As Reported by the House Finance and Appropriations Committee

127th General Assembly Regular Session 2007-2008

Sub. H. B. No. 544

Representative Hottinger

Cosponsors: Representatives Hagan, R., Yates

A BILL

To amend sections 102.02, 183.021, 183.30, 183.33,	1
and 2151.87; to enact sections 3701.84 and	2
3701.841; to repeal sections 183.03, 183.04,	3
183.05, 183.06, 183.061, 183.07, 183.08, 183.09,	4
and 183.10 of the Revised Code; to repeal Section	5
3 of Am. S.B. 192 of the 127th General Assembly,	б
to repeal Section 4 of S.B. 209 of the 127th	7
General Assembly, and to repeal Section 205.10 of	8
Sub. S.B. 321 of the 126th General Assembly to	9
abolish the Tobacco Use Prevention and Control	10
Foundation and transfer certain powers of the	11
Foundation to the Department of Health, to make an	12
appropriation, and to declare an emergency.	13

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

Section 1. That sections 102.02, 183.021, 183.30, 183.33, and	14
2151.87 be amended and sections 3701.84 and 3701.841 of the	15
Revised Code be enacted to read as follows:	16

Sec. 102.02. (A) Except as otherwise provided in division (H) 17
of this section, all of the following shall file with the 18

appropriate ethics commission the disclosure statement described 19 in this division on a form prescribed by the appropriate 20 commission: every person who is elected to or is a candidate for a 21 state, county, or city office and every person who is appointed to 22 fill a vacancy for an unexpired term in such an elective office; 23 all members of the state board of education; the director, 24 assistant directors, deputy directors, division chiefs, or persons 25 of equivalent rank of any administrative department of the state; 26 the president or other chief administrative officer of every state 27 institution of higher education as defined in section 3345.011 of 28 the Revised Code; the executive director and the members of the 29 capitol square review and advisory board appointed or employed 30 pursuant to section 105.41 of the Revised Code; the chief 31 executive officer and the members of the board of each state 32 retirement system; each employee of a state retirement board who 33 is a state retirement system investment officer licensed pursuant 34 to section 1707.163 of the Revised Code; the members of the Ohio 35 retirement study council appointed pursuant to division (C) of 36 section 171.01 of the Revised Code; employees of the Ohio 37 retirement study council, other than employees who perform purely 38 administrative or clerical functions; the administrator of 39 workers' compensation and each member of the bureau of workers' 40 compensation board of directors; the bureau of workers' 41 compensation director of investments; the chief investment officer 42 of the bureau of workers' compensation; the director appointed by 43 the workers' compensation council; all members of the board of 44 commissioners on grievances and discipline of the supreme court 45 and the ethics commission created under section 102.05 of the 46 Revised Code; every business manager, treasurer, or superintendent 47 of a city, local, exempted village, joint vocational, or 48 cooperative education school district or an educational service 49 center; every person who is elected to or is a candidate for the 50 office of member of a board of education of a city, local, 51

exempted village, joint vocational, or cooperative education 52 school district or of a governing board of an educational service 53 center that has a total student count of twelve thousand or more 54 as most recently determined by the department of education 55 pursuant to section 3317.03 of the Revised Code; every person who 56 is appointed to the board of education of a municipal school 57 district pursuant to division (B) or (F) of section 3311.71 of the 58 Revised Code; all members of the board of directors of a sanitary 59 district that is established under Chapter 6115. of the Revised 60 Code and organized wholly for the purpose of providing a water 61 supply for domestic, municipal, and public use, and that includes 62 two municipal corporations in two counties; every public official 63 or employee who is paid a salary or wage in accordance with 64 schedule C of section 124.15 or schedule E-2 of section 124.152 of 65 the Revised Code; members of the board of trustees and the 66 executive director of the tobacco use prevention and control 67 foundation; members of the board of trustees and the executive 68 director of the southern Ohio agricultural and community 69 development foundation; and every other public official or 70 employee who is designated by the appropriate ethics commission 71 pursuant to division (B) of this section. 72

The disclosure statement shall include all of the following:

(1) The name of the person filing the statement and each
member of the person's immediate family and all names under which
the person or members of the person's immediate family do
business;

(2)(a) Subject to divisions (A)(2)(b) and (c) of this section 78 and except as otherwise provided in section 102.022 of the Revised 79 Code, identification of every source of income, other than income 80 from a legislative agent identified in division (A)(2)(b) of this 81 section, received during the preceding calendar year, in the 82 person's own name or by any other person for the person's use or 83

