

FISCAL YEAR 2014 ANNUAL REPORT

SHINING SUNLIGHT ON STATE GOVERNMENT



JOSH MANDEL
TREASURER OF OHIO

84°

83°

82°

81°



JOSH MANDEL

TREASURER OF OHIO

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FISCAL YEAR 2014 ANNUAL REPORT

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MESSAGE FROM THE TREASURER

Since being sworn in as Ohio Treasurer in 2011, I have served as a watchdog on behalf of Ohio taxpayers and worked tirelessly to responsibly manage your hard-earned money. We took over a scandal-plagued office and have restored integrity and rooted out waste, fraud and abuse across the Treasury after a thorough top-bottom review. After four fiscal years, our efforts to streamline operations and do more with less have generated more than \$6 million in savings from our operating budget.

Our focus on core financial operations has led to rising credit ratings for the state and helped to bolster taxpayer investment portfolios. We earned a AAA rating on the multibillion-dollar local government investment fund that I manage, even as the U.S. government and 14 other state and local government funds were downgraded. Under our watch the Ohio Enterprise Bond Fund earned its first ratings upgrade in nearly a decade, and the liquidity portfolio has increased by more than \$3 billion. Through the new STAR Plus investment vehicle I launched, nearly 600 local governments have deposited over \$2 billion – earning \$4.2 million in additional interest compared to the old program. We were also able to capitalize on the historically low interest rate environment to refinance \$238 million in state bond debt, saving taxpayers more than \$23.5 million.

Our conservative fiscal management in the Treasurer's office has helped produce positive results for the state as a whole. When I took office in 2011, Forbes Magazine had rated Ohio's financial condition as 43rd in the country. Just three years later, in 2014, George Mason University evaluated Ohio's fiscal condition and gave us a ranking of 7th. During this period, Ohio achieved the largest improvement of any state in the nation. Partnering with the Governor and lawmakers, we closed an \$8 billion budget hole, and replenished our Rainy Day Fund with more than \$1.4 billion after it had been depleted to just 89 cents under the prior administration.

While improving state finances has been my primary mission, I have also designated time and resources to other endeavors that are important to all Ohioans. I launched the Treasurer's Transparency Project, and for the first time in Ohio government history we placed all state and education employee salaries online in a fully searchable database. I'm now working hard to get the state's entire checkbook online,

in hopes of unleashing an army of citizen auditors to hold the politicians and bureaucrats accountable. I have also been advocating to close the skills gap by encouraging more Ohioans to explore in-demand careers in manufacturing and the skilled-trades.

“Our efforts to streamline operations and do more with less have generated more than \$6 million in savings.”

Finally, I am proud to report that our efforts in the Ohio Treasurer's office have been noticed nationally. The Association of Government Accountants recently presented our office with their 2014 award for “Excellence in Financial Management,” and the American Society for Public Administration presented our office with their “Public Integrity Award,” in recognition of “outstanding contributions to responsible and ethical conduct in public service.”

While I am pleased to report the many things on which we are working in my office, I try to never lose sight of the fact that my number one responsibility is to protect tax dollars. I have strived to make myself accessible to all of my 11.5 million bosses across the state, and firmly believe that government should work for the people and not the other way around. I encourage you to read this report, and to let me know if you have feedback or ideas on things that we can be doing better. As always, please feel free to contact me toll free at 800-228-1102 for more information or visit my website at OhioTreasurer.gov.

Sincerely,



Josh Mandel
Treasurer of Ohio

BIOGRAPHY

Josh Mandel was sworn in as the 48th Treasurer of the State of Ohio on January 10, 2011. Josh Mandel is a Marine Corps veteran who served two tours in Iraq and served as State Representative from the 17th Ohio House District. He was first elected State Representative in 2006, knocking on 19,679 doors and wearing out three pairs of shoes. In 2008 he was re-elected to a second term, representing a district with a 2:1 Democrat to Republican voter ratio. With broad bipartisan support, Josh was elected Treasurer of Ohio on November 2, 2010. Winning 80 of Ohio's 88 counties, he was the top vote-getter of all statewide executive candidates.

Treasurer Mandel previously served as the ranking member of the Financial Institutions, Real Estate and Securities Committee, and dealt with issues concerning banks, investment firms, pension funds and other financial matters. Previously, as a member of the House Insurance Committee, he participated in the reconstruction of investment oversight for the multibillion-dollar Bureau of Workers' Compensation investment fund. Additionally, Treasurer Mandel has focused on energy security issues, having served as vice-chairman of the Public Utilities Committee and a member of the Alternative Energy Committee.



During his four years in the General Assembly, Treasurer Mandel devoted a great deal of energy towards the issues of fiscal discipline, improving the state's business climate and reversing the exodus of young people from Ohio. Due to his leadership on these and other issues, Treasurer Mandel was named legislative "Rookie of the Year" by the non-partisan Columbus Monthly Magazine and "Watchdog of the Treasury" by United Conservatives of Ohio.

Treasurer Mandel's previous elected experience includes service as a Lyndhurst City Councilman, where he was elected in 2003 with more votes than any candidate for Council or Mayor. As Councilman, Treasurer Mandel served on the Finance Committee, dealing with issues including long-term fiscal forecasting, municipal investment strategy and bond-rating protections. Additionally, Treasurer Mandel introduced and led the fight for the first municipal property tax rollback in Lyndhurst history, which currently remains one of the only municipal property tax rollbacks in Ohio history.

Inspired by a strong sense of duty to country, Treasurer Mandel enlisted in the U.S. Marine Corps Reserves in 2000, where he graduated first in his class from Marine Corps Boot Camp and first in his class from Marine Corps Intelligence School. His Marine Corps career spanned eight years, including two tours in Anbar Province, Iraq as an Intelligence Specialist. During both tours he was awarded the Navy & Marine Corps Achievement Medal for "superior performance of his duties."

Treasurer Mandel holds a Bachelor's Degree from The Ohio State University, a Law Degree from Case Western Reserve University, and completed the Investment Decisions & Behavioral Finance program at Harvard University. Treasurer Mandel is committed to protecting and responsibly investing Ohioans' hard-earned tax dollars and working on creative ways to fuel small business growth in Ohio. Treasurer Mandel, his wife Ilana and their daughter Rosie reside in northeast Ohio.

OHIO TREASURER'S OFFICE OVERVIEW



MISSION

The mission of the Ohio Treasury is to protect, manage and invest state money with integrity and high ethical standards while providing innovative financial services, educational resources and constituent services for all Ohioans.

VISION

To strive to be the premier state treasury recognized for fiscal leadership, community engagement and efficient operations.

The Treasurer of Ohio is responsible for managing and collecting a variety of Ohio's public funds. Chapter 113 of the Ohio Revised Code defines the duties of the State Treasurer of Ohio. These duties are to protect, invest and collect state financial assets.

PROTECT



As of June 30, 2014, state assets managed or held for safekeeping by the Ohio Treasurer's office totaled more than **\$218 billion**. Custodial assets include those of the Public Employees Retirement System, State Teachers Retirement System, School Employees Retirement System, Police and Fire Pension Fund, Highway Patrol Retirement System, and several other state agencies including the Ohio Bureau of Workers' Compensation, Ohio Tuition Trust Authority, the Southern Ohio Agricultural and Community Development Foundation, and the Ohio Tobacco Use, Prevention and Control Foundation.

COLLECT



The Ohio Treasurer's office receipts all state revenues. State funds not directly collected by the Treasurer's office are collected by the state agency charged with administering each revenue source and are then deposited by those agencies into the State Treasury. The Treasurer's office also collects fees, taxes and fines assessed by the State of Ohio. In Fiscal Year 2014, the total amount collected by or deposited into the Ohio Treasury was more than **\$57.3 billion**.

INVEST



The Ohio Treasurer's office investment policy emphasizes three priorities - safety, liquidity and yield - with safety considerations far outweighing the other two priorities. For a more detailed explanation of all aspects of Treasury investment operations, refer to the Treasury Investment Policy at OhioTreasurer.gov.

The Ohio Treasurer's office manages the state's three investment portfolios: the General Revenue Fund, the STAR Ohio investment pool and the Lottery Deferred Prizes Trust Fund. At the end of Fiscal Year 2014, the combined investment portfolio managed by Treasurer Mandel totaled more than **\$14.3 billion**.



AGA National President Mary E. Peterman Presents the 2014 Award of Excellence to Ohio Treasurer Josh Mandel

TREASURER'S OFFICE NATIONALLY **RECOGNIZED** FOR **EXCELLENCE** IN **FINANCIAL MANAGEMENT**

AWARD WINNING YEAR

2014

"We are proud to give this award for excellence in financial management to the Mandel Administration. Ohio's finances were not in good shape just a few short years ago, and Treasurer Mandel has made significant improvements for Ohio taxpayers."

**- AGA Executive Director
Relmond Van Daniker, DBA**



AGA AWARD FOR EXCELLENCE IN FINANCIAL MANAGEMENT

The Association of Government Accountants (AGA) awarded Ohio Treasurer Josh Mandel with an award for "Excellence in Financial Management" on behalf of the Ohio Treasurer's office. Treasurer Mandel was the only State Treasurer in the country to win this award in 2014.

AGA is a 15,000-member professional association that serves government accountability professionals by providing quality education, fostering professional development and certification and campaigning in the public interest to forward higher standards of government accountability and transparency.



ASPA INTEGRITY AWARD

In 2014, The American Society for Public Administration (ASPA) presented Ohio Treasurer Josh Mandel with its "Public Integrity Award" in recognition of his office's "outstanding contributions to responsible and ethical conduct in public service."

ASPA is the largest and most prominent professional association for public administration, and promotes ethics and integrity in public service and governance worldwide.



"In just over three years we've taken Ohio's financial ranking from 43rd in the country to 7th in the country. I'm proud of this progress and honored to bring these awards back to Ohio on behalf of my 11.5 million bosses."

- Ohio Treasurer Josh Mandel



UNDER TREASURER MANDEL
OHIO'S FINANCES
HAVE
IMPROVED

CREDIT RATINGS AND PORTFOLIOS

ON THE RISE

AAA Rating for Investments

In the midst of the European sovereign debt crisis, and while 14 other state and local government investment funds were downgraded by Standard & Poor's rating agency, the Ohio Treasurer's office earned a AAA rating on STAR Ohio, the multibillion-dollar investment fund it manages on behalf of cities, schools and communities in Ohio.

STAR Ohio
AAA

\$23.5 Million in Interest Savings

Since taking office, Treasurer Mandel has refinanced more than \$238 million of the state's outstanding debt, taking advantage of the low interest rate environment to save taxpayers more than \$23.5 million.

REFINANCING
SAVES
**\$23.5
MILLION**

Liquidity Up \$3 Billion

Upon taking office, Treasurer Mandel launched a review of investment practices to maximize investment opportunities. Between January 2011 and the end of the 2014 Fiscal Year, the Treasury's liquidity portfolio increased by more than \$3 billion.

LIQUIDITY
PORTFOLIO
**UP \$3
BILLION**

OEBF Upgrade

Under Treasurer Mandel, the Ohio Treasurer's office earned the first ratings upgrade in nearly a decade for the Ohio Enterprise Bond Fund.

FIRST
OEBF
UPGRADE
IN NEARLY A
DECADE

2011

FINANCIAL RANKING

TODAY

43rd

Ohio's financial ranking was 43rd in the country in 2011 according to Forbes magazine, and was ranked seventh in the country in 2014 by George Mason University. Among the two organizations that ranked the fiscal conditions of the states, Ohio achieved the largest improvement of any state in the nation.

7th

2011

RAINY DAY FUND

TODAY

89¢

Ohio had just 89 cents in the rainy day fund in 2011, which has been replenished today to nearly \$1.5 billion. These financial results have been a team effort among the governor, legislature, treasurer and other state leaders.

