

# Air Quality Development Authority

## Role and Overview

The Ohio Air Quality Development Authority (AIR) helps conserve air as a natural resource, prevents or abates air pollution, assists in the financing of air quality facilities for industry, commerce, and research, and encourages the development and deployment of advanced energy technologies to create jobs and protect the environment. The authority is governed by a seven-member board. Five of the members are public members appointed by the Governor. The other two members are the directors of the Ohio Department of Health and the Ohio Environmental Protection Agency. The day-to-day functions of the authority are performed by a staff of six. The authority assists businesses in meeting environmental mandates by financing the purchase, construction, or installation of air quality improvement facilities, including advanced energy technologies. These activities are funded through administrative fees charged to the beneficiaries of its bond issues. The authority operates the Ohio Clean Air Ombudsman for the Small Business Program, which is funded by revenue generated by permit fees collected pursuant to Title V of the federal Clean Air Act Amendments of 1990.

More information regarding the Air Quality Development Authority is available at <http://www.ohioairquality.org/>.

## Agency Priorities

- Increase Ohio's available capital for air quality investments in public, private, and not-for-profit sectors.
- Help Ohio's small businesses develop solutions to the energy and environment challenges they face.

## Funding Recommendation for 2014 and 2015

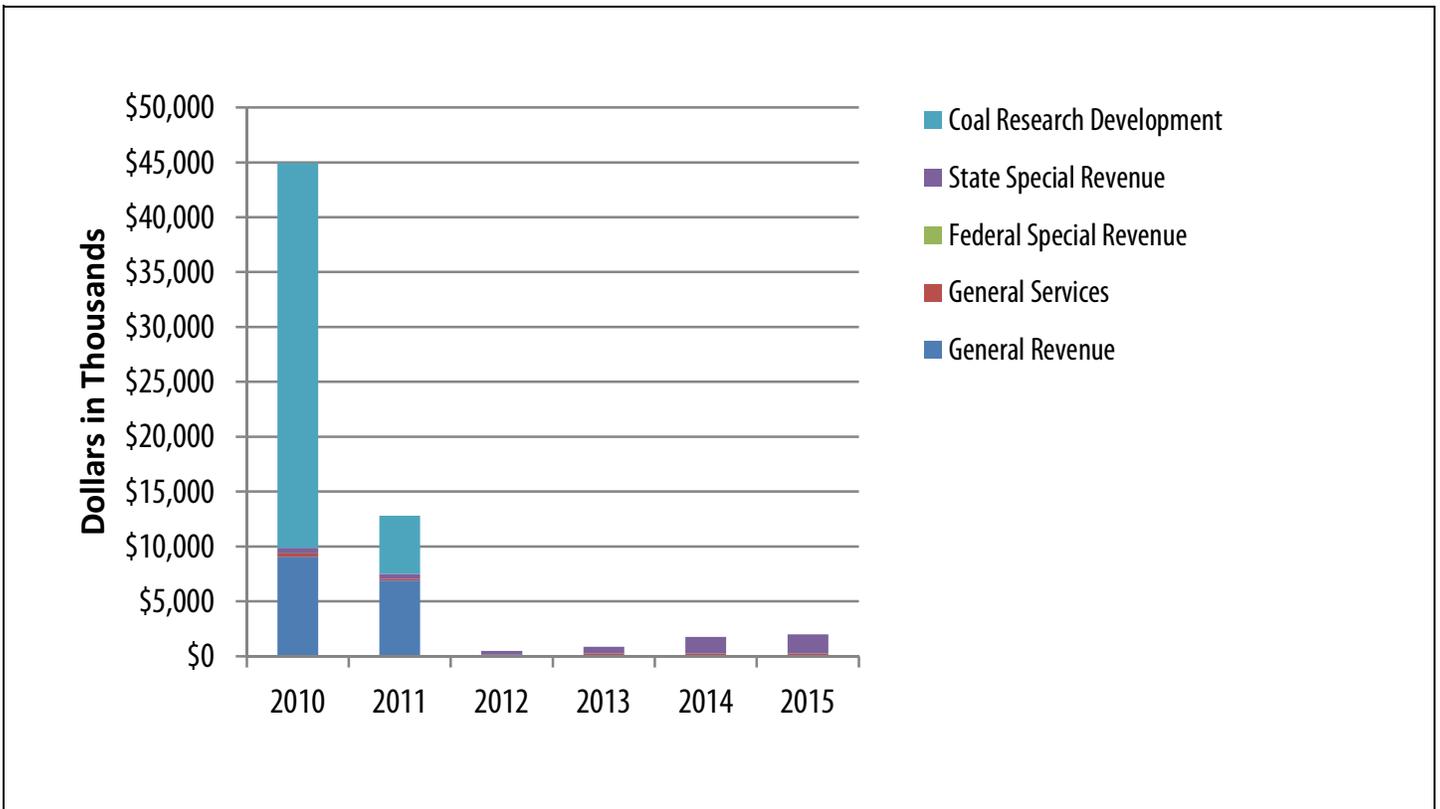
- GRF: Funding for fiscal year 2014 is \$0.0 thousand (or a 0.0% increase from fiscal year 2013). Funding for fiscal year 2015 is \$0.0 thousand (or a 0.0% increase from fiscal year 2014).
- All Funds: Funding for fiscal year 2014 is \$1.8 million (or a 102.0% increase from fiscal year 2013). Funding for fiscal year 2015 is \$2.0 million (or a 12.8% increase from fiscal year 2014).

