As Introduced

128th General Assembly Regular Session 2009-2010

S. B. No. 224

Senator Coughlin

ABILL

То	contingently amend sections 3315.37, 3333.28,	1
	3333.38, 3345.32, 5537.01, 5537.02, 5537.03,	2
	5537.21, 5537.24, 5537.26, 5537.27, and 5537.28	3
	and to contingently enact sections 3333.45,	4
	3333.46, 3333.47, 3333.48, 3770.25, 5537.011,	5
	5537.012, and 5537.013 of the Revised Code to	6
	establish the Ohio Promise Scholarship Program, to	7
	authorize the Department of Administrative	8
	Services to negotiate the sale or lease of the	9
	right to manage and operate the State Lottery, to	10
	authorize the Department to negotiate a	11
	public-private lease agreement for the operation	12
	of the Ohio Turnpike, to require the proceeds from	13
	the Lottery and Turnpike agreements to be paid	14
	into the Ohio Promise Scholarship Program Fund,	15
	and to abolish the Ohio Turnpike Commission upon	16
	the transfer of control of the Ohio Turnpike to a	17
	private entity.	18

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

Section 1. That sections 3315.37, 3333.28, 3333.38, 3345.32,195537.01, 5537.02, 5537.03, 5537.21, 5537.24, 5537.26, 5537.27, and205537.28 be amended and sections 3333.45, 3333.46, 3333.47,21

3333.48, 3770.25, 5537.011, 5537.012, and 5537.013 of the Revised 22 Code be enacted to read as follows: 23

Sec. 3315.37. The board of education of a school district may 24 establish a teacher education loan program and may expend school 25 funds for the program. The program shall be for the purpose of 26 making loans to students who are residents of the school district 27 or graduates of schools in the school district, who are enrolled 28 in teacher preparation programs at institutions approved by the 29 chancellor of the Ohio board of regents pursuant to section 30 3333.048 of the Revised Code, and who indicate an intent to teach 31 in the school district providing the loan. The district board may 32 forgive the obligation to repay any or all of the principal and 33 interest on the loan if the borrower teaches in that school 34 district. 35

The district board shall adopt rules establishing eligibility 36 criteria, application procedures, procedures for review of 37 applications, loan amounts, interest, repayment schedules, 38 conditions under which principal and interest obligations incurred 39 under the program will be forgiven, and any other matter 40 incidental to the operation of the program. 41

The board may contract with a private, nonprofit foundation, 42 one or more institutions of higher education, or other educational 43 agencies to administer the program. 44

The receipt of a loan under this section does not affect a 45 student's eligibility for assistance, or the amount of such 46 assistance, granted under section 3315.33, 3333.12, 3333.122, 47 3333.22, 3333.26, <u>3333.46</u>, 5910.04, or 5919.34 of the Revised 48 Code, but the board's rules may provide for taking such assistance 49 into consideration when determining a student's eligibility for a 50 loan under this section. 51

sec. 3333.28. (A) The chancellor of the Ohio board of regents 52 shall establish the nurse education assistance program, the 53 purpose of which shall be to make loans to students enrolled in 54 prelicensure nurse education programs at institutions approved by 55 the board of nursing under section 4723.06 of the Revised Code and 56 postlicensure nurse education programs approved by the chancellor 57 under section 3333.04 of the Revised Code or offered by an 58 institution holding a certificate of authorization issued under 59 Chapter 1713. of the Revised Code. The board of nursing shall 60 assist the chancellor in administering the program. 61

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

(C) Between July 1, 2005, and January 1, 2012, the chancellor shall distribute money in the nurse education assistance fund in the following manner:

(1)(a) Fifty per cent of available funds shall be awarded as 71 loans to registered nurses enrolled in postlicensure nurse 72 education programs described in division (A) of this section. To 73 be eligible for a loan, the applicant shall provide the chancellor 74 with a letter of intent to practice as a faculty member at a 75 prelicensure or postlicensure program for nursing in this state 76 upon completion of the applicant's academic program. 77

(b) If the borrower of a loan under division (C)(1)(a) of
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this section secures employment as a faculty member of an approved
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nursing education program in this state within six months
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following graduation from an approved nurse education program, the
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chancellor may forgive the principal and interest of the student's
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loans received under division (C)(1)(a) of this section at a rate 83
of twenty-five per cent per year, for a maximum of four years, for 84
each year in which the borrower is so employed. A deferment of the 85
service obligation, and other conditions regarding the forgiveness 86
of loans may be granted as provided by the rules adopted under 87
division (D)(7) of this section. 88

(c) Loans awarded under division (C)(1)(a) of this section
shall be awarded on the basis of the student's expected family
contribution, with preference given to those applicants with the
lowest expected family contribution. However, the chancellor may
consider other factors the chancellor determines relevant in
ranking the applications.

(d) Each loan awarded to a student under division (C)(1)(a) of this section shall be not less than five thousand dollars per year.

(2) Twenty-five per cent of available funds shall be awarded
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 to students enrolled in prelicensure nurse education programs for
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 registered nurses, as defined in section 4723.01 of the Revised
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 Code.

(3) Twenty-five per cent of available funds shall be awarded
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 to students enrolled in nurse education programs as determined by
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 the chancellor, with preference given to programs aimed at
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 increasing enrollment in an area of need.

After January 1, 2012, the chancellor shall determine the 106 manner in which to distribute loans under this section. 107

(D) Subject to the requirements specified in division (C) of 108
this section, the chancellor shall adopt rules in accordance with 109
Chapter 119. of the Revised Code establishing: 110

(1) Eligibility criteria for receipt of a loan;

(2) Loan application procedures;

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(3) The amounts in which loans may be made and the total	113
amount that may be loaned to an individual;	114
(4) The total amount of loans that can be made each year;	115
(5) The percentage of the money in the fund that must remain	116
in the fund at all times as a fund balance;	117
(6) Interest and principal repayment schedules;	118
(7) Conditions under which a portion of principal and	119
interest obligations incurred by an individual under the program	120
will be forgiven;	121
(8) Ways that the program may be used to encourage	122
individuals who are members of minority groups to enter the	123
nursing profession;	124
(9) Any other matters incidental to the operation of the	125
program.	126
(E) The obligation to repay a portion of the principal and	127
interest on a loan made under this section shall be forgiven if	128
the recipient of the loan meets the criteria for forgiveness	129
established by division (C)(1)(b) of this section, in the case of	130
loans awarded under division (C)(1)(a) of this section, or by the	131
chancellor under the rule adopted under division (D)(7) of this	132
section, in the case of other loans awarded under this section.	133
(F) The receipt of a loan under this section shall not affect	134
a student's eligibility for assistance, or the amount of that	135
assistance, granted under section 3333.12, 3333.122, 3333.22,	136
3333.26, <u>3333.46,</u> 5910.03, 5910.032, or 5919.34 of the Revised	137
Code, but the rules of the chancellor may provide for taking	138
assistance received under those sections into consideration when	139
determining a student's eligibility for a loan under this section.	140
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following:	144
(a) A state institution of higher education, as defined in	145
section 3345.011 of the Revised Code;	146
(b) A nonprofit institution issued a certificate of	147
authorization under Chapter 1713. of the Revised Code;	148
(c) A private institution exempt from regulation under	149
Chapter 3332. of the Revised Code, as prescribed in section	150
3333.046 of the Revised Code;	151
(d) An institution of higher education with a certificate of	152
registration from the state board of career colleges and schools	153
under Chapter 3332. of the Revised Code.	154
(2) "Student financial assistance supported by state funds"	155
includes assistance granted under sections 3315.33, 3333.12,	156
3333.122, 3333.21, 3333.26, 3333.28, 3333.372, 3333.391, <u>3333.46,</u>	157
5910.03, 5910.032, and 5919.34 of the Revised Code, financed by an	158
award under the choose Ohio first scholarship program established	159
under section 3333.61 of the Revised Code, or financed by an award	160
under the Ohio co-op/internship program established under section	161
3333.72 of the Revised Code, and any other post-secondary student	162
financial assistance supported by state funds.	163
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(B) An individual who is convicted of, pleads guilty to, or	165
is adjudicated a delinquent child for one of the following	166
violations shall be ineligible to receive any student financial	167
assistance supported by state funds at an institution of higher	168
education for two calendar years from the time the individual	169
applies for assistance of that nature:	170
(1) A violation of section 2917.02 or 2917.03 of the Revised	171
Code;	172