**\$1.5
BILLION**

2011

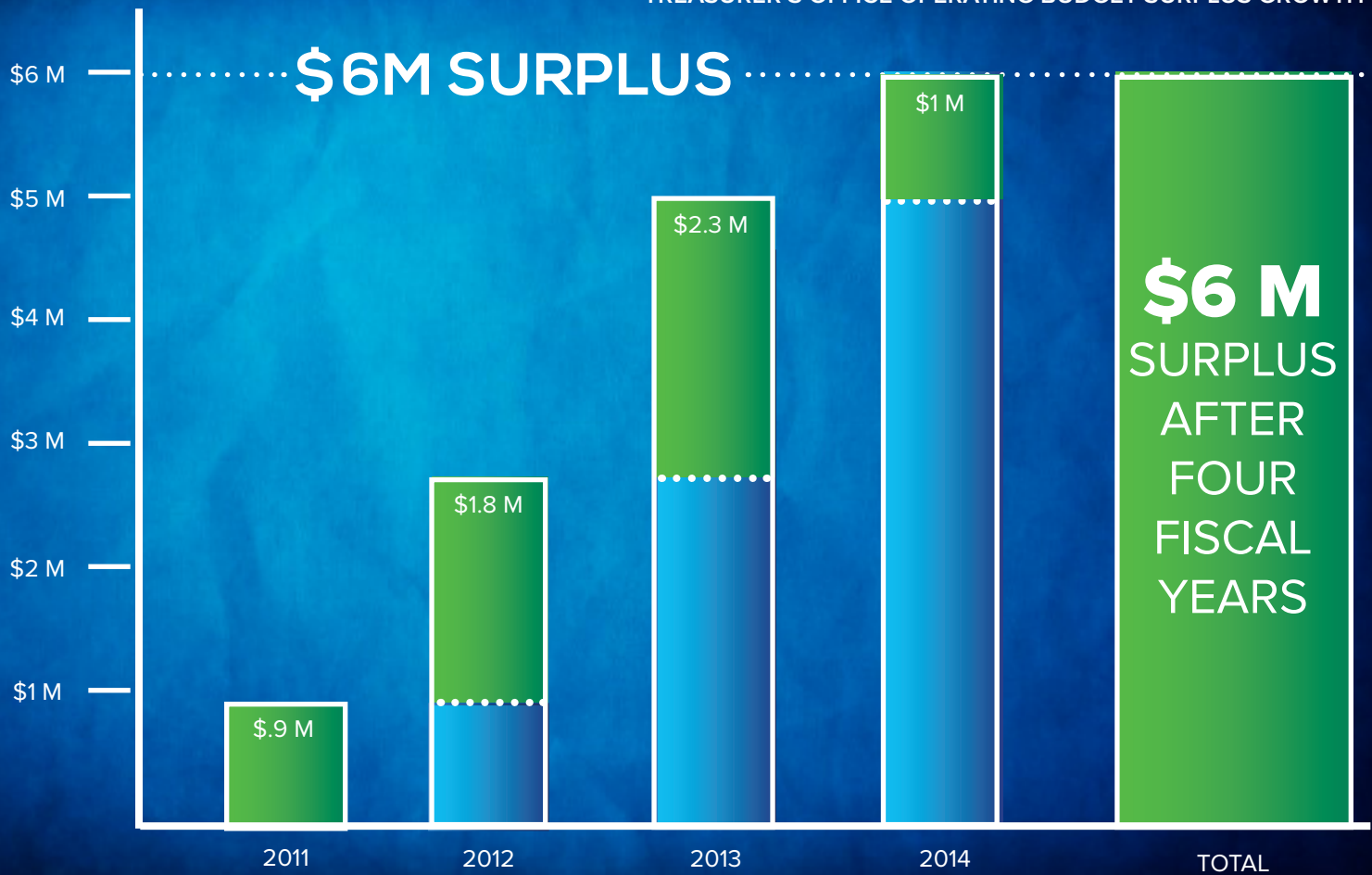
BUDGET

TODAY

**\$8B
DEFICIT**

Ohio faced an \$8 billion budget deficit upon taking office in 2011, which has grown to a more than \$1 billion surplus today.

**\$1B
SURPLUS**



TREASURER MANDEL
VOLUNTARILY RETURNS
\$6 MILLION
SURPLUS

"Even as Ohio's economy and fiscal outlook is improving, I continue to focus on finding new ways in the Treasury to cut our budget, reduce spending and run government more like a business."

- Ohio Treasurer Josh Mandel

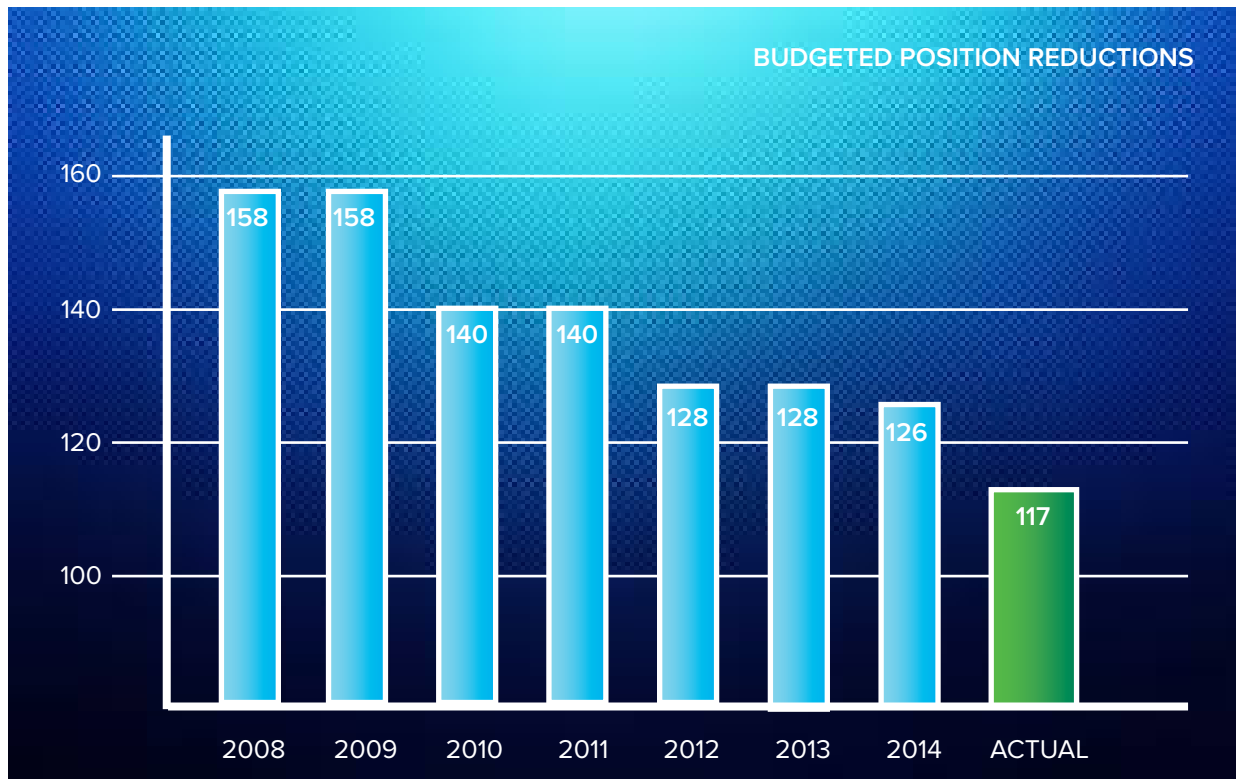
At the close of the State of Ohio's 2014 Fiscal Year, after nearly four years in office, Treasurer Mandel has voluntarily returned more than \$6 million in cumulative surplus to Ohio taxpayers. These reductions are out of an approximately \$14 million annual operating budget. These significant savings for taxpayers are the result of a successful top-bottom review of office operations initially launched in 2011. New workflows and efficiencies have allowed the Treasury to eliminate waste across the office and spend less.

STAFF STREAMLINING

— REDUCES PAYROLL —

Treasurer Mandel inherited 140 budgeted positions in 2011. Since then, he has reduced budgeted staff by 10% as a result of an effort to reorganize and streamline operations, and eliminate unnecessary positions. At the end of the 2014 Fiscal Year, the office operated efficiently with 117 staff, a reduction of more than 16% compared to the budgeted team he inherited.

Streamlined operations have allowed the office to reduce budgeted payroll from nearly \$12.2 million in FY 2011 to \$10.4 million in FY 2014. Actual payroll expenses for 2014 came in at \$9.9 million, \$500,000 below projections.



TREASURER'S **TRANSPARENCY** PROJECT

Upon taking office Josh Mandel launched the Treasurer's Transparency Project with a goal of allowing taxpayers to follow their money and hold government officials accountable. Since its launch, the project has continued to expand:

- In 2011, Treasurer Mandel posted over 60,000 state employee and over 300,000 education employee salaries online in a fully searchable database for the first time in Ohio government history;
- In 2012, Treasurer Mandel posted monthly investment reports for Ohio counties, allowing taxpayers to view how their county is investing their hard-earned dollars;
- In 2012, Treasurer Mandel digitized and launched online state property maps to allow the public to view all state-owned land and buildings through a Google-earth style program;
- In 2013, Treasurer Mandel led the charge on HB 175 to place the state's checkbook online. The goal is for this database to eventually allow Ohio schools, cities, and local governments to be able to submit their checkbooks for publication – free of charge.

SUNLIGHT IS THE GREATEST

TIMELINE:

STATE AND EDUCATION EMPLOYEE
SALARIES PLACED ONLINE

1.3 MILLION SEARCHES
IN THE FIRST MONTH

TREASURER'S
TRANSPARENCY
PROJECT
LAUNCHED

COUNTY INVESTMENT
REPORTS MADE AVAILABLE

2011

2012

DISINFECTANT TO GOVERNMENT WASTE

LAUNCHED INTERACTIVE
STATE PROPERTIES MAP

ONLINE CHECKBOOK
LEGISLATION, HB 175
INTRODUCED

HB 175 PASSED
OHIO HOUSE
86-8

NEXT STEPS:

- HB 175 PASSES STATE SENATE, SIGNED INTO LAW
- LAUNCH CHECKBOOK
- PARTNER WITH LOCAL GOVERNMENTS TO PLACE THEIR CHECKBOOKS ONLINE

2013

2014

ONLINE CHECKBOOK EMPOWERS TAXPAYERS TO HOLD POLITICIANS ACCOUNTABLE

“By placing the state of Ohio’s checkbook online I hope to unleash an army of citizen auditors to hold the politicians and bureaucrats accountable for how they are spending your hard-earned money.”

- Ohio Treasurer Josh Mandel



Treasurer Mandel and Rep. Dovilla
at Introduction of HB 175

In May 2013, Treasurer Mandel partnered with Representative Mike Dovilla (R-Berea) on legislation to create Ohio’s Online Checkbook, and place all state spending online for the public to view. The bill, HB 175, passed the Ohio House overwhelmingly 86-8, with bipartisan support, in June 2014 and is awaiting action from the State Senate. If signed into law, HB 175 will ensure that the online checkbook and government employee salary databases will remain online under future administrations.

Ohio’s Online Checkbook Will Empower Citizens with Tools to:

- Navigate through millions of state checks and expenses with ease;
- Review billions of dollars of spending data, starting with seven years (2008-2014) and adding subsequent years as they become available;
- Search the name of vendors that do business with the state;
- View detailed expenditures from 147 state agencies, including all statewide elected officials as well as boards and commissions;
- Compare spending year-to-year as well as among agencies.

PHASE II OF ONLINE CHECKBOOK – HELPING LOCAL GOVERNMENTS PUBLISH THEIR SPENDING

In the next phase of the Online Checkbook project, Treasurer Mandel hopes to encourage local governments to voluntarily publish their spending free of charge through the online checkbook tool at OhioTreasurer.gov.

LET THE PEOPLE FOLLOW THEIR MONEY

What Ohio Newspapers are Saying About the Online Checkbook...

More light on spending

"An online database that would allow Ohio residents to track state spending with the click of a mouse would be an effective and efficient way to promote government transparency."

Toledo Blade
August 24, 2014

Put government spending online

"Some readers are able to use online banking or financial software to see where their money goes. State Treasurer Josh Mandel wants Ohioans to be able to do the same with their tax dollars."

The Advertiser-Tribune
August 13, 2014

It's your checkbook, Ohioans

"Providing Ohioans oversight of the state's checkbook is precisely the way government should operate in the age of digital communication."

Sandusky Register
August 10, 2014

Ohio Treasurer Josh Mandel's idea for online checkbook worth a look

"The basic idea is to allow 'citizen auditors' to easily examine the state's purchases, from paper clips and hotel rooms to consulting work."

Cleveland Plain Dealer
September 22, 2013

'Online checkbook' would help Ohioans monitor state spending

"If HB 175 passes, every taxpayer with a computer and some free time will be able to scour the budget for signs of waste or abuse."

Youngstown Vindicator
May 27, 2014

Vote for Transparency

"Ohioans deserve to have an easy way to see how government is spending their hard-earned money. ... We live in a new age of data; Ohio should be at the forefront."

Columbus Dispatch
May 25, 2014



Treasurer Mandel presents the "Ohio Strong" Award to Beth Woods of Rose Metal Industries in Cleveland in recognition of her outstanding work

TREASURER MANDEL PROMOTES **MANUFACTURING** & VOCATIONAL EDUCATION

OHIO STRONG

Bringing Pride and Profile to the Skilled Trades

Ohio Treasurer Josh Mandel launched a new effort in 2014 called “Ohio Strong” to help recognize and raise public awareness of men and women working in manufacturing and the skilled trades, and to encourage more people to pursue careers in these in-demand fields.

