29785 determined on the basis of standards adopted by the state board of 29786 education. (C) An amount for each school district operating classes for 29787 children of migrant workers who are unable to be in attendance in 29788 an Ohio school during the entire regular school year. The amounts 29789 shall be determined on the basis of standards adopted by the state 29790 board of education, except that payment shall be made only for 29791 subjects regularly offered by the school district providing the 29792 classes. 29793 (D) An amount for each school district with guidance, 29794 testing, and counseling programs approved by the state board of 29795 education. The amount shall be determined on the basis of 29796 standards adopted by the state board of education. 29797 (E) An amount for the emergency purchase of school buses as 29798 provided for in section 3317.07 of the Revised Code; 29799 (F) An amount for each school district required to pay 29800 tuition for a child in an institution maintained by the department 29801 of youth services pursuant to section 3317.082 of the Revised 29802 Code, provided the child was not included in the calculation of 29803 the district's average daily membership for the preceding school 29804 29805 year. (G) In fiscal year 2000 only, an amount to each school 29806 district for supplemental salary allowances for each licensed 29807 employee except those licensees serving as superintendents, 29808 assistant superintendents, principals, or assistant principals, 29809 whose term of service in any year is extended beyond the term of 29810 service of regular classroom teachers, as described in section 29811 3301.0725 of the Revised Code; 29812

(H) An amount for adult basic literacy education for each 29813
 district participating in programs approved by the state board of 29814
 education. The amount shall be determined on the basis of 29815

standards adopted by the state board of education.

(I) Notwithstanding section 3317.01 of the Revised Code, but 29817 only until June 30, 1999, to each city, local, and exempted 29818 village school district, an amount for conducting driver education 29819 courses at high schools for which the state board of education 29820 prescribes minimum standards and to joint vocational and 29821 cooperative education school districts and educational service 29822 centers, an amount for conducting driver education courses to 29823 pupils enrolled in a high school for which the state board 29824 prescribes minimum standards. No payments shall be made under this 29825 division after June 30, 1999. 29826

(J) An amount for the approved cost of transporting 29827 developmentally handicapped eligible pupils with disabilities 29828 attending a special education program approved by the department 29829 of education whom it is impossible or impractical to transport by 29830 regular school bus in the course of regular route transportation 29831 provided by the district or service center. No district or service 29832 center is eligible to receive a payment under this division for 29833 the cost of transporting any pupil whom it transports by regular 29834 school bus and who is included in the district's transportation 29835 ADM. The state board of education shall establish standards and 29836 guidelines for use by the department of education in determining 29837 the approved cost of such transportation for each district or 29838 service center. 29839

(K) An amount to each school district, including each 29840 cooperative education school district, pursuant to section 3313.81 29841 of the Revised Code to assist in providing free lunches to needy 29842 children and an amount to assist needy school districts in 29843 purchasing necessary equipment for food preparation. The amounts 29844 shall be determined on the basis of rules adopted by the state 29845 board of education. 29846

(L) An amount to each school district, for each pupil 29847 attending a chartered nonpublic elementary or high school within 29848 the district. The amount shall equal the amount appropriated for 29849 the implementation of section 3317.06 of the Revised Code divided 29850 by the average daily membership in grades kindergarten through 29851 twelve in nonpublic elementary and high schools within the state 29852 as determined during the first full week in October of each school 29853 year. 29854

(M) An amount for each county MR/DD board, distributed on the 29855 basis of standards adopted by the state board of education, for 29856 the approved cost of transportation required for children 29857 attending special education programs operated by the county MR/DD 29858 board under section 3323.09 of the Revised Code; 29859

(N) An amount for each county MR/DD board, distributed on the 29860 basis of standards adopted by the state board of education, for 29861 supportive home services for preschool children; 29862

(0) An amount for each school district that establishes a 29863 mentor teacher program that complies with rules of the state board 29864 of education. No school district shall be required to establish or 29865 maintain such a program in any year unless sufficient funds are 29866 appropriated to cover the district's total costs for the program. 29867

(P) An amount to each school district or educational service 29868 center for the total number of gifted units approved pursuant to 29869 section 3317.05 of the Revised Code. The amount for each such unit 29870 shall be the sum of the minimum salary for the teacher of the 29871 unit, calculated on the basis of the teacher's training level and 29872 29873 years of experience pursuant to the salary schedule prescribed in the version of section 3317.13 of the Revised Code in effect prior 29874 to July 1, 2001, plus fifteen per cent of that minimum salary 29875 amount, plus two thousand six hundred seventy-eight dollars. 29876

(Q) An amount to each institution defined under section 29877

3317.082 of the Revised Code providing elementary or secondary
education to children other than children receiving special
education under section 3323.091 of the Revised Code. This amount
for any institution in any fiscal year shall equal the total of
all tuition amounts required to be paid to the institution under
division (A)(1) of section 3317.082 of the Revised Code.

29884 (R) A grant to each school district and joint vocational school district that operates a "graduation, reality, and 29885 dual-role skills" (GRADS) program for pregnant and parenting 29886 students that is approved by the department. The amount of the 29887 payment shall be the district's state share percentage, as defined 29888 in section 3317.022 or 3317.16 of the Revised Code, times the 29889 GRADS personnel allowance times the full-time-equivalent number of 29890 GRADS teachers approved by the department. The GRADS personnel 29891 allowance is \$47,555 in fiscal years 2004 and, 2005, 2006, and 29892 <u>2007</u>. 29893

The state board of education or any other board of education 29894 or governing board may provide for any resident of a district or 29895 educational service center territory any educational service for 29896 which funds are made available to the board by the United States 29897 under the authority of public law, whether such funds come 29898 directly or indirectly from the United States or any agency or 29899 department thereof or through the state or any agency, department, 29900 or political subdivision thereof. 29901

Sec. 3317.026. (A) As used in this section, "refunded taxes" 29902 means taxes charged and payable from real and tangible personal 29903 property, including public utility property, that have been found 29904 to have been overpaid as the result of reductions in the taxable 29905 value of such property and that have been refunded, including any 29906 interest or penalty refunded with those taxes. If taxes are 29907 refunded over a period of time pursuant to division (B)(2), (3), 29908

or (4) of section 319.36 or division (C) of section 5727.471 of 29909 the Revised Code, the total amount of taxes required to be 29910 refunded, excluding any interest accruing after the day the 29911 undertaking is entered into, shall be considered to have been 29912 refunded on the day the first portion of the overpayment is paid 29913 or credited. 29914

(B) Not later than the last day of February each year, each 29915 county auditor shall certify to the tax commissioner, for each 29916 school district in the county, the amount of refunded taxes 29917 refunded in the preceding calendar year and the reductions in 29918 taxable value that resulted in those refunds, except for 29919 reductions in taxable value that previously have been reported to 29920 the tax commissioner on an abstract. If the tax commissioner 29921 determines that the amount of refunded taxes certified for a 29922 school district exceeds three per cent of the total taxes charged 29923 and payable for current expenses of the school district for the 29924 calendar year in which those taxes were refunded, the tax 29925 commissioner shall certify the reductions in taxable value that 29926 resulted in those refunds on or before the first day of June to 29927 the department of education. Upon receiving the certification by 29928 the tax commissioner, the department of education shall reduce the 29929 total taxable value of the school district, as defined in section 29930 3317.02 of the Revised Code, by the total amount of the reductions 29931 in taxable value that resulted in those refunds for the purpose of 29932 computing the state aid SF-3 payment for the school district for 29933 the current fiscal year under section 3317.022 of the Revised 29934 Code. The increase in the amount of such aid resulting from the 29935 adjustment required by this section shall be paid to the school 29936 district on or before the thirtieth thirty-first day of June July 29937 of the current following fiscal year. 29938

If an adjustment is made under this division in the amount of 29939 state aid paid to a school district, the tax value reductions from 29940

29941 which that adjustment results shall not be used in recomputing aid 29942 to a school district under section 3317.027 of the Revised Code.

(D) (C) If a school district received a grant from the 29943 29944 catastrophic expenditures account pursuant to division (C) of section 3316.20 of the Revised Code on the basis of the same 29945 circumstances for which an adjustment is made under this section, 29946 the amount of the adjustment shall be reduced and transferred in 29947 accordance with division (C) of section 3316.20 of the Revised 29948 Code. 29949

(D) Not later than the first day of June each year, the tax 29950 commissioner shall certify to the department of education for each 29951 school district the total of the increases in taxable value above 29952 the amount of taxable value on which tax was paid, as provided in 29953 division (B)(1) or (2) of section 5727.47 of the Revised Code, as 29954 determined by the commissioner, and for which a notification was 29955 sent pursuant to section 5727.471 of the Revised Code, in the 29956 preceding calendar year. Upon receiving the certification, the 29957 department shall increase the total taxable value, as defined in 29958 section 3317.02 of the Revised Code, of the school district by the 29959 total amount of the increase in taxable value certified by the 29960 commissioner for the school district for the purpose of computing 29961 the school district's state aid SF-3 payment for the following 29962 fiscal year under sections 3317.022 and 3317.0212 of the Revised 29963 Code. 29964

Sec. 3317.027. On or before the fifteenth day of May of each 29965 year, the tax commissioner shall certify to the department of 29966 education: 29967

(A) The amount by which applications filed under section 29968 5713.38 of the Revised Code or complaints filed under section 29969 5715.19 of the Revised Code resulted in a reduction in the second 29970 preceding year's taxable value in each school district in which 29971

such a reduction occurred, and the amount by which such reduction 29972 reduced the district's taxes charged and payable for such year; 29973 and 29974

(B) The taxes charged and payable for the second preceding 29975
tax year that were remitted under section 5713.081 of the Revised 29976
Code and the taxable value against which such taxes were imposed. 29977

29978 Upon receipt of such certifications, the department shall recompute the state aid for such year under section 3317.022 of 29979 the Revised Code district's SF-3 payment and determine the amount 29980 of aid that the SF-3 payment would have been paid had the taxable 29981 value not been used in the computation made under division (A)(1) 29982 of section 3317.021 of the Revised Code and had the taxes charged 29983 and payable not been included in the certification made under 29984 division (A)(3) of such section. The department shall adjust 29985 calculate the amount that the remainder of the fiscal year's 29986 payments so the district's total payments should have been for the 29987 fiscal year equal including the amount of the recomputation SF-3 29988 payment as recomputed. The increase or decrease in the amount of 29989 aid resulting from the adjustment required under this section 29990 shall be paid to the school district on or before the thirty-first 29991 day of July of the following fiscal year. 29992

If a school district received a grant from the catastrophic 29993 expenditures account pursuant to division (C) of section 3316.20 29994 of the Revised Code on the basis of the same circumstances for 29995 which a recomputation is made under this section, the amount of 29996 the recomputation shall be reduced and transferred in accordance 29997 with division (C) of section 3316.20 of the Revised Code. 29998

sec. 3317.028. (A) On or before the fifteenth day of May in 29999
each calendar year prior to calendar year 2007, the tax 30000
commissioner shall determine for each school district whether the 30001
taxable value of all tangible personal property, including utility 30002

tangible personal property, subject to taxation by the district in 30003 the preceding tax year was less or greater than the taxable value 30004 of such property during the second preceding tax year. If any such 30005 decrease exceeds five per cent of the district's tangible personal 30006 property taxable value included in the total taxable value used in 30007 computing the district's state aid computation SF-3 payment for 30008 the fiscal year that ends in the current calendar year, or if any 30009 such increase exceeds five per cent of the district's total 30010 taxable value used in computing the district's state aid 30011 computation <u>SF-3 payment</u> for the fiscal year that ends in the 30012 current calendar year, the tax commissioner shall certify both of 30013 the following to the department of education: 30014

(1) The taxable value of the tangible personal property 30015
 increase or decrease, including utility tangible personal property 30016
 increase or decrease, which shall be considered a change in 30017
 valuation; 30018

(2) The decrease or increase in taxes charged and payable on 30019
such change in taxable value calculated in the same manner as in 30020
division (A)(3) of section 3317.021 of the Revised Code. 30021

(B) Notwithstanding division (A) of this section, when 30022 determining under that division in calendar year 2002 whether the 30023 taxable value of tangible personal property subject to taxation by 30024 each school district in the preceding tax year was less or greater 30025 than the taxable value of such property during the second 30026 preceding tax year, the tax commissioner shall exclude from the 30027 taxable value for both years the tax value loss, as defined in 30028 section 5727.84 of the Revised Code On or before May 15, 2007, and 30029 the fifteenth day of May in each calendar year thereafter, the tax 30030 commissioner shall determine for each school district whether the 30031 taxable value of all utility tangible personal property subject to 30032 taxation by the district in the preceding tax year was less or 30033 greater than the taxable value of such property during the second 30034

2001/

preceding tax year. If any decrease exceeds five per cent of the 30035 district's tangible personal property taxable value included in 30036 the total taxable value used in the district's state aid 30037 computation for the fiscal year that ends in the current calendar 30038 year, or if any increase exceeds five per cent of the district's 30039 total taxable value used in the district's state aid computation 30040 for the fiscal year that ends in the current calendar year, the 30041 tax commissioner shall certify both of the following to the 30042 department of education: 30043 (1) The taxable value of the utility tangible personal 30044 property increase or decrease, which shall be considered a change 30045 in valuation; 30046 (2) The decrease or increase in taxes charged and payable on 30047 such change in taxable value calculated in the same manner as in 30048 division (A)(3) of section 3317.021 of the Revised Code. 30049 (C) Upon receipt of such a certification specified in this 30050 section, the department of education shall reduce or increase by 30051 the respective amounts certified, and the taxable value and the 30052 taxes charged and payable that were used in computing the 30053 district's state aid computation under section 3317.022 of the 30054 Revised Code SF-3 payment for the fiscal year that ends in the 30055 current calendar year and shall recompute the state aid SF-3 30056 payment for such fiscal year. During the last six months of the 30057 fiscal year, the The department shall pay the district a sum equal 30058 to one-half of the recomputed payments in lieu of the payments 30059 otherwise required under such sections that section on or before 30060 the thirty-first day of July of the following fiscal year. 30061 (D) If a school district received a grant from the 30062 catastrophic expenditures account pursuant to division (C) of 30063 section 3316.20 of the Revised Code on the basis of the same 30064

circumstances for which a recomputation is made under this 30065 section, the amount of the recomputation shall be reduced and 30066

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transferred in accordance with division (C) of section 3316.20 of	30067
the Revised Code.	30068
Sec. 3317.029. (A) As used in this section:	30069
(1) " DPIA <u>Poverty</u> percentage" means÷	30070
(a) In fiscal years prior to fiscal year 2004, the quotient	30071
obtained by dividing the five-year average number of children ages	30072
five to seventeen residing in the school district and living in a	30073
family receiving assistance under the Ohio works first program or	30074
an antecedent program known as TANF or ADC, as certified or	30075
adjusted under section 3317.10 of the Revised Code, by the	30076
district's three-year average formula ADM.	30077
(b) Beginning in fiscal year 2004, the unduplicated number of	30078
children ages five to seventeen residing in the school district	30079
and living in a family that has family income not exceeding the	30080
federal poverty guidelines and that receives family assistance, as	30081
certified or adjusted under section 3317.10 of the Revised Code,	30082
divided by the district's three-year average formula ADM.	30083
(2) "Family assistance" means assistance received under one	30084
of the following:	30085
(a) The Ohio works first program;	30086
(b) The food stamp program;	30087
(c) The medical assistance program, including the healthy	30088
start program, established under Chapter 5111. of the Revised	30089
Code;	30090
(d) The children's health insurance program part I	30091
established under section 5101.50 of the Revised Code or, prior to	30092
fiscal year 2000, an executive order issued under section 107.17	30093
of the Revised Code;	30094
(e) The disability financial assistance program established	30095

under Chapter 5115. of the Revised Code; (f) The disability medical assistance program established 30097 under Chapter 5115. of the Revised Code. 30098 (3) "Statewide DPIA poverty percentage" means: 30099 (a) In fiscal years prior to fiscal year 2004, the five-year 30100 average of the total number of children ages five to seventeen 30101 years residing in the state and receiving assistance under the 30102 Ohio works first program or an antecedent program known as TANF or 30103 ADC, divided by the sum of the three-year average formula ADMs for 30104 all school districts in the state. 30105 (b) Beginning in fiscal year 2004, the total unduplicated 30106 number of children ages five to seventeen residing in the state 30107 and living in a family that has family income not exceeding the 30108 federal poverty guidelines and that receives family assistance, 30109 divided by the sum of the three year average formula ADMs for all 30110 school districts in the state. 30111 (4)(3) "DPIA Poverty index" means the quotient obtained by 30112 dividing the school district's DPIA poverty percentage by the 30113 statewide **DPIA** poverty percentage. 30114

(5) "Federal poverty guidelines" has the same meaning as in 30115 section 5101.46 of the Revised Code. 30116

(6)(4) "DPIA Poverty student count" means+

(a) In fiscal years prior to fiscal year 2004, the five-year 30118 average number of children ages five to seventeen residing in the 30119 school district and living in a family receiving assistance under 30120 the Ohio works first program or an antecedent program known as 30121 TANF or ADC, as certified under section 3317.10 of the Revised 30122 Code; 30123

(b) Beginning in fiscal year 2004, the unduplicated number of 30124 children ages five to seventeen residing in the school district 30125

30096

and living in a family that has family income not exceeding the	30126
federal poverty guidelines and that receives family assistance, as	30127
certified or adjusted under section 3317.10 of the Revised Code.	30128
(7)(5) "Kindergarten ADM" means the number of students	30129
reported under section 3317.03 of the Revised Code as enrolled in	30130
kindergarten <u>, excluding any kindergarten students reported under</u>	30131
division (B)(3)(e) or (f) of section 3317.03 of the Revised Code.	30132
(8)<u>(6)</u> "Kindergarten through third grade ADM" means the amount calculated as follows:	30133 30134
(a) Multiply the kindergarten ADM by the sum of one plus the	30135
all-day kindergarten percentage;	30136
(b) Add the number of students in grades one through three;	30137
(c) Subtract from the sum calculated under division (A)(6)(b)	30138
of this section the number of special education students in grades	30139
kindergarten through three.	30140
(9) "Statewide average teacher salary" means forty-two	30141
thousand four hundred sixty-nine dollars in fiscal year 2002, and	30142
forty three thousand six hundred fifty eight dollars in fiscal	30143
year 2003, which includes an amount for the value of fringe	30144
benefits.	30145
(10) <u>"Kindergarten through third grade ADM" shall not include</u>	30146
any students reported under division (B)(3)(e) or (f) of section	30147
3317.03 of the Revised Code.	30148
(7) "All-day kindergarten" means a kindergarten class that is	30149
in session five days per week for not less than the same number of	30150
clock hours each day as for pupils in grades one through six.	30151
$\frac{(11)(8)}{(8)}$ "All-day kindergarten percentage" means the	30152
percentage of a district's actual total number of students	30153
enrolled in kindergarten who are enrolled in all-day kindergarten.	30154
(12)(9) "Buildings with the highest concentration of need"	30155

means÷

(a) In fiscal years prior to fiscal year 2004, the school
 30157
 buildings in a district with percentages of students in grades
 30158
 kindergarten through three receiving assistance under Ohio works
 30159
 first at least as high as the district-wide percentage of students
 30160
 receiving such assistance.

(b) Beginning in fiscal year 2004, the school buildings in a30162district with percentages of students in grades kindergarten30163through three receiving family assistance at least as high as the30164district wide percentage of students receiving family assistance.30165

(c) If, in any fiscal year, the information provided by the 30166 department of job and family services under section 3317.10 of the 30167 Revised Code is insufficient to determine the Ohio works first or 30168 family assistance percentage in each building, "buildings with the 30169 highest concentration of need" has the meaning given in rules that 30170 the department of education shall adopt. The rules shall base the 30171 definition of "buildings with the highest concentration of need" 30172 on family income of students in grades kindergarten through three 30173 in a manner that, to the extent possible with available data, 30174 approximates the intent of this division and division $\frac{(G)}{(K)}$ of 30175 this section to designate buildings where the Ohio works first or 30176 family assistance percentage in those grades equals or exceeds the 30177 district-wide Ohio works first or family assistance percentage. 30178

(B) In addition to the amounts required to be paid to a 30179
school district under section 3317.022 of the Revised Code, a the 30180
department of education shall compute and distribute to each 30181
school district shall receive for poverty-based assistance the 30182
greater of the following: 30183

(1) The amount the district received in fiscal year 1998 200530184for disadvantaged pupil impact aid pursuant to division (B) of30185section 3317.023 of the Revised Code as it existed at that time or30186

the Section 41.10 of Am. Sub. H.B. 95 of the 125th General	30187
Assembly, as amended, minus the amount deducted from the district	30188
under Section 16 of Am. Sub. S.B. 2 of the 125th General Assembly	30189
that year for payments to internet- and computer-based community	30190
<u>schools;</u>	30191
(2) The sum of the computations made under divisions (C) to	30192
$\frac{(E)(I)}{(I)}$ of this section.	30193
(C) A supplemental payment that may be utilized for measures	30194
related to safety and security and for remediation or similar	30195
<u>academic intervention</u> programs, <u>if the district's poverty index is</u>	30196
greater than or equal to 0.25, calculated as follows:	30197
(1) If the DPIA index of the school district is greater than	30198
or equal to thirty-five-hundredths, but less than one, an amount	30199
obtained by multiplying the district's DPIA student count by two	30200
hundred thirty dollars;	30201
(2) If the DPIA index of the school district is greater than	30202
or equal to one, an amount obtained by multiplying the DPIA index	30203
by two hundred thirty dollars and multiplying that product by the	30204
district's DPIA student count.	30205
Except as otherwise provided in division (F) of this section,	30206
beginning with the school year that starts July 1, 2002, each	30207
school district annually shall use at least twenty per cent of the	30208
funds calculated for the district under this division for	30209
intervention services required by section 3313.608 of the Revised	30210
Code.	30210
coue.	30211
(1) If the district's poverty index is greater than or equal	30212
to 0.25, calculate the district's level one amount for large-group	30213
academic intervention for all students as follows:	30214
(a) If the district's poverty index is greater than or equal	30215
to 0.25 but less than 0.75:	30216
large-group intervention units X hourly rate X	30217

level one hours X [(poverty index - 0.25)/0.5]	30218
<u>X phase-in percentage</u>	30219
Where:	30220
(i) "Large-group intervention units" equals the district's	30221
formula ADM divided by 20;	30222
(ii) "Hourly rate" equals \$20.00 in fiscal year 2006 and	30223
<u>\$20.40 in fiscal year 2007;</u>	30224
<u>(iii) "Level one hours" equals 25 hours;</u>	30225
<u>(iv) "Phase-in percentage" equals 0.60 in fiscal year 2006</u>	30226
and 1.00 in fiscal year 2007.	30227
(b) If the district's poverty index is greater than or equal	30228
<u>to 0.75:</u>	30229
large-group intervention units X hourly rate X level one hours	30230
<u>X phase-in percentage</u>	30231
<u>Where "large-group intervention units," "hourly rate," "level</u>	30232
one hours," and "phase-in percentage" have the same meanings as in	30233
division (C)(1)(a) of this section.	30234
(2) If the district's poverty index is greater than or equal	30235
to 0.75, calculate the district's level two amount for	30236
medium-group academic intervention for all students as follows:	30237
(a) If the district's poverty index is greater than or equal	30238
to 0.75 but less than 1.50:	30239
medium-group intervention units X hourly rate X	30240
{level one hours + [25 hours X ((poverty index - 0.75)/0.75)]}	30241
<u>X phase-in percentage</u>	30242
Where:	30243
(i) "Medium group intervention units" equals the district's	30244
formula ADM divided by 15;	30245
(ii) "Hourly rate," "level one hours," and "phase-in	30246

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percentage" have the same meanings as in division (C)(1)(a) of	30247
this section.	30248
	30249
(b) If the district's poverty index is greater than or equal	30250
<u>to 1.50:</u>	30251
medium-group intervention units X hourly rate X level two hours	30252
<u>X phase-in percentage</u>	30253
Where:	30254
(i) "Medium group intervention units" has the same meaning as	30255
in division (C)(2)(a)(i) of this section;	30256
(ii) "Hourly rate" and "phase-in percentage" have the same	30257
meanings as in division (C)(1)(a) of this section;	30258
(iii) "Level two hours" equals 50 hours.	30259
(3) If the district's poverty index is greater than or equal	30260
to 1.50, calculate the district's level three amount for	30261
small-group academic intervention for impoverished students as	30262
<u>follows:</u>	30263
(a) If the district's poverty index is greater than or equal	30264
to 1.50 but less than 2.50:	30265
small group intervention units X hourly rate X	30266
<pre>{level one hours + [level three hours X (poverty index - 1.50)]}</pre>	30267
<u>X phase-in percentage</u>	30268
Where:	30269
(i) "Small group intervention units" equals the quotient of	30270
(the district's poverty student count times 3) divided by 10;	30271
(ii) "Hourly rate," "level one hours," and "phase-in	30272
percentage" have the same meanings as in division (C)(1)(a) of	30273
this section;	30274
(iii) "Level three hours" equals 135 hours.	30275

(b) If the district's poverty index is greater than or equal	30276
<u>to 2.50:</u>	30277
small group intervention units X hourly rate X level three hours	30278
<u>X phase-in percentage</u>	30279
Where:	30280
(i) "Small group intervention units" has the same meaning as	30281
<u>in division (C)(3)(a)(i) of this section;</u>	30282
(ii) "Hourly rate" and "phase-in percentage" have the same	30283
meanings as in division (C)(1)(a) of this section;	30284
(iii) "Level three hours" equals 160 hours.	30285
Any district that receives funds under division (C)(2) or (3)	30286
of this section annually shall submit to the department of	30287
education by a date established by the department a plan	30288
describing how the district will deploy those funds. The	30289
deployment measures described in that plan shall comply with any	30290
applicable spending requirements prescribed in division (J)(6) of	30291
this section or with any order issued by the superintendent of	30292
public instruction under section 3317.017 of the Revised Code.	30293
(D) A payment for all-day kindergarten if the DPIA poverty	30294
index of the school district is greater than or equal to $\frac{1.0}{1.0}$	30295
or if the district's three-year average formula ADM exceeded	30296
seventeen thousand five hundred , calculated . In addition, the	30297
department shall make a payment under this division to any school	30298
district that, in a prior fiscal year, qualified for this payment	30299
and provided all-day kindergarten, regardless of changes to the	30300
district's poverty index. The department shall calculate the	30301
payment under this division by multiplying the all-day	30302
kindergarten percentage by the kindergarten ADM and multiplying	30303
that product by the formula amount.	30304

(E) A class-size reduction payment based on calculating the 30305

(1) Determine or calculate a formula number of teachers per 30308
 one thousand students based on the DPIA poverty index of the 30309
 school district as follows: 30310

(a) If the DPIA poverty index of the school district is less 30311
than six-tenths 1.0, the formula number of teachers is 43.478 30312
50.0, which is the number of teachers per one thousand students at 30313
a student-teacher ratio of twenty-three twenty to one; 30314

(b) If the DPIA poverty index of the school district is 30315
 greater than or equal to six tenths 1.0, but less than two and 30316
 one-half 1.5, the formula number of teachers is calculated as 30317
 follows: 30318

$$\frac{43.478 + \{[(DPIA index - 0.6)/ 1.9] \times 23.188\}}{30319}$$

$50.0 + \{ [(poverty index - 1.0)/0.5] \times 16.667 \}$ 30320

Where 43.478 50.0 is the number of teachers per one thousand 30321 students at a student-teacher ratio of twenty-three twenty to one; 30322 1.9 0.5 is the interval from a DPIA poverty index of six tenths 30323 <u>1.0</u> to a DPIA poverty index of two and one half <u>1.5</u>; and 23.188 30324 <u>16.667</u> is the difference in the number of teachers per one 30325 thousand students at a student-teacher ratio of fifteen to one and 30326 the number of teachers per one thousand students at a 30327 student-teacher ratio of twenty-three twenty to one. 30328

(c) If the DPIA poverty index of the school district is 30329
greater than or equal to two and one-half <u>1.5</u>, the formula number 30330
of teachers is 66.667, which is the number of teachers per one 30331
thousand students at a student-teacher ratio of fifteen to one. 30332

(2) Multiply the formula number of teachers determined or
 30333
 calculated in division (E)(1) of this section by the kindergarten
 30334
 through third grade ADM for the district and divide that product
 30335
 by one thousand;

30363

(3) Calculate the number of new teachers as follows: 30337

(a) Multiply the kindergarten through third grade ADM by 30338
43.478 50.0, which is the number of teachers per one thousand 30339
students at a student-teacher ratio of twenty-three twenty to one, 30340
and divide that product by one thousand; 30341

(b) Subtract the quotient obtained in division (E)(3)(a) of 30342this section from the product in division (E)(2) of this section. 30343

(4) Multiply the greater of the difference obtained under 30344
division (E)(3) of this section or zero by the statewide average 30345
teachers salary compensation. For this purpose, the "statewide 30346
average teacher compensation" is \$53,680 in fiscal year 2006 and 30347
\$54,941 in fiscal year 2007, which includes an amount for the 30348
value of fringe benefits. 30349

(F) <u>A payment for services to limited English proficient</u> 30350
 <u>students, if the district's poverty index is greater than or equal</u> 30351
 <u>to 1.0 and the proportion of its students who are limited English</u> 30352
 <u>proficient, as reported in 2003 on its school district report</u> 30353
 <u>issued under section 3302.03 of the Revised Code for the 2002-2003</u> 30354
 <u>school year, is greater than or equal to 2.0%, calculated as</u> 30355
 <u>follows:</u> 30356

(1) If the district's poverty index is greater than or equal30357to 1.0, but less than 1.75, determine the amount per limited30358English proficient student as follows:30359

 $\{0.125 + [0.125 \times ((poverty index - 1.0)/0.75)]\} \times formula amount 30360$

(2) If the district's poverty index is greater than or equal 30361 to 1.75, the amount per limited English proficient student equals: 30362

<u>0.25 X formula amount</u>

(3) Multiply the per student amount determined for the30364district under division (F)(1) or (2) of this section by the30365number of the district's limited English proficient students,30366

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times a phase-in percentage of 0.40 in fiscal year 2006 and 0.70	30367
in fiscal year 2007. For purposes of this calculation, the number	30368
of limited English proficient students for each district shall be	30369
the number determined by the department when it calculated the	30370
district's percentage of limited English students for its school	30371
district report card issued in 2003 for the 2002-2003 school year.	30372
Not later than December 31, 2006, the department of education	30373
shall recommend to the general assembly and the director of budget	30374
and management a method of identifying the number of limited	30375
English proficient students for purposes of calculating payments	30376
under this division after fiscal year 2007.	30377
(G) A payment for professional development of teachers, if	30378
the district's poverty index is greater than or equal to 1.0,	30379
calculated as follows:	30380
(1) If the district's poverty index is greater than or equal	30381
to 1.0, but less than 1.75, determine the amount per teacher as	30382
<u>follows:</u>	30383
[(poverty index - 1.0)/ 0.75] X 0.045 X formula amount	30384
(2) If the district's poverty index is greater than or equal	30385
to 1.75, the amount per teacher equals:	30386
<u>0.045 X formula amount</u>	30387
(3) Determine the number of teachers, as follows:	30388
<u>(formula ADM/17)</u>	30389
(4) Multiply the per teacher amount determined for the	30390
district under division (G)(1) or (2) of this section by the	30391
number of teachers determined under division (G)(3) of this	30392
section, times a phase-in percentage of 0.40 in fiscal year 2006	30393
and 0.70 in fiscal year 2007.	30394
(H) A payment for dropout prevention, if the district is a	30395
big eight school district as defined in section 3314.02 of the	30396

Revised Code, calculated as follows:	30397
0.005 X formula amount X poverty index	30398
X formula ADM X phase-in percentage	30399
<u>Where "phase-in percentage" equals 0.40 in fiscal year 2006</u>	30400
and 0.70 in fiscal year 2007.	30401
(I) An amount for community outreach, if the district is an	30402
urban school district as defined in section 3314.02 of the Revised	30403
<u>Code, calculated as follows:</u>	30404
<u>0.005 X formula amount X poverty index X</u>	30405
formula ADM X phase-in percentage	30406
<u>Where "phase-in percentage" equals 0.40 in fiscal year 2006</u>	30407
and 0.70 in fiscal year 2007.	30408
(J) This division applies only to school districts whose DPIA	30409
<u>poverty</u> index is one <u>1.0</u> or greater.	30410
(1) Each school district subject to this division shall first	30411
utilize funds received under this section so that, when combined	30412
with other funds of the district, sufficient funds exist to	30413
provide all-day kindergarten to at least the number of children in	30414
the district's all-day kindergarten percentage.	30415
(2) Up to an amount equal to the district's DPIA index	30416
multiplied by its DPIA student count multiplied by two hundred	30417
thirty dollars of the money distributed under this section may be	30418
utilized Each school district shall use its payment under division	30419
(F) of this section for one or more of the following purposes:	30420
(a) To hire teachers for limited English proficient students	30421
or other personnel to provide intervention services for those	30422
students;	30423
(b) To contract for intervention services for those students;	30424
	20405

(c) To provide other services to assist those students in 30425 passing the third-grade reading achievement test, and to provide 30426

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for those students the intervention services required by section	30427
3313.608 of the Revised Code.	30428
	22422
(3) Each school district shall use its payment under division	30429
(G) of this section for professional development of teachers or	30430
other licensed personnel providing educational services to	30431
students only in one or more of the following areas:	30432
(a) Data-based decision making;	30433
(b) Standards-based curriculum models;	30434
(c) Job-embedded professional development activities that are	30435
research-based, as defined in federal law.	30436
In addition, each district shall use the payment only to	30437
implement programs identified on a list of eligible professional	30438
development programs provided by the department of education. The	30439
department annually shall provide the list to each district	30440
receiving a payment under division (G) of this section. However, a	30441
district may apply to the department for a waiver to implement an	30442
alternative professional development program in one or more of the	30443
areas specified in divisions (J)(3)(a) to (c) of this section. If	30444
the department grants the waiver, the district may use its payment	30445
under division (G) of this section to implement the alternative	30446
program.	30447
(4) Each big eight school district shall use its payment	30448
under division (H) of this section either for preventing at-risk	30449
students from dropping out of school, for safety and security	30450
measures described in division (J)(5)(b) of this section, for	30451
academic intervention services described in division (J)(6) of	30452
this section, or for a combination of those purposes. Not later	30453
than September 1, 2005, the department of education shall provide	30454
each big eight school district with a list of dropout prevention	30455
programs that it has determined are successful. The department	30456
subsequently may update the list. Each district that elects to use	30457

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	20450
its payment under division (H) of this section for dropout	30458
prevention shall use the payment only to implement a dropout	30459
prevention program specified on the department's list. However, a	30460
district may apply to the department for a waiver to implement an	30461
alternative dropout prevention program. If the department grants	30462
the waiver, the district may use its payment under division (H) of	30463
this section to implement the alternative program.	30464
(5) Each urban school district that has a poverty index	30465
greater than or equal to 1.0 shall use its payment under division	30466
(I) of this section for one or a combination of the following	30467
purposes:	30468
(a) To hire or contract for community liaison officers,	30469
attendance or truant officers, or safety and security personnel;	30470
(b) To implement programs designed to ensure that schools are	30471
free of drugs and violence and have a disciplined environment	30472
aonduaivo to loornina.	20/72
<u>conducive to learning;</u>	30473
<u>conducive to learning;</u> (c) To implement academic intervention services described in	30473 30474
(c) To implement academic intervention services described in	30474
(c) To implement academic intervention services described in division (J)(6) of this section.	30474 30475
<pre>(c) To implement academic intervention services described in division (J)(6) of this section. (6) Each school district with a poverty index greater than or</pre>	30474 30475 30476
<pre>(c) To implement academic intervention services described in division (J)(6) of this section. (6) Each school district with a poverty index greater than or equal to 1.0 shall use the amount of its payment under division</pre>	30474 30475 30476 30477
<pre>(c) To implement academic intervention services described in division (J)(6) of this section.</pre>	30474 30475 30476 30477 30478
<pre>(c) To implement academic intervention services described in division (J)(6) of this section.</pre>	30474 30475 30476 30477 30478 30479
<pre>(c) To implement academic intervention services described in division (J)(6) of this section.</pre>	30474 30475 30476 30477 30478 30479 30480
<pre>(c) To implement academic intervention services described in division (J)(6) of this section. (6) Each school district with a poverty index greater than or equal to 1.0 shall use the amount of its payment under division (C) of this section, and may use any amount of its payment under division (H) or (I) of this section, for one or both of the following: (a) Programs designed to ensure that schools are free of</pre>	30474 30475 30476 30477 30478 30479 30480 30481
<pre>(c) To implement academic intervention services described in division (J)(6) of this section. (6) Each school district with a poverty index greater than or equal to 1.0 shall use the amount of its payment under division (C) of this section, and may use any amount of its payment under division (H) or (I) of this section, for one or both of the following: (a) Programs designed to ensure that schools are free of drugs and violence and have a disciplined environment conducive to</pre>	30474 30475 30476 30477 30478 30479 30480 30481 30482
<pre>(c) To implement academic intervention services described in division (J)(6) of this section. (6) Each school district with a poverty index greater than or equal to 1.0 shall use the amount of its payment under division (C) of this section, and may use any amount of its payment under division (H) or (I) of this section, for one or both of the following: (a) Programs designed to ensure that schools are free of drugs and violence and have a disciplined environment conducive to learning;</pre>	30474 30475 30476 30477 30478 30479 30480 30481 30482 30483
<pre>(c) To implement academic intervention services described in division (J)(6) of this section. (6) Each school district with a poverty index greater than or equal to 1.0 shall use the amount of its payment under division (C) of this section, and may use any amount of its payment under division (H) or (I) of this section, for one or both of the following: (a) Programs designed to ensure that schools are free of drugs and violence and have a disciplined environment conducive to learning; (b) Remediation academic intervention services for students</pre>	30474 30475 30476 30477 30478 30479 30480 30481 30482 30483 30483

each school district shall use at least twenty per cent of the	30488
funds set aside for the purposes of divisions (F)(2)(a) and (b) of	30489
this section to provide, including intervention services required	30490
by section 3313.608 of the Revised Code. <u>No district shall spend</u>	30491
any portion of its payment under division (C) of this section for	30492
any other purpose. Notwithstanding any provision to the contrary	30493
in Chapter 4117. of the Revised Code, no collective bargaining	30494
agreement entered into after the effective date of this amendment	30495
shall require use of the payment for any other purpose.	30496

 $\frac{(3)}{(7)}$ Except as otherwise required by division $\frac{(G)}{(K)}$ or 30497 permitted under division $\frac{(K)(0)}{(K)}$ of this section, all other 30498 remaining funds distributed under this section to districts 30499 subject to this division with a poverty index greater than or 30500 equal to 1.0 shall be utilized for the purpose of the third grade 30501 guarantee. The third grade guarantee consists of increasing the 30502 amount of instructional attention received per pupil in 30503 kindergarten through third grade, either by reducing the ratio of 30504 students to instructional personnel or by increasing the amount of 30505 instruction and curriculum-related activities by extending the 30506 length of the school day or the school year. 30507

School districts may implement a reduction of the ratio of 30508 students to instructional personnel through any or all of the 30509 following methods: 30510

(a) Reducing the number of students in a classroom taught by 30511a single teacher; 30512

(b) Employing full-time educational aides or educational 30513
paraprofessionals issued a permit or license under section 30514
3319.088 of the Revised Code; 30515

(c) Instituting a team-teaching method that will result in a 30516lower student-teacher ratio in a classroom. 30517

Districts may extend the school day either by increasing the 30518

30519 amount of time allocated for each class, increasing the number of 30520 classes provided per day, offering optional academic-related 30521 after-school programs, providing curriculum-related extra 30522 curricular activities, or establishing tutoring or remedial 30523 services for students who have demonstrated an educational need. 30524 In accordance with section 3319.089 of the Revised Code, a 30525 district extending the school day pursuant to this division may 30526 utilize a participant of the work experience program who has a 30527 child enrolled in a public school in that district and who is 30528 fulfilling the work requirements of that program by volunteering 30529 or working in that public school. If the work experience program 30530 participant is compensated, the school district may use the funds 30531 distributed under this section for all or part of the 30532 compensation.

Districts may extend the school year either through adding 30533 regular days of instruction to the school calendar or by providing 30534 summer programs. 30535

(G)(K) Each district subject to division (F) of this section 30536 shall not expend any funds received under division (E) of this 30537 section in any school buildings that are not buildings with the 30538 highest concentration of need, unless there is a ratio of 30539 instructional personnel to students of no more than fifteen to one 30540 in each kindergarten and first grade class in all buildings with 30541 the highest concentration of need. This division does not require 30542 that the funds used in buildings with the highest concentration of 30543 need be spent solely to reduce the ratio of instructional 30544 personnel to students in kindergarten and first grade. A school 30545 district may spend the funds in those buildings in any manner 30546 permitted by division (F)(3)(J)(7) of this section, but may not 30547 spend the money in other buildings unless the fifteen-to-one ratio 30548 required by this division is attained. 30549

(H)(L)(1) By the first day of August of each fiscal year, 30550

each school district wishing to receive any funds under division 30551 (D) of this section shall submit to the department of education an 30552 estimate of its all-day kindergarten percentage. Each district 30553 shall update its estimate throughout the fiscal year in the form 30554 and manner required by the department, and the department shall 30555 adjust payments under this section to reflect the updates. 30556

(2) Annually by the end of December, the department of 30557 education, utilizing data from the information system established 30558 under section 3301.0714 of the Revised Code and after consultation 30559 with the legislative office of education oversight, shall 30560 determine for each school district subject to division $\frac{(F)}{(J)}$ of 30561 this section whether in the preceding fiscal year the district's 30562 ratio of instructional personnel to students and its number of 30563 kindergarten students receiving all-day kindergarten appear 30564 reasonable, given the amounts of money the district received for 30565 that fiscal year pursuant to divisions (D) and (E) of this 30566 section. If the department is unable to verify from the data 30567 available that students are receiving reasonable amounts of 30568 instructional attention and all-day kindergarten, given the funds 30569 the district has received under this section and that class-size 30570 reduction funds are being used in school buildings with the 30571 highest concentration of need as required by division $\frac{(G)}{(K)}$ of 30572 this section, the department shall conduct a more intensive 30573 investigation to ensure that funds have been expended as required 30574 by this section. The department shall file an annual report of its 30575 findings under this division with the chairpersons of the 30576 committees in each house of the general assembly dealing with 30577 finance and education. 30578

(I) Any (M)(1) Each school district with a DPIA poverty index30579less than one 1.0 and a three-year average formula ADM exceeding30580seventeen thousand five hundred shall first utilize funds received30581under this section so that, when combined with other funds of the30582

district, sufficient funds exist to provide all-day kindergarten 30583 to at least the number of children in the district's all-day 30584 kindergarten percentage. Such a district 30585 (2) Each school district with a poverty index less than 1.0 30586 that receives a payment under division (C) of this section shall 30587 use its payment under that division in accordance with all 30588 requirements of division (J)(6) of this section. 30589 (3) Each school district with a poverty index less than 1.0 30590 that receives a payment under division (I) of this section shall 30591 use its payment under that division for one or a combination of 30592 the following purposes: 30593 (a) To hire or contract for community liaison officers, 30594 attendance or truant officers, or safety and security personnel; 30595 (b) To implement programs designed to ensure that schools are 30596 free of drugs and violence and have a disciplined environment 30597 conducive to learning; 30598 (c) To implement academic intervention services described in 30599 30600 division (J)(6) of this section. (4) Each school district to which division (M)(1), (2), or 30601 (3) of this section applies shall expend at least seventy per cent 30602 of the remaining funds received under this section, and any other 30603 district with a DPIA poverty index less than one 1.0 shall expend 30604 at least seventy per cent of all funds received under this 30605 section, for any of the following purposes: 30606 (1)(a) The purchase of technology for instructional purposes 30607 for remediation; 30608 (2)(b) All-day kindergarten; 30609 (3) (c) Reduction of class sizes in grades kindergarten 30610 through three, as described in division (J)(7) of this section; 30611

(4)(d) Summer school remediation;

of education under division (J)(4) of this section;	30614
(6)(f) Guaranteeing that all third graders are ready to	30615
progress to more advanced work;	30616
(7)(g) Summer education and work programs;	30617
<pre>(8)(h) Adolescent pregnancy programs;</pre>	30618
(9)<u>(</u>i) Head start or , preschool <u>, early childhood education,</u>	30619
or early learning programs;	30620
(10)(j) Reading improvement and remediation programs	30621
described by the department of education;	30622
(11)(k) Programs designed to ensure that schools are free of	30623
drugs and violence and have a disciplined environment conducive to	30624
learning;	30625
(12)(1) Furnishing, free of charge, materials used in courses	30626
of instruction, except for the necessary textbooks or electronic	30627
textbooks required to be furnished without charge pursuant to	30628
section 3329.06 of the Revised Code, to pupils living in families	30629
participating in Ohio works first in accordance with section	30630
3313.642 of the Revised Code;	30631
(13)<u>(m)</u> School breakfasts provided pursuant to section	30632
3313.813 of the Revised Code.	30633
Each district shall submit to the department, in such format	30634
and at such time as the department shall specify, a report on the	30635
programs for which it expended funds under this division.	30636
(J)(N) If at any time the superintendent of public	30637
instruction determines that a school district receiving funds	30638
under division (D) of this section has enrolled less than the	30639
all-day kindergarten percentage reported for that fiscal year, the	30640
superintendent shall withhold from the funds otherwise due the	30641
district under this section a proportional amount as determined by	30642

(5)(e) Dropout prevention programs approved by the department

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the difference in the certified all-day kindergarten percentage 30643 and the percentage actually enrolled in all-day kindergarten. 30644 The superintendent shall also withhold an appropriate amount 30645 of funds otherwise due a district for any other misuse of funds 30646 not in accordance with this section. 30647 (K)(0)(1) A district may use a portion of the funds 30648 calculated for it under division (D) of this section to modify or 30649 purchase classroom space to provide all-day kindergarten, if both 30650 of the following conditions are met: 30651 (a) The district certifies to the department, in a manner 30652 acceptable to the department, that it has a shortage of space for 30653 providing all-day kindergarten. 30654 (b) The district provides all-day kindergarten to the number 30655 of children in the all-day kindergarten percentage it certified 30656 under this section. 30657 (2) A district may use a portion of the funds described in 30658 division $\frac{F}{J}$ (J)(7) of this section to modify or purchase 30659 30660 classroom space to enable it to further reduce class size in grades kindergarten through two with a goal of attaining class 30661 sizes of fifteen students per licensed teacher. To do so, the 30662 district must certify its need for additional space to the 30663 department, in a manner satisfactory to the department. 30664 Sec. 3317.0216. (A) As used in this section: 30665 (1) "Total taxes charged and payable for current expenses" 30666 means the sum of the taxes charged and payable as certified under 30667

division (A)(3)(a) of section 3317.021 of the Revised Code less 30668
any amounts reported under division (A)(3)(b) of that section, and 30669
the tax distribution for the preceding year under any school 30670
district income tax levied by the district pursuant to Chapter 30671
5748. of the Revised Code to the extent the revenue from the 30672

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income tax is allocated or apportioned to current expenses. 30673

(2) "Charge-off amount" means the product obtained by
 30674
 multiplying two and three-tenths per cent <u>multipled</u> by <u>(the sum of</u>
 30675
 recognized valuation <u>and property exemption value</u>).
 30676

(3) Until fiscal year 2003, the "actual local share of 30677 special education, transportation, and vocational education 30678 funding" for any school district means the sum of the district's 30679 attributed local shares described in divisions (F)(1) to (3) of 30680 section 3317.022 of the Revised Code. Beginning in fiscal year 30681 2003, the "actual local share of special education, 30682 transportation, and vocational education funding" means that sum 30683 minus the amount of any excess cost supplement payment calculated 30684 for the district under division (F) of section 3317.022 of the 30685 Revised Code. 30686

(4) "Current expense revenues from the tangible property tax30687replacement fund" means payments received from the school district30688tangible property tax replacement fund or the general revenue fund30689under section 5751.21 of the Revised Code for fixed-rate levies30690for current expenses and for fixed-sum levies for current30691expenses, including school district emergency levies under30692sections 5705.194 to 5705.197 of the Revised Code.30693

(B) Upon receiving the certifications under section 3317.021 30694 of the Revised Code, the department of education shall determine 30695 for each city, local, and exempted village school district whether 30696 the district's charge-off amount is greater than the sum of the 30697 district's total taxes charged and payable for current expenses 30698 and current expense revenues from the tangible property tax 30699 replacement fund, and if it the charge-off amount is greater, 30700 shall pay the district the amount of the difference. A payment 30701 shall not be made to any school district for which the computation 30702 under division (A) of section 3317.022 of the Revised Code equals 30703 zero.