## The Executive Recommendation will fund the following objectives:

- Provide support for the administration and management of \$3.3 billion in outstanding debt and assist in the development of eligible projects for future assistance.
- Support the issuance of project revenue bonds to deploy air quality facilities and advanced energy technologies in Ohio.
- Provide technical and financing assistance for thousands of Ohio small businesses as they develop solutions to the environmental and energy challenges facing their sustainability.

**Air Quality Development Authority**

**Budget Fund Group Information**

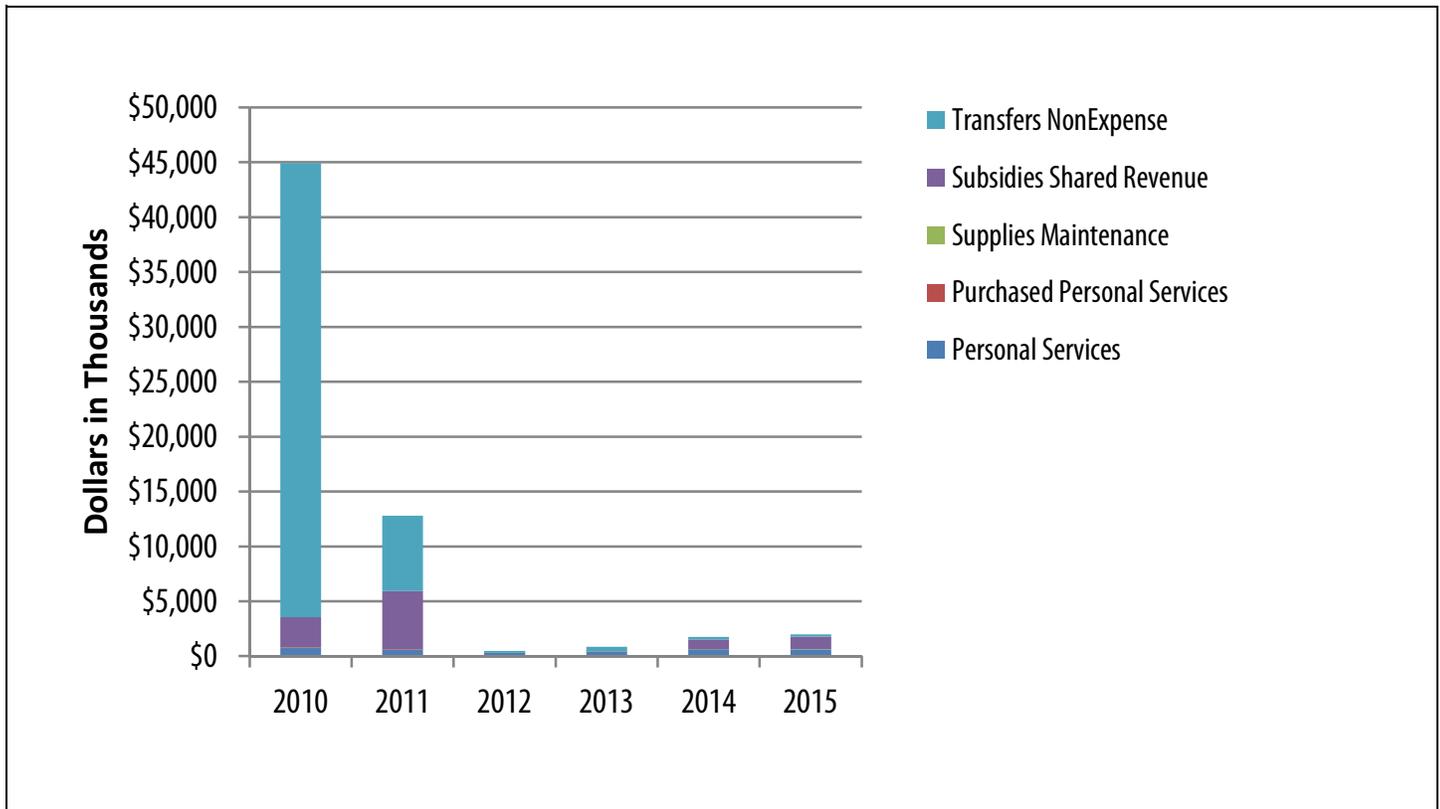


• In fiscal years 2012 and 2013, funding substantially declines due to the Coal Development office moving to the Development Services Agency.

(in Thousands) Budget Fund Group	Actual			Est.	% Change	Recommended			
	FY 2010	FY 2011	FY 2012	FY 2013	FY 12-13	FY 2014	% Change	FY 2015	%Change
General Revenue	9,073	6,898	47	0	-100.0%	0	0.0%	0	0.0%
General Services	298	156	91	241	165.2%	241	0.0%	241	0.0%
Federal Special Revenue	5	0	0	0	0.0%	0	0.0%	0	0.0%
