### As Reported by the House Education Committee

## 127th General Assembly Regular Session 2007-2008

H. B. No. 2

Representatives Webster, Garrison, Luckie, Lundy, Dyer, Heard, Brady, Celeste, Adams, Williams, B., Sykes, Okey

### A BILL

Го	amend sections 121.03, 3333.01, 3333.021, 3333.03,	1
	3333.04, 3333.041, 3333.042, 3333.043, 3333.044,	2
	3333.045, 3333.046, 3333.047, 3333.05, 3333.06,	3
	3333.07, 3333.071, 3333.072, 3333.08, 3333.09,	4
	3333.10, 3333.11, 3333.12, 3333.121, 3333.122,	5
	3333.123, 3333.13, 3333.14, 3333.15, 3333.16,	6
	3333.161, 3333.162, 3333.17, 3333.18, 3333.19,	7
	3333.20, 3333.21, 3333.22, 3333.23, 3333.25,	8
	3333.26, 3333.27, 3333.28, 3333.29, 3333.31,	9
	3333.35, 3333.36, 3333.37, 3333.372, 3333.373,	10
	3333.374, 3333.375, and 3333.38 and to enact	11
	section 3333.031 of the Revised Code to transfer	12
	appointment of the Chancellor of the Ohio Board of	13
	Regents to the Governor with the advice and	14
	consent of the Senate, to make the Board of	15
	Regents an advisory board to the Chancellor, and	16
	to transfer the Board's duties and powers to the	17
	Chancellor.	18

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

Section 1. That sections 121.03, 3333.01, 3333.021, 3333.03,	19
3333.04, 3333.041, 3333.042, 3333.043, 3333.044, 3333.045,	20
3333.046. 3333.047. 3333.05. 3333.06. 3333.07. 3333.071. 3333.072.	21

3333.08, 3333.09, 3333.10, 3333.11, 3333.12, 3333.121, 3333.122,	22
3333.123, 3333.13, 3333.14, 3333.15, 3333.16, 3333.161, 3333.162,	23
3333.17, 3333.18, 3333.19, 3333.20, 3333.21, 3333.22, 3333.23,	24
3333.25, 3333.26, 3333.27, 3333.28, 3333.29, 3333.31, 3333.35,	25
3333.36, 3333.37, 3333.372, 3333.373, 3333.374, 3333.375, and	26
3333.38 be amended and section 3333.031 of the Revised Code be	27
enacted to read as follows:	28
Sec. 121.03. The following administrative department heads	29
shall be appointed by the governor, with the advice and consent of	30
the senate, and shall hold their offices during the term of the	31
appointing governor, and are subject to removal at the pleasure of	32
the governor.	33
(A) The director of budget and management;	34
(B) The director of commerce;	35
(C) The director of transportation;	36
(D) The director of agriculture;	37
(E) The director of job and family services;	38
(F) Until July 1, 1997, the director of liquor control;	39
(G) The director of public safety;	40
(H) The superintendent of insurance;	41
(I) The director of development;	42
(J) The tax commissioner;	43
(K) The director of administrative services;	44
(L) The director of natural resources;	45
(M) The director of mental health;	46
(N) The director of mental retardation and developmental	47
disabilities;	48

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chancellor files with the clerk of the senate a proposed rule,

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amendment, or rescission that is subject to review and	110
invalidation under division (I) of section 119.03 of the Revised	111
Code, it the chancellor shall file with the speaker of the house,	112
the president of the senate, the legislative budget office of the	113
legislative service commission, and the director of budget and	114
management a fiscal analysis of the proposed rule. The analysis	115
shall include an estimate of the amount by which, during the	116
current and ensuing fiscal biennium, the action would increase or	117
decrease any university's revenues or expenditures and increase or	118
decrease state revenues or expenditures and any other information	119
the <del>board</del> <u>chancellor</u> considers necessary to explain the fiscal	120
effect of the rule, amendment, or rescission. No rule, amendment,	121
or rescission shall take effect unless the <del>board</del> <u>chancellor</u> has	122
complied with this division.	123

Sec. 3333.03. (A) The Ohio board of regents governor, with

the advice and consent of the senate, shall appoint a the

chancellor to of the Ohio board of regents. The chancellor shall

serve at its the pleasure of the governor, and the governor shall

prescribe the chancellor's duties in addition to the chancellor's

duties prescribed by law. The board governor shall fix the

compensation for the chancellor.

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(B) The chancellor is the administrative officer of the 131 board, and is responsible for appointing and fixing the 132 compensation of all professional, administrative, and clerical 133 employees and staff members necessary to assist the board and the 134 chancellor in the performance of their the chancellor's duties. 135 All employees and staff shall serve at the chancellor's pleasure. 136 The chancellor shall be a person qualified by training and 137 experience to understand the problems and needs of the state in 138 the field of higher education and to devise programs, plans, and 139 methods of solving the problems and meeting the needs. 140

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education;	171

- (E) Recommend the nature of the programs, undergraduate, 172 graduate, professional, state-financed research, and public 173 services which should be offered by the state colleges, 174 universities, and other state-assisted institutions of higher 175 education in order to utilize to the best advantage their 176 facilities and personnel; 177
- (F) Recommend to the state colleges, universities, and other 178 state-assisted institutions of higher education graduate or 179 professional programs, including, but not limited to, doctor of 180 philosophy, doctor of education, and juris doctor programs, that 181 could be eliminated because they constitute unnecessary 182 duplication, as shall be determined using the process developed 183 pursuant to this section, or for other good and sufficient cause. 184 For purposes of determining the amounts of any state instructional 185 subsidies paid to these colleges, universities, and institutions, 186 the board chancellor may exclude students enrolled in any program 187 that the board chancellor has recommended for elimination pursuant 188 to this division except that the <del>board</del> <u>chancellor</u> shall not 189 exclude any such student who enrolled in the program prior to the 190 date on which the board chancellor initially commences to exclude 191 students under this division. The board of regents chancellor and 192 these colleges, universities, and institutions shall jointly 193 develop a process for determining which existing graduate or 194 professional programs constitute unnecessary duplication. 195
- (G) Recommend to the state colleges, universities, and other 196 state-assisted institutions of higher education programs which 197 should be added to their present programs; 198
- (H) Conduct studies for the state colleges, universities, and 199 other state-assisted institutions of higher education to assist 200 them in making the best and most efficient use of their existing 201 facilities and personnel; 202

- (I) Make recommendations to the governor and general assembly 203 concerning the development of state-financed capital plans for 204 higher education; the establishment of new state colleges, 205 universities, and other state-assisted institutions of higher 206 education; and the establishment of new programs at the existing 207 state colleges, universities, and other institutions of higher 208 education; 209
- (J) Review the appropriation requests of the public community 210 colleges and the state colleges and universities and submit to the 211 office of budget and management and to the chairpersons of the 212 finance committees of the house of representatives and of the 213 senate its the chancellor's recommendations in regard to the 214 biennial higher education appropriation for the state, including 215 appropriations for the individual state colleges and universities 216 and public community colleges. For the purpose of determining the 217 amounts of instructional subsidies to be paid to state-assisted 218 colleges and universities, the board chancellor shall define 219 "full-time equivalent student" by program per academic year. The 220 definition may take into account the establishment of minimum 221 enrollment levels in technical education programs below which 222 support allowances will not be paid. Except as otherwise provided 223 in this section, the board chancellor shall make no change in the 224 definition of "full-time equivalent student" in effect on November 225 15, 1981, which would increase or decrease the number of 226 subsidy-eligible full-time equivalent students, without first 227 submitting a fiscal impact statement to the president of the 228 senate, the speaker of the house of representatives, the 229 legislative service commission, and the director of budget and 230 management. The <del>board</del> chancellor shall work in close cooperation 231 with the director of budget and management in this respect and in 232 all other matters concerning the expenditures of appropriated 233 funds by state colleges, universities, and other institutions of 234 higher education. 235

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(K) Seek the cooperation and advice of the officers and	236
trustees of both public and private colleges, universities, and	237
other institutions of higher education in the state in performing	238
its the chancellor's duties and making its the chancellor's plans,	239
studies, and recommendations;	240
(L) Appoint advisory committees consisting of persons	241
associated with public or private secondary schools, members of	242
the state board of education, or personnel of the state department	243
of education;	244
(M) Appoint advisory committees consisting of college and	245
university personnel, or other persons knowledgeable in the field	246
of higher education, or both, in order to obtain their advice and	247
assistance in defining and suggesting solutions for the problems	248
and needs of higher education in this state;	249
(N) Approve or disapprove all new degrees and new degree	250
programs at all state colleges, universities, and other	251
state-assisted institutions of higher education;	252
(0) Adopt such rules as are necessary to carry out its the	253
<pre>chancellor's duties and responsibilities;</pre>	254
(P) Establish and submit to the governor and the general	255
assembly a clear and measurable set of goals and timetables for	256
their achievement for each program under the <u>chancellor's</u>	257
supervision of the board that is designed to accomplish any of the	258
following:	259
(1) Increased access to higher education;	260
(2) Job training;	261
(3) Adult literacy;	262
(4) Research;	263
(5) Excellence in higher education;	264
(6) Reduction in the number of graduate programs within the	265

same subject area.	266
In July of each odd-numbered year, the <del>board of regents</del>	267
chancellor shall submit to the governor and the general assembly a	268
report on progress made toward these goals.	269
(Q) Make recommendations to the governor and the general	270
assembly regarding the design and funding of the student financial	271
aid programs specified in sections 3333.12, 3333.122, 3333.21 to	272
3333.27, and 5910.02 of the Revised Code;	273
(R) Participate in education-related state or federal	274
programs on behalf of the state and assume responsibility for the	275
administration of such programs in accordance with applicable	276
state or federal law;	277
(S) Adopt rules for student financial aid programs as	278
required by sections 3333.12, 3333.122, 3333.21 to 3333.27,	279
3333.28, 3333.29, and 5910.02 of the Revised Code, and perform any	280
other administrative functions assigned to the <del>board</del> <u>chancellor</u> by	281
those sections;	282
(T) Administer contracts under sections 3702.74 and 3702.75	283
of the Revised Code in accordance with rules adopted by the	284
director of health under section 3702.79 of the Revised Code;	285
(U) Conduct enrollment audits of state-supported institutions	286
of higher education;	287
(V) Appoint consortiums of college and university personnel	288
to participate in the development and operation of statewide	289
collaborative efforts, including the Ohio supercomputer center,	290
the Ohio academic resources network, OhioLink, and the Ohio	291
learning network. For each consortium, the <del>board</del> <u>chancellor</u> shall	292
designate a college or university to serve as that consortium's	293
fiscal agent, financial officer, and employer. Any funds	294
appropriated <del>to the board</del> for <u>the</u> consortiums shall be distributed	295
to the fiscal agents for the operation of the consortiums. A	296

consortium	shall	follow	the	rules	of	the	college	or	university	29'
that serves	s as i	ts fisca	al ag	gent.						298

Sec. 3333.041. On or before the last day of December of each 299 year, the chancellor of the Ohio board of regents shall submit a 300 report to the general assembly, the state board of education, and 301 the board of education of each city, exempted village, and local 302 school district on the status of graduates of Ohio school 303 districts at state-assisted colleges or universities during the 304 twelve-month period ending on the thirtieth day of September of 305 the current calendar year. The report shall list, by school 306 district, the number of graduates of each school district who 307 attended such a college or university and the percentage of each 308 district's graduates enrolled in such a college or university 309 during the reporting period who were required during such period 310 by the college or university, as a prerequisite to enrolling in 311 those courses generally required for first-year students, to 312 enroll in a remedial course in English, including composition or 313 reading, mathematics, and any other area designated by the board. 314

Each state-assisted college and university shall, by the 315 first day of November of each year, submit to the board chancellor 316 in the form specified by the board chancellor the information the 317 board chancellor requires to compile its the report. 318

As used in this section, "state-assisted college or 319 university" means a state university or college as defined in 320 division (A)(1) of section 3345.12 of the Revised Code, community colleges, state community colleges, university branches, and 322 technical colleges.

sec. 3333.042. The <u>chancellor of the</u> Ohio board of regents 324 may grant money to a nonprofit entity that provides a statewide 325 resource for aerospace research, education, and technology, so 326

long as the nonprofit entity makes its resources accessible to 327 state colleges and universities and to agencies of this and other 328 states and the United States. The board chancellor, by rule 329 adopted in accordance with Chapter 119. of the Revised Code, shall 330 establish procedures and forms whereby nonprofit entities may 331 apply for grants; standards and procedures for reviewing 332 applications for and awarding grants; procedures for distributing 333 grants to recipients; procedures for monitoring the use of grants 334 by recipients; requirements, procedures, and forms whereby grant 335 recipients shall report upon their use of grants; and standards 336 and procedures for terminating and requiring repayment of grants 337 in the event of their improper use. 338

A state college or university or a private institution exempt

from regulation under Chapter 3332. of the Revised Code as

prescribed in section 3333.046 of the Revised Code and any agency

of state government may provide assistance, in any form, to any

nonprofit entity that receives a grant under this section. Such

assistance shall be solely for the purpose of assisting the

nonprofit entity in making proper use of the grant.