Treasurer Mandel has been meeting with small businesses, family manufacturing companies, vocational training providers, job creators, and workers throughout Ohio. They all reinforce the need for a renewed focus on preparing Ohio’s workforce for jobs in modern manufacturing and the skilled trades. Recent statistics illustrate the need for a change in approach:

A recent Bureau of Labor Statistics study showed

48%

of college graduates are working in jobs that don’t require a four-year degree.

According to a recent Skills Gap Survey by the Manufacturing Institute, approximately

600,000

manufacturing jobs are unfilled nationally because employers can’t find qualified workers.

“I believe that there is a quiet crisis upon us, and in order to prosper as a country we need to inspire more young Americans to pursue careers in the skilled trades. I launched Ohio Strong to recognize dedicated men and women across our state who work in these fields that are so vital to our economy.”

- Ohio Treasurer Josh Mandel



Treasurer Mandel Presents “Ohio Strong” Awards to Dorothy Knieriemen and Drew Park of Ohio Screw Products in Elyria

“As the babyboomers are retiring, I frequently hear about the shortage of welders, pipe-fitters, electricians, carpenters, machinists and other skilled trades across Ohio. I believe we need to put shop class back in high schools and do everything we can to encourage more Ohioans to enter these important fields.”

- Ohio Treasurer Josh Mandel



OHIO STRONG AWARD

- Treasurer Mandel has been advocating for a renewed focus on vocational education, and to bring back shop class through opinion pieces in Ohio and national publications. [see Wall Street Journal Op-Ed on page 18]
- One component of the “Ohio Strong” effort is recognizing men and women throughout Ohio who are excelling in careers in manufacturing and the skilled trades with the “Ohio Strong” award.
- For more information or to nominate a deserving worker, visit OhioTreasurer.gov/OhioStrong.

RAISING THE PRIDE AND PROFILE OF THE SKILLED TRADES

THE WALL STREET JOURNAL.

Welders Make \$150,000? Bring Back Shop Class

By JOSH MANDEL

In American high schools, it is becoming increasingly hard to defend the vanishing of shop class from the curriculum. The trend began in the 1970s, when it became conventional wisdom that a four-year college degree was essential. As *Forbes* magazine reported in 2012, 90% of shop classes have been eliminated for the Los Angeles unified school district's 660,000 students. Yet a 2012 Bureau of Labor Statistics study shows that 48% of all college graduates are working in jobs that don't require a four-year degree.

Too many young people have four-year liberal-arts degrees, are thousands of dollars in debt and find themselves serving coffee at Starbucks or working part-time at the mall. Many of them would have been better off with a two-year skilled-trade or technical education that provides the skills to secure a well-paying job.

A good trade to consider: welding. I recently visited Pioneer Pipe in the Utica and Marcellus shale area of Ohio and learned that last year the company paid 60 of its welders more than \$150,000 and two of its welders over \$200,000. The owner, Dave Archer, said he has had to turn down orders because he can't find enough skilled welders.

According to the 2011 Skills Gap Survey by the

Manufacturing Institute, about 600,000 manufacturing jobs are unfilled nationally because employers can't find qualified

Taking Pride in learning to make and build things can begin in high school. Plenty of jobs await.

workers. To help produce a new generation of welders, pipe-fitters, electricians, carpenters, machinists and other skilled tradesmen, high schools should introduce students to the pleasure and pride they can take in making and building things in shop class.

American employers are so yearning to motivate young people to work in manufacturing and the skilled trades that many are willing to pay to train and recruit future laborers. CEO Karen Wright of Ariel Corp. in Mount Vernon, Ohio, recently announced that the manufacturer of gas compressors is donating \$1 million to the Knox County Career Center to update the center's computer-integrated manufacturing equipment, so students can train on the same machines used in Ariel's operations.

In rural Minster, Ohio, near the Indiana border, electrician and entrepreneur Jack Buschur is creating the Auglaize & Mercer County Business Education Alliance, which will use private-sector dollars to

fund a skilled-trade ambassador to walk the halls of local high schools with the mission of recruiting teenagers into these fields. This ambassador will also work to persuade school guidance counselors and administrators to change their tune that college is the only route to prosperity, and to encourage them to inform their students about the many opportunities in skilled trades.

At Humtown Products in Columbiana, Ohio, near the Pennsylvania border, CEO Mark Lamoncha is coordinating tours for local high-school guidance counselors to visit his company so that they can learn about job opportunities in advanced manufacturing and 3-D printing. Rather than having students seeing posters only for Ohio State, Pitt, Harvard and Yale in their high-school hallways, he wants to convince the schools' guidance counselors to also post signs for the Choffin Career & Technical Center in Youngstown and the New Castle School of Trades in Pulaski, Pa.

The Ohio School Board Association recently heard a similar message—from the actor John Ratzenberger, whom you might remember as Cliff Clavin, the mailman from the 1980s sitcom "Cheers." Mr. Ratzenberger these days is devoting considerable charitable time and dollars toward raising the profile of America's skilled laborers as

role models for young people.

He began this effort in 2004 with a TV show called "Made in America," focusing attention on the rewarding labor of blue-collar workers making everything from Steinway pianos and Wonder Bread to Caterpillar equipment and Chris Craft yachts. Now he's crisscrossing the country urging schools to invest in vocational education. On "Cheers," Cliff Clavin never appeared to be overly industrious, but in promoting the restoration of shop class in U.S. high schools, Mr. Ratzenberger is working hard to put young Americans in good jobs. Educators could learn a thing or two from him.

Mr. Mandel is the treasurer of Ohio

MODERNIZING OHIO'S INVESTMENT LAW

- Until 2014, Ohio's laws setting investment policies for both state and local governments had remained mostly unchanged since 1993.
- In June 2014, Treasurer Mandel supported common sense changes to state law that helped diversify state and local investment portfolios, and increase the security of Ohioans' hard-earned tax dollars.
- Under recently signed legislation, SB 287, local public funds managers are given more tools to promote safe investment practices.
- The law enables Ohio governments to better diversify their portfolios, which is a hallmark of any sound investment strategy.



TREASURER'S OFFICE
WORKS TO **MODERNIZE**
AND **DIVERSIFY** STATE
AND LOCAL **PORTFOLIOS**

Transparency and better investments help cities and schools do more with less

By JOSH MANDEL

As the treasurer of Ohio, a former city councilman, and the son of a terrific woman who worked in education for over 20 years, I understand the essential role that local governments and schools play in the lives of Ohioans.

We rely on local governments to keep our communities safe, educate our children and provide services for families and senior citizens. Two key variables to efficient government are embracing transparency and empowering the citizens to hold the politicians and bureaucrats accountable for government spending.

My office is working hard to help increase government transparency at the state and local level. I've already placed state employee and teacher salaries online in an easily searchable database because I think you have a right to know how your tax money is being spent.

I'm now working to put the state's checkbook online which will allow taxpayers to follow their hard-earned tax dollars, and empower an army of citizen auditors to help root out waste, fraud and abuse.

When Ohio's online checkbook is launched, I intend to host an online portal that can display checkbook data for all local governments that are interested in voluntarily sharing their spending with constituents.

Rather than every school district, city or county building their own website, my office will build the platform and cover the expenses in order to help shine sunlight on government spending. It's my expectation that by giving taxpayers access to this type of information at their fingertips, politicians and bureaucrats – in both state and local government – will think twice before wasting taxpayer money or defrauding the citizens.

It's my job to protect Ohio tax dollars and respond to financial challenges facing our state. When I took office just three-

and-a-half years ago, Ohio's financial ranking was 43rd in the country.

I'm proud to report to you that today our financial ranking is 7th in the country. In my time as state treasurer, many local officials and treasurers have talked to me about the issues they are facing and have asked for help. By leveraging the resources of my office and the expertise of my staff, we are able to deliver real results.

“Higher investment return means more money for educating our children, keeping our streets clean and safe, and providing important services for senior citizens.”

The financial turmoil known as the “Great Recession,” along with many other factors, lead to dramatically reduced tax revenues for Ohio's counties, cities, school districts, libraries and other local governments. The low interest rate environment has also depressed investment returns, further straining local budgets.

Immediately following a top-bottom review of the Treasurer's office, we took steps to help local governments protect public funds and improve investment returns. STAR Ohio, the local government investment fund that has been in place since the mid-1980s, was being adversely impacted by the historically-low interest rate environment. As a result, local governments were not generating the revenues they had expected from investment returns.

My team scoured the country for best government practices and successful private sector programs. In early 2012,

we created STAR Plus, an innovative investment option that leverages technology and federally insured bank deposits to safely increase yields, while helping to keep money in local community banks.

Ohio is the first and only state in the nation to make this type of investment vehicle available to local governments.

STAR Plus has been an unprecedented success. Nearly 600 cities, schools and other local governments have chosen to deposit approximately \$2 billion through this new investment option.

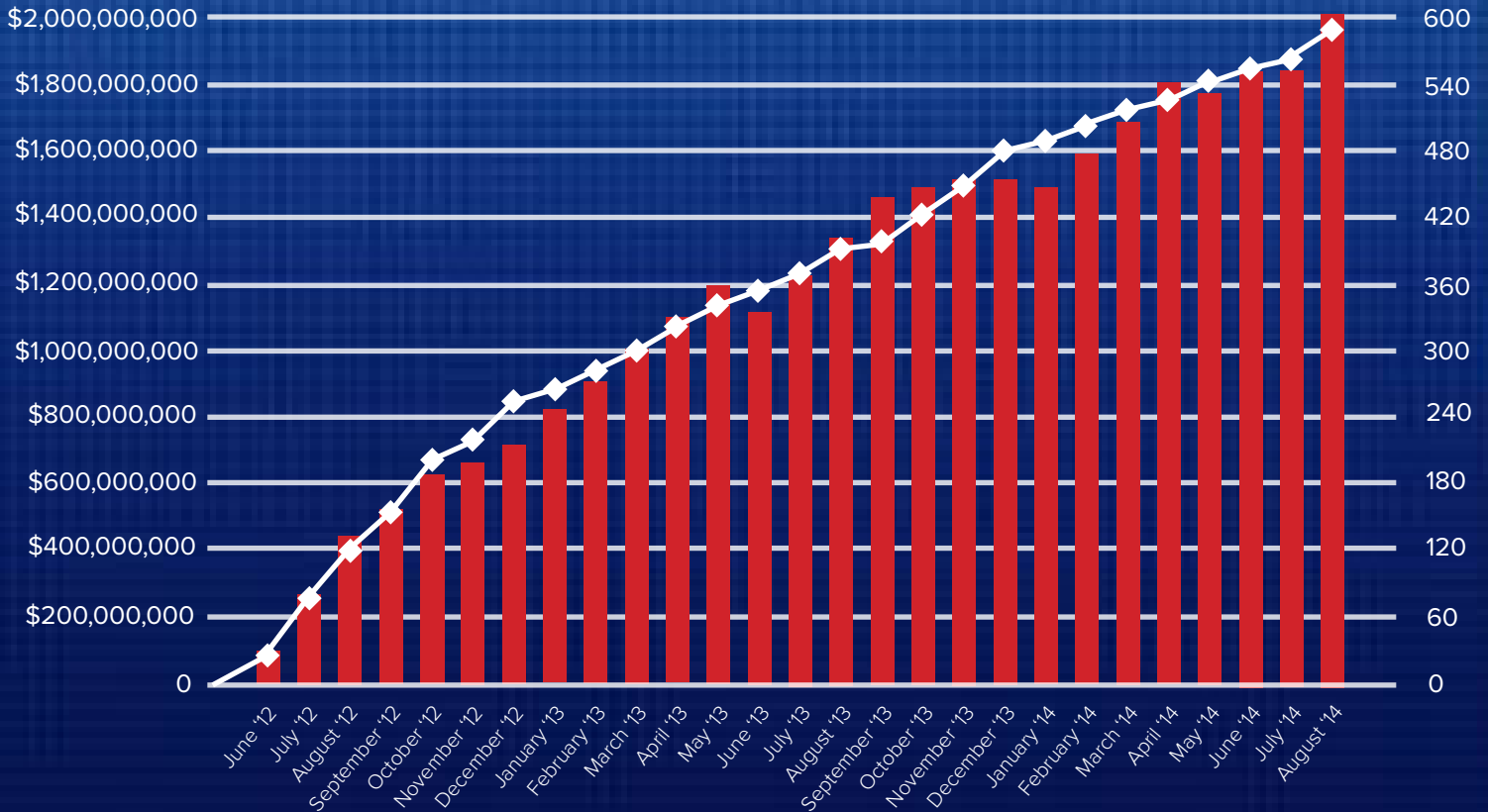
Local governments have received returns up to 20 times higher than comparable investments. To date, local governments in this program have earned more than \$4.2 million in additional interest compared to the traditional local government investment fund – while keeping their money safe and secure.