State Special Revenue	508	451	349	627	79.7%	1,512	141.1%	1,737	14.9%
Coal Research & Development	35,049	5,290	0	0	0.0%	0	0.0%	0	0.0%
<b>Total</b>	<b>44,934</b>	<b>12,795</b>	<b>487</b>	<b>868</b>	<b>78.1%</b>	<b>1,753</b>	<b>102.0%</b>	<b>1,978</b>	<b>12.8%</b>

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**Expense Account Category Information**



- In fiscal years 2012 and 2013, funding substantially declines due to the Coal Development office moving to the Development Services Agency.

(in Thousands) Expense Account Category	Actual			Est.	% Change	Recommended			
	FY 2010	FY 2011	FY 2012	FY 2013	FY 12-13	FY 2014	% Change	FY 2015	%Change
Personal Services	748	571	295	453	53.5%	619	36.6%	631	1.9%
Purchased Personal Services	36	45	0	0	0.0%	0	0.0%	0	0.0%
Supplies & Maintenance	10	13	10	15	46.4%	15	0.0%	15	0.0%
Subsidies & Shared Revenue	2,772	5,290	0	15	0.0%	900	5,900.0%	1,125	25.0%
Transfers & Non-Expense	41,368	6,876	181	384	111.8%	218	-43.2%	207	-5.4%
<b>Total</b>	<b>44,934</b>	<b>12,795</b>	<b>487</b>	<b>868</b>	<b>78.1%</b>	<b>1,753</b>	<b>102.0%</b>	<b>1,978</b>	<b>12.8%</b>