(1) "Institution of higher education" includes all of the

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(2) A violation of section 2917.04 of the Revised Code that	173
is a misdemeanor of the fourth degree;	174
(3) A violation of section 2917.13 of the Revised Code that	175
is a misdemeanor of the fourth or first degree and occurs within	176
the proximate area where four or more others are acting in a	177
course of conduct in violation of section 2917.11 of the Revised	178
Code.	179
(C) If an individual is convicted of, pleads guilty to, or is	180
adjudicated a delinquent child for committing a violation of	181
section 2917.02 or 2917.03 of the Revised Code, and if the	182
individual is enrolled in a state-supported institution of higher	183
education, the institution in which the individual is enrolled	184
shall immediately dismiss the individual. No state-supported	185
institution of higher education shall admit an individual of that	186
nature for one academic year after the individual applies for	187
admission to a state-supported institution of higher education.	188
This division does not limit or affect the ability of a	189
state-supported institution of higher education to suspend or	190
otherwise discipline its students.	191
Sec. 3333.45. As used in sections 3333.45 to 3333.48 of the	192
Revised Code:	193
(A) "Academic year" shall be as defined by the treasurer of	194
state for purposes of this section and sections 3333.46 to 3333.48	195
of the Revised Code.	196
(B) "Eligible institution" means a state institution of	197
higher education, a nonprofit college or university, a private	198
career school holding program authorizations issued by the state	199
board of career colleges and schools pursuant to division (C) of	200
section 3332.05 of the Revised Code, or a private institution	201

exempt from regulation under Chapter 3332. of the Revised Code as

prescribed in section 3333.046 of the Revised Code.

(C) "Eligible student" means a student who satisfies all of	204
the following conditions:	205
(1) The student has been a resident of Ohio for at least two	206
school years prior to graduating from high school. As used in this	207
division, "school year" has the same meaning as in section 3313.62	208
of the Revised Code.	209
(2) The student graduates with a high school diploma or	210
honors diploma awarded under section 3313.61, 3313.612, or 3325.08	211
of the Revised Code from a public or chartered nonpublic high	212
<u>school.</u>	213
(3) If the student is required to pass the Ohio graduation	214
test prescribed under division (B) of section 3301.0710 of the	215
Revised Code as a condition to receiving a high school diploma,	216
the student has attained a proficient score on all five parts.	217
(4) The student has completed a high school curriculum that	218
meets the requirements of division (C) of section 3313.603 of the	219
Revised Code.	220
(5) The student is enrolled full-time at an eligible	221
institution.	222

(6) The student has matriculated at an eligible institution 223 the next academic year after graduating from high school. 224

(7) The student is in the top one-third of the group of 225 students in the graduating twelfth grade class, based on academic 226 rank, who enroll in an eligible institution the next academic year 227 after graduating from high school. 228

(8) While enrolled in an eligible institution, the student 229 maintains a cumulative grade point average of at least 3.0 out of 230 4.0. 231

(D) "Nonprofit college or university" means a nonprofit 232 institution of higher education in this state that has been issued 233

a certificate of authorization under Chapter 1713. of the Revised 234 Code. 235 (E) "Scholarship" means a scholarship awarded under section 236 3333.46 of the Revised Code, except as otherwise indicated. 237 (F) "State institution of higher education" and "state 238 university" have the same meanings as in section 3345.011 of the 239 Revised Code. 240 **Sec. 3333.46.** (A) The Ohio promise scholarship program is 241 hereby established. Under the program, the treasurer of state 242 shall award a scholarship in the amount prescribed by division (B) 243 of this section to each eliqible student. A scholarship is 244 renewable for up to three additional academic years. An eligible 245 student need not enroll in the same eligible institution for all 246 of the academic years for which a scholarship is awarded to the 247 student. A student who becomes ineligible may regain eligibility 248 <u>one time.</u> 249 (B) Subject to division (D) of this section, the amount of a 250 scholarship awarded to an eligible student shall be the lesser of: 251 252 (1) The total amount of tuition or instructional fees and 253 other general fees charged to the student by the eligible 254 institution for the academic year minus other scholarships or 255 grants, but not loans, awarded to the student by the state or 256 another entity for that same academic year; 257 (2) The applicable maximum scholarship amount prescribed as 258 follows: 259 (a) For an eligible student enrolled at the main campus of a 260 state university, \$7,000; 261 (b) For an eligible student enrolled at a branch campus of a 262 state university, \$4,250; 263

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(c) For an eligible student enrolled at any state institution	264
of higher education not described in division (B)(1)(a) or (b) of	265
this section, \$2,750;	266
(d) For an eligible student enrolled in a nonprofit college	267
or university, a private career school holding program	268
authorizations issued by the state board of career colleges and	269
schools pursuant to division (C) of section 3332.05 of the Revised	270
Code, or a private institution exempt from regulation under	271
Chapter 3332. of the Revised Code as prescribed in section	272
<u>3333.046 of the Revised Code, \$7,000.</u>	273
(C) In accordance with rules adopted by the treasurer of	274
state, public and chartered nonpublic high schools and	275
institutions of higher education shall notify the treasurer of	276
state of each eligible student. Upon receipt of this information,	277
the treasurer of state shall direct the director of budget and	278
management to establish an individual account for each eligible	279
student in the Ohio promise scholarship program fund. Upon the	280
establishment of an eligible student's account, and annually	281
thereafter for each academic year the student is eligible for a	282
scholarship, the treasurer of state shall direct the director to	283
credit to the account an amount equal to the eligible student's	284
scholarship for that academic year. Each academic year a student	285
is eligible for a scholarship, the treasurer of state shall cause	286
an electronic transfer of scholarship proceeds from the student's	287
account in the Ohio promise scholarship program fund to the	288
eligible institution the student is attending.	289
(D) If, for any given academic year, all eligible students	290
cannot be awarded a scholarship in the full amount prescribed by	291
division (B) of this section because the number of eligible	292
students in that year exceeds the amount of money available from	293
the Ohio promise scholarship program fund, the treasurer of state	294

shall reduce the maximum amount of the scholarships to be awarded

and credited to individual accounts in the fund for that year an	296
amount that the treasurer of state determines will not exceed the	297
amount of available money from the fund.	298
(E) The treasurer of state shall award the first scholarships	299
for the academic year that begins not later than two academic	300
years after the first amount of principal is deposited into the	301
<u>Ohio promise scholarship program fund.</u>	302
(F) The chancellor of the Ohio board of regents and the	303
department of education shall cooperate with the treasurer of	304
state in the administration of the program.	305
Sec. 3333.47. (A) The Ohio promise scholarship program fund	306
is hereby established in the state treasury. The fund shall	307
consist of moneys deposited from the sale or lease of the state	308
lottery under section 3770.25 of the Revised Code and the lease of	309
the Ohio turnpike under sections 5537.011 and 5537.012 of the	310
Revised Code. Investment earnings on moneys in the fund shall be	311
credited to the fund.	312
(B) The treasurer of state shall use only the investment	313
earnings to pay scholarships under the Ohio promise scholarship	314
program, and may use up to one-quarter of one per cent of the	315
investment earnings each fiscal year for administration of the	316
program. The principal shall not be spent.	317
Sec. 3333.48. The treasurer of state shall adopt rules for	318
the implementation of sections 3333.45 to 3333.47 of the Revised	319
<u>Code.</u>	320
Sec. 3345.32. (A) As used in this section:	321
(1) "State university or college" means the institutions	322
described in section 3345.27 of the Revised Code and the	323
northeastern Ohio universities college of medicine.	324

