | 13,035,000 |
| Interest Paid..... | 1,226,182 | 5,162,049 |
| Bond Sale and Miscellaneous Expenses..... | - | 25,742 |
| | <u>3,226,182</u> | <u>18,222,791</u> |
| TOTAL CASH OUTFLOWS..... | 3,226,182 | 18,222,791 |
| CASH BALANCE, DECEMBER 31, 2010..... | \$ 0 | \$ 0 |

Note:

PERSIAN GULF, AFGHANISTAN, & IRAQ CONFLICTS COMPENSATION BONDS

On November 9, 2009, Ohio voters approved State Issue 1, a constitutional amendment that authorizes the State, under Section 2r of Article VIII, of the Ohio Constitution, to issue up \$200 million in general obligation bonds to provide compensation to veterans who have served in active duty in the United States armed forces at any time during the Persian Gulf, Afghanistan, and Iraq conflicts. The vote was: Yes – 2,227,521; No – 876,520.

Upon request of the Department of Veterans Services, the Ohio Public Facilities Commission shall issue and sell bonds or other obligations to provide all or part of the funds as may be required to pay the compensation to veterans of the Persian Gulf, Afghanistan, and Iraq conflicts as established under Section 2r of Article VIII of the Ohio Constitution.

Persian Gulf, Afghanistan, and Iraq Conflicts Compensation Bonds (Veteran's Compensation Bonds) issued shall mature not later than December 31 of the 15th calendar year after issuance, except obligations issued to refund obligations shall mature not later than December 31 of the 15th calendar in which the original obligation was issued. Except for obligations issued under this section to retire or refund obligations previously issued, no obligations shall be issued later than December 31, 2013.

For the payment of compensation to Ohio veterans of these conflicts, the constitutional amendment limits Veteran's Compensation Bond issuances to \$150 million with no more than \$30 million in each of the first three fiscal years and no more than \$15 million in any other fiscal year (plus the principal amount of those obligations that in any prior fiscal year could have been but were not issued).

STATE OF OHIO
SCHEDULE OF VETERAN'S COMPENSATION BONDS
As of DECEMBER 31, 2010

CURRENT INTEREST BONDS

| Series | Issue Date | Final Maturity Date | Interest Rate | Original Principal | Principal Matured through 12/31/10 | Outstanding Principal, as of 12/31/10 | Principal Maturing on 04/01/11 | Total Interest to Maturity | Interest Paid through 12/31/10 | Remaining Interest through Maturity |
|--------|------------|---------------------|---------------|--------------------|------------------------------------|---------------------------------------|--------------------------------|----------------------------|--------------------------------|-------------------------------------|
| 2010 | 08/12/10 | 04/01/12 | 4.1429% | \$ 50,000,000 | \$ - | \$ 50,000,000 | \$ - | \$ 18,533,301 | \$ - | \$ 18,533,301 |
| TOTAL | | | | | | | | | | |
| | | | | \$ 50,000,000 | \$ - | \$ 50,000,000 | \$ - | \$ 18,533,301 | \$ - | \$ 18,533,301 |

STATE OF OHIO
PERSIAN GULF, AFGHANISTAN, IRAQ CONFLICTS BOND SERVICE FUND
Cash Flow Statement
For the Six Months Ended DECEMBER 31, 2010

| | JULY 1, 2010 THROUGH DECEMBER 31, 2010 | CUMULATIVE SINCE INCEPTION AUGUST 2010 |
|--|---|---|
| | <u> </u> | <u> </u> |
| CASH BALANCE, JULY 1, 2010..... | \$ - | |
| CASH INFLOWS: | | |
| Transfers from the General Revenue Fund..... | - | \$ - |
| Bond Proceeds..... | 11,107 | 11,107 |
| Interest Earnings..... | 2 | 2 |
| Unused Administrative Fees..... | - | - |
| | <u> </u> | <u> </u> |
| TOTAL CASH INFLOWS..... | 11,109 | 11,109 |
| CASH OUTFLOWS: | | |
| Principal Paid..... | - | - |
| Interest Paid..... | - | - |
| Bond Sale and Miscellaneous Expenses..... | - | - |
| | <u> </u> | <u> </u> |
| TOTAL CASH OUTFLOWS..... | - | - |
| CASH BALANCE, DECEMBER 31, 2010..... | \$ 11,109 | \$ 11,109 |
| | <u> </u> | <u> </u> |