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benefit, by the person filing the statement, and a brief 84 description of the nature of the services for which the income was 85 received. If the person filing the statement is a member of the 86 general assembly, the statement shall identify the amount of every 87 source of income received in accordance with the following ranges 88 of amounts: zero or more, but less than one thousand dollars; one 89 thousand dollars or more, but less than ten thousand dollars; ten 90 thousand dollars or more, but less than twenty-five thousand 91 dollars; twenty-five thousand dollars or more, but less than fifty 92 thousand dollars; fifty thousand dollars or more, but less than 93 one hundred thousand dollars; and one hundred thousand dollars or 94 more. Division (A)(2)(a) of this section shall not be construed to 95 require a person filing the statement who derives income from a 96 business or profession to disclose the individual items of income 97 that constitute the gross income of that business or profession, 98 except for those individual items of income that are attributable 99 to the person's or, if the income is shared with the person, the 100 partner's, solicitation of services or goods or performance, 101 arrangement, or facilitation of services or provision of goods on 102 behalf of the business or profession of clients, including 103 corporate clients, who are legislative agents. A person who files 104 the statement under this section shall disclose the identity of 105 and the amount of income received from a person who the public 106 official or employee knows or has reason to know is doing or 107 seeking to do business of any kind with the public official's or 108 employee's agency. 109

(b) If the person filing the statement is a member of the 110 general assembly, the statement shall identify every source of 111 income and the amount of that income that was received from a 112 legislative agent during the preceding calendar year, in the 113 person's own name or by any other person for the person's use or 114 benefit, by the person filing the statement, and a brief 115 description of the nature of the services for which the income was 116

received. Division (A)(2)(b) of this section requires the 117 disclosure of clients of attorneys or persons licensed under 118 section 4732.12 of the Revised Code, or patients of persons 119 certified under section 4731.14 of the Revised Code, if those 120 clients or patients are legislative agents. Division (A)(2)(b) of 121 this section requires a person filing the statement who derives 122 income from a business or profession to disclose those individual 123 items of income that constitute the gross income of that business 124 or profession that are received from legislative agents. 125

(c) Except as otherwise provided in division (A)(2)(c) of 126 this section, division (A)(2)(a) of this section applies to 127 attorneys, physicians, and other persons who engage in the 128 practice of a profession and who, pursuant to a section of the 129 Revised Code, the common law of this state, a code of ethics 130 applicable to the profession, or otherwise, generally are required 131 not to reveal, disclose, or use confidences of clients, patients, 132 or other recipients of professional services except under 133 specified circumstances or generally are required to maintain 134 those types of confidences as privileged communications except 135 under specified circumstances. Division (A)(2)(a) of this section 136 does not require an attorney, physician, or other professional 137 subject to a confidentiality requirement as described in division 138 (A)(2)(c) of this section to disclose the name, other identity, or 139 address of a client, patient, or other recipient of professional 140 services if the disclosure would threaten the client, patient, or 141 other recipient of professional services, would reveal details of 142 the subject matter for which legal, medical, or professional 143 advice or other services were sought, or would reveal an otherwise 144 privileged communication involving the client, patient, or other 145 recipient of professional services. Division (A)(2)(a) of this 146 section does not require an attorney, physician, or other 147 professional subject to a confidentiality requirement as described 148 in division (A)(2)(c) of this section to disclose in the brief 149

description of the nature of services required by division 150 (A)(2)(a) of this section any information pertaining to specific 151 professional services rendered for a client, patient, or other 152 recipient of professional services that would reveal details of 153 the subject matter for which legal, medical, or professional 154 advice was sought or would reveal an otherwise privileged 155 communication involving the client, patient, or other recipient of 156 professional services. 157

(3) The name of every corporation on file with the secretary 158 of state that is incorporated in this state or holds a certificate 159 of compliance authorizing it to do business in this state, trust, 160 business trust, partnership, or association that transacts 161 business in this state in which the person filing the statement or 162 any other person for the person's use and benefit had during the 163 preceding calendar year an investment of over one thousand dollars 164 at fair market value as of the thirty-first day of December of the 165 preceding calendar year, or the date of disposition, whichever is 166 earlier, or in which the person holds any office or has a 167 fiduciary relationship, and a description of the nature of the 168 investment, office, or relationship. Division (A)(3) of this 169 section does not require disclosure of the name of any bank, 170 savings and loan association, credit union, or building and loan 171 association with which the person filing the statement has a 172 deposit or a withdrawable share account. 173

(4) All fee simple and leasehold interests to which the
person filing the statement holds legal title to or a beneficial
interest in real property located within the state, excluding the
person's residence and property used primarily for personal
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recreation;