(C)(1) If a district's charge-off amount is equal to or 30705 greater than <u>the sum of</u> its total taxes charged and payable for 30706 current expenses <u>and current expense revenues from the tangible</u> 30707 <u>property tax replacement fund</u>, the department shall, in addition 30708 to the payment required under division (B) of this section, pay 30709 the district the amount of its actual local share of special 30710 education, transportation, and vocational education funding. 30711

(2) If a district's charge-off amount is less than the sum of 30712 its total taxes charged and payable for current expenses and 30713 current expense revenues from the tangible property tax 30714 replacement fund, the department shall pay the district any amount 30715 by which its actual local share of special education, 30716 transportation, and vocational education funding exceeds the sum 30717 of its total taxes charged and payable for current expenses and 30718 current expense revenues from the tangible property tax 30719 replacement fund minus its charge-off amount. 30720

(D) If a school district that received a payment under 30721 division (B) or (C) of this section in the prior fiscal year is 30722 ineligible for payment under those divisions in the current fiscal 30723 year, the department shall determine if the ineligibility is the 30724 result of a property tax or income tax levy approved by the 30725 district's voters to take effect in tax year 2005 or thereafter. 30726 If the department determines that is the case, and calculates that 30727 the levy causing the ineligibility exceeded by at least one mill 30728 the equivalent millage of the prior year's payment under divisions 30729 (B) and (C) of this section, the department shall make a payment 30730 to the district for the first three years that the district loses 30731 eligibility for payment under divisions (B) and (C) of this 30732 section, as follows: 30733

(1) In the first year of ineligibility, the department shall30734pay the district seventy-five per cent of the amount it last paid30735

the district under divisions (B) and (C) of this section.	30736
(2) In the second year of ineligibility, the department shall	30737
pay the district fifty per cent of the amount it last paid the	30738
district under those divisions.	30739
(3) In the third year of ineligibility, the department shall	30740
pay the district twenty-five per cent of the amount it last paid	30741
the district under those divisions.	30742
(E) A district that receives payment under division (D) of	30743
this section and subsequently qualifies for payment under division	30744
(B) or (C) of this section is ineligible for future payments under	30745
division (D) of this section.	30746
Sec. 3317.0217. The department of education shall annually	30747
compute and pay state parity aid to school districts, as follows:	30748
(A) Calculate the local wealth per pupil of each school	30749
district, which equals the following sum:	30750
(1) Two-thirds times the quotient of (a) the district's	30751
recognized valuation divided by (b) its formula ADM; plus	30752
(2) One-third times the quotient of (a) the average of the	30753
total federal adjusted gross income of the school district's	30754
residents for the three years most recently reported under section	30755
3317.021 of the Revised Code divided by (b) its formula ADM.	30756
(B) Rank all school districts in order of local wealth per	30757
pupil, from the district with the lowest local wealth per pupil to	30758
the district with the highest local wealth per pupil.	30759
(C) Compute the per pupil state parity aid funding for each	30760
school district in accordance with the following formula:	30761
Payment percentage X (threshold local wealth	30762
per pupil - the district's local	30763
wealth per pupil) X 0.0095 <u>0.0075</u>	30764

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Where:	30765
(1) "Payment percentage," for purposes of division (C) of	30766
this section, equals 20% in fiscal year 2002, 40% in fiscal year	30767
2003, 58% in fiscal year 2004, 76% in fiscal year 2005, and 100%	30768
after fiscal year 2005.	30769
(2) Nine and one-half mills (0.0095) is the general	30770
assembly's determination of the average number of effective	30771
operating mills that districts in the seventieth to ninetieth	30772
percentiles of valuations per pupil collected in fiscal year 2001	30773
above the revenues required to finance their attributed local	30774
shares of the calculated cost of an adequate education. This was	30775
determined by (a) adding the district revenues from operating	30776
property tax levies and income tax levies, (b) subtracting from	30777
that total the sum of (i) twenty-three mills times adjusted	30778
recognized valuation plus (ii) the attributed local shares of	30779
special education, transportation, and vocational education	30780
funding as described in divisions (F)(1) to (3) of section	30781
3317.022 of the Revised Code, and (c) converting the result to an	30782
effective operating property tax rate Seven and one-half mills	30783
(0.0075) is an adjustment to the original parity aid standard of	30784
nine and one-half mills, to account for the general assembly's	30785
policy decision to phase-out use of the cost-of-doing-business	30786
factor in the base cost formula.	30787
(3)(2) The "threshold local wealth per pupil" is the local	30788
wealth per pupil of the school district with the	30789
four-hundred-ninetieth lowest local wealth per pupil.	30790

If the result of the calculation for a school district under 30791 division (C) of this section is less than zero, the district's per 30792 pupil parity aid shall be zero. 30793

(D) Compute the per pupil alternative parity aid for each 30794school district that has a combination of an income factor of 1.0 30795

30796 or less, a DPIA poverty index of 1.0 or greater, and a fiscal year 30797 2005 cost-of-doing-business factor of 1.0375 or greater, in 30798 accordance with the following formula: Payment percentage X \$60,000 X 30799 (1 - income factor) X 4/15 X 0.023 30800 Where: 30801 (1) "DPIA Poverty index" has the same meaning as in section 30802 3317.029 of the Revised Code. 30803 (2) "Payment percentage," for purposes of division (D) of 30804 this section, equals 50% in fiscal year 2002 and 100% after fiscal 30805 year 2002. 30806 (E) Pay each district that has a combination of an income 30807 factor of 1.0 or less, a DPIA poverty index of 1.0 or greater, and 30808 a fiscal year 2005 cost-of-doing-business factor of 1.0375 or 30809 greater, the greater of the following: 30810 (1) The product of the district's per pupil parity aid 30811 calculated under division (C) of this section times its net 30812 formula ADM; 30813 (2) The product of its per pupil alternative parity aid 30814 calculated under division (D) of this section times its net 30815 formula ADM. 30816 (F) Pay every other district the product of its per pupil 30817 parity aid calculated under division (C) of this section times its 30818 net formula ADM. 30819 (G) As used in divisions (E) and (F) of this section, "net 30820 formula ADM" means formula ADM minus the number of internet- and 30821 computer-based community school students and scholarship students 30822 reported under divisions (B)(3)(e) and (f) of section 3317.03 of 30823 the Revised Code. 30824

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sec. 3317.03. Notwithstanding divisions (A)(1), (B)(1), and 30825
(C) of this section, any student enrolled in kindergarten more 30826
than half time shall be reported as one-half student under this 30827
section. 30828

(A) The superintendent of each city and exempted village 30829 school district and of each educational service center shall, for 30830 the schools under the superintendent's supervision, certify to the 30831 state board of education on or before the fifteenth day of October 30832 in each year for the first full school week in October the formula 30833 ADM, which. Beginning in fiscal year 2006, each superintendent 30834 also shall certify to the state board, for the schools under the 30835 superintendent's supervision, the formula ADM for the third full 30836 week in February. If a school under the superintendent's 30837 supervision is closed for one or more days during that week due to 30838 hazardous weather conditions or other circumstances described in 30839 the first paragraph of division (B) of section 3317.01 of the 30840 Revised Code, the superintendent may apply to the superintendent 30841 of public instruction for a waiver, under which the superintendent 30842 of public instruction may exempt the district superintendent from 30843 certifying the formula ADM for that school for that week and 30844 specify an alternate week for certifying the formula ADM of that 30845 school. 30846

The formula ADM shall consist of the average daily membership 30847 during such week of the sum of the following: 30848

(1) On an FTE basis, the number of students in grades 30849
kindergarten through twelve receiving any educational services 30850
from the district, except that the following categories of 30851
students shall not be included in the determination: 30852

(a) Students enrolled in adult education classes; 30853

(b) Adjacent or other district students enrolled in the30854district under an open enrollment policy pursuant to section30855

3313.98 of the Revised Code;

(c) Students receiving services in the district pursuant to a 30857
 compact, cooperative education agreement, or a contract, but who 30858
 are entitled to attend school in another district pursuant to 30859
 section 3313.64 or 3313.65 of the Revised Code; 30860

(d) Students for whom tuition is payable pursuant to sections 308613317.081 and 3323.141 of the Revised Code. 30862

(2) On an FTE basis, the number of students entitled to 30863
attend school in the district pursuant to section 3313.64 or 30864
3313.65 of the Revised Code, but receiving educational services in 30865
grades kindergarten through twelve from one or more of the 30866
following entities: 30867

(a) A community school pursuant to Chapter 3314. of the 30868
Revised Code, including any participation in a college pursuant to 30869
Chapter 3365. of the Revised Code while enrolled in such community 30870
school; 30871

(b) An alternative school pursuant to sections 3313.974 to 30872
3313.979 of the Revised Code as described in division (I)(2)(a) or 30873
(b) of this section; 30874

(c) A college pursuant to Chapter 3365. of the Revised Code, 30875 except when the student is enrolled in the college while also 30876 enrolled in a community school pursuant to Chapter 3314. of the 30877 Revised Code; 30878

(d) An adjacent or other school district under an open 30879
 enrollment policy adopted pursuant to section 3313.98 of the 30880
 Revised Code; 30881

(e) An educational service center or cooperative education 30882district; 30883

(f) Another school district under a cooperative education 30884 agreement, compact, or contract<u>;</u> 30885

(g) A chartered nonpublic school with a scholarship paid	30886
under section 3310.08 of the Revised Code.	30887

(3) Twenty per cent of the number of students enrolled in a 30888 joint vocational school district or under a vocational education 30889 compact, excluding any students entitled to attend school in the 30890 district under section 3313.64 or 3313.65 of the Revised Code who 30891 are enrolled in another school district through an open enrollment 30892 policy as reported under division (A)(2)(d) of this section and 30893 then enroll in a joint vocational school district or under a 30894 vocational education compact; 30895

(4) The number of handicapped children, other than
handicapped preschool children, entitled to attend school in the
district pursuant to section 3313.64 or 3313.65 of the Revised
Code who are placed with a county MR/DD board, minus the number of
such children placed with a county MR/DD board in fiscal year
1998. If this calculation produces a negative number, the number
30901
reported under division (A)(4) of this section shall be zero.

(5) In the case of the report submitted for the third full30903week in February, or the alternative week if specified by the30904superintendent of public instruction, the number of students30905reported under division (A)(1) or (2) of this section for the30906first full week of the preceding October but who since that week30907have received high school diplomas.30908

(B) To enable the department of education to obtain the data 30909
needed to complete the calculation of payments pursuant to this 30910
chapter, in addition to the formula ADM, each superintendent shall 30911
report separately the following student counts <u>for the same week</u> 30912
<u>for which formula ADM is certified</u>: 30913

(1) The total average daily membership in regular day classes 30914
 included in the report under division (A)(1) or (2) of this 30915
 section for kindergarten, and each of grades one through twelve in 30916

schools under the superintendent's supervision;	30917
(2) The number of all handicapped preschool children enrolled	30918
as of the first day of December in classes in the district that	30919
are eligible for approval under division (B) of section 3317.05 of	30920
the Revised Code and the number of those classes, which shall be	30921
reported not later than the fifteenth day of December, in	30922
accordance with rules adopted under that section;	30923
(3) The number of children entitled to attend school in the	30924
district pursuant to section 3313.64 or 3313.65 of the Revised	30925
Code who are participating :	30926
(a) Participating in a pilot project scholarship program	30927
established under sections 3313.974 to 3313.979 of the Revised	30928
Code as described in division $(I)(2)(a)$ or (b) of this section,	30929
are enrolled;	30930
(b) Enrolled in a college under Chapter 3365. of the Revised	30931
Code, except when the student is enrolled in the college while	30932
also enrolled in a community school pursuant to Chapter 3314. of	30933
the Revised Code , are enrolled ;	30934
(c) Enrolled in an adjacent or other school district under	30935
section 3313.98 of the Revised Code , are enrolled ;	30936
(d) Enrolled in a community school established under Chapter	30937
3314. of the Revised Code that is not an internet- or	30938
computer-based community school as defined in section 3314.02 of	30939
the Revised Code, including any participation in a college	30940
pursuant to Chapter 3365. of the Revised Code while enrolled in	30941
such community school, or are participating;	30942
(e) Enrolled in an internet- or computer-based community	30943
school, as defined in section 3314.02 of the Revised Code,	30944
including any participation in a college pursuant to Chapter 3365.	30945
of the Revised Code while enrolled in the school;	30946

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(f) Enrolled in a chartered nonpublic school with a	30947
scholarship paid under section 3310.08 of the Revised Code;	30948
(g) Participating in a program operated by a county MR/DD	30949
board or a state institution;	30950
(4) The number of pupils enrolled in joint vocational	30951
schools;	30952
(5) The average daily membership of handicapped children	30953
reported under division (A)(1) or (2) of this section receiving	30954
special education services for the category one handicap described	30955
in division (A) of section 3317.013 of the Revised Code;	30956
(6) The average daily membership of handicapped children	30957
reported under division $(A)(1)$ or (2) of this section receiving	30958
special education services for category two handicaps described in	30959
division (B) of section 3317.013 of the Revised Code;	30960
(7) The average daily membership of handicapped children	30961
reported under division (A)(1) or (2) of this section receiving	30962
special education services for category three handicaps described	30963
in division (C) of section 3317.013 of the Revised Code;	30964
(8) The average daily membership of handicapped children	30965
reported under division (A)(1) or (2) of this section receiving	30966
special education services for category four handicaps described	30967
in division (D) of section 3317.013 of the Revised Code;	30968
(9) The average daily membership of handicapped children	30969
reported under division (A)(1) or (2) of this section receiving	30970
special education services for the category five handicap	30971
described in division (E) of section 3317.013 of the Revised Code;	30972
(10) The average daily membership of handicapped children	30973
reported under division (A)(1) or (2) of this section receiving	30974
special education services for category six handicaps described in	30975
division (F) of section 3317.013 of the Revised Code;	30976

(11) The average daily membership of pupils reported under	30977
division (A)(1) or (2) of this section enrolled in category one	30978
vocational education programs or classes, described in division	30979
(A) of section 3317.014 of the Revised Code, operated by the	30980
school district or by another district, other than a joint	30981
vocational school district, or by an educational service center $_$	30982
excluding any student reported under division (B)(3)(e) of this	30983
section as enrolled in an internet- or computer-based community	30984
school, notwithstanding division (C) of section 3317.02 of the	30985
Revised Code and division (C)(3) of this section;	30986

(12) The average daily membership of pupils reported under 30987 division (A)(1) or (2) of this section enrolled in category two 30988 vocational education programs or services, described in division 30989 (B) of section 3317.014 of the Revised Code, operated by the 30990 school district or another school district, other than a joint 30991 vocational school district, or by an educational service center_ 30992 excluding any student reported under division (B)(3)(e) of this 30993 section as enrolled in an internet- or computer-based community 30994 school, notwithstanding division (C) of section 3317.02 of the 30995 Revised Code and division (C)(3) of this section; 30996

(13) The average number of children transported by the school 30997 district on board-owned or contractor-owned and -operated buses, 30998 reported in accordance with rules adopted by the department of 30999 education; 31000

(14)(a) The number of children, other than handicapped 31001 preschool children, the district placed with a county MR/DD board 31002 in fiscal year 1998; 31003

(b) The number of handicapped children, other than 31004 handicapped preschool children, placed with a county MR/DD board 31005 in the current fiscal year to receive special education services 31006 for the category one handicap described in division (A) of section 31007

3317.013 of the Revised Code; (c) The number of handicapped children, other than 31009 handicapped preschool children, placed with a county MR/DD board 31010 in the current fiscal year to receive special education services 31011 for category two handicaps described in division (B) of section 31012 3317.013 of the Revised Code; 31013 31014 (d) The number of handicapped children, other than handicapped preschool children, placed with a county MR/DD board 31015 in the current fiscal year to receive special education services 31016 for category three handicaps described in division (C) of section 31017 3317.013 of the Revised Code; 31018 (e) The number of handicapped children, other than 31019 handicapped preschool children, placed with a county MR/DD board 31020 in the current fiscal year to receive special education services 31021 for category four handicaps described in division (D) of section 31022 3317.013 of the Revised Code; 31023 (f) The number of handicapped children, other than 31024 handicapped preschool children, placed with a county MR/DD board 31025 in the current fiscal year to receive special education services 31026 for the category five handicap described in division (E) of 31027 section 3317.013 of the Revised Code; 31028

(g) The number of handicapped children, other than 31029 handicapped preschool children, placed with a county MR/DD board 31030 in the current fiscal year to receive special education services 31031 for category six handicaps described in division (F) of section 31032 3317.013 of the Revised Code. 31033

(C)(1) Except as otherwise provided in this section for 31034
kindergarten students, the average daily membership in divisions 31035
(B)(1) to (12) of this section shall be based upon the number of 31036
full-time equivalent students. The state board of education shall 31037
adopt rules defining full-time equivalent students and for 31038

determining the average daily membership therefrom for the31039purposes of divisions (A), (B), and (D) of this section.31040

(2) A student enrolled in a community school established 31041 under Chapter 3314. of the Revised Code shall be counted in the 31042 formula ADM and, if applicable, the category one, two, three, 31043 four, five, or six special education ADM of the school district in 31044 which the student is entitled to attend school under section 31045 3313.64 or 3313.65 of the Revised Code for the same proportion of 31046 the school year that the student is counted in the enrollment of 31047 the community school for purposes of section 3314.08 of the 31048 Revised Code. 31049

(3) No child shall be counted as more than a total of one 31050
child in the sum of the average daily memberships of a school 31051
district under division (A), divisions (B)(1) to (12), or division 31052
(D) of this section, except as follows: 31053

(a) A child with a handicap described in section 3317.013 of 31054 the Revised Code may be counted both in formula ADM and in 31055 category one, two, three, four, five, or six special education ADM 31056 and, if applicable, in category one or two vocational education 31057 ADM. As provided in division (C) of section 3317.02 of the Revised 31058 Code, such a child shall be counted in category one, two, three, 31059 four, five, or six special education ADM in the same proportion 31060 that the child is counted in formula ADM. 31061

(b) A child enrolled in vocational education programs or 31062 classes described in section 3317.014 of the Revised Code may be 31063 counted both in formula ADM and category one or two vocational 31064 education ADM and, if applicable, in category one, two, three, 31065 four, five, or six special education ADM. Such a child shall be 31066 counted in category one or two vocational education ADM in the 31067 same proportion as the percentage of time that the child spends in 31068 31069 the vocational education programs or classes.

(4) Based on the information reported under this section, the 31070
department of education shall determine the total student count, 31071
as defined in section 3301.011 of the Revised Code, for each 31072
school district. 31073

(D)(1) The superintendent of each joint vocational school 31074 district shall certify to the superintendent of public instruction 31075 on or before the fifteenth day of October in each year for the 31076 first full school week in October the formula ADM, which. 31077 <u>Beginning in fiscal year 2006, each superintendent also shall</u> 31078 certify to the state superintendent the formula ADM for the third 31079 full week in February. If a school operated by the joint 31080 vocational school district is closed for one or more days during 31081 that week due to hazardous weather conditions or other 31082 circumstances described in the first paragraph of division (B) of 31083 section 3317.01 of the Revised Code, the superintendent may apply 31084 to the superintendent of public instruction for a waiver, under 31085 which the superintendent of public instruction may exempt the 31086 district superintendent from certifying the formula ADM for that 31087 school for that week and specify an alternate week for certifying 31088 the formula ADM of that school. 31089

The formula ADM, except as otherwise provided in this 31090 division, shall consist of the average daily membership during 31091 such week, on an FTE basis, of the number of students receiving 31092 any educational services from the district, including students 31093 enrolled in a community school established under Chapter 3314. of 31094 the Revised Code who are attending the joint vocational district 31095 under an agreement between the district board of education and the 31096 governing authority of the community school and are entitled to 31097 attend school in a city, local, or exempted village school 31098 district whose territory is part of the territory of the joint 31099 vocational district. In the case of the report submitted for the 31100 third week in February, or the alternative week if specified by 31101

the superintendent of public instruction, the superintendent of	31102
the joint vocational school district may include the number of	31103
students reported under division (D)(1) of this section for the	31104
first full week of the preceding October but who since that week	31105
have received high school diplomas.	31106
The following categories of students shall not be included in	31107
the determination made under division (D)(1) of this section:	31108
(a) Students enrolled in adult education classes;	31109
(b) Adjacent or other district joint vocational students	31110
enrolled in the district under an open enrollment policy pursuant	31111
to section 3313.98 of the Revised Code;	31112
(c) Students receiving services in the district pursuant to a	31113
compact, cooperative education agreement, or a contract, but who	31114
are entitled to attend school in a city, local, or exempted	31115
village school district whose territory is not part of the	31116
territory of the joint vocational district;	31117
(d) Students for whom tuition is payable pursuant to sections	31118
3317.081 and 3323.141 of the Revised Code.	31119
(2) To enable the department of education to obtain the data	31120
needed to complete the calculation of payments pursuant to this	31121
chapter, in addition to the formula ADM, each superintendent shall	31122
report separately the average daily membership included in the	31123
report under division (D)(1) of this section for each of the	31124
following categories of students for the same week for which	31125
formula ADM is certified:	31126
(a) Students enrolled in each grade included in the joint	31127
	21100

vocational district schools; 31128
 (b) Handicapped children receiving special education services 31129
for the category one handicap described in division (A) of section 31130

3317.013 of the Revised Code;

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(c) Handicapped children receiving special education services 31132 for the category two handicaps described in division (B) of 31133 section 3317.013 of the Revised Code; 31134 (d) Handicapped children receiving special education services 31135 for category three handicaps described in division (C) of section 31136 3317.013 of the Revised Code; 31137 (e) Handicapped children receiving special education services 31138 for category four handicaps described in division (D) of section 31139 3317.013 of the Revised Code; 31140 (f) Handicapped children receiving special education services 31141 for the category five handicap described in division (E) of 31142 section 3317.013 of the Revised Code; 31143 (g) Handicapped children receiving special education services 31144 for category six handicaps described in division (F) of section 31145 3317.013 of the Revised Code; 31146 (h) Students receiving category one vocational education 31147 services, described in division (A) of section 3317.014 of the 31148 Revised Code; 31149 (i) Students receiving category two vocational education 31150 services, described in division (B) of section 3317.014 of the 31151 Revised Code. 31152 The superintendent of each joint vocational school district 31153 shall also indicate the city, local, or exempted village school 31154 district in which each joint vocational district pupil is entitled 31155 to attend school pursuant to section 3313.64 or 3313.65 of the 31156 Revised Code. 31157 (E) In each school of each city, local, exempted village, 31158 joint vocational, and cooperative education school district there 31159 shall be maintained a record of school membership, which record 31160

shall accurately show, for each day the school is in session, the

31162 actual membership enrolled in regular day classes. For the purpose 31163 of determining average daily membership, the membership figure of 31164 any school shall not include any pupils except those pupils 31165 described by division (A) of this section. The record of 31166 membership for each school shall be maintained in such manner that 31167 no pupil shall be counted as in membership prior to the actual 31168 date of entry in the school and also in such manner that where for 31169 any cause a pupil permanently withdraws from the school that pupil 31170 shall not be counted as in membership from and after the date of 31171 such withdrawal. There shall not be included in the membership of 31172 any school any of the following:

(1) Any pupil who has graduated from the twelfth grade of a 31173public high school; 31174

(2) Any pupil who is not a resident of the state; 31175

(3) Any pupil who was enrolled in the schools of the district 31176 during the previous school year when tests were administered under 31177 section 3301.0711 of the Revised Code but did not take one or more 31178 of the tests required by that section and was not excused pursuant 31179 to division (C)(1) or (3) of that section; 31180

(4) Any pupil who has attained the age of twenty-two years, 31181 except for veterans of the armed services whose attendance was 31182 interrupted before completing the recognized twelve-year course of 31183 the public schools by reason of induction or enlistment in the 31184 armed forces and who apply for reenrollment in the public school 31185 system of their residence not later than four years after 31186 termination of war or their honorable discharge. 31187

If, however, any veteran described by division (E)(4) of this 31188 section elects to enroll in special courses organized for veterans 31189 for whom tuition is paid under the provisions of federal laws, or 31190 otherwise, that veteran shall not be included in average daily 31191 membership. 31192

Notwithstanding division (E)(3) of this section, the 31193 membership of any school may include a pupil who did not take a 31194 test required by section 3301.0711 of the Revised Code if the 31195 superintendent of public instruction grants a waiver from the 31196 requirement to take the test to the specific pupil. The 31197 superintendent may grant such a waiver only for good cause in 31198 accordance with rules adopted by the state board of education. 31199

Except as provided in divisions (B)(2) and (F) of this 31200 section, the average daily membership figure of any local, city, 31201 exempted village, or joint vocational school district shall be 31202 determined by dividing the figure representing the sum of the 31203 number of pupils enrolled during each day the school of attendance 31204 is actually open for instruction during the first full school week 31205 in October for which the formula ADM is being certified by the 31206 total number of days the school was actually open for instruction 31207 during that week. For purposes of state funding, "enrolled" 31208 persons are only those pupils who are attending school, those who 31209 have attended school during the current school year and are absent 31210 for authorized reasons, and those handicapped children currently 31211 receiving home instruction. 31212

The average daily membership figure of any cooperative31213education school district shall be determined in accordance with31214rules adopted by the state board of education.31215

(F)(1) If the formula ADM for the first full school week in 31216 February is at least three per cent greater than that certified 31217 for the first full school week in the preceding October, the 31218 superintendent of schools of any city, exempted village, or joint 31219 vocational school district or educational service center shall 31220 certify such increase to the superintendent of public instruction. 31221 Such certification shall be submitted no later than the fifteenth 31222 day of February. For the balance of the fiscal year, beginning 31223 with the February payments, the superintendent of public 31224

instruction shall use the increased formula ADM in calculating or
recalculating the amounts to be allocated in accordance with
section 3317.022 or 3317.16 of the Revised Code. In no event shall
the superintendent use an increased membership certified to the
superintendent after the fifteenth day of February. Division
(F)(1) of this section does not apply after fiscal year 2005.
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(2) If on the first school day of April the total number of 31231 classes or units for handicapped preschool children that are 31232 eligible for approval under division (B) of section 3317.05 of the 31233 Revised Code exceeds the number of units that have been approved 31234 for the year under that division, the superintendent of schools of 31235 any city, exempted village, or cooperative education school 31236 district or educational service center shall make the 31237 certifications required by this section for that day. If the 31238 department determines additional units can be approved for the 31239 fiscal year within any limitations set forth in the acts 31240 appropriating moneys for the funding of such units, the department 31241 shall approve additional units for the fiscal year on the basis of 31242 such average daily membership. For each unit so approved, the 31243 department shall pay an amount computed in the manner prescribed 31244 in section 3317.052 or 3317.19 and section 3317.053 of the Revised 31245 Code. 31246

(3) If a student attending a community school under Chapter 31247 3314. of the Revised Code is not included in the formula ADM 31248 certified for the first full school week of October for the school 31249 district in which the student is entitled to attend school under 31250 section 3313.64 or 3313.65 of the Revised Code, the department of 31251 education shall adjust the formula ADM of that school district to 31252 include the community school student in accordance with division 31253 (C)(2) of this section, and shall recalculate the school 31254 district's payments under this chapter for the entire fiscal year 31255 on the basis of that adjusted formula ADM. This requirement 31256

in division (E) of this section, in the community school during 31258 the first full school week in October. 31259 (G)(1)(a) The superintendent of an institution operating a 31260 special education program pursuant to section 3323.091 of the 31261 Revised Code shall, for the programs under such superintendent's 31262 31263 supervision, certify to the state board of education the, in the manner prescribed by the superintendent of public instruction, 31264 both of the following: 31265 (i) The average daily membership of all handicapped children 31266 other than handicapped preschool children receiving services at 31267 the institution for each category of handicap described in 31268 divisions (A) to (F) of section 3317.013 of the Revised Code; 31269 (ii) The average daily membership of all handicapped 31270 preschool children in classes or programs approved annually by the 31271 department of education, in the manner prescribed by the 31272

superintendent of public instructionfor unit funding under31273section 3317.05 of the Revised Code.31274

(b) The superintendent of an institution with vocational 31275 education units approved under division (A) of section 3317.05 of 31276 the Revised Code shall, for the units under the superintendent's 31277 supervision, certify to the state board of education the average 31278 daily membership in those units, in the manner prescribed by the 31279 superintendent of public instruction. 31280

(2) The superintendent of each county MR/DD board that
maintains special education classes under section 3317.20 of the
Revised Code or units approved pursuant to section 3317.05 of the
Revised Code shall do both of the following:
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(a) Certify to the state board, in the manner prescribed by 31285
the board, the average daily membership in classes under section 31286
3317.20 of the Revised Code for each school district that has 31287

placed children in the classes;

(b) Certify to the state board, in the manner prescribed by 31289
the board, the number of all handicapped preschool children 31290
enrolled as of the first day of December in classes eligible for 31291
approval under division (B) of section 3317.05 of the Revised 31292
Code, and the number of those classes. 31293

(3)(a) If on the first school day of April the number of 31294 classes or units maintained for handicapped preschool children by 31295 the county MR/DD board that are eligible for approval under 31296 division (B) of section 3317.05 of the Revised Code is greater 31297 than the number of units approved for the year under that 31298 division, the superintendent shall make the certification required 31299 by this section for that day. 31300

(b) If the department determines that additional classes or 31301 units can be approved for the fiscal year within any limitations 31302 set forth in the acts appropriating moneys for the funding of the 31303 classes and units described in division (G)(3)(a) of this section, 31304 the department shall approve and fund additional units for the 31305 fiscal year on the basis of such average daily membership. For 31306 each unit so approved, the department shall pay an amount computed 31307 in the manner prescribed in sections 3317.052 and 3317.053 of the 31308 Revised Code. 31309

(H) Except as provided in division (I) of this section, when 31310 any city, local, or exempted village school district provides 31311 instruction for a nonresident pupil whose attendance is 31312 unauthorized attendance as defined in section 3327.06 of the 31313 Revised Code, that pupil's membership shall not be included in 31314 that district's membership figure used in the calculation of that 31315 district's formula ADM or included in the determination of any 31316 unit approved for the district under section 3317.05 of the 31317 Revised Code. The reporting official shall report separately the 31318

average daily membership of all pupils whose attendance in the31319district is unauthorized attendance, and the membership of each31320such pupil shall be credited to the school district in which the31321pupil is entitled to attend school under division (B) of section313223313.64 or section 3313.65 of the Revised Code as determined by31324

the department of education.

(I)(1) A city, local, exempted village, or joint vocational 31325
school district admitting a scholarship student of a pilot project 31326
district pursuant to division (C) of section 3313.976 of the 31327
Revised Code may count such student in its average daily 31328
membership. 31329

(2) In any year for which funds are appropriated for pilot 31330
project scholarship programs, a school district implementing a 31331
state-sponsored pilot project scholarship program that year 31332
pursuant to sections 3313.974 to 3313.979 of the Revised Code may 31333
count in average daily membership: 31334

(a) All children residing in the district and utilizing a 31335
scholarship to attend kindergarten in any alternative school, as 31336
defined in section 3313.974 of the Revised Code; 31337

(b) All children who were enrolled in the district in the 31338preceding year who are utilizing a scholarship to attend any such 31339alternative school. 31340

(J) The superintendent of each cooperative education school 31341 district shall certify to the superintendent of public 31342 instruction, in a manner prescribed by the state board of 31343 education, the applicable average daily memberships for all 31344 students in the cooperative education district, also indicating 31345 the city, local, or exempted village district where each pupil is 31346 entitled to attend school under section 3313.64 or 3313.65 of the 31347 Revised Code. 31348

Sec. 3317.031. A membership record shall be kept by grade 31349 level in each city, local, exempted village, joint vocational, and 31350 cooperative education school district and such a record shall be 31351 kept by grade level in each educational service center that 31352 provides academic instruction to pupils, classes for handicapped 31353 pupils, or any other direct instructional services to pupils. Such 31354 membership record shall show the following information for each 31355 pupil enrolled: Name, date of birth, name of parent, date entered 31356 school, date withdrawn from school, days present, days absent, and 31357 the number of days school was open for instruction while the pupil 31358 was enrolled. At the end of the school year this membership record 31359 shall show the total days present, the total days absent, and the 31360 total days due for all pupils in each grade. Such membership 31361 record shall show the pupils that are transported to and from 31362 school and it shall also show the pupils that are transported 31363 living within one mile of the school attended. This membership 31364 record shall also show any other information prescribed by the 31365 state board of education. 31366

This membership record shall be kept intact for at least five 31367 years and shall be made available to the state board of education 31368 or its representative in making an audit of the average daily 31369 membership or the transportation of the district or educational 31370 service center. The membership records of local school districts 31371 shall be filed at the close of each school year in the office of 31372 the educational service center superintendent. 31373

The state board of education may withhold any money due any 31374 school district or educational service center under sections 31375 3317.022 to 3317.0212 3317.0211, 3317.11, 3317.16, 3317.17, or 31376 3317.19 of the Revised Code until it has satisfactory evidence 31377 that the board of education or educational service center 31378 governing board has fully complied with all of the provisions of 31379

31380

this section.

Nothing in this section shall require any person to release,31381or to permit access to, public school records in violation of31382section 3319.321 of the Revised Code.31383

Sec. 3317.035. The auditor of state may conduct annual audits31384of the information certified under section 3317.03 of the Revised31385Code by a number of school districts determined by the auditor of31386state and selected at random.31387

Sec. 3317.05. (A) For the purpose of calculating payments 31388 under sections 3317.052 and 3317.053 of the Revised Code, the 31389 department of education shall determine for each institution, by 31390 the last day of January of each year and based on information 31391 certified under section 3317.03 of the Revised Code, the number of 31392 vocational education units or fractions of units approved by the 31393 department on the basis of standards and rules adopted by the 31394 state board of education. As used in this division, "institution" 31395 means an institution operated by a department specified in section 31396 3323.091 of the Revised Code and that provides vocational 31397 education programs under the supervision of the division of 31398 vocational education of the department that meet the standards and 31399 rules for these programs, including licensure of professional 31400 staff involved in the programs, as established by the state board. 31401

(B) For the purpose of calculating payments under sections 31402 3317.052, 3317.053, 3317.11, and 3317.19 of the Revised Code, the 31403 department shall determine, based on information certified under 31404 section 3317.03 of the Revised Code, the following by the last day 31405 of January of each year for each educational service center, for 31406 each school district, including each cooperative education school 31407 district, for each institution eligible for payment under section 31408 3323.091 of the Revised Code, and for each county MR/DD board: the 31409

31410 number of classes operated by the school district, service center, 31411 institution, or county MR/DD board for handicapped preschool 31412 children, or fraction thereof, including in the case of a district 31413 or service center that is a funding agent, classes taught by a 31414 licensed teacher employed by that district or service center under 31415 section 3313.841 of the Revised Code, approved annually by the 31416 department on the basis of standards and rules adopted by the 31417 state board.

(C) For the purpose of calculating payments under sections 31418 3317.052, 3317.053, 3317.11, and 3317.19 of the Revised Code, the 31419 department shall determine, based on information certified under 31420 section 3317.03 of the Revised Code, the following by the last day 31421 of January of each year for each school district, including each 31422 cooperative education school district, for each institution 31423 eligible for payment under section 3323.091 of the Revised Code, 31424 and for each county MR/DD board: the number of preschool 31425 handicapped related services units for child study, occupational, 31426 physical, or speech and hearing therapy, special education 31427 supervisors, and special education coordinators related services, 31428 as defined in section 3323.01 of the Revised Code, approved 31429 annually by the department on the basis of standards and rules 31430 adopted by the state board. 31431

(D) For the purpose of calculating payments under sections
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3317.052 and 3317.053 of the Revised Code, the department shall
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determine, based on information certified under section 3317.03 of
31434
the Revised Code, the following by the last day of January of each
31435
year for each institution eligible for payment under section
31436
3323.091 of the Revised Code:

(1) The number of classes operated by an institution for 31438 handicapped children other than handicapped preschool children, or 31439 fraction thereof, approved annually by the department on the basis 31440 of standards and rules adopted by the state board; 31441

(2) The number of related services units for children other	31442
than handicapped preschool children for child study, occupational,	31443
physical, or speech and hearing therapy, special education	31444
supervisors, and special education coordinators approved annually	31445
by the department on the basis of standards and rules adopted by	31446

the state board.

(E) All of the arithmetical calculations made under this
 section shall be carried to the second decimal place. The total
 al449
 number of units for school districts, service centers, and
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 institutions approved annually under this section shall not exceed
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 the number of units included in the estimate of cost for these
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 units and appropriations made for them by the general assembly.

In the case of units described in division (D)(1) of this 31454 section operated by institutions eligible for payment under 31455 section 3323.091 of the Revised Code, the department shall approve 31456 only units for persons who are under age twenty two on the first 31457 day of the academic year, but not less than six years of age on 31458 the thirtieth day of September of that year, except that such a 31459 unit may include one or more children who are under six years of 31460 age on the thirtieth day of September if such children have been 31461 admitted to the unit pursuant to rules of the state board. In the 31462 case of handicapped preschool units described in division (B) of 31463 this section, the department shall approve only preschool units 31464 for children who are under age six on the thirtieth day of 31465 September of the academic year, or on the first day of August of 31466 the academic year if the school district in which the child is 31467 enrolled has adopted a resolution under division (A)(3) of section 31468 <u>3321.01 of the Revised Code</u>, but not less than age three on the 31469 first day of December of the academic year, except that such a 31470 unit may include one or more children who are under age three or 31471 are age six or over on the first day of December applicable date, 31472 as reported under division (B)(2) or (G)(2)(b) of section 3317.03 31473

of the Revised Code, if such children have been admitted to the 31474 unit pursuant to rules of the state board. The number of units for 31475 county MR/DD boards and institutions eligible for payment under 31476 section 3323.091 of the Revised Code approved under this section 31477 shall not exceed the number that can be funded with appropriations 31478 made for such purposes by the general assembly. 31479

No unit shall be approved under divisions (B) to (D) and (C) 31480 of this section unless a plan has been submitted and approved 31481 under Chapter 3323. of the Revised Code. 31482

(F)(E)The department shall approve units or fractions31483thereof for gifted children on the basis of standards and rules31484adopted by the state board.31485

sec. 3317.052. As used in this section, "institution" means 31486
an institution operated by a department specified in <u>division (A)</u> 31487
of section 3323.091 of the Revised Code. 31488

(A)(1) The department of education shall pay each school 31489 district, educational service center, institution eligible for 31490 payment under section 3323.091 of the Revised Code, or county 31491 MR/DD board an amount for the total of all classroom units for 31492 handicapped preschool children approved under division (B) of 31493 section 3317.05 of the Revised Code. For each unit, the amount 31494 shall be the sum of the minimum salary for the teacher of the 31495 unit, calculated on the basis of the teacher's training level and 31496 years of experience pursuant to the salary schedule prescribed in 31497 the version of section 3317.13 of the Revised Code in effect prior 31498 to the effective date of this amendment July 1, 2001, plus fifteen 31499 per cent of that minimum salary amount, and eight thousand 31500 twenty-three dollars. 31501

(2) The department shall pay each school district,
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 educational service center, institution eligible for payment under
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 section 3323.091 of the Revised Code, or county MR/DD board an
 also4

31505 amount for the total of all related services units for handicapped 31506 preschool children approved under division (C) of section 3317.05 31507 of the Revised Code. For each such unit, the amount shall be the 31508 sum of the minimum salary for the teacher of the unit calculated 31509 on the basis of the teacher's training level and years of 31510 experience pursuant to the salary schedule prescribed in the 31511 version of section 3317.13 of the Revised Code in effect prior to 31512 the effective date of this amendment July 1, 2001, fifteen per 31513 cent of that minimum salary amount, and two thousand one hundred 31514 thirty-two dollars.

(B) If a school district, educational service center, or 31515 county MR/DD board has had additional handicapped preschool units 31516 approved for the year under division (F)(2) or (G)(3) of section 31517 3317.03 of the Revised Code, the district, educational service 31518 center, or board shall receive an additional amount during the 31519 last half of the fiscal year. For each district, center, or board, 31520 the additional amount for each unit shall equal fifty per cent of 31521 the amounts computed for the unit in the manner prescribed by 31522 division (A) of this section and division (C) of section 3317.053 31523 of the Revised Code. 31524

(C)(1) The department shall pay each institution eligible for 31525 payment under section 3323.091 of the Revised Code or county MR/DD 31526 board an amount for the total of all special education units 31527 approved under division (D)(1) of section 3317.05 of the Revised 31528 Code. The amount for each unit shall be the sum of the minimum 31529 salary for the teacher of the unit, calculated on the basis of the 31530 teacher's training level and years of experience pursuant to the 31531 salary schedule prescribed in the version of section 3317.13 of 31532 the Revised Code in effect prior to the effective date of this 31533 amendment, plus fifteen per cent of that minimum salary amount, 31534 and eight thousand twenty-three dollars. 31535

(2) The department shall pay each institution eligible for 31536

payment under section 3323.091 of the Revised Code an amount for	31537
the total of all related services units approved under division	31538
(D)(2) of section 3317.05 of the Revised Code. The amount for each	31539
unit shall be the sum of the minimum salary for the teacher of the	31540
unit, calculated on the basis of the teacher's training level and	31541
years of experience pursuant to the salary schedule prescribed in	31542
the version of section 3317.13 of the Revised Code in effect prior	31543
to the effective date of this amendment, plus fifteen per cent of	31544
that minimum salary amount, and two thousand one hundred	31545
thirty two dollars.	31546

(D) The department shall pay each institution approved for 31547 vocational education units under division (A) of section 3317.05 31548 of the Revised Code an amount for the total of all the units 31549 approved under that division. The amount for each unit shall be 31550 the sum of the minimum salary for the teacher of the unit, 31551 calculated on the basis of the teacher's training level and years 31552 of experience pursuant to the salary schedule prescribed in the 31553 version of section 3317.13 of the Revised Code in effect prior to 31554 the effective date of this amendment July 1, 2001, plus fifteen 31555 per cent of that minimum salary amount, and nine thousand five 31556 hundred ten dollars. Each institution that receives units funds 31557 under this division annually shall report to the department on the 31558 delivery of services and the performance of students and any other 31559 information required by the department to evaluate the 31560 institution's vocational education program. 31561

Sec. 3317.053. (A) As used in this section: 31562

(1) "State share percentage" has the same meaning as in31563section 3317.022 of the Revised Code.31564

(2) "Dollar amount" means the amount shown in the following 31565table for the corresponding type of unit: 31566

TYPE OF UNIT DOLLAR AMOUNT 31567

Division (B) of section 3317.05		31568
of the Revised Code	\$8,334	31569
Division (C) of that section	\$3,234	31570
Division $(F)(E)$ of that section	\$5,550	31571
(3) "Average unit amount" means the amour	nt shown in the	31572
following table for the corresponding type of	unit:	31573
		31574
TYPE OF UNIT AV	VERAGE UNIT AMOUNT	31575
Division (B) of section 3317.05		31576
of the Revised Code	\$7,799	31577
Division (C) of that section	\$2,966	31578
Division $\frac{(F)(E)}{(E)}$ of that section	\$5,251	31579
(B) In the case of each unit described in	n division (B), (C),	31580
or $(F)(E)$ of section 3317.05 of the Revised Co	ode and allocated to	31581
a city, local, or exempted village school dist	crict, the department	31582
of education, in addition to the amounts speci	ified in division (P)	31583
of section 3317.024 and sections 3317.052 and	3317.19 of the	31584
Revised Code, shall pay a supplemental unit al	llowance equal to the	31585
sum of the following amounts:		31586
(1) An amount equal to 50% of the average	e unit amount for the	31587
unit;		31588
(2) An amount equal to the percentage of	the dollar amount	31589
for the unit that equals the district's state	share percentage.	31590
If, prior to the fifteenth day of May of	a fiscal year, a	31591
school district's aid computed under section 3	3317.022 of the	31592
Revised Code is recomputed pursuant to section	n 3317.027 or	31593
3317.028 of the Revised Code, the department s	shall also recompute	31594
the district's entitlement to payment under the	nis section utilizing	31595
a new state share percentage. Such new state s	share percentage	31596
shall be determined using the district's recom	mputed basic aid	31597
amount pursuant to section 3317.027 or 3317.02	28 of the Revised	31598

Code. During the last six months of the fiscal year, the31599department shall pay the district a sum equal to one-half of the31600recomputed payment in lieu of one-half the payment otherwise31601calculated under this section.31602

(C)(1) In the case of each unit allocated to an institution 31603 pursuant to division (A) of section 3317.05 of the Revised Code, 31604 the department, in addition to the amount specified in section 31605 3317.052 of the Revised Code, shall pay a supplemental unit 31606 allowance of \$7,227. 31607

(2) In the case of each unit described in division (B) or 31608
(D)(1) of section 3317.05 of the Revised Code that is allocated to 31609 any entity other than a city, exempted village, or local school 31610 district, the department, in addition to the amount specified in 31611 section 3317.052 of the Revised Code, shall pay a supplemental 31612 unit allowance of \$7,799. 31613

(3) In the case of each unit described in division (C) or 31614
(D)(2) of section 3317.05 of the Revised Code and allocated to any 31615
entity other than a city, exempted village, or local school 31616
district, the department, in addition to the amounts specified in 31617
section 3317.052 of the Revised Code, shall pay a supplemental 31618
unit allowance of \$2,966. 31619

(4) In the case of each unit described in division (F)(E) of31620section 3317.05 of the Revised Code and allocated to an31621educational service center, the department, in addition to the31622amounts specified in division (P) of section 3317.024 of the31623Revised Code, shall pay a supplemental unit allowance of \$5,251.31624

sec. 3317.06. Moneys paid to school districts under division 31625
(L) of section 3317.024 of the Revised Code shall be used for the 31626
following independent and fully severable purposes: 31627

(A) To purchase such secular textbooks or electronic 31628

31629 textbooks as have been approved by the superintendent of public 31630 instruction for use in public schools in the state and to loan 31631 such textbooks or electronic textbooks to pupils attending 31632 nonpublic schools within the district or to their parents and to 31633 hire clerical personnel to administer such lending program. Such 31634 loans shall be based upon individual requests submitted by such 31635 nonpublic school pupils or parents. Such requests shall be 31636 submitted to the school district in which the nonpublic school is 31637 located. Such individual requests for the loan of textbooks or 31638 electronic textbooks shall, for administrative convenience, be 31639 submitted by the nonpublic school pupil or the pupil's parent to 31640 the nonpublic school, which shall prepare and submit collective 31641 summaries of the individual requests to the school district. As 31642 used in this section:

(1) "Textbook" means any book or book substitute that a pupil 31643 uses as a consumable or nonconsumable text, text substitute, or 31644 text supplement in a particular class or program in the school the 31645 pupil regularly attends. 31646

(2) "Electronic textbook" means computer software, 31647 interactive videodisc, magnetic media, CD-ROM, computer 31648 courseware, local and remote computer assisted instruction, 31649 on-line service, electronic medium, or other means of conveying 31650 information to the student or otherwise contributing to the 31651 learning process through electronic means. 31652

(B) To provide speech and hearing diagnostic services to 31653 pupils attending nonpublic schools within the district. Such 31654 service shall be provided in the nonpublic school attended by the 31655 pupil receiving the service. 31656

(C) To provide physician, nursing, dental, and optometric 31657 services to pupils attending nonpublic schools within the 31658 district. Such services shall be provided in the school attended 31659

by the nonpublic school pupil receiving the service.