(2) "Resident" has the meaning specified by rule of the 325 chancellor of the Ohio board of regents. 326 (3) "Statement of selective service status" means a statement 327 certifying one of the following: 328 (a) That the individual filing the statement has registered 329 with the selective service system in accordance with the "Military 330 Selective Service Act," 62 Stat. 604, 50 U.S.C. App. 453, as 331 amended; 332 (b) That the individual filing the statement is not required 333 to register with the selective service for one of the following 334 reasons: 335 (i) The individual is under eighteen or over twenty-six years 336 of age. 337 (ii) The individual is on active duty with the armed forces 338 of the United States other than for training in a reserve or 339 national guard unit. 340 (iii) The individual is a nonimmigrant alien lawfully in the 341 United States in accordance with section 101 (a)(15) of the 342 "Immigration and Nationality Act," 8 U.S.C. 1101, as amended. 343 (iv) The individual is not a citizen of the United States and 344 is a permanent resident of the Trust Territory of the Pacific 345 Islands or the Northern Mariana Islands. 346 (4) "Institution of higher education" means any eligible 347 institution approved by the United States department of education 348 pursuant to the "Higher Education Act of 1965," 79 Stat. 1219, as 349 amended, or any institution whose students are eligible for 350 financial assistance under any of the programs described by 351 division (E) of this section. 352

(B) The chancellor shall, by rule, specify the form of353statements of selective service status to be filed in compliance354

with divisions (C) to (F)(E) of this section. Each statement of 355 selective service status shall contain a section wherein a male 356 student born after December 31, 1959, certifies that the student 357 has registered with the selective service system in accordance 358 with the "Military Selective Service Act," 62 Stat. 604, 50 U.S.C. 359 App. 453, as amended. For those students not required to register 360 with the selective service, as specified in divisions (A)(2)(b)(i) 361 to (iv) of this section, a section shall be provided on the 362 statement of selective service status for the certification of 363 nonregistration and for an explanation of the reason for the 364 exemption. The chancellor may require that such statements be 365 accompanied by documentation specified by rule of the chancellor. 366

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(C) A state university or college that enrolls in any course, 368 class, or program a male student born after December 31, 1959, who 369 has not filed a statement of selective service status with the 370 university or college shall, regardless of the student's 371 residency, charge the student any tuition surcharge charged 372 students who are not residents of this state. 373

(D) No male born after December 31, 1959, shall be eligible 374 to receive any loan, grant, scholarship, or other financial 375 assistance for educational expenses granted under section 3315.33, 376 3333.12, 3333.122, 3333.21, 3333.22, 3333.26, 3333.391, <u>3333.46,</u> 377 5910.03, 5910.032, or 5919.34 of the Revised Code, financed by an 378 award under the choose Ohio first scholarship program established 379 under section 3333.61 of the Revised Code, or financed by an award 380 under the Ohio co-op/internship program established under section 381 3333.72 of the Revised Code, unless that person has filed a 382 statement of selective service status with that person's 383 institution of higher education. 384

(E) If an institution of higher education receives a 385statement from an individual certifying that the individual has 386

registered with the selective service system in accordance with 387 the "Military Selective Service Act," 62 Stat. 604, 50 U.S.C. App. 388 453, as amended or that the individual is exempt from registration 389 for a reason other than that the individual is under eighteen 390 years of age, the institution shall not require the individual to 391 file any further statements. If it receives a statement certifying 392 that the individual is not required to register because the 393 individual is under eighteen years of age, the institution shall 394 require the individual to file a new statement of selective 395 service status each time the individual seeks to enroll for a new 396 academic term or makes application for a new loan or loan 397 guarantee or for any form of financial assistance for educational 398 expenses, until it receives a statement certifying that the 399 individual has registered with the selective service system or is 400 exempt from registration for a reason other than that the 401 individual is under eighteen years of age. 402

Sec. 3770.25. (A) The department of administrative services403shall issue a request for proposals inviting prospective404contractors to propose a contract under which the prospective405contractor will purchase, or lease for a specified period, the406right to manage and operate the state lottery. The request for407proposals shall require that the following terms and conditions be408addressed in the proposal:409

(1) The term of the contract, if the contract would involve a 410 lease of the management and operation of the state lottery; 411

(2) The compensation to be paid to the state and the manner412in which the compensation will be paid, which shall include an413initial lump sum payment and a guaranteed annual payment;414

(3) Compliance with the requirements of this chapter;

(4) Other terms and conditions that the department considers416appropriate for inclusion in the contract.417

(B) The department shall evaluate all the contract proposals 418 it receives as a result of the request for proposals. The 419 department may negotiate with any or all of the prospective 420 contractors over the terms and conditions of the contract, and may 421 reject any or all proposals or any part of any or all proposals 422 and issue a new request for proposals or parts of proposals. The 423 department is not subject to Chapter 125. of the Revised Code in 424 its actions under this section. 425 (C) The department shall select the contract proposal that 426 proposes the highest amount to be paid to the state and the best 427 material terms and conditions and that maximizes revenues for the 428 purposes for which the net profit of the state lottery is required 429 to be used. The department shall notify the prospective contractor 430 of the selection in writing and enter into the contract with that 431 432 <u>contractor.</u> (D) After the department enters into a contract under 433 division (C) of this section, the general assembly shall enact 434 legislation to revise this chapter and any related statutes to do 435 all of the following: 436 (1) Reflect the purchase or lease of the right to operate and 437 manage the state lottery; 438 (2) Abolish the state lottery commission and require that the 439 attorney general carry out specified powers and duties under this 440 chapter; and 441 (3) Designate those powers and duties currently assigned to 442 the state lottery commission that the operator of the state 443 lottery shall perform and those that the attorney general shall 444 perform, including, but not limited to, all of the following: 445 (a) Adopting administrative rules to govern the operation of 446 the state lottery; 447

(b) Licensing lottery sales agents;

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awards; and	450
(d) Administering transfer agreements as defined in section	451
3770.10 of the Revised Code.	452
(E) As used in this chapter, "operator of the state lottery"	453
means the person selected to manage and operate the state lottery	454
under division (C) of this section.	455
Sec. 5537.01. As used in this chapter:	456
(A) "Commission" means the Ohio turnpike commission created	457
by section 5537.02 of the Revised Code or, if that commission is	458
abolished, the board, body, officer, or commission succeeding to	459
the principal functions thereof or to which the powers given by	460
this chapter to the commission are given by law. <u>"Commission" does</u>	461
not include a private entity operating a turnpike project pursuant	462
to an agreement under section 5537.011 of the Revised Code.	463
(B) "Project" or "turnpike project" means any express or	464
limited access highway, super highway, or motorway constructed,	465
operated, or improved, under the jurisdiction of the commission	466
and pursuant to this chapter, at a location or locations reviewed	467
by the turnpike legislative review <u>oversight</u> committee and	468
approved by the governor, including all bridges, tunnels,	469
overpasses, underpasses, interchanges, entrance plazas,	470
approaches, those portions of connecting public roads that serve	471
interchanges and are determined by the commission and the director	472
of transportation to be necessary for the safe merging of traffic	473
between the turnpike project and those public roads, toll booths,	474
service facilities, and administration, storage, and other	475
buildings, property, and facilities that the commission considers	476
necessary for the operation or policing of the project, together	477
with all property and rights which may be acquired by the	478
commission for the construction, maintenance, or operation of the	479

(c) Deducting child support and taxes due from lottery prize

project, and includes any sections or extensions of a turnpike 480 project designated by the commission as such for the particular 481 purpose. Each turnpike project shall be separately designated, by 482 name or number, and may be constructed, improved, or extended in 483 such sections as the commission may from time to time determine. 484 Construction includes the improvement and renovation of a 485 previously constructed project, including additional interchanges, 486 whether or not the project was initially constructed by the 487 commission. 488