Higher investment return means more money for educating our children, keeping our streets clean and safe, and providing important services for senior citizens.

In Highland County alone, more than \$10 million has been deposited into this new investment option yielding a higher return for taxpayers.

As Ohio treasurer, I'm working hard to make government more efficient and to help responsibly manage your hard-earned dollars.

Op-Ed from Treasurer Mandel as published in the Highland County Press on August 26, 2014



LOCAL GOVERNMENT
INVESTMENT
 VEHICLE SURPASSES
\$2 BILLION
 IN DEPOSITS

HELPING LOCAL GOVERNMENTS



In early 2012 Treasurer Mandel launched STAR Plus, an innovative investment option that leverages technology and federally-insured bank deposits to safely increase yields, while helping to keep money in local community banks. Ohio is the first and only state in the nation to make this type of investment vehicle available to local governments.

STAR Plus has been an unprecedented success. Nearly 600 accounts have been opened with total deposits more than \$2 billion. Local governments have received returns up to twenty times higher than for-profit treasury and governmental money market funds. Since launch, local governments have earned more than \$4.2 million in additional interest compared to the traditional local government investment fund – with no risk of loss.

BY THE NUMBERS

STAR PLUS

\$4.2
MILLION

\$4.2 million in additional interest vs. traditional STAR Ohio program

\$5.3
MILLION

\$5.3 million in total interest earned by local governments

20
TIMES

Returns up to 20 times higher than for-profit treasury and government money market funds

593
PARTICIPANTS

593 schools and local governments participate

as of August 22, 2014

COMBATING CYBER ATTACK

The Treasurer's office has made important security enhancements to protect tax dollars from the threat of cyber attack, including:

Next Generation Firewalls:

- Geo-blocking of Internet traffic originating from outside the United States;
- Intrusion detection systems that inspect inbound Internet traffic and block malicious code;
- Encrypted traffic inspection to block viruses; and,
- Web-filtering and firewall integration to "black list" sites that have been compromised.

Email Filtering and Vulnerability Scanning:

- All inbound email is scanned for viruses, malware, and spyware before entering the Treasurer's office network;
- Sensitive outbound emails are encrypted to protect the content of email interception;
- Implementation of realtime virus, malware and spyware scanning on all network devices, including servers, virtual servers, and desktops along with the traffic inspection at firewalls.

PROTECTING TAX DOLLARS FROM AN EVOLVING THREAT OF **CYBER ATTACK**

TREASURY MANAGEMENT SYSTEM — WILL MODERNIZE OPERATIONS —

Upon taking office, Ohio Treasurer Josh Mandel launched an initiative to improve the information technology infrastructure and operational efficiencies across the Ohio Treasury and to adopt best industry and banking practices. This comprehensive review found that while existing systems worked technically, the Treasurer's office core financial systems had not been upgraded since 1996, and there were many opportunities to leverage technology, modernize operations and improve security.

The 2014 Capital Budget included \$10 million in funding for TMS, and was signed by Governor Kasich on April 1, 2014. The office plans to leverage existing infrastructure while implementing a more efficient platform for accounting, investment, custodial compliance, revenue management, and banking processes.

The new TMS system will create a secure and modern technology infrastructure to safeguard Ohioans' hard-earned tax dollars that will:

- Reduce exposure to cyber attacks by replacing legacy systems;
- Improve operations to effectively carry out the office's core functions and securely manage \$218 billion in custodial assets;
- Pave the way to more efficiently process and conduct cash management and investment services, and to ensure continued sound management of the \$3.2 billion STAR Ohio investment pool;
- Provide for more effective risk management, and a higher degree of transparency;
- Modernize important internal operational controls and upgrade security procedures;
- Enhance reporting and auditing capabilities, and provide accurate, timely reconciliation and verification of transactions for hundreds of accounts across the state of Ohio;
- Reduce or eliminate manual and redundant data processes; and,
- Cut costs, save staff time and improve services and processing efficiencies throughout the Treasurer's office.

"This modern Treasury Management System will transform, streamline, and secure core treasury operations, and strengthen the state's financial capabilities for years to come."

— Ohio Treasurer Josh Mandel



SAFEGUARDING RETIREE **PENSION FUNDS** AND STATE ASSETS

SAFELY TRANSITIONED MORE THAN \$48 BILLION IN OHIO RETIREE ASSETS FROM BANKS ACCUSED OF DEFRAUDING PENSION FUNDS

In 2012, Ohio Attorney General Mike DeWine filed a \$16 million lawsuit against Bank of New York Mellon alleging fraud, deceptive practices and breach of contract with respect to foreign currency transactions that the bank performed on behalf of Ohio pension funds. The U.S. Department of Justice has brought similar lawsuits against State Street Bank, whose Ohio lobbyist pleaded guilty to fraud in 2013 for his role in a \$3.2 million personal enrichment scheme against the Ohio Treasury during the term of the prior administration. In 2012, the Mandel Administration chose new international custodians for Ohio pension funds. To date, the Ohio Treasury has completed the safe transitions of approximately:

\$23.5 Billion

\$23.5 billion in international assets of the Ohio Public Employees Retirement System from State Street Bank to JPMorgan;

\$16.5 Billion

\$16.5 billion in international assets of the State Teachers Retirement System from State Street Bank to Citibank;

\$4.9 Billion

\$4.9 billion in international assets of the Ohio Police and Fire Pension Fund from State Street to JPMorgan; and,

\$3.1 Billion

\$3.1 billion in international assets of the School Employees Retirement System from Bank of New York Mellon to Citibank.

TAXPAYER WATCHDOG

**RECOVERED
\$100,000
FOR TEACHERS
IN A BANK
OVERCHARGE FEE**

In May 2014, the Treasurer's office confirmed that Fifth-Third Bank had overcharged the State Teachers Retirement System (STRS) \$100,000 in custodial fees. After the error was identified, STRS was reimbursed \$100,000 in fees.

**RECOUPED
\$20,000
IN UNPAID
INTEREST**

During a 2014 internal review, the Treasurer's office identified an incorrect interest rate and calculation method applied to a treasury bank account which resulted in a \$20,398.34 error. The office successfully recovered the full amount of interest that was owed to the state.

**RECEIVED
CLEAN AUDITS
THREE
CONSECUTIVE
YEARS**

In 2014, for the third consecutive year, Treasurer Mandel was issued a clean audit by Ohio Auditor of State Dave Yost.

"Treasurer Mandel and his staff have continued to demonstrate sound financial reporting," said Auditor Yost.

OHIO TREASURER'S OFFICE LAUNCHES FINANCIAL EDGE INITIATIVE

- Pursuant to legislation, beginning with the graduating high school class of 2014, Ohio students are now required to complete course work teaching financial education.
- In response, Treasurer Mandel partnered with school districts around the state, as well as with private sector and non-profit groups, to offer the Financial EDge suite of resources.
- Financial EDge provides no-cost financial education tools to schools and teachers.
- Since the program's launch, more than 30,000 Ohio students across the state have received financial education resources through Financial EDge partners.

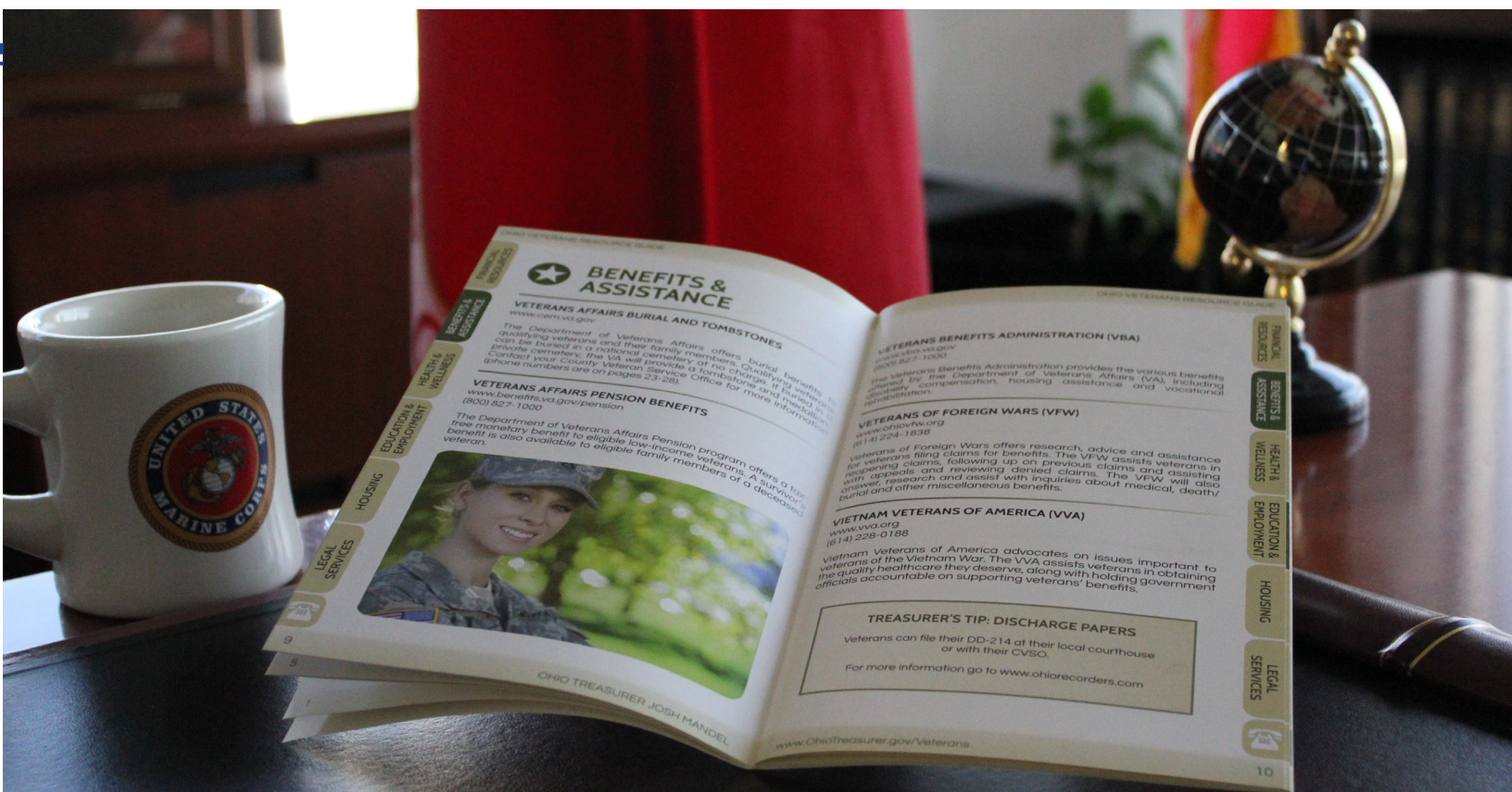


Treasurer Mandel speaks to students at Thurgood Marshall High School, in Dayton, which is using financial education resources provided in partnership with the Financial EDge program

FINANCIAL EDGE HELPS SCHOOLS MEET GRADUATION REQUIREMENTS

MANDEL LAUNCHES VETERAN- FOCUSED FINANCIAL EDUCATION RESOURCES

As a veteran himself, Treasurer Mandel is proud to have launched a series of free Veterans Smart Money Choices workshops across the state specifically targeted at returning veterans, active-duty service members and their families. In 2014, his office held eight Veterans Smart Money Choices workshops across the state. As part of this effort the Treasurer's office created a comprehensive Veterans Resource Guide, which has been made available statewide in partnership with local county veterans services commissions.