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A nonprofit entity that expends a grant under this section 346 for a capital project is not thereby subject to Chapter 123. or 347 153. of the Revised Code. An officer or employee of, or a person 348 who serves on a governing or advisory board or committee of, a 349 nonprofit entity that receives a grant under this section is not 350 thereby an officer or employee of a state college or university or 351 of the state. An officer or employee of a state college or 352 university or of the state who is assigned to assist a nonprofit 353 entity in making proper use of a grant does not, to the extent the 354 officer or employee provides such assistance, thereby hold an 355 incompatible office or employment, or have a direct or indirect 356 interest in a contract or expenditure of the entity. 357

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

(1) "Institution of higher education" means the state 359 universities listed in section 3345.011 of the Revised Code, 360 municipal educational institutions established under Chapter 3349. 361 of the Revised Code, community colleges established under Chapter 362 3354. of the Revised Code, university branches established under 363 Chapter 3355. of the Revised Code, technical colleges established 364 under Chapter 3357. of the Revised Code, state community colleges 365 established under Chapter 3358. of the Revised Code, any 366 institution of higher education with a certificate of registration 367 from the state board of career colleges and schools, and any 368 institution for which the chancellor of the Ohio board of regents 369 receives a notice pursuant to division (C) of this section. 370

(2) "Community service" has the same meaning as in section 371 3313.605 of the Revised Code. 372

(B)(1) The board of trustees or other governing entity of 373 each institution of higher education shall encourage and promote 374 participation of students in community service through a program 375 appropriate to the mission, student population, and environment of 376 each institution. The program may include, but not be limited to, 377 providing information about community service opportunities during 378 student orientation or in student publications; providing awards 379 for exemplary community service; encouraging faculty members to 380 incorporate community service into students' academic experiences 381 wherever appropriate to the curriculum; encouraging recognized 382 student organizations to undertake community service projects as 383 part of their purposes; and establishing advisory committees of 384 students, faculty members, and community and business leaders to 385 develop cooperative programs that benefit the community and 386 enhance student experience. The program shall be flexible in 387 design so as to permit participation by the greatest possible 388 number of students, including part-time students and students for 389 whom participation may be difficult due to financial, academic, 390 personal, or other considerations. The program shall emphasize 391 community service opportunities that can most effectively use the 392 skills of students, such as tutoring or literacy programs. The 393 programs shall encourage students to perform services that will 394 not supplant the hiring of, result in the displacement of, or 395 impair any existing employment contracts of any particular 396 employee of any private or governmental entity for which services 397 are performed. 398

- (2) The <u>chancellor of the</u> Ohio board of regents shall 399 encourage all institutions of higher education in the development 400 of community service programs. With the assistance of the Ohio 401 community service council created in section 121.40 of the Revised 402 Code, the board of regents chancellor shall make available 403 information about higher education community service programs to 404 institutions of higher education and to statewide organizations 405 involved with or promoting volunteerism, including information 406 about model community service programs, teacher training courses, 407 and community service curricula and teaching materials for 408 possible use by institutions of higher education in their 409 programs. The board chancellor shall encourage institutions of 410 higher education to jointly coordinate higher education community 411 service programs through consortia of institutions or other 412 appropriate means of coordination. 413
- (C) The board of trustees of any nonprofit institution with a 414 certificate of authorization issued by the Ohio board of regents 415 pursuant to Chapter 1713. of the Revised Code or the governing 416 authority of a private institution exempt from regulation under 417 Chapter 3332. of the Revised Code as prescribed in section 418 3333.046 of the Revised Code may notify the board of regents 419 chancellor that it is making itself subject to divisions (A) and 420

entered into pursuant to this section. In awarding contracts under

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this division, the <del>board</del> <u>chancellor</u> shall consider factors such as	452
the cost of the administration of the contract, the experience of	453
the contractor, and the contractor's ability to properly execute	454
the contract.	455
Sec. 3333.045. As used in this section, "state university or	456
college" means any state university listed in section 3345.011 of	457
the Revised Code, the northeastern Ohio universities college of	458
medicine, any community college under Chapter 3354. of the Revised	459
Code, any university branch district under Chapter 3355. of the	460
Revised Code, any technical college under Chapter 3357. of the	461
Revised Code, and any state community college under Chapter 3358.	462
of the Revised Code.	463
The chancellor of the Ohio board of regents shall work with	464
the attorney general, the auditor of state, and the Ohio ethics	465
commission to develop a model for training members of the boards	466
of trustees of all state universities and colleges and members of	467
the board of regents regarding the authority and responsibilities	468
of a board of trustees or the board of regents. This model shall	469
include a review of fiduciary responsibilities, ethics, and fiscal	470
management. Use of this model by members of boards of trustees and	471
the board of regents shall be voluntary.	472
This section does not apply to the three members of the board	473
of trustees of the northeastern Ohio universities college of	474
medicine who are presidents of state universities.	475
Sec. 3333.046. Any institution authorized to grant on the	476
effective date of this section February 20, 2002, baccalaureate or	477
master's degrees, for which the board of regents has issued	478
certificates of authorization <u>have been issued</u> under Chapter 1713.	479
of the Revised Code; that is accredited by the appropriate	480

regional and, when appropriate, professional accrediting

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associations within whose jurisdiction it falls; and that is	482
operated by a for-profit corporation shall cease to be subject to	483
any regulation under Chapter 3332. of the Revised Code but shall	484
continue to be subject to the provisions for approval of degree	485
programs set forth in Chapter 1713. of the Revised Code, including	486
approval of any additional associate, baccalaureate, or master's	487
degree programs offered by the institution.	488

- sec. 3333.047. With regard to any state student financial aid
  program established in this chapter, Chapter 5910., or section
  5919.34 of the Revised Code, the chancellor of the Ohio board of
  regents shall conduct audits to:
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- (A) Determine the validity of information provided by

  students and parents regarding eligibility for state student

  financial aid. If the board chancellor determines that eligibility

  data has been reported incorrectly or inaccurately, and where the

  board chancellor determines an adjustment to be appropriate, the

  institution of higher education shall adjust the financial aid

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  awarded to the student.
- (B) Ensure that institutions of higher education are in 500 compliance with the board's rules governing state student 501 financial aid programs. An institution that fails to comply with 502 the board's rules in the administration of any state student 503 financial aid program shall be fully liable to reimburse the board 504 state for the unauthorized use of student financial aid funds. 505
- sec. 3333.05. The chancellor of the Ohio board of regents 506 shall approve or disapprove proposed official plans of community 507 college districts, prepared and submitted pursuant to sections 508 3354.01 to 3354.18, inclusive, of the Revised Code, and issue or 509 decline to issue charters for operation of community colleges, 510 pursuant to section 3354.07 of the Revised Code. 511

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The board chancellor shall provide a fair hearing to each
institution which has submitted a project as to the priority

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assigned to such project by the board chancellor or as to any
other determination of the board chancellor adversely affecting

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such institution.

The board chancellor shall receive federal grants for the 558 proper and efficient administration of the state plan, and shall 559 provide for such fiscal control and fund accounting procedures as 560 may be necessary to ensure proper disbursement of, and accounting 561 for, federal funds paid to the board chancellor. 562

The board chancellor shall make such reports in such form and 563 containing such information as may be reasonably required by the 564 secretary in the performance of his the secretary's functions 565 under federal law relating to grants for the construction of 566 academic facilities. 567

Each federal grant received by the <del>board</del> <u>chancellor</u> shall be 568 paid into the state treasury. 569

sec. 3333.07. (A) Colleges, universities, and other 570
institutions of higher education which receive state assistance, 571

but are not supported primarily by the state, shall submit to the	572
chancellor of the Ohio board of regents such accounting of the	573
expenditure of state funds at such time and in such form as the	574
<del>board</del> <u>chancellor</u> prescribes.	575

- (B) No state institution of higher education shall establish a new branch or academic center without the approval of the <del>board</del> chancellor.
- (C) No state institution of higher education shall offer a new degree or establish a new degree program without the approval of the board chancellor. No degree approval shall be given for a technical education program unless such program is offered by a state assisted university, a university branch, a technical college, or a community college.
- (D) Any state college, university, or other state assisted

  institution of higher education not complying with a

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  recommendation of the board chancellor pursuant to division (F) or

  (G) of section 3333.04 of the Revised Code shall so notify the

  board chancellor in writing within one hundred twenty days after

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  receipt of the recommendation, stating the reasons why it cannot

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  or should not comply.
- (E) The officers, trustees, and employees of all institutions of higher education which are state supported or state assisted shall cooperate with the board chancellor in supplying information regarding their institutions, and advising and assisting the board chancellor on matters of higher education in this state in every way possible when so requested by the board chancellor.
- (F) Persons associated with the public school systems in this 598 state, personnel of the state department of education, and members 599 of the state board of education shall provide such data about high 600 school students as are requested by the board of regents 601 chancellor to aid in the development of state higher education 602

plans. 603

Sec. 3333.071. Notwithstanding section 3345.16 of the Revised 604 Code, no expenditure shall be made for land for higher education 605 purposes by public institutions of higher education or agents of 606 such institutions from any fund without the approval of the 607 chancellor of the Ohio board of regents and the controlling board. 608 No state appropriation for capital improvements shall be released 609 by the controlling board for the purchase of land or buildings 610 from any organization or corporation which has been established to 611 benefit or assist the institution, except that such releases may 612 be made if the land is to be used for a currently state-financed 613 improvement. 614

Sec. 3333.072. The chancellor of the Ohio board of regents, 615 after consulting with the state colleges and universities and with 616 the office of budget and management, shall adopt rules in 617 accordance with Chapter 119. of the Revised Code to govern the 618 allocation of state capital appropriations to state colleges and 619 universities. In drafting the rules, the board chancellor shall 620 incorporate the recommendations of the final report of the 621 commission to study higher education debt service, issued June 28, 622 1994, as these recommendations have been utilized and modified in 623 procedures developed by the board chancellor and the office of 624 budget and management since the report was issued. 625

Sec. 3333.08. It is the declared policy of this state that

the availability of eminent domain on behalf of educational

institutions of higher education is in the public welfare. A

private college, university, or other institution of higher

education may therefore apply to the chancellor of the Ohio board

of regents for the right to appropriate property when such

institution is unable to agree with the owner or owners of the

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subject property upon the price to be paid for the property. The 633 institution shall be one that any educationally qualified member 634 of the public who desires to attend has, or can acquire, a right 635 to be admitted upon equal terms without discrimination. The 636 institution shall certify to the board chancellor, in its 637 application, that the use of the property to be appropriated is to 638 be for educational purposes, including student housing and dining 639 facilities, that reasonable efforts have been made to purchase the 640 property, and that it will be used without discrimination against 641 any person or group and be equally available to all qualified 642 persons. The institution also shall submit to the board chancellor 643 its plans for the use of the property and such other information 644 as the board chancellor may require. The board chancellor may, 645 thereafter, and upon a determination that the intended use is in 646 the public interest, approve the application by resolution. Upon 647 such approval, the institution may appropriate the property in the 648 same manner as is provided for the appropriation of property in 649 Chapter 163. of the Revised Code. 650

sec. 3333.09. "Public university or college," as used in this
section, means any non-profit university or college situated
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within this state which is open to the public on equal terms and
which is not affiliated with or controlled by an organization
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which is not primarily educational in nature. Any such university
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or college shall be considered to be serving a public purpose.
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The chancellor of the Ohio board of regents may, upon a the 657 chancellor's determination by it that such action would serve the 658 interests of higher education in this state, in terms of expansion 659 of educational opportunity in a major urban area and in terms of 660 expansion of educational service to a major urban community, 661 accept conveyances of land, situated within this state, from any 662 public university or college and enter into an agreement before or 663 after such conveyance to lease to such public university or 664

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college, upon terms as may be prescribed by the <del>board of regents</del>	665
chancellor, such land together with buildings constructed thereon	666
and furniture, fixtures, and equipment therein for use as an	667
educational facility. The lease shall be for a period not to	668
exceed fifty years, renewable for a like term, and shall provide	669
that such buildings be used solely for educational purposes and	670
that the Ohio board of regents chancellor may cancel such lease if	671
such buildings are used for other purposes. Such lease may contain	672
provisions for the sale of such property to the lessee, upon the	673
consent of the <del>Ohio board of regents</del> <u>chancellor</u> , for a purchase	674
price not less than the actual cost to the <del>Ohio board of regents</del>	675
chancellor, less depreciation, computed at the rate customarily	676
applied to similar structures. The <del>Ohio board of regents</del>	677
chancellor, through the department of administrative services, may	678
construct, equip, or remodel buildings on lands accepted by it the	679
chancellor in the name of the state pursuant to this section.	680
Title to lands acquired under this section shall be taken in the	681
name of the state.	682

Responsibility for the proper use, maintenance, and repair of leased buildings shall rest upon the lessee.

#### Sec. 3333.10. (A) As used in this section:

- (1) "Qualified institution of higher education" or 686
  "institution" means a nonprofit educational institution, holding 687
  an effective certificate of authorization issued by the Ohio board 688
  of regents under section 1713.02 of the Revised Code, operating in 689
  the state an eligible program, and admitting students without 690
  discrimination by reason of race, creed, color, or national 691
  origin.
- (2) "School of dentistry" means an accredited dental college as defined under section 4715.10 of the Revised Code.
  - (3) "Eligible program" means a medical school accredited by 695

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the liaison committee on medical education or an osteopathic medical school accredited by the American osteopathic association, or such a school together with a school of dentistry.

- (B) In order to provide better for the public health and the necessary enhancement of instruction in medicine and dentistry in the state, and to encourage the means of such instruction with the least economic cost to the people of the state, the chancellor of the Ohio board of regents may enter into agreements with qualified institutions of higher education providing for the continued operation by the institution of eligible programs, conditioned upon continued payments by the state to such institution for the purposes of such eligible programs of amounts determined in the manner provided for the state subsidy from time to time afforded to state universities on the basis of comparable programs. Before entering into such agreement, the Ohio board of regents chancellor shall determine that the institution is a qualified institution of higher education as defined in division (A) of this section, and that the operation of such eligible programs as provided for in such agreement and such payments will contribute to the objectives stated in this section and to the objectives of the master plan of higher education formulated under section 3333.04 of the Revised Code.
- (C) Agreements under this section shall contain provisions to the effect that:
- (1) The institution shall submit to the Ohio board of regents 720 chancellor accountings for the expenditure of state payments in 721 the manner and at the times as are requested for state-assisted 722 institutions of higher education pursuant to division (A) of 723 section 3333.07 of the Revised Code. 724
- (2) The institution shall notify the Ohio board of regents 725

  <u>chancellor</u> in the manner provided for state-assisted institutions 726

  under division (D) of section 3333.07 of the Revised Code with 727

regard to program recommendations by the Ohio board of regents	728
chancellor in the nature of those provided for in divisions (F)	729
and (G) of section 3333.04 of the Revised Code.	730
(3) The agreement shall terminate if the institution ceases	731
to be a qualified institution of higher education as determined by	732
the Ohio board of regents chancellor in accordance with Chapter	733
119. of the Revised Code.	734
(D) Agreements under this section may make further provision	735
for any one or more of the following as the parties determine:	736
(1) The duration of any such agreement, or additional	737
provision for terminating the agreement;	738
(2) Additional conditions for the effectiveness or continued	739
effectiveness of such agreement;	740
(3) Procedures for the amendment or supplementation of the	741
agreement, including designation of the parties to approve or	742
execute such amendments or supplements;	743
(4) Such other provisions as may be deemed necessary or	744
appropriate.	745
(E) In case any provision or part of this section or any	746
provision, agreement, covenant, stipulation, obligation, act or	747
action, or part thereof, made, assumed, or taken under or pursuant	748
to this section, or any application thereof, is for any reason	749
held to be illegal or invalid, such illegality or invalidity shall	750
not affect the remainder thereof or any other provision of this	751
section or any other provision, agreement, covenant, stipulation,	752
obligation, action, or part thereof, made, assumed, or taken under	753
or pursuant to this section, which shall be construed and enforced	754
as if such illegal or invalid portion were not contained therein,	755
nor shall such illegality or invalidity of any application thereof	756
affect any legal and valid application thereof, and each such	757

provision, agreement, covenant, stipulation, obligation, act, or

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

which the student is enrolled.