(D) To provide diagnostic psychological services to pupils 31661 attending nonpublic schools within the district. Such services 31662 shall be provided in the school attended by the pupil receiving 31663 the service. 31664

(E) To provide therapeutic psychological and speech and 31665 hearing services to pupils attending nonpublic schools within the 31666 district. Such services shall be provided in the public school, in 31667 nonpublic schools, in public centers, or in mobile units located 31668 on or off of the nonpublic premises. If such services are provided 31669 in the public school or in public centers, transportation to and 31670 from such facilities shall be provided by the school district in 31671 which the nonpublic school is located. 31672

(F) To provide guidance and counseling services to pupils 31673 attending nonpublic schools within the district. Such services 31674 shall be provided in the public school, in nonpublic schools, in 31675 public centers, or in mobile units located on or off of the 31676 nonpublic premises. If such services are provided in the public 31677 school or in public centers, transportation to and from such 31678 facilities shall be provided by the school district in which the 31679 nonpublic school is located. 31680

(G) To provide remedial services to pupils attending 31681 nonpublic schools within the district. Such services shall be 31682 provided in the public school, in nonpublic schools, in public 31683 centers, or in mobile units located on or off of the nonpublic 31684 premises. If such services are provided in the public school or in 31685 public centers, transportation to and from such facilities shall 31686 be provided by the school district in which the nonpublic school 31687 is located. 31688

(H) To supply for use by pupils attending nonpublic schools 31689 within the district such standardized tests and scoring services 31690

as are in use in the public schools of the state; 31691

(I) To provide programs for children who attend nonpublic 31692 schools within the district and are handicapped children as 31693 defined in division (A) of section 3323.01 of the Revised Code or 31694 gifted children. Such programs shall be provided in the public 31695 school, in nonpublic schools, in public centers, or in mobile 31696 units located on or off of the nonpublic premises. If such 31697 programs are provided in the public school or in public centers, 31698 transportation to and from such facilities shall be provided by 31699 the school district in which the nonpublic school is located. 31700

(J) To hire clerical personnel to assist in the 31701
administration of programs pursuant to divisions (B), (C), (D), 31702
(E), (F), (G), and (I) of this section and to hire supervisory 31703
personnel to supervise the providing of services and textbooks 31704
pursuant to this section. 31705

(K) To purchase or lease any secular, neutral, and 31706 nonideological computer software (including site-licensing), 31707 prerecorded video laserdiscs, digital video on demand (DVD), 31708 compact discs, and video cassette cartridges, wide area 31709 connectivity and related technology as it relates to internet 31710 access, mathematics or science equipment and materials, 31711 instructional materials, and school library materials that are in 31712 general use in the public schools of the state and loan such items 31713 to pupils attending nonpublic schools within the district or to 31714 their parents, and to hire clerical personnel to administer the 31715 lending program. Only such items that are incapable of diversion 31716 to religious use and that are susceptible of loan to individual 31717 pupils and are furnished for the use of individual pupils shall be 31718 purchased and loaned under this division. As used in this section, 31719 "instructional materials" means prepared learning materials that 31720 are secular, neutral, and nonideological in character and are of 31721 benefit to the instruction of school children, and may include 31722

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educational resources and services developed by the <u>eTech</u> Ohio 31723 schoolnet commission. 31724

(L) To purchase or lease instructional equipment, including 31725 computer hardware and related equipment in general use in the 31726 public schools of the state, for use by pupils attending nonpublic 31727 schools within the district and to loan such items to pupils 31728 attending nonpublic schools within the district or to their 31729 parents, and to hire clerical personnel to administer the lending 31731

(M) To purchase mobile units to be used for the provision of 31732
services pursuant to divisions (E), (F), (G), and (I) of this 31733
section and to pay for necessary repairs and operating costs 31734
associated with these units. 31735

Clerical and supervisory personnel hired pursuant to division 31736 (J) of this section shall perform their services in the public 31737 schools, in nonpublic schools, public centers, or mobile units 31738 where the services are provided to the nonpublic school pupil, 31739 except that such personnel may accompany pupils to and from the 31740 service sites when necessary to ensure the safety of the children 31741 receiving the services. 31742

All services provided pursuant to this section may be 31743 provided under contract with educational service centers, the 31744 department of health, city or general health districts, or private 31745 agencies whose personnel are properly licensed by an appropriate 31746 state board or agency. 31747

Transportation of pupils provided pursuant to divisions (E), 31748 (F), (G), and (I) of this section shall be provided by the school 31749 district from its general funds and not from moneys paid to it 31750 under division (L) of section 3317.024 of the Revised Code unless 31751 a special transportation request is submitted by the parent of the 31752 child receiving service pursuant to such divisions. If such an 31753

31754 application is presented to the school district, it may pay for 31755 the transportation from moneys paid to it under division (L) of 31756 section 3317.024 of the Revised Code.

No school district shall provide health or remedial services 31757 to nonpublic school pupils as authorized by this section unless 31758 such services are available to pupils attending the public schools 31759 within the district. 31760

Materials, equipment, computer hardware or software, 31761 textbooks, electronic textbooks, and health and remedial services 31762 provided for the benefit of nonpublic school pupils pursuant to 31763 this section and the admission of pupils to such nonpublic schools 31764 shall be provided without distinction as to race, creed, color, or 31765 national origin of such pupils or of their teachers. 31766

No school district shall provide services, materials, or 31767 equipment that contain religious content for use in religious 31768 courses, devotional exercises, religious training, or any other 31769 religious activity. 31770

As used in this section, "parent" includes a person standing 31771 in loco parentis to a child. 31772

Notwithstanding section 3317.01 of the Revised Code, payments 31773 shall be made under this section to any city, local, or exempted 31774 village school district within which is located one or more 31775 nonpublic elementary or high schools and any payments made to 31776 school districts under division (L) of section 3317.024 of the 31777 Revised Code for purposes of this section may be disbursed without 31778 submission to and approval of the controlling board. 31779

The allocation of payments for materials, equipment, 31780 textbooks, electronic textbooks, health services, and remedial 31781 services to city, local, and exempted village school districts 31782 shall be on the basis of the state board of education's estimated 31783 annual average daily membership in nonpublic elementary and high 31784

schools located in the district.

Payments made to city, local, and exempted village school 31786 districts under this section shall be equal to specific 31787 appropriations made for the purpose. All interest earned by a 31788 school district on such payments shall be used by the district for 31789 the same purposes and in the same manner as the payments may be 31790 used. 31791

The department of education shall adopt guidelines and 31792 procedures under which such programs and services shall be 31793 provided, under which districts shall be reimbursed for 31794 administrative costs incurred in providing such programs and 31795 31796 services, and under which any unexpended balance of the amounts appropriated by the general assembly to implement this section may 31797 be transferred to the auxiliary services personnel unemployment 31798 compensation fund established pursuant to section 4141.47 of the 31799 Revised Code. The department shall also adopt guidelines and 31800 procedures limiting the purchase and loan of the items described 31801 in division (K) of this section to items that are in general use 31802 in the public schools of the state, that are incapable of 31803 diversion to religious use, and that are susceptible to individual 31804 use rather than classroom use. Within thirty days after the end of 31805 each biennium, each board of education shall remit to the 31806 department all moneys paid to it under division (L) of section 31807 3317.024 of the Revised Code and any interest earned on those 31808 moneys that are not required to pay expenses incurred under this 31809 section during the biennium for which the money was appropriated 31810 and during which the interest was earned. If a board of education 31811 subsequently determines that the remittal of moneys leaves the 31812 board with insufficient money to pay all valid expenses incurred 31813 under this section during the biennium for which the remitted 31814 money was appropriated, the board may apply to the department of 31815 education for a refund of money, not to exceed the amount of the 31816

insufficiency. If the department determines the expenses were
lawfully incurred and would have been lawful expenditures of the
refunded money, it shall certify its determination and the amount
of the refund to be made to the director of job and family
services who shall make a refund as provided in section 4141.47 of
the Revised Code.

Sec. 3317.063. The superintendent of public instruction, in 31823 accordance with rules adopted by the department of education, 31824 shall annually reimburse each chartered nonpublic school for the 31825 actual mandated service administrative and clerical costs incurred 31826 by such school during the preceding school year in preparing, 31827 maintaining, and filing reports, forms, and records, and in 31828 providing such other administrative and clerical services that are 31829 not an integral part of the teaching process as may be required by 31830 state law or rule or by requirements duly promulgated by city, 31831 exempted village, or local school districts. The mandated service 31832 costs reimbursed pursuant to this section shall include, but are 31833 not limited to, the preparation, filing and maintenance of forms, 31834 reports, or records and other clerical and administrative services 31835 relating to state chartering or approval of the nonpublic school, 31836 pupil attendance, pupil health and health testing, transportation 31837 of pupils, federally funded education programs, pupil appraisal, 31838 pupil progress, educator licensure, unemployment and workers' 31839 compensation, transfer of pupils, and such other education related 31840 data which are now or hereafter shall be required of such 31841 nonpublic school by state law or rule, or by requirements of the 31842 state department of education, other state agencies, or city, 31843 exempted village, or local school districts. 31844

The reimbursement required by this section shall be for31845school years beginning on or after July 1, 1981.31846

Each nonpublic school which seeks reimbursement pursuant to 31847

31848 this section shall submit to the superintendent of public 31849 instruction an application together with such additional reports 31850 and documents as the department of education may require. Such 31851 application, reports, and documents shall contain such information 31852 as the department of education may prescribe in order to carry out 31853 the purposes of this section. No payment shall be made until the 31854 superintendent of public instruction has approved such 31855 application.

Each nonpublic school which applies for reimbursement 31856 pursuant to this section shall maintain a separate account or 31857 system of accounts for the expenses incurred in rendering the 31858 required services for which reimbursement is sought. Such accounts 31859 shall contain such information as is required by the department of 31860 education and shall be maintained in accordance with rules adopted 31861 by the department of education. 31862

Reimbursement payments to a nonpublic school pursuant to this 31863 section shall not exceed an amount for each school year equal to 31864 two hundred fifty seventy-five dollars per pupil enrolled in that 31865 nonpublic school. 31866

The superintendent of public instruction may, from time to 31867 time, examine any and all accounts and records of a nonpublic 31868 school which have been maintained pursuant to this section in 31869 support of an application for reimbursement, for the purpose of 31870 determining the costs to such school of rendering the services for 31871 which reimbursement is sought. If after such audit it is 31872 determined that any school has received funds in excess of the 31873 actual cost of providing such services, said school shall 31874 immediately reimburse the state in such excess amount. 31875

Any payments made to chartered nonpublic schools under this 31876 section may be disbursed without submission to and approval of the 31877 controlling board. 31878

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sec. 3317.07. The state board of education shall establish 31879
rules for the purpose of distributing subsidies for the purchase 31880
of school buses under division (E) of section 3317.024 of the 31881
Revised Code. 31882

No school bus subsidy payments shall be paid to any district 31883 unless such district can demonstrate that pupils residing more 31884 than one mile from the school could not be transported without 31885 such additional aid. 31886

The amount paid to a county MR/DD board for buses purchased 31887 for transportation of children in special education programs 31888 operated by the board shall be one hundred per cent of the board's 31889 net cost based on a per pupil allocation for eligible students. 31890

The amount paid to a school district for buses purchased for 31891 transportation of handicapped and nonpublic school pupils shall be 31892 one hundred per cent of the school district's net cost determined 31893 by a per pupil allocation based on the number of special education 31894 and nonpublic school pupils for whom transportation is provided. 31895

The state board of education shall adopt a formula to 31896 determine the amount of payments that shall be distributed to 31897 school districts to purchase school buses for pupils other than 31898 handicapped or nonpublic school pupils. 31899

If any district or MR/DD board obtains bus services for pupil 31900 transportation pursuant to a contract, such district or board may 31901 use payments received under this section to defray the costs of 31902 contracting for bus services in lieu of for purchasing buses. 31903

If the department of education determines that a county MR/DD 31904 board no longer needs a school bus because the board no longer 31905 transports children to a special education program operated by the 31906 board, or if the department determines that a school district no 31907 longer needs a school bus to transport pupils to a nonpublic 31908

31909 school or special education program, the department may reassign a 31910 bus that was funded with payments provided pursuant to this 31911 section for the purpose of transporting such pupils. The 31912 department may reassign a bus to a county MR/DD board or school 31913 district that transports children to a special education program 31914 designated in the children's individualized education plans, or to 31915 a school district that transports pupils to a nonpublic school, 31916 and needs an additional school bus.

sec. 3317.081. (A) Tuition shall be computed in accordance 31917 with this section if: 31918

(1) The tuition is required by division (C)(3)(b) of section 31919 3313.64 of the Revised Code; or 31920

(2) Neither the child nor the child's parent resides in this 31921 state and tuition is required by section 3327.06 of the Revised 31922 Code. 31923

(B) Tuition computed in accordance with this section shall 31924 equal the attendance district's tuition rate computed under 31925 section 3317.08 of the Revised Code plus the amount that district 31926 would have received for the child pursuant to sections 3317.022, 31927 3317.023, and 3317.025 to 3317.0213 3317.0211 of the Revised Code 31928 during the school year had the attendance district been authorized 31929 to count the child in its formula ADM for that school year under 31930 section 3317.03 of the Revised Code. 31931

Sec. 3317.09. All moneys distributed to a school district, 31932 including any cooperative education or joint vocational school 31933 district and all moneys distributed to any educational service 31934 center, by the state whether from a state or federal source, shall 31935 be accounted for by the division of school finance of the 31936 department of education. All moneys distributed shall be coded as 31937 to county, school district or educational service center, source, 31938

and other pertinent information, and at the end of each month, a31939report of such distribution shall be made by such division of31940school finance to the clerk of the senate and the chief31941administrative officer of the house of representatives, to the31942Ohio legislative service commission to be available for31943examination by any member of either house, to each school district31944and educational service center, and to the governor.31945

On or before the first day of September in each year, a copy 31946 of the annual statistical report required in section 3319.33 of 31947 the Revised Code shall be filed by the state board of education 31948 with the clerk of the senate and the chief administrative officer 31949 of the house of representatives, the Ohio legislative service 31950 commission, the governor, and the auditor of state. The report 31951 shall contain an analysis for the prior fiscal year on an accrual 31952 basis of revenue receipts from all sources and expenditures for 31953 all purposes for each school district, including each joint 31954 vocational and cooperative education school district, in the 31955 state. If any board of education fails to make the report required 31956 in section 3319.33 of the Revised Code, the superintendent of 31957 public instruction shall be without authority to distribute funds 31958 to that school district or educational service center pursuant to 31959 sections 3317.022 to 3317.0212 3317.0211, 3317.11, 3317.16, 31960 3317.17, or 3317.19 of the Revised Code until such time as the 31961 required reports are filed with all specified officers, boards, or 31962 agencies. 31963

Sec. 3317.10. (A) On or before the first day of March of each 31964 year, the department of job and family services shall certify to 31965 the state board of education the unduplicated number of children 31966 ages five through seventeen residing in each school district and 31967 living in a family that, during the preceding October, had family 31968 income not exceeding the federal poverty guidelines as defined in 31969 section 5101.46 of the Revised Code and participated in one of the 31970

following:	31971
(1) Ohio works first ;	31972
(2) The food stamp program;	31973
(3) The medical assistance program, including the healthy	31974
start program, established under Chapter 5111. of the Revised	31975
Code;	31976
(4) The children's health insurance program part I	31977
established under section 5101.50 of the Revised Code;	31978
(5) The disability financial assistance program established	31979
under Chapter 5115. of the Revised Code;	31980
(6) The disability medical assistance program established	31981
under Chapter 5115. of the Revised Code.	31982
The department of job and family services shall certify this	31983
information according to the school district of residence for each	31984
child. Except as provided under division (B) of this section, the	31985
number of children so certified in any year shall be used by the	31986
department of education in calculating the distribution of moneys	31987
for the ensuing fiscal year as provided in section 3317.029 of the	31988
Revised Code.	31989
(B) Upon the transfer of part of the territory of one school	31990

district to the territory of one or more other school districts, 31991 the department of education may adjust the number of children 31992 certified under division (A) of this section for any district 31993 gaining or losing territory in such a transfer in order to take 31994 into account the effect of the transfer on the number of such 31995 children who reside in the district. Within sixty days of receipt 31996 of a request for information from the department of education, the 31997 department of job and family services shall provide any 31998 information the department of education determines is necessary to 31999 make such adjustments. The department of education may use the 32000

adjusted number for any district for the applicable fiscal year,32001in lieu of the number certified for the district for that fiscal32002year under division (A) of this section, in the calculation of the32003distribution of moneys provided in section 3317.029 of the Revised32004Code.32005

Sec. 3317.16.	(A) As used in	this section:	32006
(1) "State sh	are percentage"	means the percentage	calculated 32007

for a joint vocational school district as follows: 32008 (a) Calculate the state base cost funding amount for the 32009

district under division (B) of this section. If the district would 32010
not receive any base cost funding for that year under that 32011
division, the district's state share percentage is zero. 32012

(b) If the district would receive base cost funding under 32013
 that division, divide that base cost amount by an amount equal to 32014
 the following: 32015
 cost-of-doing-business factor X 32016

- the formula amount X
 - formula ADM 32018

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The resultant number is the district's state share32019percentage.32020
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(2) The "total special education weight" for a joint 32021
vocational school district shall be calculated in the same manner 32022
as prescribed in division (B)(1) of section 3317.022 of the 32023
Revised Code. 32024

(3) The "total vocational education weight" for a joint 32025
vocational school district shall be calculated in the same manner 32026
as prescribed in division (B)(4) of section 3317.022 of the 32027
Revised Code. 32028

(4) The "total recognized valuation" of a joint vocational 32029school district shall be determined by adding the recognized 32030

section.

32031 valuations of all its constituent school districts for the 32032 applicable fiscal year. (5) "Resident district" means the city, local, or exempted 32033 village school district in which a student is entitled to attend 32034 school under section 3313.64 or 3313.65 of the Revised Code. 32035 (6) "Community school" means a community school established 32036 under Chapter 3314. of the Revised Code. 32037 (B) The department of education shall compute and distribute 32038 state base cost funding to each joint vocational school district 32039 for the fiscal year in accordance with <u>division (B) of this</u> 32040 32041 (1) Compute the following formula for each eligible district: 32042 (cost-of-doing-business factor X 32043 formula amount X 32044 formula ADM) -32045 (.0005 X total recognized valuation) 32046 If the difference obtained under this division is a negative 32047 number, the district's computation shall be zero. 32048 (2) Compute both of the following for each district: 32049 (a) The difference of (i) the district's fiscal year 2005 32050 base cost payment under the version of division (B) of this 32051

section in effect in fiscal year 2005, minus (ii) the amount 32052 computed for the district for the current fiscal year under 32053 current division (B)(1) of this section; 32054

(b) The following amount:

[(fiscal year 2005 base cost payment/fiscal year 2005 formula 32056 ADM) X current year formula ADM] minus the amount computed for 32057

the district under current division (B)(1) of this section 32058

If one of the amounts computed under division (B)(2)(a) or 32059 (b) of this section is a positive amount, the department shall pay 32060

the district that amount in addition to the amount calculated	32061
under division (B)(1) of this section. If both amounts are	32062
positive amounts, the department shall pay the district the lesser	32063
of the two amounts in addition to the amount calculated under	32064
division (B)(1) of this section.	32065

(C)(1) The department shall compute and distribute state 32066 vocational education additional weighted costs funds to each joint 32067 vocational school district in accordance with the following 32068 formula: 32069

- state share percentage X formula amount X
 32070
 - total vocational education weight 32071

In each fiscal year, a joint vocational school district 32072 receiving funds under division (C)(1) of this section shall spend 32073 those funds only for the purposes the department designates as 32074 approved for vocational education expenses. Vocational educational 32075 expenses approved by the department shall include only expenses 32076 connected to the delivery of career-technical programming to 32077 career-technical students. The department shall require the joint 32078 vocational school district to report data annually so that the 32079 department may monitor the district's compliance with the 32080 requirements regarding the manner in which funding received under 32081 division (C)(1) of this section may be spent. 32082

(2) The department shall compute for each joint vocational
 32083
 school district state funds for vocational education associated
 32084
 services costs in accordance with the following formula:
 32085

- state share percentage X .05 X 32086
- the formula amount X the sum of 32087
- categories one and two vocational 32088
 - education ADM 32089

In any fiscal year, a joint vocational school district 32090 receiving funds under division (C)(2) of this section, or through 32091

of the Revised Code, for other purposes.

32092 a transfer of funds pursuant to division (L) of section 3317.023 32093 of the Revised Code, shall spend those funds only for the purposes 32094 that the department designates as approved for vocational 32095 education associated services expenses, which may include such 32096 purposes as apprenticeship coordinators, coordinators for other 32097 vocational education services, vocational evaluation, and other 32098 purposes designated by the department. The department may deny 32099 payment under division (C)(2) of this section to any district that 32100 the department determines is not operating those services or is 32101 using funds paid under division (C)(2) of this section, or through 32102 a transfer of funds pursuant to division (L) of section 3317.023

(D)(1) The department shall compute and distribute state
 32104
 special education and related services additional weighted costs
 32105
 funds to each joint vocational school district in accordance with
 32106
 the following formula:

state share percentage X formula amount X32108total special education weight32109

(2)(a) As used in this division, the "personnel allowance" 32110
means thirty thousand dollars in fiscal years 2002, 2003, 2004, 32111
and 2005, 2006, and 2007. 32112

(b) For the provision of speech language pathology services 32113 to students, including students who do not have individualized 32114 education programs prepared for them under Chapter 3323. of the 32115 Revised Code, and for no other purpose, the department shall pay 32116 each joint vocational school district an amount calculated under 32117 the following formula: 32118

(formula ADM divided by 2000) X the personnel 32119

allowance X state share percentage 32120

(3) In any fiscal year, a joint vocational school district32121shall spend for purposes that the department designates as32122

approved for special education and related services expenses at	32123
least the amount calculated as follows:	32124
(cost-of-doing-business factor X formula amount	32125
X the sum of categories one through	32126
six special education ADM) +	32127
(total special education weight X	32128
formula amount)	32129

The purposes approved by the department for special education 32130 expenses shall include, but shall not be limited to, compliance 32131 with state rules governing the education of handicapped children, 32132 providing services identified in a student's individualized 32133 education program as defined in section 3323.01 of the Revised 32134 Code, provision of speech language pathology services, and the 32135 portion of the district's overall administrative and overhead 32136 costs that are attributable to the district's special education 32137 student population. 32138

The department shall require joint vocational school 32139 districts to report data annually to allow for monitoring 32140 compliance with division (D)(3) of this section. The department 32141 shall annually report to the governor and the general assembly the 32142 amount of money spent by each joint vocational school district for 32143 special education and related services. 32144

(4) In any fiscal year, a joint vocational school district 32145
shall spend for the provision of speech language pathology 32146
services not less than the sum of the amount calculated under 32147
division (D)(1) of this section for the students in the district's 32148
category one special education ADM and the amount calculated under 32149
division (D)(2) of this section. 32150

(E)(1) If a joint vocational school district's costs for a 32151
fiscal year for a student in its categories two through six 32152
special education ADM exceed the threshold catastrophic cost for 32153

	32154
serving the student, as specified in division (C)(3)(b) of section	32151
3317.022 of the Revised Code, the district may submit to the	32156
superintendent of public instruction documentation, as prescribed	
by the superintendent, of all of its costs for that student. Upon	32157
submission of documentation for a student of the type and in the	32158
manner prescribed, the department shall pay to the district an	32159
amount equal to the sum of the following:	32160
(a) One-half of the district's costs for the student in	32161
excess of the threshold catastrophic cost;	32162
(b) The product of one-half of the district's costs for the	32163
student in excess of the threshold catastrophic cost multiplied by	32164
the district's state share percentage.	32165
(2) The district shall only report under division (E)(1) of	32166
this section, and the department shall only pay for, the costs of	32167
educational expenses and the related services provided to the	32168
student in accordance with the student's individualized education	32169
program. Any legal fees, court costs, or other costs associated	32170
with any cause of action relating to the student may not be	32171
included in the amount.	32172
(F) Each fiscal year, the department shall pay each joint	32173
vocational school district an amount for adult technical and	32174
vocational education and specialized consultants.	32175
(G)(1) A joint vocational school district's local share of	32176
special education and related services additional weighted costs	32177
equals:	32178
(1 - state share percentage) X	32179

Total special education weight X 32180 the formula amount 32181

(2) For each handicapped student receiving special education 32182 and related services under an individualized education program, as 32183 defined in section 3323.01 of the Revised Code, at a joint 32184

32185 vocational district, the resident district or, if the student is 32186 enrolled in a community school, the community school shall be 32187 responsible for the amount of any costs of providing those special 32188 education and related services to that student that exceed the sum 32189 of the amount calculated for those services attributable to that 32190 student under divisions (B), (D), (E), and (G)(1) of this section. Those excess costs shall be calculated by subtracting the sum 32191 of the following from the actual cost to provide special education 32192 and related services to the student: 32193 (a) The product of the formula amount times the 32194 cost-of-doing-business factor; 32195 (b) The product of the formula amount times the applicable 32196 multiple specified in section 3317.013 of the Revised Code; 32197 (c) Any funds paid under division (E) of this section for the 32198 student; 32199 (d) Any other funds received by the joint vocational school 32200 district under this chapter to provide special education and 32201 related services to the student, not including the amount 32202 calculated under division (G)(2) of this section. 32203 (3) The board of education of the joint vocational school 32204 district shall may report the excess costs calculated under 32205 division (G)(2) of this section to the department of education. 32206 (4) The If the board of education of the joint vocational 32207 school district reports excess costs under division (G)(3) of this 32208 section, the department shall pay the amount of excess cost 32209 calculated under division (G)(2) of this section to the joint 32210 vocational school district and shall deduct that amount as 32211 provided in division (G)(4)(a) or (b) of this section, as 32212 applicable: 32213

(a) If the student is not enrolled in a community school, the 32214

32233

department shall deduct the amount from the account of the32215student's resident district pursuant to division (M) of section322163317.023 of the Revised Code.32217

(b) If the student is enrolled in a community school, the 32218
department shall deduct the amount from the account of the 32219
community school pursuant to section 3314.083 of the Revised Code. 32220

(H) In any fiscal year, if the total of all payments made to 32221 a joint vocational school district under divisions (B) to (D) of 32222 this section and division (R) of section 3317.024 of the Revised 32223 Code is less than the amount that district received in fiscal year 32224 1999 under the version of this section in effect that year, plus 32225 the amount that district received under the version of section 32226 3317.162 of the Revised Code in effect that year and minus the 32227 amounts received that year for driver education and adult 32228 education, the department shall pay the district an additional 32229 amount equal to the difference between those two amounts. 32230

sec. 3317.20. This section does not apply to handicapped 32231
preschool children. 32232

(A) As used in this section:

(1) "Applicable weight" means the multiple specified in 32234
 section 3317.013 of the Revised Code for a handicap described in 32235
 that section. 32236

(2) "Child's school district" means the school district in 32237
which a child is entitled to attend school pursuant to section 32238
3313.64 or 3313.65 of the Revised Code. 32239

(3) "State share percentage" means the state share percentage 32240of the child's school district as defined in section 3317.022 of 32241the Revised Code. 32242

(B) Except as provided in division (C) of this section, the 32243department shall annually pay each county MR/DD board an amount 32244

calculated under the following formula for each handicapped child,	32245
other than a handicapped preschool child, for whom the county	32246
MR/DD board provides special education and related services the	32247
greater of the amount calculated under division (B)(1) or (2) of	32248
this section:	32249
(formula amount X the cost-of-doing-business factor	32250
for the child's school district) +	32251
(state share percentage X formula amount X	32252
the applicable weight)	32253
(1) (The formula amount for fiscal year 2005 X the	32254
cost-of-doing-business factor for the child's school district for	32255
<u>fiscal year 2005) + (state share percentage for fiscal year 2005 X</u>	32256
formula amount for fiscal year 2005 X the applicable weight);	32257
(2) (The current formula amount times the current	32258
cost-of-doing-business factor for the child's school district) +	32259
(state share percentage X current formula amount X the applicable	32260
weight).	32261
(C) If any school district places with a county MR/DD board	32262
more handicapped children than it had placed with a county MR/DD	32263
board in fiscal year 1998, the department shall not make a payment	32264
under division (B) of this section for the number of children	32265
exceeding the number placed in fiscal year 1998. The department	32266
instead shall deduct from the district's payments under this	32267
chapter, and pay to the county MR/DD board, an amount calculated	32268
in accordance with the formula prescribed in division (B) of this	32269
section for each child over the number of children placed in	32270
fiscal year 1998.	32271
(D) The department shall calculate for each county MR/DD	32272
board receiving payments under divisions (B) and (C) of this	32273
section the following amounts:	32274
(1) The amount received by the county MR/DD board for	32275

32276 approved special education and related services units, other than 32277 preschool handicapped units, in fiscal year 1998, divided by the 32278 total number of children served in the units that year; (2) The product of the quotient calculated under division 32279 (D)(1) of this section times the number of children for whom 32280 payments are made under divisions (B) and (C) of this section. 32281 If the amount calculated under division (D)(2) of this 32282 section is greater than the total amount calculated under 32283 divisions (B) and (C) of this section, the department shall pay 32284 the county MR/DD board one hundred per cent of the difference in 32285 addition to the payments under divisions (B) and (C) of this 32286 section. 32287 sec. 3317.201. This section does not apply to handicapped 32288 preschool children. 32289 (A) As used in this section, the "total special education 32290 weight" for an institution means the sum of the following amounts: 32291 (1) The number of children reported by the institution under 32292 division (G)(1)(a)(i) of section 3317.03 of the Revised Code as 32293 receiving services for a handicap described in division (A) of 32294 section 3317.013 of the Revised Code multiplied by the multiple 32295 specified in that division; 32296 (2) The number of children reported by the institution under 32297 division (G)(1)(a)(i) of section 3317.03 of the Revised Code as 32298 receiving services for a handicap described in division (B) of 32299 section 3317.013 of the Revised Code multiplied by the multiple 32300 specified in that division; 32301 (3) The number of children reported by the institution under 32302 division (G)(1)(a)(i) of section 3317.03 of the Revised Code as 32303

receiving services for a handicap described in division (C) of 32304 section 3317.013 of the Revised Code multiplied by the multiple 32305

specified in that division;

specified in that division;

(4) The number of children reported by the institution under	32307	
division (G)(1)(a)(i) of section 3317.03 of the Revised Code as	32308	
receiving services for a handicap described in division (D) of	32309	
section 3317.013 of the Revised Code multiplied by the multiple	32310	
specified in that division;		
(5) The number of children reported by the institution under	32312	
division (G)(1)(a)(i) of section 3317.03 of the Revised Code as	32313	
receiving services for a handicap described in division (E) of	32314	
section 3317.013 of the Revised Code multiplied by the multiple	32315	
<u>Decercin 3517.015 of the newford code materprica by the materpre</u>	32313	

(6) The number of children reported by the institution under32317division (G)(1)(a)(i) of section 3317.03 of the Revised Code as32318receiving services for a handicap described in division (F) of32319section 3317.013 of the Revised Code multiplied by the multiple32320specified in that division.32321

(B) The department of education annually shall pay each state32322institution required to provide special education services under32323division (A) of section 3323.091 of the Revised Code an amount32324equal to the greater of:32325

(1) The formula amount times the institution's total special 32326 education weight; 32327

(2) The aggregate amount of special education and related32328services unit funding the institution received for all handicapped32329children other than handicapped preschool children in fiscal year323302005 under sections 3317.052 and 3317.053 of the Revised Code, as32331those sections existed prior to the effective date of this32323section.32333

sec. 3317.50. The eTech Ohio schoolnet telecommunity32334education fund is hereby created in the state treasury. The fund32335

32306

shall consist of certain excess local exchange telephone company32336contributions transferred from the reserve fund of the Ohio32337telecommunications advisory board pursuant to an agreement between32338the public utilities commission of Ohio and the Ohio department of32339education. The fund shall be used to finance technology grants to32340state-chartered elementary and secondary schools. Investment32341earnings of the fund shall be credited to the fund.32342

Sec. 3317.51. (A) The distance learning fund is hereby 32343 created in the state treasury. The fund shall consist of moneys 32344 paid to the erech Ohio SchoolNet commission by any telephone 32345 company as a part of a settlement agreement between such company 32346 and the public utilities commission in fiscal year 1995 in part to 32347 establish distance learning throughout the state. The authority 32348 commission shall administer the fund and expend moneys from it to 32349 finance technology grants to eligible schools chartered by the 32350 state board of education to establish distance learning in those 32351 schools. Chartered schools are eligible for funds if they are 32352 within the service area of the telephone company. Investment 32353 earnings of the fund shall be credited to the fund. 32354

(B) For purposes of this section, "distance learning" means 32355 the creation of a learning environment involving a school setting 32356 and at least one other location outside of the school which allows 32357 for information available at one site to be accessed at the other 32358 through the use of such educational applications as one-way or 32359 two-way transmission of data, voice, and video, singularly or in 32360 appropriate combinations. 32361

Sec. 3318.091. (A) Promptly after the written agreement 32362 between the school district board and the Ohio school facilities 32363 commission has been entered into, the school district board shall 32364 proceed with the issuance of its bonds or notes in anticipation 32365 thereof pursuant to the provision of such agreement required by 32366

division (A) of section 3318.08 of the Revised Code and the 32367 deposit of the proceeds thereof in the school district's project 32368 construction fund pursuant to the provision of such agreement 32369 required by division (B) of section 3318.08 of the Revised Code, 32370 and the school district board, with the approval of the commission 32371 shall employ a qualified professional person or firm to prepare 32372 preliminary plans, working drawings, specifications, estimates of 32373 cost, and such data as the school district board and the 32374 commission consider necessary for the project. When the 32375 preliminary plans and preliminary estimates of cost have been 32376 prepared, and approved by the school district board, they shall be 32377 submitted to the commission for approval, modification, or 32378 rejection. The commission shall ensure that the plans and 32379 materials proposed for use in the project comply with 32380 specifications for plans and materials that shall be established 32381 by the commission. When such preliminary plans and preliminary 32382 estimates of cost and any modifications thereof have been approved 32383 by the commission and the school district board, the school 32384 district board shall cause such qualified professional person or 32385 firm to prepare the working drawings, specifications, and 32386 estimates of cost. 32387

(B) Whenever project plans submitted to the commission for 32388 approval under division (A) of this section propose to locate a 32389 facility on a state route or United States highway or within one 32390 mile of a state route or United States highway, the commission 32391 shall send a copy of the plans to the director of transportation. 32392 The director of transportation shall review the plans to determine 32393 the feasibility of the proposed ingress and egress to the 32394 facility, the traffic circulation pattern on roadways around the 32395 facility, and any improvements that would be necessary to conform 32396 the roadways to provisions of the manual adopted by the department 32397 of transportation pursuant to section 4511.09 of the Revised Code 32398 or state or federal law. The director of transportation shall 32399

<u>provide a written summary of the director's findings to the</u>	32400
commission in a timely manner. The commission shall consider the	32401
findings in deciding whether to approve the plans.	32402
Sec. 3318.18. (A) As used in this section:	32403
(1) "Valuation" of a school district means the sum of the	32404
amounts described in divisions (A)(1) and (2) of section 3317.021	32405
of the Revised Code as most recently certified for the district	32406
before the annual computation is made under division (B) of this	32407
section.	32408
(2) "Valuation per pupil" of a school district means the	32409
district's valuation divided by the district's formula ADM as most	32410
recently reported for October under section 3317.03 of the Revised	32411
Code before the annual computation is made under division (B) of	32412
this section.	32413
(3) "Statewide average valuation per pupil" means the total	32414
(3) "Statewide average valuation per pupil" means the total of the valuations of all school districts divided by the total of	32414 32415
of the valuations of all school districts divided by the total of	32415
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported	32415 32416
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the	32415 32416 32417
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section.	32415 32416 32417 32418
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section. (4) "Maintenance levy requirement" means the tax required to	32415 32416 32417 32418 32419
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section. (4) "Maintenance levy requirement" means the tax required to be levied pursuant to division (C)(2)(a) of section 3318.08 and	32415 32416 32417 32418 32419 32420
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section. (4) "Maintenance levy requirement" means the tax required to be levied pursuant to division (C)(2)(a) of section 3318.08 and division (B) of section 3318.05 of the Revised Code or the	32415 32416 32417 32418 32419 32420 32421
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section. (4) "Maintenance levy requirement" means the tax required to be levied pursuant to division (C)(2)(a) of section 3318.08 and division (B) of section 3318.05 of the Revised Code or the application of proceeds of another levy to paying the costs of	32415 32416 32417 32418 32419 32420 32421 32422
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section. (4) "Maintenance levy requirement" means the tax required to be levied pursuant to division (C)(2)(a) of section 3318.08 and division (B) of section 3318.05 of the Revised Code or the application of proceeds of another levy to paying the costs of maintaining classroom facilities pursuant to division (A)(2) of	32415 32416 32417 32418 32419 32420 32421 32422 32423
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section. (4) "Maintenance levy requirement" means the tax required to be levied pursuant to division (C)(2)(a) of section 3318.08 and division (B) of section 3318.05 of the Revised Code or the application of proceeds of another levy to paying the costs of maintaining classroom facilities pursuant to division (A)(2) of section 3318.052, division (C)(1) or (C)(2)(b) of section 3318.08,	32415 32416 32417 32418 32419 32420 32421 32422 32423 32423
of the valuations of all school districts divided by the total of the formula ADMs of all school districts as most recently reported for October under section 3317.03 of the Revised Code before the annual computation is made under division (C) of this section. (4) "Maintenance levy requirement" means the tax required to be levied pursuant to division (C)(2)(a) of section 3318.08 and division (B) of section 3318.05 of the Revised Code or the application of proceeds of another levy to paying the costs of maintaining classroom facilities pursuant to division (A)(2) of section 3318.052, division (C)(1) or (C)(2)(b) of section 3318.08, or division (D)(2) of section 3318.36 of the Revised Code, or a	32415 32416 32417 32418 32419 32420 32421 32422 32423 32423 32424 32425

3318.08 or division (B)(1) of section 3318.36 of the Revised Code. 32429

(B) On or before July 1, 2006, the department of education	32430
shall compute the statewide average valuation per pupil and the	32431
valuation per pupil of each school district, and provide them to	32432
the Ohio school facilities commission. On or before the first day	32433
of July each year beginning in 2007, the department of education	32434
shall compute the statewide average valuation per pupil and the	32435
valuation per pupil of each school district that has not already	32436
entered into a project agreement, and provide the results of those	32437
computations to the commission.	32438
(C)(1) At the time the Ohio school facilities commission	32439
enters into a project agreement with a school district, the	32440
commission shall compute the difference between the district's	32441
valuation per pupil and the statewide average valuation per pupil	32442
as most recently provided to the commission under division (B) of	32443
this section. If the school district's valuation per pupil is less	32444
than the average statewide valuation per pupil, the commission	32445
shall multiply the difference between those amounts by one-half	32446
mill times the formula ADM of the district as most recently	32447
reported to the department of education for October under division	32448
(A) of section 3317.03 of the Revised Code. The commission shall	32449
certify the resulting product to the department of education,	32450
along with the date on which the maintenance levy requirement	32451
terminates as provided in the project agreement between the school	32452
district board and the commission.	32453
(2) In the case of a school district that entered into a	32454
project agreement after July 1, 1997, but before July 1, 2006, the	32455
commission shall make the computation described in division (C)(1)	32456
of this section on the basis of the district's valuation per pupil	32457
and the statewide average valuation per pupil computed as of	32458
September 1, 2006, and the district's formula ADM reported for	32459
October 2005.	32460
(2) The empired for a school district under division	22461

(3) The amount computed for a school district under division 32461

(C)(1) or (2) of this section shall not change for the period	32462
during which payments are made to the district under division (D)	32463
of this section.	32464
	20465
(4) A computation need not be made under division (C)(1) or	32465
(2) of this section for a school district that certified a	32466
resolution to the commission under division (D)(3) of section	32467
3318.36 of the Revised Code until the district becomes eligible	32468
for state assistance as provided in that division.	32469
(D) In the fourth quarter of each fiscal year, for each	32470
school district for which a computation has been made under	32471
division (C) of this section, the department of education shall	32472
pay the amount computed to each such school district. Payments	32473
shall be made to a school district each year until and including	32474
the tax year in which the district's maintenance levy requirement	32475
terminates. Payments shall be paid from the half-mill equalization	32476
fund, subject to appropriation by the general assembly.	32477
(E) Payments made to a school district under this section	32478
shall be credited to the district's classroom facilities	32479
maintenance fund and shall be used only for the purpose of	32480
maintaining facilities constructed or renovated under the project	32481
agreement.	32482
(F) There is hereby created in the state treasury the	32483
half-mill equalization fund. The fund shall receive transfers	32484
pursuant to section 5727.85 of the Revised Code. The fund shall be	32485
used first to make annual payments under division (D) of this	32486
section. If a balance remains in the fund after such payments are	32487
made in full for a year, the Ohio school facilities commission may	32488
request the controlling board to transfer a reasonable amount from	32489
such remaining balance to the public school building fund created	32490
under section 3318.15 of the Revised Code for the purposes of this	32491
<u>chapter.</u>	32492

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	<u>All</u>	inves	stment	earning	<u>is ar</u>	ising	from	investme	ent	of	money	in	32493
<u>the</u>	half-	-mill	equal	<u>ization</u>	fund	shall	<u>be</u>	<u>credited</u>	to	the	fund	<u>.</u>	32494

Sec. 3318.33. (A) There is hereby created in the state 32495 treasury the Ohio school facilities commission fund, which shall 32496 consist of transfers of moneys authorized by the general assembly 32497 and revenues received by the Ohio school facilities commission 32498 under section 3318.31 of the Revised Code. Investment earnings on 32499 moneys in the fund shall be credited to the fund. Moneys in the 32500 fund may be used by the commission to pay personnel and other 32501 administrative expenses, to pay the cost of conducting evaluations 32502 of classroom facilities, to pay the cost of preparing building 32503 design specifications, to pay the cost of providing project 32504 management services, and for other purposes determined by the 32505 commission to be necessary to fulfill its duties under Chapter 32506 3318. of the Revised Code this chapter. 32507

(B) The director of budget and management may transfer to the 32508 Ohio school facilities commission fund the investment earnings on 32509 the public school building fund- created in section 3318.15 of the 32510 Revised Code, the investment earnings on the education facilities 32511 trust fund created in section 183.26 of the Revised Code, or both. 32512 The director of budget and management may transfer to the Ohio 32513 school facilities commission fund the investment earnings on the 32514 school building program assistance fund, created under section 32515 3318.25 of the Revised Code, in excess of the amounts needed to 32516 meet estimated federal arbitrage rebate requirements. 32517

Sec. 3317.21 3318.47. There is hereby created in the state 32518 treasury the vocational career-technical school building 32519 assistance fund. Money in the fund shall be used solely to provide 32520 interest-free loans to school districts, including joint 32521 vocational school districts, under sections 3317.22 3318.48 and 32522

construction of new vocational classroom facilities, the renovation of existing vocational classroom facilities, or the purchase of vocational education equipment or facilities. Moneys in the fund shall consist of transfers made to the fund, any interest earned by the fund, and repayments of loans made under

sections 3317.22 3318.48 and 3317.23 3318.49 of the Revised Code. 32529 Investment earnings of the fund shall be credited to the fund. 32530

3317.23 3318.49 of the Revised Code to assist in financing the

sec. 3317.22 3318.48. The state board of education Ohio school facilities commission shall adopt rules in accordance with 32532 Chapter 119. of the Revised Code under which, in any fiscal year 32533 that funds are appropriated from the vocational career-technical 32534 school building assistance fund for such purpose, the state board 32535 commission may make interest-free loans to school districts. The 32536 rules shall include all of the following: 32537

(A) Application procedures, including the date by which 32538 applications shall be made; 32539

(B) Eligibility criteria, which shall include at least the 32540 following provisions: 32541

(1) A requirement that an applicant district demonstrate 32542 financial need for the loan. Indicators of need may include, but 32543 need not be limited to, levels of assessed valuation, enrollment 32544 levels and enrollment changes, ability of the district to maintain 32545 minimum educational standards, and demonstrated good faith efforts 32546 by the district to secure funds from sources other than the state. 32547

(2) A requirement that an applicant district demonstrate the 32548 ability to repay the loan within the maximum period permitted by 32549 division (D) of this section: 32550

(3) A requirement that an applicant district is not eligible 32551 for a loan, other than a loan for the purchase of any vocational 32552

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education equipment that is not an approved project cost under	32553
this chapter, if the district, on the date of application for the	32554
loan, has at any time received any state assistance under sections	32555
<u>3318.01 to 3318.20, section 3318.37 or 3318.38, or sections</u>	32556
3318.40 to 3318.45 of the Revised Code or is reasonably expected	32557
to receive state assistance under any of those sections within	32558
<u>three fiscal years;</u>	32559
(4) A requirement that an applicant district agree to comply	32560
with all applicable design specifications and policies of the	32561
commission established pursuant to this chapter in the	32562
construction, renovation, or purchase of facilities or equipment	32563
paid for with the loan, unless such specifications or policies are	32564
waived by the commission.	32565
(C) Loan approval procedures and criteria, including criteria	32566
for prioritizing eligible applications. Criteria for such	32567
prioritization shall include:	32568
(1) Preference for applicant districts that demonstrate	32569
commitment and innovative approaches to the implementation of the	32570
department of education's vocational education modernization plan	32571
pursuant to section 3313.901 of the Revised Code;	32572
(2) Preference for applicant districts that have entered into	32573
or are in the process of entering into cooperative agreements with	32574
technical colleges or other institutions of higher education	32575
either to coordinate secondary vocational education and	32576
post-secondary technical education programs, or to share	32577
facilities and equipment.	32578
(D) Provisions governing the repayment of loans, including a	32579
provision that loans for construction, acquisition, or renovation	32580
of facilities shall be repaid within a maximum of fifteen years	32581
and loans for vocational education equipment shall be repaid	32582
within a maximum of five years <u>;</u>	32583

