As Passed by the Senate

124th General Assembly
Regular Session
2001-2002

Am. S. B. No. 116

SENATORS Robert Gardner, Spada, Mumper, Hottinger, Furney, Wachtmann, Harris, Prentiss, Amstutz, White, Fingerhut, Blessing, Shoemaker, DiDonato, Espy, Mead, Hagan, Coughlin, McLin, Herington

ABILL

То	amend sections 1713.02, 1713.03, 3332.02, 3333.042,	1
	3333.043, 3333.12, 3333.18, 3333.21, 3333.26,	2
	3333.37, 3365.01, 3366.01, 5107.58, 5910.04, and	3
	5919.34 and to enact section 3333.046 of the	4
	Revised Code to permit institutions that grant	5
	baccalaureate degrees approved by the board of	6
	regents under section 3332.05 of the Revised Code	7
	on the effective date of this act, are operated by	8
	a for-profit corporation, and are not	9
	state-assisted to be regulated exclusively by the	10
	board of regents.	11

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 1713.02, 1713.03, 3332.02, 3333.042,	12
3333.043, 3333.12, 3333.18, 3333.21, 3333.26, 3333.37, 3365.01,	13
3366.01, 5107.58, 5910.04, and 5919.34 be amended and that section	14
3333.046 of the Revised Code be enacted to read as follows:	15
Sec. 1713.02. (A) Any institution described in division (A)	16
of section 1713.01 of the Revised Code may become incorporated	17
under sections 1702.01 to 1702.58 of the Revised Code.	18

- (B) Except as provided in division (E) of this section, no nonprofit institution or corporation of the type described in division (A) of section 1713.01 of the Revised Code that is established after October 13, 1967, may confer degrees, diplomas, or other written evidences of proficiency or achievement, until it has received a certificate of authorization issued by the Ohio board of regents, nor shall any such institution or corporation identify itself as a "college" or "university" unless it has received a certificate of authorization from the board.
- (C) Except as provided in division (E) of this section, no institution of the type described in division (A)(3) or (B) of section 1713.01 of the Revised Code that intends to offer or offers a course or courses within this state, but that did not offer a course or courses within this state on or before October 13, 1967, may confer degrees, diplomas, or other written evidences of proficiency or achievement or offer any course or courses within this state until it has received a certificate of authorization from the Ohio board of regents, nor shall the institution identify itself as a "college" or "university" unless it has received such a certificate from the board.
- (D) Each certificate of authorization shall specify the diplomas or degrees authorized to be given, courses authorized to be offered, and the sites at which courses are to be conducted. A copy of such certificate shall be filed with the secretary of state if the institution is incorporated. Any institution or corporation established or that offered a course or courses of instruction in this state prior to October 13, 1967, may apply to the board for a certificate of authorization, and the board shall issue a certificate if it finds that such institution or corporation meets the requirements established pursuant to sections 1713.01, 1713.02, 1713.03, 1713.04, 1713.06, 1713.09, and 1713.25 of the Revised Code.

- (E) An institution that clearly identifies itself in its name with the phrase "bible college" or "bible institute" and has not received a certificate of authorization may confer diplomas and other written evidences of proficiency or achievement other than associate, baccalaureate, master's, and doctoral degrees or any other type of degree and may identify itself as a "bible college" if such institution:
- (1) Prominently discloses on any transcripts, diplomas, or other written evidences of proficiency or achievement, and includes with any promotional material or other literature intended for the public, the statement: "this institution is not certified by the board of regents or the state of Ohio."
- (2) Limits its course of instruction to religion, theology, or preparation for a religious vocation, or is operated by a church or religious organization and limits its instruction to preparation for service to churches or other religious organizations.
- (3) Confers only diplomas and other written evidences of proficiency or achievement that bear titles clearly signifying the religious nature of the instruction offered by the institution.
- (F) No Except as otherwise provided in section 3333.046 of the Revised Code, no school of the type described in division (E) of section 3332.01 of the Revised Code that intends to offer or offers a degree program within this state or solicits students within this state may confer a baccalaureate, master's, or doctoral degree or solicit students for such degree programs until it has received both a certificate of authorization from the board of regents under this chapter and program authorization from the state board of proprietary school registration for such degree program under section 3332.05 of the Revised Code.

and requiring repayment of grants in the event of their improper use.

A state college or university or private institution governed by the board of regents under section 3333.046 of the Revised Code and any agency of state government may provide assistance, in any form, to any nonprofit entity that receives a grant under this section. Such assistance shall be solely for the purpose of assisting the nonprofit entity in making proper use of the grant.

A nonprofit entity that expends a grant under this section for a capital project is not thereby subject to Chapter 123. or 153. of the Revised Code. An officer or employee of, or a person who serves on a governing or advisory board or committee of, a nonprofit entity that receives a grant under this section is not thereby an officer or employee of a state college or university or of the state. An officer or employee of a state college or university or of the state who is assigned to assist a nonprofit entity in making proper use of a grant does not, to the extent he the officer or employee provides such assistance, thereby hold an incompatible office or employment, or have a direct or indirect interest in a contract or expenditure of the entity.

Sec. 3333.043. (A) As used in this section:

(1) "Institution of higher education" means the state universities listed in section 3345.011 of the Revised Code, municipal educational institutions established under Chapter 3349. of the Revised Code, community colleges established under Chapter 3354. of the Revised Code, university branches established under Chapter 3355. of the Revised Code, technical colleges established under Chapter 3357. of the Revised Code, state community colleges established under Chapter 3358. of the Revised Code, any institution of higher education with a certificate of registration from the state board of proprietary school registration, and any

institution for which the Ohio board of regents receives a notice pursuant to division (C) of this section.

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(2) "Community service" has the same meaning as in section 3313.605 of the Revised Code.