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- (2) "Gross income" includes all taxable and nontaxable income 824 of the parents, the student, and the student's spouse, except 825 income derived from an Ohio academic scholarship, income earned by 826 the student between the last day of the spring term and the first 827 day of the fall term, and other income exclusions designated by 828 the chancellor of the Ohio board of regents. Gross income may be 829 verified to the board chancellor by the institution in which the 830 student is enrolled using the federal financial aid eligibility 831 verification process or by other means satisfactory to the board 832 chancellor. 833
- (3) "Resident," "full-time student," "dependent," 834
  "financially independent," and "accredited" shall be defined by 835
  rules adopted by the board chancellor. 836
- (B) The Ohio board of regents chancellor shall establish and 837 administer an instructional grant program and may adopt rules to 838 carry out this section. The general assembly shall support the 839 instructional grant program by such sums and in such manner as it 840 may provide, but the board chancellor may also receive funds from 841 other sources to support the program. If the amounts available for 842 support of the program are inadequate to provide grants to all 843 eligible students, preference in the payment of grants shall be 844 given in terms of income, beginning with the lowest income 845 category of gross income and proceeding upward by category to the 846 highest gross income category. 847

An instructional grant shall be paid to an eligible student 848 through the institution in which the student is enrolled, except 849 that no instructional grant shall be paid to any person serving a 850

term of imprisonment. Applications for such grants shall be made 851 as prescribed by the board chancellor, and such applications may 852 be made in conjunction with and upon the basis of information 853 provided in conjunction with student assistance programs funded by 854 agencies of the United States government or from financial 855 resources of the institution of higher education. The institution 856 shall certify that the student applicant meets the requirements 857 set forth in divisions (A)(1)(b) and (c) of this section. 858 Instructional grants shall be provided to an eligible student only 859 as long as the student is making appropriate progress toward a 860 nursing diploma or an associate or bachelor's degree. No student 861 shall be eligible to receive a grant for more than ten semesters, 862 fifteen quarters, or the equivalent of five academic years. A 863 grant made to an eligible student on the basis of less than 864 full-time enrollment shall be based on the number of credit hours 865 for which the student is enrolled and shall be computed in 866 accordance with a formula adopted by the board chancellor. No 867 student shall receive more than one grant on the basis of less 868 than full-time enrollment. 869

An instructional grant shall not exceed the total 870 instructional and general charges of the institution. 871

(C) The tables in this division prescribe the maximum grant 872 amounts covering two semesters, three quarters, or a comparable 873 portion of one academic year. Grant amounts for additional terms 874 in the same academic year shall be determined under division (D) 875 of this section.

For a full-time student who is a dependent and enrolled in a 877 nonprofit educational institution that is not a state-assisted 878 institution and that has a certificate of authorization issued 879 pursuant to Chapter 1713. of the Revised Code, the amount of the 880 instructional grant for two semesters, three quarters, or a 881 comparable portion of the academic year shall be determined in 882

Page	30

accordance with the following table: 883									
Private Institution									
Table of Grants									
Maximum Grant \$5,466									
Conser Transport						886 887			
Gross Income	Number of Dependents								
	1	2	3	4	5 or	888			
¢0 ¢15 000	¢E 166	¢E 166	¢E 166	¢E 166	more	889			
\$0 - \$15,000	\$5,466	\$5,466	\$5,466 5,466	\$5,466	\$5,466	890			
\$15,001 - \$16,000	4,920	5,466		5,466	5,466				
\$16,001 - \$17,000	4,362 3,828	4,920	5,466	5,466 5,466	5,466	891			
\$17,001 - \$18,000	,	4,362	4,920		5,466	892			
\$18,001 - \$19,000	3,288	3,828	4,362	4,920	5,466	893			
\$19,001 - \$22,000	2,736	3,288	3,828	4,362	4,920	894			
\$22,001 - \$25,000	2,178	2,736	3,288	3,828	4,362	895			
\$25,001 - \$28,000	1,626	2,178	2,736	3,288	3,828	896			
\$28,001 - \$31,000	1,344	1,626	2,178	2,736	3,288	897			
\$31,001 - \$32,000	1,080	1,344	1,626	2,178	2,736	898			
\$32,001 - \$33,000	984	1,080	1,344	1,626	2,178	899			
\$33,001 - \$34,000	888	984	1,080	1,344	1,626	900			
\$34,001 - \$35,000	444	888	984	1,080	1,344	901			
\$35,001 - \$36,000		444	888	984	1,080	902			
\$36,001 - \$37,000			444	888	984	903			
\$37,001 - \$38,000				444	888	904			
\$38,001 - \$39,000					444	905			
For a full-tir	me student v	who is fir	nancially	independen	t and	906			
enrolled in a nonpu	rofit educat	tional ins	stitution	that is no	t a	907			
state-assisted inst	citution and	d that has	s a certif	icate of		908			
authorization issue	ed pursuant	to Chapte	er 1713. c	of the Revi	sed	909			
Code, the amount of	the instr	uctional g	grant for	two semest	ers,	910			
three quarters, or	a comparab	le portion	n of the a	cademic ye	ar shall	911			
be determined in ac	ccordance w	ith the fo	ollowing t	able:		912			
	Privat	te Institu	ıtion			913			

945

, ,							
Table of Grants							
Maximum Grant \$5,466							915
Gross Income		Numl	ber of D	ependen	ts		916
	0	1	2	3	4	5 or	917
						more	
\$0 - \$4,800	\$5,466	\$5,466	\$5,466	\$5,466	\$5,466	\$5,466	918
\$4,801 - \$5,300	4,920	5,466	5,466	5,466	5,466	5,466	919
\$5,301 - \$5,800	4,362	5,196	5,466	5,466	5,466	5,466	920
\$5,801 - \$6,300	3,828	4,914	5,196	5,466	5,466	5,466	921
\$6,301 - \$6,800	3,288	4,650	4,914	5,196	5,466	5,466	922
\$6,801 - \$7,300	2,736	4,380	4,650	4,914	5,196	5,466	923
\$7,301 - \$8,300	2,178	4,104	4,380	4,650	4,914	5,196	924
\$8,301 - \$9,300	1,626	3,822	4,104	4,380	4,650	4,914	925
\$9,301 - \$10,300	1,344	3,546	3,822	4,104	4,380	4,650	926
\$10,301 - \$11,800	1,080	3,408	3,546	3,822	4,104	4,380	927
\$11,801 - \$13,300	984	3,276	3,408	3,546	3,822	4,104	928
\$13,301 - \$14,800	888	3,228	3,276	3,408	3,546	3,822	929
\$14,801 - \$16,300	444	2,904	3,228	3,276	3,408	3,546	930
\$16,301 - \$19,300		2,136	2,628	2,952	3,276	3,408	931
\$19,301 - \$22,300		1,368	1,866	2,358	2,676	3,000	932
\$22,301 - \$25,300		1,092	1,368	1,866	2,358	2,676	933
\$25,301 - \$30,300		816	1,092	1,368	1,866	2,358	934
\$30,301 - \$35,300		492	540	672	816	1,314	935
For a full-tim	e student	who is a	a depende	ent and	enrolled	d in an	936
educational institu	tion that	holds a	certific	cate of	registra	ation	937
from the state boar	d of care	er collec	ges and s	schools	or a pr	ivate	938
institution exempt					_		939
Revised Code as pre	scribed in	n section	1 3333.04	46 of th	ne Revis	ed	940
Code, the amount of	the inst	ructional	grant i	for two	semeste	rs,	941
three quarters, or							942
be determined in ac							943
		er Insti					944

Table of Grants

,,,							
Maximum Grant \$4,632							
Gross Income	Income Number of Dependents						
	1	2	3	4	5 or	948	
					more		
\$0 - \$15,000	\$4,632	\$4,632	\$4,632	\$4,632	\$4,632	949	
\$15,001 - \$16,000	4,182	4,632	4,632	4,632	4,632	950	
\$16,001 - \$17,000	3,684	4,182	4,632	4,632	4,632	951	
\$17,001 - \$18,000	3,222	3,684	4,182	4,632	4,632	952	
\$18,001 - \$19,000	2,790	3,222	3,684	4,182	4,632	953	
\$19,001 - \$22,000	2,292	2,790	3,222	3,684	4,182	954	
\$22,001 - \$25,000	1,854	2,292	2,790	3,222	3,684	955	
\$25,001 - \$28,000	1,416	1,854	2,292	2,790	3,222	956	
\$28,001 - \$31,000	1,134	1,416	1,854	2,292	2,790	957	
\$31,001 - \$32,000	906	1,134	1,416	1,854	2,292	958	
\$32,001 - \$33,000	852	906	1,134	1,416	1,854	959	
\$33,001 - \$34,000	750	852	906	1,134	1,416	960	
\$34,001 - \$35,000	372	750	852	906	1,134	961	
\$35,001 - \$36,000		372	750	852	906	962	
\$36,001 - \$37,000			372	750	852	963	
\$37,001 - \$38,000				372	750	964	
\$38,001 - \$39,000					372	965	
For a full-tim	e student w	ho is fina	ncially in	ndependent	and	966	
enrolled in an educ	ational ins	titution t	hat holds	a certifi	cate of	967	
registration from t	he state bo	ard of car	eer colleg	ges and sc	hools	968	
or a private instit	ution exemp	t from reg	gulation ur	nder Chapt	er	969	
3332. of the Revise	d Code as p	rescribed	in section	n 3333.046	of the	970	
Revised Code, the a	mount of th	e instruct	ional gran	nt for two		971	
semesters, three qu	arters, or	a comparab	ole portion	n of the a	cademic	972	
year shall be determined in accordance with the following table:							

Table of Grants 975

Maximum Grant \$4,632 976

Career Institution

Gross Income Number of Dependents 977

As Reported by the House Education Committee								
	0	1	2	3	4	5 or	978	
						more		
\$0 - \$4,800	\$4,632	\$4,632	\$4,632	\$4,632	\$4,632	\$4,632	979	
\$4,801 - \$5,300	4,182	4,632	4,632	4,632	4,632	4,632	980	
\$5,301 - \$5,800	3,684	4,410	4,632	4,632	4,632	4,632	981	
\$5,801 - \$6,300	3,222	4,158	4,410	4,632	4,632	4,632	982	
\$6,301 - \$6,800	2,790	3,930	4,158	4,410	4,632	4,632	983	
\$6,801 - \$7,300	2,292	3,714	3,930	4,158	4,410	4,632	984	
\$7,301 - \$8,300	1,854	3,462	3,714	3,930	4,158	4,410	985	
\$8,301 - \$9,300	1,416	3,246	3,462	3,714	3,930	4,158	986	
\$9,301 - \$10,300	1,134	3,024	3,246	3,462	3,714	3,930	987	
\$10,301 - \$11,800	906	2,886	3,024	3,246	3,462	3,714	988	
\$11,801 - \$13,300	852	2,772	2,886	3,024	3,246	3,462	989	
\$13,301 - \$14,800	750	2,742	2,772	2,886	3,024	3,246	990	
\$14,801 - \$16,300	372	2,466	2,742	2,772	2,886	3,024	991	
\$16,301 - \$19,300		1,800	2,220	2,520	2,772	2,886	992	
\$19,301 - \$22,300		1,146	1,584	1,986	2,268	2,544	993	
\$22,301 - \$25,300		930	1,146	1,584	1,986	2,268	994	
\$25,301 - \$30,300		708	930	1,146	1,584	1,986	995	
\$30,301 - \$35,300		426	456	570	708	1,116	996	
For a full-tim	e student	who is a	a depende	ent and	enrolle	d in a	997	
state-assisted educ	ational i	nstitutio	on, the a	amount c	of the		998	
instructional grant	for two s	semesters	s, three	quarter	s, or a		999	
comparable portion	of the aca	ademic ye	ear shal	l be det	ermined	in	1000	
accordance with the	following	g table:					1001	
	Publ	ic Insti	tution				1002	
	Tak	ole of Gr	ants				1003	
		Max	imum Gra	nt \$2,19	90		1004	
Gross Income		Numl	ber of D	ependen	ts		1005	
	1	2	3		4	5 or	1006	
						more		
\$0 - \$15,000	\$2,190	\$2,19	90 \$2,	190	\$2,190	\$2,190	1007	
\$15,001 - \$16,000	1,974	2,19	90 2,	190	2,190	2,190	1008	

H. B. No. 2 As Reported by the Hous	e Education C	ommittee					Page 34
\$16,001 - \$17,000	1,740	1,9	74	2,190	2,190	2,190	1009
\$17,001 - \$18,000	1,542	1,7	40	1,974	2,190	2,190	1010
\$18,001 - \$19,000	1,320	1,5	12	1,740	1,974	2,190	1011
\$19,001 - \$22,000	1,080	1,3	20	1,542	1,740	1,974	1012
\$22,001 - \$25,000	864	1,0	30	1,320	1,542	1,740	1013
\$25,001 - \$28,000	648	8	54	1,080	1,320	1,542	1014
\$28,001 - \$31,000	522	2 6	48	864	1,080	1,320	1015
\$31,001 - \$32,000	420	) 5:	22	648	864	1,080	1016
\$32,001 - \$33,000	384	4	20	522	648	864	1017
\$33,001 - \$34,000	354	1 38	34	420	522	648	1018
\$34,001 - \$35,000	174	1 3!	54	384	420	522	1019
\$35,001 - \$36,000		- 1'	74	354	384	420	1020
\$36,001 - \$37,000				174	354	384	1021
\$37,001 - \$38,000					174	354	1022
\$38,001 - \$39,000						174	1023
For a full-ti	me student	who is i	inanci	ially ind	dependent	and	1024
enrolled in a stat	e-assisted	education	onal ir	nstitutio	on, the a	mount	1025
of the instruction	al grant f	or two se	emester	rs, three	e quarter	s, or a	1026
comparable portion	of the ac	ademic ye	ear sha	all be de	etermined	in	1027
accordance with th	e following	g table:					1028
	Publ	ic Insti	tution				1029
	Tal	ble of Gi	rants				1030
		Max	imum G	rant \$2,	190		1031
Gross Income		Num	ber of	Depende	nts		1032
	0	1	2	3	4	5 or	1033
						more	
\$0 - \$4,800	\$2,190	\$2,190	\$2,190	\$2,190	\$2,190	\$2,190	1034
\$4,801 - \$5,300	1,974	2,190	2,190	2,190	2,190	2,190	1035
\$5,301 - \$5,800	1,740	2,082	2,190	2,190	2,190	2,190	1036
\$5,801 - \$6,300	1,542	1,968	2,082	2,190	2,190	2,190	1037
\$6,301 - \$6,800	1,320	1,866	1,968	2,082	2,190	2,190	1038
\$6,801 - \$7,300	1,080	1,758	1,866	1,968	2,082	2,190	1039
\$7,301 - \$8,300	864	1,638	1,758	1,866	1,968	2,082	1040