(E) A requirement that no loan shall be applied to the local32584resources a district expends as a condition of participation in a32585program established under section 3318.36 or 3318.46 of the32586Revised Code.32587

sec. 3317.23 3318.49. The state board of education Ohio 32588 school facilities commission shall enter into a loan agreement 32589 with each school district it approves for a loan under section 32590 3317.22 3318.48 of the Revised Code. The agreement shall specify 32591 the amount of the loan, the purposes for which it is to be used, 32592 the duration of the loan, and the repayment schedule. Every such 32593 agreement shall contain a provision authorizing directing the 32594 state board of education, upon the request of the executive 32595 director of the commission, to deduct from payments due to the 32596 district under Chapter 3317. of the Revised Code or from any other 32597 funds appropriated to the district by the general assembly, the 32598 amount of any scheduled loan payment due but not paid by the 32599 district and, within ten days, to transfer that amount to the 32600 commission. 32601

A copy of each loan agreement shall be furnished to the 32602 controlling board. No money shall be released from the vocational 32603 <u>career-technical</u> school building assistance fund without the 32604 approval of the controlling board. 32605

Sec. 3319.06. (A) The board of education of each city,32606exempted village, or local school district may create the position32607of internal auditor. Any person employed by the board as an32608internal auditor shall hold a valid permit issued under section326094701.10 of the Revised Code to practice as a certified public32610accountant or a public accountant.32611

(B) The board shall execute a written contract of employment 32612 with each internal auditor it employs. The contract shall specify 32613

32614 the internal auditor's duties, the salary and other compensation 32615 to be paid for performance of those duties, the number of days to 32616 be worked, the number of days of vacation leave, if any, and any 32617 paid holidays in the contractual year. The salary and other 32618 compensation prescribed by the contract may be increased by the 32619 board during the term of the contract but shall not be reduced 32620 during that term unless such reduction is part of a uniform plan 32621 affecting employees of the entire district. The term of the 32622 initial contract shall not exceed three years. Any renewal of the 32623 contract shall be for a term of not less than two years and not 32624 more than five years. The internal auditor shall be directly responsible to the 32625 board for the performance of all duties outlined in the contract. 32626 If the board does not intend to renew the contract upon its 32627 expiration, the board shall provide written notice to the internal 32628 auditor of its intention not to renew the contract not later than 32629 the last day of March of the year in which the contract expires. 32630 If the board does not provide such notice by that date, the 32631 internal auditor shall be deemed reemployed for a term of one year 32632 at the same salary plus any increments that may be authorized by 32633 the board. Termination of an internal auditor's contract shall be 32634 pursuant to section 3319.16 of the Revised Code. 32635

(C) Each board that employs an internal auditor shall adopt 32636 procedures for the evaluation of the internal auditor and shall 32637 evaluate the internal auditor in accordance with those procedures. 32638 The evaluation based upon the procedures shall be considered by 32639 the board in deciding whether to renew the internal auditor's 32640 contract of employment. The establishment of an evaluation 32641 procedure shall not create an expectancy of continued employment. 32642 Nothing in this section shall prevent the board from making the 32643 final determination regarding the renewal or nonrenewal of the 32644 contract of an internal auditor. 32645

Sec. 3319.081. Except as otherwise provided in division (G) 32646 of this section, in all school districts wherein the provisions of 32647 Chapter 124. of the Revised Code do not apply, the following 32648 employment contract system shall control for employees whose 32649 contracts of employment are not otherwise provided by law: 32650

(A) Newly hired regular nonteaching school employees, 32651
including regular hourly rate and per diem employees, shall enter 32652
into written contracts for their employment which shall be for a 32653
period of not more than one year. If such employees are rehired, 32654
their subsequent contract shall be for a period of two years. 32655

(B) After the termination of the two-year contract provided 32656
in division (A) of this section, if the contract of a nonteaching 32657
employee is renewed, the employee shall be continued in 32658
employment, and the salary provided in the contract may be 32659
increased but not reduced unless such reduction is a part of a 32660
uniform plan affecting the nonteaching employees of the entire 32661
district. 32662

(C) The contracts as provided for in this section may be 32663 terminated by a majority vote of the board of education. Such 32664 Except as provided in sections 3319.0810 and 3319.172 of the 32665 Revised Code, the contracts may be terminated only for violation 32666 of written rules and regulations as set forth by the board of 32667 education or for incompetency, inefficiency, dishonesty, 32668 drunkenness, immoral conduct, insubordination, discourteous 32669 treatment of the public, neglect of duty, or any other acts of 32670 misfeasance, malfeasance, or nonfeasance. In addition to the right 32671 of the board of education to terminate the contract of an 32672 employee, the board may suspend an employee for a definite period 32673 of time or demote the employee for the reasons set forth in this 32674 division. The action of the board of education terminating the 32675 contract of an employee or suspending or demoting him the employee 32676

shall be served upon the employee by certified mail. Within ten 32677
days following the receipt of such notice by the employee, the 32678
employee may file an appeal, in writing, with the court of common 32679
pleas of the county in which such school board is situated. After 32680
hearing the appeal the common pleas court may affirm, disaffirm, 32681
or modify the action of the school board. 32682

A violation of division (A)(7) of section 2907.03 of the32683Revised Code is grounds for termination of employment of a32684nonteaching employee under this division.32685

(D) All employees who have been employed by a school district 32686 where the provisions of Chapter 124. of the Revised Code do not 32687 apply, for a period of at least three years on November 24, 1967, 32688 shall hold continuing contracts of employment pursuant to this 32689 section. 32690

(E) Any nonteaching school employee may terminate his the 32691
 nonteaching school employee's contract of employment thirty days 32692
 subsequent to the filing of a written notice of such termination 32693
 with the treasurer of the board. 32694

(F) A person hired exclusively for the purpose of replacing a 32695
 nonteaching school employee while such employee is on leave of 32696
 absence granted under section 3319.13 of the Revised Code is not a 32697
 regular nonteaching school employee under this section. 32698

(G) All nonteaching employees employed pursuant to this 32699 section and Chapter 124. of the Revised Code shall be paid for all 32700 time lost when the schools in which they are employed are closed 32701 owing to an epidemic or other public calamity. Nothing in this 32702 division shall be construed as requiring payment in excess of an 32703 employee's regular wage rate or salary for any time worked while 32704 the school in which he the employee is employed is officially 32705 closed for the reasons set forth in this division. 32706

Sec. 3319.0810. (A) The board of education of any school	32707
district wherein the provisions of Chapter 124. of the Revised	32708
Code do not apply may terminate any of its transportation staff	32709
positions for reasons of economy and efficiency if the board	32710
instead of employing its own staff to transport some or all of the	32711
students enrolled in the district schools enters into a contract	32712
with an independent agent for the provision of transportation	32713
services for such students. Such a contract may be entered into	32714
only if all of the following conditions are satisfied:	32715
(1) Any collective bargaining agreement between the employee	32716
organization representing the employees whose positions are	32717
terminated under this section and the board has expired or will	32718
expire within sixty days and has not been renewed in conformance	32719
with provisions of that agreement and with Chapter 4117. of the	32720
Revised Code, or the agreement contains provisions permitting the	32721
termination of positions for reasons of economy and efficiency	32722
while the agreement is in force and the board is in conformance	32723
with those provisions.	32724
(2) The board permits any employee whose position is	32725
terminated under this section to fill any vacancy within the	32726
district's organization for which the employee is qualified. The	32727
board shall select from among similarly gualified employees to	32728
fill such vacancies pursuant to procedures established under any	32729
<u>collective bargaining agreement between the employee organization</u>	32730
representing the terminated employees and the board that is in	32731
force at the time of the termination, or in absence of such	32732
provisions on the basis of seniority of employment by the board	32733
with the employee with the greatest seniority having highest	32734
priority.	32735
	20726
(3) Unless a collective bargaining agreement between the	32736

employee organization representing the terminated employees and32730the board that is in force at the time of the termination provides32738

otherwise, the board permits any employee whose position is	32739
terminated under this section to fill the employee's former	32740
position in the event that the board reinstates that position	32741
within one year after the date the position is terminated under	32742
this section.	32743
(4) The board permits any employee whose position is	32744
terminated under this section to appeal in accordance with section	32745
119.12 of the Revised Code the board's decision to terminate the	32746
employee's position, not to hire that employee for another	32747
position pursuant to division (A)(2) of this section, or not to	32748
rehire that employee for the position if it is reinstated within	32749
one year after the position is terminated pursuant to division	32750
(A)(3) of this section.	32751
(5) The contract entered into by the board and an independent	32752
agent for the provision of transportation services contains a	32753
stipulation requiring the agent to consider hiring any employees	32754
of the school district whose positions are terminated under this	32755
section for similar positions within the agent's organization.	32756
(6) The contract entered into by the board and an independent	32757
agent for the provision of transportation services contains a	32758
stipulation requiring the agent to recognize for purposes of	32759
employee representation in collective bargaining any employee	32760
organization that represented the employees whose positions are	32761
terminated under this section in collective bargaining with the	32762
board at the time of the termination provided:	32763
(a) A majority of all employees in the bargaining unit agree	32764
to such representation;	32765
(b) Such representation is not prohibited by federal law,	32766
including any ruling of the national labor relations board;	32767
(c) The employee organization is not prohibited from	32768
representing nonpublic employees by other provisions of law or its	32769

<u>own governing instruments.</u>

However, any employee whose position is terminated under this	32771
section shall not be compelled to be included in such bargaining	32772
unit if there is another bargaining unit within the agent's	32773
organization that is applicable to the employee.	32774

(B) If after terminating any positions of employment under 32775 this section the board fails to comply with any condition 32776 prescribed in division (A) of this section or fails to enforce on 32777 the agent its contractual obligations prescribed in divisions 32778 (A)(5) and (6) of this section, the terminations shall be void and 32779 the board shall reinstate the positions and fill them with the 32780 employees who filled those positions just prior to the 32781 terminations. Such employees shall be compensated at a rate equal 32782 to their rate of compensation in those positions just prior to the 32783 terminations plus any increases paid since the terminations to 32784 other nonteaching employees. The employees shall also be entitled 32785 to back pay at such rate for the period from the date of the 32786 terminations to the date of the reinstatements minus any pay 32787 received by the employees during any time the board was in 32788 compliance with such conditions or during any time the board 32789 enforced those obligations. 32790

Any employee aggrieved by the failure of the board to comply 32791 with any condition prescribed in division (A) of this section or 32792 to enforce on the agent its contractual obligations prescribed in 32793 divisions (A)(5) and (6) of this section shall have the right to 32794 sue the board for reinstatement of the employee's former position 32795 as provided for in this division in the court of common pleas for 32796 the county in which the school district is located or, if the 32797 school district is located in more than one county, in the court 32798 of common pleas for the county in which the majority of the 32799 territory of the school district is located. 32800

Sec. 3319.17. (A) As used in this section, "interdistrict 32801 contract" means any contract or agreement entered into by an 32802 educational service center governing board and another board or 32803 other public entity pursuant to section 3313.17, 3313.841, 32804 3313.842, 3313.843, 3313.91, or 3323.08 of the Revised Code, 32805 including any such contract or agreement for the provision of 32806 services funded under division (L) of section 3317.024 of the 32807 Revised Code or provided in any unit approved under section 32808 3317.05 of the Revised Code. 32809

(B) When, for any of the following reasons that apply to any 32810 city, exempted village, local, or joint vocational school district 32811 or any educational service center, the board decides that it will 32812 be necessary to reduce the number of teachers it employs, it may 32813 make a reasonable reduction: 32814

(1) In the case of any district or service center, return to 32815 duty of regular teachers after leaves of absence including leaves 32816 provided pursuant to division (B) of section 3314.10 of the 32817 Revised Code, suspension of schools, or territorial changes 32818 affecting the district or center, or financial reasons; 32819

(2) In the case of any city, exempted village, local, or 32820 joint vocational school district, decreased enrollment of pupils 32821 in the district; 32822

(3) In the case of any governing board of a service center 32823 providing any particular service directly to pupils pursuant to 32824 one or more interdistrict contracts requiring such service, 32825 reduction in the total number of pupils the governing board is 32826 required to provide with the service under all interdistrict 32827 contracts as a result of the termination or nonrenewal of one or 32828 more of these interdistrict contracts; 32829

(4) In the case of any governing board providing any 32830

particular service that it does not provide directly to pupils32831pursuant to one or more interdistrict contracts requiring such32832service, reduction in the total level of the service the governing32833board is required to provide under all interdistrict contracts as32834a result of the termination or nonrenewal of one or more of these32835interdistrict contracts.32836

(C) In making any such reduction, any city, exempted village, 32837 local, or joint vocational school board shall proceed to suspend 32838 contracts in accordance with the recommendation of the 32839 superintendent of schools who shall, within each teaching field 32840 affected, give preference <u>first</u> to teachers on continuing 32841 contracts and then to teachers who have greater seniority. In 32842 making any such reduction, any governing board of a service center 32843 shall proceed to suspend contracts in accordance with the 32844 recommendation of the superintendent who shall, within each 32845 teaching field or service area affected, give preference first to 32846 teachers on continuing contracts and then to teachers who have 32847 greater seniority. 32848

On a case-by-case basis, in lieu of suspending a contract in32849whole, a board may suspend a contract in part, so that an32850individual is required to work a percentage of the time the32851employee otherwise is required to work under the contract and32852receives a commensurate percentage of the full compensation the32853employee otherwise would receive under the contract.32854

The teachers whose continuing contracts are suspended by any 32855 board pursuant to this section shall have the right of restoration 32856 to continuing service status by that board in the order of 32857 seniority of service in the district or service center if and when 32858 teaching positions become vacant or are created for which any of 32859 32860 such teachers are or become qualified. No teacher whose continuing contract has been suspended pursuant to this section shall lose 32861 that right of restoration to continuing service status by reason 32862

of having declined recall to a position that is less than	32863
full-time or, if the teacher was not employed full-time just prior	32864
to suspension of the teacher's continuing contract, to a position	32865
requiring a lesser percentage of full-time employment than the	32866
position the teacher last held while employed in the district or	32867
service center.	32868
(D) Notwithstanding any provision to the contrary in Chapter	32869
4117. of the Revised Code, the requirements of this section	32870
prevail over any conflicting provisions of agreements between	32871
employee organizations and public employers entered into after the	32872
effective date of this amendment.	32873
Sec. 3319.172. The board of education of each school district	32874
wherein the provisions of Chapter 124. of the Revised Code do not	32875
apply and the governing board of each educational service center	32876
may adopt a resolution ordering reasonable reductions in the	32877
number of nonteaching employees for any of the reasons for which	32878
the board of education or governing board may make reductions in	32879
teaching employees, as set forth in division (B) of section	32880
3319.17 of the Revised Code.	32881
In making any reduction under this section, the board of	32882
education or governing board shall proceed to suspend contracts in	32883
accordance with the recommendation of the superintendent of the	32884
district or service center who shall, within each pay	32885
classification affected, give preference first to employees under	32886
continuing contracts and then to employees on the basis of	32887
<u>seniority. On a case-by-case basis, in lieu of suspending a</u>	32888
contract in whole, a board may suspend a contract in part, so that	32889
an individual is required to work a percentage of the time the	32890
employee otherwise is required to work under the contract and	32891
receives a commensurate percentage of the full compensation the	32892
employee otherwise would receive under the contract.	32893

Any nonteaching employee whose continuing contract is	32894
suspended under this section shall have the right of restoration	32895
to continuing service status by the board of education or	32896
governing board that suspended that contract in order of seniority	32897
of service in the district or service center, if and when a	32898
nonteaching position for which the employee is qualified becomes	32899
vacant or is created. No nonteaching employee whose continuing	32900
contract has been suspended under this section shall lose that	32901
right of restoration to continuing service status by reason of	32902
having declined recall to a position requiring fewer regularly	32903
scheduled hours of work than required by the position the employee	32904
last held while employed in the district or service center.	32905

Notwithstanding any provision to the contrary in Chapter329064117. of the Revised Code, the requirements of this section32907prevail over any conflicting provisions of agreements between32908employee organizations and public employers entered into after the32909effective date of this section.32910

sec. 3319.22. (A)(1) The state board of education shall adopt 32911
rules establishing the standards and requirements for obtaining 32912
temporary, associate, provisional, and professional educator 32913
licenses of any categories, types, and levels the board elects to 32914
provide. However, no educator license shall be required for 32915
teaching children two years old or younger. 32916

(2) If the state board requires any examinations for educator 32917 licensure, the department of education shall provide the results 32918 of such examinations received by the department to the Ohio board 32919 of regents, in the manner and to the extent permitted by state and 32920 federal law. 32921

(B) Any rules the state board of education adopts, amends, or 32922
 rescinds for educator licenses under this section, division (D) of 32923
 section 3301.07 of the Revised Code, or any other law shall be 32924

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adopted, amended, or rescinded under Chapter 119. of the Revised 32925 Code except as follows: 32926

(1) Notwithstanding division (D) of section 119.03 and 32927 division (A)(1) of section 119.04 of the Revised Code, in the case 32928 of the adoption of any rule or the amendment or rescission of any 32929 rule that necessitates institutions' offering teacher preparation 32930 programs that are approved by the state board of education under 32931 section 3319.23 of the Revised Code to revise the curriculum of 32932 those programs, the effective date shall not be as prescribed in 32933 division (D) of section 119.03 and division (A)(1) of section 32934 119.04 of the Revised Code. Instead, the effective date of such 32935 rules, or the amendment or rescission of such rules, shall be the 32936 date prescribed by section 3319.23 of the Revised Code. 32937

(2) Notwithstanding the authority to adopt, amend, or rescind 32938
emergency rules in division (F) of section 119.03 of the Revised 32939
Code, this authority shall not apply to the state board of 32940
education with regard to rules for educator licenses. 32941

(C)(1) The rules adopted under this section establishing 32942 standards requiring additional coursework for the renewal of any 32943 educator license shall require a school district and a chartered 32944 nonpublic school to establish local professional development 32945 committees. In a nonpublic school, the chief administrative 32946 officer shall establish the committees in any manner acceptable to 32947 such officer. The committees established under this division shall 32948 determine whether coursework that a district or chartered 32949 nonpublic school teacher proposes to complete meets the 32950 requirement of the rules. The department of education shall 32951 provide technical assistance and support to committees as the 32952 committees incorporate the professional development standards 32953 adopted by the state board of education pursuant to section 32954 3319.61 of the Revised Code into their review of coursework that 32955 is appropriate for license renewal. The rules shall establish a 32956

procedure by which a teacher may appeal the decision of a local 32957 professional development committee. 32958

(2) In any school district in which there is no exclusive 32959
representative established under Chapter 4117. of the Revised 32960
Code, the professional development committees shall be established 32961
as described in division (C)(2) of this section. 32962

Not later than the effective date of the rules adopted under 32963 this section, the board of education of each school district shall 32964 establish the structure for one or more local professional 32965 development committees to be operated by such school district. The 32966 committee structure so established by a district board shall 32967 remain in effect unless within thirty days prior to an anniversary 32968 of the date upon which the current committee structure was 32969 established, the board provides notice to all affected district 32970 employees that the committee structure is to be modified. 32971 Professional development committees may have a district-level or 32972 building-level scope of operations, and may be established with 32973 regard to particular grade or age levels for which an educator 32974 license is designated. 32975

Each professional development committee shall consist of at 32976 least three classroom teachers employed by the district, one 32977 principal employed by the district, and one other employee of the 32978 district appointed by the district superintendent. For committees 32979 with a building-level scope, the teacher and principal members 32980 shall be assigned to that building, and the teacher members shall 32981 be elected by majority vote of the classroom teachers assigned to 32982 that building. For committees with a district-level scope, the 32983 teacher members shall be elected by majority vote of the classroom 32984 teachers of the district, and the principal member shall be 32985 elected by a majority vote of the principals of the district, 32986 unless there are two or fewer principals employed by the district, 32987 in which case the one or two principals employed shall serve on 32988

32989 the committee. If a committee has a particular grade or age level 32990 scope, the teacher members shall be licensed to teach such grade 32991 or age levels, and shall be elected by majority vote of the 32992 classroom teachers holding such a license and the principal shall 32993 be elected by all principals serving in buildings where any such 32994 teachers serve. The district superintendent shall appoint a 32995 replacement to fill any vacancy that occurs on a professional 32996 development committee, except in the case of vacancies among the 32997 elected classroom teacher members, which shall be filled by vote 32998 of the remaining members of the committee so selected.

Terms of office on professional development committees shall 32999 be prescribed by the district board establishing the committees. 33000 The conduct of elections for members of professional development 33001 committees shall be prescribed by the district board establishing 33002 the committees. A professional development committee may include 33003 additional members, except that the majority of members on each 33004 such committee shall be classroom teachers employed by the 33005 district. Any member appointed to fill a vacancy occurring prior 33006 to the expiration date of the term for which a predecessor was 33007 appointed shall hold office as a member for the remainder of that 33008 term. 33009

The initial meeting of any professional development 33010 committee, upon election and appointment of all committee members, 33011 shall be called by a member designated by the district 33012 superintendent. At this initial meeting, the committee shall 33013 select a chairperson and such other officers the committee deems 33014 necessary, and shall adopt rules for the conduct of its meetings. 33015 Thereafter, the committee shall meet at the call of the 33016 chairperson or upon the filing of a petition with the district 33017 superintendent signed by a majority of the committee members 33018 calling for the committee to meet. 33019

(3) In the case of a school district in which an exclusive 33020

representative has been established pursuant to Chapter 4117. of 33021 the Revised Code, professional development committees shall be 33022 established in accordance with any collective bargaining agreement 33023 in effect in the district that includes provisions for such 33024 committees.

If the collective bargaining agreement does not specify a 33026 different method for the selection of teacher members of the 33027 committees, the exclusive representative of the district's 33028 teachers shall select the teacher members. 33029

If the collective bargaining agreement does not specify a 33030 different structure for the committees, the board of education of 33031 the school district shall establish the structure, including the 33032 number of committees and the number of teacher and administrative 33033 members on each committee; the specific administrative members to 33034 be part of each committee; whether the scope of the committees 33035 will be district levels, building levels, or by type of grade or 33036 age levels for which educator licenses are designated; the lengths 33037 of terms for members; the manner of filling vacancies on the 33038 committees; and the frequency and time and place of meetings. 33039 However, in all cases, except as provided in division (C)(4) of 33040 this section, there shall be a majority of teacher members of any 33041 professional development committee, there shall be at least five 33042 total members of any professional development committee, and the 33043 exclusive representative shall designate replacement members in 33044 the case of vacancies among teacher members, unless the collective 33045 bargaining agreement specifies a different method of selecting 33046 such replacements. 33047

(4) Whenever an administrator's coursework plan is being
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discussed or voted upon, the local professional development
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committee shall, at the request of one of its administrative
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members, cause a majority of the committee to consist of
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administrative members by reducing the number of teacher members
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voting on the plan.

(D)(1) The department of education, educational service 33054 centers, county boards of mental retardation and developmental 33055 disabilities, regional professional development centers, special 33056 education regional resource centers, college and university 33057 departments of education, head start programs, the eTech Ohio 33058 SchoolNet commission, and the Ohio education computer network may 33059 establish local professional development committees to determine 33060 whether the coursework proposed by their employees who are 33061 licensed or certificated under this section or section 3319.222 of 33062 the Revised Code meet the requirements of the rules adopted under 33063 this section. They may establish local professional development 33064 committees on their own or in collaboration with a school district 33065 or other agency having authority to establish them. 33066

Local professional development committees established by 33067 county boards of mental retardation and developmental disabilities 33068 shall be structured in a manner comparable to the structures 33069 prescribed for school districts in divisions (C)(2) and (3) of 33070 this section, as shall the committees established by any other 33071 entity specified in division (D)(1) of this section that provides 33072 educational services by employing or contracting for services of 33073 classroom teachers licensed or certificated under this section or 33074 section 3319.222 of the Revised Code. All other entities specified 33075 in division (D)(1) of this section shall structure their 33076 committees in accordance with guidelines which shall be issued by 33077 the state board. 33078

(2) Any public agency that is not specified in division 33079
(D)(1) of this section but provides educational services and 33080
employs or contracts for services of classroom teachers licensed 33081
or certificated under this section or section 3319.222 of the 33082
Revised Code may establish a local professional development 33083
committee, subject to the approval of the department of education. 33084

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The committee shall be structured in accordance with guidelines 33085 issued by the state board. 33086

Sec. 3319.235. (A) The standards for the preparation of 33087 teachers adopted under section 3319.23 of the Revised Code shall 33088 require any institution that provides a course of study for the 33089 training of teachers to ensure that graduates of such course of 33090 study are skilled at integrating educational technology in the 33091 instruction of children, as evidenced by the graduate having 33092 either demonstrated proficiency in such skills in a manner 33093 prescribed by the department of education or completed a course 33094 that includes training in such skills. 33095

(B) The eTech Ohio SchoolNet commission, established pursuant 33096 to section 3301.80 of the Revised Code, shall establish model 33097 professional development programs to assist teachers who completed 33098 their teacher preparation prior to the effective date of division 33099 (A) of this section to become skilled at integrating educational 33100 technology in the instruction of children. The commission shall 33101 provide technical assistance to school districts wishing to 33102 establish such programs. 33103

sec. 3319.55. (A) A grant program is hereby established to 33104 recognize and reward teachers in public and chartered nonpublic 33105 schools who hold valid teaching certificates or licenses issued by 33106 the national board for professional teaching standards. The 33107 superintendent of public instruction shall administer this program 33108 in accordance with this section and rules which the state board of 33109 education shall adopt in accordance with Chapter 119. of the 33110 Revised Code. 33111

In each fiscal year that the general assembly appropriates 33112 funds for purposes of this section, the superintendent of public 33113 instruction shall award a grant to each person who, by the first 33114

33115 day of April of that year and in accordance with the rules adopted 33116 under this section, submits to the superintendent evidence 33117 indicating all of the following: (1) The person holds a valid certificate or license issued by 33118 the national board for professional teaching standards; 33119 (2) The person has been employed full-time as a teacher by 33120 the board of education of a school district or by a chartered 33121 nonpublic school in this state during the current school year; 33122 (3) The date the person was accepted into the national board 33123 certification or licensure program. 33124 An individual may receive a grant under this section in each 33125 fiscal year the person is eligible for a grant and submits 33126 evidence of that eligibility in accordance with this section. No 33127 person may receive a grant after the expiration of the person's 33128 initial certification or license issued by the national board. 33129 (B) The amount of the grant awarded to each eligible person 33130 under division (A) of this section in any fiscal year shall equal 33131 the following: 33132 (1) Two thousand five hundred dollars for any teacher 33133 accepted as a candidate for certification or licensure by the 33134 national board on or before May 31, 2003, and issued a certificate 33135 or license by the national board on or before December 31, 2004; 33136

(2) One thousand dollars for any other teacher issued a 33137certificate or license by the national board. 33138

However, if the funds appropriated for purposes of this 33139 section in any fiscal year are not sufficient to award the full 33140 grant amount to each person who is eligible in that fiscal year, 33141 the superintendent shall prorate the amount of the grant awarded 33142 in that fiscal year to each eligible person. 33143

sec. 3323.021. As used in this section, "participating county 33144
MR/DD board" means a county board of mental retardation and 33145
developmental disabilities electing to participate in the 33146
provision of or contracting for educational services for children 33147

under division (D) of section 5126.05 of the Revised Code.

(A) When a school district, educational service center, or 33149
 participating county MR/DD board enters into an agreement or 33150
 contract with another school district, educational service center, 33151
 or participating county MR/DD board to provide educational 33152
 services to a disabled child during a school year, both of the 33153
 following shall apply: 33154

(1) Beginning with fiscal year 1999, if the provider of the 33155 services intends to increase the amount it charges for some or all 33156 of those services during the next school year or if the provider 33157 intends to cease offering all or part of those services during the 33158 next school year, the provider shall notify the entity for which 33159 the services are provided of these intended changes no later that 33160 the first day of March of the current fiscal year. 33161

(2) Beginning with fiscal year 1999, if the entity for which 33162 services are provided intends to cease obtaining those services 33163 from the provider for the next school year or intends to change 33164 the type or amount of services it obtains from the provider for 33165 the next school year, the entity shall notify the service provider 33166 of these intended changes no later than the first day of March of 33167 the current fiscal year. 33168

(B) School districts, educational service centers, 33169
participating county MR/DD boards, and other applicable 33170
governmental entities shall collaborate where possible to maximize 33171
federal sources of revenue, including the community alternative 33172
funding system of the medical assistance program established under 33173
Chapter 5111. of the Revised Code, to provide additional funds for 33174

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special education related services for disabled children.33175Annually, each school district shall report to the department of33176education any amounts of money the district received through such33177medical assistance program.33178

(C) The state board of education, the department of mental
 retardation and developmental disabilities, and the department of
 job and family services shall develop working agreements for
 gursuing additional funds for services for disabled children.
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Sec. 3323.091. (A) The department of mental health, the 33183 department of mental retardation and developmental disabilities, 33184 the department of youth services, and the department of 33185 rehabilitation and correction shall establish and maintain special 33186 education programs for handicapped children in institutions under 33187 their jurisdiction according to standards adopted by the state 33188 board of education. The 33189

(B) The superintendent of each state institution required to33190provide services under division (A) of this section, and each33191county MR/DD board, providing special education for handicapped33192preschool children under this chapter may apply to the state33193department of education for unit funding, which shall be paid in33194accordance with sections 3317.052 and 3317.053 of the Revised33195Code.33196

(B) On The superintendent of each state institution required33197to provide services under division (A) of this section may apply33198to the department of education for special education and related33199services weighted funding for handicapped children other than33200handicapped preschool children, calculated in accordance with33201section 3317.201 of the Revised Code.33202

Each county MR/DD board providing special education for33203handicapped children other than handicapped preschool children may33204apply to the department of education for base cost and special33205

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education and related services weighted funding calculated in	33206
accordance with section 3317.20 of the Revised Code.	33207

(C) In addition to the authorization to apply for state33208funding described in division (B) of this section, each state33209institution required to provide services under division (A) of33210this section is entitled to tuition payments calculated in the33211manner described in division (C) of this section.33212

On or before the thirtieth day of June of each year, the 33213 superintendent of each institution that during the school year 33214 provided special education pursuant to this section shall prepare 33215 a statement for each handicapped child under twenty-two years of 33216 age who has received special education. The statement shall 33217 contain the child's name and the name of the child's school 33218 district of residence. Within sixty days after receipt of such 33219 statement, the department of education shall perform one of the 33220 following: 33221

(1) For any child except a handicapped preschool child 33222 described in division $\frac{(B)(C)(2)}{(B)}$ of this section, pay to the 33223 institution submitting the statement an amount equal to the 33224 tuition calculated under division (A) of section 3317.08 of the 33225 Revised Code for the period covered by the statement, and deduct 33226 the same from the amount of state funds, if any, payable under 33227 sections 3317.022 and 3317.023 of the Revised Code, to the child's 33228 school district of residence or, if the amount of such state funds 33229 is insufficient, require the child's school district of residence 33230 to pay the institution submitting the statement an amount equal to 33231 the amount determined under this division. 33232

(2) For any handicapped preschool child not included in a 33233unit approved under division (B) of section 3317.05 of the Revised 33234Code, perform the following: 33235

(a) Pay to the institution submitting the statement an amount 33236

equal to the tuition calculated under division (B) of section332373317.08 of the Revised Code for the period covered by the33238statement, except that in calculating the tuition under that33239section the operating expenses of the institution submitting the33240statement under this section shall be used instead of the33241operating expenses of the school district of residence;33242

(b) Deduct from the amount of state funds, if any, payable 33243 under sections 3317.022 and 3317.023 of the Revised Code to the 33244 child's school district of residence an amount equal to the amount 33245 paid under division (B)(C)(2)(a) of this section. 33246

sec. 3323.14. This section does not apply to any handicapped 33247
preschool child except if included in a unit approved under 33248
division (B) of section 3317.05 of the Revised Code. 33249

(A) Where a child who is a school resident of one school 33250 district receives special education from another district and the 33251 per capita cost to the educating district for that child exceeds 33252 the sum of the amount received by the educating district for that 33253 child under division (A) of section 3317.08 of the Revised Code 33254 and the amount received by the district from the state board of 33255 education for that child, then the board of education of the 33256 district of residence shall pay directly to the board of the 33257 school district that is providing the special education such 33258 excess cost as is determined by using a formula approved by the 33259 department of education and agreed upon in contracts entered into 33260 by the boards of the district concerned at the time the district 33261 providing such special education accepts the child for enrollment. 33262 The department of education shall certify the amount of the 33263 payments under Chapter 3317. of the Revised Code for such 33264 handicapped pupils for each school year ending on the thirtieth 33265 day of July. 33266

(B) In the case of a child described in division (A) of this 33267

section who has been placed in a home, as defined in section	33268
3313.64 of the Revised Code, pursuant to the order of a court and	33269
who is not subject to section 3323.141 of the Revised Code, the	33270
district providing the child with special education and related	33271
services may charge to the child's district of residence the	33272
excess cost determined by formula approved by the department,	33273
regardless of whether the district of residence has entered into a	33274
contract with the district providing the services. If the district	33275
providing the services chooses to charge excess costs, the	33276
district may report the amount calculated under this division to	33277
the department.	33278
(C) If a district providing special education for a child	33279
reports an amount for the excess cost of those services, as	33280
authorized and calculated under division (A) or (B) of this	33281

section, the department shall pay that amount of excess cost to33282the district providing the services and shall deduct that amount33283from the child's district of residence in accordance with division33284(N) of section 3317.023 of the Revised Code.33285

Sec. 3323.16. No unit for deaf children shall be disapproved 33286 for funding under division (B) or (D)(1) of section 3317.05 of the 33287 Revised Code on the basis of the methods of instruction used in 33288 educational programs in the school district or institution to 33289 teach deaf children to communicate, and no preference in approving 33290 units for funding shall be given for teaching deaf children by the 33291 oral, manual, total communication, or other method of instruction. 33292

Sec. 41.36 <u>3323.19</u>. (A) In the 2004-2005 and 2005-2006 school 33293 years, within Within three months after a student identified with 33294 disabilities begins receiving services for the first time under an 33295 individualized education program, as defined in section 3323.01 of 33296 the Revised Code, the school district in which that student is 33297

enrolled shall require the student to undergo a comprehensive eye 33298 examination performed either by an optometrist licensed under 33299 Chapter 4725. of the Revised Code or by a physician authorized 33300 under Chapter 4731. of the Revised Code to practice medicine and 33301 surgery or osteopathic medicine and surgery who is comprehensively 33302 trained and educated in the treatment of the human eye, eye 33303 disease, or comprehensive vision services, unless the student 33304 underwent such an examination within the nine-month period 33305 immediately prior to being identified with disabilities. 33306

However, no student who has not undergone the eye examination 33307 required under this section shall be prohibited from initiating, 33308 receiving, or continuing to receive services prescribed in the 33309 student's individualized education program. 33310

(B) The superintendent of each school district or the
superintendent's designee may determine fulfillment of the
requirement prescribed in division (A) of this section based on
any special circumstances of the student, the student's parent,
guardian, or family that may prevent the student from undergoing
33315
the eye examination prior to beginning special education services.

(C) Except for a student who may be entitled to a 33317 comprehensive eye examination in the identification of the 33318 student's disabilities, in the development of the student's 33319 individualized education program, or as a related service under 33320 the student's individualized education program, neither the state 33321 nor any school district shall be responsible for paying for the 33322 eye examination required by this section. 33323

Sec. 3323.20. On July 1, 2006, and on each first day of July33324thereafter, the department of education shall electronically33325report to the general assembly the number of handicapped preschool33326children who received services for which the department made a33327

payment to any provider during the previous fiscal year,	33328
disaggregated according to each category of handicap described in	33329
divisions (A) to (F) of section 3317.013 of the Revised Code,	33330
regardless of whether payment for services was based on the	33331
multiples prescribed in those divisions.	33332

Sec. 3323.30. The Ohio center for autism and low incidence is 33333 hereby established within the department of education's office for 33334 exceptional children, or any successor of that office. The center 33335 shall administer programs and coordinate services for infants, 33336 preschool and school-age children, and adults with autism and low 33337 incidence disabilities. The center's principal focus shall be 33338 programs and services for persons with autism. The center shall be 33339 under the direction of an executive director, appointed by the 33340 superintendent of public instruction in consultation with the 33341 advisory board established under section 3323.31 of the Revised 33342 Code. The department shall use state and federal funds 33343 appropriated to the department for operation of the center. 33344

As used in this section and in sections 3323.31 to 3323.33 of 33345 the Revised Code, "autism and low incidence disabilities" includes 33346 any of the following: 33347

(A) Autism;	33348
(B) Deafness or hearing handicap;	33349
(C) Multihandicap;	33350
(D) Orthopedic handicap;	33351
(E) Other health handicap;	33352
<u>(F) Traumatic brain injury;</u>	33353
(G) Visual disability.	33354

Sec. 3323.31. The superintendent of public instruction shall 33355

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establish an advisory board to assist and advise the department of	33356
education in the operation of the Ohio center for autism and low	33357
incidence. As determined by the superintendent, the advisory board	33358
shall consist of individuals who are stakeholders in the service	33359
to persons with autism and low incidence disabilities, including,	33360
but not limited to, the following:	33361
(A) Persons with autism and low incidence disabilities;	33362
(B) Parents and family members;	33363
(C) Educators and other professionals;	33364
(D) Higher education instructors;	33365
(E) Representatives of state agencies.	33366
The advisory board shall be organized as determined by the	33367
superintendent.	33368
Members of the advisory board shall receive no compensation	33369
for their services.	33370
Sec. 3323.32. The Ohio center for autism and low incidence	33371
shall do all of the following:	33372
(A) Collaborate and consult with state agencies that serve	33373
persons with autism and low incidence disabilities;	33374
(B) Collaborate and consult with institutions of higher	33375
education in development and implementation of courses for	33376
educators and other professionals serving persons with autism and	33377
low incidence disabilities;	33378
(C) Collaborate with parent and professional organizations;	33379
(D) Create and implement programs for professional	33380
development, technical assistance, intervention services, and	33381
research in the treatment of persons with autism and low incidence	33382
disabilities;	33383

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(E) Create a regional network for communication and	33384
dissemination of information among educators and professionals	33385
serving persons with autism and low incidence disabilities. The	33386
regional network shall address educational services, evaluation,	33387
diagnosis, assistive technology, family support, leisure and	33388
recreational activities, transition, employment and adult	33389
services, and medical care for persons with autism and low	33390
incidence disabilities.	33391
(F) Develop a statewide clearinghouse for information about	33392
autism spectrum disorders and low incidence disabilities, as	33393
described in section 3323.33 of the Revised Code.	33394
Sec. 3323.33. In developing a clearinghouse for information	33395
about autism spectrum disorders and low incidence disabilities, as	33396
required under section 3323.32 of the Revised Code, the Ohio	33397
center for autism and low incidence shall do all of the following:	33398
<u>(A) Maintain a collection of resources for public</u>	33399
distribution;	33400
(B) Monitor information on resources, trends, policies,	33401
services, and current educational interventions;	33402
(C) Respond to requests for information from parents and	33403
educators of children with autism and low incidence disabilities.	33404
Sec. 3324.10. (A) Prior to June 30, 2006, the state board of	33405
education shall adopt a model student acceleration policy	33406
addressing recommendations in the department of education's 2005	33407
study conducted under the gifted research and demonstration grant	33408
program. The policy shall address, but not be limited to, whole	33409
grade acceleration, subject area acceleration, and early high	33410
school graduation.	33411
(B) The board of education of each city, local, and exempted	33412

village school district shall implement a student acceleration	33413
policy to take effect beginning in the 2006-2007 school year. The	33414
policy shall either be the model adopted by the state board under	33415
division (A) of this section or a policy covering similar issues	33416
that is adopted by the district board.	33417

Sec. 3325.10. The state school for the blind may receive and33418administer any federal funds relating to the education of blind or33419visually impaired students. The school for the blind also may33420accept and administer any gifts, donations, or bequests made to it33421for programs or services relating to the education of blind or33422visually impaired students.33423

sec. 3325.11. There is hereby created in the state treasury 33424 the state school for the blind student activity and work-study 33425 fund. Moneys received from donations, bequests, the school 33426 vocational program, and any other moneys designated for deposit in 33427 the fund by the superintendent of the state school for the blind 33428 shall be credited to the fund. Notwithstanding section 3325.01 of 33429 the Revised Code, the approval of the state board of education is 33430 not required to designate money for deposit into the fund. The 33431 school for the blind shall use money in the fund for school 33432 operating expenses, including, but not limited to, personal 33433 services, maintenance, and equipment related to student support, 33434 activities, and vocational programs, and for providing 33435 scholarships to students for further training upon graduation. 33436

Sec. 3325.12. There is hereby created the state school for33437the blind student account fund, which shall be in the custody of33438the treasurer of state but shall not be part of the state33439treasury. The fund shall consist of all moneys received from the33440parents or quardians of students attending the state school for33441the blind that are designated for use by the respective students33422

in activities of their choice. The treasurer of state may invest	33443
any portion of the fund not needed for immediate use in the same	33444
manner as, and subject to laws regarding the investment of, state	33445
funds. The treasurer of state shall disburse money from the fund	33446
on order of the superintendent of the state school for the blind	33447
or the superintendent's designee. All investment earnings of the	33448
fund shall be credited to the fund and allocated among the student	33449
accounts in proportion to the amount invested from each student's	33450
account.	33451

Sec. 3325.15. The state school for the deaf may receive and33452administer any federal funds relating to the education of deaf or33453hearing-impaired students. The school for the deaf also may accept33454and administer any gifts, donations, or bequests given to it for33455programs or services relating to the education of deaf or33456hearing-impaired students.33457

sec. 3325.16. There is hereby created in the state treasury 33458 the state school for the deaf educational program expenses fund. 33459 Moneys received by the school from donations, bequests, student 33460 fundraising activities, fees charged for camps and workshops, gate 33461 receipts from athletic contests, and the student work experience 33462 program operated by the school, and any other moneys designated 33463 for deposit in the fund by the superintendent of the school, shall 33464 be credited to the fund. Notwithstanding section 3325.01 of the 33465 Revised Code, the approval of the state board of education is not 33466 required to designate money for deposit into the fund. The state 33467 school for the deaf shall use moneys in the fund for educational 33468 programs, after-school activities, and expenses associated with 33469 student activities and clubs. 33470

Sec. 3325.17. There is hereby created the state school for 33471

the deaf student account fund, which shall be in the custody of	33472
the treasurer of state but shall not be part of the state	33473
treasury. The fund shall consist of all moneys received from the	33474
parents or quardians of students attending the state school for	33475
the deaf that are designated for use by the respective students in	33476
activities of their choice. The treasurer of state may invest any	33477
portion of the fund not needed for immediate use in the same	33478
manner as, and subject to laws regarding the investment of, state	33479
funds. The treasurer of state shall disburse money from the fund	33480
on order of the superintendent of the state school for the deaf or	33481
the superintendent's designee. All investment earnings of the fund	33482
shall be credited to the fund and allocated among the student	33483
accounts in proportion to the amount invested from each student's	33484
	33485
account.	

Sec. 3327.01. Notwithstanding division (D) of section 3311.19 33486 and division (D) of section 3311.52 of the Revised Code, this 33487 section and sections 3327.011, 3327.012, and 3327.02 of the 33488 Revised Code do not apply to any joint vocational or cooperative 33489 education school district. 33490

In all city, local, and exempted village school districts 33491 where resident school pupils in grades kindergarten through eight 33492 live more than two miles from the school for which the state board 33493 of education prescribes minimum standards pursuant to division (D) 33494 of section 3301.07 of the Revised Code and to which they are 33495 assigned by the board of education of the district of residence or 33496 to and from the nonpublic or community school which they attend 33497 the board of education shall provide transportation for such 33498 pupils to and from such school except as provided in section 33499 3327.02 of the Revised Code. 33500

In all city, local, and exempted village school districts 33501

33502 where pupil transportation is required under a career-technical 33503 plan approved by the state board of education under section 33504 3313.90 of the Revised Code, for any student attending a 33505 career-technical program operated by another school district, 33506 including a joint vocational school district, as prescribed under 33507 that section, the board of education of the student's district of 33508 residence shall provide transportation from the public high school 33509 operated by that district to which the student is assigned to the 33510 career-technical program.

In all city, local, and exempted village school districts the 33511 board may provide transportation for resident school pupils in 33512 grades nine through twelve to and from the high school to which 33513 they are assigned by the board of education of the district of 33514 residence or to and from the nonpublic or community high school 33515 which they attend for which the state board of education 33516 prescribes minimum standards pursuant to division (D) of section 33517 3301.07 of the Revised Code. 33518

A board of education shall not be required to transport 33519 elementary or high school pupils to and from a nonpublic or 33520 community school where such transportation would require more than 33521 thirty minutes of direct travel time as measured by school bus 33522 from the public school building to which the pupils would be 33523 assigned if attending the public school designated by the district 33524 of residence. 33525

Where it is impractical to transport a pupil by school33526conveyance, a board of education may offer payment, in lieu of33527providing such transportation in accordance with section 3327.0233528of the Revised Code.33529

In all city, local, and exempted village school districts the 33530 board shall provide transportation for all children who are so 33531 crippled that they are unable to walk to and from the school for 33532

33533 which the state board of education prescribes minimum standards 33534 pursuant to division (D) of section 3301.07 of the Revised Code 33535 and which they attend. In case of dispute whether the child is 33536 able to walk to and from the school, the health commissioner shall 33537 be the judge of such ability. In all city, exempted village, and 33538 local school districts the board shall provide transportation to 33539 and from school or special education classes for educable mentally 33540 retarded children in accordance with standards adopted by the 33541 state board of education.

