As Adopted by the House

128th General Assembly Regular Session 2009-2010

Sub. S. J. R. No. 1

Senators Grendell, Wilson

Cosponsors: Senators Harris, Patton, Schuler, Schaffer, Hughes, Fedor, Miller, D., Smith, Widener, Miller, R., Wagoner, Carey, Cates, Stewart, Faber, Buehrer, Cafaro, Gibbs, Gillmor, Goodman, Kearney, Morano, Roberts, Sawyer, Schiavoni, Schuring, Turner Representatives Adams, R., Amstutz, Bacon, Balderson, Batchelder, Blair, Blessing, Bolon, Book, Boose, Boyd, Burke, Carney, Celeste, Chandler, Coley, Combs, Daniels, DeBose, DeGeeter, Derickson, Dodd, Dolan, Domenick, Driehaus, Dyer, Evans, Fende, Foley, Gardner, Garland, Garrison, Gerberry, Goodwin, Goyal, Grossman, Hackett, Hagan, Harris, Harwood, Heard, Hite, Hottinger, Huffman, Jordan, Koziura, Letson, Luckie, Lundy, Maag, Mallory, Martin, McClain, McGregor, Mecklenborg, Miller, Moran, Murray, Newcomb, Oelslager, Okey, Otterman, Patten, Phillips, Pillich, Pryor, Ruhl, Sayre, Schneider, Skindell, Slesnick,

Snitchler, Stautberg, Stewart, Szollosi, Uecker, Wachtmann, Weddington,

Williams, B., Williams, S., Winburn, Yates, Yuko, Zehringer, Budish

JOINT RESOLUTION

Proposing to enact Section 2r of Article VIII of the	1
Constitution of the State of Ohio to provide	2
compensation to veterans of the Persian Gulf,	3
Afghanistan, and Iraq conflicts.	4
Be it resolved by the General Assembly of the State of Ohio,	5
three-fifths of the members elected to each house concurring	б
herein, that there shall be submitted to the electors of the	7
state, in the manner prescribed by law at the general election to	8
be held on November 3, 2009, a proposal to enact Section 2r of	9
Article VIII of the Constitution of Ohio to read as follows:	10

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Section 2r. (A) Upon the request of the department of	12
veterans services, the Ohio public facilities commission shall	13
proceed to issue and sell, from time to time, bonds or other	14
obligations of the state in such amounts as are necessary to	15
provide all or part of the funds as may be required to pay the	16
compensation established by, and the expenses of administering,	17
this section. The original principal amount of obligations so	18
issued shall not exceed two hundred million dollars, provided that	19
obligations issued under this section to retire or refund	20
obligations previously issued under this section shall not be	21
counted against that issuance limitation. The full faith and	22
credit, revenue, and taxing power of the state is hereby pledged	23
for payment of debt service on such obligations issued under this	24
section, and the state covenants to continue the levy, collection,	25
and application of sufficient state excises, taxes, and revenues	26
to the extent needed for those purposes; provided that moneys	27
referred to in Section 5a of Article XII of the Constitution of	28
the State of Ohio may not be pledged or used for the payment of	29
debt service. As used in this section, "debt service" means	30
principal and interest and other accreted amounts payable on the	31
obligations authorized by this section.	32
Each obligation so issued shall mature not later than the	33
thirty-first day of December of the fifteenth calendar year after	34
its issuance, except that obligations issued to refund obligations	35
under this section shall mature not later than the thirty-first	36
day of December of the fifteenth calendar year after the year in	37
which the original obligation was issued. Except for obligations	38
issued under this section to retire or refund obligations	39
previously issued under this section, no obligations shall be	40
issued under this section later than December 31, 2013.	41