\$8,301 - \$9,300	648	1,530	1,638	1,758	1,866	1,968	1041
\$9,301 - \$10,300	522	1,422	1,530	1,638	1,758	1,866	1042
\$10,301 - \$11,800	420	1,356	1,422	1,530	1,638	1,758	1043
\$11,801 - \$13,300	384	1,308	1,356	1,422	1,530	1,638	1044
\$13,301 - \$14,800	354	1,290	1,308	1,356	1,422	1,530	1045
\$14,801 - \$16,300	174	1,164	1,290	1,308	1,356	1,422	1046
\$16,301 - \$19,300		858	1,050	1,182	1,308	1,356	1047
\$19,301 - \$22,300		540	750	948	1,062	1,200	1048
\$22,301 - \$25,300		432	540	750	948	1,062	1049
\$25,301 - \$30,300		324	432	540	750	948	1050
\$30,301 - \$35,300		192	210	264	324	522	1051

- (D) For a full-time student enrolled in an eligible 1052 institution for a semester or quarter in addition to the portion 1053 of the academic year covered by a grant determined under division 1054 (C) of this section, the maximum grant amount shall be a 1055 percentage of the maximum prescribed in the applicable table of 1056 that division. The maximum grant for a fourth quarter shall be 1057 one-third of the maximum amount prescribed under that division. 1058 The maximum grant for a third semester shall be one-half of the 1059 maximum amount prescribed under that division. 1060
- (E) No grant shall be made to any student in a course of 1061 study in theology, religion, or other field of preparation for a 1062 religious profession unless such course of study leads to an 1063 accredited bachelor of arts, bachelor of science, associate of 1064 arts, or associate of science degree.
- (F)(1) Except as provided in division (F)(2) of this section, 1066 no grant shall be made to any student for enrollment during a 1067 fiscal year in an institution with a cohort default rate 1068 determined by the United States secretary of education pursuant to 1069 the "Higher Education Amendments of 1986," 100 Stat. 1278, 1408, 1070 20 U.S.C.A. 1085, as amended, as of the fifteenth day of June 1071 preceding the fiscal year, equal to or greater than thirty per 1072

cent for each of the preceding two fiscal years. 1073 (2) Division (F)(1) of this section does not apply to the 1074 following: 1075 (a) Any student enrolled in an institution that under the 1076 federal law appeals its loss of eligibility for federal financial 1077 aid and the United States secretary of education determines its 1078 cohort default rate after recalculation is lower than the rate 1079 specified in division (F)(1) of this section or the secretary 1080 determines due to mitigating circumstances the institution may 1081 continue to participate in federal financial aid programs. The 1082 board chancellor shall adopt rules requiring institutions to 1083 provide information regarding an appeal to the board chancellor. 1084 (b) Any student who has previously received a grant under 1085 this section who meets all other requirements of this section. 1086 (3) The board chancellor shall adopt rules for the 1087 notification of all institutions whose students will be ineligible 1088 to participate in the grant program pursuant to division (F)(1) of 1089 this section. 1090 (4) A student's attendance at an institution whose students 1091 lose eligibility for grants under division (F)(1) of this section 1092 shall not affect that student's eligibility to receive a grant 1093 when enrolled in another institution. 1094 (G) Institutions of higher education that enroll students 1095 receiving instructional grants under this section shall report to 1096 the board chancellor all students who have received instructional 1097 grants but are no longer eligible for all or part of such grants 1098 and shall refund any moneys due the state within thirty days after 1099 the beginning of the quarter or term immediately following the 1100 quarter or term in which the student was no longer eligible to 1101 receive all or part of the student's grant. There shall be an 1102

interest charge of one per cent per month on all moneys due and

payable after such thirty-day period. The <del>board</del> <u>chancellor</u> shall	1104
immediately notify the office of budget and management and the	1105
legislative service commission of all refunds so received.	1106
Sec. 3333.121. There is hereby established in the state	1107
treasury the state need-based financial aid reconciliation fund,	1108
which shall consist of refunds of instructional grant payments	1109
made pursuant to section 3333.12 of the Revised Code and refunds	1110
of state need-based financial aid payments made pursuant to	1111
section 3333.122 of the Revised Code. Revenues credited to the	1112
fund shall be used by the <u>chancellor of the</u> Ohio board of regents	1113
to pay to higher education institutions any outstanding	1114
obligations from the prior year owed for the Ohio instructional	1115
grant program and the Ohio college opportunity grant program that	1116
are identified through the annual reconciliation and financial	1117
audit. Any amount in the fund that is in excess of the amount	1118
certified to the director of budget and management by the <del>board of</del>	1119
regents chancellor as necessary to reconcile prior year payments	1120
under the program shall be transferred to the general revenue	1121
fund.	1122
Sec. 3333.122. (A) As used in this section:	1123
(1) "Eligible student" means a student who is:	1124
(a) An Ohio resident who first enrolls in an undergraduate	1125
program in the 2006-2007 academic year or thereafter;	1126
(b) Enrolled in either of the following:	1127
(i) An accredited institution of higher education in this	1128
state that meets the requirements of Title VI of the Civil Rights	1129
Act of 1964 and is state-assisted, is nonprofit and has a	1130
certificate of authorization from the Ohio board of regents	1131
pursuant to Chapter 1713. of the Revised Code, has a certificate	1132
of registration from the state board of career colleges and	1133

schools and program authorization to award an associate or	1134
bachelor's degree, or is a private institution exempt from	1135
regulation under Chapter 3332. of the Revised Code as prescribed	1136
in section 3333.046 of the Revised Code. Students who attend an	1137
institution that holds a certificate of registration shall be	1138
enrolled in a program leading to an associate or bachelor's degree	1139
for which associate or bachelor's degree program the institution	1140
has program authorization issued under section 3332.05 of the	1141
Revised Code.	1142

- (ii) A technical education program of at least two years 1143
  duration sponsored by a private institution of higher education in 1144
  this state that meets the requirements of Title VI of the Civil 1145
  Rights Act of 1964. 1146
- (2) A student who participated in either the early college 1147 high school program administered by the department of education or 1148 in the post-secondary enrollment options program pursuant to 1149 Chapter 3365. of the Revised Code before the 2006-2007 academic 1150 year shall not be excluded from eligibility for a need based 1151 needs-based financial aid grant under this section. 1152
- (3) "Resident," "expected family contribution" or "EFC,"

  "full-time student," "three-quarters-time student," "half-time

  1154

  student," "one-quarter-time student," and "accredited" shall be

  1155

  defined by rules adopted by the chancellor of the Ohio board of

  regents.

  1157
- (B) The Ohio board of regents chancellor shall establish and 1158 administer a needs-based financial aid program based on the United 1159 States department of education's method of determining financial 1160 need and may adopt rules to carry out this section. The program 1161 shall be known as the Ohio college opportunity grant program. The 1162 general assembly shall support the needs-based financial aid 1163 program by such sums and in such manner as it may provide, but the 1164 board chancellor may also receive funds from other sources to 1165

1196

1197

support the program. If the amounts available for support of the	1166
program are inadequate to provide grants to all eligible students,	1167
preference in the payment of grants shall be given in terms of	1168
expected family contribution, beginning with the lowest expected	1169
family contribution category and proceeding upward by category to	1170
the highest expected family contribution category.	1171

A needs-based financial aid grant shall be paid to an 1172 eligible student through the institution in which the student is 1173 enrolled, except that no needs-based financial aid grant shall be 1174 paid to any person serving a term of imprisonment. Applications 1175 for such grants shall be made as prescribed by the board 1176 chancellor, and such applications may be made in conjunction with 1177 and upon the basis of information provided in conjunction with 1178 student assistance programs funded by agencies of the United 1179 States government or from financial resources of the institution 1180 of higher education. The institution shall certify that the 1181 student applicant meets the requirements set forth in divisions 1182 (A)(1)(a) and (b) of this section. Needs-based financial aid 1183 grants shall be provided to an eligible student only as long as 1184 the student is making appropriate progress toward a nursing 1185 diploma or an associate or bachelor's degree. No student shall be 1186 eligible to receive a grant for more than ten semesters, fifteen 1187 quarters, or the equivalent of five academic years. A grant made 1188 to an eligible student on the basis of less than full-time 1189 enrollment shall be based on the number of credit hours for which 1190 the student is enrolled and shall be computed in accordance with a 1191 formula adopted by the <del>board</del> <u>chancellor</u>. No student shall receive 1192 more than one grant on the basis of less than full-time 1193 enrollment. 1194

A needs-based financial aid grant shall not exceed the total instructional and general charges of the institution.

(C) The tables in this division prescribe the maximum grant

Page 40

amounts coveri	ng two semest	ters, three qu	arters, or a c	omparable	1198
portion of one academic year. Grant amounts for additional terms					
in the same ac	ademic year s	shall be deter	mined under di	vision (D)	1200
of this section	on.				1201
As used i	n the tables	in division (	C) of this sec	tion:	1202
(1) "Priv	rate instituti	ion" means an	institution th	at is	1203
nonprofit and	has a certifi	icate of autho	rization <del>from</del>	the Ohio	1204
<del>board of regen</del>	<del>its</del> pursuant t	to Chapter 171	3. of the Revi	sed Code.	1205
(2) "Care	er college" r	means either a	n institution	that holds a	1206
certificate of	registration	n from the sta	te board of ca	reer	1207
colleges and s	chools or a p	private instit	ution exempt f	rom	1208
regulation und	ler Chapter 33	332. of the Re	vised Code as	prescribed	1209
in section 333	3.046 of the	Revised Code.			1210
Full-time	students sha	all be eligibl	e to receive a	wards	1211
according to t	he following	table:			1212
	Ful	l-Time Enrollm	nent		1213
If the EFC	And if the	If the	If the	If the	1214
is equal	EFC is no	student	student	student	
to or	more than:	attends a	attends a	attends a	
greater		public	private	career	
than:		institution,	institution,	college,	
		the annual	the annual	the annual	
		award	award	award	
		shall be:	shall be:	shall be:	
\$2,101	\$2,190	\$300	\$600	\$480	1215
2,001	2,100	402	798	642	1216
1,901	2,000	498	1,002	798	1217
1,801	1,900	600	1,200	960	1218
1,701	1,800	702	1,398	1,122	1219
1,601	1,700	798	1,602	1,278	1220
1,501	1,600	900	1,800	1,440	1221

H. B. No. 2
As Reported by the House Education Committee

As Reported by th	e House Education	Committee			go
1,401	1,500	1,002	1,998	1,602	1222
1,301	1,400	1,098	2,202	1,758	1223
1,201	1,300	1,200	2,400	1,920	1224
1,101	1,200	1,302	2,598	2,082	1225
1,001	1,100	1,398	2,802	2,238	1226
901	1,000	1,500	3,000	2,400	1227
801	900	1,602	3,198	2,562	1228
701	800	1,698	3,402	2,718	1229
601	700	1,800	3,600	2,280	1230
501	600	1,902	3,798	3,042	1231
401	500	1,998	4,002	3,198	1232
301	400	2,100	4,200	3,360	1233
201	300	2,202	4,398	3,522	1234
101	200	2,298	4,602	3,678	1235
1	100	2,400	4,800	3,840	1236
0	0	2,496	4,992	3,996	1237
Three-qu	arters-time st	tudents shall	be eligible to	receive	1238
awards accord	ing to the fol	llowing table:			1239
	Three-Qu	arters-Time Er	rollment		1240
If the EFC	And the	If the	If the	If the	1241
is equal	EFC is no	student	student	student	
to or	more than:	attends a	attends a	attends a	
greater		public	private	career	
than:		institution,	institution,	college,	
		the annual	the annual	the annual	
		award	award	award	
		shall be:	shall be:	shall be:	
\$2,101	\$2,190	\$228	\$450	\$360	1242
2,001	2,100	300	600	480	1243
1,901	2,000	372	750	600	1244
1,801	1,900	450	900	720	1245
1,701	1,800	528	1,050	840	1246
1,601	1,700	600	1,200	960	1247

H. B. No. 2 As Reported by the	e House Education	Committee			Page 42
1,501	1,600	678	1,350	1,080	1248
1,401	1,500	750	1,500	1,200	1249
1,301	1,400	822	1,650	1,320	1250
1,201	1,300	900	1,800	1,440	1251
1,101	1,200	978	1,950	1,560	1252
1,001	1,100	1,050	2,100	1,680	1253
901	1,000	1,128	2,250	1,800	1254
801	900	1,200	2,400	1,920	1255
701	800	1,272	2,550	2,040	1256
601	700	1,350	2,700	2,160	1257
501	600	1,428	2,850	2,280	1258
401	500	1,500	3,000	2,400	1259
301	400	1,578	3,150	2,520	1260
201	300	1,650	3,300	2,640	1261
101	200	1,722	3,450	2,760	1262
1	100	1,800	3,600	2,880	1263
0	0	1,872	3,744	3,000	1264
Half-tim	e students sha	all be eligibl	e to receive a	wards	1265
according to	the following	table:			1266
	Hal	f-Time Enrollm	nent		1267
If the EFC	And if the	If the	If the	If the	1268
is equal	EFC is no	student	student	student	
to or	more than:	attends a	attends a	attends a	
greater		public	private	career	
than:		institution,	institution,	college,	
		the annual	the annual	the annual	
		award	award	award	
		shall be:	shall be:	shall be:	
\$2,101	\$2,190	\$150	\$300	\$240	1269
2,001	2,100	204	402	324	1270
1,901	2,000	252	504	402	1271
1,801	1,900	300	600	480	1272
1,701	1,800	354	702	564	1273