Note:

AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009

On February 17, 2009, the American Recovery and Reinvestment Act (ARRA) of 2009 was signed into law. ARRA created several new types of tax-exempt bonds and tax credit bonds under the Internal Revenue Code. To date general obligation bonds have been issued which utilize the following ARRA program:

BUILD AMERICA BONDS – DIRECT PAYMENT (BABS)

The Act provided for various provisions pertaining to the issuance of municipal bonds including the addition of Sections 54AA and 6431 to the Internal Revenue Code of 1986 (the Code) which permit state or local governments to obtain certain tax advantages when issuing certain taxable obligations referred to as Build America Bonds (BABS). This new category of taxable governmental bonds provides a federal subsidy for a portion of the borrowing cost. This program only applies to bonds issued after the enactment date and before January 1, 2011.

The State will apply to receive payments directly from the United States Department of the Treasury equal to thirty-five percent (35%) of the corresponding taxable interest payable. Applications for payment will be filed no earlier than 90 days before the applicable interest payment date and no later than 45 days prior to such date. Payments will be made contemporaneously with each applicable interest payment date and will be received and deposited to the state's general revenue fund by the Treasurer of State. Direct payments received from the United States Treasury are not pledged as security for payment of debt service.

STATE OF OHIO
SCHEDULE OF AMERICAN RECOVERY AND REINVESTMENT ACT BONDS
As of DECEMBER 31, 2010

BUILD AMERICA BONDS - DIRECT PAYMENTS

| Name | Series | Issue Date | First Payment Date | Final Payment Date | Original Principal | Original Interest | Total Payments Expected | Payments Received Through 12/31/10 | Remaining Payments Expected As of 12/31/10 | Expected Payment 02/01/11 | Expected Payment 03/01/11 | Expected Payment 04/01/11 | Expected Payment 05/01/11 | Total Expected Payments Through 06/30/11 |
|--|--------|------------|--------------------|--------------------|-----------------------|-----------------------|-------------------------|------------------------------------|--|---------------------------|---------------------------|---------------------------|---------------------------|--|
| Conservation Projects | 2009C | 12/16/09 | 03/01/10 | 03/01/24 | \$ 33,235,000 | \$ 16,901,105 | \$ 5,915,387 | \$ 380,298 | \$ 5,535,089 | \$ - | \$ 268,445 | \$ - | \$ - | \$ 268,445 |
| Higher Education | 2010E | 12/03/10 | 08/01/11 | 08/01/30 | \$ 295,465,000 | 174,695,893 | 61,143,563 | - | 61,143,563 | - | - | - | - | - |
| Highway Capital Improvements | M | 04/27/10 | 11/01/10 | 05/01/25 | 170,000,000 | 95,273,204 | 33,345,621 | 1,411,467 | 31,934,154 | - | - | - | 1,380,783 | 1,380,783 |
| Highway Capital Improvements | O | 10/20/10 | 11/01/11 | 05/01/24 | 145,175,000 | 44,273,751 | 15,495,813 | - | 15,495,813 | - | - | - | - | - |
| Natural Resources Projects | O | 12/16/09 | 04/01/10 | 04/01/24 | 20,165,000 | 10,331,179 | 3,615,913 | 257,881 | 3,358,032 | - | - | 162,872 | - | 162,872 |
| Public Infrastructure Capital Improvements | 2010B | 03/05/10 | 09/01/10 | 09/01/30 | 120,000,000 | 104,500,286 | 36,575,100 | 1,060,900 | 35,514,200 | - | 1,085,011 | - | - | 1,085,011 |
| Third Frontier Job Ready Site Development | 2009B | 11/17/09 | 05/01/10 | 11/01/19 | 26,115,000 | 8,573,273 | 3,000,645 | 350,538 | 2,650,107 | - | - | - | 183,421 | 183,421 |
| Third Frontier Research & Development | 2010B | 10/29/10 | 11/01/11 | 11/01/20 | 52,005,000 | 11,643,572 | 4,075,250 | - | 4,075,250 | - | - | - | - | - |
| TOTAL | | | | | \$ 862,160,000 | \$ 466,192,263 | \$ 163,167,292 | \$ 3,461,083 | \$ 159,706,208 | \$ - | \$ 1,353,456 | \$ 162,872 | \$ 1,564,204 | \$ 3,080,532 |