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(B)(1) The board of trustees or other governing entity of each institution of higher education shall encourage and promote participation of students in community service through a program appropriate to the mission, student population, and environment of each institution. The program may include, but not be limited to, providing information about community service opportunities during student orientation or in student publications; providing awards for exemplary community service; encouraging faculty members to incorporate community service into students' academic experiences wherever appropriate to the curriculum; encouraging recognized student organizations to undertake community service projects as part of their purposes; establishing advisory committees of students, faculty members, and community and business leaders to develop cooperative programs that benefit the community and enhance student experience. The program shall be flexible in design so as to permit participation by the greatest possible number of students, including part-time students and students for whom participation may be difficult due to financial, academic, personal, or other considerations. The program shall emphasize community service opportunities that can most effectively use the skills of students, such as tutoring or literacy programs. The programs shall encourage students to perform services that will not supplant the hiring of, result in the displacement of, or impair any existing employment contracts of any particular employee of any private or governmental entity for which services are performed.

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(2) The Ohio board of regents shall encourage all institutions of higher education in the development of community

service programs. With the assistance of the state community service advisory committee created in section 121.40 of the Revised Code, the board of regents shall make available information about higher education community service programs to institutions of higher education and to statewide organizations involved with or promoting volunteerism, including information about model community service programs, teacher training courses, and community service curricula and teaching materials for possible use by institutions of higher education in their programs. The board shall encourage institutions of higher education to jointly coordinate higher education community service programs through consortia of institutions or other appropriate means of coordination.

(C) The board of trustees of any nonprofit institution with a certificate of authorization issued by the Ohio board of regents pursuant to Chapter 1713. of the Revised Code or the governing authority of a private institution governed by the board of regents under section 3333.046 of the Revised Code may notify the board of regents that it is making itself subject to divisions (A) and (B) of this section. Upon receipt of such a notice, these divisions shall apply to that institution.

Sec. 3333.046. Any institution that grants baccalaureate or master's degrees approved by the board of regents under division (C) of section 3332.05 of the Revised Code on the effective date of this section, that is accredited by the appropriate regional and, when appropriate, professional accrediting associations within whose jurisdiction it falls, and that is operated by a for-profit corporation may apply to be governed exclusively by the Ohio board of regents. The board shall determine the applicable accreditations that each applicant institution is required to possess under this section.

Application shall be made in writing to the board of regents	237
by the highest ranking officer of the corporation whose office is	238
in this state. The board may accept or reject the application. If	239
the board decides to accept the application, the board shall	240
assume regulation of all the programs of the institution in	241
accordance with Chapter 1713. of the Revised Code and the	242
institution ceases to be subject to any regulation under Chapter	243
3332 of the Revised Code.	244
Upon acceptance of the application, the board of regents	245
shall notify the officer of the corporation and the state board of	246
proprietary school registration of the effective date of the	247
institution's governance exclusively by the board of regents.	248
Sec. 3333.12. (A) As used in this section:	249
(1) "Eligible student" means an undergraduate student who is:	250
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(a) An Ohio resident;	252
(b) Enrolled in either of the following:	253
(i) An accredited institution of higher education in this	254
state that meets the requirements of Title VI of the Civil Rights	255
Act of 1964 and is state-assisted, is nonprofit and has a	256
certificate of authorization from the Ohio board of regents	257
pursuant to Chapter 1713. of the Revised Code, or has a	258
certificate of registration from the state board of proprietary	259
school registration and program authorization to award an	260
associate or bachelor's degree, or is a private institution	261
governed by the board of regents under section 3333.046 of the	262
Revised Code. Students who attend an institution that holds a	263
certificate of registration shall be enrolled in a program leading	264
to an associate or bachelor's degree for which associate or	265
bachelor's degree program the institution has program	266

authorization issued under section 3332.05 of the Revised Code.

- (ii) A technical education program of at least two years duration sponsored by a private institution of higher education in this state that meets the requirements of Title VI of the Civil Rights Act of 1964.
- (c) Enrolled as a full-time student or enrolled as a less than full-time student for the term expected to be the student's final term of enrollment and is enrolled for the number of credit hours necessary to complete the requirements of the program in which the student is enrolled.
- (2) "Gross income" includes all taxable and nontaxable income of the parents, the student, and the student's spouse, except income derived from an Ohio academic scholarship, income earned by the student between the last day of the spring term and the first day of the fall term, and other income exclusions designated by the board. Gross income may be verified to the board by the institution in which the student is enrolled using the federal financial aid eligibility verification process or by other means satisfactory to the board.
- (3) "Resident," "full-time student," "dependent,"
 "financially independent," and "accredited" shall be defined by
 rules adopted by the board.
- (B) The Ohio board of regents shall establish and administer an instructional grant program and may adopt rules to carry out this section. The general assembly shall support the instructional grant program by such sums and in such manner as it may provide, but the board may also receive funds from other sources to support the program. If the amounts available for support of the program are inadequate to provide grants to all eligible students, preference in the payment of grants shall be given in terms of income, beginning with the lowest income category of gross income and proceeding upward by category to the highest gross income

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An instructional grant shall be paid to an eligible student through the institution in which the student is enrolled, except that no instructional grant shall be paid to any person serving a term of imprisonment. Applications for such grants shall be made as prescribed by the board, and such applications may be made in conjunction with and upon the basis of information provided in conjunction with student assistance programs funded by agencies of the United States government or from financial resources of the institution of higher education. The institution shall certify that the student applicant meets the requirements set forth in divisions (A)(1)(b) and (c) of this section. Instructional grants shall be provided to an eligible student only as long as the student is making appropriate progress toward a nursing diploma or an associate or bachelor's degree. No student shall be eligible to receive a grant for more than ten semesters, fifteen quarters, or the equivalent of five academic years. A grant made to an eligible student on the basis of less than full-time enrollment shall be based on the number of credit hours for which the student is enrolled and shall be computed in accordance with a formula adopted by the board. No student shall receive more than one grant on the basis of less than full-time enrollment.