H. B. No. 2
As Reported by the House Education Committee

As Reported by th	ne House Education	Committee			J
1,601	1,700	402	804	642	1274
1,501	1,600	450	900	720	1275
1,401	1,500	504	1,002	804	1276
1,301	1,400	552	1,104	882	1277
1,201	1,300	600	1,200	960	1278
1,101	1,200	654	1,302	1,044	1279
1,001	1,100	702	1,404	1,122	1280
901	1,000	750	1,500	1,200	1281
801	900	804	1,602	1,284	1282
701	800	852	1,704	1,362	1283
601	700	900	1,800	1,440	1284
501	600	954	1,902	1,524	1285
401	500	1,002	2,004	1,602	1286
301	400	1,050	2,100	1,680	1287
201	300	1,104	2,202	1,764	1288
101	200	1,152	2,304	1,842	1289
1	100	1,200	2,400	1,920	1290
0	0	1,248	2,496	1,998	1291
One-quar	ter-time stude	ents shall be	eligible to re	ceive awards	1292
according to	the following	table:			1293
	One-Qua	arter-Time Enro	ollment		1294
If the EFC	And if the	If the	If the	If the	1295
is equal	EFC is no	student	student	student	
to or	more than:	attends a	attends a	attends a	
greater		public	private	career	
than:		institution,	institution,	college,	
		the annual	the annual	the annual	
		award	award	award	
		shall be:	shall be:	shall be:	
\$2,101	\$2,190	\$78	\$150	\$120	1296
2,001	2,100	102	198	162	1297
1,901	2,000	126	252	198	1298
1,801	1,900	150	300	240	1299

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As Reported by the House Education Committee

1,701	1,800	174	348	282	1300
1,601	1,700	198	402	318	1301
1,501	1,600	228	450	360	1302
1,401	1,500	252	498	402	1303
1,301	1,400	276	552	438	1304
1,201	1,300	300	600	480	1305
1,101	1,200	324	648	522	1306
1,001	1,100	348	702	558	1307
901	1,000	378	750	600	1308
801	900	402	798	642	1309
701	800	426	852	678	1310

1,002

1,050

1,098

1,152

1,200

1,248

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1,002

- (D) For a full-time student enrolled in an eligible institution for a semester or quarter in addition to the portion of the academic year covered by a grant determined under division (C) of this section, the maximum grant amount shall be a percentage of the maximum prescribed in the applicable table of that division. The maximum grant for a fourth quarter shall be one-third of the maximum amount prescribed under that division. The maximum grant for a third semester shall be one-half of the maximum amount prescribed under that division.
- (E) No grant shall be made to any student in a course of 1328 study in theology, religion, or other field of preparation for a 1329 religious profession unless such course of study leads to an 1330 accredited bachelor of arts, bachelor of science, associate of 1331 arts, or associate of science degree. 1332

1363

(F)(1) Except as provided in division (F)(2) of this section, 1333 no grant shall be made to any student for enrollment during a 1334 fiscal year in an institution with a cohort default rate 1335 determined by the United States secretary of education pursuant to 1336 the "Higher Education Amendments of 1986," 100 Stat. 1278, 1408, 1337 20 U.S.C.A. 1085, as amended, as of the fifteenth day of June 1338 preceding the fiscal year, equal to or greater than thirty per 1339 cent for each of the preceding two fiscal years. 1340 (2) Division (F)(1) of this section does not apply to the 1341 following: 1342 (a) Any student enrolled in an institution that under the 1343 federal law appeals its loss of eligibility for federal financial 1344 aid and the United States secretary of education determines its 1345 cohort default rate after recalculation is lower than the rate 1346 specified in division (F)(1) of this section or the secretary 1347 determines due to mitigating circumstances the institution may 1348 continue to participate in federal financial aid programs. The 1349 board chancellor shall adopt rules requiring institutions to 1350 provide information regarding an appeal to the board chancellor. 1351 (b) Any student who has previously received a grant under 1352 this section who meets all other requirements of this section. 1353 (3) The board chancellor shall adopt rules for the 1354 notification of all institutions whose students will be ineligible 1355 to participate in the grant program pursuant to division (F)(1) of 1356 this section. 1357 (4) A student's attendance at an institution whose students 1358 lose eligibility for grants under division (F)(1) of this section 1359 shall not affect that student's eligibility to receive a grant 1360 when enrolled in another institution. 1361 (G) Institutions of higher education that enroll students

receiving needs-based financial aid grants under this section

1375

shall report to the <del>board</del> <u>chancellor</u> all students who have	1364
received needs-based financial aid grants but are no longer	1365
eligible for all or part of such grants and shall refund any	1366
moneys due the state within thirty days after the beginning of the	1367
quarter or term immediately following the quarter or term in which	1368
the student was no longer eligible to receive all or part of the	1369
student's grant. There shall be an interest charge of one per cent	1370
per month on all moneys due and payable after such thirty-day	1371
period. The <del>board</del> <u>chancellor</u> shall immediately notify the office	1372
of budget and management and the legislative service commission of	1373
all refunds so received.	1374

#### Sec. 3333.123. (A) As used in this section:

- (1) "The Ohio college opportunity grant program" means the 1376 program established under section 3333.122 of the Revised Code. 1377
- (2) "Rules for the Ohio college opportunity grant program" 1378 means the rules authorized in division (S) of section 3333.04 of 1379 the Revised Code for the implementation of the program. 1380
- (B) In adopting rules for the Ohio college opportunity grant 1381 program, the chancellor of the Ohio board of regents may include 1382 provisions that give preferential or priority funding to 1383 low-income students who in their primary and secondary school work 1384 participate in or complete rigorous academic coursework, attain 1385 passing scores on the tests prescribed in section 3301.0710 of the 1386 Revised Code, or meet other high academic performance standards 1387 determined by the board chancellor to reduce the need for 1388 remediation and ensure academic success at the postsecondary 1389 education level. Any such rules shall include a specification of 1390 procedures needed to certify student achievement of primary and 1391 secondary standards as well as the timeline for implementation of 1392 the provisions authorized by this section. 1393

### H. B. No. 2 As Reported by the House Education Committee

- Sec. 3333.13. (A) Money appropriated to the chancellor of the 1394 Ohio board of regents for the purposes of this division shall be 1395 paid at the times and in the amounts necessary to meet all 1396 payments required to be made by the board chancellor to the Ohio 1397 public facilities commission pursuant to leases or agreements made 1398 under division (B) of section 154.21 of the Revised Code, as 1399 certified under division (C) of this section, including 1400 supplements to such certifications. 1401
- (B) The board chancellor shall include in its the estimate of 1402 proposed expenses submitted pursuant to section 126.02 of the 1403 Revised Code the estimated amounts of all such payments to be made 1404 by it the chancellor. The board chancellor shall include the 1405 estimated amounts of all such payments to be made by it the 1406 chancellor in recommendations for appropriation required by 1407 division (J) of section 3333.04 of the Revised Code. The director 1408 of budget and management shall include in the state budget 1409 estimates provided for in section 126.02 of the Revised Code the 1410 estimated amount of all such payments to be made during the next 1411 biennium, and this amount shall be included in the state budget to 1412 be submitted by the governor to the general assembly pursuant to 1413 section 107.03 of the Revised Code. 1414
- (C) On the first day of July of each year, or as soon 1415 thereafter as is practicable, the chancellor or a vice-chancellor 1416 of the board shall certify to the director the payments contracted 1417 to be made, during the period of the then current appropriations 1418 made for the purposes of division (A) of this section, to the 1419 commission by the **board** chancellor pursuant to leases and 1420 agreements made under division (B) of section 154.21 of the 1421 Revised Code. The certification shall state the amounts and dates 1422 of payment required therefor and the amounts to be credited 1423 pursuant to such leases and agreements to the higher education 1424 bond service trust fund and other special funds established 1425

pursuant to Chapter 154. of the Revised Code. If the director	1426
finds such certification to be correct, the director shall	1427
promptly add the director's certification thereto and submit it to	1428
the treasurer of state. Such annual certification shall be	1429
supplemented in similar manner upon the execution of each new	1430
lease or agreement, any supplement to an existing lease or	1431
agreement, or any amendment thereof, affecting the amounts of	1432
those payments.	1433

Sec. 3333.14. Effective July 1, 1971, all public post high 1434 school technical education programs shall be operated by technical 1435 colleges, community colleges, university branches, state colleges, 1436 state-affiliated universities and state universities. Subject to 1437 rules and regulations adopted by the chancellor of the Ohio board 1438 of regents, the board of trustees or directors of one of the above 1439 such institutions shall adopt a plan of transition governing each 1440 public post high school technical education program not 1441 specifically identified or included in this section which is 1442 located in the geographic region of such institution as defined by 1443 the board of regents chancellor. The plan of transition shall 1444 provide for the dissolution of such technical education programs 1445 either by transfer of a program's lands, buildings, and equipment 1446 to one of the above such institutions or by complete termination 1447 of the technical education program. 1448

Sec. 3333.15. If the board of trustees of a state university 1449 fails to undertake appropriate action to establish a university 1450 branch campus within one year from the enactment of a capital 1451 improvement appropriation for the development of such university 1452 branch facility, the chancellor of the Ohio board of regents may 1453 act as it the chancellor deems necessary in place of the board of 1454 trustees, including securing the release of construction planning 1455 and construction contract funds from the state controlling board. 1456

If the <del>board of regents</del> <u>chancellor</u> takes action to plan and	1457
construct a university branch in accordance with this section, the	1458
officers and staff of such university shall perform all necessary	1459
functions incident to the planning and construction of such	1460
university branch as directed by the board of regents chancellor.	1461

- Sec. 3333.16. As used in this section "state institution of l462 higher education" means an institution of higher education as l463 defined in section 3345.12 of the Revised Code.
- (A) By April 15, 2005, The chancellor of the Ohio board of regents shall do all of the following: 1466
- (1) Establish policies and procedures applicable to all state 1467 institutions of higher education that ensure that students can 1468 begin higher education at any state institution of higher 1469 education and transfer coursework and degrees to any other state 1470 institution of higher education without unnecessary duplication or 1471 institutional barriers. The purpose of this requirement is to 1472 allow students to attain their highest educational aspirations in 1473 the most efficient and effective manner for the students and the 1474 state. These policies and procedures shall require state 1475 institutions of higher education to make changes or modifications, 1476 as needed, to strengthen course content so as to ensure 1477 equivalency for that course at any state institution of higher 1478 education. 1479
- (2) Develop and implement a universal course equivalency 1480 classification system for state institutions of higher education 1481 so that the transfer of students and the transfer and articulation 1482 of equivalent courses or specified learning modules or units 1483 completed by students are not inhibited by inconsistent judgment 1484 about the application of transfer credits. Coursework completed 1485 within such a system at one state institution of higher education 1486 and transferred to another institution shall be applied to the 1487

student's degree objective in the same manner as equivalent	1488
coursework completed at the receiving institution.	1489
(3) Develop a system of transfer policies that ensure that	1490
graduates with associate degrees which include completion of	1491
approved transfer modules shall be admitted to a state institution	1492
of higher education, shall be able to compete for admission to	1493
specific programs on the same basis as students native to the	1494
institution, and shall have priority over out-of-state associate	1495
degree graduates and transfer students. To assist a student in	1496
advising and transferring, all state institutions of higher	1497
education shall fully implement the course applicability system.	1498
(4) Examine the feasibility of developing a transfer	1499
marketing agenda that includes materials and interactive	1500
technology to inform the citizens of Ohio about the availability	1501
of transfer options at state institutions of higher education and	1502
to encourage adults to return to colleges and universities for	1503
additional education;	1504
(5) Study, in consultation with the state board of career	1505
colleges and schools, and in light of existing criteria and any	1506
other criteria developed by the articulation and transfer advisory	1507
council, the feasibility of credit recognition and transferability	1508
to state institutions of higher education for graduates who have	1509
received associate degrees from a career college or school with a	1510
certificate of registration from the state board of career	1511
colleges and schools under Chapter 3332. of the Revised Code.	1512
(B) By April 15, 2004, the board shall report to the general	1513
assembly on its progress in attaining completion of the actions	1514
prescribed in division (A) of this section.	1515
$\frac{(C)}{C}$ All provisions of the existing articulation and transfer	1516
policy developed by the Ohio board of regents shall remain in	1517

effect except where amended by this act section.