STATE OF OHIO
SCHEDULE OF EXPECTED PAYMENTS -
ASSOCIATED WITH THE AMERICAN RECOVERY AND REINVESTMENT ACT THROUGH FINAL MATURITY
As of DECEMBER 31, 2010

| Remaining Payments Expected As of | BUILD AMERICA BONDS - DIRECT PAYMENTS | | | | | | | | | | Total Payments |
|--|---------------------------------------|-------------------------------------|----------------------------------|--------------------------------------|---|---|--------------------------|---|---|------|----------------|
| | Highway Capital Improvements | Coal Research and Development | Natural Resources Projects | Common Schools Capital Facilities | Higher Education Capital Facilities | Public Infrastructure Capital Improvements | Conservation Projects | Third Frontier Research & Development Projects | Third Frontier Job Ready Site Development | | |
| 01/01/11 | \$ 1,380,783 | \$ - | \$ 162,872 | \$ - | \$ - | \$ 1,085,011 | \$ 268,445 | \$ - | \$ 183,421 | \$ - | \$ 3,080,532 |
| 07/01/11 | 5,286,455 | - | 325,745 | - | 5,237,375 | 2,170,022 | 539,891 | 775,722 | 366,842 | - | 14,702,050 |
| 07/01/12 | 4,411,221 | - | 325,745 | - | 4,510,658 | 2,170,022 | 536,891 | 515,239 | 366,842 | - | 12,836,617 |
| 07/01/13 | 4,411,221 | - | 325,745 | - | 4,477,449 | 2,170,022 | 536,891 | 515,239 | 366,842 | - | 12,803,408 |
| 07/01/14 | 4,411,221 | - | 325,745 | - | 4,398,619 | 2,170,022 | 536,891 | 515,239 | 366,842 | - | 12,724,578 |
| 07/01/15 | 4,331,032 | - | 325,745 | - | 4,298,780 | 2,170,022 | 536,891 | 486,172 | 338,969 | - | 12,487,609 |
| 07/01/16 | 4,088,972 | - | 325,745 | - | 4,178,873 | 2,170,022 | 536,891 | 423,931 | 277,534 | - | 12,001,966 |
| 07/01/17 | 3,964,461 | - | 294,950 | - | 4,037,411 | 2,170,022 | 486,174 | 351,458 | 208,190 | - | 11,512,664 |
| 07/01/18 | 3,733,094 | - | 259,228 | - | 3,872,919 | 2,170,022 | 427,275 | 266,405 | 130,413 | - | 10,859,355 |
| 07/01/19 | 3,257,542 | - | 221,593 | - | 3,688,344 | 2,170,022 | 365,307 | 168,085 | 44,211 | - | 9,915,102 |
| 07/01/20 | 2,756,335 | - | 181,564 | - | 3,488,909 | 2,170,022 | 299,400 | 57,760 | - | - | 8,953,990 |
| 07/01/21 | 2,225,511 | - | 139,511 | - | 3,272,023 | 2,170,022 | 230,001 | - | - | - | 8,037,068 |
| 07/01/22 | 1,663,071 | - | 95,218 | - | 3,034,824 | 2,075,791 | 157,023 | - | - | - | 7,025,927 |
| 07/01/23 | 1,067,798 | - | 48,629 | - | 2,773,953 | 1,881,222 | 80,120 | - | - | - | 5,851,723 |
| 07/01/24 | 441,252 | - | - | - | 2,488,660 | 1,674,078 | - | - | - | - | 4,603,989 |
| 07/01/25 | - | - | - | - | 2,170,393 | 1,454,690 | - | - | - | - | 3,625,082 |
| 07/01/26 | - | - | - | - | 1,821,161 | 1,220,142 | - | - | - | - | 3,041,303 |
| 07/01/27 | - | - | - | - | 1,452,763 | 969,481 | - | - | - | - | 2,422,244 |
| 07/01/28 | - | - | - | - | 1,064,183 | 706,251 | - | - | - | - | 1,770,434 |
| 07/01/29 | - | - | - | - | 654,314 | 431,577 | - | - | - | - | 1,085,891 |
| 07/01/30 | - | - | - | - | 221,953 | 145,719 | - | - | - | - | 367,672 |
| 07/01/31 | - | - | - | - | - | - | - | - | - | - | - |