An instructional grant shall not exceed the total instructional and general charges of the institution.

(C) The tables in this division prescribe the maximum grant amounts covering two semesters, three quarters, or a comparable portion of one academic year. Grant amounts for additional terms in the same academic year shall be determined under division (D) of this section.

For a full-time student who is a dependent and enrolled in a nonprofit educational institution that is not a state-assisted institution and that has a certificate of authorization issued

For a full-time student who is financially independent and

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enrolled in a nonprofit educational institution that is not a

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state-assisted institution and that has a certificate of

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authorization issued pursuant to Chapter 1713. of the Revised

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Code, the amount of the instructional grant for two semesters,

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three quarters, or a comparable portion of the academic year shall							
be determined in ac	ccordance	with the	e follow	ing tab	le:		363
be determined in accordance with the following table: Table of Grants							
		Ма	ximum Gı	cant \$4,	872		365
Gross Income		Nu	mber of	Depende	nts		366
	0	1	2	3	4	5 or	367
						more	
Under \$4,201	\$4,872	\$4,872	\$4,872	\$4,872	\$4,872	\$4,872	368
\$4,201 - \$4,800	4,386	4,872	4,872	4,872	4,872	4,872	369
\$4,801 - \$5,300	3,888	4,386	4,872	4,872	4,872	4,872	370
\$5,301 - \$5,800	3,408	3,888	4,386	4,872	4,872	4,872	371
\$5,801 - \$6,300	2,928	3,408	3,888	4,386	4,872	4,872	372
\$6,301 - \$6,800	2,442	2,928	3,408	3,888	4,386	4,872	373
\$6,801 - \$7,800	1,944	2,442	2,928	3,408	3,888	4,386	374
\$7,801 - \$8,800	1,452	1,944	2,442	2,928	3,408	3,888	375
\$8,801 - \$9,800	1,200	1,452	1,944	2,442	2,928	3,408	376
\$9,801 - \$11,300	966	1,200	1,452	1,944	2,442	2,928	377
\$11,301 - \$12,800	882	966	1,200	1,452	1,944	2,442	378
\$12,801 - \$14,300	792	882	966	1,200	1,452	1,944	379
\$14,301 - \$15,800	396	792	882	966	1,200	1,452	380
\$15,801 - \$18,800	-0-	396	792	882	966	1,200	381
\$18,801 - \$21,800	-0-	-0-	396	792	882	966	382
\$21,801 - \$24,800	-0-	-0-	-0-	396	792	882	383
\$24,801 - \$29,500	-0-	-0-	-0-	-0-	396	792	384
\$29,501 - \$34,500	-0-	-0-	-0-	-0-	-0-	396	385
Over \$34,500	-0-	-0-	-0-	-0-	-0-	-0-	386

For a full-time student who is a dependent and enrolled in an 387 educational institution that holds a certificate of registration 388 from the state board of proprietary school registration or a 389 private institution governed by the board of regents under section 390 3333.046 of the Revised Code, the amount of the instructional 391 grant for two semesters, three quarters, or a comparable portion 392

of the academic year	shall be	determine	d in accor	dance wit	h the	393
following table:						394
	Tabl	le of Gran	ts			395
		Maximu	ım Grant \$	4,128		396
Gross Income		Number	of Depend	dents		397
	1	2	3	4	5 or	398
					more	
Under \$13,001	\$4,128	\$4,128	\$4,128	\$4,128	\$4,128	399
\$13,001 - \$14,000	3,726	4,128	4,128	4,128	4,128	400
\$14,001 - \$15,000	3,288	3,726	4,128	4,128	4,128	401
\$15,001 - \$16,000	2,874	3,288	3,726	4,128	4,128	402
\$16,001 - \$17,000	2,490	2,874	3,288	3,726	4,128	403
\$17,001 - \$20,000	2,046	2,490	2,874	3,288	3,726	404
\$20,001 - \$23,000	1,656	2,046	2,490	2,874	3,288	405
\$23,001 - \$26,000	1,266	1,656	2,046	2,490	2,874	406
\$26,001 - \$29,000	1,014	1,266	1,656	2,046	2,490	407
\$29,001 - \$30,000	810	1,014	1,266	1,656	2,046	408
\$30,001 - \$31,000	762	810	1,014	1,266	1,656	409
\$31,001 - \$32,000	672	762	810	1,014	1,266	410
\$32,001 - \$33,000	336	672	762	810	1,014	411
\$33,001 - \$34,000	-0-	336	672	762	810	412
\$34,001 - \$35,000	-0-	-0-	336	672	762	413
\$35,001 - \$36,000	-0-	-0-	-0-	336	672	414
\$36,001 - \$37,000	-0-	-0-	-0-	-0-	336	415
Over \$37,000	-0-	-0-	-0-	-0-	-0-	416

For a full-time student who is financially independent and 417 enrolled in an educational institution that holds a certificate of 418 registration from the state board of proprietary school 419 registration or a private institution governed by the board of 420 regents under section 3333.046 of the Revised Code, the amount of 421 the instructional grant for two semesters, three quarters, or a 422 comparable portion of the academic year shall be determined in 423 accordance with the following table: 424