(5) The names of all persons residing or transacting business
in the state to whom the person filing the statement owes, in the
person's own name or in the name of any other person, more than

one thousand dollars. Division (A)(5) of this section shall not be 182 construed to require the disclosure of debts owed by the person 183 resulting from the ordinary conduct of a business or profession or 184 debts on the person's residence or real property used primarily 185 for personal recreation, except that the superintendent of 186 financial institutions shall disclose the names of all 187 state-chartered savings and loan associations and of all service 188 corporations subject to regulation under division (E)(2) of 189 section 1151.34 of the Revised Code to whom the superintendent in 190 the superintendent's own name or in the name of any other person 191 owes any money, and that the superintendent and any deputy 192 superintendent of banks shall disclose the names of all 193 state-chartered banks and all bank subsidiary corporations subject 194 to regulation under section 1109.44 of the Revised Code to whom 195 the superintendent or deputy superintendent owes any money. 196

(6) The names of all persons residing or transacting business 197 in the state, other than a depository excluded under division 198 (A)(3) of this section, who owe more than one thousand dollars to 199 the person filing the statement, either in the person's own name 200 or to any person for the person's use or benefit. Division (A)(6)201 of this section shall not be construed to require the disclosure 202 of clients of attorneys or persons licensed under section 4732.12 203 or 4732.15 of the Revised Code, or patients of persons certified 204 under section 4731.14 of the Revised Code, nor the disclosure of 205 debts owed to the person resulting from the ordinary conduct of a 206 business or profession. 207

(7) Except as otherwise provided in section 102.022 of the 208 Revised Code, the source of each gift of over seventy-five 209 dollars, or of each gift of over twenty-five dollars received by a 210 member of the general assembly from a legislative agent, received 211 by the person in the person's own name or by any other person for 212 the person's use or benefit during the preceding calendar year, 213

except gifts received by will or by virtue of section 2105.06 of 214 the Revised Code, or received from spouses, parents, grandparents, 215 children, grandchildren, siblings, nephews, nieces, uncles, aunts, 216 brothers-in-law, sisters-in-law, sons-in-law, daughters-in-law, 217 fathers-in-law, mothers-in-law, or any person to whom the person 218 filing the statement stands in loco parentis, or received by way 219 of distribution from any inter vivos or testamentary trust 220 established by a spouse or by an ancestor; 221

(8) Except as otherwise provided in section 102.022 of the 222 Revised Code, identification of the source and amount of every 223 payment of expenses incurred for travel to destinations inside or 224 outside this state that is received by the person in the person's 225 own name or by any other person for the person's use or benefit 226 and that is incurred in connection with the person's official 227 duties, except for expenses for travel to meetings or conventions 228 of a national or state organization to which any state agency, 229 including, but not limited to, any legislative agency or state 230 institution of higher education as defined in section 3345.011 of 231 the Revised Code, pays membership dues, or any political 232 subdivision or any office or agency of a political subdivision 233 pays membership dues; 234

(9) Except as otherwise provided in section 102.022 of the 235 Revised Code, identification of the source of payment of expenses 236 for meals and other food and beverages, other than for meals and 237 other food and beverages provided at a meeting at which the person 238 participated in a panel, seminar, or speaking engagement or at a 239 meeting or convention of a national or state organization to which 240 any state agency, including, but not limited to, any legislative 241 agency or state institution of higher education as defined in 242 section 3345.011 of the Revised Code, pays membership dues, or any 243 political subdivision or any office or agency of a political 244 subdivision pays membership dues, that are incurred in connection 245

with the person's official duties and that exceed one hundred 246 dollars aggregated per calendar year; 247

(10) If the disclosure statement is filed by a public 248 official or employee described in division (B)(2) of section 249 101.73 of the Revised Code or division (B)(2) of section 121.63 of 250 the Revised Code who receives a statement from a legislative 251 agent, executive agency lobbyist, or employer that contains the 252 information described in division (F)(2) of section 101.73 of the 253 Revised Code or division (G)(2) of section 121.63 of the Revised 254 Code, all of the nondisputed information contained in the 255 statement delivered to that public official or employee by the 256 legislative agent, executive agency lobbyist, or employer under 257 division (F)(2) of section 101.73 or (G)(2) of section 121.63 of 258 the Revised Code. 259

A person may file a statement required by this section in 260 person or by mail. A person who is a candidate for elective office 261 shall file the statement no later than the thirtieth day before 262 the primary, special, or general election at which the candidacy 263 is to be voted on, whichever election occurs soonest, except that 264 a person who is a write-in candidate shall file the statement no 265 later than the twentieth day before the earliest election at which 266 the person's candidacy is to be voted on. A person who holds 267 elective office shall file the statement on or before the 268 fifteenth day of April of each year unless the person is a 269 candidate for office. A person who is appointed to fill a vacancy 270 for an unexpired term in an elective office shall file the 271 statement within fifteen days after the person qualifies for 272 office. Other persons shall file an annual statement on or before 273 the fifteenth day of April or, if appointed or employed after that 274 date, within ninety days after appointment or employment. No 275 person shall be required to file with the appropriate ethics 276 commission more than one statement or pay more than one filing fee 277 for any one calendar year.