OVERVIEW OF RETIRED GENERAL OBLIGATION BOND ISSUES

This section of the semi-annual report provides historical information on the State of Ohio's general obligations bonds issued and retired in past years.

HIGHWAY OBLIGATIONS

Section 2i of Article VIII, Ohio Constitution, as approved by voters on November 5, 1968, authorized the issuance of Highway Obligations Bonds. The vote was: Yes— 1,732,512; No—1,550,959.

Highway Obligations Bonds financed construction, reconstruction or improvements for the state highway system. The bonds also provided funds for highway-related land acquisition, highway transportation research and development, and matching funds for joint projects with other governmental units. Section 5528.4, Ohio Revised Code, required that 50 percent of the first \$500 million paid into the Highway Obligations Construction Fund was to be used for urban extensions of state highways and highways within or leading to municipal corporations.

Not more than \$100 million in Highway Obligations Bonds was to be issued in any calendar year, and not more than \$500 million in principal was to be outstanding at any one time. Also, Highway Obligations Bonds could not be outstanding for more than 30 years.

On November 7, 1995, voters approved Section 2m of Article VIII, Ohio Constitution, authorizing the issuance of Highway Capital Improvements Bonds. Section 2m specifically provides that, after December 31, 1996, no additional Highway Obligations Bonds could be issued for any highway purposes under Section 2i of Article VIII, Ohio Constitution, except to refund highway obligations issued under Section 2i that were outstanding on that date.

The State issued all of the \$1.745 billion in Highway Obligations that had been authorized to be issued, and the bonds were fully retired by May 15, 2004.

DEVELOPMENT BONDS

Section 2h of Article VIII, Ohio Constitution, as approved by voters on May 4, 1965, authorized the issuance of Development Bonds. The vote was: Yes—715,642; No— 548,557.

The bonds financed the following: construction of buildings at state-assisted colleges and universities, including land purchases; development costs of state lands for water impoundment, flood control,

parks and recreational uses, or conservation of natural resources; development of state parks and recreational facilities, including construction, reconstruction and improvement of roads and highways; assistance to local governments for the costs of construction and extension of water and sewage lines and mains and the acquisition, construction, reconstruction, improvement, and equipping of water pipelines, stream flow improvements, airports, and historical or educational facilities.

The State issued all of the \$290 million in Development Bonds that had been authorized to be issued. The final maturity for the bonds was August 15, 1995.

PUBLIC IMPROVEMENTS BONDS

Section 2i of Article VIII, Ohio Constitution, as approved by voters on November 5, 1968, authorized the issuance of Public Improvements Bonds. The vote was: Yes—1,732,512; No—1,550,959.

Public Improvements Bonds financed the costs of water pollution control and abatement projects and various construction projects at state facilities.

The State issued all of the \$257 million in Public Improvements Bonds that had been authorized to be issued, and the bonds were fully retired by June 15, 1995.

HIGHWAY IMPROVEMENT BONDS

Section 2g of Article VIII, Ohio Constitution, as approved by voters on May 5, 1964, authorized the issuance of the issuance of Highway Improvement Bonds. The vote was: Yes—1,011,817; No—538,684.

Highway Improvement Bonds financed the acquisition of rights-of-way and the construction and reconstruction of highways on the state highway system and urban extensions thereof.

Fees, excises, or license taxes levied by the State of Ohio, relating to registration, operation, or use of vehicles on public highways, and gasoline excise and highway use taxes funded the debt.

The State issued all of the \$500 million in Highway Improvement Bonds authorized to be issued. The final maturity date for the bonds was October 15, 1989.