When transportation of pupils is provided the conveyance33542shall be run on a time schedule that shall be adopted and put in33543force by the board not later than ten days after the beginning of33544the school term.33545

The cost of any transportation service authorized by this 33546 section shall be paid first out of federal funds, if any, 33547 available for the purpose of pupil transportation, and secondly 33548 out of state appropriations, in accordance with regulations 33549 adopted by the state board of education. 33550

No transportation of any pupils shall be provided by any 33551 board of education to or from any school which in the selection of 33552 pupils, faculty members, or employees, practices discrimination 33553 against any person on the grounds of race, color, religion, or 33554 national origin. 33555

Sec. 3332.092. Any school subject to this chapter receiving 33556 money under section 3333.12 or 3333.122 of the Revised Code on 33557 behalf of a student who is determined by the state board of career 33558 colleges and schools to be ineligible under such section because 33559 the program in which the student is enrolled does not lead to an 33560 associate or baccalaureate degree, shall be liable to the state 33561 for the amount specified in section 3333.12 or 3333.122 of the 33562 Revised Code. The state board of career colleges and schools shall 33563

suspend the certificate of registration of a school receiving 33564 money under section 3333.12 <u>or 3333.122</u> of the Revised Code for 33565 such ineligible student until such time as the money is repaid to 33566 the Ohio board of regents. 33567

Sec. 3333.04. The Ohio board of regents shall: 33568

(B)(1) Report annually to the governor and the general
 33574
 assembly on the findings from its studies and the master plan for
 33575
 higher education for the state;
 33576

(2) Report at least semiannually to the general assembly and 33577
 the governor the enrollment numbers at each state-assisted 33578
 institution of higher education. 33579

(C) Approve or disapprove the establishment of new branches 33580or academic centers of state colleges and universities; 33581

(D) Approve or disapprove the establishment of state 33582technical colleges or any other state institution of higher 33583education; 33584

(E) Recommend the nature of the programs, undergraduate, 33585
graduate, professional, state-financed research, and public 33586
services which should be offered by the state colleges, 33587
universities, and other state-assisted institutions of higher 33588
education in order to utilize to the best advantage their 33589
facilities and personnel; 33590

(F) Recommend to the state colleges, universities, and other 33591
 state-assisted institutions of higher education graduate or 33592
 professional programs, including, but not limited to, doctor of 33593

33594 philosophy, doctor of education, and juris doctor programs, that 33595 could be eliminated because they constitute unnecessary 33596 duplication, as shall be determined using the process developed 33597 pursuant to this section, or for other good and sufficient cause. 33598 For purposes of determining the amounts of any state instructional 33599 subsidies paid to these colleges, universities, and institutions, 33600 the board may exclude students enrolled in any program that the 33601 board has recommended for elimination pursuant to this division 33602 except that the board shall not exclude any such student who 33603 enrolled in the program prior to the date on which the board 33604 initially commences to exclude students under this division. The 33605 board of regents and these colleges, universities, and 33606 institutions shall jointly develop a process for determining which 33607 existing graduate or professional programs constitute unnecessary 33608 duplication.

(G) Recommend to the state colleges, universities, and other 33609
state-assisted institutions of higher education programs which 33610
should be added to their present programs; 33611

(H) Conduct studies for the state colleges, universities, and 33612
 other state-assisted institutions of higher education to assist 33613
 them in making the best and most efficient use of their existing 33614
 facilities and personnel; 33615

(I) Make recommendations to the governor and general assembly 33616
concerning the development of state-financed capital plans for 33617
higher education; the establishment of new state colleges, 33618
universities, and other state-assisted institutions of higher 33619
education; and the establishment of new programs at the existing 33620
state colleges, universities, and other institutions of higher 33621
education; 33622

(J) Review the appropriation requests of the public community 33623 colleges and the state colleges and universities and submit to the 33624

33625 office of budget and management and to the chairpersons of the 33626 finance committees of the house of representatives and of the 33627 senate its recommendations in regard to the biennial higher 33628 education appropriation for the state, including appropriations 33629 for the individual state colleges and universities and public 33630 community colleges. For the purpose of determining the amounts of 33631 instructional subsidies to be paid to state-assisted colleges and 33632 universities, the board shall define "full-time equivalent 33633 student" by program per academic year. The definition may take 33634 into account the establishment of minimum enrollment levels in 33635 technical education programs below which support allowances will 33636 not be paid. Except as otherwise provided in this section, the 33637 board shall make no change in the definition of "full-time 33638 equivalent student" in effect on November 15, 1981, which would 33639 increase or decrease the number of subsidy-eligible full-time 33640 equivalent students, without first submitting a fiscal impact 33641 statement to the president of the senate, the speaker of the house 33642 of representatives, the legislative budget office of the 33643 legislative service commission, and the director of budget and 33644 management. The board shall work in close cooperation with the

director of budget and management in this respect and in all other matters concerning the expenditures of appropriated funds by state colleges, universities, and other institutions of higher education. 33645 33646 33647 33648

(K) Seek the cooperation and advice of the officers and
33649
trustees of both public and private colleges, universities, and
other institutions of higher education in the state in performing
33651
its duties and making its plans, studies, and recommendations;
33652

(L) Appoint advisory committees consisting of persons 33653
 associated with public or private secondary schools, members of 33654
 the state board of education, or personnel of the state department 33655
 of education; 33656

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(ii) ippoint advibor, committeeeb compibering of correge and	55057
university personnel, or other persons knowledgeable in the field	33658
of higher education, or both, in order to obtain their advice and	33659
assistance in defining and suggesting solutions for the problems	33660
and needs of higher education in this state;	33661
(N) Approve or disapprove all new degrees and new degree	33662
programs at all state colleges, universities, and other	33663
state-assisted institutions of higher education;	33664
(0) Adopt such rules as are necessary to carry out its duties	33665
and responsibilities;	33666
(P) Establish and submit to the governor and the general	33667
assembly a clear and measurable set of goals and timetables for	33668
their achievement for each program under the supervision of the	33669
board that is designed to accomplish any of the following:	33670
(1) Increased access to higher education;	33671
(2) Job training;	33672
(3) Adult literacy;	33673
(4) Research;	33674
(5) Excellence in higher education;	33675
(6) Reduction in the number of graduate programs within the	33676
same subject area.	33677
In July of each odd-numbered year, the board of regents shall	33678
submit to the governor and the general assembly a report on	33679
progress made toward these goals.	33680
(Q) Make recommendations to the governor and the general	33681
assembly regarding the design and funding of the student financial	33682
aid programs specified in sections 3333.12, <u>3333.122,</u> 3333.21 to	33683
3333.27, and 5910.02 of the Revised Code;	33684

(R) Participate in education-related state or federal 33685

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33686 programs on behalf of the state and assume responsibility for the 33687 administration of such programs in accordance with applicable 33688 state or federal law; (S) Adopt rules for student financial aid programs as 33689 required by sections 3333.12, <u>3333.122</u>, 3333.21 to 3333.27, 33690 3333.28, 3333.29, and 5910.02 of the Revised Code, and perform any 33691 other administrative functions assigned to the board by those 33692 sections; 33693 (T) Administer contracts under sections 3702.74 and 3702.75 33694 of the Revised Code in accordance with rules adopted by the 33695 director of health under section 3702.79 of the Revised Code; 33696 (U) Conduct enrollment audits of state-supported institutions 33697 of higher education; 33698 (V) Appoint consortiums of college and university personnel 33699 to participate in the development and operation of statewide 33700 collaborative efforts, including the Ohio supercomputer center, 33701 the Ohio academic resources network, OhioLink, and the Ohio 33702 learning network. For each consortium, the board shall designate a 33703 college or university to serve as that consortium's fiscal agent, 33704 financial officer, and employer. Any funds appropriated to the 33705 board for consortiums shall be distributed to the fiscal agents 33706 for the operation of the consortiums. A consortium shall follow 33707 the rules of the college or university that serves as its fiscal 33708 agent. 33709

sec. 3333.044. (A) The Ohio board of regents may contract 33710
with any consultants that are necessary for the discharge of the 33711
board's duties under this chapter. 33712

(B) The Ohio board of regents may purchase, upon the terms 33713that the board determines to be advisable, one or more policies of 33714insurance from insurers authorized to do business in this state 33715

that insure consultants who have contracted with the board under division (A) of this section or members of an advisory committee appointed under section 3333.04 of the Revised Code, with respect to the activities of the consultants or advisory committee members in the course of the performance of their responsibilities as consultants or advisory committee members. 33716 33717 33717 33718 33718 33718 33718 33719 33720

(C) Subject to the approval of the controlling board, the 33722 Ohio board of regents may contract with any entities for the 33723 discharge of the board's duties and responsibilities under any of 33724 the programs established pursuant to sections 3333.12, <u>3333.122</u>, 33725 3333.21 to 3333.28, 3702.71 to 3702.81, and 5120.55, and Chapter 33726 5910. of the Revised Code. The board shall not enter into a 33727 contract under this division unless the proposed contractor 33728 demonstrates that its primary purpose is to promote access to 33729 higher education by providing student financial assistance through 33730 loans, grants, or scholarships, and by providing high quality 33731 support services and information to students and their families 33732 with regard to such financial assistance. 33733

Chapter 125. of the Revised Code does not apply to contracts 33734 entered into pursuant to this section. In awarding contracts under 33735 this division, the board shall consider factors such as the cost 33736 of the administration of the contract, the experience of the 33737 contractor, and the contractor's ability to properly execute the 33738 contract. 33739

Sec. 3333.047. With regard to any state student financial aid	33740
program established in this chapter, Chapter 5910., or section	33741
5919.34 of the Revised Code, the Ohio board of regents shall	33742
conduct audits to:	33743
(A) Determine the validity of information provided by	33744
students and parents regarding eligibility for state student	33745

financial aid. If the board determines that eligibility data has 33746

<pre>been reported incorrectly or inaccurately, and where the board determines an adjustment to be appropriate, the institution of higher education shall adjust the financial aid awarded to the student. (B) Ensure that institutions of higher education are in compliance with the board's rules governing state student financial aid programs. An institution that fails to comply with the board's rules in the administration of any state student financial aid program shall be fully liable to reimburse the board</pre>	33747 33748 33749 33750 33751 33752 33753 33754 33755
for the unauthorized use of student financial aid funds.	33756
Sec. 3333.12. (A) As used in this section: (1) "Eligible student" means an undergraduate student who is:	33757 33758
(a) An Ohio resident <u>enrolled in an undergraduate program</u>	33759
before the 2006-2007 academic year;	33760
(b) Enrolled in either of the following:	33761
(i) An accredited institution of higher education in this	33762
state that meets the requirements of Title VI of the Civil Rights	33763
Act of 1964 and is state-assisted, is nonprofit and has a	33764
certificate of authorization from the Ohio board of regents	33765
pursuant to Chapter 1713. of the Revised Code, has a certificate	33766
of registration from the state board of career colleges and	33767
schools and program authorization to award an associate or	33768
bachelor's degree, or is a private institution exempt from	33769
regulation under Chapter 3332. of the Revised Code as prescribed	33770
in section 3333.046 of the Revised Code. Students who attend an	33771
institution that holds a certificate of registration shall be	33772
enrolled in a program leading to an associate or bachelor's degree	33773
for which associate or bachelor's degree program the institution	33774
has program authorization issued under section 3332.05 of the	33775
Revised Code.	33776

(ii) A technical education program of at least two years
 duration sponsored by a private institution of higher education in
 33778
 this state that meets the requirements of Title VI of the Civil
 33779
 Rights Act of 1964.
 33780

(c) Enrolled as a full-time student or enrolled as a less 33781 than full-time student for the term expected to be the student's 33782 final term of enrollment and is enrolled for the number of credit 33783 hours necessary to complete the requirements of the program in 33784 which the student is enrolled. 33785

(2) "Gross income" includes all taxable and nontaxable income 33786 of the parents, the student, and the student's spouse, except 33787 income derived from an Ohio academic scholarship, income earned by 33788 the student between the last day of the spring term and the first 33789 day of the fall term, and other income exclusions designated by 33790 the board. Gross income may be verified to the board by the 33791 institution in which the student is enrolled using the federal 33792 financial aid eligibility verification process or by other means 33793 satisfactory to the board. 33794

(3) "Resident," "full-time student," "dependent," 33795
"financially independent," and "accredited" shall be defined by 33796
rules adopted by the board. 33797

(B) The Ohio board of regents shall establish and administer 33798 an instructional grant program and may adopt rules to carry out 33799 this section. The general assembly shall support the instructional 33800 grant program by such sums and in such manner as it may provide, 33801 but the board may also receive funds from other sources to support 33802 the program. If the amounts available for support of the program 33803 are inadequate to provide grants to all eligible students, 33804 preference in the payment of grants shall be given in terms of 33805 income, beginning with the lowest income category of gross income 33806 and proceeding upward by category to the highest gross income 33807 category.

An instructional grant shall be paid to an eligible student 33809 through the institution in which the student is enrolled, except 33810 that no instructional grant shall be paid to any person serving a 33811 term of imprisonment. Applications for such grants shall be made 33812 as prescribed by the board, and such applications may be made in 33813 conjunction with and upon the basis of information provided in 33814 conjunction with student assistance programs funded by agencies of 33815 the United States government or from financial resources of the 33816 institution of higher education. The institution shall certify 33817 that the student applicant meets the requirements set forth in 33818 divisions (A)(1)(b) and (c) of this section. Instructional grants 33819 shall be provided to an eligible student only as long as the 33820 student is making appropriate progress toward a nursing diploma or 33821 an associate or bachelor's degree. No student shall be eligible to 33822 receive a grant for more than ten semesters, fifteen quarters, or 33823 the equivalent of five academic years. A grant made to an eligible 33824 student on the basis of less than full-time enrollment shall be 33825 based on the number of credit hours for which the student is 33826 enrolled and shall be computed in accordance with a formula 33827 adopted by the board. No student shall receive more than one grant 33828 on the basis of less than full-time enrollment. 33829

An instructional grant shall not exceed the total33830instructional and general charges of the institution.33831

(C) The tables in this division prescribe the maximum grant 33832
 amounts covering two semesters, three quarters, or a comparable 33833
 portion of one academic year. Grant amounts for additional terms 33834
 in the same academic year shall be determined under division (D) 33835
 of this section. 33836

For a full-time student who is a dependent and enrolled in a 33837 nonprofit educational institution that is not a state-assisted 33838

33808

institution and tha	t has a cei	rtificate	of author	rization is	sued	33839	
pursuant to Chapter						33840	
instructional grant	for two se	emesters,	three qua	arters, or	a	33841	
comparable portion	of the acad	demic year	shall be	e determine	d in	33842	
accordance with the following table:							
Private Institution							
Table of Grants							
		Maxim	um Grant :	\$5,466		33846	
Gross Income		Numbe	r of Depei	ndents		33847	
	1	2	3	4	5 or	33848	
					more		
\$0 - \$15,000	\$5,466	\$5,466	\$5,466	\$5,466	\$5,466	33849	
\$15,001 - \$16,000	4,920	5,466	5,466	5,466	5,466	33850	
\$16,001 - \$17,000	4,362	4,920	5,466	5,466	5,466	33851	
\$17,001 - \$18,000	3,828	4,362	4,920	5,466	5,466	33852	
\$18,001 - \$19,000	3,288	3,828	4,362	4,920	5,466	33853	
\$19,001 - \$22,000	2,736	3,288	3,828	4,362	4,920	33854	
\$22,001 - \$25,000	2,178	2,736	3,288	3,828	4,362	33855	
\$25,001 - \$28,000	1,626	2,178	2,736	3,288	3,828	33856	
\$28,001 - \$31,000	1,344	1,626	2,178	2,736	3,288	33857	
\$31,001 - \$32,000	1,080	1,344	1,626	2,178	2,736	33858	
\$32,001 - \$33,000	984	1,080	1,344	1,626	2,178	33859	
\$33,001 - \$34,000	888	984	1,080	1,344	1,626	33860	
\$34,001 - \$35,000	444	888	984	1,080	1,344	33861	
\$35,001 - \$36,000		444	888	984	1,080	33862	
\$36,001 - \$37,000			444	888	984	33863	
\$37,001 - \$38,000				444	888	33864	
\$38,001 - \$39,000					444	33865	

For a full-time student who is financially independent and 33866 enrolled in a nonprofit educational institution that is not a 33867 state-assisted institution and that has a certificate of 33868 authorization issued pursuant to Chapter 1713. of the Revised 33869

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							33870
Code, the amount of	f the inst	ructiona	l grant i	for two	semeste	rs,	
three quarters, or	a compara	ble port	ion of th	ne acade	emic yea	r shall	33871
be determined in a	ccordance	with the	followin	ng table	e:		33872
Private Institution							
Table of Grants							
		Max	imum Gra	nt \$5,4	66		33875
Gross Income		Num	ber of D	ependen	ts		33876
	0	1	2	3	4	5 or	33877
						more	
\$0 - \$4,800	\$5,466	\$5,466	\$5,466	\$5,466	\$5,466	\$5,466	33878
\$4,801 - \$5,300	4,920	5,466	5,466	5,466	5,466	5,466	33879
\$5,301 - \$5,800	4,362	5,196	5,466	5,466	5,466	5,466	33880
\$5,801 - \$6,300	3,828	4,914	5,196	5,466	5,466	5,466	33881
\$6,301 - \$6,800	3,288	4,650	4,914	5,196	5,466	5,466	33882
\$6,801 - \$7,300	2,736	4,380	4,650	4,914	5,196	5,466	33883
\$7,301 - \$8,300	2,178	4,104	4,380	4,650	4,914	5,196	33884
\$8,301 - \$9,300	1,626	3,822	4,104	4,380	4,650	4,914	33885
\$9,301 - \$10,300	1,344	3,546	3,822	4,104	4,380	4,650	33886
\$10,301 - \$11,800	1,080	3,408	3,546	3,822	4,104	4,380	33887
\$11,801 - \$13,300	984	3,276	3,408	3,546	3,822	4,104	33888
\$13,301 - \$14,800	888	3,228	3,276	3,408	3,546	3,822	33889
\$14,801 - \$16,300	444	2,904	3,228	3,276	3,408	3,546	33890
\$16,301 - \$19,300		2,136	2,628	2,952	3,276	3,408	33891
\$19,301 - \$22,300		1,368	1,866	2,358	2,676	3,000	33892
\$22,301 - \$25,300		1,092	1,368	1,866	2,358	2,676	33893
\$25,301 - \$30,300		816	1,092	1,368	1,866	2,358	33894
\$30,301 - \$35,300		492	540	672	816	1,314	33895

For a full-time student who is a dependent and enrolled in an 33896 educational institution that holds a certificate of registration 33897 from the state board of career colleges and schools or a private 33898 institution exempt from regulation under Chapter 3332. of the 33899 Revised Code as prescribed in section 3333.046 of the Revised 33900

Code, the amount of the instructional grant for two semesters,								
three quarters, or	a comparabl	e portion	of the ac	ademic ye	ar shall	33902		
be determined in ac	cordance wi	th the fo	llowing ta	ble:		33903		
Career Institution								
Table of Grants								
		Maximu	m Grant \$4	1,632		33906		
Gross Income		Number	of Depend	lents		33907		
	1	2	3	4	5 or	33908		
					more			
\$0 - \$15,000	\$4,632	\$4,632	\$4,632	\$4,632	\$4,632	33909		
\$15,001 - \$16,000	4,182	4,632	4,632	4,632	4,632	33910		
\$16,001 - \$17,000	3,684	4,182	4,632	4,632	4,632	33911		
\$17,001 - \$18,000	3,222	3,684	4,182	4,632	4,632	33912		
\$18,001 - \$19,000	2,790	3,222	3,684	4,182	4,632	33913		
\$19,001 - \$22,000	2,292	2,790	3,222	3,684	4,182	33914		
\$22,001 - \$25,000	1,854	2,292	2,790	3,222	3,684	33915		
\$25,001 - \$28,000	1,416	1,854	2,292	2,790	3,222	33916		
\$28,001 - \$31,000	1,134	1,416	1,854	2,292	2,790	33917		
\$31,001 - \$32,000	906	1,134	1,416	1,854	2,292	33918		
\$32,001 - \$33,000	852	906	1,134	1,416	1,854	33919		
\$33,001 - \$34,000	750	852	906	1,134	1,416	33920		
\$34,001 - \$35,000	372	750	852	906	1,134	33921		
\$35,001 - \$36,000		372	750	852	906	33922		
\$36,001 - \$37,000			372	750	852	33923		
\$37,001 - \$38,000				372	750	33924		
\$38,001 - \$39,000					372	33925		

For a full-time student who is financially independent and 33926 enrolled in an educational institution that holds a certificate of 33927 registration from the state board of career colleges and schools 33928 or a private institution exempt from regulation under Chapter 33929 3332. of the Revised Code as prescribed in section 3333.046 of the 33930 Revised Code, the amount of the instructional grant for two 33931

semesters, three quarters, or a comparable portion of the academic 33							
year shall be deter							33933
	Care	er Insti	tution				33934
	Tal	ble of Gr	ants				33935
		Max	imum Gra	nt \$4,6	32		33936
Gross Income	Number of Dependents						33937
	0	1	2	3	4	5 or	33938
						more	
\$0 - \$4,800	\$4,632	\$4,632	\$4,632	\$4,632	\$4,632	\$4,632	33939
\$4,801 - \$5,300	4,182	4,632	4,632	4,632	4,632	4,632	33940
\$5,301 - \$5,800	3,684	4,410	4,632	4,632	4,632	4,632	33941
\$5,801 - \$6,300	3,222	4,158	4,410	4,632	4,632	4,632	33942
\$6,301 - \$6,800	2,790	3,930	4,158	4,410	4,632	4,632	33943
\$6,801 - \$7,300	2,292	3,714	3,930	4,158	4,410	4,632	33944
\$7,301 - \$8,300	1,854	3,462	3,714	3,930	4,158	4,410	33945
\$8,301 - \$9,300	1,416	3,246	3,462	3,714	3,930	4,158	33946
\$9,301 - \$10,300	1,134	3,024	3,246	3,462	3,714	3,930	33947
\$10,301 - \$11,800	906	2,886	3,024	3,246	3,462	3,714	33948
\$11,801 - \$13,300	852	2,772	2,886	3,024	3,246	3,462	33949
\$13,301 - \$14,800	750	2,742	2,772	2,886	3,024	3,246	33950
\$14,801 - \$16,300	372	2,466	2,742	2,772	2,886	3,024	33951
\$16,301 - \$19,300		1,800	2,220	2,520	2,772	2,886	33952
\$19,301 - \$22,300		1,146	1,584	1,986	2,268	2,544	33953
\$22,301 - \$25,300		930	1,146	1,584	1,986	2,268	33954
\$25,301 - \$30,300		708	930	1,146	1,584	1,986	33955
\$30,301 - \$35,300		426	456	570	708	1,116	33956

For a full-time student who is a dependent and enrolled in a 33957 state-assisted educational institution, the amount of the 33958 instructional grant for two semesters, three quarters, or a 33959 comparable portion of the academic year shall be determined in 33960 accordance with the following table: 33961 33962

Public Institution

Table of Grants						33963
Maximum Grant \$2,190						33964
Gross Income		Number	of Depende	ents		33965
	1	2	3	4	5 or	33966
					more	
\$0 - \$15,000	\$2,190	\$2,190	\$2,190	\$2,190	\$2,190	33967
\$15,001 - \$16,000	1,974	2,190	2,190	2,190	2,190	33968
\$16,001 - \$17,000	1,740	1,974	2,190	2,190	2,190	33969
\$17,001 - \$18,000	1,542	1,740	1,974	2,190	2,190	33970
\$18,001 - \$19,000	1,320	1,542	1,740	1,974	2,190	33971
\$19,001 - \$22,000	1,080	1,320	1,542	1,740	1,974	33972
\$22,001 - \$25,000	864	1,080	1,320	1,542	1,740	33973
\$25,001 - \$28,000	648	864	1,080	1,320	1,542	33974
\$28,001 - \$31,000	522	648	864	1,080	1,320	33975
\$31,001 - \$32,000	420	522	648	864	1,080	33976
\$32,001 - \$33,000	384	420	522	648	864	33977
\$33,001 - \$34,000	354	384	420	522	648	33978
\$34,001 - \$35,000	174	354	384	420	522	33979
\$35,001 - \$36,000		174	354	384	420	33980
\$36,001 - \$37,000			174	354	384	33981
\$37,001 - \$38,000				174	354	33982
\$38,001 - \$39,000					174	33983
For a full-time	student wl	ho is fina	ncially in	ndependent	and	33984
enrolled in a state-	assisted e	ducational	instituti	on, the a	mount	33985

of the instructional grant for two semesters, three quarters, or a 33986 comparable portion of the academic year shall be determined in 33987 accordance with the following table: 33988 Public Institution 33989 Table of Grants 33990 Maximum Grant \$2,190 33991 Number of Dependents Gross Income 33992 2 3 4 0 1 5 or 33993

more

\$0 - \$4,800	\$2,190	\$2,190	\$2,190	\$2,190	\$2,190	\$2,190	33994
\$4,801 - \$5,300	1,974	2,190	2,190	2,190	2,190	2,190	33995
\$5,301 - \$5,800	1,740	2,082	2,190	2,190	2,190	2,190	33996
\$5,801 - \$6,300	1,542	1,968	2,082	2,190	2,190	2,190	33997
\$6,301 - \$6,800	1,320	1,866	1,968	2,082	2,190	2,190	33998
\$6,801 - \$7,300	1,080	1,758	1,866	1,968	2,082	2,190	33999
\$7,301 - \$8,300	864	1,638	1,758	1,866	1,968	2,082	34000
\$8,301 - \$9,300	648	1,530	1,638	1,758	1,866	1,968	34001
\$9,301 - \$10,300	522	1,422	1,530	1,638	1,758	1,866	34002
\$10,301 - \$11,800	420	1,356	1,422	1,530	1,638	1,758	34003
\$11,801 - \$13,300	384	1,308	1,356	1,422	1,530	1,638	34004
\$13,301 - \$14,800	354	1,290	1,308	1,356	1,422	1,530	34005
\$14,801 - \$16,300	174	1,164	1,290	1,308	1,356	1,422	34006
\$16,301 - \$19,300		858	1,050	1,182	1,308	1,356	34007
\$19,301 - \$22,300		540	750	948	1,062	1,200	34008
\$22,301 - \$25,300		432	540	750	948	1,062	34009
\$25,301 - \$30,300		324	432	540	750	948	34010
\$30,301 - \$35,300		192	210	264	324	522	34011

(D) For a full-time student enrolled in an eligible 34012 institution for a semester or quarter in addition to the portion 34013 of the academic year covered by a grant determined under division 34014 (C) of this section, the maximum grant amount shall be a 34015 percentage of the maximum prescribed in the applicable table of 34016 that division. The maximum grant for a fourth quarter shall be 34017 one-third of the maximum amount prescribed under that division. 34018 The maximum grant for a third semester shall be one-half of the 34019 maximum amount prescribed under that division. 34020

(E) No grant shall be made to any student in a course of 34021
study in theology, religion, or other field of preparation for a 34022
religious profession unless such course of study leads to an 34023
accredited bachelor of arts, bachelor of science, associate of 34024
arts, or associate of science degree. 34025

(F)(1) Except as provided in division (F)(2) of this section, 34026 no grant shall be made to any student for enrollment during a 34027 fiscal year in an institution with a cohort default rate 34028 determined by the United States secretary of education pursuant to 34029 the "Higher Education Amendments of 1986," 100 Stat. 1278, 1408, 34030 20 U.S.C.A. 1085, as amended, as of the fifteenth day of June 34031 preceding the fiscal year, equal to or greater than thirty per 34032 cent for each of the preceding two fiscal years. 34033

(2) Division (F)(1) of this section does not apply to the 34034
following: 34035

(a) Any student enrolled in an institution that under the 34036 federal law appeals its loss of eligibility for federal financial 34037 aid and the United States secretary of education determines its 34038 cohort default rate after recalculation is lower than the rate 34039 specified in division (F)(1) of this section or the secretary 34040 determines due to mitigating circumstances the institution may 34041 continue to participate in federal financial aid programs. The 34042 board shall adopt rules requiring institutions to provide 34043 information regarding an appeal to the board. 34044

(b) Any student who has previously received a grant under 34045this section who meets all other requirements of this section. 34046

(3) The board shall adopt rules for the notification of all
 34047
 institutions whose students will be ineligible to participate in
 34048
 the grant program pursuant to division (F)(1) of this section.
 34049

(4) A student's attendance at an institution whose students 34050
lose eligibility for grants under division (F)(1) of this section 34051
shall not affect that student's eligibility to receive a grant 34052
when enrolled in another institution. 34053

(G) Institutions of higher education that enroll students 34054
 receiving instructional grants under this section shall report to 34055
 the board all students who have received instructional grants but 34056

34057 are no longer eligible for all or part of such grants and shall 34058 refund any moneys due the state within thirty days after the 34059 beginning of the quarter or term immediately following the quarter 34060 or term in which the student was no longer eligible to receive all 34061 or part of the student's grant. There shall be an interest charge 34062 of one per cent per month on all moneys due and payable after such 34063 thirty-day period. The board shall immediately notify the office 34064 of budget and management and the legislative service commission of 34065 all refunds so received.

Sec. 3333.121. There is hereby established in the state 34066 treasury the instructional grant state need-based financial aid 34067 reconciliation fund, which shall consist of refunds of 34068 instructional grant payments made pursuant to section 3333.12 of 34069 the Revised Code and refunds of state need-based financial aid 34070 payments made pursuant to section 3333.122 of the Revised Code. 34071 Revenues credited to the fund shall be used by the Ohio board of 34072 regents to pay to higher education institutions any outstanding 34073 obligations from the prior year owed for the Ohio instructional 34074 grant program and the Ohio college opportunity grant program that 34075 are identified through the annual reconciliation and financial 34076 audit. Any amount in the fund that is in excess of the amount 34077 certified to the director of budget and management by the board of 34078 regents as necessary to reconcile prior year payments under the 34079 program shall be transferred to the general revenue fund. 34080

Sec. 3333.122. (A) As used in this section:34081(1) "Eligible student" means a student who is:34082(a) An Ohio resident who first enrolls in an undergraduate34083program in the 2006-2007 academic year or thereafter;34084(b) Enrolled in either of the following:34085

(i) An accredited institution of higher education in this 34086

state that mosts the requirements of Title VI of the Civil Dichts	34087
state that meets the requirements of Title VI of the Civil Rights	34088
Act of 1964 and is state-assisted, is nonprofit and has a	34089
certificate of authorization from the Ohio board of regents	34090
pursuant to Chapter 1713. of the Revised Code, has a certificate	34091
of registration from the state board of career colleges and	
schools and program authorization to award an associate or	34092
bachelor's degree, or is a private institution exempt from	34093
regulation under Chapter 3332. of the Revised Code as prescribed	34094
in section 3333.046 of the Revised Code. Students who attend an	34095
institution that holds a certificate of registration shall be	34096
<u>enrolled in a program leading to an associate or bachelor's degree</u>	34097
for which associate or bachelor's degree program the institution	34098
has program authorization issued under section 3332.05 of the	34099
Revised Code.	34100
<u>(ii) A technical education program of at least two years</u>	34101
duration sponsored by a private institution of higher education in	34102
this state that meets the requirements of Title VI of the Civil	34103
Rights Act of 1964.	34104
(2) A student who participated in either the early college	34105
high school program administered by the department of education or	34106
in the post-secondary enrollment options program pursuant to	34107
Chapter 3365. of the Revised Code before the 2006-2007 academic	34108
<u>year shall not be excluded from eligibility for a need based grant</u>	34109
under this section.	34110
(3) "Resident," "expected family contribution" or "EFC,"	34111
"full-time student," "three-quarters-time student," "half-time	34112
student, " "one-quarter-time student, " and "accredited" shall be	34113
defined by rules adopted by the board.	34114
(B) The Ohio board of regents shall establish and administer	34115
a needs-based financial aid program based on the United States	34116
department of education's method of determining financial need and	34117

may adopt rules to carry out this section. The program shall be	34118
known as the Ohio college opportunity grant program. The general	34119
assembly shall support the needs-based financial aid program by	34120
such sums and in such manner as it may provide, but the board may	34121
	34122
also receive funds from other sources to support the program. If	34123
the amounts available for support of the program are inadequate to	34124
provide grants to all eligible students, preference in the payment	34125
of grants shall be given in terms of expected family contribution,	34126
beginning with the lowest expected family contribution category	34127
and proceeding upward by category to the highest expected family	34128
contribution category.	54120
<u>A needs-based financial aid grant shall be paid to an</u>	34129
eligible student through the institution in which the student is	34130
enrolled, except that no needs-based financial aid grant shall be	34131
paid to any person serving a term of imprisonment. Applications	34132
for such grants shall be made as prescribed by the board, and such	34133
applications may be made in conjunction with and upon the basis of	34134
information provided in conjunction with student assistance	34135
programs funded by agencies of the United States government or	34136
from financial resources of the institution of higher education.	34137
The institution shall certify that the student applicant meets the	34138
requirements set forth in divisions (A)(1)(a) and (b) of this	34139
section. Needs-based financial aid grants shall be provided to an	34140
eligible student only as long as the student is making appropriate	34141
progress toward a nursing diploma or an associate or bachelor's	34142
degree. No student shall be eligible to receive a grant for more	34143
than ten semesters, fifteen quarters, or the equivalent of five	34144
academic years. A grant made to an eligible student on the basis	34145
of less than full-time enrollment shall be based on the number of	34146
credit hours for which the student is enrolled and shall be	34147
computed in accordance with a formula adopted by the board. No	34148
student shall receive more than one grant on the basis of less	34149

than full-time enrollment.

<u>A needs-b</u>	<u>based financia</u>	al aid grant sl	<u>hall not exceed</u>	<u>l the total</u>	34151
instructional	and general o	charges of the	institution.		34152
<u>(C)</u> The t	ables in this	division pres	scribe the max:	<u>imum grant</u>	34153
<u>amounts coveri</u>	<u>ng two semest</u>	ters, three qua	arters, or a co	omparable	34154
portion of one	<u>academic yea</u>	ar. Grant amou	nts for additio	onal terms	34155
<u>in the same ac</u>	ademic year s	shall be detern	<u>mined under div</u>	vision (D)	34156
of this sectio	on.				34157
<u>As used i</u>	<u>n the tables</u>	<u>in division (</u>	<u>C) of this sec</u>	zion:	34158
<u>(1)</u> "Prix	<u>vate instituti</u>	on" means an	institution that	<u>at is</u>	34159
nonprofit and	<u>has a certifi</u>	cate of autho	rization from	<u>che Ohio</u>	34160
board of reger	<u>nts pursuant t</u>	co Chapter 171	3. of the Revis	sed Code.	34161
<u>(2)</u> "Care	er college" m	<u>means either a</u>	n institution (<u>chat holds a</u>	34162
<u>certificate of</u>	registration	n from the sta	te board of ca	reer	34163
colleges and s	schools or a p	private_instit	ution exempt f:	<u>com</u>	34164
regulation und	ler Chapter 33	332. of the Re	vised Code as p	prescribed	34165
in section 333	3.046 of the	Revised Code.			34166
<u>Full-time</u>	<u>students sha</u>	<u>all be eligibl</u>	<u>e to receive av</u>	<u>vards</u>	34167
according to t	the following	table:			34168
	Ful	l-Time Enrollm	<u>ient</u>		34169
<u>If the EFC</u>	<u>And if the</u>	<u>If the</u>	<u>If the</u>	<u>If the</u>	34170
<u>is equal</u>	<u>EFC is no</u>	<u>student</u>	<u>student</u>	<u>student</u>	
<u>to or</u>	more than:	<u>attends a</u>	<u>attends a</u>	<u>attends a</u>	
greater		public	<u>private</u>	<u>career</u>	
<u>than:</u>		<u>institution,</u>	<u>institution,</u>	<u>college,</u>	
		<u>the annual</u>	<u>the annual</u>	<u>the annual</u>	
		<u>award</u>	award	<u>award</u>	
		<u>shall be:</u>	<u>shall be:</u>	<u>shall be:</u>	
<u>\$2,101</u>	<u>\$2,190</u>	<u>\$300</u>	<u>\$600</u>	<u>\$480</u>	34171
<u>2,001</u>	<u>2,100</u>	<u>402</u>	<u>798</u>	<u>642</u>	34172
<u>1,901</u>	2,000	<u>498</u>	<u>1,002</u>	<u>798</u>	34173

34150

<u>1,801</u>	<u>1,900</u>	<u>600</u>	<u>1,200</u>	<u>960</u>	34174
<u>1,701</u>	<u>1,800</u>	<u>702</u>	<u>1,398</u>	<u>1,122</u>	34175
<u>1,601</u>	<u>1,700</u>	<u>798</u>	<u>1,602</u>	<u>1,278</u>	34176
<u>1,501</u>	<u>1,600</u>	<u>900</u>	<u>1,800</u>	<u>1,440</u>	34177
<u>1,401</u>	<u>1,500</u>	<u>1,002</u>	<u>1,998</u>	<u>1,602</u>	34178
<u>1,301</u>	<u>1,400</u>	<u>1,098</u>	<u>2,202</u>	<u>1,758</u>	34179
<u>1,201</u>	<u>1,300</u>	<u>1,200</u>	2,400	<u>1,920</u>	34180
<u>1,101</u>	<u>1,200</u>	<u>1,302</u>	<u>2,598</u>	<u>2,082</u>	34181
<u>1,001</u>	<u>1,100</u>	<u>1,398</u>	<u>2,802</u>	<u>2,238</u>	34182
<u>901</u>	<u>1,000</u>	<u>1,500</u>	<u>3,000</u>	2,400	34183
<u>801</u>	<u>900</u>	<u>1,602</u>	<u>3,198</u>	<u>2,562</u>	34184
<u>701</u>	800	<u>1,698</u>	3,402	<u>2,718</u>	34185
<u>601</u>	700	<u>1,800</u>	<u>3,600</u>	<u>2,280</u>	34186
<u>501</u>	<u>600</u>	<u>1,902</u>	<u>3,798</u>	<u>3,042</u>	34187
<u>401</u>	<u>500</u>	<u>1,998</u>	<u>4,002</u>	<u>3,198</u>	34188
<u>301</u>	400	2,100	<u>4,200</u>	<u>3,360</u>	34189
201	<u>300</u>	<u>2,202</u>	<u>4,398</u>	<u>3,522</u>	34190
<u>101</u>	<u>200</u>	<u>2,298</u>	<u>4,602</u>	<u>3,678</u>	34191
<u>1</u>	<u>100</u>	2,400	<u>4,800</u>	<u>3,840</u>	34192
<u>0</u>	<u>0</u>	<u>2,496</u>	<u>4,992</u>	<u>3,996</u>	34193
<u>Three-qu</u>	<u>arters-time st</u>	udents shall l	<u>be eligible to</u>	receive	34194
<u>awards accord</u>	ing to the fol	lowing table:			34195
	<u>Three-Ou</u>	<u>arters-Time En</u>	rollment		34196
If the EFC	And the	<u>If the</u>	<u>If the</u>	<u>If the</u>	34197
<u>is equal</u>	<u>EFC is no</u>	<u>student</u>	<u>student</u>	<u>student</u>	
<u>to or</u>	more than:	<u>attends a</u>	<u>attends a</u>	<u>attends a</u>	
greater		public	<u>private</u>	<u>career</u>	
than:		<u>institution,</u>	<u>institution,</u>	<u>college</u> ,	
		<u>the annual</u>	<u>the annual</u>	<u>the annual</u>	
		<u>award</u>	<u>award</u>	<u>award</u>	
		<u>shall be:</u>	<u>shall be:</u>	<u>shall be:</u>	
<u>\$2,101</u>	<u>\$2,190</u>	<u>\$228</u>	<u>\$450</u>	<u>\$360</u>	34198
2,001	2,100	<u>300</u>	<u>600</u>	<u>480</u>	34199

<u>1,901</u>	2,000	<u>372</u>	<u>750</u>	<u>600</u>	34200
<u>1,801</u>	<u>1,900</u>	<u>450</u>	<u>900</u>	<u>720</u>	34201
<u>1,701</u>	<u>1,800</u>	<u>528</u>	<u>1,050</u>	<u>840</u>	34202
<u>1,601</u>	<u>1,700</u>	<u>600</u>	<u>1,200</u>	<u>960</u>	34203
<u>1,501</u>	<u>1,600</u>	<u>678</u>	<u>1,350</u>	<u>1,080</u>	34204
<u>1,401</u>	<u>1,500</u>	<u>750</u>	<u>1,500</u>	<u>1,200</u>	34205
<u>1,301</u>	<u>1,400</u>	822	<u>1,650</u>	<u>1,320</u>	34206
<u>1,201</u>	<u>1,300</u>	<u>900</u>	<u>1,800</u>	<u>1,440</u>	34207
<u>1,101</u>	<u>1,200</u>	<u>978</u>	<u>1,950</u>	<u>1,560</u>	34208
<u>1,001</u>	<u>1,100</u>	<u>1,050</u>	2,100	<u>1,680</u>	34209
<u>901</u>	<u>1,000</u>	<u>1,128</u>	<u>2,250</u>	<u>1,800</u>	34210
<u>801</u>	<u>900</u>	<u>1,200</u>	2,400	<u>1,920</u>	34211
<u>701</u>	<u>800</u>	<u>1,272</u>	<u>2,550</u>	2,040	34212
<u>601</u>	<u>700</u>	<u>1,350</u>	2,700	2,160	34213
<u>501</u>	<u>600</u>	<u>1,428</u>	<u>2,850</u>	2,280	34214
<u>401</u>	<u>500</u>	<u>1,500</u>	<u>3,000</u>	2,400	34215
<u>301</u>	400	<u>1,578</u>	<u>3,150</u>	<u>2,520</u>	34216
<u>201</u>	<u>300</u>	<u>1,650</u>	<u>3,300</u>	2,640	34217
<u>101</u>	200	<u>1,722</u>	<u>3,450</u>	<u>2,760</u>	34218
<u>1</u>	<u>100</u>	<u>1,800</u>	<u>3,600</u>	2,880	34219
<u>0</u>	<u>0</u>	1,872	<u>3,744</u>	3,000	34220
Half-time students shall be eligible to receive awards					34221
according to t	the following	table:			34222
	Half-Time Enrollment			34223	
<u>If the EFC</u>	<u>And if the</u>	<u>If the</u>	<u>If the</u>	<u>If the</u>	34224
<u>is equal</u>	<u>EFC is no</u>	<u>student</u>	<u>student</u>	<u>student</u>	
<u>to or</u>	more than:	<u>attends a</u>	<u>attends a</u>	<u>attends a</u>	
greater		public	<u>private</u>	<u>career</u>	
<u>than:</u>		<u>institution,</u>	<u>institution,</u>	<u>college,</u>	
		<u>the annual</u>	<u>the annual</u>	<u>the annual</u>	
		<u>award</u>	award	award	
		<u>shall be:</u>	<u>shall be:</u>	<u>shall be:</u>	
<u>\$2,101</u>	<u>\$2,190</u>	<u>\$150</u>	<u>\$300</u>	<u>\$240</u>	34225

<u>2,001</u>	<u>2,100</u>	204	<u>402</u>	<u>324</u>	34226
<u>1,901</u>	2,000	<u>252</u>	<u>504</u>	<u>402</u>	34227
<u>1,801</u>	<u>1,900</u>	<u>300</u>	<u>600</u>	<u>480</u>	34228
<u>1,701</u>	<u>1,800</u>	<u>354</u>	<u>702</u>	<u>564</u>	34229
<u>1,601</u>	<u>1,700</u>	<u>402</u>	<u>804</u>	<u>642</u>	34230
<u>1,501</u>	<u>1,600</u>	<u>450</u>	<u>900</u>	<u>720</u>	34231
<u>1,401</u>	<u>1,500</u>	<u>504</u>	<u>1,002</u>	<u>804</u>	34232
<u>1,301</u>	<u>1,400</u>	<u>552</u>	<u>1,104</u>	<u>882</u>	34233
<u>1,201</u>	<u>1,300</u>	<u>600</u>	<u>1,200</u>	<u>960</u>	34234
<u>1,101</u>	<u>1,200</u>	<u>654</u>	<u>1,302</u>	<u>1,044</u>	34235
<u>1,001</u>	<u>1,100</u>	702	<u>1,404</u>	<u>1,122</u>	34236
<u>901</u>	<u>1,000</u>	750	<u>1,500</u>	<u>1,200</u>	34237
<u>801</u>	<u>900</u>	<u>804</u>	<u>1,602</u>	<u>1,284</u>	34238
<u>701</u>	<u>800</u>	<u>852</u>	<u>1,704</u>	<u>1,362</u>	34239
<u>601</u>	700	<u>900</u>	<u>1,800</u>	<u>1,440</u>	34240
<u>501</u>	<u>600</u>	<u>954</u>	<u>1,902</u>	<u>1,524</u>	34241
<u>401</u>	<u>500</u>	<u>1,002</u>	<u>2,004</u>	<u>1,602</u>	34242
<u>301</u>	<u>400</u>	<u>1,050</u>	<u>2,100</u>	<u>1,680</u>	34243
<u>201</u>	<u>300</u>	<u>1,104</u>	<u>2,202</u>	<u>1,764</u>	34244
<u>101</u>	200	<u>1,152</u>	<u>2,304</u>	<u>1,842</u>	34245
<u>1</u>	<u>100</u>	<u>1,200</u>	<u>2,400</u>	<u>1,920</u>	34246
<u>0</u>	<u>0</u>	<u>1,248</u>	<u>2,496</u>	<u>1,998</u>	34247
<u>One-quar</u>	ter-time stude	ents shall be	<u>eligible to re</u>	<u>eceive_awards</u>	34248
according to	the following	table:			34249
	<u>One-Qua</u>	arter-Time Enro	<u>ollment</u>		34250
<u>If the EFC</u>	<u>And if the</u>	<u>If the</u>	<u>If the</u>	<u>If the</u>	34251
<u>is equal</u>	<u>EFC is no</u>	<u>student</u>	<u>student</u>	<u>student</u>	
<u>to or</u>	more than:	<u>attends a</u>	<u>attends a</u>	<u>attends a</u>	
greater		public	private	<u>career</u>	
<u>than:</u>		<u>institution,</u>	<u>institution,</u>	<u>college,</u>	
		<u>the annual</u>	<u>the annual</u>	<u>the annual</u>	
		<u>award</u>	<u>award</u>	<u>award</u>	
		<u>shall be:</u>	<u>shall be:</u>	<u>shall be:</u>	

<u>\$2,101</u>	<u>\$2,190</u>	<u>\$78</u>	<u>\$150</u>	<u>\$120</u>	34252
2,001	2,100	<u>102</u>	<u>198</u>	<u>162</u>	34253
<u>1,901</u>	2,000	<u>126</u>	<u>252</u>	<u>198</u>	34254
<u>1,801</u>	<u>1,900</u>	<u>150</u>	<u>300</u>	<u>240</u>	34255
<u>1,701</u>	<u>1,800</u>	<u>174</u>	<u>348</u>	<u>282</u>	34256
1,601	<u>1,700</u>	<u>198</u>	<u>402</u>	<u>318</u>	34257
<u>1,501</u>	1,600	228	<u>450</u>	<u>360</u>	34258
<u>1,401</u>	<u>1,500</u>	<u>252</u>	<u>498</u>	<u>402</u>	34259
<u>1,301</u>	<u>1,400</u>	276	<u>552</u>	<u>438</u>	34260
<u>1,201</u>	<u>1,300</u>	<u>300</u>	<u>600</u>	<u>480</u>	34261
<u>1,101</u>	<u>1,200</u>	<u>324</u>	<u>648</u>	<u>522</u>	34262
<u>1,001</u>	<u>1,100</u>	<u>348</u>	<u>702</u>	<u>558</u>	34263
<u>901</u>	<u>1,000</u>	<u>378</u>	750	<u>600</u>	34264
<u>801</u>	<u>900</u>	402	<u>798</u>	642	34265
<u>701</u>	800	<u>426</u>	<u>852</u>	<u>678</u>	34266
<u>601</u>	<u>700</u>	<u>450</u>	<u>900</u>	<u>720</u>	34267
<u>501</u>	<u>600</u>	474	<u>948</u>	<u>762</u>	34268
<u>401</u>	<u>500</u>	<u>498</u>	<u>1,002</u>	<u>798</u>	34269
<u>301</u>	<u>400</u>	<u>528</u>	<u>1,050</u>	<u>840</u>	34270
<u>201</u>	<u>300</u>	<u>552</u>	<u>1,098</u>	<u>882</u>	34271
<u>101</u>	200	<u>576</u>	<u>1,152</u>	<u>918</u>	34272
<u>1</u>	<u>100</u>	<u>600</u>	<u>1,200</u>	<u>960</u>	34273
<u>0</u>	<u>0</u>	<u>624</u>	<u>1,248</u>	<u>1,002</u>	34274
(D) For a	full-time student	enrolled ir	ı an eligible		34275
	<u>r a semester or qu</u>			ortion	34276
	<u>year covered by</u>				34277
					34278
(C) of this section, the maximum grant amount shall be a					34279
percentage of the maximum prescribed in the applicable table of that division. The maximum grant for a fourth quarter shall be					34280
one-third of the maximum amount prescribed under that division. The maximum grant for a third semester shall be one-half of the					
_					34282 34283
maximum amount prescribed under that division.					34203