(C) "Cost," as applied to construction of a turnpike project, 489 includes the cost of construction, including bridges over or under 490 existing highways and railroads, acquisition of all property 491 acquired by the commission for the construction, demolishing or 492 removing any buildings or structures on land so acquired, 493 including the cost of acquiring any lands to which the buildings 494 or structures may be moved, site clearance, improvement, and 495 preparation, diverting public roads, interchanges with public 496 roads, access roads to private property, including the cost of 497 land or easements therefor, all machinery, furnishings, and 498 equipment, communications facilities, financing expenses, interest 499 prior to and during construction and for one year after completion 500 of construction, traffic estimates, indemnity and surety bonds and 501 premiums on insurance, title work and title commitments, 502 insurance, and guarantees, engineering, feasibility studies, and 503 legal expenses, plans, specifications, surveys, estimates of cost 504 and revenues, other expenses necessary or incident to determining 505 the feasibility or practicability of constructing or operating a 506 project, administrative expenses, and any other expense that may 507 be necessary or incident to the construction of the project, the 508 financing of the construction, and the placing of the project in 509 operation. Any obligation or expense incurred by the department of 510 transportation with the approval of the commission for surveys, 511 borings, preparation of plans and specifications, and other 512

engineering services in connection with the construction of a 513 project, or by the federal government with the approval of the 514 commission for any public road projects which must be reimbursed 515 as a condition to the exercise of any of the powers of the 516 commission under this chapter, shall be regarded as a part of the 517 cost of the project and shall be reimbursed to the state or the 518 federal government, as the case may be, from revenues, state 519 taxes, or the proceeds of bonds as authorized by this chapter. 520

(D) "Owner" includes all persons having any title or interest 521
 in any property authorized to be acquired by the commission under 522
 this chapter. 523

(E) "Revenues" means all tolls, service revenues, investment
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 income on special funds, rentals, gifts, grants, and all other
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 moneys coming into the possession of or under the control of the
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 commission by virtue of this chapter, except the proceeds from the
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 sale of bonds. "Revenues" does not include state taxes.

(F) "Public roads" means all public highways, roads, and
streets in the state, whether maintained by a state agency or any
other governmental agency.
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(G) "Public utility facilities" means tracks, pipes, mains, 532
conduits, cables, wires, towers, poles, and other equipment and 533
appliances of any public utility. 534

(H) "Financing expenses" means all costs and expenses 535 relating to the authorization, issuance, sale, delivery, 536 authentication, deposit, custody, clearing, registration, 537 transfer, exchange, fractionalization, replacement, payment, and 538 servicing of bonds including, without limitation, costs and 539 expenses for or relating to publication and printing, postage, 540 delivery, preliminary and final official statements, offering 541 circulars, and informational statements, travel and 542 transportation, underwriters, placement agents, investment 543

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bankers, paying agents, registrars, authenticating agents, 544
remarketing agents, custodians, clearing agencies or corporations, 545
securities depositories, financial advisory services, 546
certifications, audits, federal or state regulatory agencies, 547
accounting and computation services, legal services and obtaining 548
approving legal opinions and other legal opinions, credit ratings, 549
redemption premiums, and credit enhancement facilities. 550

(I) "Bond proceedings" means the resolutions, trust 551 agreements, certifications, notices, sale proceedings, leases, 552 lease-purchase agreements, assignments, credit enhancement 553 facility agreements, and other agreements, instruments, and 554 documents, as amended and supplemented, or any one or more or any 555 combination thereof, authorizing, or authorizing or providing for 556 the terms and conditions applicable to, or providing for the 557 security or sale or award or liquidity of, bonds, and includes the 558 provisions set forth or incorporated in those bonds and bond 559 proceedings. 560

(J) "Bond service charges" means principal, including any 561 mandatory sinking fund or mandatory redemption requirements for 562 the retirement of bonds, and interest and any redemption premium 563 payable on bonds, as those payments come due and are payable to 564 the bondholder or to a person making payment under a credit 565 enhancement facility of those bond service charges to a 566 bondholder. 567

(K) "Bond service fund" means the applicable fund created by
568
the bond proceedings for and pledged to the payment of bond
service charges on bonds provided for by those proceedings,
including all moneys and investments, and earnings from
investments, credited and to be credited to that fund as provided
572
in the bond proceedings.

(L) "Bonds" means bonds, notes, including notes anticipating 574bonds or other notes, commercial paper, certificates of 575

participation, or other evidences of obligation, including any 576 interest coupons pertaining thereto, issued by the commission 577 pursuant to this chapter. 578

(M) "Net revenues" means revenues lawfully available to pay 579 both current operating expenses of the commission and bond service 580 charges in any fiscal year or other specified period, less current 581 operating expenses of the commission and any amount necessary to 582 maintain a working capital reserve for that period. 583

(N) "Pledged revenues" means net revenues, moneys and 584 investments, and earnings on those investments, in the applicable 585 bond service fund and any other special funds, and the proceeds of 586 any bonds issued for the purpose of refunding prior bonds, all as 587 lawfully available and by resolution of the commission committed 588 for application as pledged revenues to the payment of bond service 589 charges on particular issues of bonds. 590

(0) "Service facilities" means service stations, restaurants, 591 and other facilities for food service, roadside parks and rest 592 areas, parking, camping, tenting, rest, and sleeping facilities, 593 hotels or motels, and all similar and other facilities providing 594 services to the traveling public in connection with the use of a 595 turnpike project and owned, leased, licensed, or operated by the 596 commission. 597

(P) "Service revenues" means those revenues of the commission 598 derived from its ownership, leasing, licensing, or operation of service facilities. 600

(Q) "Special funds" means the applicable bond service fund 601 and any accounts and subaccounts in that fund, any other funds or 602 accounts permitted by and established under, and identified as a 603 "special fund" or "special account" in, the bond proceedings, 604 including any special fund or account established for purposes of 605 rebate or other requirements under federal income tax laws. 606

(R) "State agencies" means the state, officers of the state, 607
 and boards, departments, branches, divisions, or other units or 608
 agencies of the state. 609

(S) "State taxes" means receipts of the commission from the
proceeds of state taxes or excises levied and collected, or
appropriated by the general assembly to the commission, for the
purposes and functions of the commission. State taxes do not
include tolls, or investment earnings on state taxes except on
those state taxes referred to in Section 5a of Article XII, Ohio
Constitution.

(T) "Tolls" means tolls, special fees or permit fees, or
other charges by the commission to the owners, lessors, lessees,
or operators of motor vehicles for the operation of or the right
to operate those vehicles on a turnpike project.

(U) "Credit enhancement facilities" means letters of credit, 621 lines of credit, standby, contingent, or firm securities purchase 622 agreements, insurance, or surety arrangements, guarantees, and 623 other arrangements that provide for direct or contingent payment 624 of bond service charges, for security or additional security in 625 the event of nonpayment or default in respect of bonds, or for 626 making payment of bond service charges and at the option and on 627 demand of bondholders or at the option of the commission or upon 628 certain conditions occurring under put or similar arrangements, or 629 for otherwise supporting the credit or liquidity of the bonds, and 630 includes credit, reimbursement, marketing, remarketing, indexing, 631 carrying, interest rate hedge, and subrogation agreements, and 632 other agreements and arrangements for payment and reimbursement of 633 the person providing the credit enhancement facility and the 634 security for that payment and reimbursement. 635

(V) "Person" has the same meaning as in section 1.59 of the
Revised Code and, unless the context otherwise provides, also
637
includes any governmental agency and any combination of those
638

persons.

639

(W) "Refund" means to fund and retire outstanding bonds, 640
 including advance refunding with or without payment or redemption 641
 prior to stated maturity. 642
 (X) "Governmental agency" means any state agency, federal 643
 agency, political subdivision, or other local, interstate, or 644

regional governmental agency, and any combination of those 645 agencies. 646

(Y) "Property" has the same meaning as in section 1.59 of theRevised Code, and includes interests in property.648

(Z) "Administrative agent," "agent," "commercial paper,"
"floating rate interest structure," "indexing agent," "interest
rate hedge," "interest rate period," "put arrangement," and
"remarketing agent" have the same meanings as in section 9.98 of
the Revised Code.

(AA) "Outstanding," as applied to bonds, means outstanding in 654accordance with the terms of the bonds and the applicable bond 655proceedings. 656

(BB) "Ohio turnpike system" or "system" means all existing
 and future turnpike projects constructed, operated, and maintained
 under the jurisdiction of the commission.