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As	Pas	sed	by	the	Senate	÷

					more	
Under \$13,001	\$1,956	\$1,956	\$1,956	\$1,956	\$1,956	457
\$13,001 - \$14,000	1,764	1,956	1,956	1,956	1,956	458
\$14,001 - \$15,000	1,554	1,764	1,956	1,956	1,956	459
\$15,001 - \$16,000	1,380	1,554	1,764	1,956	1,956	460
\$16,001 - \$17,000	1,182	1,380	1,554	1,764	1,956	461
\$17,001 - \$20,000	966	1,182	1,380	1,554	1,764	462
\$20,001 - \$23,000	774	966	1,182	1,380	1,554	463
\$23,001 - \$26,000	582	774	966	1,182	1,380	464
\$26,001 - \$29,000	468	582	774	966	1,182	465
\$29,001 - \$30,000	378	468	582	774	966	466
\$30,001 - \$31,000	348	378	468	582	774	467
\$31,001 - \$32,000	318	348	378	468	582	468
\$32,001 - \$33,000	162	318	348	378	468	469
\$33,001 - \$34,000	-0-	162	318	348	378	470
\$34,001 - \$35,000	-0-	-0-	162	318	348	471
\$35,001 - \$36,000	-0-	-0-	-0-	162	318	472
\$36,001 - \$37,000	-0-	-0-	-0-	-0-	162	473
Over \$37,000	-0-	-0-	-0-	-0-	-0-	474

For a full-time student who is financially independent and 475 enrolled in a state-assisted educational institution, the amount 476 of the instructional grant for two semesters, three quarters, or a 477 comparable portion of the academic year shall be determined in 478 accordance with the following table: 479

	Т	able of (Grants				480
	Maximum Grant \$1,956						
Gross Income		Nu	mber of	Depende	nts		482
	0	1	2	3	4	5 or	483
						more	
Under \$4,201	\$1,956	\$1,956	\$1,956	\$1,956	\$1,956	\$1,956	484
<u>\$</u> 4,201 - \$4,800	1,764	1,956	1,956	1,956	1,956	1,956	485
\$4,801 - \$5,300	1,554	1,764	1,956	1,956	1,956	1,956	486
\$5,301 - \$5,800	1,380	1,554	1,764	1,956	1,956	1,956	487

fiscal year in an institution with a cohort default rate

Page 18

- determined by the United States secretary of education pursuant to the "Higher Education Amendments of 1986," 100 Stat. 1278, 1408, 20 U.S.C.A. 1085, as amended, as of the fifteenth day of June preceding the fiscal year, equal to or greater than thirty per cent for each of the preceding two fiscal years.
- (2) Division (F)(1) of this section does not apply to the 525 following:
- (a) Any student enrolled in an institution that under the federal law appeals its loss of eligibility for federal financial aid and the United States secretary of education determines its cohort default rate after recalculation is lower than the rate specified in division (F)(1) of this section or the secretary determines due to mitigating circumstances the institution may continue to participate in federal financial aid programs. The board shall adopt rules requiring institutions to provide information regarding an appeal to the board.
- (b) Any student who has previously received a grant under this section who meets all other requirements of this section.
- (3) The board shall adopt rules for the notification of all institutions whose students will be ineligible to participate in the grant program pursuant to division (F)(1) of this section.
- (4) A student's attendance at an institution whose students lose eligibility for grants under division (F)(1) of this section shall not affect that student's eligibility to receive a grant when enrolled in another institution.
- (G) Institutions of higher education that enroll students receiving instructional grants under this section shall report to the board all students who have received instructional grants but are no longer eligible for all or part of such grants and shall refund any moneys due the state within thirty days after the beginning of the quarter or term immediately following the quarter

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or term in which the student was no longer eligible to receive all
or part of the student's grant. There shall be an interest charge
of one per cent per month on all moneys due and payable after such
thirty-day period. The board shall immediately notify the office
of budget and management and the legislative budget office of the
legislative service commission of all refunds so received.

Sec. 3333.18. The Ohio board of regents may enter into contracts with the appropriate agency in a contiguous state whereby financial aids from the funds of each state may be used by qualified student recipients to attend approved post-secondary educational institutions in the other state. Approved institutions in Ohio are those that are state-assisted or are nonprofit and have received certificates of authorization from the Ohio board of regents pursuant to Chapter 1713. of the Revised Code, or are private institutions governed by the board of regents under section 3333.046 of the Revised Code. Eligible post-secondary educational institutions in the contiguous state shall be similarly approved by the appropriate agency of that state. In formulating and executing such contracts with a contiguous state, the board shall assure that the total cost to this state approximates the total cost to the contiguous state. Any contract entered into under this section shall be subject to the periodic review of, and approval by, the controlling board.

Sec. 3333.21. As used in sections 3333.21 to 3333.23 of the Revised Code, "term" and "academic year" mean "term" and "academic year" as defined by the Ohio board of regents.

The board shall establish and administer an academic 577 scholarship program. Under the program, a total of one thousand 578 new scholarships shall be awarded annually in the amount of two 579 thousand dollars per award. At least one such new scholarship 580 shall be awarded annually to a student in each public high school 581

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and joint vocational school and each nonpublic high school for which the state board of education prescribes minimum standards in accordance with section 3301.07 of the Revised Code.

To be eligible for the award of a scholarship, a student shall be a resident of Ohio and shall be enrolled as a full-time undergraduate student in an Ohio institution of higher education that meets the requirements of Title VI of the "Civil Rights Act of 1964" and is state-assisted, is nonprofit and holds a certificate of authorization issued under section 1713.02 of the Revised Code, is a private institution governed by the board of regents under section 3333.046 of the Revised Code, or holds a certificate of registration and program authorization issued under section 3332.05 of the Revised Code and awards an associate or bachelor's degree. Students who attend an institution holding a certificate of registration shall be enrolled in a program leading to an associate or bachelor's degree for which associate or bachelor's degree program the institution has program authorization to offer the program issued under section 3332.05 of the Revised Code.

"Resident" and "full-time student" shall be defined by board rule.