## H. B. No. 2 As Reported by the House Education Committee

Sec. 3333.161. (A) As used in this section:	1519
(1) "Articulation agreement" means an agreement between two	1520
or more state institutions of higher education to facilitate the	1521
transfer of students and credits between such institutions.	1522
(2) "State institution of higher education" and "state	1523
university" have the same meanings as in section 3345.011 of the	1524
Revised Code.	1525
(3) "Two year college" includes a community college, state	1526
community college, technical college, and university branch.	1527
(B) Not later than April 15, 2005, The chancellor of the Ohio	1528
board of regents shall adopt rules establishing a statewide system	1529
for articulation agreements among state institutions of higher	1530
education for transfer students pursuing teacher education	1531
programs. The rules shall require an articulation agreement	1532
between institutions to include all of the following:	1533
(1) The development of a transfer module for teacher	1534
education that includes introductory level courses that are	1535
evaluated as appropriate by faculty employed by the state	1536
institutions of higher education that are parties to the	1537
articulation agreement;	1538
(2) A foundation of general studies courses that have been	1539
identified as part of the transfer module for teacher education	1540
and have been evaluated as appropriate for the preparation of	1541
teachers and consistent with the academic content standards	1542
adopted under section 3301.079 of the Revised Code;	1543
(3) A clear identification of university faculty who are	1544
partnered with two year college faculty;	1545
(4) The publication of the articulation agreement that is	1546
available to all students, faculty, and staff.	1547

Sec. 3333.162. (A) As used in this section, "state	1548
institution of higher education" means an institution of higher	1549
education as defined in section 3345.12 of the Revised Code.	1550
(B) By April 15, 2007, the <u>chancellor of the</u> Ohio board of	1551
regents, in consultation with the department of education, public	1552
adult and secondary career-technical education institutions, and	1553
state institutions of higher education, shall establish criteria,	1554
policies, and procedures that enable students to transfer agreed	1555
upon technical courses completed through an adult career-technical	1556
education institution, a public secondary career-technical	1557
institution, or a state institution of higher education to a state	1558
institution of higher education without unnecessary duplication or	1559
institutional barriers. The courses to which the criteria,	1560
policies, and procedures apply shall be those that adhere to	1561
recognized industry standards and equivalent coursework common to	1562
the secondary career pathway and adult career-technical education	1563
system and regionally accredited state institutions of higher	1564
education. Where applicable, the policies and procedures shall	1565
build upon the articulation agreement and transfer initiative	1566
course equivalency system required by section 3333.16 of the	1567
Revised Code.	1568
(C) By April 15, 2006, the board shall report to the general	1569
assembly on its progress in establishing these policies and	1570
<del>procedures.</del>	1571

Sec. 3333.17. The chancellor of the Ohio board of regents may enter into contracts with the appropriate agency in a contiguous state whereby the agency provides for charging Ohio residents enrolled in state-assisted post-secondary educational institutions in the contiguous state, tuition and fees at rates no higher than the rates charged to students who are residents of that state, and whereby the Ohio board of regents chancellor, as part of such 

contracts, may provide that rates for tuition and fees charged to	1579
residents of the contiguous state who are enrolled in	1580
state-assisted post-secondary educational institutions in Ohio	1581
shall not exceed those charged Ohio residents.	1582

State-assisted post-secondary educational institutions in 1583 Ohio may enter into contracts with appropriate state-assisted 1584 post-secondary educational institutions in a contiguous state 1585 whereby the state-assisted post-secondary educational institution 1586 provides for charging Ohio residents enrolled in the institution 1587 in the contiguous state, tuition and fees at rates no higher than 1588 the rates charged to students who are residents of that state, and 1589 whereby the Ohio state-assisted post-secondary institution, as 1590 part of such contracts, may provide that rates for tuition and 1591 fees charged to residents of the contiguous state who are enrolled 1592 in the state-assisted post-secondary educational institutions in 1593 Ohio shall not exceed those charged Ohio residents. 1594

The contracts entered into by the board of regents chancellor 1595 or a state-assisted post-secondary educational institution may 1596 limit the type of academic program offered at the reciprocal 1597 rates. Residents of contiguous states enrolled in for credit 1598 courses taught at the main campus and identified off-campus sites 1599 at state-assisted post-secondary educational institutions in Ohio 1600 under such contracts shall be included in calculating the number 1601 of full-time equivalent students for state subsidy purposes. The 1602 board of regents chancellor and each state-assisted post-secondary 1603 educational institution shall periodically assess the costs and 1604 benefits of each such contract and the extent to which parity is 1605 achieved between Ohio and the contiguous state with respect to 1606 students benefiting from the contract. All Ohio state-assisted 1607 post-secondary educational institutions participating in these 1608 contracts shall report enrollments and other information annually 1609 to the Ohio board of regents chancellor. No contract shall be 1610

entered into under this section without the approval of the Ohio 1611

board of regents chancellor. The Ohio board of regents chancellor 1612

shall report the status of these contracts to the controlling 1613

board annually. 1614

Sec. 3333.18. The chancellor of the Ohio board of regents may 1615 enter into contracts with the appropriate agency in a contiguous 1616 state whereby financial aids from the funds of each state may be 1617 used by qualified student recipients to attend approved 1618 post-secondary educational institutions in the other state. 1619 Approved institutions in Ohio are those that are state-assisted or 1620 are nonprofit and have received certificates of authorization from 1621 the Ohio board of regents pursuant to Chapter 1713. of the Revised 1622 Code, or are private institutions exempt from regulation under 1623 Chapter 3332. of the Revised Code as prescribed in section 1624 3333.046 of the Revised Code. Eligible post-secondary educational 1625 institutions in the contiguous state shall be similarly approved 1626 by the appropriate agency of that state. In formulating and 1627 executing such contracts with a contiguous state, the board 1628 chancellor shall assure that the total cost to this state 1629 approximates the total cost to the contiguous state. Any contract 1630 entered into under this section shall be subject to the periodic 1631 review of, and approval by, the controlling board. 1632

Sec. 3333.19. The chancellor of the Ohio board of regents may 1633 enter into agreements with the appropriate agency in a foreign 1634 country or with an agency or organization sponsoring foreign 1635 student exchanges under which the agency or organization ensures 1636 that Ohio residents enrolled in post-secondary educational 1637 institutions in the foreign country will pay tuition and fees at 1638 rates no higher than the rates charged to students who are 1639 residents of that country and under which the board of regents 1640 chancellor provides that rates for tuition and fees charged to a 1641

comparable number of students from the foreign country who are	1642
enrolled in state-assisted institutions of higher education in	1643
Ohio are to be no higher than the rates charged to students who	1644
are Ohio residents. Notwithstanding that an Ohio resident is	1645
enrolled in a post-secondary educational institution in a foreign	1646
country under one of these agreements, any such student who was	1647
previously enrolled in a state-assisted institution shall be	1648
counted as enrolled in such institution for state subsidy purposes	1649
in a manner prescribed by rules the <del>board of regents</del> <u>chancellor</u>	1650
shall adopt.	1651
Sec. 3333.20. (A) On or before September 1, 1993, The	1652
<u>chancellor of</u> the Ohio board of regents shall adopt educational	1653
service standards that shall apply to all community colleges,	1654
university branches, technical colleges, and state community	1655
colleges established under Chapters 3354., 3355., 3357., and 3358.	1656
of the Revised Code, respectively. These standards shall provide	1657
for such institutions to offer or demonstrate at least the	1658
following:	1659
(1) An appropriate range of career or technical programs	1660
designed to prepare individuals for employment in specific careers	1661
at the technical or paraprofessional level;	1662
(2) Commitment to an effective array of developmental	1663
education services providing opportunities for academic skill	1664
enhancement;	1665
(3) Partnerships with industry, business, government, and	1666
labor for the retraining of the workforce and the economic	1667
development of the community;	1668
(4) Noncredit continuing education opportunities;	1669
(5) College transfer programs or the initial two years of a	1670

baccalaureate degree for students planning to transfer to

**Sec. 3333.21.** As used in sections 3333.21 to 3333.23 of the

Revised Code, "term" and "academic year" mean "term" and "academic

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year" as defined by the <u>chancellor of the</u> Ohio board of regents.	1701
The board chancellor shall establish and administer an	1702
academic scholarship program. Under the program, a total of one	1703
thousand new scholarships shall be awarded annually in the amount	1704
of not less than two thousand dollars per award. At least one such	1705
new scholarship shall be awarded annually to a student in each	1706
public high school and joint vocational school and each nonpublic	1707
high school for which the state board of education prescribes	1708
minimum standards in accordance with section 3301.07 of the	1709
Revised Code.	1710
To be eligible for the award of a scholarship, a student	1711
shall be a resident of Ohio and shall be enrolled as a full-time	1712
undergraduate student in an Ohio institution of higher education	1713
that meets the requirements of Title VI of the "Civil Rights Act	1714
of 1964" and is state-assisted, is nonprofit and holds a	1715
certificate of authorization issued under section 1713.02 of the	1716
Revised Code, is a private institution exempt from regulation	1717
under Chapter 3332. of the Revised Code as prescribed in section	1718
3333.046 of the Revised Code, or holds a certificate of	1719
registration and program authorization issued under section	1720
3332.05 of the Revised Code and awards an associate or bachelor's	1721
degree. Students who attend an institution holding a certificate	1722
of registration shall be enrolled in a program leading to an	1723
associate or bachelor's degree for which associate or bachelor's	1724
degree program the institution has program authorization to offer	1725
the program issued under section 3332.05 of the Revised Code.	1726

The board chancellor shall award the scholarships on the 1729 basis of a formula designed by it the chancellor to identify 1730 students with the highest capability for successful college study. 1731 The formula shall weigh the factor of achievement, as measured by 1732

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

rule in rules adopted by the chancellor.

grade point average, and the factor of ability, as measured by	1733
performance on a competitive examination specified by the <del>board</del>	1734
chancellor. Students receiving scholarships shall be known as	1735
"Ohio academic scholars." Annually, not later than the	1736
thirty-first day of July, the <del>board</del> <u>chancellor</u> shall report to the	1737
governor and the general assembly on the performance of current	1738
Ohio academic scholars and the effectiveness of its the formula.	1739

Sec. 3333.22. Each Ohio academic scholarship shall be awarded for an academic year and may be renewed for each of three 1741 additional academic years. The scholarship amount awarded to a 1742 scholar for an academic year shall be not less than two thousand 1743 dollars. A scholarship shall be renewed if the scholar maintains 1744 an academic record satisfactory to the chancellor of the Ohio 1745 board of regents and meets any of the following conditions: 1746

- (A) The scholar is enrolled as a full-time undergraduate; 1747
- (B) The scholar was awarded an undergraduate degree in less 1748 than four academic years and is enrolled as a full-time graduate 1749 or professional student in an Ohio institution of higher education 1750 that meets the requirements of Title VI of the "Civil Rights Act 1751 of 1964" and is state-assisted or is nonprofit and holds a 1752 certificate of authorization issued under section 1713.02 of the 1753 Revised Code;
- (C) The scholar is a full-time student concurrently enrolled 1755 as an undergraduate student and as a graduate or professional 1756 student in an Ohio institution of higher education that meets the 1757 requirements of division (B) of this section. 1758

Each amount awarded shall be paid in equal installments to 1759 the scholar at the time of enrollment for each term of the 1760 academic year for which the scholarship is awarded or renewed. No 1761 scholar is eligible to receive an Ohio academic scholarship for 1762 more than the equivalent of four academic years. 1763

If an Ohio academic scholar is temporarily unable to attend	1764
school because of illness or other cause satisfactory to the <del>board</del>	1765
<u>chancellor</u> , the <del>board</del> <u>chancellor</u> may grant a leave of absence for	1766
a designated period of time. If a scholar discontinues full-time	1767
attendance at the scholar's school during a term because of	1768
illness or other cause satisfactory to the <b>board</b> chancellor, the	1769
scholar may either claim a prorated payment for the period of	1770
actual attendance or waive payment for that term. A term for which	1771
prorated payment is made shall be considered a full term for which	1772
a scholarship was received. A term for which payment is waived	1773
shall not be considered a term for which a scholarship was	1774
received.	1775

Receipt of an Ohio academic scholarship shall not affect a 1776 scholar's eligibility for the Ohio instructional grant program. 1777

Sec. 3333.23. At the end of each term, each Ohio academic 1778 scholar shall request the registrar of the school to send a copy 1779 of the scholar's scholastic record to the chancellor of the Ohio 1780 board or of regents. If the scholar's record fails to meet the 1781 standards established by the board chancellor, further payments 1782 shall be suspended until the scholar demonstrates promise of 1783 successful progress in the academic program for which the award 1784 was made. The board chancellor may revoke the scholarship if the 1785 scholar does not resume successful academic progress within a 1786 reasonable time. 1787

Sec. 3333.25. There is hereby created the Ohio academic 1788 scholarship payment fund, which shall be in the custody of the 1789 treasurer of state but shall not be a part of the state treasury. 1790 The fund shall consist of all moneys appropriated for the fund by 1791 the general assembly and other moneys otherwise made available to 1792 the fund. The payment fund shall be used for the payment of Ohio 1793 academic scholarships or for additional scholarships to recognize 1794

(b) "Public service officer" means an Ohio firefighter,

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volunteer firefighter, police officer, member of the state highway	1825
patrol, employee designated to exercise the powers of police	1826
officers pursuant to section 1545.13 of the Revised Code, or other	1827
peace officer as defined by division (B) of section 2935.01 of the	1828
Revised Code, or a person holding any equivalent position in	1829
another state.	1830

- (c) "Qualified former spouse" means the former spouse of a 1831 public service officer, or of a member of the armed services of 1832 the United States, who is the custodial parent of a minor child of 1833 that marriage pursuant to an order allocating the parental rights 1834 and responsibilities for care of the child issued pursuant to 1835 section 3109.04 of the Revised Code.
- (d) "Operation enduring freedom" means that period of1837conflict which began October 7, 2001, and ends on a date declaredby the president of the United States or the congress.
- (e) "Operation Iraqi freedom" means that period of conflict 1840 which began March 20, 2003, and ends on a date declared by the 1841 president of the United States or the congress. 1842
- (f) "Combat zone" means an area that the president of the 1843
  United States by executive order designates, for purposes of 26 1844
  U.S.C. 112, as an area in which armed forces of the United States 1845
  are or have engaged in combat. 1846
- (2) Any resident of this state who is under twenty-six years 1847 of age, or under thirty years of age if the resident has been 1848 honorably discharged from the armed services of the United States, 1849 who is the child of a public service officer killed in the line of 1850 duty or of a member of the armed services of the United States 1851 killed in the line of duty during operation enduring freedom or 1852 operation Iraqi freedom, and who is admitted to any state 1853 university or college as defined in division (A)(1) of section 1854 3345.12 of the Revised Code, community college, state community 1855

college, university branch, or technical college shall not be	1856
required to pay any tuition or any student fee for up to four	1857
academic years of education, which shall be at the undergraduate	1858
level.	1859

A child of a member of the armed services of the United 1860 States killed in the line of duty during operation enduring 1861 freedom or operation Iraqi freedom is eligible for a waiver of 1862 tuition and student fees under this division only if the student 1863 is not eligible for a war orphans scholarship authorized by 1864 Chapter 5910. of the Revised Code. In any year in which the war 1865 orphans scholarship board reduces the percentage of tuition 1866 covered by a war orphans scholarship below one hundred per cent 1867 pursuant to division (A) of section 5910.04 of the Revised Code, 1868 the waiver of tuition and student fees under this division for a 1869 child of a member of the armed services of the United States 1870 killed in the line of duty during operation enduring freedom or 1871 operation Iraqi freedom shall be reduced by the same percentage. 1872

- (3) Any resident of this state who is the spouse or qualified 1873 former spouse of a public service officer killed in the line of 1874 duty, and who is admitted to any state university or college as 1875 defined in division (A)(1) of section 3345.12 of the Revised Code, 1876 community college, state community college, university branch, or 1877 technical college, shall not be required to pay any tuition or any 1878 student fee for up to four academic years of education, which 1879 shall be at the undergraduate level. 1880
- (4) Any resident of this state who is the spouse or qualified
  former spouse of a member of the armed services of the United

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  States killed in the line of duty while serving in a combat zone
  1883
  after May 7, 1975, and who is admitted to any state university or
  1884
  college as defined in division (A)(1) of section 3345.12 of the
  1885
  Revised Code, community college, state community college,
  1886
  university branch, or technical college, shall not be required to

pay any tuition or any student fee for up to four years of 1888 academic education, which shall be at the undergraduate level. In 1889 order to qualify under division (B)(4) of this section, the spouse or qualified former spouse shall have been a resident of this 1891 state at the time the member was killed in the line of duty. 1892

(C) Any institution that is not subject to division (B) of 1893 this section and that holds a valid certificate of registration 1894 issued under Chapter 3332. of the Revised Code, a valid 1895 certificate issued under Chapter 4709. of the Revised Code, or a 1896 valid license issued under Chapter 4713. of the Revised Code, or 1897 that is nonprofit and has a certificate of authorization issued 1898 under section 1713.02 of the Revised Code, or that is a private 1899 institution exempt from regulation under Chapter 3332. of the 1900 Revised Code as prescribed in section 3333.046 of the Revised 1901 Code, which reduces tuition and student fees of a student who is 1902 eligible to attend an institution of higher education under the 1903 provisions of division (B) of this section by an amount indicated 1904 by the chancellor of the Ohio board of regents shall be eligible 1905 to receive a grant in that amount from the board chancellor. 1906

Each institution that enrolls students under division (B) of 1907 this section shall report to the board chancellor, by the first 1908 day of July of each year, the number of students who were so 1909 enrolled and the average amount of all such tuition and student 1910 fees waived during the preceding year. The board chancellor shall 1911 determine the average amount of all such tuition and student fees 1912 waived during the preceding year. The average amount of the 1913 tuition and student fees waived under division (B) of this section 1914 during the preceding year shall be the amount of grants that 1915 participating institutions shall receive under this division 1916 during the current year, but no grant under this division shall 1917 exceed the tuition and student fees due and payable by the student 1918 prior to the reduction referred to in this division. The grants 1919

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shall be made for four years of undergraduate education of an 1920 eligible student.