<u>(E) No grant shall be made to any student in a course of</u>	34284
study in theology, religion, or other field of preparation for a	34285
religious profession unless such course of study leads to an	34286
accredited bachelor of arts, bachelor of science, associate of	34287
arts, or associate of science degree.	34288
(F)(1) Except as provided in division (F)(2) of this section,	34289
no grant shall be made to any student for enrollment during a	34290
fiscal year in an institution with a cohort default rate	34291
determined by the United States secretary of education pursuant to	34292
the "Higher Education Amendments of 1986," 100 Stat. 1278, 1408,	34293
20 U.S.C.A. 1085, as amended, as of the fifteenth day of June	34294
preceding the fiscal year, equal to or greater than thirty per	34295
cent for each of the preceding two fiscal years.	34296
(2) Division (F)(1) of this section does not apply to the	34297
<u>following:</u>	34298
(a) Any student enrolled in an institution that under the	34299
federal law appeals its loss of eligibility for federal financial	34300
aid and the United States secretary of education determines its	34301
cohort default rate after recalculation is lower than the rate	34302
specified in division (F)(1) of this section or the secretary	34303
determines due to mitigating circumstances the institution may	34304
continue to participate in federal financial aid programs. The	34305
board shall adopt rules requiring institutions to provide	34306
information regarding an appeal to the board.	34307
(b) Any student who has previously received a grant under	34308
this section who meets all other requirements of this section.	34309
(3) The board shall adopt rules for the notification of all	34310
institutions whose students will be ineligible to participate in	34311
the grant program pursuant to division (F)(1) of this section.	34312
(4) A student's attendance at an institution whose students	34313
lose eligibility for grants under division (F)(1) of this section	34314

shall not affect that student's eligibility to receive a grant	34315
when enrolled in another institution.	34316
	24210
(G) Institutions of higher education that enroll students	34317
receiving needs-based financial aid grants under this section	34318
shall report to the board all students who have received	34319
needs-based financial aid grants but are no longer eligible for	34320
all or part of such grants and shall refund any moneys due the	34321
state within thirty days after the beginning of the quarter or	34322
term immediately following the quarter or term in which the	34323
student was no longer eligible to receive all or part of the	34324
student's grant. There shall be an interest charge of one per cent	34325
per month on all moneys due and payable after such thirty-day	34326
period. The board shall immediately notify the office of budget	34327
and management and the legislative service commission of all	34328
refunds so received.	34329
Sec. 3333.123. (A) As used in this section:	34330
(1) "The Ohio college opportunity grant program" means the	34331
program established under section 3333.122 of the Revised Code.	34332
(2) "Rules for the Ohio college opportunity grant program"	34333
means the rules authorized in division (S) of section 3333.04 of	34334
the Revised Code for the implementation of the program.	34335
(B) In adopting rules for the Ohio college opportunity grant	34336
program, the Ohio board of regents may include provisions that	34337
give preferential or priority funding to low-income students who	34338
in their primary and secondary school work participate in or	34339
<u>complete rigorous academic coursework, attain passing scores on</u>	34340
the tests prescribed in section 3301.0710 of the Revised Code, or	34341
meet other high academic performance standards determined by the	34342
board to reduce the need for remediation and ensure academic	34343
success at the postsecondary education level. Any such rules shall	34344

include a specification of procedures needed to certify student	34345
achievement of primary and secondary standards as well as the	34346
timeline for implementation of the provisions authorized by this	34347
section.	34348

Sec. 3333.162. (A) As used in this section, "state	34349
institution of higher education means an institution of higher	34350
education as defined in section 3345.12 of the Revised Code.	34351

(B) By April 15, 2007, the Ohio board of regents, in 34352 consultation with the department of education, public adult and 34353 secondary career-technical education institutions, and state 34354 institutions of higher education, shall establish criteria, 34355 policies, and procedures that enable students to transfer agreed 34356 upon technical courses completed through an adult career-technical 34357 education institution, a public secondary career-technical 34358 institution, or a state institution of higher education to a state 34359 institution of higher education without unnecessary duplication or 34360 institutional barriers. The courses to which the criteria, 34361 policies, and procedures apply shall be those that adhere to 34362 recognized industry standards and equivalent coursework common to 34363 the secondary career pathway and adult career-technical education 34364 system and regionally accredited state institutions of higher 34365 education. Where applicable, the policies and procedures shall 34366 build upon the articulation agreement and transfer initiative 34367 course equivalency system required by section 3333.16 of the 34368 Revised Code. 34369

(C) By April 15, 2006, the board shall report to the general34370assembly on its progress in establishing these policies and34371procedures.34372

Sec. 3333.27. As used in this section: 34373

(A) "Eligible institution" means a nonprofit Ohio institution 34374

of higher education that holds a certificate of authorization34375issued under section 1713.02 of the Revised Code and meets the34376requirements of Title VI of the Civil Rights Act of 1964.34377

(B) "Resident" and "full-time student" have the meanings 34378established for purposes of this section by rule of the Ohio board 34379of regents. 34380

The board shall establish and administer a student choice 34381 grant program and shall adopt rules for the administration of the 34382 program. 34383

The board may make a grant to any resident of this state who 34384 is enrolled as a full-time student in a bachelor's degree program 34385 at an eligible institution and maintains an academic record that 34386 meets or exceeds the standard established pursuant to this section 34387 by rule of the board, except that no grant shall be made to any 34388 individual who was enrolled as a student in an institution of 34389 higher education on or before July 1, 1984, or is serving a term 34390 of imprisonment. The grant shall not exceed the lesser of the 34391 total instructional and general charges of the institution in 34392 which the student is enrolled, or an amount equal to one-fourth of 34393 the total of any state instructional subsidy amount distributed by 34394 the board in the second fiscal year of the preceding biennium for 34395 all full-time students enrolled in bachelor's degree programs at 34396 four-year state-assisted institutions of higher education divided 34397 by the sum of the actual number of full-time students enrolled in 34398 bachelor's degree programs at four-year state-assisted 34399 institutions of higher education reported to the board for such 34400 year by the institutions to which the subsidy was distributed. 34401

The board shall prescribe the form and manner of application 34402 for grants including the manner of certification by eligible 34403 institutions that each applicant from such institution is enrolled 34404 in a bachelor's degree program as a full-time student and has an 34405

academic record that meets or exceeds the standard established by 34406 the board. 34407

A grant awarded to an eligible student shall be paid to the 34408 34409 institution in which the student is enrolled, and the institution shall reduce the student's instructional and general charges by 34410 the amount of the grant. Each grant awarded shall be prorated and 34411 paid in equal installments at the time of enrollment for each term 34412 of the academic year for which the grant is awarded. No student 34413 shall be eligible to receive a grant for more than ten semesters, 34414 fifteen quarters, or the equivalent of five academic years. 34415

The receipt of an Ohio student choice grant shall not affect 34416 a student's eligibility for assistance, or the amount of such 34417 assistance, granted under section 3315.33, 3333.12, 3333.122, 34418 3333.22, 3333.26, 5910.03, 5910.032, or 5919.34 of the Revised 34419 Code. If a student receives assistance under one or more of such 34420 sections, the student choice grant made to the student shall not 34421 exceed the difference between the amount of assistance received 34422 under such sections and the total instructional and general 34423 charges of the institution in which the student is enrolled. 34424

The general assembly shall support the student choice grant 34425 program by such sums and in such manner as it may provide, but the 34426 board may also receive funds from other sources to support the 34427 program. 34428

No grant shall be made to any student enrolled in a course of 34429 study leading to a degree in theology, religion, or other field of 34430 preparation for a religious profession unless the course of study 34431 leads to an accredited bachelor of arts or bachelor of science 34432 degree. 34433

Institutions of higher education that enroll students 34434 receiving grants under this section shall report to the board the 34435 name of each student who has received such a grant but who is no 34436

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34437 longer eligible for all or part of such grant and shall refund all 34438 moneys due to the state within thirty days after the beginning of 34439 the term immediately following the term in which the student was 34440 no longer eligible to receive all or part of the grant. There 34441 shall be an interest charge of one per cent per month on all 34442 moneys due and payable after such thirty-day period. The board 34443 shall immediately notify the office of budget and management and 34444 the legislative budget office of the legislative service 34445 commission of all refunds received.

Sec. 3333.28. (A) The Ohio board of regents shall establish 34446 the nurse education assistance program, the purpose of which shall 34447 be to make loans to students enrolled in prelicensure nurse 34448 education programs at institutions approved by the board of 34449 nursing under section 4723.06 of the Revised Code and 34450 postlicensure nurse education programs approved by the board of 34451 regents under section 3333.04 of the Revised Code or offered by an 34452 institution holding a certificate of authorization issued by the 34453 board of regents under Chapter 1713. of the Revised Code. The 34454 board of nursing shall assist the board of regents in 34455 administering the program. 34456

(B) There is hereby created in the state treasury the nurse 34457
education assistance fund, which shall consist of all money 34458
transferred to it pursuant to section 4743.05 of the Revised Code. 34459
The fund shall be used by the board of regents for loans made 34460
under division (A) of this section and for expenses of 34461
administering the loan program. 34462

(C) The Between July 1, 2005, and January 1, 2012, the board 34463
 of regents shall distribute money in the nurse education 34464
 assistance fund in the following manner: 34465

(1)(a) Fifty per cent of available funds shall be awarded as 34466 loans to registered nurses enrolled in postlicensure nurse 34467

ce, Part I

	24460
education programs described in division (A) of this section. To	34468
be eligible for a loan, the applicant shall provide the board with	34469
<u>a letter of intent to practice as a faculty member at a</u>	34470
prelicensure or postlicensure program for nursing in this state	34471
upon completion of the applicant's academic program.	34472
(b) If the borrower of a loan under division (C)(1)(a) of	34473
this section secures employment as a faculty member of an approved	34474
nursing education program in this state within six months	34475
following graduation from an approved nurse education program, the	34476
board may forgive the principal and interest of the student's	34477
loans received under division (C)(1)(a) of this section at a rate	34478
of twenty-five per cent per year, for a maximum of four years, for	34479
each year in which the borrower is so employed. A deferment of the	34480
service obligation, and other conditions regarding the forgiveness	34481
of loans may be granted as provided by the rules adopted under	34482
<u>division (D)(7) of this section.</u>	34483
<u>division (D)(7) of this section.</u> (c) Loans awarded under division (C)(1)(a) of this section	34483 34484
(c) Loans awarded under division (C)(1)(a) of this section	34484
(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family	34484 34485
(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the	34484 34485 34486
(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents	34484 34485 34486 34487
(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the	34484 34485 34486 34487 34488
(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the applications.	34484 34485 34486 34487 34488 34489
<pre>(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the applications. (d) Each loan awarded to a student under division (C)(1)(a)</pre>	34484 34485 34486 34487 34488 34489 34490
<pre>(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the applications.</pre>	34484 34485 34486 34487 34488 34489 34490 34491
<pre>(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the applications. (d) Each loan awarded to a student under division (C)(1)(a) of this section shall be not less than five thousand dollars per year.</pre>	34484 34485 34486 34487 34488 34489 34490 34491 34492
<pre>(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the applications. (d) Each loan awarded to a student under division (C)(1)(a) of this section shall be not less than five thousand dollars per year. (2) Twenty-five per cent of available funds shall be awarded</pre>	34484 34485 34486 34487 34488 34489 34490 34491 34492 34493
<pre>(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the applications. (d) Each loan awarded to a student under division (C)(1)(a) of this section shall be not less than five thousand dollars per year. (2) Twenty-five per cent of available funds shall be awarded to students enrolled in prelicensure nurse education programs for</pre>	34484 34485 34486 34487 34488 34489 34490 34491 34492 34493 34494
<pre>(c) Loans awarded under division (C)(1)(a) of this section shall be awarded on the basis of the student's expected family contribution, with preference given to those applicants with the lowest expected family contribution. However, the board of regents may consider other factors it determines relevant in ranking the applications. (d) Each loan awarded to a student under division (C)(1)(a) of this section shall be not less than five thousand dollars per year. (2) Twenty-five per cent of available funds shall be awarded to students enrolled in prelicensure nurse education programs for registered nurses, as defined in section 4723.01 of the Revised</pre>	34484 34485 34486 34487 34488 34489 34490 34491 34492 34493 34494 34495

programs for licensed practical nurses, as defined in section	34499
4723.01 of the Revised Code.	34500
After January 1, 2012, the board of regents shall determine	34501
the manner in which to distribute loans under this section.	34502
(D) Subject to the requirements specified in division (C) of	34503
this section, the board of regents shall adopt rules in accordance	34504
with Chapter 119. of the Revised Code establishing:	34505
(1) Eligibility criteria for receipt of a loan;	34506
(2) Loan application procedures;	34507
(3) The amounts in which loans may be made and the total	34508
amount that may be loaned to an individual;	34509
(4) The total amount of loans that can be made each year;	34510
(5) The percentage of the money in the fund that must remain	34511
in the fund at all times as a fund balance;	34512
(6) Interest and principal repayment schedules;	34513
(7) Conditions under which a portion of principal and	34514
interest obligations incurred by an individual under the program	34515
will be forgiven;	34516
(8) Ways that the program may be used to encourage	34517
individuals who are members of minority groups to enter the	34518
nursing profession;	34519
(9) Any other matters incidental to the operation of the	34520
program.	34521
(D)(E) The obligation to repay a portion of the principal and	34522
interest on a loan made under this section shall be forgiven if	34523
the recipient of the loan meets the criteria for forgiveness	34524
established by division (C)(1)(b) of this section, in the case of	34525
loans awarded under division (C)(1)(a) of this section, or by the	34526
board of regents by rule adopted under division $\frac{(C)(D)}{(D)}(7)$ of this	34527

section, in the case of other loans awarded under this section. 34528 (E)(F) The receipt of a loan under this section shall not 34529 affect a student's eligibility for assistance, or the amount of 34530 that assistance, granted under section 3333.12, <u>3333.122,</u> 3333.22, 34531 3333.26, 3333.27, 5910.03, 5910.032, or 5919.34 of the Revised 34532 Code, but the rules of the board of regents may provide for taking 34533

assistance received under those sections into consideration when 34534 determining a student's eligibility for a loan under this section. 34535

sec. 3333.36. The Provided that sufficient unencumbered and 34536 unexpended funds are available from general revenue fund 34537 appropriations made to the Ohio board of regents, the chancellor 34538 of the Ohio board of regents may shall allocate up to seventy 34539 thousand dollars in each fiscal year to make payments to the 34540 Columbus program in intergovernmental issues, an Ohio internship 34541 program at Kent state university, for scholarships of up to two 34542 thousand dollars for each student enrolled in the program. The 34543 chancellor may utilize any general revenue funds appropriated to 34544 the board of regents that the chancellor determines to be 34545 available for purposes of this section. 34546

Sec. 3333.38. (A) As used in this section: 34547

(1) "Institution of higher education" includes all of the 34548 following: 34549

(a) A state institution of higher education, as defined in 34550 section 3345.011 of the Revised Code; 34551

(b) A nonprofit institution issued a certificate of 34552 authorization by the Ohio board of regents under Chapter 1713. of 34553 the Revised Code; 34554

(c) A private institution exempt from regulation under 34555 Chapter 3332. of the Revised Code, as prescribed in section 34556 3333.046 of the Revised Code; 34557

(d) An institution of higher education with a certificate of 34558
 registration from the state board of career colleges and schools 34559
 under Chapter 3332. of the Revised Code. 34560

(2) "Student financial assistance supported by state funds" 34561
includes assistance granted under sections 3315.33, 3333.12, 34562
<u>3333.122,</u> 3333.21, 3333.26, 3333.27, 3333.28, 3333.29, 3333.372, 34563
5910.03, 5910.032, and 5919.34 of the Revised Code and any other 34564
post-secondary student financial assistance supported by state 34565
funds. 34566

(B) An individual who is convicted of, pleads guilty to, or 34567
is adjudicated a delinquent child for one of the following 34568
violations shall be ineligible to receive any student financial 34569
assistance supported by state funds at an institution of higher 34570
education for two calendar years from the time the individual 34571
applies for assistance of that nature: 34572

(1) A violation of section 2917.02 or 2917.03 of the Revised 34573 Code; 34574

(2) A violation of section 2917.04 of the Revised Code that 34575is a misdemeanor of the fourth degree; 34576

(3) A violation of section 2917.13 of the Revised Code that 34577
is a misdemeanor of the fourth or first degree and occurs within 34578
the proximate area where four or more others are acting in a 34579
course of conduct in violation of section 2917.11 of the Revised 34580
Code. 34581

(C) If an individual is convicted of, pleads guilty to, or is 34582 adjudicated a delinquent child for committing a violation of 34583 section 2917.02 or 2917.03 of the Revised Code, and if the 34584 individual is enrolled in a state-supported institution of higher 34585 education, the institution in which the individual is enrolled 34586 shall immediately dismiss the individual. No state-supported 34587 institution of higher education shall admit an individual of that 34588

nature for one academic year after the individual applies for34589admission to a state-supported institution of higher education.34590This division does not limit or affect the ability of a34591state-supported institution of higher education to suspend or34592otherwise discipline its students.34593

Sec. 3334.01. As used in this chapter: 34594

(A) "Aggregate original principal amount" means the aggregate 34595
of the initial offering prices to the public of college savings 34596
bonds, exclusive of accrued interest, if any. "Aggregate original 34597
principal amount" does not mean the aggregate accreted amount 34598
payable at maturity or redemption of such bonds. 34599

(B) "Beneficiary" means:

(1) An individual designated by the purchaser under a tuition 34601 payment contract or through a scholarship program as the 34602 individual on whose behalf tuition credits units purchased under 34603 the contract or awarded through the scholarship program will be 34604 applied toward the payment of undergraduate, graduate, or 34605 professional tuition; or 34606

(2) An individual designated by the contributor under a 34607
 variable college savings program contract as the individual whose 34608
 tuition and other higher education expenses will be paid from a 34609
 variable college savings program account. 34610

(C) "Capital appreciation bond" means a bond for which the 34611
following is true: 34612

(1) The principal amount is less than the amount payable at 34613maturity or early redemption; and 34614

(2) No interest is payable on a current basis. 34615

(D) "Tuition credit <u>unit</u>" means a credit of the Ohio tuition 34616 trust authority purchased under section 3334.09 of the Revised 34617

34600

July 1, 1994.

(E) "College savings bonds" means revenue and other 34620 obligations issued on behalf of the state or any agency or issuing 34621 authority thereof as a zero-coupon or capital appreciation bond, 34622 and designated as college savings bonds as provided in this 34623 chapter. "College savings bond issue" means any issue of bonds of 34624 which any part has been designated as college savings bonds. 34625

(F) "Institution of higher education" means a state 34626 institution of higher education, a private college, university, or 34627 other postsecondary institution located in this state that 34628 possesses a certificate of authorization issued by the Ohio board 34629 of regents pursuant to Chapter 1713. of the Revised Code or a 34630 certificate of registration issued by the state board of career 34631 colleges and schools under Chapter 3332. of the Revised Code, or 34632 an accredited college, university, or other postsecondary 34633 institution located outside this state that is accredited by an 34634 accrediting organization or professional association recognized by 34635 the authority. To be considered an institution of higher 34636 education, an institution shall meet the definition of an eligible 34637 educational institution under section 529 of the Internal Revenue 34638 Code. 34639

(G) "Issuing authority" means any authority, commission, 34640 body, agency, or individual empowered by the Ohio Constitution or 34641 the Revised Code to issue bonds or any other debt obligation of 34642 the state or any agency or department thereof. "Issuer" means the 34643 issuing authority or, if so designated under division (B) of 34644 section 3334.04 of the Revised Code, the treasurer of state. 34645

(H) "Tuition" means the charges imposed to attend an 34646
 institution of higher education as an undergraduate, graduate, or 34647
 professional student and all fees required as a condition of 34648
 enrollment, as determined by the Ohio tuition trust authority. 34649

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"Tuition" does not include laboratory fees, room and board, or 34650 other similar fees and charges. 34651

(I) "Weighted average tuition" means the tuition cost 34652resulting from the following calculation: 34653

(1) Add the products of the annual undergraduate tuition 34654
 charged to Ohio residents at each four-year state university 34655
 multiplied by that institution's total number of undergraduate 34656
 fiscal year equated students; and 34657

(2) Divide the gross total of the products from division 34658
(I)(1) of this section by the total number of undergraduate fiscal 34659
year equated students attending four-year state universities. 34660

When making this calculation, the "annual undergraduate 34661 tuition charged to Ohio residents" shall not incorporate any 34662 tuition reductions that vary in amount among individual recipients 34663 and that are awarded to Ohio residents based upon their particular 34664 circumstances, beyond any minimum amount awarded uniformly to all 34665 Ohio residents. In addition, any tuition reductions awarded 34666 uniformly to all Ohio residents shall be incorporated into this 34667 calculation. 34668

(J) "Zero-coupon bond" means a bond which has a stated 34669 interest rate of zero per cent and on which no interest is payable 34670 until the maturity or early redemption of the bond, and is offered 34671 at a substantial discount from its original stated principal 34672 amount. 34673

(K) "State institution of higher education" includes the 34674
state universities listed in section 3345.011 of the Revised Code, 34675
community colleges created pursuant to Chapter 3354. of the 34676
Revised Code, university branches created pursuant to Chapter 34677
3355. of the Revised Code, technical colleges created pursuant to 34678
Chapter 3357. of the Revised Code, state community colleges 34679
created pursuant to Chapter 3358. of the Revised Code, the medical 34680

(L) "Four-year state university" means those state34683universities listed in section 3345.011 of the Revised Code.34684

(M) "Principal amount" refers to the initial offering price 34685
 to the public of an obligation, exclusive of the accrued interest, 34686
 if any. "Principal amount" does not refer to the aggregate 34687
 accreted amount payable at maturity or redemption of an 34688
 obligation. 34689

(N) "Scholarship program" means a program registered with the 34690Ohio tuition trust authority pursuant to section 3334.17 of the 34691Revised Code. 34692

(0) "Internal Revenue Code" means the "Internal Revenue Code 34693 of 1986," 100 Stat. 2085, 26 U.S.C.A. 1 et seq., as amended. 34694

(P) "Other higher education expenses" means room and board 34695 and books, supplies, equipment, and nontuition-related fees 34696 associated with the cost of attendance of a beneficiary at an 34697 institution of higher education, but only to the extent that such 34698 expenses meet the definition of "qualified higher education 34699 expenses" under section 529 of the Internal Revenue Code. "Other 34700 higher education expenses" does not include tuition as defined in 34701 division (H) of this section. 34702

(Q) "Purchaser" means the person signing the tuition payment 34703
 contract, who controls the account and acquires tuition credits 34704
 units for an account under the terms and conditions of the 34705
 contract. 34706

(R) "Contributor" means a person who signs a variable college 34707
 savings program contract with the Ohio tuition trust authority and 34708
 contributes to and owns the account created under the contract. 34709

(S) "Contribution" means any payment directly allocated to an 34710

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account for the benefit of the designated beneficiary of the 34711 account. 34712

34713 **sec. 3334.02.** (A) In order to help make higher education affordable and accessible to all citizens of Ohio, to maintain 34714 state institutions of higher education by helping to provide a 34715 stable financial base to these institutions, to provide the 34716 citizens of Ohio with financing assistance for higher education 34717 and protection against rising tuition costs, to encourage saving 34718 to enhance the ability of citizens of Ohio to obtain financial 34719 access to institutions of higher education, to encourage 34720 elementary and secondary students in this state to achieve 34721 academic excellence, and to promote a well-educated and 34722 financially secure population to the ultimate benefit of all 34723 citizens of the state of Ohio, there is hereby created the Ohio 34724 college savings program. The program shall consist of the issuance 34725 of college savings bonds and the sale of tuition credits and, if 34726 offered, supplemental credits units. 34727

(B) The provisions of Chapter 1707. of the Revised Code shall 34728
 not apply to tuition credits units or any agreement or transaction 34729
 related thereto. 34730

(C) To provide the citizens of Ohio with a choice of 34731 tax-advantaged college savings programs and the opportunity to 34732 participate in more than one type of college savings program at a 34733 time, the Ohio tuition trust authority shall establish and 34734 administer a variable college savings program as a qualified state 34735 tuition program under section 529 of the Internal Revenue Code. 34736 The program shall allow contributors to make cash contributions to 34737 variable college savings program accounts created for the purpose 34738 of paying future tuition and other higher education expenses and 34739 providing variable rates of return on contributions. 34740

(D) A person may participate simultaneously in both the Ohio 34741

college savings program and the variable college savings program. 34742

sec. 3334.03. (A) There is hereby created the Ohio tuition 34743 trust authority, which shall have the powers enumerated in this 34744 chapter and which shall operate as a qualified state tuition 34745 program within the meaning of section 529 of the Internal Revenue 34746 Code. The exercise by the authority of its powers shall be and is 34747 hereby declared an essential state governmental function. The 34748 authority is subject to all provisions of law generally applicable 34749 to state agencies which do not conflict with the provisions of 34750 this chapter. 34751

(B) The Ohio tuition trust authority shall consist of eleven 34752 members, no more than six of whom shall be of the same political 34753 party. Six members shall be appointed by the governor with the 34754 advice and consent of the senate as follows: one shall represent 34755 state institutions of higher education, one shall represent 34756 private nonprofit colleges and universities located in Ohio, one 34757 shall have experience in the field of marketing or public 34758 relations, one shall have experience in the field of information 34759 systems design or management, and two shall have experience in the 34760 field of banking, investment banking, insurance, or law. Four 34761 members shall be appointed by the speaker of the house of 34762 representatives and the president of the senate as follows: the 34763 speaker of the house of representatives shall appoint one member 34764 of the house from each political party and the president of the 34765 senate shall appoint one member of the senate from each political 34766 party. The chancellor of the board of regents shall be an ex 34767 officio voting member; provided, however, that the chancellor may 34768 designate a vice-chancellor of the board of regents to serve as 34769 the chancellor's representative. The political party of the 34770 chancellor shall be deemed the political party of the designee for 34771 purposes of determining that no more than six members are of the 34772 same political party.

Initial gubernatorial appointees to the authority shall serve 34774 staggered terms, with two terms expiring on January 31, 1991, one 34775 term expiring on January 31, 1992, and one term expiring on 34776 January 31, 1993. The governor shall appoint two additional 34777 members to the authority no later than thirty days after the 34778 effective date of this amendment March 30, 1999, and their initial 34779 terms shall expire January 31, 2002. Thereafter, terms of office 34780 for gubernatorial appointees shall be for four years. The initial 34781 terms of the four legislative members shall expire on January 31, 34782 1991. Thereafter legislative members shall serve two-year terms, 34783 provided that legislative members may continue to serve on the 34784 authority only if they remain members of the general assembly. Any 34785 vacancy on the authority shall be filled in the same manner as the 34786 original appointment, except that any person appointed to fill a 34787 vacancy shall be appointed to the remainder of the unexpired term. 34788 Any member is eligible for reappointment. 34789

(C) Any member may be removed by the appointing authority for 34790 misfeasance, malfeasance, or willful neglect of duty or for other 34791 cause after notice and a public hearing, unless the notice and 34792 hearing are waived in writing by the member. Members shall serve 34793 without compensation but shall receive their reasonable and 34794 necessary expenses incurred in the conduct of authority business. 34795

(D) The speaker of the house of representatives and the 34796 president of the senate shall each designate a member of the 34797 authority to serve as co-chairpersons. The six gubernatorial 34798 appointees and the chancellor of the board of regents or the 34799 chancellor's designee shall serve as the executive committee of 34800 the authority, and shall elect an executive chairperson from among 34801 the executive committee members. The authority and the executive 34802 committee may elect such other officers as determined by the 34803 authority or the executive committee respectively. The authority 34804

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34805 shall meet at least annually at the call of either co-chairperson 34806 and at such other times as either co-chairperson or the authority 34807 determines necessary. In the absence of both co-chairpersons, the 34808 executive chairperson shall serve as the presiding officer of the 34809 authority. The executive committee shall meet at the call of the 34810 executive chairperson or as the executive committee determines 34811 necessary. The authority may delegate to the executive committee 34812 such duties and responsibilities as the authority determines 34813 appropriate, except that the authority may not delegate to the 34814 executive committee the final determination of the annual price of 34815 a tuition eredit unit, the final designation of bonds as college 34816 savings bonds, or the employment of an executive director of the 34817 authority. Upon such delegation, the executive committee shall 34818 have the authority to act pursuant to such delegation without 34819 further approval or action by the authority. A majority of the 34820 authority shall constitute a quorum of the authority, and the 34821 affirmative vote of a majority of the members present shall be 34822 necessary for any action taken by the authority. A majority of the 34823 executive committee shall constitute a quorum of the executive 34824 committee, and the affirmative vote of a majority of the members 34825 present shall be necessary for any action taken by the executive 34826 committee. No vacancy in the membership of the authority or the 34827 executive committee shall impair the rights of a quorum to 34828 exercise all rights and perform all duties of the authority or the 34829 executive committee respectively.

Sec. 3334.07. (A) The Ohio tuition trust authority shall 34830 develop a plan for the sale of tuition credits <u>units</u>. The Ohio 34831 board of regents shall cooperate with the authority and provide 34832 technical assistance upon request. 34833

(B) Annually, the authority shall determine the weighted 34834 average tuition of four-year state universities in the academic 34835

34836 year that begins on or after the first day of August of the 34837 current calendar year, and shall establish the price of a tuition 34838 credit unit in the ensuing sales period. Such price shall be based 34839 on sound actuarial principles, and shall, to the extent 34840 actuarially possible, reasonably approximate one per cent of the 34841 weighted average tuition for that academic year plus the costs of 34842 administering the tuition credit program that are in excess of 34843 general revenue fund appropriations for administrative costs. The 34844 sales period to which such price applies shall consist of twelve 34845 months, and the authority by rule shall establish the date on 34846 which the sales period begins. If circumstances arise during a 34847 sales period that the authority determines causes the price of 34848 tuition credits units to be insufficient to ensure the actuarial 34849 soundness of the Ohio tuition trust fund, the authority may adjust 34850 the price of tuition credits units purchased during the remainder 34851 of the sales period. To promote the purchase of tuition credits 34852 <u>units</u> and in accordance with actuarially sound principles, the 34853 authority may adjust the sales price as part of incentive 34854 programs, such as discounting for lump sum lump sum purchases and 34855 multi-year installment plans at a fixed rate of purchase.

Sec. 3334.08. (A) Subject to division (B) of this section, in 34856
addition to any other powers conferred by this chapter, the Ohio 34857
tuition trust authority may do any of the following: 34858

(1) Impose reasonable residency requirements for 34859beneficiaries of tuition credits units; 34860

(2) Impose reasonable limits on the number of tuition credit
 34861
 unit participants;
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(3) Impose and collect administrative fees and charges in 34863connection with any transaction under this chapter; 34864

(4) Purchase insurance from insurers licensed to do business 34865

in this state providing for coverage against any loss in 34866
connection with the authority's property, assets, or activities or 34867
to further ensure the value of tuition credits units; 34868

(5) Indemnify or purchase policies of insurance on behalf of 34869 members, officers, and employees of the authority from insurers 34870 licensed to do business in this state providing for coverage for 34871 any liability incurred in connection with any civil action, 34872 demand, or claim against a director, officer, or employee by 34873 reason of an act or omission by the director, officer, or employee 34874 that was not manifestly outside the scope of the employment or 34875 official duties of the director, officer, or employee or with 34876 malicious purpose, in bad faith, or in a wanton or reckless 34877 manner; 34878

(6) Make, execute, and deliver contracts, conveyances, and
other instruments necessary to the exercise and discharge of the
powers and duties of the authority;
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(7) Promote, advertise, and publicize the Ohio college 34882savings program and the variable college savings program; 34883

(8) Adopt rules under section 111.15 of the Revised Code for 34884the implementation of the Ohio college savings program; 34885

(9) Contract, for the provision of all or part of the 34886 services necessary for the management and operation of the Ohio 34887 college savings program and the variable college savings program, 34888 with a bank, trust company, savings and loan association, 34889 insurance company, or licensed dealer in securities if the bank, 34890 company, association, or dealer is authorized to do business in 34891 this state and information about the contract is filed with the 34892 controlling board pursuant to division (D)(6) of section 127.16 of 34893 the Revised Code; 34894

(10) Contract for other services, or for goods, needed by the 34895 authority in the conduct of its business, including but not 34896

limited to credit card services;

(11) Employ an executive director and other personnel as 34898 necessary to carry out its responsibilities under this chapter, 34899 and fix the compensation of these persons. All employees of the 34900 authority shall be in the unclassified civil service and shall be 34901 eligible for membership in the public employees retirement system. 34902

(12) Contract with financial consultants, actuaries, 34903
 auditors, and other consultants as necessary to carry out its 34904
 responsibilities under this chapter; 34905

(13) Enter into agreements with any agency of the state or 34906 its political subdivisions or with private employers under which 34907 an employee may agree to have a designated amount deducted in each 34908 payroll period from the wages or salary due the employee for the 34909 purpose of purchasing tuition credits <u>units</u> pursuant to a tuition 34910 payment contract or making contributions pursuant to a variable 34911 college savings program contract; 34912

(14) Enter into an agreement with the treasurer of state 34913 under which the treasurer of state will receive, and credit to the 34914 Ohio tuition trust fund or variable college savings program fund, 34915 from any bank or savings and loan association authorized to do 34916 business in this state, amounts that a depositor of the bank or 34917 association authorizes the bank or association to withdraw 34918 periodically from the depositor's account for the purpose of 34919 purchasing tuition eredits units pursuant to a tuition payment 34920 contract or making contributions pursuant to a variable college 34921 savings program contract; 34922

(15) Solicit and accept gifts, grants, and loans from any 34923
person or governmental agency and participate in any governmental 34924
program; 34925

(16) Impose limits on the number of credits units which may 34926be purchased on behalf of or assigned or awarded to any 34927

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beneficiary and on the total amount of contributions that may be 34928 made on behalf of a beneficiary; 34929 (17) Impose restrictions on the substitution of another 34930 individual for the original beneficiary under the Ohio college 34931 34932 savings program; (18) Impose a limit on the age of a beneficiary, above which 34933 tuition credits <u>units</u> may not be purchased on behalf of that 34934 beneficiary; 34935 (19) Enter into a cooperative agreement with the treasurer of 34936 state to provide for the direct disbursement of payments under 34937 tuition payment or variable college savings program contracts; 34938 (20) Determine the other higher education expenses for which 34939 tuition credits units or contributions may be used; 34940 (21) Terminate any tuition payment or variable college 34941 savings program contract if no purchases or contributions are made 34942 for a period of three years or more and there are fewer than a 34943 total of five tuition units or tuition credits or less than a 34944

dollar amount set by rule on account, provided that notice of a 34945 possible termination shall be provided in advance, explaining any 34946 options to prevent termination, and a reasonable amount of time 34947 shall be provided within which to act to prevent a termination; 34948

(22) Maintain a separate account for each tuition payment or 34949variable college savings program contract; 34950

(23) Perform all acts necessary and proper to carry out the 34951duties and responsibilities of the authority pursuant to this 34952chapter. 34953

(B) The authority shall adopt rules under section 111.15 of 34954
 the Revised Code for the implementation and administration of the 34955
 variable college savings program. The rules shall provide 34956
 taxpayers with the maximum tax advantages and flexibility 34957

consistent with section 529 of the Internal Revenue Code and34950regulations adopted thereunder with regard to disposition of34959contributions and earnings, designation of beneficiaries, and34960rollover of account assets to other programs.34961

(C) Except as otherwise specified in this chapter, the 34962 provisions of Chapters 123., 125., and 4117. of the Revised Code 34963 shall not apply to the authority. The department of administrative 34964 services shall, upon the request of the authority, act as the 34965 authority's agent for the purchase of equipment, supplies, 34966 insurance, or services, or the performance of administrative 34967 services pursuant to Chapter 125. of the Revised Code. 34968

Sec. 3334.09. (A) Except in the case of a scholarship program 34969 established in accordance with section 3334.17 of the Revised 34970 Code, the Ohio tuition trust authority may enter into a tuition 34971 payment contract with any person for the purchase of tuition 34972 eredits units if either the purchaser or the beneficiary is a 34973 resident of this state at the time the contract is entered into. A 34974 tuition payment contract shall allow any person to purchase 34975 tuition credits <u>units</u> at the price determined by the authority 34976 pursuant to section 3334.07 or 3334.12 of the Revised Code for the 34977 year in which the tuition credit <u>unit</u> is purchased. The purchaser 34978 shall name in the payment contract one specific individual as the 34979 beneficiary for the tuition credits units. 34980

In accordance with rules of the authority, credits units may 34981 be transferred to the credit of another beneficiary and a new 34982 beneficiary may be substituted for the beneficiary originally 34983 named in the contract. 34984

(B) Each tuition credit unit shall entitle the beneficiary to 34985an amount equal to one per cent of the weighted average tuition. 34986

(C) Nothing in this chapter or in any tuition payment 34987

34988 contract entered into pursuant to this chapter shall be construed 34989 as a guarantee by the state, the authority, or any institution of 34990 higher education that a beneficiary will be admitted to an 34991 institution of higher education, or, upon admission to an 34992 institution of higher education, will be permitted to continue to 34993 attend or will receive a degree from an institution of higher 34994 education. Nothing in this chapter or in any tuition payment 34995 contract entered into pursuant to this chapter shall be considered 34996 a guarantee that the beneficiary's cost of tuition at an 34997 institution of higher education other than a state institution of 34998 higher education will be covered in full by the proceeds of the 34999 beneficiary's tuition credits units.

(D) The following information shall be disclosed in writing 35000
 to each purchaser of tuition credits units and, where appropriate, 35001
 to each entity establishing a scholarship program under section 35002
 3334.17 of the Revised Code: 35003

(1) The terms and conditions for the purchase and use of 35004tuition eredits units; 35005

(2) In the case of a contract described by division (A) of
(2) In the case of a contract described by division (A) of
(35006) 35007
(a) this section, any restrictions on the substitution of another
(b) 35007
(c) 35008
(c) 35008
(c) 35009
(c) 35009

(3) The person or entity entitled to terminate the contract; 35010

(4) The terms and conditions under which the contract may be
terminated and the amount of the refund, if any, to which the
person or entity terminating the contract, or that person's or
associate and the antitled upon termination;

(5) The obligation of the authority to make payments to a 35015
beneficiary, or an institution of higher education on behalf of a 35016
beneficiary, under division (B) of this section based upon the 35017
number of tuition credits units purchased on behalf of the 35018

35019 beneficiary or awarded to the beneficiary pursuant to a scholarship program; 35020 (6) The method by which tuition credits units shall be 35021 applied toward payment of tuition and other higher education 35022 expenses if in any academic term the beneficiary is a part-time 35023 student; 35024 (7) The period of time during which a beneficiary may receive 35025 benefits under the contract; 35026 (8) The terms and conditions under which money may be wholly 35027 or partially withdrawn from the program, including, but not 35028 limited to, any reasonable charges and fees that may be imposed 35029 for withdrawal; 35030 (9) All other rights and obligations of the purchaser and the 35031 authority, including the provisions of division (A) of section 35032 3334.12 of the Revised Code, and any other terms, conditions, and 35033 provisions the authority considers necessary and appropriate. 35034 (E) A tuition payment contract may provide that the authority 35035 will pay directly to the institution of higher education in which 35036 a beneficiary is enrolled during a term the amount represented by 35037 the tuition credits units being used that term. 35038 (F) A tuition payment contract described by division (A) of 35039 this section may provide that if the contract has not been 35040 terminated or credits units purchased under the contract have not 35041 been applied toward the payment of tuition or other higher 35042 education expenses within a specified period of time, the

education expenses within a specified period of time, the35043authority may, after making a reasonable effort to locate the35044purchaser of the tuition credits units, the beneficiary, and any35045person designated in the contract to act on behalf of the35046purchaser of the credits units or the beneficiary, terminate the35047contract and retain the amounts payable under the contract.35048

(G) If, at any time after tuition credits <u>units</u> are purchased 35049

on behalf of a beneficiary or awarded to a beneficiary or pursuant 35050 to a scholarship program, the beneficiary becomes a nonresident of 35051 this state, or, if the beneficiary was not a resident of this 35052 state at the time the tuition payment contract was entered into, 35053 the purchaser becomes a nonresident of this state, credits units 35054 purchased or awarded while the beneficiary was a resident may be 35055 applied on behalf of the beneficiary toward the payment of tuition 35056 at an institution of higher education and other higher education 35057 expenses in the manner specified in division (B) of this section, 35058 except that if the beneficiary enrolls in a state institution of 35059 higher education, the beneficiary shall be responsible for payment 35060 of all nonresident fees charged to out-of-state residents by the 35061 institution in which the beneficiary is enrolled. 35062

sec. 3334.10. Divisions (A) - and (B) - (C), and (D) of this 35063
section do not apply to scholarship programs established under 35064
section 3334.17 of the Revised Code. 35065

(A) Unless otherwise provided for in the contract, a tuition 35066
 payment contract may be terminated by the purchaser under any of 35067
 the following circumstances upon the written request of the 35068
 purchaser to the authority: 35069

(1) Upon the death or permanent disability of the35070beneficiary;35071

(2) Upon notification to the Ohio tuition trust authority in 35072 writing that the beneficiary is age eighteen or older, has decided 35073 not to attend an institution of higher education, and requests 35074 that the contract be terminated; 35075

(3) Upon the beneficiary's completion of the degree35076requirements at an institution of higher education;35077

(4) Upon the rollover of all amounts in a tuition credit35078account to an equivalent account in another state;35079

(5) Upon the occurrence of other circumstances determined by	35080
the authority to be grounds for termination.	35081
(B) The authority shall determine the method and schedule for	35082
payment of refunds upon termination of a tuition payment contract.	35083
, the purchaser may rollover amounts to another qualified tuition	35084
program under section 529 of the Internal Revenue Code or	35085
terminate the contract for any reason by filing written notice	35086
with the Ohio tuition trust authority.	35087
(1) In cases described by division (A)(2) or (3) of this	35088
section, If the contract is terminated and the beneficiary is	35089
under eighteen years of age, the authority shall use actuarially	35090
sound principles to determine the amount of the refund shall be	35091
equal to not less than one per cent of the weighted average	35092
tuition in the academic year the refund is paid, multiplied by the	35093
number of tuition credits purchased and not used, minus any	35094
reasonable charges and fees provided for by the authority, or such	35095
other lesser sum as shall be determined by the authority but only	35096
to the extent that such a lesser sum is necessary to meet the	35097
refund penalty requirements for qualified state tuition programs	35098
under section 529 of the Internal Revenue Code.	35099
(2) In cases described by division (A)(1) of this section If	35100
the contract is terminated because of the death or permanent	35101
disability of the beneficiary, the amount of the refund shall be	35102
equal to the greater of the following:	35103
(a) One per cent of the weighted average tuition in the	35104
academic year the refund is paid, multiplied by the number of	35105
tuition credits <u>units</u> purchased and not used;	35106
(b) The total purchase price of all tuition credits <u>units</u>	35107
purchased for the beneficiary and not used.	35108
(3) In cases described by division (A)(5) of this section,	35109
the amount of the refund shall be either of the following as	35110

determined by the authority:	35111
(a) The refund provided by division (B)(1) of this section;	35112
(b) The refund provided by division (B)(2) of this section,	35113
or such other lesser sum as shall be determined by the authority	35114
but only to the extent that such a lesser sum is necessary to meet	35115
the refund penalty requirements for qualified state tuition	35116
programs under section 529 of the Internal Revenue Code If all or	35117
part of the amount accrued under the contract is liquidated for a	35118
rollover to another qualified tuition program under section 529 of	35119
the Internal Revenue Code, the rollover amount shall be determined	35120
in an actuarially sound manner.	35121
(C) Unless otherwise provided for in the contract, a <u>(B) The</u>	35122
<u>contributor of a</u> variable college savings program account may be	35123
terminated by rollover amounts to another qualified tuition	35124
program under section 529 of the Internal Revenue Code or	35125
<u>terminate</u> the contributor <u>account</u> for any reason upon the written	35126
request of the contributor to the authority. Termination of a	35127
variable college savings program account shall occur no earlier	35128
than a maturity period set by the authority after the first	35129
contribution is made to the account.	35130
(D) The authority shall determine the method and schedule for	35131
payment of refunds upon termination of a variable savings program	35132
account by filing written notice with the Ohio tuition trust	35133
authority.	35134
(1) The contributor under a variable savings program contract	35135
may receive a refund of the <u>an amount equal to the account</u> balance	35136
in an account , less any <u>applicable</u> administrative fees , if the	35137
account is terminated upon the death or permanent disability of	35138
the beneficiary or, to the extent allowed under rules of the	35139
authority, upon the rollover of all amounts in a variable college	35140
savings program account to an equivalent account in another state.	35141

(2) If a variable college savings program account is
terminated for any reason other than those set forth in division
(D)(1) of this section, the contributor may receive a refund of
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the balance in the account, less any administrative fees, and less
any additional amount necessary to meet the minimum refund penalty
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requirements for a qualified state tuition program under section
35147
529 of the Internal Revenue Code.