IMPROVEMENT BONDS

Section 2f of Article VIII, Ohio Constitution, as approved by voters on November 5, 1963, authorized the issuance of Improvement Bonds. The vote was: Yes— Yes—1,397,971; No—922,687.

Improvement Bonds financed land acquisition and building construction projects for community colleges, municipal universities, and university branches and for state functions, activities, offices, and institutions. The bonds also provided funding for the construction of classroom facilities, for the public schools leased or sold by the State to public school districts unable to provide adequate facilities without assistance from the State and assistance in the development of the State by the acquisition of lands for water impoundment sites, park and recreational uses and conservation of natural resources.

Borrowing was limited to \$100 million a calendar year, and the bonds could not be outstanding for more than 30 years.

Cigarette tax was the primary revenue source that funded the debt service on the bonds.

The State issued all of the \$250 million in Improvement Bonds that had been authorized to be issued, and the bonds were fully retired by April 15, 1975.

CAPITAL IMPROVEMENTS CONSTRUCTION BONDS

Section 2e of Article VIII, Ohio Constitution, as approved by voters on November 8, 1955, authorized the issuance of \$150 million in Capital Improvements Construction Bonds. The vote was: Yes— 1,154,976; No—909,303.

The bonds financed the costs 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 State's penal, correctional, mental and welfare institutions; for the state-supported universities and colleges, for classroom facilities 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 \$30 million a calendar year. All Capital Improvements Construction Bonds matured within 20 years from the date of issuance, and no more than \$75 million was expended for state-supported universities and colleges, public

school classroom facilities and state offices, and no more than \$75 million was expended for penal, correctional, mental and welfare institutions of the State. The State deposited the proceeds from the sale of the bonds in the Capital Improvements Construction Fund.

Cigarette tax was the primary source of revenue used to fund the debt, which was initially deposited in the Improvements Bond Retirement Fund for subsequent transfer to the Capital Improvement Bond Retirement Fund, the fund that serviced the costs of the Capital Improvements Construction Bonds.

The State issued all of the \$150 million in Capital Improvements Bonds that had been authorized to be issued. Final maturity for the bonds was June 15, 1977.

MAJOR THOROUGHFARE CONSTRUCTION BONDS

Section 2c of Article VIII, Ohio Constitution, as approved by voters on November 3, 1953, authorized the issuance of \$500 million in Major Thoroughfare Construction Bonds. The vote was: Yes—1,035,869; No— 676,496.

The bonds financed the costs of rights-of-way acquisition and construction and reconstruction of highways on the state highway system. The borrowing was limited to \$125 million per calendar year. The State deposited the proceeds from the sale of these bonds into the Major Thoroughfare Construction Fund.

Fees, excises, or license taxes levied by the State of Ohio, relating to registration, operation, or use of vehicles on public highways, and gasoline excise taxes funded the debt.

The State issued all of the \$500 million in bonds that had been authorized to be issued. Final maturity for the bonds was September 15, 1972.

VIETNAM CONFLICT COMPENSATION BONDS

Section 2j of Article VIII, Ohio Constitution, as approved by voters on November 6, 1973, authorized the issuance of \$300 million in Vietnam Conflict Compensation Bonds. The vote was: Yes— 1,650,120; No— 647,629.

The bonds financed compensation to those Ohioans who served in the military during the Vietnam Conflict. Compensation provided was in cash, or, if elected, in educational assistance.

The State only issued \$185 million of the \$300 million in Vietnam Conflict Compensation Bonds authorized to be issued, and the bonds were fully retired by October 15, 1989.

KOREAN CONFLICT COMPENSATION BONDS

Section 2d of Article VIII, Ohio Constitution, as approved by voters on November 6, 1956, authorized the issuance of Korean Conflict Compensation Bonds. The vote was: Yes—2,202,510; No—889,245.

The bonds financed the payment of bonuses to persons serving in the U.S. Armed Forces between June 25, 1950 and July 19, 1953. To qualify, a recipient had to be an Ohio resident for not less than one year immediately preceding entry into the Armed Forces and had to have been separated from the Armed Forces under honorable conditions or still be in the service.