The board shall award the scholarships on the basis of a formula designed by it to identify students with the highest capability for successful college study. The formula shall weigh the factor of achievement, as measured by grade point average, and the factor of ability, as measured by performance on a competitive examination specified by the board. Students receiving scholarships shall be known as "Ohio academic scholars." Annually, not later than the thirty-first day of July, the board shall report to the governor and the general assembly on the performance of current Ohio academic scholars and the effectiveness of its formula.

Sec. 3333.26. (A) Any citizen of this state who has resided within the state for one year and who was in the active service of the United States as a soldier, sailor, nurse, or marine between April 6, 1917, and November 11, 1918, and who has been honorably discharged from such service, shall be admitted to any school, college, or university that receives state funds in support thereof, without being required to pay any tuition or matriculation fee, but is not relieved from the payment of laboratory or similar fees.

- (B)(1) As used in this division:
- (a) "Volunteer fire fighter firefighter" has the meaning given in division (B)(1) of section 146.01 of the Revised Code;
- (b) "Public service officer" means an Ohio fire fighter firefighter, volunteer fire fighter firefighter, police officer, member of the highway patrol, employee designated to exercise the powers of police officers pursuant to section 1545.13 of the Revised Code, or other peace officer as defined by division (B) of section 2935.01 of the Revised Code, or a person holding any equivalent position in another state;
- (c) "Qualified former spouse" means the former spouse of a public service officer who is the custodial parent of a minor child of that marriage pursuant to an order allocating the parental rights and responsibilities for care of the child issued pursuant to section 3109.04 of the Revised Code.
- (2) Any resident of this state who is under twenty-six years of age, or under thirty years of age if the resident has been honorably discharged from the armed services of the United States, and who is the child of a public service officer killed in the line of duty, and who is admitted to any state university or college as defined in division (A)(1) of section 3345.12 of the Revised Code, community college, state community college,

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university branch, or technical college, shall not be required to pay any tuition or any student fee for up to four academic years of education, which shall be at the undergraduate level.

- (3) Any resident of this state who is the spouse or qualified former spouse of a public service officer killed in the line of duty, and who is admitted to any state university or college as defined in division (A)(1) of section 3345.12 of the Revised Code, community college, state community college, university branch, or technical college, shall not be required to pay any tuition or any student fee for up to four academic years of education, which shall be at the undergraduate level.
- (C) Any institution that is not subject to division (B) of this section and that holds a valid certificate of registration issued under Chapter 3332., a valid certificate issued under Chapter 4709., or a valid license issued under Chapter 4713. of the Revised Code, or that is nonprofit and has a certificate of authorization issued under section 1713.02 of the Revised Code or that is a private institution governed by the board of regents under section 3333.046 of the Revised Code that reduces tuition and student fees of a student who is eligible to attend an institution of higher education under the provisions of division (B) of this section by an amount indicated by the Ohio board of regents shall be eligible to receive a grant in that amount from the board. Each institution that enrolls students under division (B) of this section shall report to the board, by the first day of July of each year, the number of students who were so enrolled and the average amount of all such tuition and fees waived during the preceding year. The board shall determine the average amount of all such tuition and fees waived during the preceding year. The average amount of tuition and fees waived under division (B) of this section during the preceding year shall be the amount of grants that participating institutions shall receive under this

the Revised Code.

(b) Has graduated from any Ohio secondary school for which	707
the state board of education prescribes minimum standards in	708
accordance with section 3301.07 of the Revised Code;	709
(c) Is attending and in good standing, or has been accepted	710
for attendance, at any eligible institution as a full-time student	711
to pursue a bachelor's degree.	712
(2) A graduate student who is a resident of this state, and	713
is attending and in good standing, or has been accepted for	714
attendance, at any eligible institution.	715
(D) "Fellowship" or "fellowship program" means the Ohio	716
priority needs fellowship created by sections 3333.37 to 3333.375	717
of the Revised Code.	718
(E) "Full-time student" has the meaning as defined by rule of	719
the Ohio board of regents.	720
(F) "Ohio outstanding scholar" means a student who is the	721
recipient of a scholarship under sections 3333.37 to 3333.375 of	722
the Revised Code.	723
(G) "Policy guidelines" means the rules adopted by the Ohio	724
board of regents pursuant to section 3333.374 of the Revised Code.	725
(H) "Priority needs fellow" means a student who is the	726
recipient of a fellowship under sections 3333.37 to 3333.375 of	727
the Revised Code.	728
(I) "Priority needs field of study" means those academic	729
majors and disciplines as determined by the Ohio board of regents	730
that support the purposes and intent of sections 3333.37 to	731
3333.375 of the Revised Code as described in section 3333.371 of	732
the Revised Code.	733
(J) "Scholarship" or "scholarship program" means the Ohio	734
outstanding scholarship created by sections 3333.37 to 3333.375 of	735

Sec. 3365.01. As used in sections 3365.01 to 3365.10 of the	737
Revised Code:	738
(A) "College" means any state-assisted college or university	739
described in section 3333.041 of the Revised Code, any nonprofit	740
institution holding a certificate of authorization pursuant to	741
Chapter 1713. of the Revised Code, any private institution	742
governed by the board of regents under section 3333.046 of the	743
Revised Code, and any institution holding a certificate of	744
registration from the state board of proprietary school	745
registration and program authorization for an associate or	746
bachelor's degree program issued under section 3332.05 of the	747
Revised Code.	748
(B) "School district," - except as specified in division (G)	749
of this section, means any school district to which a student is	750
admitted under section 3313.64, 3313.65, 3313.98, or 3317.08 of	751
the Revised Code and does not include a joint vocational or	752
cooperative education school district.	753
(C) "Parent" has the same meaning as in section 3313.64 of	754
the Revised Code.	755
(D) "Participant" means a student enrolled in a college under	756
the post-secondary enrollment options program established by this	757
chapter.	758
(E) "Secondary grade" means the ninth through twelfth grades.	759
(1) Becondary grade means the ninen enrough twerren grades.	760
(F) "School foundation payments" means the amount required to	761
be paid to a school district for a fiscal year under Chapter 3317.	762
of the Revised Code.	763
(G) "Tuition base" means, with respect to a participant's	764
school district, the formula amount defined in division (B) of	765

section 3317.02 of the Revised Code multiplied by the district's

credited thereto.

mandatory sinking fund requirements for retirement of obligations, and interest, and redemption premium, if any, required to be paid on obligations.