(3) Earnings shall be calculated as the total value of the35149variable savings program account less the aggregate contributions,35150or in such other manner as prescribed by section 529 of the35151Internal Revenue Code.35152

(E) In the case of a (C) A scholarship program, may request a 35153 refund of tuition credits units in the program's account may be 35154 made only for just cause with the approval of by filing a written 35155 request with the authority. The refund shall be paid to the entity 35156 that established the scholarship program or, with that entity's 35157 approval, to the authority if this is authorized by federal tax 35158 law. The amount of any refund shall be determined by the authority 35159 and shall meet the requirements for refunds made on account of 35160 scholarships under section 529 of the Internal Revenue Code. 35161

(F) If a beneficiary is awarded a scholarship other than 35162 under a scholarship program, a waiver of tuition, or similar 35163 subvention that the authority determines cannot be converted into 35164 money by the beneficiary, the authority shall, during each 35165 academic term that the beneficiary furnishes the authority such 35166 information about the scholarship, waiver, or similar subvention 35167 as the authority requires, refund to the person designated in the 35168 contract, or, in the case of a beneficiary under a scholarship 35169 program, to the beneficiary an amount equal to the value that the 35170 tuition credits or the amounts in the variable college savings 35171 program account that are not needed on account of the scholarship, 35172 waiver, or similar subvention would otherwise have to the 35173

beneficiary that term at the institution of higher education where	35174
the beneficiary is enrolled. The authority may, at its sole	35175
option, designate the institution of higher education at which the	35176
beneficiary is enrolled as the agent of the authority for purposes	35177
of refunds pursuant to this division.	35178
(G) If, in any academic term for which tuition credits or any	35179

amounts in a variable college savings program account have been 35180 used to pay all or part of a beneficiary's tuition, the 35181 beneficiary withdraws from the institution of higher education at 35182 which the beneficiary is enrolled prior to the end of the academic 35183 term, a pro rata share of any refund of tuition as a result of the 35184 withdrawal equal to that portion of the tuition paid with tuition 35185 credits or the amounts in a variable college savings program 35186 account shall be made to the authority, unless the authority 35187 designates a different procedure. The authority shall credit any 35188 refund received, less any reasonable charges and fees provided for 35189 by the authority, to the appropriate account established under 35190 division (F)(1) or (2) of section 3334.11 of the Revised Code or 35191 division (H) of this section. 35192

(H)(D) The authority shall maintain a separate account for 35193 each variable college savings contract entered into pursuant to 35194 division (A) of section 3334.18 of the Revised Code for 35195 contributions made on behalf of a beneficiary, showing the name of 35196 the beneficiary of that contract and the amount of contributions 35197 made pursuant to that contract. Upon request of any beneficiary or 35198 contributor, the authority shall provide a statement indicating, 35199 in the case of a beneficiary, the amount of contributions made 35200 pursuant to that contract on behalf of the beneficiary, or, in the 35201 case of a contributor, contributions made, disbursed, or refunded 35202 pursuant to that contract. 35203

Sec. 3334.11. (A) The assets of the Ohio tuition trust 35204

authority reserved for payment of the obligations of the authority 35205 pursuant to tuition payment contracts shall be placed in a fund, 35206 which is hereby created and shall be known as the Ohio tuition 35207 trust fund. The fund shall be in the custody of the treasurer of 35208 state, but shall not be part of the state treasury. That portion 35209 of payments received by the authority or the treasurer of state 35210 from persons purchasing tuition credits <u>units</u> under tuition 35211 payment contracts that the authority determines is actuarially 35212 necessary for the payment of obligations of the authority pursuant 35213 to tuition payment contracts, all interest and investment income 35214 earned by the fund, and all other receipts of the authority from 35215 any other source that the authority determines appropriate, shall 35216 be deposited in the fund. No purchaser or beneficiary of tuition 35217 eredits units shall have any claim against the funds of any state 35218 institution of higher education. All investment fees and other 35219 costs incurred in connection with the exercise of the investment 35220 powers of the authority pursuant to divisions (D) and (E) of this 35221 section shall be paid from the assets of the fund. 35222

(B) Unless otherwise provided by the authority, the assets of 35223 the Ohio tuition trust fund shall be expended in the following 35224 order: 35225

(1) To make payments to beneficiaries, or institutions of 35226 higher education on behalf of beneficiaries, under division (B) of 35227 section 3334.09 of the Revised Code; 35228

(2) To make refunds as provided in divisions (B), (E), (A) and 35229 (F)(C) of section 3334.10 of the Revised Code; 35230

(3) To pay the investment fees and other costs of 35231 administering the fund. 35232

(C)(1) Except as may be provided in an agreement under 35233 division (A)(19) of section 3334.08 of the Revised Code, all 35234 disbursements from the Ohio tuition trust fund shall be made by 35235

the treasurer of state on order of a designee of the authority. 35236

(2) The treasurer of state shall deposit any portion of the 35237
Ohio tuition trust fund not needed for immediate use in the same 35238
manner as state funds are deposited. 35239

(D) The authority is the trustee of the Ohio tuition trust 35240 fund. The authority shall have full power to invest the assets of 35241 the fund and in exercising this power shall be subject to the 35242 limitations and requirements contained in divisions (K) to (M) of 35243 this section and sections 145.112 and 145.113 of the Revised Code. 35244 The evidences of title of all investments shall be delivered to 35245 the treasurer of state or to a qualified trustee designated by the 35246 treasurer of state as provided in section 135.18 of the Revised 35247 Code. Assets of the fund shall be administered by the authority in 35248 a manner designed to be actuarially sound so that the assets of 35249 the fund will be sufficient to satisfy the obligations of the 35250 authority pursuant to tuition payment contracts and defray the 35251 reasonable expenses of administering the fund. 35252

(E) The public employees retirement board shall, with the 35253 approval of the authority, exercise the investment powers of the 35254 authority as set forth in division (D) of this section until the 35255 authority determines that assumption and exercise by the authority 35256 of the investment powers is financially and administratively 35257 feasible. The investment powers shall be exercised by the public 35258 employees retirement board in a manner agreed upon by the 35259 authority that maximizes the return on investment and minimizes 35260 the administrative expenses. 35261

(F)(1) The authority shall maintain a separate account for 35262
each tuition payment contract entered into pursuant to division 35263
(A) of section 3334.09 of the Revised Code for the purchase of 35264
tuition credits units on behalf of a beneficiary or beneficiaries 35265
showing the beneficiary or beneficiaries of that contract and the 35266

number of tuition credits units purchased pursuant to that 35267 contract. Upon request of any beneficiary or person who has 35268 entered into a tuition payment contract, the authority shall 35269 provide a statement indicating, in the case of a beneficiary, the 35270 number of tuition credits units purchased on behalf of the 35271 beneficiary, or in the case of a person who has entered into a 35272 tuition payment contract, the number of tuition credits <u>units</u> 35273 purchased, used, or refunded pursuant to that contract. A 35274 beneficiary and person that have entered into a tuition payment 35275 contract each may file only one request under this division in any 35276 year. 35277

(2) The authority shall maintain an account for each 35278 scholarship program showing the number of tuition credits units 35279 that have been purchased for or donated to the program and the 35280 number of tuition credits units that have been used. Upon the 35281 request of the entity that established the scholarship program, 35282 the authority shall provide a statement indicating these numbers. 35283

(G) In addition to the Ohio tuition trust fund, there is 35284 hereby established a reserve fund that shall be in the custody of 35285 the treasurer of state but shall not be part of the state 35286 treasury, and shall be known as the Ohio tuition trust reserve 35287 fund, and an operating fund that shall be part of the state 35288 treasury, and shall be known as the Ohio tuition trust operating 35289 fund. That portion of payments received by the authority or the 35290 treasurer of state from persons purchasing tuition credits units 35291 under tuition payment contracts that the authority determines is 35292 not actuarially necessary for the payment of obligations of the 35293 authority pursuant to tuition payment contracts, any interest and 35294 investment income earned by the reserve fund, any administrative 35295 charges and fees imposed by the authority on transactions under 35296 this chapter or on purchasers or beneficiaries of tuition credits 35297 <u>units</u>, and all other receipts from any other source that the 35298

authority determines appropriate, shall be deposited in the 35299 reserve fund to pay the operating expenses of the authority and 35300 the costs of administering the program. The assets of the reserve 35301 fund may be invested in the same manner and subject to the same 35302 limitations set forth in divisions (D), (E), and (K) to (M) of 35303 this section and sections 145.112 and 145.113 of the Revised Code. 35304 All investment fees and other costs incurred in connection with 35305 the exercise of the investment powers shall be paid from the 35306 assets of the reserve fund. Except as otherwise provided for in 35307 this chapter, all operating expenses of the authority and costs of 35308 administering the program shall be paid from the operating fund. 35309 The treasurer shall, upon request of the authority, transfer funds 35310 from the reserve fund to the operating fund as the authority 35311 determines appropriate to pay those current operating expenses of 35312 the authority and costs of administering the program as the 35313 authority designates. Any interest or investment income earned on 35314 the assets of the operating fund shall be deposited in the 35315 operating fund. 35316

(H) In January of each year the authority shall report to 35317
each person who received any payments or refunds from the 35318
authority during the preceding year information relative to the 35319
value of the payments or refunds to assist in determining that 35320
person's tax liability. 35321

(I) The authority shall report to the tax commissioner any 35322 information, and at the times, as the tax commissioner requires to 35323 determine any tax liability that a person may have incurred during 35324 the preceding year as a result of having received any payments or 35325 refunds from the authority. 35326

(J) All records of the authority indicating the identity of
 gurchasers and beneficiaries of tuition credits units or college
 savings bonds, the number of tuition credits units purchased,
 used, or refunded under a tuition payment contract, and the number
 35327

of college savings bonds purchased, held, or redeemed are not 35331 public records within the meaning of section 149.43 of the Revised 35332 Code. 35333

(K) The authority and other fiduciaries shall discharge their 35334 duties with respect to the funds with care, skill, prudence, and 35335 diligence under the circumstances then prevailing that a prudent 35336 person acting in a like capacity and familiar with such matters 35337 would use in the conduct of an enterprise of a like character and 35338 with like aims; and by diversifying the investments of the assets 35339 of the funds so as to minimize the risk of large losses, unless 35340 under the circumstances it is clearly prudent not to do so. 35341

To facilitate investment of the funds, the authority may 35342 establish a partnership, trust, limited liability company, 35343 corporation, including a corporation exempt from taxation under 35344 the Internal Revenue Code, 100 Stat. 2085, 26 U.S.C. 1, as 35345 amended, or any other legal entity authorized to transact business 35346 in this state. 35347

(L) In exercising its fiduciary responsibility with respect 35348 to the investment of the assets of the funds, it shall be the 35349 intent of the authority to give consideration to investments that 35350 enhance the general welfare of the state and its citizens where 35351 the investments offer quality, return, and safety comparable to 35352 other investments currently available to the authority. In 35353 fulfilling this intent, equal consideration shall also be given to 35354 investments otherwise qualifying under this section that involve 35355 minority owned and controlled firms and firms owned and controlled 35356 by women, either alone or in joint venture with other firms. 35357

The authority shall adopt, in regular meeting, policies, 35358 objectives, or criteria for the operation of the investment 35359 program that include asset allocation targets and ranges, risk 35360 factors, asset class benchmarks, time horizons, total return 35361 objectives, and performance evaluation guidelines. In adopting 35362

35363 policies and criteria for the selection of agents with whom the 35364 authority may contract for the administration of the assets of the 35365 funds, the authority shall give equal consideration to minority 35366 owned and controlled firms, firms owned and controlled by women, 35367 and ventures involving minority owned and controlled firms and 35368 firms owned and controlled by women that otherwise meet the 35369 policies and criteria established by the authority. Amendments and 35370 additions to the policies and criteria shall be adopted in regular 35371 meeting. The authority shall publish its policies, objectives, and 35372 criteria under this provision no less often than annually and 35373 shall make copies available to interested parties.

When reporting on the performance of investments, the35374authority shall comply with the performance presentation standards35375established by the association for investment management and35376research.35377

(M) All investments shall be purchased at current market 35378 prices and the evidences of title of the investments shall be 35379 placed in the hands of the treasurer of state, who is hereby 35380 designated as custodian thereof, or in the hands of the treasurer 35381 of state's authorized agent. The treasurer of state or the agent 35382 shall collect the principal, dividends, distributions, and 35383 interest thereon as they become due and payable and place them 35384 when so collected into the custodial funds. 35385

The treasurer of state shall pay for investments purchased by 35386 the authority on receipt of written or electronic instructions 35387 from the authority or the authority's designated agent authorizing 35388 the purchase and pending receipt of the evidence of title of the 35389 investment by the treasurer of state or the treasurer of state's 35390 authorized agent. The authority may sell investments held by the 35391 authority, and the treasurer of state or the treasurer of state's 35392 authorized agent shall accept payment from the purchaser and 35393 deliver evidence of title of the investment to the purchaser on 35394

receipt of written or electronic instructions from the authority 35395 or the authority's designated agent authorizing the sale, and 35396 pending receipt of the moneys for the investments. The amount 35397 received shall be placed in the custodial funds. The authority and 35398 the treasurer of state may enter into agreements to establish 35399 procedures for the purchase and sale of investments under this 35400 division and the custody of the investments.

No purchase or sale of any investment shall be made under 35402 this section except as authorized by the authority. 35403

Any statement of financial position distributed by the 35404 authority shall include fair value, as of the statement date, of 35405 all investments held by the authority under this section. 35406

sec. 3334.12. Notwithstanding anything to the contrary in 35407
sections 3334.07 and 3334.09 of the Revised Code: 35408

(A) Annually, the Ohio tuition trust authority shall have the 35409 actuarial soundness of the Ohio tuition trust fund evaluated by a 35410 nationally recognized actuary and shall determine whether 35411 additional assets are necessary to defray the obligations of the 35412 authority. If, after the authority sets the price for tuition 35413 credits units, circumstances arise that the executive director 35414 determines necessitate an additional evaluation of the actuarial 35415 soundness of the fund, the executive director shall have a 35416 nationally recognized actuary conduct the necessary evaluation. If 35417 the assets of the fund are insufficient to ensure the actuarial 35418 soundness of the fund, the authority shall adjust the price of 35419 subsequent purchases of tuition credits <u>units</u> to the extent 35420 necessary to help restore the actuarial soundness of the fund. If, 35421 at any time, the adjustment is likely, in the opinion of the 35422 authority, to diminish the marketability of tuition eredits units 35423 to an extent that the continued sale of the credits units likely 35424 would not restore the actuarial soundness of the fund and external 35425

economic factors continue to negatively impact the soundness of 35426 the program, the authority may suspend sales, either permanently 35427 or temporarily, of tuition credits units. During any suspension, 35428 the authority shall continue to service existing college savings 35429 program accounts. 35430

(B) Upon termination of the program or liquidation of the 35431 Ohio tuition trust fund, the Ohio tuition trust reserve fund, and 35432 the Ohio tuition trust operating fund, any remaining assets of the 35433 funds after all obligations of the funds have been satisfied 35434 pursuant to division (B) of section 3334.11 of the Revised Code 35435 shall be transferred to the general revenue fund of the state. 35436

(C) The authority shall prepare and cause to have audited an 35437 annual financial report on all financial activity of the Ohio 35438 tuition trust authority within ninety days of the end of the 35439 fiscal year. The authority shall transmit a copy of the audited 35440 financial report to the governor, the president of the senate, the 35441 speaker of the house of representatives, and the minority leaders 35442 of the senate and the house of representatives. Copies of the 35443 audited financial report also shall be made available, upon 35444 request, to the persons entering into contracts with the authority 35445 and to prospective purchasers of tuition credits <u>units</u> and 35446 prospective contributors to variable college savings program 35447 accounts.

Sec. 3334.15. (A) The right of a person to a tuition credit 35449 unit or a payment under section 3334.09 of the Revised Code 35450 pursuant to a tuition credit <u>payment</u> contract, a scholarship 35451 program, or a variable college savings program account shall not 35452 be subject to execution, garnishment, attachment, the operation of 35453 bankruptcy or the insolvency laws, or other process of law. 35454

(B) The right of a person to a tuition eredit unit or a 35455 payment under section 3334.09 of the Revised Code pursuant to a 35456

tuition credit payment contract, a scholarship program, or a35457variable college savings program account shall not be used as35458security or collateral for a loan.35459

Sec. 3334.16. The general assembly hereby finds that the 35460 prepaid tuition program providing for the sale of tuition credits 35461 <u>units</u> by the Ohio tuition trust authority is an official state 35462 function, offered through an agency of this state, which agency 35463 receives state appropriations. Therefore, the authority is 35464 directed by the state of Ohio to assume it is exempt from federal 35465 tax liability.

sec. 3334.17. (A) The state, any political subdivision of the 35467 state, and any organization that is exempt from federal income 35468 taxation under section 501 (a) and described in section 501 (c)(3) 35469 of the Internal Revenue Code, including the Ohio tuition trust 35470 authority if this is authorized under federal tax law, may 35471 establish a scholarship program to award scholarships consisting 35472 of contributions made to any college savings program for students. 35473 Any scholarship program established under this section shall be 35474 registered with the authority. The authority shall be notified of 35475 the name and address of each scholarship beneficiary under the 35476 program, the amounts awarded, and the institution of higher 35477 education in which the beneficiary is enrolled. Scholarship 35478 beneficiaries shall be selected by the entity establishing the 35479 scholarship program, in accordance with criteria established by 35480 the entity. 35481

(B) Any person or governmental entity may purchase tuition 35482 credits units on behalf of a scholarship program that is or is to 35483 be established in accordance with division (A) of this section at 35484 the same price as is established for the purchase of credits units 35485 for named beneficiaries pursuant to this chapter. Tuition credits 35486 units shall have the same value to the beneficiary of a 35487

scholarship awarded pursuant to this section as they would have to 35488 any other beneficiary pursuant to division (B) of section 3334.09 35489 of the Revised Code. 35490

(C) The entity establishing and maintaining a scholarship 35491 program shall specify whether a scholarship beneficiary may 35492 receive a refund or payment for the amount awarded under the 35493 scholarship program directly from the authority, or whether the 35494 amount awarded shall be paid by the authority only to the 35495 institution of higher education in which the student is enrolled. 35496

(D) If a scholarship beneficiary does not use the amount 35497
 awarded within a length of time specified under the scholarship 35498
 program, the amount may be awarded to another beneficiary. 35499

Sec. 3334.18. (A) A variable college savings program 35500 established by the Ohio tuition trust authority shall include 35501 provisions for a contract to be entered into between a contributor 35502 and the authority that will authorize the contributor to open an 35503 account for a beneficiary and authorize the contributor to 35504 substitute a new beneficiary for one originally named in the 35505 contract, to the extent permitted by section 529 of the Internal 35506 Revenue Code. 35507

(B) The authority shall provide adequate safeguards to 35508 prevent total contributions to a variable college savings program 35509 account or purchases of tuition credits units, either separately 35510 or combined, that are made on behalf of a beneficiary from 35511 exceeding the amount necessary to provide for the tuition and 35512 other higher education expenses of the beneficiary, consistent 35513 with the maximum contributions permitted by section 529 of the 35514 Internal Revenue Code. However, in no event shall contributions or 35515 purchases exceed the allowable limit for a qualified state tuition 35516 program under section 529 of the Internal Revenue Code. 35517

(C)(1) Participation in the variable college savings program 35518

35519 does not guarantee that contributions and the investment return on 35520 contributions, if any, will be adequate to cover future tuition 35521 and other higher education expenses or that a beneficiary will be 35522 admitted to or permitted to continue to attend an institution of 35523 higher education.

(2) Returns on contributors' investments in the variable 35524 college savings program are not guaranteed by the state and the 35525 contributors to the variable college savings program assume all 35526 investment risk, including the potential loss of principal and 35527 liability for penalties such as those levied for noneducational 35528 withdrawals. 35529

(3) The state shall have no debt or obligation to any 35530 contributor, beneficiary, or any other person as a result of the 35531 establishment of the program, and the state assumes no risk or 35532 liability for funds invested in the variable college savings 35533 program. 35534

(4) Informational materials about the variable college 35535 savings program prepared by the authority or its agents and 35536 provided to prospective contributors shall state clearly the 35537 information set forth in division (C) of this section. 35538

Sec. 3334.19. (A) The Ohio tuition trust authority shall 35539 adopt an investment plan that sets forth investment policies and 35540 quidelines to be utilized in administering the variable college 35541 savings program. Except as provided in section 3334.20 of the 35542 Revised Code, the authority shall contract with one or more 35543 insurance companies, banks, or other financial institutions to act 35544 as its investment agents and to provide such services as the 35545 authority considers appropriate to the investment plan, including: 35546

(1) Purchase, control, and safekeeping of assets; 35547

(2) Record keeping and accounting for individual accounts and 35548

for the program as a whole;

(3) Provision of consolidated statements of account. 35550

(B) The authority or its investment agents shall maintain a 35551 separate account for the beneficiary of each contract entered into 35552 under the variable college savings program. If a beneficiary has 35553 more than one such account, the authority or its agents shall 35554 track total contributions and earnings and provide a consolidated 35555 system of account distributions to institutions of higher 35556 education. 35557

(C) The authority or its investment agents may place assets 35558 of the program in savings accounts and may purchase fixed or 35559 variable life insurance or annuity contracts, securities, evidence 35560 of indebtedness, or other investment products pursuant to the 35561 investment plan. 35562

(D) Contributors shall not direct the investment of their 35563 contributions under the investment plan. The authority shall 35564 impose other limits on contributors' investment discretion to the 35565 extent required under section 529 of the Internal Revenue Code. 35566

(E) The investment agents with which the authority contracts 35567 shall discharge their duties with respect to program funds with 35568 the care and diligence that a prudent person familiar with such 35569 matters and with the character and aims of the program would use. 35570

(F) The assets of the program shall be preserved, invested, 35571 and expended solely for the purposes of this chapter and shall not 35572 be loaned or otherwise transferred or used by the state for any 35573 other purpose. This section shall not be construed to prohibit the 35574 investment agents of the authority from investing, by purchase or 35575 otherwise, in bonds, notes, or other obligations of the state or 35576 any agency or instrumentality of the state. Unless otherwise 35577 specified by the authority, assets of the program shall be 35578 expended in the following order of priority: 35579

(1) To make payments on behalf of beneficiaries; 35580

(2) To make refunds upon termination of variable college 35581savings program contracts; 35582

(3) To pay the authority's costs of administering the 35583program; 35584

(4) To pay or cover any other expenditure or disbursement the 35585authority determines necessary or appropriate. 35586

(G) Fees, charges, and other costs imposed or collected by 35587 the authority in connection with the variable college savings 35588 program, including any fees or other payments that the authority 35589 requires an investment agent to pay to the authority, shall be 35590 credited to either the variable operating fund or the index 35591 operating fund at the discretion of the authority. The fund shall 35592 be These funds are hereby created in the custody of the treasurer 35593 of state, but shall not be part of the state treasury. Expenses 35594 incurred in the administration of the variable college savings 35595 program, as well as other expenses, disbursements, or payments the 35596 authority considers appropriate for the benefit of any college 35597 savings programs administered by the authority, the state of Ohio 35598 and its citizens, shall be paid from the variable operating fund 35599 or the index operating fund at the discretion of the authority. 35600

(H) No records of the authority indicating the identity of 35601
 purchasers, contributors, and beneficiaries under the program or 35602
 amounts contributed to, earned by, or distributed from program 35603
 accounts are public records within the meaning of section 149.43 35604
 of the Revised Code. 35605

sec. 3335.02. (A) The government of the Ohio state university 35606 shall be vested in a board of eleven fourteen trustees in 2005, 35607 and seventeen trustees beginning in 2006, who shall be appointed 35608 by the governor, with the advice and consent of the senate. Two of 35609

the eleven seventeen trustees shall be students at the Ohio state 35610 university, and their selection and terms shall be in accordance 35611 with division (B) of this section. Except as provided in division 35612 (C) of this section and except for the terms of student members, 35613 terms of office shall be for nine years, commencing on the 35614 fourteenth day of May and ending on the thirteenth day of May. 35615 Each trustee shall hold office from the date of appointment until 35616 the end of the term for which the trustee was appointed. Any 35617 trustee appointed to fill a vacancy occurring prior to the 35618 expiration of the term for which the trustee's predecessor was 35619 appointed shall hold office for the remainder of such term. Any 35620 trustee shall continue in office subsequent to the expiration date 35621 of the trustee's term until the trustee's successor takes office, 35622 or until a period of sixty days has elapsed, whichever occurs 35623 first. No person who has served a full nine-year term or more than 35624 six years of such a term shall be eligible for reappointment until 35625 a period of four years has elapsed since the last day of the term 35626 for which the person previously served. The trustees shall not 35627 receive compensation for their services, but shall be paid their 35628 reasonable necessary expenses while engaged in the discharge of 35629 their official duties. 35630

(B) The student members of the board of trustees of the Ohio 35631 state university have no voting power on the board. Student 35632 members shall not be considered as members of the board in 35633 determining whether a quorum is present. Student members shall not 35634 be entitled to attend executive sessions of the board. The student 35635 members of the board shall be appointed by the governor, with the 35636 advice and consent of the senate, from a group of five candidates 35637 selected pursuant to a procedure adopted by the university's 35638 student governments and approved by the university's board of 35639 trustees. The initial term of office of one of the student members 35640 shall commence on May 14, 1988 and shall expire on May 13, 1989, 35641 and the initial term of office of the other student member shall 35642

35643 commence on May 14, 1988 and expire on May 13, 1990. Thereafter, 35644 terms of office of student members shall be for two years, each 35645 term ending on the same day of the same month of the year as the 35646 term it succeeds. In the event a student member cannot fulfill a 35647 two-year term, a replacement shall be selected to fill the 35648 unexpired term in the same manner used to make the original 35649 selection.

(C)(1) The initial terms of office for the three additional 35650 trustees appointed in 2005 shall commence on a date in 2005 that 35651 is selected by the governor with one term of office expiring on 35652 May 13, 2009, one term of office expiring on May 13, 2010, and one 35653 term of office expiring on May 13, 2011, as designated by the 35654 governor upon appointment. Thereafter terms of office shall be for 35655 nine years, as provided in division (A) of this section. 35656

(2) The initial terms of office for the three additional 35657 trustees appointed in 2006 shall commence on May 14, 2006, with 35658 one term of office expiring on May 13, 2012, one term of office 35659 expiring on May 13, 2013, and one term of office expiring on May 35660 13, 2014, as designated by the governor upon appointment. 35661 Thereafter terms of office shall be for nine years, as provided in 35662 division (A) of this section. 35663

Sec. 3345.10. (A) As used in this section+ 35664

(A), "Institution state institution of higher education" 35665 means a state university, municipal university, state medical 35666 college, community college, technical college, or state community 35667 college has the same meaning as in section 3345.011 of the Revised 35668 Code. 35669

(B) Each state institution of higher education shall 35670 establish competitive bidding procedures for the purchase of 35671 printed material and shall award all such contracts for the 35672

purchase of printed material in accordance with such those	35673
procedures. Notwithstanding any other provision of law, The	35674
procedures shall require the institution to evaluate all bids	35675
received for all contracts for the purchase of printed material	35676
shall be let by an institution to vendors who have manufacturing	35677
facilities within this state, except as provided in division (C)	35678
of this section.	35679
(C) If the required printed products are not available from a	35680
vendor who has manufacturing facilities within this state, the	35681
institution shall be permitted to purchase from an out-of-state	35682
vendor.	35683
(D) No vendor with manufacturing facilities within this state	35684
who would execute the printing covered by the proposal shall be	35685
prohibited from submitting a proposal for consideration and any	35686
such proposal properly submitted shall be considered in accordance	35687
with the criteria and procedures established pursuant to divisions	35688
(C)(1) and (2) of section 125.09 of the Revised Code for	35689
determining whether bidders will produce the printed material at	35690
manufacturing facilities within this state or in accordance with	35691
the criteria and procedures established pursuant to division	35692
(C)(4) or (5) of that section for determining whether bidders are	35693
otherwise qualified.	35694
An institution shall select, in accordance with the	35695
procedures it establishes under this section, a bid from among	35696
bidders that fulfill the criteria specified in the applicable	35697
divisions of section 125.09 of the Revised Code where sufficient	35698
competition can be generated within this state to ensure that	35699
compliance with this requirement will not result in paying an	35700
excessive price or acquiring a disproportionately inferior	35701
product. If there are two or more bids from among those bidders,	35702
it shall be deemed that there is sufficient competition to prevent	35703
paying an excessive price or acquiring a disproportionately	35704

inferior product.

sec. 3345.19. In the exercise of their respective powers of 35706 government conferred by Chapter 3345. of the Revised Code and 35707 other pertinent provisions of law, the boards of trustees of 35708 Bowling Green state university, Kent state university, Miami 35709 university, Ohio university, and the Ohio state university shall 35710 observe the following enrollment limitations insofar as the autumn 35711 quarter enrollment or any other quarter enrollment on a full-time 35712 equivalent basis as defined by the Ohio board of regents is 35713 concerned: 35714 Bowling Green central campus 17,000 35715 Kent central campus 22,000 35716

Miami central campus17,00035717Ohio university central campus22,00035718The Ohio state central campus42,00035719

Campus student housing facilities shall only be authorized by 35720 boards of trustees within these limitations. 35721

Sec. 3345.32. (A) As used in this section: 35722

(1) "State university or college" means the institutions 35723
described in section 3345.27 of the Revised Code, the northeastern 35724
Ohio universities college of medicine, and the medical university 35725
of Ohio at Toledo. 35726

(2) "Resident" has the meaning specified by rule of the Ohio 35727board of regents. 35728

(3) "Statement of selective service status" means a statement 35729certifying one of the following: 35730

(a) That the individual filing the statement has registered 35731
with the selective service system in accordance with the "Military 35732
Selective Service Act," 62 Stat. 604, 50 U.S.C. App. 453, as 35733

35734 amended; (b) That the individual filing the statement is not required 35735 to register with the selective service for one of the following 35736 reasons: 35737 (i) The individual is under eighteen or over twenty-six years 35738 of age; 35739 (ii) The individual is on active duty with the armed forces 35740 of the United States other than for training in a reserve or 35741 national guard unit; 35742 (iii) The individual is a nonimmigrant alien lawfully in the 35743 United States in accordance with section 101 (a)(15) of the 35744 "Immigration and Nationality Act," 8 U.S.C. 1101, as amended; 35745 (iv) The individual is not a citizen of the United States and 35746 is a permanent resident of the Trust Territory of the Pacific 35747 Islands or the Northern Mariana Islands. 35748 (4) "Institution of higher education" means any eligible 35749 institution approved by the United States department of education 35750 pursuant to the "Higher Education Act of 1965," 79 Stat. 1219, as 35751 amended, or any institution whose students are eligible for 35752 financial assistance under any of the programs described by 35753 division (E) of this section. 35754 (B) The Ohio board of regents shall, by rule, specify the 35755 form of statements of selective service status to be filed in 35756 compliance with divisions (C) to (F) of this section. Each 35757 statement of selective service status shall contain a section 35758 wherein a male student born after December 31, 1959, certifies 35759 that the student has registered with the selective service system 35760

in accordance with the "Military Selective Service Act," 62 Stat. 35761
604, 50 U.S.C. App. 453, as amended. For those students not 35762
required to register with the selective service, as specified in 35763

divisions (A)(2)(b)(i) to (iv) of this section, a section shall be
provided on the statement of selective service status for the
certification of nonregistration and for an explanation of the
reason for the exemption. The board of regents may require that
such statements be accompanied by documentation specified by rule
of the board.

(C) A state university or college that enrolls in any course, 35770 class, or program a male student born after December 31, 1959, who 35771 has not filed a statement of selective service status with the 35772 university or college shall, regardless of the student's 35773 residency, charge the student any tuition surcharge charged 35774 students who are not residents of this state. 35775

(D) No male born after December 31, 1959, shall be eligible 35776
to receive any loan, grant, scholarship, or other financial 35777
assistance for educational expenses under section 3315.33, 35778
3333.12, <u>3333.122</u>, 3333.21, 3333.22, 3333.26, 3333.27, 5910.03, 35779
5910.032, or 5919.34 of the Revised Code unless that person has 35780
filed a statement of selective service status with that person's 35781
institution of higher education. 35782

(E) If an institution of higher education receives a 35783 statement from an individual certifying that the individual has 35784 registered with the selective service system in accordance with 35785 the "Military Selective Service Act," 62 Stat. 604, 50 U.S.C. App. 35786 453, as amended or that the individual is exempt from registration 35787 for a reason other than that the individual is under eighteen 35788 years of age, the institution shall not require the individual to 35789 file any further statements. If it receives a statement certifying 35790 that the individual is not required to register because the 35791 individual is under eighteen years of age, the institution shall 35792 require the individual to file a new statement of selective 35793 service status each time the individual seeks to enroll for a new 35794 academic term or makes application for a new loan or loan 35795

guarantee or for any form of financial assistance for educational35796expenses, until it receives a statement certifying that the35797individual has registered with the selective service system or is35798exempt from registration for a reason other than that the35799individual is under eighteen years of age.35800

Sec. 3353.01. As used in sections 3353.01 to 3353.05 of the 35801 Revised Code this chapter: 35802

(A) "Educational television or radio" means television or 35803
radio programs which serve the educational needs of the community 35804
and which meet the requirements of the federal communications 35805
commission for noncommercial educational television or radio. 35806

(B) "Educational telecommunications network" means a system 35807
of connected educational television, radio, or radio reading 35808
service facilities and coordinated programs established and 35809
operated or controlled by the <u>eTech</u> Ohio <u>educational</u> 35810
telecommunications network commission, pursuant to <u>sections</u> 35811
3353.01 to 3353.04 of the Revised Code this chapter. 35812

(C) "Transmission" means the sending out of television, 35813
 radio, or radio reading service programs, either directly to the 35814
 public, or to broadcasting stations or services for simultaneous 35815
 broadcast or rebroadcast. 35816

(D) "Transmission facilities" means structures, equipment, 35817
 material, and services used in the transmission of educational 35818
 television, radio, or radio reading service programs. 35819

(E) "Interconnection facilities" means the equipment, 35820
material, and services used to link one location to another 35821
location or to several locations by means of telephone line, 35822
coaxial cable, microwave relays, or other available technologies. 35823

(F) "Broadcasting station" means a properly licensed35824noncommercial educational television or radio station,35825

appropriately staffed and equipped to produce programs or lessons and to broadcast programs. (G) "Production center" means a television, radio, or radio

reading service production studio, staffed and equipped with35829equipment, material, and supplies necessary to produce a program35830or a lesson for broadcast or for recording on film, video tape, or35831audio tape.35832

(H) "Radio reading service" means a nonprofit organization 35833
 that disseminates news and other information to blind and 35834
 physically handicapped persons. 35835

(H) "Affiliate" means an educational telecommunication35836entity, including a television or radio broadcasting station or35837radio reading service.35838

sec. 3353.02. (A) There is hereby created the eTech Ohio 35839 commission as an independent agency to advance education and 35840 accelerate the learning of the citizens of this state through 35841 technology. The commission shall provide leadership and support in 35842 extending the knowledge of the citizens of this state by promoting 35843 access to and use of all forms of educational technology, 35844 including educational television and radio, radio reading 35845 services, broadband networks, videotapes, compact discs, digital 35846 video on demand (DVD), and the internet. The commission also shall 35847 administer programs to provide financial and other assistance to 35848 school districts and other educational institutions for the 35849 acquisition and utilization of educational technology. 35850 The commission is a body corporate and politic, an agency of 35851

the state performing essential governmental functions of the35851state.35853

(B) The commission shall consist of thirteen members, nine of 35854 whom shall be voting members. Six of the voting members shall be 35855

35826

35827

representatives of the public. Of the representatives of the	35856
public, four shall be appointed by the governor with the advice	35857
and consent of the senate, one shall be appointed by the speaker	35858
of the house of representatives, and one shall be appointed by the	35859
president of the senate. The superintendent of public instruction	35860
or a designee of the superintendent, the chancellor of the Ohio	35861
board of regents or a designee of the chancellor, and the director	35862
of administrative services or a designee of the director shall be	35863
ex officio voting members. Of the nonvoting members, two shall be	35864
members of the house of representatives appointed by the speaker	35865
	35866
of the house of representatives and two shall be members of the	35867
senate appointed by the president of the senate. The members	35868
appointed from each chamber shall not be members of the same	35869
political party.	22007
(a) Initial tarma of office for members encipted by the	25070

(C) Initial terms of office for members appointed by the 35870 governor shall be one year for one member, two years for one 35871 member, three years for one member, and four years for one member. 35872 At the first meeting of the commission, members appointed by the 35873 governor shall draw lots to determine the length of the term each 35874 member will serve. Thereafter, terms of office for members 35875 appointed by the governor shall be for four years. Terms of office 35876 for voting members appointed by the speaker of the house of 35877 representatives and the president of the senate shall be for four 35878 years. Any member who is a representative of the public may be 35879 reappointed by the member's respective appointing authority, but 35880 no such member may serve more than two consecutive four-year 35881 terms. Such a member may be removed by the member's respective 35882 appointing authority for cause. 35883

Any legislative member appointed by the speaker of the house35884of representatives or the president of the senate who ceases to be35885a member of the legislative chamber from which the member was35886appointed shall cease to be a member of the commission. The35887

speaker of the house of representatives and the president of the	35888
senate may remove their respective appointments to the commission	35889
<u>at any time.</u>	35890
(D) Vacancies among appointed members shall be filled in the	35891
manner provided for original appointments. Any member appointed to	35892
fill a vacancy occurring prior to the expiration of the term for	35893
which the member's predecessor was appointed shall hold office for	35894
the remainder of that term. Any appointed member shall continue in	35895
office subsequent to the expiration of that member's term until	35896
the member's successor takes office or until a period of sixty	35897
days has elapsed, whichever occurs first.	35898
(E) Members of the commission shall serve without	35899
compensation. The members who are representatives of the public	35900
shall be reimbursed, pursuant to office of budget and management	35901
guidelines, for actual and necessary expenses incurred in the	35902
performance of official duties.	35903
(F) The governor shall appoint the chairperson of the	35904
commission from among the commission's voting members. The	35905
chairperson shall serve a term of two years and may be	35906
reappointed. The commission shall elect other officers as	35907
necessary from among its voting members and shall prescribe its	35908
rules of procedure.	35909
(G) The commission shall establish advisory groups as needed	35910
to address topics of interest and to provide guidance to the	35911
commission regarding educational technology issues and the	35912
technology needs of educators, learners, and the public. Members	35913
of each advisory group shall be appointed by the commission and	35914
shall include representatives of individuals or organizations with	35915
an interest in the topic addressed by the advisory group.	35916

Sec. 3353.03. (A) The eTech Ohio commission shall appoint an 35917

executive director, who shall serve at the pleasure of the	35918
commission. The executive director shall have no authority other	35919
than that provided by law or delegated to the executive director	35920
by the commission. The executive director shall do all of the	35921
<u>following:</u>	35922
(1) Direct commission employees in the administration of all	35923
programs of the commission;	35924
(2) Provide leadership and support in extending the knowledge	35925
of the citizens of this state by promoting equal access to and use	35926
of all forms of educational technology, as directed by the	35927
<u>commission;</u>	35928
(3) Provide financial and other assistance to school	35929
districts and other educational institutions, affiliates, and, if	35930
approved by the commission, educational technology organizations	35931
for the acquisition and utilization of educational technology;	35932
(4) Implement policies and directives issued by the	35933
<u>commission;</u>	35934
(5) Perform other duties authorized by the commission.	35935
(B) The commission shall fix the compensation of the	35936
executive director. The executive director shall employ and fix	35937
the compensation for such employees as necessary to facilitate the	35938
activities and purposes of the commission. The employees shall	35939
serve at the pleasure of the executive director.	35940
(C) The employees of the commission shall be placed in the	35941
unclassified service.	35942
(D)(1) Except as provided in division (D)(2) of this section,	35943
the employees of the commission shall be exempt from Chapter 4117.	35944
of the Revised Code and shall not be public employees as defined	35945
in section 4117.01 of the Revised Code.	35946

(2) All employees of the commission who transferred to the 35947 commission from one of the commission's predecessor agencies upon 35948 the commission's creation and, when employed by the predecessor 35949 agency were included in a bargaining unit established under 35950 Chapter 4117. of the Revised Code, shall continue to be included 35951 in that bargaining unit, are public employees as defined in 35952 section 4117.01 of the Revised Code, and may collectively bargain 35953 with the commission in accordance with that chapter. Otherwise, 35954 any employee hired by the commission after the effective date of 35955 this section, either to fill vacancies or to fill new positions, 35956 shall be exempt from Chapter 4117. of the Revised Code and shall 35957 not be public employees as defined in section 4117.10 of the 35958 Revised Code. 35959 Sec. 3353.04. (A) The eTech Ohio educational 35960 telecommunications network commission may perform any act 35961 necessary to carry out the functions of this chapter, including 35962 any of the following: 35963 (A) (1) Make grants to institutions and other organizations 35964 as prescribed by the general assembly for the provision of 35965 technical assistance, professional development, and other support 35966 services to enable school districts, community schools established 35967 under Chapter 3314. of the Revised Code, other educational 35968 institutions, and affiliates to utilize educational technology; 35969 (2) Establish a reporting system for school districts, 35970 community schools, other educational institutions, affiliates, and 35971 educational technology organizations that receive financial 35972 assistance from the commission. The system may require the 35973 reporting of information regarding the manner in which the 35974 assistance was expended, the manner in which the equipment or 35975 services purchased with the assistance is being utilized, the 35976

results or outcome of the utilization, the manner in which the

utilization is compatible with the statewide academic standards	35978
adopted by the state board of education pursuant to section	35979
3301.079 of the Revised Code, and any other information determined	35980
by the commission.	35981
(3) Ensure that, where appropriate, products produced by any	35982
entity to which the commission provides financial assistance for	35983
use in elementary and secondary education are aligned with the	35984
statewide academic standards adopted by the state board pursuant	35985
to section 3301.079 of the Revised Code;	35986
(4) Promote accessibility to educational products aligned	35987
with the statewide academic standards, adopted by the state board	35988
pursuant to section 3301.079 of the Revised Code, for school	35989
districts, community schools, and other entities serving grades	35990
kindergarten through twelve;	35991
(5) Own and or operate transmission facilities and	35992
interconnection facilities, or contract for transmission	35993
facilities and interconnection facilities, for an educational	35994
television, radio, or radio reading service network;	35995
(B)(6) Establish standards for interconnection facilities	35996
used by the commission in the transmission of educational	35997
television, radio, or radio reading service programming by the	35998
commission;	35999
(C) (7) Enter into agreements with noncommercial educational	36000
television or radio broadcasting stations or radio reading	36001
services for the transmission to the broadcasting stations or	36002
services of identical programs for broadcasting either	36003
simultaneously or through the use of transcription discs, video	36004
tapes, film, or audio tapes operation of the interconnection;	36005
(D)(8) Enter into agreements with noncommercial educational	36006

television, radio, or radio reading service production centers and 36007 with broadcasting stations and or radio reading services for the 36008

production and use of educational television, radio, or radio	36009
reading service programs to be transmitted by the educational	36010
telecommunications network;	36011
(E)(9) Execute contracts and other agreements necessary and	36012
desirable to carry out the purposes of sections 3353.01 to 3353.04	36013
of the Revised Code this chapter and other duties prescribed to	36014
the commission by law or authorize the executive director of the	36015
commission to execute such contracts and agreements on the	36016
<pre>commission's behalf;</pre>	36017
(F) Determine programs to be distributed through the Ohio	36018
educational telecommunications network;	36019
(G)(10) Act as consultant with educational television and	36020
educational radio stations and radio reading services toward	36021
coordination within the state of the distribution of federal funds	36022
that may become available for the development of <u>equipment for</u>	36023
educational broadcasting or radio reading services;	36024
(H)(11) Make payments to noncommercial Ohio educational	36025
television or radio broadcasting stations or radio reading	36026
services to sustain the operation of such stations or services $ au$	36027
and may consign equipment to them in exchange for services	36028
rendered:	36029
(12) In consultation with participants in programs	36030
administered by the commission, establish guidelines governing	36031
purchasing and procurement that facilitate the timely and	36032
effective implementation of such programs;	36033
(13) In consultation with participants in programs	36034
administered by the commission, consider the efficiency and cost	36035
savings of statewide procurement prior to allocating and releasing	36036
funds for such programs;	36037
(14) In consultation with participants in programs	36038
administered by the commission, establish a systems support	36039

network to facilitate the timely implementation of the programs	36040
and other projects and activities for which the commission	36041
provides assistance.	36042
(B) Chapters 123., 124., 125., and 153. of the Revised Code	36043
	36043
and sections 9.331, 9.332, and 9.333 of the Revised Code do not	
apply to contracts, programs, projects, or activities of the	36045 36046
commission.	30040
Sec. 3353.06. (A) The affiliates services fund is hereby	36047
created in the state treasury. The <u>eTech</u> Ohio educational	36048
telecommunications network commission shall deposit any money it	36049
receives for services provided to affiliates to the credit of the	36050
fund, including:	36051
(1) Reimbursements for services provided to stations;	36052
(2) Charges levied for maintenance of telecommunications,	36053
broadcasting, or transmission equipment;	36054
(3) Contract or grant payments from affiliates.	36055
(B) The commission shall use money credited to the affiliates	36056
services fund for any commission operating purposes, including:	36057
(1) The purchase, repair, or maintenance of	36058
telecommunications, broadcasting, or transmission equipment;	36059
(2) The purchase or lease of educational programming;	36060
(3) The purchase of tape and maintenance of a media library;	36061
(4) Professional development programs and services;	36062
(5) Administrative expenses and legal fees.	36063
Sec. 3353.07. (A) As used in this section, "broadcasting	36064
station" has the same meaning as in section 3353.01 of the Revised	36065

Code.

(B) Ohio government telecommunications shall be funded
 36067
 through the eTech Ohio educational telecommunications network
 36068
 commission and shall be managed by a broadcasting station under a
 36069
 contract. The contract shall not take effect until the program
 36070
 committee of Ohio government telecommunications approves the
 36071
 contract. The broadcasting station shall manage the staff of Ohio
 36072
 government telecommunications.

(C)(B)(1) There is hereby created the program committee of 36074 Ohio government telecommunications that shall consist of the 36075 president of the senate, speaker of the house of representatives, 36076 minority leader of the senate, and minority leader of the house of 36077 representatives, or their designees. By a vote of a majority of 36078 its members, the program committee may add additional members to 36079 the committee. 36080

(2) The program committee shall adopt rules that govern the
 operation of Ohio government telecommunications and the coverage
 and distribution of official governmental activities by Ohio
 36083
 government telecommunications.
 36084

Sec. 3354.25. (A) The provisions of this section prevail over36085conflicting provisions of this chapter; however, except as36086provided in this section, the community college district and its36087board of trustees created by this section shall comply with the36088provisions of this chapter.36089

(B)(1) The territory of Warren county is hereby added to the36090territory of the community college district of Montgomery county,36091creating the Warren county Montgomery county community college36092district and replacing the former community college district of36093Montgomery county. The district created in this section may be36094known as and operate under the name of the Sinclair community36095college district.36096

(2) The community college district created by this section	36097
shall be divided into separate taxing subdistricts, one consisting	36098
of the territory of Warren county, and another consisting of the	36099
territory of Montgomery county.	36100
Taxes for the benefit of the community college district shall	36101
be levied and the benefits from the revenues of those taxes shall	36102
be apportioned among the subdistricts only in accordance with this	36103
section.	36104
(C) The board of trustees of the two-county community college	36105
district created by this section shall consist of eleven members.	36106
(1) Nine members of the board of trustees shall be residents	36107
of Montgomery county. The initial Montgomery county members shall	36108
be the same members of the board of trustees of the former	36109
community college district of Montgomery county, as it existed	36110
prior to the effective date of this section, whose terms shall	36111
expire and whose successors shall be appointed as they would have	36112
otherwise under division (B) of section 3354.05 of the Revised	36113
<u>Code.</u>	36114
(2) Two members of the board of trustees shall be residents	36115
of Warren county, one of whom shall be appointed by the board of	36116
county commissioners of Warren county, and one of whom shall be	36117
appointed by the governor with the advice and consent of the	36118
senate. Each of the initial appointments under division (C)(2) of	36119
this section shall be made within ninety days after the effective	36120
date of this section. At the time of the initial meeting of the	36121
trustees of the community college district created by this	36122
section, a drawing among the Warren county appointees shall be	36123
held to determine the initial term of each appointee, one trustee	36124
to serve for a term ending three years after the expiration date	36125
of the Montgomery county trustee's term that is the first to	36126
expire after the effective date of this section, and the other	36127

trustee to serve for a term ending five years after the expiration	36128
date of the Montgomery county trustee's term that is the first to	36129
expire after the effective date of this section. Thereafter, the	36130
successive terms of the Warren county members of the board of	36131
trustees shall be for five years, each term ending on the same day	36132
of the same month of the year as did the term which it succeeds.	36133
Each trustee shall hold office from the date of the trustee's	36134
	36135
appointment until the end of the term for which appointed. Any	36136
trustee appointed to fill a vacancy occurring prior to the	36137
expiration of the term for which the trustee's predecessor was	36138
appointed shall hold office for the remainder of that term. Any	36139
trustee shall continue in office subsequent to the expiration date	36140
of the trustee's term until the trustee's successor takes office,	
or until a period of sixty days has elapsed, whichever occurs	36141
first.	36142
(D) The board of trustees of the community college district	36143
created by this section shall continue to comply with division (G)	36144
of section 3354.09 of the Revised Code, regarding tuition for	36145
students who are residents of Ohio but not of the district, and	36146
for students who are nonresidents of Ohio. The tuition rate shall	36147
be based on the student's county of residence and shall apply to	36148
all Sinclair community college classes in all Sinclair community	36149
college locations. Except as provided in division (G)(2) of this	36150
section, students who are residents of Warren county shall	36151
continue to be charged tuition at the same rate as Ohio residents	36152

who are not residents of the district.