(CC) "Ohio turnpike" means the toll freeway that runs in an660easterly and westerly direction across the entire northern portion661of this state between its borders with the state of Pennsylvania662in the east and the state of Indiana in the west and carries the663interstate highway designations of interstate seventy-six,664interstate eighty, and interstate eighty-ninety.665

Sec. 5537.011. (A)(1) The department of administrative666services shall solicit, receive, consider, evaluate, negotiate,667and accept a proposal for the operation of the Ohio turnpike by a668

private entity pursuant to a public-private lease agreement.	669
(2) In soliciting and selecting a private entity with which	670
to enter into a public-private lease agreement, the department may	671
issue a request for qualifications in connection with the proposed	672
execution of a public-private lease agreement and then may utilize	673
any competitive selection process that the department determines	674
to be appropriate or reasonable.	675
(3) The department may require that any bid submitted to	676
enter into a public-private lease agreement be accompanied by	677
security in the form of cash, letters of credit, or other	678
financial security acceptable to the department.	679
(B) The department may consider any of the following factors	680
in evaluating and selecting a bid or proposal to enter into a	681
public-private lease agreement:	682
(1) The overall value to the state from the bid or proposal	683
of the private entity;	684
(2) The general reputation, qualifications, industry	685
experience, and financial capacity of the private entity;	686
(3) The safety record of the private entity;	687
(4) Other criteria that the department considers appropriate.	688
(C) Within one year after the effective date of this section,	689
or as soon thereafter as is practicable, the department shall	690
select a private entity for a public-private lease agreement. The	691
turnpike oversight committee shall oversee the operation of the	692
<u>Ohio turnpike by a private entity pursuant to the public-private</u>	693
lease agreement.	694
(D) Any payment or compensation under the public-private	695
lease agreement by the private entity to the department shall	696
first be used by the department to pay debt charges on all	697
outstanding bonds, notes, and other obligations issued in	698

connection with the Ohio turnpike and any other debts or	699
obligations of the Ohio turnpike commission and then shall be	700
distributed at the direction of the department to the Ohio promise	701
scholarship program fund established in section 3333.47 of the	702
Revised Code.	703
Sec. 5537.012. (A) The public-private lease agreement between	704
the department of administrative services and a private entity for	705
the operation of the Ohio turnpike by a private entity shall	706
specify at least the following terms and conditions:	707
(1) The term of the public-private lease agreement, which	708
shall not exceed fifty years;	709
(2) Programmed reconstruction, replacement, improvement,	710
maintenance, management, and repair of the Ohio turnpike, which,	711
except as otherwise provided in the public-private lease	712
agreement, shall comply at least with the department of	713
transportation minimum standards for other projects of a similar	714
nature, and with any other applicable state or federal standards;	715
(3) A description of the actions the turnpike oversight	716
committee may take to ensure proper reconstruction, replacement,	717
improvement, maintenance, management, and repair of the Ohio	718
<u>turnpike;</u>	719
(4) Compliance with applicable federal, state, and local	720
laws;	721
(5) The rights and duties of the private entity and other	722
state and local governmental entities with respect to use of the	723
<u>Ohio turnpike, including a provision that any police, fire and</u>	724
emergency services and any other security or emergency personnel,	725
including the armed forces of the United States, shall have access	726
to the Ohio turnpike as necessary for the enforcement of police	727
powers, emergency management purposes, and homeland security	728

purposes;	729
(6) Procedures for amendment of the agreement;	730
(7) The rights and remedies available in the event of default	731
<u>or delay;</u>	732
(8) Grounds for termination of the public-private lease	733
agreement by the state or the private entity.	734
(B) A public-private lease agreement under this section may	735
provide for the following:	736
(1) Review and approval by the turnpike oversight committee	737
of the private entity's plans for the operation and maintenance of	738
<u>the Ohio turnpike;</u>	739
(2) Inspection by the turnpike oversight committee of	740
construction, reconstruction, or maintenance of or improvements to	741
<u>the Ohio turnpike;</u>	742
(3) Maintenance of insurance, bonds, or letters of credit by	743
the private entity, providing coverages and amounts acceptable to	744
the department;	745
(4) Filing by the private entity, on a periodic basis, of	746
appropriate financial statements in a form acceptable to the	747
<u>turnpike oversight committee;</u>	748
(5) Filing by the private entity, on a periodic basis, of	749
traffic reports in a form acceptable to the turnpike oversight	750
<u>committee;</u>	751
(6) Assignment, subcontracting, or other delegation of	752
responsibilities of the private entity under the agreement to	753
third parties;	754
(7) Traffic enforcement and other policing issues, including	755
any reimbursement by the private entity for such services;	756
(8) Other terms and conditions.	757

(C) The public-private lease agreement may include the	758
imposition and collection of tolls and the development or use of	759
service revenues and other revenue sources. Tolls or user fees may	760
not be imposed by the private entity except as set forth in a	761
public-private agreement. Tolls and user fees and the setting of	762
tolls and user fee rates are not subject to supervision or	763
regulation by any commission, board, bureau, or agency of the	764
state or any municipal corporation, other than the department or	765
the turnpike oversight committee to the extent set forth in the	766
public-private agreement.	767
Sec. 5537.013. (A) Upon the termination of the public-private	768
agreement, the authority and duties of the private entity cease,	769
except for any duties and obligations that extend beyond the	770
termination as provided in the public-private agreement, and the	771
<u>Ohio turnpike reverts to the state.</u>	772
(B) Upon the occurrence and during the continuation of	773
material default by a private entity, the department of	774
administrative services may do any of the following:	775
(1) Coole exercific conformance in investion on other emittable	776
(1) Seek specific performance, injunction, or other equitable	776
remedies;	777
(2) Exercise any additional rights and remedies allowed by	778
law or in equity or provided in the public-private lease	779
agreement, including the ejection of the private entity from the	780
<u>Ohio turnpike, the assessment of liquidated damages or other</u>	781
amounts or the liquidating of any bond, security, or reserve	782
accounts established under the lease agreement;	783
(3) Terminate the public-private lease agreement and exercise	784
any other rights and remedies that may be available.	785
(C) The general assembly specifically finds that the	786
commencement of a reorganization or liquidation proceeding under	787
commencement of a reorganization of right dation proceeding under	101

federal law or under any comparable state or local law by any	788
private entity that is a party to a public-private lease agreement	789
to operate the Ohio turnpike would constitute an immediate threat	790
to the public health, safety, and welfare of the citizens of this	791
state, requiring the termination of such agreement.	792
(D) In the event that the agreement is terminated under this	793
section the department of administrative services shall notify the	794
turnpike oversight committee and the department of transportation.	795
Immediately upon the notification, the department of	796
transportation shall take all appropriate actions to continue	797
operation of the Ohio turnpike until such time as the department	798
of administrative services enters into a new agreement for the	799
lease and operation of the Ohio turnpike in accordance with	800
sections 5537.011 and 5537.012 of the Revised Code and the private	801
entity selected under those sections is prepared to operate the	802
<u>Ohio turnpike.</u>	803
(E) As used in this section, "material default" means any	804
failure of a private entity to perform any duties under the	805
public-private lease agreement that jeopardizes delivery of	806
adequate service to the public and remains unsatisfied after a	807
reasonable period of time and after the private entity has	808

received written notice from the department or the turnpike 809 oversight committee of the failure. 810

Sec. 5537.02. (A) There is hereby created a The commission to 811 be known as the "Ohio turnpike commission-" is hereby abolished 812 upon the transfer of control of the Ohio turnpike to a private 813 entity pursuant to an agreement under section 5537.011 of the 814 Revised Code. Until transfer of control of the Ohio turnpike, the 815 commission shall continue to function pursuant to authority 816 granted by this chapter. The Ohio turnpike commission is a body 817 both corporate and politic, constituting an instrumentality of the 818 state, and the exercise by it of the powers conferred by this 819 chapter in the construction, operation, and maintenance of the 820 Ohio turnpike system are and shall be held to be essential 821 governmental functions of the state, but the commission shall not 822 be immune from liability by reason thereof. The commission is 823 subject to all provisions of law generally applicable to state 824 agencies which do not conflict with this chapter. 825

(B)(1) The commission shall consist of nine members as 826 follows: 827

(a) Four members appointed by the governor with the advice
828
and consent of the senate, no more than two of whom shall be
829
members of the same political party;
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(b) The director of transportation, the director of budget
and management, and the director of development, each of whom
shall be a member ex officio without compensation;
833

(c) One member of the senate, appointed by the president of 834 the senate, who shall represent either a district in which is 835 located or through which passes a portion of a turnpike project 836 that is part of the Ohio turnpike system or a district located in 837 the vicinity of a turnpike project that is part of the Ohio 838 turnpike system; 839

(d) One member of the house of representatives, appointed by
840
the speaker of the house of representatives, who shall represent
either a district in which is located or through which passes a
portion of a turnpike project that is part of the Ohio turnpike
system or a district located in the vicinity of a turnpike project
844
that is part of the Ohio turnpike system.