**Program Series 1: Air Quality Development Authority (104A0)**

Through the issuance of bonds, the Project Development and Finance (104B1) program assists public and private entities in financing air quality improvements, including deployment and manufacturing of advanced energy technologies. It also oversees administration of those bond issues and educates various constituencies on air quality issues. The Clean Air Resource Center (104B2) fulfills the federal requirement to provide specific assistance to small businesses which must comply with the Clean Air Act. It provides technical and financing assistance, and fills the role of the Small Business Ombudsman for Clean Air. The Energy Strategy Development program (104B4) oversees overall implementation and administration of the Advanced Energy Job Stimulus program, designed to create new Ohio jobs by investing in technologies ranging from energy efficiency to renewable energy to new generation nuclear.

Fund	ALI	ALI Name	Estimated	Recommended			
			FY 2013	FY 2014	% Change	FY 2015	% Change
5EG0	898608	Energy Strategy Development	240,681	240,681	0.0%	240,681	0.0%
4Z90	898602	Small Business Ombudsman	288,232	288,232	0.0%	288,232	0.0%
5700	898601	Operating Expenses	323,980	323,980	0.0%	323,980	0.0%
5A00	898603	Small Business Assistance	15,000	900,000	5,900.0%	1,125,000	25.0%

State of Ohio

**Air Quality Development Authority**

			Estimated	Recommended			
Fund	ALI	ALI Name	FY 2013	FY 2014	% Change	FY 2015	% Change
<b>Total for Air Quality Development Authority</b>			867,893	1,752,893	102.0%	1,977,893	12.8%

# State of Ohio

## Air Quality Development Authority

Fund	ALI	ALI Name	Actual			Estimated	Recommended			
			FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	% Change	FY 2015	% Change
GRF	898402	Coal Development Office	380,015	225,885	47,491	0	0	0.0%	0	0.0%
GRF	898901	Coal R&D General Obligation Debt Service	8,693,317	6,672,557	0	0	0	0.0%	0	0.0%
<b>Total General Revenue</b>			<b>9,073,332</b>	<b>6,898,442</b>	<b>47,491</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>
SEGO	898608	Energy Strategy Development	298,300	155,564	90,766	240,681	240,681	0.0%	240,681	0.0%
<b>Total General Services</b>			<b>298,300</b>	<b>155,564</b>	<b>90,766</b>	<b>240,681</b>	<b>240,681</b>	<b>0.0%</b>	<b>240,681</b>	<b>0.0%</b>
3BMO	898607	Air Quality Development - Federal/Oxy Fuel	4,622	0	0	0	0	0.0%	0	0.0%
<b>Total Federal Special Revenue</b>			<b>4,622</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>
4Z90	898602	Small Business Ombudsman	297,454	252,369	130,998	288,232	288,232	0.0%	288,232	0.0%
5700	898601	Operating Expenses	204,838	198,836	217,981	323,980	323,980	0.0%	323,980	0.0%
5A00	898603	Small Business Assistance	5,942	0	0	15,000	900,000	5,900.0%	1,125,000	25.0%
<b>Total State Special Revenue</b>			<b>508,234</b>	<b>451,205</b>	<b>348,979</b>	<b>627,212</b>	<b>1,512,212</b>	<b>141.1%</b>	<b>1,737,212</b>	<b>14.9%</b>
7046	898604	Coal Research and Development Fund	35,049,339	5,289,535	0	0	0	0.0%	0	0.0%
<b>Total Coal Research &amp; Development</b>			<b>35,049,339</b>	<b>5,289,535</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>
<b>Grand Total Air Quality Development Authority</b>			<b>44,933,827</b>	<b>12,794,746</b>	<b>487,236</b>	<b>867,893</b>	<b>1,752,893</b>	<b>102.0%</b>	<b>1,977,893</b>	<b>12.8%</b>