The payment, which had to have been made before January 1, 1959, was set at \$10 for each month of active domestic service and \$15 for each month of active foreign service with the total amount of compensation to be paid to any one person not to exceed \$400.

Of the \$90 million authorized to be sold in bonds, only \$60 million in bonds were sold on May 1, 1957. Funds to retire this debt were provided by a yearly 2/10 mill state levy on all taxable property on the general tax lists of all counties in the State of Ohio.

WORLD WAR II COMPENSATION BONDS

Section 2b of Article VIII, Ohio Constitution, as approved by voters on November 4, 1947, authorized the issuance of World War II Compensation Bonds. The vote was: Yes—1,497,804; No—478,701.

The Commissioners of the Sinking Fund were authorized to issue and sell a maximum of \$300 million of the bonds to finance the payment of compensation to certain of Ohio's citizens who served in the U.S. Armed Forces during World War II or to certain of their survivors.

Of the \$300 million in bonds authorized to be issued, the State issued only \$212.5 million in bonds.

STATE OF OHIO
SCHEDULE OF DEBT SERVICE FUNDS OF RETIRED GENERAL OBLIGATION BOND ISSUES
Summary of Balances and Cumulative Cash Flow Statement
As of DECEMBER 31, 2010

| BALANCES, AS OF December 31, 2010: | HIGHWAY | | PUBLIC | | HIGHWAY | | CAPITAL | |
|--|-------------------|-------------------|------------------|------------------|-------------------|---------------|-------------|-------------|
| | OBLIGATIONS | DEVELOPMENT | IMPROVEMENTS | IMPROVEMENTS | IMPROVEMENTS | IMPROVEMENT | IMPROVEMENT | IMPROVEMENT |
| Cash on Deposit with Bond-Paying Agents..... | \$ 169,997 | \$ 224,315 | \$ 95,528 | \$ 55,288 | \$ 130,255 | \$ 678 | | |
| Matured Bonds Outstanding..... | \$ 115,000 | \$ 125,000 | \$ 60,000 | \$ 40,000 | \$ 105,000 | \$ - | | |
| Matured Interest Coupons Outstanding..... | 53,747 | 98,873 | 35,528 | 15,288 | 25,255 | 678 | | |
| Working Fund Balance..... | 1,250 | 442 | - | - | - | - | | |
| TOTAL..... | \$ 169,997 | \$ 224,315 | \$ 95,528 | \$ 55,288 | \$ 130,255 | \$ 678 | | |

CUMULATIVE SINCE INCEPTION:

| | DECEMBER 1969 | OCTOBER 1967 | FEBRUARY 1970 | MAY 1965 | JULY 1964 | NOVEMBER 1955 |
|--|----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| CASH INFLOWS: | | | | | | |
| Gasoline and Other Highway Taxes and Fees..... | \$ 2,165,259,713 | \$ - | \$ - | \$ 619,248,216 | \$ - | \$ - |
| Cigarette Taxes..... | - | - | - | - | 365,571,441 | 110,429,425 |
| State Property Tax Levy..... | - | - | - | - | - | - |
| State Appropriations..... | - | - | - | - | - | - |
| Interest Earnings..... | 211,252,401 | 4,050,476 | 2,057,362 | 36,315,072 | 148,061,427 | 3,088,157 |
| Accrued Interest on Bonds Sold..... | 5,754,196 | 372,468 | 304,977 | 305,519 | 87,539 | - |
| Transfers from the General Revenue Fund..... | - | 505,670,464 | 404,276,812 | 250,000 | 10,431,302 | - |
| Transfers from Other State Funds..... | - | - | - | 513,140 | 223,353 | 60,511,782 |
| Other Cash Receipts..... | - | 250,000 | 200,000 | 250,000 | 277,607 | 200,780 |
| TOTAL CASH INFLOWS..... | 2,382,266,310 | 510,343,408 | 406,839,151 | 656,881,947 | 524,652,669 | 174,230,144 |