The appropriate ethics commission, for good cause, may extend 279 for a reasonable time the deadline for filing a statement under 280 this section. 281

A statement filed under this section is subject to public 282 inspection at locations designated by the appropriate ethics 283 commission except as otherwise provided in this section. 284

(B) The Ohio ethics commission, the joint legislative ethics 285 committee, and the board of commissioners on grievances and 286 discipline of the supreme court, using the rule-making procedures 287 of Chapter 119. of the Revised Code, may require any class of 288 public officials or employees under its jurisdiction and not 289 specifically excluded by this section whose positions involve a 290 substantial and material exercise of administrative discretion in 291 the formulation of public policy, expenditure of public funds, 292 enforcement of laws and rules of the state or a county or city, or 293 the execution of other public trusts, to file an annual statement 294 on or before the fifteenth day of April under division (A) of this 295 section. The appropriate ethics commission shall send the public 296 officials or employees written notice of the requirement by the 297 fifteenth day of February of each year the filing is required 298 unless the public official or employee is appointed after that 299 date, in which case the notice shall be sent within thirty days 300 after appointment, and the filing shall be made not later than 301 ninety days after appointment. 302

Except for disclosure statements filed by members of the303board of trustees and the executive director of the tobacco use304prevention and control foundation and members of the board of305trustees and the executive director of the southern Ohio306agricultural and community development foundation, disclosure307statements filed under this division with the Ohio ethics308commission by members of boards, commissions, or bureaus of the309

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state for which no compensation is received other than reasonable 310 and necessary expenses shall be kept confidential. Disclosure 311 statements filed with the Ohio ethics commission under division 312 (A) of this section by business managers, treasurers, and 313 superintendents of city, local, exempted village, joint 314 vocational, or cooperative education school districts or 315 educational service centers shall be kept confidential, except 316 that any person conducting an audit of any such school district or 317 educational service center pursuant to section 115.56 or Chapter 318 117. of the Revised Code may examine the disclosure statement of 319 any business manager, treasurer, or superintendent of that school 320 district or educational service center. The Ohio ethics commission 321 shall examine each disclosure statement required to be kept 322 confidential to determine whether a potential conflict of interest 323 exists for the person who filed the disclosure statement. A 324 potential conflict of interest exists if the private interests of 325 the person, as indicated by the person's disclosure statement, 326 might interfere with the public interests the person is required 327 to serve in the exercise of the person's authority and duties in 328 the person's office or position of employment. If the commission 329 determines that a potential conflict of interest exists, it shall 330 notify the person who filed the disclosure statement and shall 331 make the portions of the disclosure statement that indicate a 332 potential conflict of interest subject to public inspection in the 333 same manner as is provided for other disclosure statements. Any 334 portion of the disclosure statement that the commission determines 335 does not indicate a potential conflict of interest shall be kept 336 confidential by the commission and shall not be made subject to 337 public inspection, except as is necessary for the enforcement of 338 Chapters 102. and 2921. of the Revised Code and except as 339 otherwise provided in this division. 340

(C) No person shall knowingly fail to file, on or before the 341applicable filing deadline established under this section, a 342

statement that is required by this section.

(D) No person shall knowingly file a false stateme	nt that is	344
required to be filed under this section.		345
(E)(1) Except as provided in divisions (E)(2) and	(3) of this	346
section, the statement required by division (A) or (B)	of this	347
section shall be accompanied by a filing fee of forty d	ollars.	348
(2) The statement required by division (A) of this	section	349
shall be accompanied by the following filing fee to be	paid by the	350
person who is elected or appointed to, or is a candidat	e for, any	351
of the following offices:		352
For state office, except member of the		353
state board of education	\$65	354
For office of member of general assembly	\$40	355
For county office	\$40	356
For city office	\$25	357
For office of member of the state board		358
of education	\$25	359
For office of member of a city, local,		360
exempted village, or cooperative		361
education board of		362
education or educational service		363
center governing board	\$20	364
For position of business manager,		365
treasurer, or superintendent of a		366
city, local, exempted village, joint		367
vocational, or cooperative education		368
school district or		369
educational service center	\$20	370
(3) No judge of a court of record or candidate for	judge of a	371
court of record, and no referee or magistrate serving a	court of	372
record, shall be required to pay the fee required under	division	373
(E)(1) or (2) or (F) of this section.		374

(4) For any public official who is appointed to a nonelective 375 office of the state and for any employee who holds a nonelective 376 position in a public agency of the state, the state agency that is 377 the primary employer of the state official or employee shall pay 378 the fee required under division (E)(1) or (F) of this section. 379