- (C) "Bond service fund" means the applicable fund and 800 accounts therein created in the bond proceedings for and pledged 801 to the payment of bond service charges, including all moneys and 802 investments, and earnings from investments, credited and to be 803
- (D) "Costs of attendance" means all costs of a student incurred in connection with a program of study at an eligible institution, as determined by the institution, including tuition; instructional fees; room and board; books, computers, and supplies; and other related fees, charges, and expenses.
- (E) "Designated administrator" means, with respect to all obligations issued prior to September 1, 1999, and to all nonfederal education loans, the nonprofit corporation designated on November 10, 1992, under division (D) of section 3351.07 of the Revised Code to operate exclusively for charitable and educational purposes by expanding access to higher education financing programs for students and families in need of student financial aid. For all other purposes, "designated administrator" means the Ohio corporation that is a subsidiary of the nonprofit corporation designated under division (D) of section 3351.07 of the Revised Code and that has agreed to enter into an administration agreement with the issuing authority and the director of development, or any other person that enters into an administration agreement with the issuing authority and the director of development.
- (F) "Education loan" means a loan made by an eligible lender pursuant to the policy guidelines to or for the benefit of a student for the purpose of financing part or all of the student's costs of attendance.

(G) "Eligible borrower" means any of the following: 828 (1) Individuals who are residents of the state, and who are 829 attending and are in good standing in, or who have been accepted 830 for attendance at, any eligible institution located in this state 831 or elsewhere, on a part-time or full-time basis, to pursue an 832 associate, baccalaureate, or advanced degree or a nursing diploma; 833 (2) Individuals who reside outside the state and who have 834 been accepted for attendance at, or who are attending and are in 835 good standing in, any eligible institution located in this state, 836 on a part-time or full-time basis, to pursue an associate, 837 baccalaureate, or advanced degree or a nursing diploma; 838 839 (3) Individuals who are parents or legal guardians of, or other persons, as set forth in the policy guidelines, borrowing 840 under an education loan for the benefit of individuals meeting 841 requirements set forth in division (G)(1) or (2) of this section, 842 in order to assist them in paying costs of attendance. 843 (H)(1) "Eligible institution" means an institution described 844 in any of divisions (H)(1)(a), (b), or (c), or (d) of this section 845 that satisfies all of the requirements set forth in divisions 846 (H)(2), (3), and (4) of this section. 847 (a) The institution is a state-assisted post-secondary 848 educational institution within this state. 849 (b) The institution is a nonprofit institution within this 850 state having a certificate of authorization from the Ohio board of 851 regents pursuant to Chapter 1713. of the Revised Code. 852 (c) The institution is a post-secondary educational 853 institution similar to one described in division (H)(1)(a) or (b) 854 of this section that is located outside this state and that is 855 similarly approved by the appropriate agency of that state. 856

(d) The institution is a private institution governed by the

(K) "Governmental agency" means the state and any state

United States or any agency thereof; or any agency, commission, or

department, division, commission, institution, or authority; the

authority established pursuant to an interstate compact or

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agreement;	or	any	combination	οf	the	foregoing.	•	-

Page 30

- (L) "Issuing authority" means the treasurer of state, or the 890 officer who by law performs the functions of the treasurer of 891 state.
- (M) "Nonfederal education loan" means any education loan that 893 is not a federal education loan.
- (N) "Obligations" means the bonds, notes, or securities of this state issued by the issuing authority pursuant to this chapter.
- (0) "Person" means any individual, corporation, business trust, estate, trust, partnership, or association, any federal, state, interstate, regional, or local governmental agency, any subdivision of the state, or any combination of these.
- (P) "Pledged receipts" means, to the extent the following are pledged by the bond proceedings for the payment of bond service charges: all receipts representing moneys accruing from or in connection with the repayment of education loans, including interest and payments from any guarantee or insurance in respect to such education loans; accrued interest received from the sale of obligations; the balances in the special funds; income from the investment of the special funds; all right, title, and interest of the state and the designated administrator in the education loans and any guarantees or insurance in respect thereof, and any money representing the proceeds of obligations or any income from or interest on those proceeds; or any other gifts, grants, donations, and pledges and any income and receipts therefrom, available and pledged for the payment of bond service charges.
- (Q) "Policy guidelines" means the rules adopted pursuant to division (A) of section 3366.03 of the Revised Code.
- (R) "Proceeds loan" means the transfer, pursuant to a loan 918 agreement or agency agreement, of the proceeds of the obligations, 919

exempted by division (E) of section 1713.02 of the Revised Code

from the requirement of a certificate; a school that holds a	951
certificate of registration and program authorization issued by	952
the state board of proprietary school registration under Chapter	953
3332. of the Revised Code; a private institution governed by the	954
board of regents under section 3333.046 of the Revised Code; or a	955
school that has entered into a contract with the county department	956
of job and family services. The participant shall make reasonable	957
efforts, as determined by the county department, to obtain a loan,	958
scholarship, grant, or other assistance to pay for the tuition,	959
including a federal Pell grant under 20 U.S.C.A. 1070a and an Ohio	960
instructional grant under section 3333.12 of the Revised Code. If	961
the participant has made reasonable efforts but is unable to	962
obtain sufficient assistance to pay the tuition the program may	963
pay the tuition. On or after October 1, 1998, the county	964
department may enter into a loan agreement with the participant to	965
pay the tuition. The total period for which tuition is paid and	966
loans made shall not exceed two years. If the participant,	967
pursuant to division (B)(3) of section 5107.43 of the Revised	968
Code, volunteers to participate in the education program for more	969
hours each week than the participant is assigned to the program,	970
the program may pay or the county department may loan the cost of	971
the tuition for the additional voluntary hours as well as the cost	972
of the tuition for the assigned number of hours. The participant	973
may receive, for not more than three years, support services,	974
including publicly funded child day-care under Chapter 5104. of	975
the Revised Code and transportation, that the participant needs to	976
participate in the program. To receive support services in the	977
third year, the participant must be, as determined by the	978
educational institution in which the participant is enrolled, in	979
good standing with the institution.	980

A county department that provides loans under this section 981 shall establish procedures governing loan application for and 982 approval and administration of loans granted pursuant to this 983

section.