#### Sec. 3333.27. As used in this section:

- (A) "Eligible institution" means a nonprofit Ohio institution 1923 of higher education that holds a certificate of authorization 1924 issued under section 1713.02 of the Revised Code and meets the 1925 requirements of Title VI of the Civil Rights Act of 1964. 1926
- (B) "Resident" and "full-time student" have the meanings 1927 established for purposes of this section by rule of the <u>chancellor</u> 1928 of the Ohio board of regents. 1929

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

The board chancellor may make a grant to any resident of this 1933 state who is enrolled as a full-time student in a bachelor's 1934 degree program at an eligible institution and maintains an 1935 academic record that meets or exceeds the standard established 1936 pursuant to this section by rule of the board chancellor, except 1937 that no grant shall be made to any individual who was enrolled as 1938 a student in an institution of higher education on or before July 1939 1, 1984, or is serving a term of imprisonment. The grant shall not 1940 exceed the lesser of the total instructional and general charges 1941 of the institution in which the student is enrolled, or an amount 1942 equal to one-fourth of the total of any state instructional 1943 subsidy amount distributed by the board chancellor in the second 1944 fiscal year of the preceding biennium for all full-time students 1945 enrolled in bachelor's degree programs at four-year state-assisted 1946 institutions of higher education divided by the sum of the actual 1947 number of full-time students enrolled in bachelor's degree 1948 programs at four-year state-assisted institutions of higher 1949 education reported to the board chancellor for such year by the 1950

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institutions	-	WIIICII	CIIC	SUDSIUV	was	arstributea.

The board chancellor shall prescribe the form and manner of 1952 application for grants including the manner of certification by 1953 eligible institutions that each applicant from such institution is 1954 enrolled in a bachelor's degree program as a full-time student and 1955 has an academic record that meets or exceeds the standard 1956 established by the board chancellor.

A grant awarded to an eligible student shall be paid to the 1958 institution in which the student is enrolled, and the institution 1959 shall reduce the student's instructional and general charges by 1960 the amount of the grant. Each grant awarded shall be prorated and 1961 paid in equal installments at the time of enrollment for each term 1962 of the academic year for which the grant is awarded. No student 1963 shall be eligible to receive a grant for more than ten semesters, 1964 fifteen quarters, or the equivalent of five academic years. 1965

The receipt of an Ohio student choice grant shall not affect 1966 a student's eligibility for assistance, or the amount of such 1967 assistance, granted under section 3315.33, 3333.12, 3333.122, 1968 3333.22, 3333.26, 5910.03, 5910.032, or 5919.34 of the Revised 1969 Code. If a student receives assistance under one or more of such 1970 sections, the student choice grant made to the student shall not 1971 exceed the difference between the amount of assistance received 1972 under such sections and the total instructional and general 1973 charges of the institution in which the student is enrolled. 1974

The general assembly shall support the student choice grant 1975 program by such sums and in such manner as it may provide, but the 1976 board chancellor may also receive funds from other sources to 1977 support the program.

No grant shall be made to any student enrolled in a course of 1979 study leading to a degree in theology, religion, or other field of 1980 preparation for a religious profession unless the course of study 1981

leads to an	accredited	bachelor	of	arts	or	bachelor	of	science	1982
degree.									1983

Institutions of higher education that enroll students 1984 receiving grants under this section shall report to the board 1985 chancellor the name of each student who has received such a grant 1986 but who is no longer eligible for all or part of such grant and 1987 shall refund all moneys due to the state within thirty days after 1988 the beginning of the term immediately following the term in which 1989 the student was no longer eligible to receive all or part of the 1990 grant. There shall be an interest charge of one per cent per month 1991 on all moneys due and payable after such thirty-day period. The 1992 board chancellor shall immediately notify the office of budget and 1993 management and the legislative service commission of all refunds 1994 received. 1995

Sec. 3333.28. (A) The chancellor of the Ohio board of regents 1996 shall establish the nurse education assistance program, the 1997 purpose of which shall be to make loans to students enrolled in 1998 prelicensure nurse education programs at institutions approved by 1999 the board of nursing under section 4723.06 of the Revised Code and 2000 postlicensure nurse education programs approved by the board of 2001 regents chancellor under section 3333.04 of the Revised Code or 2002 offered by an institution holding a certificate of authorization 2003 issued by the board of regents under Chapter 1713. of the Revised 2004 Code. The board of nursing shall assist the board of regents 2005 chancellor in administering the program. 2006

(B) There is hereby created in the state treasury the nurse 2007 education assistance fund, which shall consist of all money 2008 transferred to it pursuant to section 4743.05 of the Revised Code. 2009 The fund shall be used by the board of regents chancellor for 2010 loans made under division (A) of this section and for expenses of 2011 administering the loan program. 2012

- (C) Between July 1, 2005, and January 1, 2012, the board of 2013 regents chancellor shall distribute money in the nurse education 2014 assistance fund in the following manner: 2015

  (1)(a) Fifty per cent of available funds shall be awarded as 2016
- loans to registered nurses enrolled in postlicensure nurse

  2017
  education programs described in division (A) of this section. To

  2018
  be eligible for a loan, the applicant shall provide the board

  2019
  chancellor with a letter of intent to practice as a faculty member

  2020
  at a prelicensure or postlicensure program for nursing in this

  2021
  state upon completion of the applicant's academic program.

  2022
- (b) If the borrower of a loan under division (C)(1)(a) of 2023 this section secures employment as a faculty member of an approved 2024 nursing education program in this state within six months 2025 following graduation from an approved nurse education program, the 2026 board chancellor may forgive the principal and interest of the 2027 student's loans received under division (C)(1)(a) of this section 2028 at a rate of twenty-five per cent per year, for a maximum of four 2029 years, for each year in which the borrower is so employed. A 2030 deferment of the service obligation, and other conditions 2031 regarding the forgiveness of loans may be granted as provided by 2032 the rules adopted under division (D)(7) of this section. 2033
- (c) Loans awarded under division (C)(1)(a) of this section 2034 shall be awarded on the basis of the student's expected family 2035 contribution, with preference given to those applicants with the 2036 lowest expected family contribution. However, the board of regents 2037 chancellor may consider other factors it the chancellor determines 2038 relevant in ranking the applications. 2039
- (d) Each loan awarded to a student under division (C)(1)(a) 2040 of this section shall be not less than five thousand dollars per 2041 year.
  - (2) Twenty-five per cent of available funds shall be awarded 2043

(9) Any other matters incidental to the operation of the

program.

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- (E) The obligation to repay a portion of the principal and 2073 interest on a loan made under this section shall be forgiven if 2074 the recipient of the loan meets the criteria for forgiveness 2075 established by division (C)(1)(b) of this section, in the case of 2076 loans awarded under division (C)(1)(a) of this section, or by the 2077 board of regents by chancellor under the rule adopted under 2078 division (D)(7) of this section, in the case of other loans 2079 awarded under this section. 2080
- (F) The receipt of a loan under this section shall not affect 2081 a student's eligibility for assistance, or the amount of that 2082 assistance, granted under section 3333.12, 3333.122, 3333.22, 2083 3333.26, 3333.27, 5910.03, 5910.032, or 5919.34 of the Revised 2084 Code, but the rules of the board of regents chancellor may provide 2085 for taking assistance received under those sections into 2086 consideration when determining a student's eligibility for a loan 2087 under this section. 2088

#### Sec. 3333.29. (A) As used in this section:

- (1) "Resident" has the meaning established for purposes of
  this section by rule of the chancellor of the Ohio board of
  regents.
  2090
  2091
  - (2) "Eligible institution" means either: 2093
- (a) A private career school registered in accordance with 2094 section 3332.05 of the Revised Code; 2095
- (b) A private institution exempt from regulation under 2096 Chapter 3332. of the Revised Code as prescribed in section 2097 3333.046 of the Revised Code. 2098
- (B) The Ohio board of regents chancellor shall establish and 2099 administer the student workforce development grant program and 2100 shall adopt rules for the administration of the program. Such 2101 rules shall be similar to the rules the Ohio board of regents 2102

adopts adopted under section 3333.27 of the Revised Code.

(C) The Ohio board of regents chancellor may make a grant to 2104 any resident of this state who is enrolled as a full-time student 2105 in an authorized baccalaureate degree or associate degree program 2106 at an eligible institution and who maintains an academic record 2107 that meets or exceeds a standard established by rule of the state 2108 board of career colleges and schools. The size of an annual grant 2109 award shall be determined by the Ohio board of regents chancellor 2110 based on the amount of funds available for the program. The grant 2111 shall be prorated and paid in equal installments per academic term 2112 in accordance with division (E) of this section. 2113

- (D) The Ohio board of regents chancellor shall prescribe the 2114 form and manner of application for grants and shall provide a 2115 method for eligible institutions to certify applicants who are 2116 enrolled in authorized baccalaureate degree or associate degree 2117 programs and have academic records meeting or exceeding the 2118 standard established by the state board of career colleges and 2119 schools.
- (E) A grant awarded to an eligible student shall be paid to 2121 the eligible institution in which the student is enrolled, and the 2122 institution shall reduce the student's instructional and general 2123 charges by the amount of the grant. Each grant awarded shall be 2124 paid in accordance with division (C) of this section within thirty 2125 days after the start of each term of the academic year for which 2126 the grant is awarded. No student shall be eligible to receive 2127 grants for more than the equivalent of five academic years. 2128
- (F) The receipt of a workforce development grant shall not 2129 affect a student's eligibility for assistance or the amount of 2130 such assistance granted under any other provision of state law. If 2131 a student receives assistance under one or more other provisions 2132 of state law, the grant made to the student under this section 2133 shall not exceed the difference between the total instructional 2134

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and general charges assessed to the student by the eligible	2135
institution and the amount of total assistance the student	2136
receives under other provisions of state law.	2137
(G) The general assembly shall support the workforce	2138
development grant program with such appropriations as the general	2139
assembly sees fit. The Ohio board of regents chancellor may also	2140
receive funds from other sources to support the program.	2141
(H) Eligible institutions that enroll students receiving	2142
grants under this section shall report to the Ohio board of	2143
regents chancellor the name of each student who has received such	2144
a grant but who is no longer eligible for such a grant. In the	2145
event that an eligible student who has been awarded a grant under	2146
this section withdraws from enrollment at an institution during	2147
any term, the institution shall refund a prorated amount of the	2148
student's grant for that term to the Ohio board of regents	2149
<u>chancellor</u> in accordance with the school's refund policy.	2150
(I) The state board of career colleges and schools shall	2151
report to the Ohio board of regents chancellor each degree	2152
granting private career school's job placement rate for the	2153
immediately preceding academic year. No grant awarded to an	2154
eligible student under this section shall be paid to a registered	2155
private career school if the school's job placement rate for	2156
baccalaureate degree and associate degree programs for the	2157
preceding academic year was less than seventy-five per cent.	2158
Sec. 3333.31. (A) For state subsidy and tuition surcharge	2159
purposes, status as a resident of Ohio shall be defined by the	2160
chancellor of the Ohio board of regents by rule promulgated	2161
pursuant to Chapter 119. of the Revised Code. No adjudication as	2162
to the status of any person under such rule, however, shall be	2163

required to be made pursuant to Chapter 119. of the Revised Code.

The term "resident" for these purposes shall not be equated with

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the definition of that term as it is employed elsewhere under the	2166
laws of this state and other states, and shall not carry with it	2167
any of the legal connotations appurtenant thereto. Rather, for	2168
such purposes, the rule promulgated by the Ohio board of regents	2169
under this section shall have the objective of excluding from	2170
treatment as residents those who are present in the state	2171
primarily for the purpose of attending a state-supported or	2172
state-assisted institution of higher education, and may prescribe	2173
presumptive rules, rebuttable or conclusive, as to such purpose	2174
based upon the source or sources of support of the student,	2175
residence prior to first enrollment, evidence of intention to	2176
remain in the state after completion of studies, or such other	2177
factors as the <del>Ohio board of regents may deem</del> <u>chancellor deems</u>	2178
relevant.	2179

(B) The rules of the Ohio board of regents chancellor for

determining student residency shall not deny residency status to a

student who is either a dependent child of a parent, or the spouse

of a person who, as of the first day of a term of enrollment in an

institution of higher education, has accepted full-time employment

and established domicile in this state for reasons other than

2185

gaining the benefit of favorable tuition rates.