Treasurer Mandel created a Veterans Resource Guide to help connect active-duty service members, veterans, and their family members with financial education tools - view this resource guide at OhioTreasurer.gov/Veterans

FINANCIALS

STATE FUNDS - STATEMENT OF ASSETS FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED

CASH ON HAND AND OTHER ITEMS	
Cash on Hand	\$ 64,961
Returned Checks and Other Items	149,546
Receivable from Custodial Funds for Warrants Settled	-
TOTAL CASH ON HAND AND OTHER ITEMS	214,507
ACTIVE DEPOSITS IN BANK	958,505
INVESTMENT OF INTERIM FUNDS	
U.S. Government Securities (includes purchased accrued interest of \$17)	1,110,440,302
U.S. Agency Securities (includes purchased accrued interest of \$533)	6,235,389,465
Corporate Bonds and Notes (includes purchased accrued interest of \$397)	306,615,255
Israel Bonds	105,200,000
STAR Ohio Investment Pool	166,278
Commercial Paper	1,635,038,427
Money Market Funds	1,191,061,462
DEPOSIT	
STAR Ohio Plus Program	15,014,951
CERTIFICATES OF DEPOSIT	
Buckeye Tobacco Settlement Financing Authority-School Facilities Portfolio	-
Small Business Linked Deposit Program	24,759,021
Agricultural Linked Deposit Program	49,067,646
Grow Now Program	51,001,529
Bid Ohio Program	53,500,000
Eco Linked Deposit Program	38,750,031
Save Now Linked Deposit Program	160,810,000
Renew Ohio Linked Deposit Program	2,044,707
LOTTERY COMMISSION'S STRUCTURED PORTFOLIO	
U.S. Government Securities	157,479,710
U.S. Agency Securities	204,577,650
STAR Ohio Investment Pool	1,204,286
TOTAL INVESTMENT OF INTERIM FUNDS	11,342,120,719
<i>Less: Net Receipts Unprocessed by State Agencies, but Invested by the Treasurer of State</i>	<i>(31,655,481)</i>
TOTAL STATE FUNDS, AS OF JUNE 30, 2014	\$ 11,311,638,250

STATE FUNDS STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN ASSETS FOR THE YEAR ENDED JUNE 30, 2014

BEGINNING BALANCE, JULY 1, 2013	\$ 10,994,262,223
Receipts	57,281,072,645
Disbursements	56,963,696,619
TOTAL STATE FUNDS, AS OF JUNE 30, 2014	\$ 11,311,638,249

**STATE FUNDS - SUMMARY OF INVESTMENT ACTIVITY - (STATED COST ON SETTLEMENT BASIS)
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED**

	Investment Portfolio Balance as of June 28, 2013	Purchase of Principal	Average Purchase Yield	Sales, Calls, & Pay-Downs	Maturities	Investment Portfolio Balance as of June 30, 2014	Realized Income
OHIO LOTTERY COMM - MEGA MILLION							
US TREASURY STRIP	\$ 84,370,582.24			\$	8,114,000.00	\$ 77,717,569.14	\$ 1,460,986.90
<i>Total</i>	<i>\$ 84,370,582.24</i>			<i>\$</i>	<i>8,114,000.00</i>	<i>\$ 77,717,569.14</i>	<i>\$ 1,460,986.90</i>
REGULAR INVESTMENT ACCT - CORE							
FFCB DEBENTURE	\$ 498,381,490.50	\$ 279,697,025.65	0.485	\$ 176,444,000.00	\$ 37,000,000.00	\$ 564,746,888.15	\$ 3,297,304.92
FHLB DEBENTURE	\$ 361,199,835.80	\$ 582,063,750.02	0.948	\$ 264,075,000.00	\$ 83,500,000.00	\$ 595,746,848.77	\$ 3,222,815.13
FHLB DISCOUNT NOTE		\$ 495,283,527.14			\$ 495,370,000.00		\$ 86,472.86
FHLB MULTI STEP COUPON BOND	\$ 62,935,125.00	\$ 173,286,960.00	0.914	\$ 84,400,000.00		\$ 151,822,085.00	\$ 538,105.55
FHLB MULTI STEP COUPON BOND (4X)		\$ 19,597,500.00	0.650	\$ 9,600,000.00		\$ 9,997,500.00	\$ 31,000.00
FHLMC DEBENTURE	\$ 337,043,388.70	\$ 316,947,072.76	1.004	\$ 269,151,310.00	\$ 5,000,000.00	\$ 379,381,060.76	\$ 3,112,306.08
FHLMC DISCOUNT NOTE		\$ 158,151,788.16			\$ 158,200,000.00		\$ 48,211.84
FHLMC MEDIUM TERM NOTE	\$ 33,423,500.00	\$ 56,497,580.00	1.718	\$ 10,880,000.00		\$ 79,028,850.00	\$ 614,268.33
FHLMC MULTI STEP COUPON BOND		\$ 126,749,375.00	1.218	\$ 50,250,000.00		\$ 76,466,375.00	\$ 405,326.39
FNMA DEBENTURE	\$ 504,238,595.25	\$ 206,966,824.20	1.282	\$ 275,271,950.00		\$ 435,880,326.70	\$ 4,994,306.76
FNMA DISCOUNT NOTE		\$ 31,491,289.38		\$	\$ 31,500,000.00		\$ 8,710.62
FNMA MULTI STEP COUPON BOND	\$ 142,631,506.50	\$ 60,170,600.00	1.662	\$ 65,200,000.00		\$ 137,599,006.50	\$ 1,169,411.81
FNMA MULTI STEP COUPON BOND (4X)	\$ 4,993,750.00					\$ 4,993,750.00	\$ 42,500.00
HUD DEBENTURE	\$ 3,000,000.00			\$ 500,000.00		\$ 2,500,000.00	\$ 25,925.00
ISRAEL BONDS (Act/365)	\$ 48,400,000.00	\$ 47,800,000.00	2.056	\$	\$ 12,000,000.00	\$ 84,200,000.00	\$ 1,088,233.84
ISRAEL BONDS (FLOATING RATE)						\$ 21,000,000.00	\$ 269,080.47
MONEY MARKET FUND - CASH ACCT							
MONEY MARKET NOW ACCT		\$ 80,000,000.00				\$ 80,029,155.86	\$ 29,155.86
MUNICIPAL BOND		\$ 18,000,000.00	1.091			\$ 18,000,000.00	\$ 55,615.50
PRIVATE EXPORT FUNDING CORP	\$ 9,411,210.00					\$ 9,411,210.00	\$ 274,500.00
STAR OHIO - CASH ACCT	\$ 50,006,869.78			\$ 50,000,000.00		\$ 10,546.75	\$ 3,676.97
TVA DEBENTURE		\$ 10,061,300.00	1.602			\$ 10,061,300.00	
<i>Total</i>	<i>\$ 2,076,665,271.53</i>	<i>\$ 2,662,764,592.31</i>	<i>0.724</i>	<i>\$ 1,255,272,260.00</i>	<i>\$ 823,070,000.00</i>	<i>\$ 2,660,874,903.49</i>	<i>\$ 19,316,927.93</i>
REGULAR INVESTMENT ACCT - CORP							
CORP FLOATING RT BOND 4X 30/360		\$ 7,027,510.00	0.229			\$ 7,027,510.00	
CORP FLOATING RT BOND 4X Act/360		\$ 51,406,829.86	0.354			\$ 51,406,829.86	\$ 76,858.83
CORPORATE BOND		\$ 247,783,670.58	1.255			\$ 247,783,670.58	\$ 537,965.91
<i>Total</i>	<i>\$ 306,218,010.44</i>	<i>\$ 306,218,010.44</i>	<i>1.080</i>			<i>\$ 306,218,010.44</i>	<i>\$ 614,824.74</i>

**STATE FUNDS - SUMMARY OF INVESTMENT ACTIVITY - (STATED COST ON SETTLEMENT BASIS)
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED**

(continued)

	Investment Portfolio Balance as of June 28, 2013	Purchase of Principal	Average Purchase Yield	Sales, Calls, & Pay-Downs	Maturities	Investment Portfolio Balance as of June 30, 2014	Realized Income
REGULAR INVESTMENT ACCT - REG							
COMMERCIAL PAPER - 31 DAY PUT	\$ 50,110,667.65					\$ 50,212,375.45	\$ 101,707.80
COMMERCIAL PAPER - DISCOUNTED	\$ 377,924,708.89	\$ 6,362,323,179.46	0.091		\$ 5,411,831,000.00	\$ 1,329,216,697.78	\$ 799,809.43
COMMERCIAL PAPER - INTBEARING/IAM		\$ 25,000,000.00	0.240			\$ 25,000,000.00	
COMMERCIAL PAPER - OPEN TERM	\$ 230,375,669.71					\$ 230,609,353.61	\$ 233,683.90
FFCB ADJUSTABLE RATE BOND	\$ 5,000,000.00	\$ 9,999,999.00	0.105	\$ 4,497,933.07	\$ 9,502,065.93	\$ 1,000,000.00	\$ 21,617.20
FFCB DEBENTURE	\$ 124,966,931.50	\$ 129,954,875.15	0.244	\$ 25,000,000.00	\$ 100,000,000.00	\$ 129,954,875.15	\$ 246,235.16
FFCB DISCOUNT NOTE	\$ 486,508,655.14	\$ 432,313,710.35	0.063		\$ 711,494,000.00	\$ 207,878,388.60	\$ 550,023.11
FHLB DEBENTURE	\$ 197,084,405.80	\$ 591,004,024.37	0.196	\$ 195,000,000.00	\$ 171,990,000.00	\$ 421,006,524.37	\$ 552,322.68
FHLB DEBENTURE (INT@MAT)		\$ 149,995,973.25	0.110			\$ 149,995,973.25	
FHLB DISCOUNT NOTE	\$ 2,096,028,939.09	\$ 7,869,847,855.53	0.061	\$ 495,283,527.14	\$ 7,769,724,000.00	\$ 1,702,176,206.95	\$ 1,306,939.47
FHLMC DEBENTURE		\$ 15,267,668.75	0.292	\$ 10,250,000.00		\$ 5,014,850.00	\$ 4,238.19
FHLMC DISCOUNT NOTE	\$ 1,424,508,732.30	\$ 2,505,822,828.72	0.082	\$ 158,151,788.16	\$ 3,105,321,000.00	\$ 667,838,410.77	\$ 979,637.91
FICA ACCOUNT	\$ 24,000,000.00			\$ 24,000,000.00			\$ 15,080.14
FNMA DISCOUNT NOTE	\$ 958,693,619.85	\$ 1,768,345,724.68	0.051	\$ 31,491,289.38	\$ 2,302,791,000.00	\$ 393,299,861.17	\$ 542,806.02
MONEY MARKET FUND - CASH ACCT	\$ 205,076,136.58	\$ 4,965,000,000.00	0.037	\$ 4,985,001,315.20		\$ 185,126,590.01	\$ 51,768.63
MONEY MARKET FUND - SWEEP ACCT							
MONEY MARKET NOW - SWEEP ACCT	\$ 361,262,837.98	\$ 6,142,253,785.07	0.129	\$ 5,730,686,367.10		\$ 773,559,436.09	\$ 729,180.14
MONEY MARKET NOW ACCT		\$ 100,000,000.00				\$ 100,039,458.12	\$ 39,458.12
SPRI-ADDITIONAL INCOME							
STAR OHIO - CASH ACCT	\$ 116,775,701.53	\$ 90,002,611.30	0.019	\$ 206,653,456.00		\$ 145,690.82	\$ 20,833.99
STAR OHIO - STAR PLUS(CASH DVD)		\$ 15,000,000.00		\$ 15,000,000.00			\$ 2,611.30
STAR OHIO - STAR PLUS(REINV DVD)		\$ 15,000,000.00				\$ 15,014,951.45	\$ 14,951.45
TVA DISCOUNT NOTE	\$ 5,999,078.33	\$ 724,495,394.49	0.046		\$ 653,463,000.00	\$ 77,056,618.26	\$ 25,145.44
US TREASURY BILL	\$ 199,993,916.66	\$ 499,984,624.84	0.026		\$ 700,000,000.00		\$ 21,458.50
<i>Total</i>	\$ 6,864,310,001.01	\$ 32,411,612,254.96	0.080	\$ 11,881,015,676.05	\$ 20,936,116,065.93	\$ 6,464,146,261.85	\$ 6,259,508.58
REGULAR INVESTMENT ACCT - TSY							
MONEY MARKET FUND - CASH ACCT	\$ 228,575.36			\$ 228,583.08		\$	\$ 7.72
MONEY MARKET NOW ACCT	\$ 77,385,009.20	\$ 1,223,459,765.75	0.123	\$ 1,248,622,665.53		\$ 52,306,821.54	\$ 84,712.12
SPRI-BIDOHIO	\$ 10,500,000.00	\$ 36,500,000.00	0.124		\$ 34,500,000.00	\$ 12,500,000.00	\$ 12,234.74
STAR OHIO - CASH ACCT	\$ 50,006,452.92			\$ 50,000,000.00		\$ 10,040.22	\$ 3,587.30
US TREASURY NOTE	\$ 1,130,177,080.21	\$ 665,944,922.56	1.566	\$ 636,061,523.48	\$ 50,000,000.00	\$ 1,110,422,978.63	\$ 7,518,192.18
<i>Total</i>	\$ 1,268,297,117.69	\$ 1,925,904,688.31	0.622	\$ 1,934,912,772.09	\$ 84,500,000.00	\$ 1,175,239,840.39	\$ 7,618,734.06

**STATE FUNDS - SUMMARY OF INVESTMENT ACTIVITY - (STATED COST ON SETTLEMENT BASIS)
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED**

(continued)