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- sec. 5910.04. Scholarships granted under sections 5910.01 to 985
 5910.06 of the Revised Code shall consist of either of the 986
 following: 987
- (A) An exemption from the payment of one hundred per cent of the general and instructional fees at colleges and universities which receive support from the state of Ohio and are approved by the chancellor of the board of regents, except that the percentage may be reduced by the war orphans scholarship board in any year that insufficient funds are appropriated to fully fund scholarships for all eligible students;
- (B) A grant to an eligible child who is enrolled in an 995 institution that has received a certificate of authorization from 996 the board of regents under Chapter 1713. of the Revised Code, or a 997 private institution governed by the board of regents under section 998 3333.046 of the Revised Code, or is enrolled in an institution 999 that has received a certificate of registration from the state 1000 board of proprietary school and college registration. Students who 1001 attend an institution that holds a certificate of registration 1002 shall be enrolled in either a program leading to an associate 1003 degree or a program leading to a bachelor's degree for which 1004 associate or bachelor's degree program the institution has 1005 received program authorization issued under section 3332.05 of the 1006 Revised Code to offer such degree program. The grant shall be paid 1007 to the child through the institution in which the child is 1008 enrolled, and shall equal one hundred per cent of the average 1009 value of all scholarships granted under division (A) of this 1010 section during the preceding year, except that the percentage may 1011 be reduced by the war orphans scholarship board in any year that 1012 insufficient funds are appropriated to fully fund scholarships for 1013 all eligible students. In no case shall the grant exceed the total 1014

Am. S. B. No. 116 As Passed by the Senate	Page 34
general and instructional charges of the institution.	1015
The board shall not reduce the percentage to be paid for	1016
scholarships awarded pursuant to section 5910.032 of the Revised	1017
Code below one hundred per cent.	1018
Sec. 5919.34. (A) As used in this section:	1019
(1) "Academic term" means any one of the following:	1020
(a) Fall term, which consists of fall semester or fall	1021
quarter, as appropriate;	1022
(b) Winter term, which consists of winter semester, winter	1023
quarter, or spring semester, as appropriate;	1024
(c) Spring term, which consists of spring quarter;	1025
(d) Summer term, which consists of summer semester or summer	1026
quarter, as appropriate.	1027
(2) "Eligible applicant" means any individual to whom all of	1028
the following apply:	1029
(a) The individual does not possess a baccalaureate degree.	1030
(b) The individual has enlisted, re-enlisted, or extended	1031
current enlistment in the Ohio national guard.	1032
(c) The individual is actively enrolled as a full-time or	1033
part-time student for at least six credit hours of course work in	1034
a semester or quarter in a two-year or four-year degree-granting	1035
program at an institution of higher education or in a	1036
diploma-granting program at an institution of higher education	1037
that is a school of nursing.	1038
(d) The individual has not accumulated ninety-six eligibility	1039
units under division (E) of this section.	1040
(3) "Institution of higher education" means an Ohio	1041
institution of higher education that is state-assisted, that is	1042

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nonprofit and has received a certificate of authorization from the

Ohio board of regents pursuant to Chapter 1713. of the Revised

Code, that is a private institution governed by the board of

regents under section 3333.046 of the Revised Code, or that holds

a certificate of registration and program authorization issued by

the state board of proprietary school registration pursuant to

section 3332.05 of the Revised Code.

- (4) "State university" has the same meaning as in section 1050 3345.011 of the Revised Code. 1051
- (B)(1) There is hereby created a scholarship program to be known as the Ohio national guard scholarship program. For the fiscal year 2000, the number of participants in the program for the fall term is limited to the equivalent of two thousand five hundred full-time participants; the number of participants in the program for the winter term is limited to the equivalent of two thousand five hundred full-time participants; the number of participants in the program for the spring term is limited to the equivalent of one thousand six hundred seventy-five full-time participants; and the number of participants in the program for the summer term is limited to the equivalent of six hundred full-time participants. Except as provided in division (B)(2) of this section for the fiscal year 2001 and succeeding fiscal years, the number of participants in the program for the fall term is limited to the equivalent of three thousand five hundred full-time participants; the number of participants in the program for the winter term is limited to the equivalent of three thousand five hundred full-time participants; the number of participants in the program for the spring term is limited to the equivalent of two thousand three hundred forty-five full-time participants; and the number of participants in the program for the summer term is limited to the equivalent of eight hundred full-time participants.
 - (2) After the application deadline for any academic term in