(F) If a statement required to be filed under this section is 380 not filed by the date on which it is required to be filed, the 381 appropriate ethics commission shall assess the person required to 382 file the statement a late filing fee of ten dollars for each day 383 the statement is not filed, except that the total amount of the 384 late filing fee shall not exceed two hundred fifty dollars. 385

(G)(1) The appropriate ethics commission other than the Ohio 386 ethics commission shall deposit all fees it receives under 387 divisions (E) and (F) of this section into the general revenue 388 fund of the state. 389

(2) The Ohio ethics commission shall deposit all receipts, 390 including, but not limited to, fees it receives under divisions 391 (E) and (F) of this section and all moneys it receives from 392 settlements under division (G) of section 102.06 of the Revised 393 Code, into the Ohio ethics commission fund, which is hereby 394 created in the state treasury. All moneys credited to the fund 395 shall be used solely for expenses related to the operation and 396 statutory functions of the commission. 397

(H) Division (A) of this section does not apply to a person 398 elected or appointed to the office of precinct, ward, or district 399 committee member under Chapter 3517. of the Revised Code; a 400 presidential elector; a delegate to a national convention; village 401 or township officials and employees; any physician or psychiatrist 402 who is paid a salary or wage in accordance with schedule C of 403 section 124.15 or schedule E-2 of section 124.152 of the Revised 404 Code and whose primary duties do not require the exercise of 405 administrative discretion; or any member of a board, commission, 406

referendums, or ballot initiatives.

or bureau of any county or city who receives less than one	407	
thousand dollars per year for serving in that position.		
Sec. 183.021. (A) No money from the tobacco master settlement	409	
agreement fund, as that fund existed prior to the repeal of	410	
section 183.02 of the Revised Code by H.B. 119 of the 127th	411	
general assembly, shall be expended to do any of the following:	412	
	413	
(1) Hire an executive agency lobbyist, as defined under	414	
section 121.60 of the Revised Code, or a legislative agent, as	415	
defined under section 101.70 of the Revised Code;	416	
(2) Support or oppose candidates, ballot questions,	417	

(B) Nothing in this section prohibits any either of the 419 following from advocating on behalf of the specific objectives of 420 a program funded under this chapter: 421

(1) The members of the board of trustees, executive director, 422 or employees of the tobacco use prevention and control foundation; 423

(2) The members of the board of trustees, executive director, 424 or employees of the southern Ohio agricultural and community 425 development foundation; 426

 $\frac{(3)}{(2)}$ The members or employees of the third frontier 427 commission or the members of the third frontier advisory board. 428

Sec. 183.30. (A) Except as provided in division (D) of this 429 section, no more than five per cent of the total disbursements, 430 encumbrances, and obligations of the tobacco use prevention and 431 control foundation in a fiscal year shall be for administrative 432 expenses of the foundation in the same fiscal year. 433

(B) Except as provided in division $\frac{(D)}{(C)}$ of this section, no 434 more than five per cent of the total disbursements, encumbrances, 435