Documentation of full-time employment and domicile shall 2187 include both of the following documents: 2188

- (1) A sworn statement from the employer or the employer's 2189 representative on the letterhead of the employer or the employer's 2190 representative certifying that the parent or spouse of the student 2191 is employed full-time in Ohio; 2192
- (2) A copy of the lease under which the parent or spouse is
  the lessee and occupant of rented residential property in the
  state, a copy of the closing statement on residential real
  2195
  property of which the parent or spouse is the owner and occupant
  2196
  in this state or, if the parent or spouse is not the lessee or
  2197

owner of the residence in which he the parent or spouse has	2198
established domicile, a letter from the owner of the residence	2199
certifying that the parent or spouse resides at that residence.	2200
Residency officers may also evaluate, in accordance with <del>board</del> the	2201
<pre>chancellor's rule, requests for immediate residency status from</pre>	2202
dependent students whose parents are not living and whose domicile	2203
follows that of a legal guardian who has accepted full-time	2204
employment and established domicile in the state for reasons other	2205
than gaining the benefit of favorable tuition rates.	2206

(C) "Dependent," "domicile," "institution of higher 2207 education," and "residency officer" have the meanings ascribed in 2208 the board's chancellor's rules adopted under this section. 2209

Sec. 3333.35. The state board of education and the chancellor 2210 of the Ohio board of regents shall strive to reduce unnecessary 2211 student remediation costs incurred by colleges and universities in 2212 this state, increase overall access for students to higher 2213 education, enhance the post-secondary enrollment options program 2214 in accordance with Chapter 3365. of the Revised Code, and enhance 2215 the alternative educator licensure program in accordance with 2216 section 3319.26 of the Revised Code. 2217

**sec. 3333.36.** Provided that sufficient unencumbered and 2218 unexpended funds are available from general revenue fund 2219 appropriations made to the Ohio board of regents or to the 2220 chancellor of the Ohio board of regents, the chancellor of the 2221 Ohio board of regents shall allocate up to seventy thousand 2222 dollars in each fiscal year to make payments to the Columbus 2223 program in intergovernmental issues, an Ohio internship program at 2224 Kent state university, for scholarships of up to two thousand 2225 dollars for each student enrolled in the program. The chancellor 2226 may utilize any general revenue funds appropriated to the board of 2227

outstanding scholarship created by sections 3333.37 to 3333.375 of

the Revised Code.

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- Sec. 3333.372. (A) There is are hereby authorized the "Ohio 2287 outstanding scholarship" and the "Ohio priority needs fellowship" 2288 programs, which shall be established and administered by the 2289 chancellor of the Ohio board of regents for eligible students. The 2290 programs shall provide scholarships to eligible undergraduate 2291 students and fellowships to eligible graduate students, equal to 2292 the annual cost of attendance at eligible institutions, to pursue 2293 baccalaureate degrees and post-baccalaureate degrees in priority 2294 needs field of study consistent with section 3333.371 of the 2295 Revised Code. 2296
- (B) The scholarship and fellowship programs created under 2297 sections 3333.37 to 3333.375 of the Revised Code and any necessary 2298 administrative expenses shall be funded solely from the Ohio 2299 outstanding scholarship and the Ohio priority needs fellowship 2300 programs payment funds established pursuant to section 3333.375 of 2301 the Revised Code.
- (C) The scholarships shall be renewable for each of three 2303 additional years for undergraduate study, and the fellowships 2304 shall be renewable for each of two additional years for graduate 2305 study, provided the Ohio outstanding scholar or priority needs 2306 fellow remains an eligible student at an eligible institution. 2307
- Sec. 3333.373. (A) The board of regents shall establish the 2308 scholarship rules advisory committee, which is hereby established. 2309 The committee shall consist of the chancellor of the Ohio board of 2310 regents or the chancellor's designee, the treasurer of state or 2311 the treasurer of state's designee, the director of development or 2312 the director's designee, one state senator appointed by the 2313 president of the senate, one state representative appointed by the 2314 speaker of the house of representatives, and two public members 2315 appointed by the chancellor representing the interests of the 2316 state-assisted eligible institutions and private nonprofit 2317

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eligible institutions, respectively.	2318
(B) The committee, within one hundred twenty days after June	2319
8, 2000, shall provide recommendations to the Ohio board of	2320
regents chancellor as to rules, criteria, and guidelines necessary	2321
and appropriate to implement the scholarship and fellowship	2322
programs created by sections 3333.37 to 3333.375 of the Revised	2323
Code.	2324
(C) The committee shall meet at least annually to review the	2325
scholarship and fellowship programs guidelines; make	2326
recommendations to amend, rescind, or modify the policy	2327
guidelines; and approve scholarship and fellowship awards to	2328
eligible students.	2329
(D) Sections 101.82 to 101.87 of the Revised Code do not	2330
apply to this section.	2331
Sec. 3333.374. (A) After receipt of recommendations from the	2332
scholarship rules advisory committee or if no recommendations are	2333
received, the <u>chancellor of the</u> Ohio board of regents, <del>not later</del>	2334
than one hundred eighty days after the effective date of this	2335
section and with the approval of the treasurer of state, shall	2336
adopt rules, in accordance with Chapter 119. of the Revised Code,	2337
establishing <del>such</del> policy guidelines <del>as the board considers</del>	2338
necessary and appropriate to provide for the implementation of the	2339
scholarship and fellowship programs.	2340
(B) Nothing in this section or section 3333.373 of the	2341
Revised Code shall prevent the <del>board</del> <u>chancellor</u> , with the approval	2342
of the treasurer of state, from amending or rescinding rules	2343
adopted pursuant to division (A) of this section, or from adopting	2344
new rules, in accordance with Chapter 119. of the Revised Code,	2345
from time to time as are necessary to further the purposes of	2346
sections 3333.37 to 3333.375 of the Revised Code.	2347

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them into the payment funds.

Sec. 3333.375. (A)(1) There $\frac{is}{is}$ are hereby created the Ohio	2348
outstanding scholarship and the Ohio priority needs fellowship	2349
programs payment funds, which shall be in the custody of the	2350
treasurer of state, but shall not be a part of the state treasury.	2351
(2) The payment funds shall consist solely of all moneys	2352
returned to the treasurer of state, as issuer of certain	2353
tax-exempt student loan revenue bonds, from all indentures of	2354
trust, both presently existing and future, created as a result of	2355
tax-exempt student loan revenue bonds issued under Chapter 3366.	2356
of the Revised Code, and any moneys earned from allowable	2357
investments of the payment funds under division (B) of this	2358
section.	2359
(3) The payment funds shall be used solely for scholarship	2360
and fellowships awarded under sections 3333.37 to 3333.375 of the	2361
Revised Code by the <u>chancellor of the</u> Ohio board of regents and	2362
for any necessary administrative expenses incurred by the <del>board</del>	2363
chancellor in administering the scholarship and fellowship	2364
programs.	2365
(B) The treasurer of state may invest any moneys in the	2366
payment funds not currently needed for scholarship and fellowship	2367
payments in any kind of investments in which moneys of the public	2368
employees retirement system may be invested under Chapter 145. of	2369
the Revised Code.	2370
(C)(1) The instruments of title of all investments shall be	2371
delivered to the treasurer of state or to a qualified trustee	2372
designated by the treasurer of state as provided in section 135.18	2373
of the Revised Code.	2374
(2) The treasurer of state shall collect both principal and	2375
investment earnings on all investments as they become due and pay	2376

(3) All deposits to the payment funds shall be made in public 2378 depositories of this state and secured as provided in section 2379 135.18 of the Revised Code. 2380 (D) On or before March 1, 2001, and on or before the first 2381 day of March in each subsequent year, the treasurer of state shall 2382 provide to the chancellor of the Ohio board of regents a statement 2383 indicating the moneys in the Ohio outstanding scholarship and the 2384 Ohio priority needs fellowship programs payment funds that are 2385 available for the upcoming academic year to award scholarships and 2386 fellowships under sections 3333.37 to 3333.375 of the Revised 2387 Code. 2388 Sec. 3333.38. (A) As used in this section: 2389 2390 (1) "Institution of higher education" includes all of the following: 2391 (a) A state institution of higher education, as defined in 2392 section 3345.011 of the Revised Code; 2393 (b) A nonprofit institution issued a certificate of 2394 authorization by the Ohio board of regents under Chapter 1713. of 2395 the Revised Code; 2396 (c) A private institution exempt from regulation under 2397 Chapter 3332. of the Revised Code, as prescribed in section 2398 3333.046 of the Revised Code; 2399 (d) An institution of higher education with a certificate of 2400 registration from the state board of career colleges and schools 2401 under Chapter 3332. of the Revised Code. 2402 (2) "Student financial assistance supported by state funds" 2403 includes assistance granted under sections 3315.33, 3333.12, 2404 3333.122, 3333.21, 3333.26, 3333.27, 3333.28, 3333.29, 3333.372, 2405 5910.03, 5910.032, and 5919.34 of the Revised Code and any other 2406 post-secondary student financial assistance supported by state 2407

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funds.	2408
(B) An individual who is convicted of, pleads guilty to, or	2409
is adjudicated a delinquent child for one of the following	2410
violations shall be ineligible to receive any student financial	2411
assistance supported by state funds at an institution of higher	2412
education for two calendar years from the time the individual	2413
applies for assistance of that nature:	2414
(1) A violation of section 2917.02 or 2917.03 of the Revised	2415
Code;	2416
(2) A violation of section 2917.04 of the Revised Code that	2417
is a misdemeanor of the fourth degree;	2418
(3) A violation of section 2917.13 of the Revised Code that	2419
is a misdemeanor of the fourth or first degree and occurs within	2420
the proximate area where four or more others are acting in a	2421
course of conduct in violation of section 2917.11 of the Revised	2422
Code.	2423
(C) If an individual is convicted of, pleads guilty to, or is	2424
adjudicated a delinquent child for committing a violation of	2425
section 2917.02 or 2917.03 of the Revised Code, and if the	2426
individual is enrolled in a state-supported institution of higher	2427
education, the institution in which the individual is enrolled	2428
shall immediately dismiss the individual. No state-supported	2429
institution of higher education shall admit an individual of that	2430
nature for one academic year after the individual applies for	2431
admission to a state-supported institution of higher education.	2432
This division does not limit or affect the ability of a	2433
state-supported institution of higher education to suspend or	2434
otherwise discipline its students.	2435
<b>Section 2.</b> That existing sections 121.03, 3333.01, 3333.021,	2436
3333.03, 3333.04, 3333.041, 3333.042, 3333.043, 3333.044,	2437
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3333.045, 3333.046, 3333.047, 3333.05, 3333.06, 3333.07, 3333.071,	2438
3333.072, 3333.08, 3333.09, 3333.10, 3333.11, 3333.12, 3333.121,	2439
3333.122, 3333.123, 3333.13, 3333.14, 3333.15, 3333.16, 3333.161,	2440
3333.162, 3333.17, 3333.18, 3333.19, 3333.20, 3333.21, 3333.22,	2441
3333.23, 3333.25, 3333.26, 3333.27, 3333.28, 3333.29, 3333.31,	2442
3333.35, 3333.36, 3333.37, 3333.372, 3333.373, 3333.374, 3333.375,	2443
and 3333.38 of the Revised Code are hereby repealed.	2444

- Section 3. (A) On and after the effective date of this 2445 section:
- (1) The Ohio Board of Regents, as established by section 2447 3333.01 of the Revised Code, shall be an advisory board charged 2448 with the duty to advise the Chancellor of the Ohio Board of 2449 Regents in carrying out the Chancellor's duties. 2450
- (2) The Chancellor of the Ohio Board of Regents shall have 2451 the powers and duties formerly prescribed as powers and duties of 2452 the Ohio Board of Regents and any other powers and duties granted 2453 to the Chancellor by law enacted after the effective date of this 2454 section.
- (3) The Chancellor of the Ohio Board of Regents is thereupon 2456 and thereafter successor to, assumes the obligations of, and 2457 otherwise constitutes the continuation of the Ohio Board of 2458 Regents.
- (4) Any business commenced but not completed by the Ohio 2460 Board of Regents shall be completed by the Chancellor of the Ohio 2461 Board of Regents in the same manner, and with the same effect, as 2462 if completed by the Board. No validation, cure, right, privilege, 2463 remedy, obligation, or liability is lost or impaired by reason of 2464 the change in powers and duties prescribed in the provisions 2465 amended and enacted in Sections 1 and 2 of this act. 2466
  - (5) All of the rules of the Ohio Board of Regents continue in 2467

effect as rules of the Chancellor of the Ohio Board of Regents, 2468 until amended or rescinded by the Chancellor. 2469 (6) Except as otherwise specified in section 3333.031 of the 2470 Revised Code or another provision of law on point enacted after 2471 the effective date of this section, when the Ohio Board of Regents 2472 is referred to in any statute, rule, contract, grant, or other 2473 document, the reference shall be construed to refer to the 2474 Chancellor of the Ohio Board of Regents. 2475 (B) No judicial or administrative action or proceeding in 2476 which the Ohio Board of Regents is a party that is pending on the 2477 effective date of this section, is affected by the change in 2478 powers and duties prescribed in the provisions amended and enacted 2479 in Sections 1 and 2 of this act. Such action or proceeding shall 2480 be prosecuted or defended in the name of the Chancellor of the 2481 Ohio Board of Regents. On application to the court or other 2482 tribunal, the Chancellor of the Ohio Board of Regents shall be 2483 substituted for the Ohio Board of Regents as a party to such 2484 action or proceeding. 2485 (C) As prescribed in division (B) of section 3333.03 of the 2486 Revised Code, professional, administrative, and clerical employees 2487 and staff of the Ohio Board of Regents remain subject to the 2488 appointment by and continue to serve at the pleasure of the 2489 Chancellor of the Ohio Board of Regents. 2490 (D) On the effective date of this section, all books, 2491

(D) On the effective date of this section, all books, 2491 records, documents, files, transcripts, equipment, furniture, 2492 supplies and other materials assigned to or in the possession of 2493 the Ohio Board of Regents shall be transferred to the Chancellor 2494 of the Ohio Board of Regents.

Section 4. Not later than September 28, 2007, the Chancellor 2496 of the Ohio Board of Regents shall report to the General Assembly, 2497 in accordance with division (B) of section 101.68 of the Revised 2498

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Code, and to the Governor, recommendations to accomplish the following:	2499 2500
(A) Make college more affordable and accessible for all Ohioans;	2501 2502
(B) Encourage Ohio graduates to remain in Ohio after earning their degrees;	2503 2504
(C) Maximize higher education as a driver of the state's economy.	2505 2506
The report also shall include a plan as to how the Board of	2507
Regents should be fully utilized to enhance higher education in	2508
Ohio.	2509