	Investment Portfolio Balance as of June 28, 2013	Purchase of Principal	Average Purchase Yield	Sales, Calls, & Pay-Downs	Maturities	Investment Portfolio Balance as of June 30, 2014	Realized Income
SPECIAL PROJECTS INVESTMENT ACCT							
FFCB ADJUSTABLE RATE BOND	\$ 5,000,000.00	\$ 4,497,933.07	\$	4,999,999.00	\$ 497,934.07	\$ 4,000,000.00	
MONEY MARKET FUND - CASH ACCT							
SPRJ-ADDITIONAL INCOME				7,024.28			\$ 7,024.28
SPRJ-AGLINK FIXED LINE OF CREDIT	\$ 58,070,890.00	\$ 49,433,046.00		1,070,400.00	\$ 57,365,890.00	\$ 49,067,646.00	\$ 51,940.26
SPRJ-BIDOHIO	\$ 32,000,000.00	\$ 76,000,000.00	0.137		\$ 67,000,000.00	\$ 41,000,000.00	\$ 55,620.85
SPRJ-ECO-LINK	\$ 22,657,785.64	\$ 23,640,429.77	0.139		\$ 7,548,184.15	\$ 38,750,031.26	\$ 22,965.60
SPRJ-GROWNOW INT @ MATURITY	\$ 57,686,803.33	\$ 22,587,231.81	0.207	555,000.00	\$ 28,717,506.13	\$ 51,001,529.01	\$ 88,872.00
SPRJ-LINKED DEPOSIT-AG	\$ 150,000.00				\$ 150,000.00		\$ 66.47
SPRJ-LINKED DEPOSIT-SM BUS	\$ 62,438,550.32	\$ 10,083,694.13	0.146	5,769,261.54	\$ 41,993,961.96	\$ 24,759,020.95	\$ 75,267.43
SPRJ-RE-ENERGIZE INT @ 6 MONTHS	\$ 103,607.41	\$ 1,048,100.00	0.150	45,063.13		\$ 1,106,644.28	\$ 946.64
SPRJ-RE-ENERGIZE INT @ MATURITY	\$ 405,702.36	\$ 532,359.88	0.150			\$ 938,062.24	
SPRJ-SAVENOW	\$ 166,500,000.00	\$ 270,965,000.00	0.145	112,000,000.00	\$ 168,155,000.00	\$ 157,310,000.00	\$ 25,347.22
SPRJ-SAVENOW SEMI-ANNUAL PMT		\$ 3,500,000.00				\$ 3,500,000.00	
SPRJ-SAVENOW(REPLACED WITH 6114)							
<i>Total</i>	\$ 405,013,339.06	\$ 462,287,794.66	0.128	124,446,747.95	\$ 371,428,476.31	\$ 371,432,933.74	\$ 328,050.75

STRUCTURED INVESTMENT ACCT

COMMERCIAL PAPER - DISCOUNTED							\$ 1,178.13
FED JUDICIARY	\$ 1,194,360.00	\$ 36,377,821.87	0.052		\$ 36,379,000.00	\$ 1,194,360.00	
FFCB MEDIUM TERM NOTE	\$ 2,110,279.00				\$ 2,225,000.00		\$ 175,352.25
FHLMC DEBENTURE	\$ 68,462,559.10				\$ 21,015,000.00	\$ 48,021,663.00	\$ 3,670,050.80
FHLMC STRIP	\$ 36,590,442.67				\$ 2,500,000.00	\$ 35,570,442.67	\$ 1,480,000.00
FICO STRIP	\$ 2,254,113.97					\$ 2,254,113.97	
FNMA DEBENTURE	\$ 43,718,002.80				\$ 23,295,000.00	\$ 21,393,750.30	\$ 2,669,256.89
FNMA STRIP	\$ 49,163,762.35				\$ 407,000.00	\$ 48,891,589.24	\$ 134,826.89
REF CORP STRIP	\$ 11,223,569.42				\$ 150,000.00	\$ 11,116,656.92	\$ 43,087.50
STAR OHIO - CASH ACCT	\$ 1,582,969.01	\$ 17,978,749.00	0.016	18,357,837.00		\$ 1,204,285.60	\$ 404.59
TVA DEBENTURE	\$ 26,020,518.30				\$ 6,500,000.00	\$ 19,664,733.30	\$ 1,446,735.00
TVA STRIP	\$ 17,289,010.37				\$ 2,055,000.00	\$ 16,470,320.93	\$ 1,236,310.56
US TREASURY BILL		\$ 4,999,434.72	0.112		\$ 5,000,000.00		\$ 565.28
US TREASURY STRIP	\$ 75,654,481.04	\$ 10,040,450.50	2.248		\$ 6,569,000.00	\$ 79,762,140.46	\$ 636,208.92
<i>Total</i>	\$ 335,264,068.03	\$ 69,396,456.09	0.365	18,357,837.00	\$ 106,095,000.00	\$ 285,544,076.39	\$ 11,493,976.81
<i>Total for Portfolio</i>	\$ 11,033,920,379.56	\$ 37,838,183,796.77	0.162	15,214,005,293.09	\$ 22,329,323,542.24	\$ 11,341,173,595.44	\$ 47,093,009.77

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND NET CASH FLOWS FROM INVESTMENT TRANSACTIONS
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED**

AGENCY/CUSTODIAL FUND						
	Beginning Cash Balance July 1, 2013	Total Cash Inflows	Total Cash Outflows	Net Cash Flows from Investment Sales/Maturities and (Purchases)	Net Change in Cash	Ending Cash Balance June 30, 2014
Attorney General's Office						
Revenue Recovery.....	5,153,729	29,935,480	29,030,959	-	904,521	6,058,250
Court Order.....	3,379,244	263,025	45,549,875	43,650,000	(1,636,850)	1,742,394
Collections Enforcement.....	-	409,022,106	409,650,945	628,838	(0)	(0)
Capitol Square Review and Advisory Board						
Escrow.....	100	-	-	-	-	100
Parking Receipts.....	6,000	79,541	81,036	-	(1,495)	4,505
Ohio Board of Regents						
Paul Douglas Teacher Scholarship.....	201	3,433	201	-	3,232	3,433
TOS Debt Management						
TOS Debt Management Bond Service.....	311,490	337,769,309	335,096,060	59,018	2,732,267	3,043,757
Ohio Bureau of Workers Compensation						
State Insurance Fund.....	442,239	316,465,503	1,495,551,845	1,182,053,298	2,966,956	3,409,195
Coal Workers Pneumoconiosis.....	928	-	1,410,275	1,410,275	-	928
Disabled Workers Relief.....	3,059	3,988,937	31,276,444	27,287,507	-	3,059
Marine Industry.....	2,083	511,576	244,781	(266,796)	-	2,083
Public Workers Relief.....	2,241	506,266	114,731	(391,534.77)	(0)	2,241
Self Insuring Employers Guaranty.....	2,033	27,461,382	12,286,168	(15,175,214)	-	2,033
Ohio Department of Administrative Services						
Payroll Withheld Child Support.....	347	14,260,752	14,261,099	-	(347)	0
Ohio Department of Development						
Electronic Funds Payment.....	1	36,355,913	36,355,913	-	0	1
Enterprise Bond Retirement 2A.....	201,025	49,661,115	60,214,004	10,465,256	(87,633)	113,392
Loan Guarantee.....	397	882,506	44,458	-	838,047	838,444
Volume Cap	150,250	668,847	786,347	786,347	668,847	819,097
Ohio Department of Job and Family Services						
Child Support Payment Central.....	55,747,267	1,927,289,922	1,925,675,282	3,767	1,618,406	57,365,673
IRS Payments.....	-	11,772	10,808	-	964	964
Unemployment Compensation Program:						
Auxiliary Services Personnel Unemployment.....	1,975	-	1,268,683	1,266,708	(1,975)	0
Benefits.....	834,761	2,004,205,733	1,997,583,466	-	6,622,267	7,457,028
Clearing.....	2,695,322	1,190,771,588	1,192,326,285	-	(1,554,698)	1,140,624
Special Administrative.....	107,077	17,048,201	17,072,978	-	(24,777)	82,300
Canlink.....	-	9,537	9,537	-	-	-
Ohio Department of Natural Resources						
Mine Subsidence Insurance.....	50,000	806,190	1,003,170	199,749	2,769	52,769
Lake Katherine Management	5,000	-	-	-	-	5,000
Reclamation.....	4,408	-	-	-	-	4,408
Wildlife Habitat.....	-	-	30	30	-	-
Ohio Department of Taxation						
Enforcement.....	3,264	395	800	-	(405)	2,859
Ohio Department of Transportation						
Letting Contracts.....	850,000	9,050,000	9,000,000	-	50,000	900,000

(continued)

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CUSTODIAL FUNDS - STATEMENT OF INVESTMENTS
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED

AGENCY/CUSTODIAL FUND	Investment Balance (stated at market value)	AGENCY/CUSTODIAL FUND	Investment Balance (stated at market value)
Attorney General's Office		Ohio State School for the Blind	447,618
Court Order	\$ 28,279,822		
Collections Enforcement	22,771,635	Petroleum Underground Storage Tank	
		Release Compensation Board	
Ohio Department of Development	17,666,907	Financial Assurance	28,252,693
Development Enterprise Bond Retirement Fund			
Loan Guarantee	873,921	Student Tuition Recovery Authority	
Volume Cap	3,853,020	Student Tuition Recovery	1,153,430
Ohio Department of Job and Family Services		Treasurer of State's Office	
Child Support Payment Central	6,372,221	<i>General Obligation & Revenue Bond Service Funds:</i>	
		Economic Development Bond Service	-
		Revitalization Projects Bond Service	-
Ohio Department of Natural Resources			
Mine Subsidence Insurance	699,019	<i>Special Obligation Bond Service Funds:</i>	
Lake Katherine Management	130,237	Retired Bearer Bond Consolidation	-
Reclamation	51,117		-
Wildlife Habitat	113,203	<i>Other:</i>	
Ohio Housing Finance Agency			
Housing Development	640	Torrens Law Assurance	1,429,469
Multi-Family Housing	2,301,940	Treasurer of State's Custodial Contingency Fund	3,004,340
Ohio Lottery Commission		TOTAL	\$ 117,697,417
Lottery Gross Revenue	296,182		

NOTES TO THE FINANCIAL STATEMENTS

INTRODUCTION

The Office of the Treasurer of State was established under Section 113, Ohio Revised Code, for the custodianship of public monies belonging to the State of Ohio. The Treasurer's Office collects and processes certain taxes, fees, and licenses, and it processes certain tax refunds. The Treasurer also calculates and verifies the payment of all warrants presented by the banks for cash settlement, manages the State's investment portfolio, and acts as the custodian and safekeeping agent for the State of Ohio's deposits and investments, including those of the various state agencies that administer custodial funds. Additionally, the Treasurer of State administers the internal operations of the Office, which receives appropriated funding from the Ohio General Assembly.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

In accordance with the criteria set forth in Governmental Accounting Standards Board (GASB) Statement 14, The Financial Reporting Entity, the Treasurer of State's Office is considered to be a part of the State of Ohio's primary government, and in turn, the State's financial reporting entity. Therefore, the balances and activity reported within this report will be consolidated in the Ohio Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2014, which later will be compiled and published by the Ohio Office of Budget and Management.

State Funds -- State funds are comprised of the State's cash and investment pool, the equity in which is allocated to the budgetary funds appropriated to the state agencies, as reported in the State's accounting system, the Ohio Administrative Knowledge System (OAKS). Balances and activity of state funds is presented in the Statement of Assets and the Statement of Receipts, Disbursements, and Changes in Assets.

Custodial Funds -- The Treasurer of State is designated under the Ohio Revised Code as custodian for the deposits and investments of certain state agencies, and in some cases, other governmental entities. Cash balances and activity of the custodial funds are presented in the Statement of Receipts, Disbursements, and Net Cash Flows from Investment Transactions and investments held in custody by the Treasurer of State are presented in the Statement of Investments, respectively.

B. Basis of Accounting

Balances and activity of state funds are reported using the cash basis of accounting. The Statement of Receipts, Disbursements, and Net Cash Flows from Investment Transactions presented for the custodial funds was also prepared on the cash basis of accounting.

For state funds, the Treasurer's policy is to record receipts when pay-in documents have been received from the state agencies and processed by the Treasurer of State's Cashiers Department. Disbursements are recorded when warrants are presented for payment or when the Treasurer processes electronic fund transfers.

C. Fund Accounting

In order to observe the restrictions placed on resources and expenditures of funds, the Treasurer of State's Office follows the principles of fund accounting. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Individual funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

1. State Funds

Chapter 131 of the Ohio Revised Code broadly outlines the establishment and governance of state funds. The Treasurer of State invests state funds in compliance with the Uniform Depository Act, as set for in Chapter 135 of the Ohio Revised Code. Legal provisions for investments are further discussed in Note 2.

Investment balances are reported on the settlement basis at cost, which includes purchased accrued interest as may be applicable.

2. Custodial Funds

Custodial funds are established under specific citations of the Ohio Revised Code that designate the Treasurer of State as custodian of the respective fund. Custodial investment balances are reported at market value on the settlement basis.