(2) The members appointed by the governor shall be residents
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of the state, shall have been qualified electors therein for a
period of at least five years next preceding their appointment,
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and shall serve terms of eight years commencing on the first day
849

of July and ending on the thirtieth day of June. Those members 850 appointed by the president of the senate or the speaker of the 851 house of representatives shall serve a term of the remainder of 852 the general assembly during which the senator or representative is 853 appointed. Each appointed member shall hold office from the date 854 of appointment until the end of the term for which the member was 855 appointed. If a commission member dies or resigns, or if a senator 856 or representative who is a member of the commission ceases to be a 857 senator or representative, or if an ex officio member ceases to 858 hold the applicable office, the vacancy shall be filled in the 859 same manner as provided in division (B)(1) of this section. Any 860 member who fills a vacancy occurring prior to the end of the term 861 for which the member's predecessor was appointed shall, if 862 appointed by the governor, hold office for the remainder of such 863 term or, if appointed by the president of the senate or the 864 speaker of the house of representatives, shall hold office for the 865 remainder of the term or for a shorter period of time as 866 determined by the president or the speaker. Any member appointed 867 by the governor shall continue in office subsequent to the 868 expiration date of the member's term until the member's successor 869 takes office, or until a period of sixty days has elapsed, 870 whichever occurs first. A member of the commission is eligible for 871 reappointment. Each member of the commission appointed by the 872 governor, before entering upon the member's duties, shall take an 873 oath as provided by Section 7 of Article XV, Ohio Constitution. 874 The governor, the president of the senate, or the speaker of the 875 house of representatives, may at any time remove their respective 876 appointees to the commission for misfeasance, nonfeasance, or 877 malfeasance in office. 878

(3)(a) A member of the commission who is appointed by the
president of the senate or the speaker of the house of
representatives shall not participate in any vote of the
881
commission. Serving as an appointed member of the commission under
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divisions (B)(1)(c), (1)(d), or (2) of this section does not 883 constitute grounds for resignation from the senate or the house of 884 representatives under section 101.26 of the Revised Code. 885

(b) The director of budget and management and the director ofdevelopment shall not participate in any vote of the commission.887

(C) The voting members of the commission shall elect one of 888 the appointed voting members as chairperson and another as 889 vice-chairperson, and shall appoint a secretary-treasurer who need 890 not be a member of the commission. Three of the voting members of 891 the commission constitute a quorum, and the affirmative vote of 892 three voting members is necessary for any action taken by the 893 commission. No vacancy in the membership of the commission impairs 894 the rights of a quorum to exercise all the rights and perform all 895 the duties of the commission. 896

(D) Each member of the commission appointed by the governor 897 shall give a surety bond to the commission in the penal sum of 898 twenty-five thousand dollars and the secretary-treasurer shall 899 give such a bond in at least the penal sum of fifty thousand 900 dollars. The commission may require any of its officers or 901 employees to file surety bonds including a blanket bond as 902 provided in section 3.06 of the Revised Code. Each such bond shall 903 be in favor of the commission and shall be conditioned upon the 904 faithful performance of the duties of the office, executed by a 905 surety company authorized to transact business in this state, 906 approved by the governor, and filed in the office of the secretary 907 of state. The costs of the surety bonds shall be paid or 908 reimbursed by the commission from revenues. Each member of the 909 commission appointed by the governor shall receive an annual 910 salary of five thousand dollars, payable in monthly installments. 911 Each member shall be reimbursed for the member's actual expenses 912 necessarily incurred in the performance of the member's duties. 913 All costs and expenses incurred by the commission in carrying out 914 this chapter shall be payable solely from revenues and state 915 taxes, and no liability or obligation shall be incurred by the 916 commission beyond the extent to which revenues have been provided 917 for pursuant to this chapter. 918

sec. 5537.03. In order to remove present and anticipated 919 handicaps and potential hazards on the congested highways in this 920 state, to facilitate vehicular traffic throughout the state, to 921 promote the agricultural, commercial, recreational, tourism, and 922 industrial development of the state, and to provide for the 923 general welfare by the construction, improvement, and maintenance 924 of modern express highways embodying safety devices, including 925 without limitation center divisions, ample shoulder widths, 926 longsight distances, multiple lanes in each direction, and grade 927 separations at intersections with other public roads and 928 railroads, the Ohio turnpike commission, subject to section 929 5537.26 of the Revised Code, may construct, maintain, repair, and 930 operate a system of turnpike projects at locations that are 931 reviewed by the turnpike legislative review oversight committee 932 and approved by the governor, and in accordance with alignment and 933 design standards that are approved by the director of 934 transportation, and issue revenue bonds of this state, payable 935 solely from pledged revenues, to pay the cost of those projects. 936 The turnpikes and turnpike projects authorized by this chapter are 937 hereby or shall be made part of the Ohio turnpike system. 938

Sec. 5537.21. (A) When bond service charges on all 939 outstanding bonds issued in connection with any turnpike project 940 have been paid or provision for that payment has been made, as 941 provided in the applicable bond proceedings, or in the case of a 942 turnpike project in connection with which no bonds have been 943 issued, the project shall continue to be or be operated, and 944 improved and maintained, by the Ohio turnpike commission as a part 945

of the Ohio turnpike system and as a toll road, and all revenues946received by the commission relating to that project shall be947applied as provided in division (B) of this section.948

(B) Subject to the bond proceedings for bonds relating to any 949 turnpike project, tolls relating to a turnpike project as referred 950 to in division (A) of this section shall be so fixed and adjusted 951 that the aggregate of revenues relating to that project and 952 available for the purpose are in amounts to provide moneys 953 sufficient, and those revenues shall be used, to pay the costs 954 described in division (C)(1) of section 5537.13 of the Revised 955 Code and for any purpose authorized by an agreement with a private 956 entity to operate the Ohio turnpike. 957

Sec. 5537.24. (A) There is hereby created a turnpike958legislative review oversight committee consisting of six ten959members as follows:960

(1) Three members of the senate, no more than two of whom 961 shall be members of the same political party, one of whom shall be 962 the chairperson of the committee dealing primarily with highway 963 matters, one of whom shall be appointed by the president of the 964 senate, and one of whom shall be appointed by the minority leader 965 of the senate. 966

Both the senate member who is appointed by the president of 967 the senate and the senate member appointed by the minority leader 968 of the senate shall represent either districts in which is located 969 or through which passes a portion of a turnpike project that is 970 part of the Ohio turnpike system or districts located in the 971 vicinity of a turnpike project that is part of the Ohio turnpike 972 system. 973

The president of the senate shall make the president of the 974 senate's appointment to the committee first, followed by the 975 minority leader of the senate, and they shall make their 976

appointments in such a manner that their two appointees represent 977 districts that are located in different areas of the state. If the 978 chairperson of the senate committee dealing primarily with highway 979 matters represents a district in which is located or through which 980 passes a portion of a turnpike project that is part of the Ohio 981 turnpike system or a district located in the vicinity of a 982 turnpike project that is part of the Ohio turnpike system, the 983 president of the senate and the minority leader of the senate 984 shall make their appointments in such a manner that their two 985 appointees and the chairperson of the senate committee dealing 986 primarily with highway matters all represent districts that are 987 located in different areas of the state. 988