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As Passed by the Senate	
fiscal year 2001, the adjutant general may request the controlling board, if sufficient appropriated funds are available, to approve the following number of additional participants for that term:	1075 1076 1077
(a) For the fall or winter academic term, up to the	1078
equivalent of five hundred additional full-time participants;	1079
(b) For the spring academic term, up to the equivalent of	1080
three hundred seventy-five additional full-time participants;	1081
(c) For the summer academic term, up to the equivalent of one	1082
hundred twenty-five additional full-time participants.	1083
(C) If the adjutant general estimates that appropriations for	1084
all scholarships applied for under this section and likely to be	1085
used during an academic term are inadequate for all eligible	1086
applicants for that academic term to receive scholarships, the	1087
adjutant general shall promptly inform all applicants not	1088
receiving scholarships for that academic term of the next academic	1089
term that appropriations will be adequate for the scholarships.	1090
Any such eligible applicant may again apply for a scholarship	1091
beginning that academic term if the applicant is in compliance	1092
with all requirements established by this section and the adjutant	1093
general for the program. The adjutant general shall process all	1094
applications for scholarships for each academic term in the order	1095
in which they are received. The scholarships shall be made without	1096
regard to financial need. At no time shall one person be placed in	1097
priority over another because of sex, race, or religion.	1098
(D) Except as provided in division (H) of this section, for	1099
each academic term that an eligible applicant is approved for a	1100
scholarship under this section and remains a current member in	1101
good standing of the Ohio national guard, the institution of	1102

higher education in which the applicant is enrolled shall, if the

applicant's enlistment obligation extends beyond the end of that

academic term, be paid on the applicant's behalf the applicable

Am. S. B. No. 116 As Passed by the Sena	te				Page 38
of enrollment		eligibility		eligibility	1136
in an academic		units if a		units if a	1137
term	equals	semester	or	quarter	1138
12 or more hours		12 units		8 units	1139
9 but less than 1	.2	9 units		6 units	1140
6 but less than 9		6 units		4 units	1141
(2) A schola	rship reci	pient under t	his sec	tion may continue	1142
to apply for scho	olarships u	nder this sec	tion un	til the recipient	1143
has accumulated r	inety-six	eligibility u	nits.		1144
(3) If a sch	olarship r	ecipient with	draws f	rom courses prior	1145
to the end of an academic term so that the recipient's enrollment				1146	
for that academic	term is l	ess than six	credit	hours, no	1147
scholarship shall	be paid o	n behalf of t	hat per	son for that	1148
academic term exc	ept that,	if a scholars	hip has	already been paid	1149
on behalf of the	person for	that academi	c term,	the adjutant	1150
general shall add	l to that p	erson's accum	ulated	eligibility units	1151
the number of eligibility units for which the scholarship was					1152
paid.					1153
(F) A schola	rship reci	pient under t	his sec	tion who fails to	1154
complete the term	of enlist	ment, re-enli	stment,	or extension of	1155
current enlistmer	nt the reci	pient was ser	ving at	the time a	1156
scholarship was p	aid on beh	alf of the re	cipient	under this section	1157
is liable to the	state for	repayment of	a perce	ntage of all Ohio	1158
national guard so	holarships	paid on beha	lf of t	he recipient under	1159
this section, plu	ıs interest	at the rate	of ten	per cent per annum	1160
calculated from t	he dates t	he scholarshi	ps were	paid. This	1161
percentage shall	equal the	percentage of	the cu	rrent term of	1162
enlistment, re-en	nlistment,	or extension	of enli	stment a recipient	1163
has not completed	l as of the	date the rec	ipient	is discharged from	1164
the Ohio national	guard.				1165
The attorney	general m	ay commence a	civil	action on behalf of	1166
the adjutant gene	eral to rec	over the amou	nt of t	he scholarships and	1167

1168 the interest provided for in this division and the expenses 1169 incurred in prosecuting the action, including court costs and 1170 reasonable attorney's fees. A scholarship recipient is not liable 1171 under this division if the recipient's failure to complete the 1172 term of enlistment being served at the time a scholarship was paid 1173 on behalf of the recipient under this section is due to the 1174 recipient's death; discharge from the national guard due to 1175 disability; or the recipient's enlistment, for a term not less 1176 than the recipient's remaining term in the national guard, in the 1177 active component of the United States armed forces or the active 1178 reserve component of the United States armed forces.

- (G) On or before the first day of each academic term, the 1179 adjutant general shall provide an eligibility roster to each 1180 institution of higher education at which one or more scholarship 1181 recipients have applied for enrollment. The institution shall use 1182 the roster to certify the actual full-time or part-time enrollment 1183 of each scholarship recipient listed as enrolled at the 1184 institution and return the roster to the adjutant general within 1185 thirty days after the first day of the academic term. The adjutant 1186 general shall report to the Ohio board of regents the number of 1187 students in the Ohio national guard scholarship program at each 1188 institution of higher education. The Ohio board of regents shall 1189 provide for payment of the appropriate number and amount of 1190 scholarships to each institution of higher education pursuant to 1191 division (D) of this section. The adjutant general shall report on 1192 a quarterly basis to the director of budget and management, the 1193 speaker of the house of representatives, and the president of the 1194 senate the number of Ohio national guard scholarship recipients 1195 and a projection of the cost of the program for the remainder of 1196 the biennium. 1197
- (H) The chancellor of the Ohio board of regents and the 1198 adjutant general may adopt rules pursuant to Chapter 119. of the 1199

Am. S. B. No. 116 As Passed by the Senate	Page 40
Revised Code governing the administration and fiscal management of the Ohio national gaurd scholarship program and the procedure by which the Ohio board of regents and the department of the adjutant	1200 1201 1202 1203
general may modify the amount of scholarships a member receives based on the amount other state financial aid a member recives. (I) Notwithstanding division (A) of section 127.14 of the	1204 1205
Revised Code, the controlling board shall not transfer all or part of any appropriation for the Ohio national guard scholarship program.	1206 1207 1208
Section 2. That existing sections 1713.02, 1713.03, 3332.02, 3333.042, 3333.043, 3333.12, 3333.18, 3333.21, 3333.26, 3333.37, 3365.01, 3366.01, 5107.58, 5910.04, and 5919.34 of the Revised	1209 1210 1211
Code are hereby repealed.	1212