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and obligations of the southern Ohio agricultural and community	436
development foundation in a fiscal year shall be for	437
administrative expenses of the foundation in the same fiscal year.	438
$\frac{(C)(B)}{(B)}$ Except as provided in division $\frac{(D)(C)}{(C)}$ of this section,	439
no more than five per cent of the total disbursements,	440
encumbrances, and obligations of the biomedical research and	441
technology transfer trust fund in a fiscal year shall be for	442
expenses relating to the administration of the trust fund by the	443
third frontier commission in the same fiscal year.	444
(D)(C) This section's five per cent limitation on	445
administrative expenses does not apply to any fiscal year for	446
which the controlling board approves a spending plan that the	447
foundation or commission submits to the board.	448
Sec. 183.33. No money shall be appropriated or transferred	449
sec. 183.33. No money shall be appropriated or transferred from the general revenue fund to the tobacco use prevention and	449 450
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from the general revenue fund to the tobacco use prevention and	450
from the general revenue fund to the tobacco use prevention and cessation trust fund, tobacco use prevention and control endowment	450 451
from the general revenue fund to the tobacco use prevention and cessation trust fund, tobacco use prevention and control endowment fund, law enforcement improvements trust fund, southern Ohio	450 451 452
from the general revenue fund to the tobacco use prevention and cessation trust fund, tobacco use prevention and control endowment fund, law enforcement improvements trust fund, southern Ohio agricultural and community development trust fund, southern Ohio	450 451 452 453
from the general revenue fund to the tobacco use prevention and cessation trust fund, tobacco use prevention and control endowment fund, law enforcement improvements trust fund, southern Ohio agricultural and community development trust fund, southern Ohio agricultural and community development foundation endowment fund,	450 451 452 453 454
from the general revenue fund to the tobacco use prevention and cessation trust fund, tobacco use prevention and control endowment fund, law enforcement improvements trust fund, southern Ohio agricultural and community development trust fund, southern Ohio agricultural and community development foundation endowment fund, Ohio's public health priorities trust fund, biomedical research	450 451 452 453 454 455
from the general revenue fund to the tobacco-use prevention and cessation trust fund, tobacco-use prevention and control endowment fund, law enforcement improvements trust fund, southern Ohio agricultural and community development trust fund, southern Ohio agricultural and community development foundation endowment fund, Ohio's public health priorities trust fund, biomedical research and technology transfer trust fund, education facilities trust	450 451 452 453 454 455 456
from the general revenue fund to the tobacco-use prevention and cessation trust fund, tobacco-use prevention and control endowment fund, law enforcement improvements trust fund, southern Ohio agricultural and community development trust fund, southern Ohio agricultural and community development foundation endowment fund, Ohio's public health priorities trust fund, biomedical research and technology transfer trust fund, education facilities trust fund, or education technology trust fund. In addition, no money	450 451 452 453 454 455 456 457
from the general revenue fund to the tobacco-use prevention and cessation trust fund, tobacco-use prevention and control endowment fund, law enforcement improvements trust fund, southern Ohio agricultural and community development trust fund, southern Ohio agricultural and community development foundation endowment fund, Ohio's public health priorities trust fund, biomedical research and technology transfer trust fund, education facilities trust fund, or education technology trust fund. In addition, no money shall be otherwise appropriated or transferred from the general	450 451 452 453 454 455 456 457 458

Sec. 2151.87. (A) As used in this section: 461

(1) "Cigarette" and "tobacco product" have the same meanings462as in section 2927.02 of the Revised Code.463

(2) "Youth smoking education program" means a private or464public agency program that is related to tobacco use, prevention,465

and cessation, that is carried out or funded by the tobacco use	466
prevention and control foundation department of health pursuant to	467
section 183.07 3701.84 of the Revised Code, that utilizes	468
educational methods focusing on the negative health effects of	469
smoking and using tobacco products, and that is not more than	470
twelve hours in duration.	471
(B) No child shall do any of the following unless accompanied	472
by a parent, spouse who is eighteen years of age or older, or	473
legal guardian of the child:	474
(1) Use, consume, or possess cigarettes, other tobacco	475
products, or papers used to roll cigarettes;	476
(2) Purchase or attempt to purchase cigarettes, other tobacco	477
products, or papers used to roll cigarettes;	478
(3) Order, pay for, or share the cost of cigarettes, other	479
tobacco products, or papers used to roll cigarettes;	480
(4) Except as provided in division (E) of this section,	481
accept or receive cigarettes, other tobacco products, or papers	482
used to roll cigarettes.	483
(C) No child shall knowingly furnish false information	484
concerning that child's name, age, or other identification for the	485
purpose of obtaining cigarettes, other tobacco products, or papers	486
used to roll cigarettes.	487
(D) A juvenile court shall not adjudicate a child a	488
delinquent or unruly child for a violation of division (B)(1),	489
(2), (3), or (4) or (C) of this section.	490
(E)(1) It is not a violation of division $(B)(4)$ of this	491
section for a child to accept or receive cigarettes, other tobacco	492
products, or papers used to roll cigarettes if the child is	493
required to do so in the performance of the child's duties as an	494
employee of that child's employer and the child's acceptance or	495

receipt of cigarettes, other tobacco products, or papers used to 496 roll cigarettes occurs exclusively within the scope of the child's 497 employment. 498

(2) It is not a violation of division (B)(1), (2), (3), or 499 (4) of this section if the child possesses, purchases or attempts 500 to purchase, orders, pays for, shares the cost of, or accepts or 501 receives cigarettes, other tobacco products, or papers used to 502 roll cigarettes while participating in an inspection or compliance 503 check conducted by a federal, state, local, or corporate entity at 504 a location at which cigarettes, other tobacco products, or papers 505 used to roll cigarettes are sold or distributed. 506

(3) It is not a violation of division (B)(1) or (4) of this
section for a child to accept, receive, use, consume, or possess
cigarettes, other tobacco products, or papers used to roll
cigarettes while participating in a research protocol if all of
the following apply:

(a) The parent, guardian, or legal custodian of the child has
 consented in writing to the child participating in the research
 protocol.