(2) Three members of the house of representatives, no more 989 than two of whom shall be members of the same political party, one 990 of whom shall be the chairperson of the house of representatives 991 committee dealing primarily with highway matters, one of whom 992 shall be appointed by the speaker of the house of representatives, 993 and one of whom shall be appointed by the minority leader of the 994 house of representatives. 995

Both the house of representatives member who is appointed by 996 the speaker of the house of representatives and the house of 997 representatives member appointed by the minority leader of the 998 house of representatives shall represent either districts in which 999 is located or through which passes a portion of a turnpike project 1000 that is part of the Ohio turnpike system or districts located in 1001 the vicinity of a turnpike project that is part of the Ohio 1002 turnpike system. 1003

The speaker of the house of representatives shall make the 1004 speaker of the house of representative's appointment to the 1005 committee first, followed by the minority leader of the house of 1006 representatives, and they shall make their appointments in such a 1007 manner that their two appointees represent districts that are 1008

located in different areas of the state. If the chairperson of the 1009 house of representatives committee dealing primarily with highway 1010 matters represents a district in which is located or through which 1011 passes a portion of a turnpike project that is part of the Ohio 1012 turnpike system or a district located in the vicinity of a 1013 turnpike project that is part of the Ohio turnpike system, the 1014 speaker of the house of representatives and the minority leader of 1015 the house of representatives shall make their appointments in such 1016 a manner that their two appointees and the chairperson of the 1017 house of representatives committee dealing primarily with highway 1018 matters all represent districts that are located in different 1019 areas of the state. 1020

(3) Four members appointed by the governor;

(4) The chairperson of the house of representatives committee1022shall serve as the chairperson of the turnpike legislative review1023oversight committee for the year 1996. Thereafter, the chair1024annually shall alternate between, first, the chairperson of the1025senate committee and then the chairperson of the house of1026representatives committee.1027

(B) Each member of the turnpike legislative review oversight 1028 committee who is a member of the general assembly shall serve a 1029 term of the remainder of the general assembly during which the 1030 member is appointed or is serving as chairperson of the specified 1031 senate or house committee. In the event of the death or 1032 resignation of a committee member who is a member of the general 1033 assembly, or in the event that a member ceases to be a senator or 1034 representative, or in the event that the chairperson of the senate 1035 committee dealing primarily with highway matters or the 1036 chairperson of the house of representatives committee dealing 1037 primarily with highway matters ceases to hold that position, the 1038 vacancy shall be filled through an appointment by the president of 1039 the senate or the speaker of the house of representatives or 1040

minority leader of the senate or house of representatives, as 1041 applicable. Any member appointed to fill a vacancy occurring prior 1042 to the end of the term for which the member's predecessor was 1043 appointed shall hold office for the remainder of the term or for a 1044 shorter period of time as determined by the president or the 1045 speaker. A member of the committee is eligible for reappointment. 1046

(C) The turnpike legislative review oversight committee shall 1047 meet at least quarterly and may meet at the call of its 1048 chairperson, or upon the written request to the chairperson of not 1049 fewer than four members of the committee. Meetings shall be held 1050 at sites that are determined solely by the chairperson of the 1051 committee. At each meeting, the Ohio turnpike chairperson of the 1052 commission or the private entity operating the Ohio turnpike under 1053 a public-private lease agreement shall make a report to the 1054 committee on commission matters, including but not limited to 1055 financial and budgetary matters and proposed and on-going 1056 construction, maintenance, repair, and operational projects of the 1057 commission. 1058

The committee, by the affirmative vote of at least four six1059of its members, may submit written recommendations to the1060commission governor, either at meetings held pursuant to this1061section or at any other time, describing new turnpike projects or1062new interchanges located on existing projects that the committee1063believes the commission governor should consider constructing1064approving under section 5537.03 of the Revised Code.1065

(D) The members of the turnpike legislative review oversight 1066
 committee who are members of the general assembly shall serve 1067
 without compensation, but shall be reimbursed by the commission 1068
 for their actual and necessary expenses incurred in the discharge 1069
 of their official duties as committee members. Serving as a member 1070
 of the turnpike legislative review oversight committee does not 1071
 constitute grounds for resignation from the senate or house of 1072

representatives under section 101.26 of the Revised Code. 1073

sec. 5537.26. (A) Except as provided in division (D) of this 1074 section, no increase by the Ohio turnpike commission in the toll 1075 rate structure that is applicable to vehicles operating on a 1076 turnpike project shall become effective unless the commission 1077 complies with the notice and hearing requirements prescribed in 1078 division (B) of this section, and the commission shall not take 1079 any action that expands, has the effect of expanding, or will to 1080 any degree at any time in the future have the effect of expanding 1081 the sphere of responsibility of the commission beyond the Ohio 1082 turnpike, unless the commission complies with the notice and 1083 hearing requirements prescribed in division (B) of this section. 1084

(B) Not less than ninety days prior to the date on which the 1085 commission votes to increase any part of the toll rate structure 1086 that is applicable to vehicles operating on a turnpike project, 1087 and not less than ninety days prior to the date on which the 1088 commission votes to take an action that expands, has the effect of 1089 expanding, or will to any degree at any time in the future have 1090 the effect of expanding the sphere of responsibility of the 1091 commission beyond the Ohio turnpike, the commission shall do both 1092 of the following: 1093

(1) Send notice to the governor and the presiding officers 1094 and minority leaders of the senate and house of representatives 1095 that details the proposed increase to the toll rate structure or 1096 the expansion of the sphere of responsibility of the commission 1097 beyond the Ohio turnpike, including a description of and a 1098 justification for the increase or expansion; 1099

(2) Commence holding public hearings on the proposed increase
in the toll rate structure or the proposed action. If the
commission is proposing an increase in the toll rate structure
that is applicable to vehicles operating on a turnpike project, it

shall hold not less than three public hearings in three 1104 geographically diverse locations in this state that are in the 1105 immediate vicinity of the affected project. If the commission is 1106 proposing to take an action that expands, has the effect of 1107 expanding, or will to any degree at any time in the future have 1108 the effect of expanding the sphere of responsibility of the 1109 commission beyond the Ohio turnpike, it shall hold not less than 1110 three public hearings in three locations in the immediate vicinity 1111 where the expanded responsibilities would arise. 1112

The commission shall hold the third or, if it holds more than 1113 three hearings, the last hearing of any set of hearings required 1114 to be held under this section not less than thirty days prior to 1115 the date on which it votes to increase part of the toll rate 1116 structure that is applicable to vehicles operating on a turnpike 1117 project or to take an action that expands, has the effect of 1118 expanding, or will to any degree at any time in the future have 1119 the effect of expanding the sphere of responsibility of the 1120 commission beyond the Ohio turnpike. 1121

The commission shall inform the public of all the hearings 1122 required to be held under this section by causing a notice to be 1123 published in a newspaper of general circulation in the county in 1124 which each hearing is to be held, not less than once per week for 1125 two weeks prior to the date of the hearing. 1126

(C) If the commission does not comply with the notice and 1127 hearing requirements contained in division (B) of this section and 1128 votes for an increase in the toll rate structure that is 1129 applicable to vehicles operating on a turnpike project, the 1130 increase in the toll rate structure shall not take effect, any 1131 attempt by the commission to implement the increase in the toll 1132 rate structure is void, and, if necessary, the attorney general 1133 shall file an action in the court of common pleas of the county in 1134 which the principal office of the commission is located to enjoin 1135

shall not implement any increase until it complies with division 1137
(B) of this section. 1138