(E)(1) Unless the conditions prescribed in division (F) of 36154 this section are satisfied, the trustees from each respective 36155 county of the community college district created by this section 36156 shall have no vote on any of the following matters pertaining to 36157 the other county: 36158

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(a) Tax levies;

36159

(b) The expenditure of revenue from tax levies;	36160
(c) Levy-subsidized tuition rates.	36161
(2) As long as either of the conditions prescribed in	36162
division (F)(1) or (2) of this section are satisfied, each member	36163
of the board of trustees shall have full voting rights on all	36164
matters coming before the board.	36165
(3) At all times, on any matter related to community college	36166
programming or facilities within one county or the other, both of	36167
the following are necessary:	36168
	26160
(a) The affirmative vote of a majority of the full membership	36169
<u>of the board of trustees;</u>	36170
(b) The affirmative vote of at least fifty per cent of the	36171
trustees from the affected county.	36172
(4) If the millage rate of the Warren county tax levy	36173
described in division (F) of this section is subsequently reduced	36174
by a vote of the electors of Warren county to the extent that it	36175
no longer satisfies a condition prescribed in either division	36176
(F)(1) or (2) of this section, the voting restrictions prescribed	36177
in division (E)(1) of this section again apply to the board	36178
effective on the first day of the tax year that begins after the	36179
reduction is approved by the electors.	36180
(F) The voting restrictions of division (E)(1) of this	36181
section apply until the electors of Warren county approve a tax	36182
levy, in accordance with division (G)(3) of this section,	36183
equivalent to the tax levy approved by the electors of Montgomery	36184
county for the support of the former community college district of	36185
Montgomery county prior to the effective date of this section. For	36186
<u>this purpose, an equivalent tax levy is a tax levied in Warren</u>	36187
county that either:	36188
(1) In the first tax year for which the tax is collected.	36189

(1) In the first tax year for which the tax is collected, 36189

<u>yields revenue per capita equal to or greater than the yield per</u>	36190
capita of levies of the community college district in effect that	36191
tax year in Montgomery county, as jointly determined by the county	36192
auditors of Montgomery and Warren counties;	36193
(2) In the first tax year for which the tax is collected,	36194
imposes a millage rate that is equal to or greater than the	36195
effective tax rate of levies of the community college district in	36196
effect that tax year in Montgomery county, as jointly determined	36197
by the county auditors of Montgomery and Warren counties.	36198
As used in division (F)(2) of this section, "effective tax	36199
rate" means the quotient obtained by dividing the total taxes	36200
charged and payable for the taxing subdistrict for a tax year,	36201
after the reduction prescribed by section 319.301 of the Revised	36202
Code but before the reduction prescribed by section 319.302 or	36203
323.152 of the Revised Code, by the taxable value for the taxing	36204
subdistrict for that tax year.	36205
(G)(1) The board of trustees may propose to levy a tax on	36206
taxable property in Montgomery county to be voted on by the	36207
electors of Montgomery county as provided in division (G)(3) of	36208
this section. Any money raised by a tax levied by the former	36209
community college district of Montgomery county or a subsequent	36210
tax levied in Montgomery county in accordance with division (G)(3)	36211
of this section shall be used solely for the benefit of Montgomery	36212
county residents attending Sinclair community college in the form	36213
of student tuition subsidy, student scholarships, and	36214
instructional facilities, equipment and support services located	36215
within Montgomery county, shall be deposited into a separate fund	36216
from all other revenues of the district, and shall be budgeted	36217
separately.	36218

taxable property in Warren county to be voted on by electors of 36220

Warren county as provided in division (G)(3) of this section. Any	36221
money raised by the tax shall be used solely for the benefit of	36222
<u>Warren county residents attending Sinclair community college in</u>	36223
the form of student tuition subsidy, student scholarships, and	36224
instructional facilities, equipment and support services located	36225
within Warren county, shall be deposited into a separate fund from	36226
all other revenues of the district, and shall be budgeted	36227
separately. If the tax is approved in accordance with division	36228
(G)(3)(c) of this section, the board of trustees may adjust the	36229
rate of tuition charged to Warren county residents commensurate	36230
with the amount of that tax the board of trustees dedicates for	36231
instructional and general services provided to Warren county	36232
residents.	36233
(3) For each taxing subdistrict of the community college	36234
district created by this section, the board of trustees may	36235
propose to levy a tax in accordance with the procedures prescribed	36236
in section 3354.12 of the Revised Code, except as provided in	36237
divisions (G)(3)(a) to (c) of this section.	36238
(a) Wherein section 3354.12 of the Revised Code the terms	36239
"district" and "community college district" are used, those terms	36240
shall be construed to mean the appropriate taxing subdistrict	36241
described in division (B)(2) of this section, except that the	36242
"board of trustees of the community college district" means the	36243
board of trustees for the entire community college district as	36244
described in division (C) of this section. That board of trustees	36245
may propose separate levies for either of the two taxing	36246
subdistricts.	36247
<u>(b) "Tax duplicate," as used in section 3354.12 of the</u>	36248
Revised Code, means the tax duplicate of only the appropriate	36249
taxing subdistrict and not the tax duplicate of the entire	36250
<u>community college district.</u>	36251

(c) The resolution of the board of trustees proposing a tax	36252
levy in the Warren county taxing subdistrict is subject to	36253
approval of a two-thirds vote of the board of county commissioners	36254
of Warren county. If so approved by the board of county	36255
commissioners of Warren county, that board shall certify the	36256
resolution to the Warren county board of elections, which shall	36257
place on the ballot for the electors of Warren county the question	36258
of levying the tax proposed in the resolution on all taxable	36259
property of the county. If approved by the electors of the county,	36260
the tax shall be levied as provided in section 3354.12 of the	36261
Revised Code and anticipation notes may be issued by the board of	36262
trustees in accordance with that section.	36263
(H)(1) The board of trustees of the community college	36264
district created by this section may issue bonds in accordance	36265
with section 3354.11 of the Revised Code; however, the board may	36266
limit the question of approval of the issue of those bonds to the	36267
electors of only one of the two taxing subdistricts described in	36268
division (B)(2) of this section, in which case the board also may	36269
-	36270
limit the use of the property or improvements to the residents of	
that subdistrict.	36271
(2) A resolution of the board of trustees proposing the	36272
issuance of bonds for only the Warren county taxing subdistrict is	36273
subject to approval of a two-thirds vote of the board of county	36274
commissioners of Warren county. If so approved by the board of	36275
county commissioners of Warren county, that board shall certify	36276
the resolution to the Warren county board of elections which shall	36277
place on the ballot for the electors of Warren county the question	36278
of issuing bonds as proposed in the resolution.	36279

Sec. 3362.02. The board of trustees of Shawnee state36280university shall annually elect from their members a chairman36281chairperson and vice chairman vice-chairperson; and they may also36282

appoint a secretary of the board, a treasurer, and such other 36283 officers of the university as the interests of the university 36284 require, who may be members of the board. The treasurer, before 36285 entering upon the discharge of his official duties, shall give 36286 bond to the state or be insured for the faithful performance of 36287 his the treasurer's duties and the proper accounting for all 36288 moneys coming into his the treasurer's care. The amount of said 36289 bond or insurance shall be determined by the board, but shall not 36290 be for a sum less than the estimated amount which may come into 36291 the treasurer's <u>sole</u> control at any time, <u>less any reasonable</u> 36292 deductible. Said bond shall be approved by the attorney general. 36293

Sec. 3365.01. As used in sections 3365.01 to 3365.10 of the36294Revised Code this chapter:36295

(A) "College" means any state-assisted college or university 36296 described in section 3333.041 of the Revised Code, any nonprofit 36297 institution holding a certificate of authorization pursuant to 36298 Chapter 1713. of the Revised Code, any private institution exempt 36299 from regulation under Chapter 3332. of the Revised Code as 36300 prescribed in section 3333.046 of the Revised Code, and any 36301 institution holding a certificate of registration from the state 36302 board of career colleges and schools and program authorization for 36303 an associate or bachelor's degree program issued under section 36304 3332.05 of the Revised Code. 36305

(B) "School district," except as specified in division (G) of 36306
this section, means any school district to which a student is 36307
admitted under section 3313.64, 3313.65, 3313.98, or 3317.08 of 36308
the Revised Code and does not include a joint vocational or 36309
cooperative education school district. 36310

(C) "Parent" has the same meaning as in section 3313.64 of 36311the Revised Code. 36312

(D) "Participant" means a student enrolled in a college under 36313

36314 the post-secondary enrollment options program established by this 36315 chapter. (E) "Secondary grade" means the ninth through twelfth grades. 36316 (F) "School foundation payments" means the amount required to 36317 be paid to a school district for a fiscal year under Chapter 3317. 36318 of the Revised Code. 36319 (G) "Tuition base" means, with respect to a participant's 36320 school district, the greater of the following: 36321 (1) The fiscal year 2005 formula amount defined in division 36322 (B) of section 3317.02 of the Revised Code multiplied by the 36323 district's fiscal year 2005 cost-of-doing-business factor defined 36324 in division (N) of that section 3317.02 of the Revised Code. The: 36325 (2) The sum of (the current formula amount times the current 36326 cost-of-doing-business factor defined in section 3317.02 of the 36327 <u>Revised Code</u>) plus the per pupil amount of the base funding 36328 supplements specified in divisions (C)(1) to (4) of section 36329 3317.012 of the Revised Code. 36330 The participant's "school district" in the case of a 36331 participant enrolled in a community school shall be the school 36332 district in which the student is entitled to attend school under 36333 section 3313.64 or 3313.65 of the Revised Code. 36334 (H) "Educational program" means enrollment in one or more 36335 school districts, in a nonpublic school, or in a college under 36336 division (B) of section 3365.04 of the Revised Code. 36337 (I) "Nonpublic school" means a chartered or nonchartered 36338

school for which minimum standards are prescribed by the state 36339 board of education pursuant to division (D) of section 3301.07 of 36340 the Revised Code. 36341

(J) "School year" means the year beginning on the first day 36342 of July and ending on the thirtieth day of June. 36343

(K) "Community school" means any school established pursuant 36344to Chapter 3314. of the Revised Code that includes secondary 36345grades. 36346

(L) "Community school payments" means payments made by the 36347
department of education to a community school pursuant to division 36348
(D) of section 3314.08 of the Revised Code. 36349

sec. 3365.02. There is hereby established the post-secondary 36350 enrollment options program under which a secondary grade student 36351 who is a resident of this state may enroll at a college, on a 36352 full- or part-time basis, and complete nonsectarian courses for 36353 high school and college credit. The purpose of the program is to 36354 provide enriched education opportunites to secondary grade 36355 students that are beyond the opportunities offered by the high 36356 school in which they are enrolled. 36357

Secondary grade students in a nonpublic school may 36358 participate in the post-secondary enrollment options program if 36359 the chief administrator of such school notifies the department of 36360 education by the first day of April prior to the school year in 36361 which the school's students will participate. 36362

The state board of education, after consulting with the board 36363 of regents, shall adopt rules governing the program. The rules 36364 shall include: 36365

(A) Requirements for school districts, community schools, or 36366
 participating nonpublic schools to provide information about the 36367
 program prior to the first day of March of each year to all 36368
 students enrolled in grades eight through eleven; 36369

(B) A requirement that a student or the student's parent
inform the district board of education, the governing authority of
a community school, or the nonpublic school administrator by the
36372
thirtieth day of March of the student's intent to participate in
36373

the program during the following school year. The rule shall	36374
provide that any student who fails to notify a district board, the	36375
governing authority of a community school, or the nonpublic school	36376
administrator by the required date may not participate in the	36377
program during the following school year without the written	36378
consent of the district superintendent, the governing authority of	36379
a community school, or the nonpublic school administrator.	36380
(C) Requirements that school districts and community schools	36381
provide counseling services to students in grades eight through	36382
eleven and to their parents before the students participate in the	36383
program under this chapter to ensure that students and parents are	36384
fully aware of the possible risks and consequences of	36385
participation. Counseling information shall include without	36386
limitation:	36387
(1) Due man aligibilitari	26200
(1) Program eligibility;	36388
(2) The process for granting academic credits;	36389
(3) Financial arrangements for tuition, books, materials, and	36390
fees;	36391
(4) Criteria for any transportation aid;	36392
(5) Available support services;	36393
(6) Scheduling;	36394
(7) The consequences of failing or not completing a course in	36395
which the student enrolls and the effect of the grade attained in	36396
the course being included in the student's grade point average, if	36397
applicable;	36398
(8) The effect of program participation on the student's	36399
ability to complete the district's, community school's, or	36400
nonpublic school's graduation requirements;	36401
(9) The academic and social responsibilities of students and	36402
$\sqrt{2}$ THE REAGENTE AND BUETAT TEBRUNATUTTLEED UP BEUDENDS AND	

(9) The academic and social responsibilities of students and 36402parents under the program; 36403

(10) Information about and encouragement to use the	36404
counseling services of the college in which the student intends to	36405
enroll.	36406
(D) A requirement that the student and the student's parent	36407
sign a form, provided by the school district or school, stating	36408
that they have received the counseling required by division (C) of	36409
this section and that they understand the responsibilities they	36410
must assume in the program;	36411
(E) The options required by section 3365.04 of the Revised	36412
Code;	36413
(F) A requirement that a student may not enroll in any	36414
specific college course through the program if the student has	36415
taken high school courses in the same subject area as that college	36416
course and has failed to attain a cumulative grade point average	36417
of at least 3.0 on a 4.0 scale, or the equivalent, in such	36418
completed high school courses <u>;</u>	36419
(G) A requirement that a student or the student's parent will	36420
reimburse the state for the amount of state funds paid to a	36421
college for a course in which the student is enrolled under this	36422
chapter if the student does not attain a passing final grade in	36423
that course.	36424
sec. 3365.04. The rules adopted under section 3365.02 of the	36425
Revised Code shall provide for students to enroll in courses under	36426
either of the following options:	36427
(A) The student may elect at the time of enrollment to	36428
receive only college credit for be responsible for payment of all	36429
tuition and the cost of all textbooks, materials, and fees	36430
associated with the course. The college shall notify the student	36431
about payment of tuition and fees in the customary manner followed	36432

by the college, and the student shall be responsible for payment 36433

of all tuition and the cost of all textbooks, materials, and fees 36434 associated with the course. If A student electing this option also 36435 shall elect, at the time of enrollment, whether to receive only 36436 college credit or high school credit and college credit for the 36437 36438 <u>course.</u> (1) The student may elect to receive only college credit for 36439 the course. Except as provided in section 3365.041 of the Revised 36440 Code, if the student successfully completes the course, the 36441 college shall award the student full credit for the course, but 36442 the board of education, community school governing authority, or 36443 nonpublic participating school shall not award the high school 36444 credit. 36445 (2) The student may elect to receive both high school credit 36446 and college credit for the course. Except as provided in section 36447 3365.041 of the Revised Code, if the student successfully 36448 completes the course, the college shall award the student full 36449 credit for the course and the board of education, community school 36450 governing authority, or nonpublic school shall award the student 36451 high school credit. 36452 (B) The student may elect at the time of enrollment for each 36453 course to receive both have the college credit and high school 36454 credit reimbursed under section 3365.07 of the Revised Code. 36455 Except as provided in section 3365.041 of the Revised Code, if the 36456 student successfully completes the course, the college shall award 36457 the student full credit for the course, the board of education_ 36458 community school governing authority, or nonpublic school shall 36459

award the student high school credit, and the college shall be 36460 reimbursed in accordance with section 3365.07 of the Revised Code. 36461

When determining a school district's formula ADM under36462section 3317.03 of the Revised Code, the time a participant is36463attending courses under division (A) of this section shall be36464considered as time the participant is not attending or enrolled in36465

school anywhere, and the time a participant is attending courses 36466 under division (B) of this section shall be considered as time the 36467 participant is attending or enrolled in the district's schools. 36468

Sec. 3365.041. (A) When a school district superintendent or 36469 governing authority of a community school expels a student under 36470 division (B) of section 3313.66 of the Revised Code, the district 36471 superintendent or board shall send a written notice of the 36472 expulsion to any college in which the expelled student is enrolled 36473 under section 3365.03 of the Revised Code at the time the 36474 expulsion is imposed. The notice shall indicate the date the 36475 expulsion is scheduled to expire. The notice also shall indicate 36476 whether the district board of education or community school 36477 governing authority has adopted a policy under section 3313.613 of 36478 the Revised Code to deny high school credit for post-secondary 36479 courses taken during an expulsion. If the expulsion is extended 36480 under division (F) of section 3313.66 of the Revised Code, the 36481 district superintendent or governing authority shall notify the 36482 college of the extension. 36483

(B) A college may withdraw its acceptance under section 36484 3365.03 of the Revised Code of a student who is expelled from 36485 school under division (B) of section 3313.66 of the Revised Code. 36486 As provided in section 3365.03 of the Revised Code, regardless of 36487 whether the college withdraws its acceptance of the student for 36488 the college term in which the student is expelled, the student is 36489 ineligible to enroll in a college under that section for 36490 subsequent college terms during the period of the expulsion, 36491 unless the student enrolls in another school district or community 36492 school, or participating nonpublic school during that period. 36493

If a college withdraws its acceptance of an expelled student 36494 who elected the <u>either</u> option of division (A)(1) or (2) of section 36495 3365.04 of the Revised Code, the college shall refund tuition and 36496

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tuition and fees to students who voluntarily withdraw from the 36498 college at the same time in the term. 36499

If a college withdraws its acceptance of an expelled student 36500 who elected the option of division (B) of section 3365.04 of the 36501 Revised Code, the school district or community school shall not 36502 award high school credit for the college courses in which the 36503 student was enrolled at the time the college withdrew its 36504 acceptance, and any reimbursement under section 3365.07 of the 36505 Revised Code for the student's attendance prior to the withdrawal 36506 shall be the same as would be paid for a student who voluntarily 36507 withdrew from the college at the same time in the term. If the 36508 withdrawal results in the college's receiving no reimbursement, 36509 the college may require the student to return or pay for the 36510 textbooks and materials it provided the student free of charge 36511 under section 3365.08 of the Revised Code. 36512

(C) When a student who elected the option of division (B) of 36513 section 3365.04 of the Revised Code is expelled under division (B) 36514 of section 3313.66 of the Revised Code from a school district or 36515 community school that has adopted a policy under section 3313.613 36516 of the Revised Code, that election is automatically revoked for 36517 all college courses in which the student is enrolled during the 36518 college term in which the expulsion is imposed. Any reimbursement 36519 under section 3365.07 of the Revised Code for the student's 36520 attendance prior to the expulsion shall be the same as would be 36521 paid for a student who voluntarily withdrew from the college at 36522 the same time in the term. If the revocation results in the 36523 college's receiving no reimbursement, the college may require the 36524 student to return or pay for the textbooks and materials it 36525 provided the student free of charge under section 3365.08 of the 36526 Revised Code. 36527

No later than five days after receiving an expulsion notice 36528

36529 from the superintendent of a district or the governing authority 36530 of a community school that has adopted a policy under section 36531 3313.613 of the Revised Code, the college shall send a written 36532 notice to the expelled student that the student's election of 36533 division (B) of section 3365.04 of the Revised Code is revoked. If 36534 the college elects not to withdraw its acceptance of the student, 36535 the student shall pay all applicable tuition and fees for the 36536 college courses and shall pay for the textbooks and materials that 36537 the college provided under section 3365.08 of the Revised Code.

Sec. 3365.05. High school credit awarded for courses 36538 successfully completed under this chapter shall count toward the 36539 graduation requirements and subject area requirements of the 36540 school district, community school, or nonpublic school. If a 36541 course comparable to one a student completed at a college is 36542 offered by the district, community school, or nonpublic school, 36543 the board or school shall award comparable credit for the course 36544 completed at the college. If no comparable course is offered by 36545 the district, community school, or nonpublic school, the board or 36546 school shall grant an appropriate number of credits in a similar 36547 subject area to the student. 36548

If there is a dispute between a school district board or a 36549 community school governing authority and a student regarding high 36550 school credits granted for a course, the student may appeal the 36551 board's or governing authority's decision to the state board of 36552 education. The state board's decision regarding any high school 36553 credits granted under this <u>division section</u> is final. 36554

Evidence of successful completion of each course and the high 36555 school credits awarded by the district, community school, or 36556 participating nonpublic school shall be included in the student's 36557 record. The record shall indicate that the credits were earned as 36558 a participant under this chapter and shall include the name of the 36559

college at which the credits were earned. The district board,36560community school governing authority, or nonpublic school shall36561determine whether and the manner in which the grade achieved in a36562course completed at a college under division (A)(2) or (B) of36563section 3365.04 of the Revised Code will be counted in any36564cumulative grade point average maintained for the student.36565

Sec. 3365.08. (A) A college that expects to receive or 36566 receives reimbursement under section 3365.07 of the Revised Code 36567 shall furnish to a participant all textbooks and materials 36568 directly related to a course taken by the participant under 36569 division (B) of section 3365.04 of the Revised Code. No college 36570 shall charge such participant for tuition, textbooks, materials, 36571 or other fees directly related to any such course. 36572

(B) No student enrolled under this chapter in a course for 36573
 which credit toward high school graduation is awarded shall 36574
 receive direct financial aid through any state or federal program. 36575

(C) If a school district provides transportation for resident 36576 school students in grades eleven and twelve under section 3327.01 36577 of the Revised Code, a parent of a pupil enrolled in a course 36578 under division (A)(2) or (B) of section 3365.04 of the Revised 36579 Code may apply to the board of education for full or partial 36580 reimbursement for the necessary costs of transporting the student 36581 between the secondary school the student attends and the college 36582 in which the student is enrolled. Reimbursement may be paid solely 36583 from funds received by the district under division (D) of section 36584 3317.022 of the Revised Code. The state board of education shall 36585 establish guidelines, based on financial need, under which a 36586 district may provide such reimbursement. 36587

(D) If a community school provides or arranges transportation 36588
for its pupils in grades nine through twelve under section 36589
3314.091 of the Revised Code, a parent of a pupil of the community 36590

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school who is enrolled in a course under division $(A)(2)$ or (B) of	36591
section 3365.04 of the Revised Code may apply to the governing	36592
authority of the community school for full or partial	36593
reimbursement of the necessary costs of transporting the student	36594
between the community school and the college. The governing	36595
authority may pay the reimbursement in accordance with the state	36596
board's rules adopted under division (C) of this section solely	36597
from funds paid to it under section 3314.091 of the Revised Code.	36598

Sec. 3365.11. If the superintendent of the school district or	36599
the chief administrator of the community school or nonpublic	36600
school in which the student is enrolled notifies the	36601
superintendent of public instruction that the student has not	36602
attained a passing final grade in a college course in which the	36603
student is enrolled under this chapter, the superintendent of	36604
public instruction shall initiate proceedings to seek	36605
reimbursement from the student or the student's parent for the	36606
amount of state funds calculated for payment to the college on	36607
behalf of the student for enrollment in that college course. In	36608
seeking reimbursement, the superintendent of public instruction	36609
may request that the attorney general bring a civil action in the	36610
court of common pleas of the county in which the school district,	36611
community school, or nonpublic school is located, if the	36612
superintendent of public instruction determines it appropriate to	36613
bring such an action.	36614
<u>Upon the collection of any funds from a student or student's</u>	36615

Upon the collection of any funds from a student or student's36615parent under this section, the superintendent of public36616instruction shall credit the amount collected to the school36617district or community school from which an amount was deducted36618under division (D) of section 3365.07 of the Revised Code for the36619course or, if the student is enrolled in a nonpublic school, to36620the general revenue fund.36621

 sec. 3375.40. Each board of library trustees appointed
 36622

 pursuant to section 3375.06, 3375.10, 3375.12, 3375.15, 3375.22,
 36623

 or 3375.30 of the Revised Code may do the following:
 36624

(A) Hold title to and have the custody of all real and 36625personal property of the free public library under its 36626jurisdiction; 36627

(B) Expend for library purposes, and in the exercise of the 36628
power enumerated in this section, all moneys, whether derived from 36629
the county library and local government support fund or otherwise, 36630
credited to the free public library under its jurisdiction and 36631
generally do all things it considers necessary for the 36632
establishment, maintenance, and improvement of the free public 36633
library under its jurisdiction; 36634

(C) Purchase, lease, construct, remodel, renovate, or 36635 otherwise improve, equip, and furnish buildings or parts of 36636 buildings and other real property, and purchase, lease, or 36637 otherwise acquire motor vehicles and other personal property, 36638 necessary for the proper maintenance and operation of the free 36639 public library under its jurisdiction, and pay their costs in 36640 installments or otherwise. Financing of these costs may be 36641 provided through the issuance of notes, through an installment 36642 sale, or through a lease-purchase agreement. Any such notes shall 36643 be issued pursuant to section 3375.404 of the Revised Code. 36644

(D) Purchase, lease, lease with an option to purchase, or 36645
erect buildings or parts of buildings to be used as main 36646
libraries, branch libraries, or library stations pursuant to 36647
section 3375.41 of the Revised Code; 36648

(E) Establish and maintain a main library, branches, library 36649
 stations, and traveling library service within the territorial 36650
 boundaries of the political subdivision or district over which it 36651

has jurisdiction of free public library service;

(F) Except as otherwise provided in this division, establish 36653 and maintain branches, library stations, and traveling library 36654 service in any school district, outside the territorial boundaries 36655 of the political subdivision or district over which it has 36656 jurisdiction of free public library service, upon application to 36657 and approval of the state library board, pursuant to section 36658 3375.05 of the Revised Code. The board of library trustees of any 36659 free public library maintaining branches, stations, or traveling 36660 library service, outside the territorial boundaries of the 36661 political subdivision or district over which it has jurisdiction 36662 of free public library service, on September 4, 1947, may continue 36663 to maintain and operate those branches, those stations, and that 36664 traveling library service without the approval of the state 36665 library board. 36666

(G) Appoint and fix the compensation of all of the employees 36667
of the free public library under its jurisdiction, pay the 36668
reasonable cost of tuition for any of its employees who enroll in 36669
a course of study the board considers essential to the duties of 36670
the employee or to the improvement of the employee's performance, 36671
and reimburse applicants for employment for any reasonable 36672
expenses they incur by appearing for a personal interview; 36673

(H) Make and publish rules for the proper operation and 36674
management of the free public library and facilities under its 36675
jurisdiction, including rules pertaining to the provision of 36676
library services to individuals, corporations, or institutions 36677
that are not inhabitants of the county; 36678

(I) <u>Assess uniform fees for the provision of services to</u>
 <u>patrons of the library, but no fee shall be assessed for the</u>
 <u>circulation of printed materials held by the library except for</u>
 <u>the assessment of fines for materials not returned in accordance</u>
 <u>36679</u>

36652

with the board's rules;

(J) Establish and maintain a museum in connection with and as 36684 an adjunct to the free public library under its jurisdiction; 36685

(J)(K) By the adoption of a resolution, accept any bequest, 36686 gift, or endowment upon the conditions connected with the bequest, 36687 gift, or endowment. No such bequest, gift, or endowment shall be 36688 accepted by the board if its conditions remove any portion of the 36689 free public library under the board's jurisdiction from the 36690 control of the board or if the conditions, in any manner, limit 36691 the free use of the library or any part of it by the residents of 36692 the counties in which the library is located. 36693

(K)(L) At the end of any fiscal year, by a two-thirds vote of 36694 its full membership, set aside any unencumbered surplus remaining 36695 in the general fund of the free public library under its 36696 jurisdiction for any purpose, including creating or increasing a 36697 special building and repair fund, or for operating the library or 36698 acquiring equipment and supplies; 36699

(L)(M) Procure and pay all or part of the cost of group term 36700 life, hospitalization, surgical, major medical, disability 36701 benefit, dental care, eye care, hearing aids, or prescription drug 36702 insurance or coverage, or a combination of any of those types of 36703 insurance or coverage, whether issued by an insurance company or a 36704 health insuring corporation duly licensed by the state, covering 36705 its employees, and, in the case of group term life, 36706 hospitalization, surgical, major medical, dental care, eye care, 36707 hearing aids, or prescription drug insurance or coverage, also 36708 covering the dependents and spouses of its employees, and, in the 36709 case of disability benefits, also covering the spouses of its 36710 employees. 36711

(M)(N) Pay reasonable dues and expenses for the free public 36712 library and library trustees in library associations. 36713

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Any instrument by which real property is acquired pursuant to 36714 this section shall identify the agency of the state that has the 36715 use and benefit of the real property as specified in section 36716 5301.012 of the Revised Code. 36717

Section Sec. 3375.48. The judges of the court of common pleas 36718 of any county in which there is a <u>A</u> law library association which 36719 furnishes that receives fines and penalties, and moneys arising 36720 from forfeited bail, under sections 3375.50 to 3375.53 of the 36721 Revised Code shall furnish to all of the members of the Ohio 36722 general assembly, the county officers of the county in which the 36723 association is located, and the judges of the several courts in 36724 the that county admission to its the associations's law library 36725 and the use of its books, materials, and equipment free of charge-36726 upon the appointment by the<u>.</u> The association's board of trustees 36727 of such association of may appoint a person to act as librarian 36728 thereof, or of a person to act as librarian and not more than two 36729 additional persons to act as assistant law librarians thereof, <u>of</u> 36730 the law library. The board shall fix be responsible for fixing and 36731 paying the compensation of such those persons, which shall be paid 36732 from the county treasury subject to section 3375.49 of the Revised 36733 <u>Code</u>. 36734

Sec. 3375.49. For (A) Subject to divisions (B) and (C) of 36735 this section, for the use of the law library referred to in 36736 section 3375.48 of the Revised Code, the board of county 36737 commissioners shall provide, at the expense of the county, 36738 suitable rooms with sufficient and suitable bookcases space in the 36739 county courthouse or, if there are no suitable rooms in the 36740 courthouse, any other suitable rooms at in any other building 36741 located in the county seat with sufficient, and suitable bookcases 36742 utilities for that space. The 36743

(B)(1) Subject to division (C) of this section, through	36744
calendar year 2006, the board of county commissioners shall be	36745
responsible for paying the compensation of the librarian and up to	36746
two assistant librarians of the law library appointed by the board	36747
of trustees of the law library association under section 3375.48	36748
of the Revised Code and the costs of the space in the county	36749
courthouse or other building that the board provides for the use	36750
of the law library under division (A) of this section, the	36751
utilities for that space, and furniture and fixtures for the law	36752
library.	36753
(2) In calendar years 2007 through 2010, the board of county	36754
commissioners and the board of trustees shall be responsible for	36755
paying the compensation of the librarian and up to two assistant	36756
librarians appointed under section 3375.48 of the Revised Code and	36757
the costs of the space in the county courthouse or other building	36758
that the board of county commissioners provides for the use of the	36759
law library under division (A) of this section, the utilities for	36760
that space, and furniture and fixtures for the law library as	36761
<u>follows:</u>	36762
<u>(a) In calendar year 2007, the board of county commissioners</u>	36763
shall pay eighty per cent, and the board of trustees shall pay	36764
twenty per cent.	36765
(b) In calendar year 2008, the board of county commissioners	36766

(b) In calendar year 2008, the board of county commissioners 36766 shall pay sixty per cent, and the board of trustees shall pay 36767 forty per cent. 36768

(c) In calendar year 2009, the board of county commissioners 36769 shall pay forty per cent, and the board of trustees shall pay 36770 sixty per cent. 36771

(d) In calendar year 2010, the board of county commissioners 36772 shall pay twenty per cent, and the board of trustees shall pay 36773 eighty per cent. 36774

(3) Beginning in calendar year 2011 and thereafter, the board	36775
of trustees shall be responsible for paying the compensation of	36776
the librarian and all assistant librarians appointed under section	36777
3375.48 of the Revised Code as well as the costs of the space in	36778
the county courthouse or other building that the board of county	36779
commissioners provides for the use of the law library under	36780
division (A) of this section, the utilities for that space, and	36781
the law library's furniture and fixtures.	36782
(C) If the board of trustees of a law library association	36783
referred to in section 3375.48 of the Revised Code rents, leases,	36784
lease-purchases, or otherwise acquires space for the use of the	36785
law library, or constructs, enlarges, renovates, or otherwise	36786
modifies buildings or other structures to provide space for the	36787
use of the law library, the board of county commissioners of the	36788
county in which the association is located has no further	36789
obligation under division (A) of this section to provide space in	36790
the county courthouse or any other building located in the county	36791
seat for the use of the law library and utilities for that space,	36792
and has no further obligation under division (B) of this section	36793
to make payments for the compensation of the librarian and up to	36794
two assistant librarians of the law library appointed under	36795
section 3375.48 of the Revised Code and for the costs of space in	36796
the county courthouse or an other building for the use of the law	36797
library, the utilities for that space, and the law library's	36798
furniture and fixtures.	36799
<u>(D) The</u> librarian or person in charge of the law library	36800
shall receive and safely keep in these rooms the law library the	36801

law reports and other books furnished by the state for use of the36802court and bar. The board of county commissioners shall heat and36803light any such rooms. The36804

(E) The books, computer communications console that is a 36805 means of access to a system of computerized legal research, 36806

microform materials and equipment, videotape materials and 36807 equipment, audio or visual materials and equipment, other 36808 materials and equipment utilized in conducting legal research, and 36809 furniture, and fixtures of the law library association that are 36810 owned by, and used exclusively in, the law library are exempt from 36811 taxation. 36812

Sec. 3375.54. The money that is paid to the board of trustees 36813 of a law library association under sections 3375.50 to 3375.53 of 36814 the Revised Code shall be expended in the support and operation of 36815 the law library association and; in the purchase, lease, or rental 36816 of lawbooks, a computer communications console that is a means of 36817 access to a system of computerized legal research, microform 36818 materials and equipment, videotape materials and equipment, audio 36819 or visual materials and equipment, and other services, materials, 36820 and equipment that provide legal information or facilitate 36821 utilized in conducting legal research, furniture, and fixtures 36822 used in the association's law library; and to pay the compensation 36823 of any librarian and assistant librarians of the law library 36824 appointed under section 3375.48 of the Revised Code. 36825

Sec. 3375.55. Judges of the county court in the county and 36826 officers Officers of the townships and municipal corporations 36827 therein in a county in which a law library association that 36828 receives fines and penalties, and moneys arising from forfeited 36829 bail, under sections 3375.50 to 3375.53 of the Revised Code is 36830 located shall have the same free use of the books, materials, and 36831 equipment of the association's law library receiving moneys under 36832 sections 3375.50 to 3375.53, inclusive, of the Revised Code, as 36833 general assembly members and the judges and county officers 36834 mentioned in section 3375.48 of the Revised Code. 36835

sec. 3381.02. A regional arts and cultural district may be 36836

created under section 3381.03 or 3381.04 of the Revised Code for 36837 any of the following purposes: making grants to support the 36838 operating or capital expenses of arts or cultural organizations 36839 located within its district, or acquiring, constructing, 36840 equipping, furnishing, repairing, remodeling, renovating, 36841 enlarging, improving, or administering artistic or cultural 36842 facilities. A regional arts and cultural district is a political 36843 subdivision of the state and a body corporate, comprised of the 36844 territory of a county, or two or more counties, municipal 36845 corporations, townships, or any combination thereof, provided, 36846 that if. If more than one county is in a regional arts and 36847 cultural district, each county shall be contiguous to a county in 36848 its the district; and, provided also in the case of a combination 36849 of political subdivisions, that each municipal corporation or 36850 township shall either be contiguous to a county, municipal 36851 corporation, or township in its the regional arts and cultural 36852 district, or each municipal corporation or township shall be 36853 located in a county that is contiguous to a county in its the 36854 district. 36855

Sec. 3381.04. (A) In lieu of the procedure set forth in 36856 section 3381.03 of the Revised Code, any county with a population 36857 of five hundred thousand or more may, at any time prior to before 36858 the creation of a regional arts and cultural district pursuant to 36859 under that section 3381.03 of the Revised Code, may create a 36860 regional arts and cultural district by adoption of a resolution $\frac{\partial \mathbf{r}}{\partial \mathbf{r}}$ 36861 ordinance by the board of county commissioners of such that 36862 county. Such The resolution shall state all of the following: 36863

(A)(1)The purposes for the creation of the district;36864(B)(2)That the territory of the district shall be36865coextensive with the territory of such the county;36866

(C) (3) The official name by which the district shall be 36867

known; 36868
(D)(4) The location of the principal office of the district 36869
or the manner in which the location shall be selected. 36870
(B) The district provided for in such the resolution or 36871
ordinance shall be created upon the adoption of such the 36872

resolution or ordinance by the board of county commissioners of 36873 such that county. Upon the adoption of such the resolution or 36874 ordinance, such the county and the municipal corporations and 36875 townships contained therein in the county shall not thereafter be 36876 a part of any other regional arts and cultural district. 36877

(C) The board of trustees of any regional arts and cultural 36878 district formed in accordance with this section shall be comprised 36879 of <u>three members appointed by</u> the <u>same persons who comprise such</u> 36880 county's board of county commissioners. 36881

Sec. 3381.05. Within sixty days after a regional arts and36882cultural district has been created under section 3381.03 of the36883Revised Code, the board of trustees of the district shall be36884appointed as provided in this section.36885

Members of a board of trustees of a regional arts and 36886 cultural district created by the exclusive action of a county 36887 shall be appointed by the board of county commissioners of such 36888 the county. A board of trustees of a district created by two or 36889 more political subdivisions shall consist of such the number of 36890 members, and shall be appointed by such the public officers or 36891 bodies, as shall be provided in the resolutions or ordinances 36892 creating such the district, or any amendments thereto to them. All 36893

All members of a board of trustees of a regional arts and36894cultural district created under section 3381.03 of the Revised36895Code shall be persons who have broad knowledge and experience in36896the arts or cultural heritage and shall have other qualifications36897

as are specified in the resolution resolutions or ordinance 36898 ordinances creating the district, or any amendments thereto to 36899 36900 them; provided, that at least two members of the board of trustees shall be persons who devote a major portion of their time to 36901 practicing, performing, or teaching any of the arts or who are 36902 professional administrators in any field of the arts or cultural 36903 heritage, and the resolution resolutions or ordinance ordinances 36904 creating such regional arts and cultural the district shall so 36905 provide. All members of the board of trustees also shall be 36906 qualified electors in the district's territory. The 36907

The appointing authority shall consider for appointment as 36908 members of the board of trustees, but need not appoint, such 36909 persons as are nominated by area arts councils, as defined in 36910 section 757.03 of the Revised Code, located within the district; 36911 provided that all such those persons shall meet the qualifications 36912 specified in this section and the resolution resolutions or 36913 ordinance ordinances creating the district. The resolution 36914 resolutions or ordinance ordinances creating the district may, but 36915 need not, provide that the members of an area arts council located 36916 within the district shall constitute the board of trustees of the 36917 district. The 36918

The appointing authority may, at any time, may remove a36919trustee member of the board of trustees for misfeasance,36920nonfeasance, or malfeasance in office.36921

The initially appointed members of the board of trustees of 36922 any <u>regional arts and cultural</u> district created under section 36923 3381.03 of the Revised Code shall serve staggered terms of one, 36924 two, and three years. Thereafter, each trustee member shall serve 36925 terms a term of three years, except that any person appointed to 36926 fill a vacancy shall be appointed to only the unexpired term. Any 36927 appointed trustee <u>member</u> is eligible for reappointment, except as 36928 otherwise provided in the resolution resolutions or ordinance 36929

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ordinances creating such the district, or any amendment thereto to 36930 them. 36931

sec. 3381.06. All the power and authority granted to a 36932 regional arts and cultural district created under section 3381.03 36933 or 3381.04 of the Revised Code shall be vested in and exercised by 36934 its board of trustees, which shall manage and conduct its affairs. 36935 The board shall, within the limitations of this chapter, shall 36936 provide, by rules, the procedure for its actions, the manner of 36937 selection of its president, vice-president, executive director, 36938 and other officers and employees, their titles, terms of office, 36939 compensation, duties, number, and qualifications, and any other 36940 lawful subject necessary or desirable to the operation and 36941 administration of the district and the exercise of the powers 36942 granted to it. 36943

Sec. 3381.07. Upon the creation of a regional arts and 36944 cultural district under section 3381.03 or 3381.04 of the Revised 36945 Code and upon the qualifying of its board of trustees and the 36946 election of a president and a vice-president, the district shall 36947 exercise in its own name all the rights, powers, and duties vested 36948 in and conferred upon it by this chapter. A regional arts and 36949 cultural district: 36950

(A) May sue or be sued in its corporate name;

(B) May make contracts in the exercise of the rights, powers, 36952and duties conferred upon it; 36953

(C) May adopt and alter a seal and use such that seal by 36954 causing it to be impressed, affixed, reproduced, or otherwise 36955 used, but failure to affix the seal shall not affect the validity 36956 of any instrument; 36957

(D) May make, adopt, amend, and repeal bylaws for the 36958 administration of its affairs and rules for the administration and 36959

36960 operation of any artistic or cultural facilities under its control 36961 and for the exercise of all of its rights of ownership therein in 36962 those facilities, provided, however, that it may not be directly 36963 involved in any programatic activities;

(E) May make grants, on such terms and conditions as it may 36964 deem advisable, to any arts or cultural organization within its 36965 district as provided in section 3381.17 of the Revised Code; 36966

(F) May fix, alter, and collect rentals and other charges for 36967 the use of any artistic or cultural facilities under its control_ 36968 to be determined exclusively by it for the purpose of providing 36969 for the payment of the expenses of the district, the acquisition, 36970 construction, equipping, improvement, extension, repair, 36971 maintenance, renovation, enlargement, administration, and 36972 operation of artistic or cultural facilities under its control, 36973 and the payment of principal and interest on its obligations, and 36974 to fulfill fulfilling the terms of any agreements made with the 36975 purchasers or holders of any such obligations, or with any person 36976 or political subdivision; 36977

(G) Shall have jurisdiction, control, possession, and 36978 supervision over the use and disposition of all property, rights, 36979 licenses, moneys, contracts, accounts, liens, books, records, or 36980 other property rights and interests conveyed, delivered, 36981 transferred, or assigned to it; 36982

(H) May acquire, construct, improve, extend, repair, remodel, 36983 renovate, furnish, equip, enlarge, lease, or maintain artistic or 36984 cultural facilities within its territory as it considers necessary 36985 to accomplish the purposes of this chapter, and make charges for 36986 the use of artistic or cultural facilities; 36987

(I) May levy and collect taxes as provided in section 3381.16 36988 of the Revised Code; 36989

(J) May issue bonds secured by its general credit as provided 36990

in section 3381.08 of the Revised Code;

(K) May hold, encumber, control, acquire by donation, 36992
purchase, construct, own, lease as lessee or lessor, use, and sell 36993
real and personal property, or any interest or right therein in 36994
real or personal property, within or without its territory; 36995

(L) May employ or retain and fix the compensation of such 36996
 employees, agent agents, accountants, attorneys, and consultants 36997
 or advisors as may be necessary or desirable for the 36998
 accomplishment of its purposes; 36999

(M) May procure insurance against loss to it by reason of 37000
 damages to its properties resulting from fire, theft, accident, or 37001
 other casualties or by reason of its liability for any damages to 37002
 persons or property; 37003

(N) May maintain such funds as it determines necessary or 37004
 desirable for the efficient performance of its duties; 37005

(0) May procure a policy or policies insuring members of its 37006
board of trustees, and its officers, employees, and agents, 37007
against liability on account of damages or injury to persons and 37008
property resulting from any act or omission of such person in his 37009
the person's official capacity or resulting solely out of his the 37010
person's service to such the district; 37011

(P) May receive and expend gifts, grants, bequests, or 37012
 devices, or grants, including, but not limited to, grants of 37013
 public funds. 37014

Sec. 3381.15. (A) The board of county commissioners of any 37015 county, the legislative authority of any municipal corporation, 37016 and the board of township trustees of any township, included 37017 within a regional arts and cultural district may appropriate 37018 annually, from moneys to the credit of the general fund of the 37019 county, the municipal corporation, or the township and not 37020

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otherwise appropriated, that portion of the expense of the37021district to be paid by such the county, municipal corporation, or37022township as provided in the resolution creating or enlarging the37023district adopted under section 3381.03 of the Revised Code, or by37024any amendment thereto to the resolution.37025

(B) In addition to the authority granted to a board of county37026commissioners under division (A) of this section, a board of37027county commissioners in a county with a population of one million37028two hundred thousand or more may establish and provide local37029funding options for the support of arts and cultural organizations37030operating within the regional arts and cultural district in which37031the county is included.37032

sec. 3383.02. (A) There is hereby created the Ohio cultural 37033 facilities commission. The commission shall engage in and provide 37034 for the development, performance, and presentation or making 37035 available of culture and professional sports and athletics to the 37036 public in this state, and the provision of training or education 37037 in culture, by the exercise of its powers under this chapter, 37038 including the provision, operation, management, and cooperative 37039 use of Ohio cultural facilities and Ohio sports facilities. The 37040 commission is a body corporate and politic, an agency of state 37041 government and an instrumentality of the state, performing 37042 essential governmental functions of this state. The carrying out 37043 of the purposes and the exercise by the commission of its powers 37044 conferred by this chapter are essential public functions and 37045 public purposes of the state and of state government. The 37046 commission may, in its own name, sue and be sued, enter into 37047 contracts, and perform all the powers and duties given to it by 37048 this chapter; however, it does not have and shall not exercise the 37049 power of eminent domain. 37050

(B) The commission shall consist of ten twelve members, seven 37051