CASH OUTFLOWS:

| | | | | | | |
|---|----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Principal Paid..... | 1,744,885,000 | 289,875,000 | 258,940,000 | 499,960,000 | 249,895,000 | 150,000,000 |
| Interest Paid..... | 633,077,064 | 219,041,232 | 146,867,998 | 152,814,581 | 211,203,970 | 23,690,950 |
| Bond Sale and Miscellaneous Expenses..... | 3,260,016 | 1,070,536 | 582,606 | 540,692 | 559,773 | 315,163 |
| Transfers to the General Revenue Fund..... | 874,233 | 132,325 | 153,019 | - | 2,101,889 | - |
| Transfers to Other State Funds..... | - | - | - | 3,511,386 | 60,561,782 | 223,353 |
| Other Cash Payments..... | - | - | 200,000 | - | 200,000 | - |
| TOTAL CASH OUTFLOWS..... | 2,382,096,313 | 510,119,093 | 406,743,623 | 656,826,659 | 524,522,414 | 174,229,466 |
| CASH BALANCE, December 31, 2010..... | \$ 169,997 | \$ 224,315 | \$ 95,528 | \$ 55,288 | \$ 130,255 | \$ 678 |

(continued)

STATE OF OHIO
SCHEDULE OF DEBT SERVICE FUNDS OF RETIRED GENERAL OBLIGATION BOND ISSUES
Summary of Balances and Cumulative Cash Flow Statement
As of DECEMBER 31, 2010
(Continued)

| BALANCES, AS OF December 31, 2010: | STATE | | | | | TOTAL |
|--|------------------------------------|-------------------------------------|------------------------------------|------------------------------|-----------|----------------|
| | HIGHWAY (Major Thoroughfare) | VIETNAM CONFLICT COMPENSATION | KOREAN CONFLICT COMPENSATION | WORLD WAR II COMPENSATION | | |
| Cash on Deposit with Bond-Paying Agents..... | \$ 7,701 | \$ 28,354 | \$ 435 | \$ 240 | \$ | 712,791 |
| Matured Bonds Outstanding..... | \$ 5,000 | \$ 15,000 | \$ - | \$ - | \$ | 465,000 |
| Matured Interest Coupons Outstanding..... | 2,701 | 10,194 | 435 | 190 | | 242,889 |
| Working Fund Balance..... | - | 3,160 | - | 50 | | 4,902 |
| TOTAL..... | \$ 7,701 | \$ 28,354 | \$ 435 | \$ 240 | \$ | 712,791 |

CUMULATIVE SINCE INCEPTION:

| | OCTOBER 1954 | MAY 1974 | MAY 1957 | MAY 1947 | |
|--|--------------------|--------------------|-------------------|--------------------|----------------------|
| CASH INFLOWS: | | | | | |
| Gasoline and Other Highway Taxes and Fees..... | \$ 583,203,680 | \$ - | \$ - | \$ - | \$ 3,367,711,609 |
| Cigarette Taxes..... | - | - | - | - | 476,000,866 |
| State Property Tax Levy..... | - | - | 74,050,765 | 50,088,901 | 124,139,666 |
| State Appropriations..... | - | - | - | 200,000,000 | 200,000,000 |
| Accrued Earnings..... | 19,660,055 | 1,183,471 | 7,471,684 | 3,225,690 | 436,365,795 |
| Interest on Bonds Sold..... | - | 365,708 | 65,000 | - | 7,255,407 |
| Transfers from the General Revenue Fund..... | 750,000 | 203,281,431 | - | - | 1,124,660,009 |
| Transfers from Other State Funds..... | 5,194,544 | 76,307,074 | 400,000 | 98,438 | 143,248,331 |
| Other Cash Receipts..... | 567,073 | 246,840 | 1,311,896 | - | 3,304,196 |
| TOTAL CASH INFLOWS..... | 609,375,352 | 281,384,524 | 83,299,345 | 253,413,029 | 5,882,685,879 |