(b) An institutional human subjects protection review board, 515or an equivalent entity, has approved the research protocol. 516

(c) The child is participating in the research protocol at517the facility or location specified in the research protocol.518

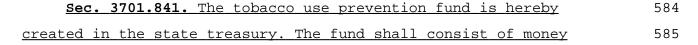
(F) If a juvenile court finds that a child violated division 519
(B)(1), (2), (3), or (4) or (C) of this section, the court may do 520
either or both of the following: 521

(1) Require the child to attend a youth smoking education
 program or other smoking treatment program approved by the court,
 if one is available;

(2) Impose a fine of not more than one hundred dollars. 525

(G) If a child disobeys a juvenile court order issued 526 pursuant to division (F) of this section, the court may do any or 527 all of the following: 528 (1) Increase the fine imposed upon the child under division 529 (F)(2) of this section; 530 (2) Require the child to perform not more than twenty hours 531 of community service; 532 (3) Suspend for a period of thirty days the temporary 533 instruction permit, probationary driver's license, or driver's 534 license issued to the child. 535 (H) A child alleged or found to have violated division (B) or 536 (C) of this section shall not be detained under any provision of 537 this chapter or any other provision of the Revised Code. 538 **Sec. 3701.84.** The department of health may prepare a plan to 539 reduce tobacco use by Ohioans, with emphasis on reducing the use 540 of tobacco by youth, minority and regional populations, pregnant 541 women, and others who may be disproportionately affected by the 542 use of tobacco. The plan may provide for periodic surveys to 543 measure tobacco use and behavior toward tobacco use by Ohioans. If 544 the department prepares a plan, copies of the plan shall be 545 available to the public. 546 The plan may also describe youth tobacco consumption 547 prevention programs to be eligible for consideration for grants 548 from the department and may set forth the criteria by which 549 applications for grants for such programs will be considered by 550 the department. Programs eligible for consideration may include: 551 (A) Media campaigns directed to youth to prevent underage 552 tobacco consumption; 553 (B) School-based education programs to prevent youth tobacco 554 consumption; 555

(C) Community-based youth programs involving youth tobacco	556
consumption prevention through general youth development;	557
(D) Retailer education and compliance efforts to prevent	558
youth tobacco consumption;	559
<u>(E) Mentoring programs designed to prevent or reduce tobacco</u>	560
use by students.	561
<u>Pursuant to the plan, the department may carry out, or</u>	562
provide funding for private or public agencies to carry out,	563
research and programs related to tobacco use prevention and	564
cessation. If the department provides such funding, the department	565
shall establish an objective process to determine which research	566
and program proposals to fund. When appropriate, proposals for	567
research shall be peer-reviewed. No program shall be carried out	568
or funded by the department unless there is research that	569
indicates that the program is likely to achieve the results	570
desired. All research and programs funded by the department shall	571
be goal-oriented and independently and objectively evaluated	572
annually on whether it is meeting its goals. The department shall	573
contract for such evaluations and shall adopt rules under Chapter	574
119. of the Revised Code regarding conflicts of interest in the	575
research and programs it funds.	576
The department shall endeavor to coordinate its research and	577
programs with the efforts of other agencies of this state to	578
reduce tobacco use by Ohioans. Any state agency that conducts a	579
survey that measures tobacco use or behavior toward tobacco use by	580
Ohioans shall share the results of the survey with the department.	581
The department may adopt rules under Chapter 119. of the	582
Revised Code as necessary to implement this section.	583



deposited by the treasurer of state into the fund from the	586
liquidation, pursuant to Sub. H.B. 544 of the 127th general	587
assembly, of the former tobacco use prevention and control	588
endowment fund and any gifts, grants, or donations received by the	589
director of health for the purposes of the tobacco use prevention	590
fund. All investment earnings of the fund shall be credited to the	591
fund. The treasurer, in consultation with the director, may invest	592
moneys in the fund in accordance with section 135.143 of the	593
Revised Code. Moneys in the fund shall be used to pay outstanding	594
expenses of the former tobacco use prevention and control	595
foundation at the discretion of the director of health pursuant to	596
Sub. H.B. 544 of the 127th general assembly and shall be used in	597
accordance with section 3701.84 of the Revised Code.	598

Section 2. That existing sections 102.02, 183.021, 183.30,599183.33, and 2151.87 and sections 183.03, 183.04, 183.05, 183.06,600183.061, 183.07, 183.08, 183.09, and 183.10 of the Revised Code601are hereby repealed.602

Section 3. Upon the effective date of this section, the603Tobacco Use Prevention and Control Foundation is abolished.604

No validation, cure, right, privilege, remedy, obligation, or 605 liability is lost or impaired by reason of the abolition of the 606 Foundation and any such matter shall be administered by the 607 Department of Health. No action or proceeding pending on the 608 effective date of this act is affected by the abolition of the 609 Foundation, and all such matters shall be prosecuted or defended 610 in the name of the Department or the Director of Health. In all 611 such actions and proceedings, the Department or the Director, upon 612 application to the court, shall be substituted as a party. 613