If the commission does not comply with the notice and hearing 1139 requirements contained in division (B) of this section and votes 1140 to take an action that expands, has the effect of expanding, or 1141 will to any degree at any time in the future have the effect of 1142 expanding the sphere of responsibility of the commission beyond 1143 the Ohio turnpike, the commission shall not take the proposed 1144 action and, if necessary, the attorney general shall file an 1145 action in the court of common pleas of the county in which the 1146 principal office of the commission is located to enjoin the 1147 commission from taking the proposed action. The commission shall 1148 not take the proposed action until it complies with the notice and 1149 hearing requirements prescribed in division (B) of this section. 1150

(D) Divisions (A) to (C) of this section do not apply to any 1151
decrease made to the toll rate structure by the commission. The 1152
commission may implement a temporary decrease in the toll rate 1153
structure only if it does not exceed eighteen months in duration. 1154
Prior to instituting any decrease to the toll rate structure, the 1155
commission shall do both of the following: 1156

(1) Not less than five days prior to any public meeting under 1157 division (D)(2) of this section, send notice to the governor and 1158 the presiding officers and minority leaders of the senate and 1159 house of representatives that details the proposed decrease to the 1160 toll rate structure; 1161

(2) Hold a public meeting to explain to members of the 1162 traveling public the reasons for the upcoming decrease, to inform 1163 them of any benefits and any negative consequences, and to give 1164 them the opportunity to express their opinions as to the relative 1165 merits or drawbacks of each toll decrease. The commission shall 1166 inform the public of the meeting by causing a notice to be 1167 published in newspapers of general circulation in Cuyahoga, Lucas,1168Mahoning, Trumbull, Williams, and Summit counties not less than1169five days prior to the meeting. The commission shall not be1170required to hold any public hearing or meeting upon the expiration1171of any temporary decrease in the toll rate structure, so long as1172it implements the same toll rate structure that was in effect1173immediately prior to the temporary decrease.1174

(E) As used in this section, "Ohio turnpike" means the toll 1175 freeway that is under the jurisdiction of the commission and runs 1176 in an easterly and westerly direction across the entire northern 1177 portion of this state between its borders with the state of 1178 Pennsylvania in the east and the state of Indiana in the west, and 1179 carries the interstate highway designations of interstate 1180 seventy-six, interstate eighty, and interstate eighty-ninety This 1181 section does not apply to toll increases by a private entity 1182 operating the Ohio turnpike pursuant to a public-private lease 1183 agreement under section 5537.011 of the Revised Code. 1184

sec. 5537.27. The Ohio turnpike commission, the director of 1185 transportation or the director's designee, and another person 1186 designated by the governor shall establish a procedure whereby a 1187 political subdivision or other government agency or agencies may 1188 submit a written application to the commission, requesting the 1189 commission to construct and operate a project within the 1190 boundaries of the subdivision, agency, or agencies making the 1191 request. The procedure shall include a requirement that the 1192 commission send a written reply to the subdivision, agency, or 1193 agencies, explaining the disposition of the request. The procedure 1194 established pursuant to this section shall not become effective 1195 unless it is approved by the commission and by the director or the 1196 director's designee and the designee of the governor, and shall 1197 require submission of the proposed project to the turnpike 1198 legislative review oversight committee if the project must be 1199 approved by the governor.

sec. 5537.28. (A) Notwithstanding any other provision of law, 1201 on and after the effective date of this section October 17, 1996, 1202 the Ohio turnpike commission shall not expend any toll revenues 1203 that are generated by an existing turnpike project to fund in any 1204 manner or to any degree the construction, operation, maintenance, 1205 or repair of another turnpike project the location of which must 1206 be reviewed by the turnpike legislative review oversight committee 1207 and approved by the governor. 1208

In paying the cost of such a project, the commission may 1209 issue bonds and bond anticipation notes as permitted by this 1210 chapter, and may accept moneys from any source to pay the cost of 1211 any portion of the project, including, but not limited to, the 1212 federal government, any department or agency of this state, and 1213 any political subdivision or other government agency. Each such 1214 project shall be constructed, operated, maintained, and repaired 1215 entirely with funds generated by that project or otherwise 1216 specifically acquired for that project from sources permitted by 1217 this chapter. 1218

(B) The commission shall not expend any toll revenues 1219 generated by the Ohio turnpike to pay any amount of the principal 1220 amount of, or interest due on, any bonds or bond anticipation 1221 notes issued by the commission to pay any portion of the cost of 1222 another turnpike project the location of which must be reviewed by 1223 the turnpike legislative review oversight committee and approved 1224 by the governor. The commission shall not expend any toll revenues 1225 generated by any turnpike project to pay any amount of the 1226 principal amount of, or interest due on, any bonds or bond 1227 anticipation notes issued by the commission to pay any portion of 1228 the cost of a new turnpike project the location of which must be 1229 reviewed by the turnpike legislative review oversight committee 1230

(C) As used in this section+

1234

(1) "Ohio turnpike" has the same meaning as in division (E) 1235 of section 5537.26 of the Revised Code; 1236

(2) "Another, "another turnpike project" does not include 1237 infrastructure improvements on the Ohio turnpike or on connecting 1238 roadways within one mile of an Ohio turnpike interchange. 1239

Section 2. That existing sections 3315.37, 3333.28, 3333.38,12403345.32, 5537.01, 5537.02, 5537.03, 5537.21, 5537.24, 5537.26,12415537.27, and 5537.28 of the Revised Code are hereby repealed.1242

Section 3. Not later than one year after the beginning of the 1243 first academic year for which scholarships are awarded under the 1244 Ohio Promise Scholarship Program, the Chancellor of the Ohio Board 1245 of Regents shall recommend to the General Assembly, in accordance 1246 with section 101.68 of the Revised Code, the elimination of other 1247 scholarship programs currently authorized that the Chancellor 1248 determines are duplicative of the Ohio Promise Scholarship Program 1249 and, therefore, may be eliminated. 1250

Section 4. Upon the abolition of the Ohio Turnpike Commission 1251 under section 5537.02 of the Revised Code, all of its functions, 1252 assets, and liabilities are transferred to the Department of 1253 Administrative Services. The Department is thereupon and 1254 thereafter successor to, assumes the obligations of, and otherwise 1255 constitutes the continuation of the Ohio Turnpike Commission. 1256

Any business commenced but not completed by the Ohio Turnpike 1257 Commission when it is abolished shall be completed by the 1258 Department of Administrative Services in the same manner, and with 1259

the same effect, as if completed by the Ohio Turnpike Commission. 1260 No validation, cure, right, privilege, remedy, obligation, or 1261 liability is lost or impaired by reason of the transfer required 1262 by this section and shall be administered by the Department of 1263 Administrative Services. All of the Ohio Turnpike Commission's 1264 rules, orders, and determinations continue in effect as rules, 1265 orders, and determinations of the Department of Administrative 1266 Services until modified or rescinded by the Department of 1267 Administrative Services. If necessary to ensure the integrity of 1268 the numbering of the Administrative Code, the Director of the 1269 Legislative Service Commission shall renumber the Ohio Turnpike 1270 Commission's rules to reflect their transfer to the Department of 1271 Administrative Services. 1272

Wherever the Ohio Turnpike Commission is referred to in any1273law, contract, or other document, the reference shall be deemed to1274refer to the Department of Administrative Services.1275

No action or proceeding pending on the effective date of this 1276 act is affected by the transfer, and shall be prosecuted or 1277 defended in the name of the Department of Administrative Services. 1278 In all such actions and proceedings, the Department of 1279 Administrative Services upon application to the court shall be 1280 substituted as a party. 1281

All employees of the Ohio Turnpike Commission cease to hold 1282 their positions of employment upon the abolishment of the Ohio 1283 Turnpike Commission. 1284

Section 5. Sections 1, 2, 3, and 4 of this act shall not take 1285 effect unless a proposal to amend Section 6 of Article XV of the 1286 Constitution of the State of Ohio to authorize the state lottery 1287 to be operated by a private entity and to authorize the net profit 1288 of the state lottery to be used for scholarships for Ohio 1289 residents who are students at institutions of higher education 1290 located in Ohio, in addition to the current use of the net profit 1291 for the support of elementary, secondary, vocational, and special 1292 education programs, is approved by the electors of the state at a 1293 general or special election held in 2009 or 2010. 1294