CASH OUTFLOWS:

| | | | | | |
|--|--------------------|--------------------|-------------------|--------------------|----------------------|
| Principal Paid..... | 499,995,000 | 184,985,000 | 60,000,000 | 212,500,000 | 4,151,035,000 |
| Interest Paid..... | 108,470,175 | 95,746,648 | 15,846,015 | 33,991,795 | 1,640,750,428 |
| Bond Sale and Miscellaneous Expenses..... | 389,336 | 65,073 | - | - | 6,783,195 |
| Transfers to the General Revenue Fund..... | - | 559,449 | - | 6,430,861 | 10,251,776 |
| Transfers to Other State Funds..... | 513,140 | - | 7,197,705 | - | 72,007,366 |
| Other Cash Payments..... | - | - | 255,190 | 490,133 | 1,145,323 |
| TOTAL CASH OUTFLOWS..... | 609,367,651 | 281,356,170 | 83,298,910 | 253,412,789 | 5,881,973,088 |

| | | | | | |
|---|-----------------|------------------|---------------|---------------|-------------------|
| CASH BALANCE, December 31, 2010..... | \$ 7,701 | \$ 28,354 | \$ 435 | \$ 240 | \$ 712,791 |
|---|-----------------|------------------|---------------|---------------|-------------------|

GLOSSARY

| | |
|---|---|
| American Recovery & Reinvestment Act (ARRA) | American Recovery and Reinvestment Act of 2009 created several new types of tax-exempt bonds and tax credit bonds under the Internal Revenue Code. A number of programs created new tax incentives whereby certain taxable governmental issuers may elect (in lieu of issuing tax-exempt bonds) to receive a direct refundable credit payment from the Federal government equal to a percentage of the interest payments on these bonds. |
| Bond Proceeds | For purposes of this report, the “Bond Proceeds” account can include bond premiums to be applied to future debt service payments, proceeds from which bond issuance costs can be paid, and unspent proceeds also to be applied to future debt service payments in cases when actual bond issuance costs were less than originally estimated at the closing of a bond deal. |
| Build America Bonds - Direct Payment (BABS) | A program under the ARRA of 2009, which provides a Federal subsidy through a refundable tax credit paid to state or local governmental issuers by the U.S. Treasury Department and the Internal Revenue Service in an amount equal to thirty-five percent (35%) of the total coupon interest payable to investors of these taxable bonds. |
| General Revenue Fund (GRF) | The GRF is the primary operating fund of the state. This fund receives the unrestricted revenues of the State, primarily from such sources as the personal income tax, the sales and use tax, the corporate franchise tax, and the public utilities excise tax. |
| Interest | The fee charged a borrower for the use of borrowed money, usually expressed as an annual percentage of the principal. |
| Interest Rate Swap | An exchange of interest payments on a specific principal amount, as agreed under a counterparty agreement. An interest rate swap usually involves two parties, but can involve more. Often, an interest rate swap is an exchange of a fixed amount per payment period for a payment that is not fixed (the floating side of the swap would usually be linked to another interest rate, often the London Inter-Bank Offer Rate, also known as the LIBOR rate or the Bond Market Association rate, also known as the BMA index). In an interest rate swap, the principal amount is never exchanged with a counterparty; rather, it is just a notional principal amount. Also, on a payment date, usually only the difference (i.e., the net) between the two payments is turned over to the party that is entitled to it, as opposed to exchanging the full interest amounts. |
| Maturity Date | The date when payment of a debt comes due. |
| Net Interest Cost (NIC) | Under the NIC method, the total dollar amount of interest payable over the life of the bonds is adjusted by the amount of premium or discount; this method does not take into account the time value of money. Rates within this report using the NIC method are noted. |
| Principal | The amount borrowed or the part of the amount borrowed which remains unpaid, distinguished from interest or profit. |
| Series | A group of bonds issued at the same time, but with different maturity dates and stated interest rates. |

(continued)

GLOSSARY
(Continued)

| | |
|--------------------------|---|
| True Interest Cost (TIC) | Under the TIC method, interest cost is defined as the rate, compounded semiannually, necessary to discount the amounts payable on principal and interest maturity dates to the purchase price of the bonds; this method does take into consideration the time value of money. All rates within this report are reflected using the TIC method unless otherwise noted. |
| SIFMA | Securities Industry and Financial Markets Association. Formerly Bond Market Association (BMA). |
| LIBOR | London Inter-Bank Offered Rate |
| Matched Rate | The State receives the exact rate paid on its associated variable rate bonds. |

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