NOTE 2 DEPOSITS AND INVESTMENTS-STATE FUNDS

Legal Requirements

The deposit and investment policies of the Treasurer of State and the State Board of Deposit are governed by the Uniform Depository Act (Chapter 135 of the Ohio Revised Code), which requires that monies held by the State be maintained in one of the following three classifications:

Active Deposits

Active deposits are comprised of monies required to be kept in a cash or near-cash status to meet current demands. Active deposits must be maintained either as cash in the state treasury or in any of the following:

- A commercial account that is payable or withdrawable, in whole or in part, on demand;
- A negotiable order of withdrawal account;
- A money market deposit account; or
- A designated warrant clearance account.

Key Bank is the State's main depository bank where active deposits are held.

Interim Deposits

Interim deposits are not required for immediate use, but may be needed before the end of the current period of designation of depositories. Interim deposits may be deposited or invested in the following instruments:

- U.S. Treasury bills, notes, bonds, or any other obligations or securities issued by the U.S. Treasury or any other obligation guaranteed as to principal and interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality;
- Bonds and other direct obligations of the State of Ohio issued by the Treasurer of State and of the Ohio Public Facilities Commission, the Ohio Building Authority, and the Ohio Housing Finance Agency;
- Written repurchase agreements with any eligible Ohio financial institution that is a member of the Federal Reserve System or Federal Home Loan Bank or any recognized U.S. government securities dealer. Repurchase agreements must be secured by obligations of or guaranteed by a federal agency or instrumentality, or by commercial paper issued by any

corporation under the laws of the United States or a state, which notes are rated at the time of purchase in the two highest categories by two nationally recognized rating agencies;

- Securities lending agreements with any eligible financial institution that is a member of the Federal Reserve System or Federal Home Loan Bank or any recognized U.S. government securities dealer;
- Various forms of commercial paper issued by any corporation that is incorporated under the laws of the United States or a state, which notes are rated at the time of purchase in the two highest categories by two nationally recognized rating agencies, provided that the total amount invested under this section in any commercial paper at any time shall not exceed 25 percent of the State's total average portfolio;
- Bankers acceptances, maturing in 270 days or less, which are eligible for purchase by the Federal Reserve System, provided that the total amount invested in bankers acceptances at any time shall not exceed 10 percent of the State's total average portfolio;
- Certificates of deposit in eligible institutions applying for interim moneys, including linked deposits, agricultural linked deposits, and housing linked deposits;
- The State Treasurer's investment pool known as the State Treasury Asset Reserve (STAR) Ohio Fund;
- The STAR Plus program which allows Ohio public subdivisions to obtain full Federal Deposit Insurance Corporation (FDIC) coverage and earn a competitive yield on their cash reserves, while working to increase the amount of taxpayer deposits in Ohio community banks;
- Debt interests, other than commercial paper, rated at the time of purchase in the two highest categories by two nationally recognized rating agencies and issued by corporations that are incorporated under the U.S. laws or a state, or issued by foreign nations diplomatically recognized by the U.S. government, or any instrument based on, derived from, or related to such interests, provided that the total amount so invested shall not exceed in the aggregate 25 percent of the State's total average portfolio. The investments in debt interests issued by foreign nations shall not exceed in the aggregate one percent of the State's total average portfolio. The investments made in the debt interests of a single issuer shall not exceed in the aggregate .5 percent of the State's total average portfolio;

- No-load money market mutual funds consisting exclusively of obligations of the United States, federal government agency, or commercial paper, as described above, and repurchase agreements secured by such obligations; and
- Obligations of a board of education issued under the authority of the Ohio Revised Code.

Inactive Deposits

Inactive deposits are statutorily defined under Chapter 135, Ohio Revised Code as public deposits other than interim deposits or active deposits. As of June 30, 2014, the state treasury had no inactive deposits to report.

Deposits

As of June 30, 2014, deposits, including active deposits and certificates of deposit accounts, were not exposed to custodial credit risk, since the accounts were held in insured depositories approved by the State Board of Deposits and were fully collateralized. The financial institutions holding state deposits collateralize accounts for balances in excess of the amounts insured by the Federal Deposit Insurance Corporation (FDIC), as required by Section 135.18, Ohio Revised Code. The Treasurer of State requires each depository institution to pledge either a surety bond or securities with a market value of at least 100 percent to 102 percent of the total value of the public monies that are on deposit at the financial institution. Any pledged securities are held by the Federal Reserve, the Federal Home Loan Bank, or an insured financial institution serving as agent of the Treasurer.

Certificates of deposit totaling \$379,932,934 comprise holdings, in part for the Small Business, Agricultural, Grow Now, Bid Ohio, Eco Linked, Save Now and Renew Ohio Linked Deposit programs. Additionally, as part of the portfolio of the Agricultural Linked Deposit Program, the Treasurer holds a \$4 million Federal Farm Credit Banks adjustable rate bond, which has been included under U.S. Agency Securities on the Statement of Assets for state funds.

Investments

Carrying and market values of investments held, as of June 30, 2014, are detailed below:

	Carrying Value	Market Value
U.S. Government Securities	1,110,440,302	1,100,572,773
U.S. Agency Securities	6,235,389,465	6,230,519,617
Corporate Bonds and Notes	306,615,255	306,201,021
Israel Bonds	105,200,000	105,200,000

(chart continued)

	Carrying Value	Market Value
STAR Ohio Investment Pool	166,278	166,278
Commercial Paper	1,635,038,427	1,635,038,427
Money Market Funds	1,191,061,462	1,191,061,462
Deposit:		
STAR Ohio Plus Program	15,014,951	15,014,951
Lottery Commission's Structured Investment Portfolio:		
U.S. Government Securities	157,479,710	216,436,669
U.S. Agency Securities	204,577,650	388,868,520
STAR Ohio Investment Pool	1,204,286	1,204,286
Total Investments		
State Funds, as of June 30, 2014	\$10,962,187,785	\$11,190,284,003

Investments, as of June 30, 2014, were not exposed to custodial credit risk, since they were held by the Treasurer of State's agent in the State's name, or they were not by their nature subject to custodial credit risk. Figures might not add due to rounding.

Securities Lending

During Fiscal Year 2014, the Treasurer of State participated in securities lending programs, pursuant to Section 135.143, Ohio Revised Code, for securities included in the state funds' portfolio. A securities lending agent administers each lending program, whereby certain securities are transferred to an independent broker/dealer (borrower) in exchange for collateral equal to no less than 102 percent of the market value of the lent securities at the time of lending and at least equal to the market value of the lent securities thereafter.

The Treasurer minimizes exposure to credit risk due to borrower by requiring the securities lending agent to determine daily that collateral requirements are met. During Fiscal Year 2014, the Treasurer of State did not experience any losses due to credit or market risk on securities lending activity.

As permitted under state law, the Treasurer of State's Office uses the income earned from securities lending to fund its operations in part.

NOTE 3 STAR OHIO FUND

As of June 30, 2014, the Treasurer of State reported \$86.6 million invested in the STAR Ohio Fund for the following state and custodial funds:

State Funds:	Invested Balance
State Investment Portfolio	\$ 166,278
Ohio Lottery Commission-Structured Investments Portfolio	1,204,286
Total State Funds	1,370,564
Custodial Funds:	
Ohio Attorney General Court Order	28,279,822
Ohio Department of Development:	
Ohio Enterprise Bond	17,666,907
Development Loan Guarantee	873,921
Development Volume Cap	3,853,020
Ohio Department of Job and Family Services:	
Child Support Payment Central	6,372,221
Auxiliary Services Personnel Unemployment	-
Ohio Department of Natural Resources:	
Mine Subsidence Insurance	699,019
Lake Katherine Management	130,237
Reclamation	51,117
Wildlife Habitat	113,203
Ohio Housing Finance Agency:	
Housing Development	640
Multi-Family Housing	2,301,940
Ohio State School for the Blind	447,618
Petroleum Underground Storage	18,312,422
Petroleum Underground Storage Tank Release Compensation Board	1,947,020
Southern Ohio Agriculture and Community Development Foundation	410,584
Student Tuition Recovery Authority	1,153,430
Tobacco Use Control and Prevention Foundation	594,298
Treasurer of State's Office, including the Sinking Fund Commission:	
Economic Development Bond Service	-
Revitalization Projects Bond Service	-
TOS Bond Clearance	-
TOS Administrative Bond Service Fund	0
Coal Research and Development	3,250
Common Schools	1,486
Cultural Facilities Bond Service	-
Higher Education Bond Service	-
Highway Capital Improvement	188,669
Infrastructure Improvement	240,484
Job Ready Site Development	3,056
Juvenile Bond Service	5
Mental Health Bond Service	202,539
Natural Resources	263
Parks and Recreation Bond Service	-
Torrens Law Assurance	1,429,469
Total Custodial Funds	85,276,639
Total STAR Ohio Investments-State & Custodial Funds	\$ 86,647,203

as of June 30, 2014

NOTE 4 NET RECEIPTS UNPROCESSED BY STATE AGENCIES

The \$31.6 million adjustment reported on the Statement of Assets presented for state funds, as of June 30, 2014, represents the amount of receipts collected and credited to the State's bank account, but for which the state agencies had not yet presented pay-in documents to the Treasurer's Cashiers Department for processing. Consequently, the collections had not been recorded as revenue transactions in the State's Ohio Administrative Accounting System, as of June 30, 2014. While pending their recording in the OAKS, however, the Treasurer of State had invested the receipts collected.

NOTE 5 CIGARETTE TAX STAMPS

As provided in Section 5743.05, Ohio Revised Code, the Treasurer of State has custody of and sells cigarette excise tax stamps. Vendors purchase the stamps, which are required to be affixed to each package of cigarettes sold in Ohio. As of June 30, 2014, the gross value of the inventory of cigarette stamps on hand with the Treasurer of State was \$92,439,167.50 while the value of the stamps net of the wholesale discount was \$89,110,393.47.

SUMMARY OF REALIZED INCOME
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED

MONTH	AVG-PURCH YIELD	AVG-MONTH END COST BALANCE
Jul-13	0.1650%	\$10,708,438,406.48
Aug-13	0.1860%	\$10,995,709,136.78
Sep-13	0.1610%	\$11,147,500,897.90
Oct-13	0.1240%	\$10,901,233,701.93
Nov-13	0.1520%	\$10,169,722,732.08
Dec-13	0.1810%	\$10,391,598,076.32
Jan-14	0.1310%	\$11,101,330,154.71
Feb-14	0.1730%	\$11,269,138,672.08
Mar-14	0.1430%	\$11,072,409,714.76
Apr-14	0.1650%	\$11,523,286,254.25
May-14	0.1790%	\$11,731,544,658.08
Jun-14	0.1870%	\$11,342,120,718.64
FY14 AVG/TOTAL	0.1623%	\$11,029,502,760.33

REGULAR ACCOUNT		BANK INITIATIVES	TOTAL
Investments	Securities Lending		
\$2,462,739.99	\$49,413.69	\$17,643.86	\$2,529,797.54
\$1,503,082.52	\$194,888.48	\$45,874.56	\$1,743,845.56
\$2,794,101.89	\$79,496.43	\$23,075.27	\$2,896,673.59
\$3,158,073.24	\$54,523.48	\$18,681.90	\$3,231,278.62
\$2,381,378.04	\$31,617.35	\$15,570.73	\$2,428,566.12
\$3,253,590.46	\$24,923.09	\$24,421.38	\$3,302,934.93
\$2,967,655.19	\$48,052.12	\$22,185.20	\$3,037,892.51
\$2,078,278.70	\$133,588.51	\$26,162.98	\$2,238,030.19
\$2,498,611.11	\$232,512.65	\$20,405.83	\$2,751,529.59
\$3,730,271.45	\$314,776.41	\$75,080.86	\$4,120,128.72
\$3,267,376.42	\$430,854.18	\$18,799.53	\$3,717,030.13
\$3,714,836.30	\$321,185.51	\$20,148.65	\$4,056,170.46
\$33,809,995.31	\$ 1,915,831.90	\$328,050.75	\$36,053,877.96

MONTH	STRUCTURED ACCOUNT		TOTAL
	Investments	Securities Lending	
Jul-13	\$1,331,029.27	\$6,752.00	\$1,337,781.27
Aug-13	\$517,614.52	\$10,597.66	\$528,212.18
Sep-13	\$18,185.23	\$9,911.91	\$28,097.14
Oct-13	\$1,312,796.57	\$8,173.23	\$1,320,969.80
Nov-13	\$1,069,357.92	\$4,153.63	\$1,073,511.55
Dec-13	\$1,373,063.71	\$5,896.41	\$1,378,960.12
Jan-14	\$1,694,831.27	\$9,484.16	\$1,704,315.43
Feb-14	\$1,638,410.08	\$14,541.40	\$1,652,951.48
Mar-14	\$18,664.86	\$17,611.38	\$36,276.24
Apr-14	\$1,815,019.96	\$19,545.02	\$1,834,564.98
May-14	\$1,591,684.00	\$26,045.15	\$1,617,729.15
Jun-14	\$574,306.32	\$19,645.23	\$593,951.55
FY14 AVG/TOTAL	\$12,954,963.71	\$ 152,357.18	\$13,107,320.89