Section 4. Notwithstanding any provision of law to the 614

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contrary, on the effective date of this section, the Treasurer of 615 State shall liquidate the Tobacco Use Prevention and Control 616 Foundation Endowment Fund created by section 183.08 of the Revised 617 Code in a prudent manner. The Treasurer of State shall deposit 618 into the state treasury to the credit of the Tobacco Use 619 Prevention Fund (Fund 5BX0), which is created in section 3701.841 620 of the Revised Code, the lesser of \$40 million or 14.8 per cent of 621 the proceeds from liquidation. The Treasurer of State shall 622 deposit the remaining proceeds from liquidation into the state 623 treasury to the credit of the Jobs Fund (Fund 5Z30), which is 624 hereby created. 625

Section 5. All items in this act are hereby appropriated as 626 designated out of any moneys in the state treasury to the credit 627 of the Tobacco Use Prevention Fund (Fund 5BX0). For all 628 appropriations made in this act, those in the first column are for 629 fiscal year 2008 and those in the second column are for fiscal 630 year 2009. The appropriations made in this act are in addition to 631 any other appropriations made for the FY 2008 - FY 2009 biennium. 632 DOH DEPARTMENT OF HEALTH 633

Appropriations

638

Tobacco Use Prevention Fund			634
5BX0 440656 Tobacco Use Prevention	\$ 40,000,000	\$ 0	635
TOTAL SSR State Special Revenue	\$ 40,000,000	\$ 0	636
TOTAL ALL BUDGET FUND GROUPS	\$ 40,000,000	\$ 0	637

TOBACCO USE PREVENTION

The foregoing appropriation item 440656, Tobacco Use639Prevention, may be used at the Director of Health's discretion to640pay outstanding expenses of the Tobacco Use Prevention and Control641Foundation. Any remaining funds may be used by the Director of642Health to carry out functions specified in section 3701.84 of the643Revised Code.644

An amount equal to the unexpended, unencumbered portion of 645 the foregoing appropriation item 440656, Tobacco Use Prevention, 646 at the end of fiscal year 2008 is hereby reappropriated to the 647 Department of Health for the same purpose for fiscal year 2009. 648

Within the limits set forth in this act, the Director of 649 Budget and Management shall establish accounts indicating the 650 source and amount of funds for each appropriation made in this 651 act, and shall determine the form and manner in which 652 appropriation accounts shall be maintained. Expenditures from 653 appropriations contained in this act shall be accounted for as 654 though made in Am. Sub. H.B. 119 of the 127th General Assembly. 655

The appropriations made in this act are subject to all 656 provisions of Am. Sub. H.B. 119 of the 127th General Assembly that 657 are generally applicable to such appropriations. 658

Section 6. By December 31, 2008, the Director of Health shall 659 submit to the Governor, Speaker of the House of Representatives, 660 President of the Senate, and the chairs and ranking minority 661 members of the standing committees of the Senate and House of 662 Representatives with primary responsibility for health 663 legislation, a plan regarding management of the remaining moneys 664 in the Tobacco Use Prevention Fund (Fund 5BX0). The plan may 665 include a strategy for maintaining a portion of the fund for 666 investment and expending the earned income thereby creating a 667 long-term source of funding for tobacco use prevention and 668 cessation. 669

Section 7. On the effective date of this section, or as soon 670 thereafter as possible, the Director of Budget and Management 671 shall transfer the cash balance in the Tobacco Use Prevention and 672 Control Operating Expenses Fund (Fund 5M80), to the Tobacco Use 673 Prevention Fund (Fund 5BX0). Upon completion of the transfer, the 674

Tobacco Use Prevention and Control Operating Expenses Fund (Fund6755M80) is abolished. The Director shall cancel any existing676encumbrances against appropriation item 940601, Operating677Expenses, and reestablish them against appropriation item 440656,678Tobacco Use Prevention. The amounts of the reestablished679encumbrances are hereby appropriated.680

Section 8. That Section 3 of Am. S.B. 192 of the 127th681General Assembly is hereby repealed.682

Section 9. That Section 4 of Sub. S.B. 209 of the 127th683General Assembly is hereby repealed.684

Section 10. That Section 205.10 of Sub. S.B. 321 of the 126th685General Assembly is hereby repealed.686

Section 11. This act is hereby declared to be an emergency 687 measure necessary for the immediate preservation of the public 688 peace, health, and safety. The reason for such necessity is to use 689 state funds in a manner that allows the Department of Health to 690 promote a reduction in tobacco use and to increase employment and 691 job security. Therefore, this act shall go into immediate effect. 692