GRAND TOTAL
\$3,867,578.81
\$2,272,057.74
\$2,924,770.73
\$4,552,248.42
\$3,502,077.67
\$4,681,895.05
\$4,742,207.94
\$3,890,981.67
\$2,787,805.83
\$5,954,693.70
\$5,334,759.28
\$4,650,122.01
\$49,161,198.85

REVENUE MANAGEMENT COLLECTIONS
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED

Type of Revenue	Deposit Amount
CASINO Casino - Toledo	\$56,328,169.00
CASINO Casino-Cincinnati	\$66,255,742.09
CASINO Casino-Cleveland	\$71,004,047.41
CASINO Casino-Columbus	\$64,695,728.00
CHILD ABUSE	\$410,646.90
CHILD RESTRAINT	\$212,425.40
CIGARETTE	\$776,577,652.98
COMMERCIAL ACTIVITY TAX	\$627,186,711.40
CONSCIENCE FUND	\$5,389.81
CORPORATE FRANCHISE TAX	\$5,388,632.70
DRUG LAW ENFORCEMENT FUND	\$5,489,153.11
ESTATE TAX	\$30,129,176.97
EXPUNGEMENTS	\$475,782.17
FAMILY VIOLENCE PREVENTION	\$191,800.95
FINANCIAL INSTITUTION TAX	\$74,128,601.73
HIGHWAY PATROL	\$12,907,704.25
HOUSING TRUST	\$49,059,535.25
INDIGENT DEFENSE SUPPORT FUND	\$40,188,252.36
INSURANCE COMPANIES	\$518,758,380.36
IOLTA	\$3,046,243.50
JUSTICE PROGRAM SERVICE FUND	\$169,767.31
KILOWATT TAX	\$508,400,245.40
LEGAL AID	\$11,064,658.29
LIQUOR CONTROL	\$424,656.86
MCF	\$38,324,766.31
MOTOR VEHICLE FUEL TAX	\$1,761,244,687.04
MOTOR VEHICLE FUEL TAX WCFT CENTRAL OFFICE	\$15,296,712.58
MOTOR VEHICLE SALES TAX	\$1,437,199,192.42
MUNICIPAL INCOME TAX	\$8,794,413.70
NON-RESIDENT MV SALES TAX	\$39,079,377.33
OHIO PUTATIVE FATHERS REGISTRY	\$131,975.54
PAT TAX	\$3,300.00
PUBLIC UTILITIES	\$106,011,927.32
SALES TAX	\$4,236,253,336.44
SEAT BELTS	\$3,519,074.21
SEVERANCE FUND	\$213,698.46
STATE HIGHWAY SAFETY FUND	\$328,251.67
SURPLUS LINES	\$34,399,190.78
VICTIMS OF CRIME	\$14,734,506.91
WATERCRAFT SALES TAX	\$14,357,612.50
WIRELESS 9-1-1 ADMINISTRATION FUND	\$83,606.23
WIRELESS 9-1-1 GOVERNMENT ASSISTANCE FUND	\$8,109,802.35
WIRELESS 9-1-1 PROGRAM FUND	\$167,212.39
WITHHOLDING TAX	\$5,908,152,082.73
Total :	\$16,548,903,831.11

STATEMENT OF ADDITIONAL SECURITIES HELD IN TRUST
FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED

Under the provision of the citations stated below, The Treasurer of State is the trustee for the securities pledged for various purposes. This statement reports the amount held in trust as of June 30, 2014. These deposits are not reported in either the State of Receipts and Disbursements of State Funds or Custodial Funds.

Abandoned Service Stations (Sec. 3791.11 [D] O.R.C.)	
Bureau of Motor Vehicles - Driver's License Suspension Section (Sec. 4509.62 O.R.C.)	180,000.00
Bureau of Workers' Compensation - Self Insured (Sec. 4123.35 O.R.C.)	-
Bureau of Workers' Compensation - Other	-
Department of Commerce - Superintendent of Financial Institutions (Sec. 1111.04 O.R.C.)	4,960,000.00
Department of Insurance - Insurance Company Legal Reserve (Sec. 3903.73 O.R.C.)	-
Department of Insurance - Title Guaranty and Trust Company (Sec. 3903.73 O.R.C.)	215,000.00
Mental Retardation & Developmental Disabilities - Office of Support (Sec. 5121.04 O.R.C.)	271,308.68
Department of Jobs and Family Services - Bureau of Employment Services (Sec. 4141.241 O.R.C.)	5,632,313.29
Department of Natural Resources:	
Division of Forestry (Sec. 1503.05 O.R.C.)	332,150.00
Mineral Resources (Sec. 1513.08, 1514.04 O.R.C.)	6,990,807.17
Oil & Gas (Sec. 1509.07 O.R.C.)	7,442,994.27
Division of Parks and Recreation (Sec. 1501.10 O.R.C.)	4,006,500.00
Division of Soil and Water (Sec. 1521.061 O.R.C.)	250,000.00
Department of Taxation - Motor Vehicle Liquid Fuel (Sec. 5735.03 O.R.C.)	-
Total:	\$ 30,281,073.41

LINKED DEPOSIT PROGRAMS BY COUNTY -- FOR THE FISCAL YEAR THAT ENDED ON JUNE 30, 2014 - UNAUDITED

County	GrowNOW Funded (2yr Rolling)	Ag-LINK Funded	ECO-link Funded	ReEnergize Ohio Funded (2yr Rolling)	Renew/Rebuild Ohio Funded	Total Funds Dispersed to County	SaveNOW Savers Active Participants
Adams						\$0.00	1
Allen	\$1,910,616.90	\$2,760,000.00				\$4,670,616.90	7
Ashland		\$400,212.00	\$50,000.00			\$450,212.00	132
Ashtabula	\$255,799.26		\$100,950.00			\$356,749.26	8
Athens	\$400,000.00					\$400,000.00	4
Auglaize						\$0.00	2
Belmont	\$279,176.40					\$279,176.40	6
Brown	\$672,000.00	\$150,000.00				\$822,000.00	1
Butler	\$71,795.00		\$180,890.00			\$252,685.00	23
Carroll						\$0.00	11
Champaign		\$250,000.00	\$230,000.00			\$480,000.00	8
Clark	\$462,382.91	\$700,000.00	\$669,975.00			\$1,832,357.91	34
Clermont	\$1,105,953.54		\$344,017.00			\$1,449,970.54	17
Clinton		\$819,000.00	\$333,408.00			\$1,152,408.00	4
Columbiana	\$929,926.58					\$929,926.58	32
Coshocton		\$60,000.00		\$49,000.00		\$60,000.00	4
Crawford	\$455,519.98		\$26,000.00			\$530,519.98	7
Cuyahoga	\$2,372,645.28		\$1,572,251.00			\$3,944,896.28	217
Darke	\$893,086.61		\$117,847.05			\$1,010,933.66	1
Defiance	\$961,939.66	\$2,405,400.00	\$392,500.00			\$3,759,839.66	237
Delaware	\$817,619.31	\$300,000.00	\$864,575.00			\$1,982,194.31	22
Erie	\$1,318,424.08		\$1,783,005.00			\$3,101,429.08	86
Fairfield	\$374,300.29	\$3,984,200.00	\$184,326.35			\$4,542,826.64	3
Fayette		\$1,930,000.00				\$1,930,000.00	1,303
Franklin	\$6,972,396.31	\$235,200.00	\$1,594,845.00			\$8,802,441.31	
Fulton		\$2,306,525.00	\$97,935.00			\$2,404,460.00	
Gallia	\$231,507.00	\$60,000.00				\$291,507.00	15
Geauga	\$354,579.63		\$575,750.00			\$930,329.63	26
Greene	\$487,716.32	\$275,000.00	\$771,000.00	\$316,000.00		\$1,849,716.32	28
Guerney						\$0.00	157
Hamilton	\$405,000.00		\$2,191,375.00			\$2,596,375.00	2
Hancock	\$1,895,621.11	\$1,370,000.00	\$432,500.00			\$3,698,121.11	6
Hardin		\$685,000.00				\$685,000.00	3
Harrison						\$0.00	
Henry	\$639,509.70	\$505,050.00	\$75,000.00			\$1,219,559.70	3
Highland	\$296,654.77	\$150,000.00				\$446,654.77	25
Hocking		\$165,600.00				\$165,600.00	17
Holmes	\$1,047,336.64					\$1,047,336.64	37
Huron	\$1,423,057.27	\$135,000.00	\$862,011.00			\$2,420,068.27	3
Jackson						\$0.00	8
Jefferson	\$336,728.82					\$336,728.82	13
Knox		\$35,000.00				\$35,000.00	33
Lake	\$867,850.87		\$600,000.00			\$1,467,850.87	2
Lawrence						\$0.00	71
Licking	\$1,066,564.99	\$150,000.00	\$505,500.00			\$1,722,064.99	

Logan	\$400,000.00	\$725,000.00	\$175,000.00	\$1,300,000.00	17
Lorain		\$250,000.00	\$585,992.00	\$835,992.00	29
Lucas	\$1,152,742.28	\$660,512.00	\$519,610.00	\$2,332,864.28	66
Madison		\$1,685,000.00	\$280,000.00	\$1,965,000.00	26
Mahoning	\$7,974,875.13		\$35,000.00	\$8,009,875.13	45
Marion	\$1,028,761.93	\$1,100,000.00		\$2,495,761.93	242
Medina	\$1,447,815.53	\$250,000.00	\$851,333.00	\$2,549,148.53	62
Meigs				\$0.00	
Mercer	\$580,680.01			\$580,680.01	8
Miami	\$136,448.76		\$663,000.00	\$799,448.76	23
Monroe				\$0.00	1
Montgomery	\$3,360,451.51		\$672,500.00	\$4,032,951.51	240
Morgan	\$171,754.00			\$171,754.00	3
Morrow	\$90,000.00		\$201,574.70	\$291,574.70	18
Muskingum	\$3,503,335.71			\$3,559,729.07	10
Noble				\$0.00	2
Ottawa	\$201,856.78	\$350,000.00		\$551,856.78	105
Paulding	\$542,779.84	\$1,285,000.00	\$100,000.00	\$1,927,779.84	
Perry	\$697,387.97			\$697,387.97	10
Pickaway	\$122,623.43	\$6,544,800.00		\$6,667,423.43	46
Pike	\$41,296.16	\$300,000.00		\$341,296.16	
Portage	\$2,439,873.11		\$501,500.00	\$2,941,373.11	11
Preble				\$0.00	7
Putnam	\$1,890,520.56	\$4,045,000.00		\$6,001,620.56	2
Richland	\$245,522.80		\$924,155.00	\$1,169,677.80	26
Ross	\$1,558,416.52	\$2,619,400.00	\$85,000.00	\$4,262,816.52	6
Sandusky	\$661,954.90	\$190,000.00	\$112,850.00	\$964,804.90	22
Scioto	\$703,711.00		\$350,000.00	\$1,053,711.00	3
Seneca	\$2,999,567.18	\$80,000.00	\$196,000.00	\$3,275,567.18	12
Shelby				\$0.00	5
Stark	\$4,945,504.12	\$465,000.00	\$279,767.00	\$5,690,271.12	158
Summit	\$4,056,969.95		\$1,214,765.00	\$5,271,734.95	171
Trumbull	\$2,828,489.15	\$150,000.00		\$2,978,489.15	11
Tuscarawas	\$1,900,490.83			\$1,939,193.19	9
Union	\$616,665.43	\$2,026,000.00	\$212,500.00	\$2,855,165.43	28
Van Wert	\$400,000.00	\$300,000.00	\$200,093.67	\$900,093.67	
Vinton				\$0.00	
Warren	\$487,293.23	\$150,000.00	\$436,275.00	\$1,073,568.23	34
Washington				\$0.00	6
Wayne	\$2,013,247.80	\$4,017,737.00		\$6,030,984.80	265
Williams	\$2,345,491.36	\$818,410.00		\$3,380,261.24	1
Wood	\$555,628.32	\$1,650,000.00	\$75,000.00	\$3,262,628.32	19
Wyandot	\$163,657.72			\$163,657.72	6
Totals:	\$81,571,522.25	\$49,493,046.00	\$23,227,575.77	\$0.00	\$156,383,699.62
Number of Participants:	454	465	216	8	1,143
Number of Counties:	63	45	46	8	74
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					4,374
					79



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