In the case of the issuance of any obligations under this 42

section as bond anticipation notes, provision shall be made in the	43
bond or note proceedings for the establishment, and the	44
maintenance during the period the notes are outstanding, of	45
special funds into which there shall be paid, from the sources	46
authorized for payment of the bonds anticipated, the amount that	47
would have been sufficient to pay the principal that would have	48
been payable on those bonds during that period if bonds maturing	49
serially in each year over the maximum period of maturity referred	50
to in this section had been issued without the prior issuance of	51
the notes. Those special funds and investment income on them shall	52
be used solely for the payment of debt service on those notes or	53
the bonds anticipated.	54
The obligations issued under this section, their transfer,	55
and the interest, interest equivalent, and other income thereon,	56
including any profit made on their sale, exchange, or other	57
disposition, shall at all times be free from taxation within the	58
<u>state.</u>	59
Such obligations may be sold at public or private sale as	60
determined by the Ohio public facilities commission.	61
(B) Out of the proceeds of the sale of all obligations,	62
except those issued to refund or retire obligations previously	63
issued under this section, the amount that represents accrued	64
interest, if any, shall be paid into the state treasury into the	65
Persian gulf, Afghanistan, and Irag conflicts compensation bond	66
retirement fund, which is hereby created. As determined at the	67
time of sale, the amount that represents premium shall be paid	68
into either the Persian gulf, Afghanistan, and Irag conflicts	69
compensation bond retirement fund or the Persian gulf,	70
Afghanistan, and Irag conflicts compensation fund, which is hereby	71
created in the state treasury. The balance of the proceeds shall	72
be paid into the Persian gulf, Afghanistan, and Iraq conflicts	73
compensation fund. All proceeds of the sale of any obligations	74

issued under this section to refund or retire obligations	75
previously issued under this section shall be paid into the	76
Persian gulf, Afghanistan, and Iraq conflicts compensation bond	77
retirement fund and used to pay debt service on those outstanding	78
obligations so refunded. The general assembly may appropriate and	79
cause to be paid into the Persian gulf, Afghanistan, and Irag	80
conflicts compensation bond retirement fund or the Persian gulf,	81
Afghanistan, and Iraq conflicts compensation fund, out of money in	82
the treasury not otherwise appropriated, such amount as is proper	83
for use for the purposes for which such funds are created. Except	84
for amounts advanced by the general assembly to the Persian gulf,	85
Afghanistan, and Iraq conflicts compensation fund with the express	86
expectation of reimbursement from the proceeds of obligations paid	87
into that fund, and except for amounts transferred under division	88
(E) of this section for the purpose of defraying the immediate	89
cost of administration and compensation, if the general assembly	90
appropriates any funds to the Persian gulf, Afghanistan, and Irag	91
conflicts compensation fund prior to the time obligations have	92
been issued in the original principal amount authorized in this	93
section, that original principal amount authorized in this section	94
shall be reduced by the amount of funds appropriated.	95
	96
<u>(C) On or before the fifteenth day of July of each fiscal</u>	97
year, the Ohio public facilities commission shall certify, or	98
cause to be certified, to the director of budget and management	99
cause to be certified, to the director of budget and management	29

the total amount of money required during the current fiscal year, 100 together with all other money that will be available in the 101 Persian gulf, Afghanistan, and Irag conflicts compensation bond 102 retirement fund, to meet in full all debt service and related 103 financing costs on the obligations issued under this section. The 104 director shall transfer from the general revenue fund to the 105 Persian gulf, Afghanistan, and Iraq conflicts compensation bond 106 retirement fund, without necessity of appropriation by the general 107

assembly, an amount equal to the amount so certified, and those	108
funds shall be used for the payment of the debt service.	109
	110
(D)(1) The Persian gulf, Afghanistan, and Irag conflicts	111
compensation fund shall be paid out upon the order of the	112
department of veterans services, without necessity of	113
appropriation by the general assembly, in payment of the expenses	114
of administering this section and as compensation as follows to	115
each person who meets all of the following requirements:	116
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(a) The person has served in active duty in the United States	118
armed forces, except active duty for training only, at any time	119
between August 2, 1990, and March 3, 1991, at any time between	120
October 7, 2001, and the date determined by the president of the	121
<u>United States as the end of involvement of the United States armed</u>	122
forces in Afghanistan, or at any time between March 19, 2003, and	123
the date determined by the president of the United States as the	124
end of the involvement of the United States armed forces in Iraq.	125
	126
(b) The person was an Ohio resident at the start of active	127
duty service and is currently an Ohio resident.	128
(c) The person was separated from the United States armed	129
forces under honorable conditions, is still serving in active duty	130
service, or remains in any reserve component of the United States	131
armed forces or in the Ohio national guard after serving on active	132
<u>duty.</u>	133
<u>A person who meets the requirements of divisions (D)(1)(a),</u>	134
(b), and (c) of this section is entitled to, and may apply to	135
receive, compensation of fifty dollars for each month of active	136
domestic or foreign service and one hundred dollars for each month	137
<u>of Persian qulf, Afghanistan, or Irag service during the</u>	138

compensable periods. A person who is medically discharged or	139
medically retired from service due to combat-related disabilities	140
<u>sustained during Persian gulf, Afghanistan, or Iraq service is</u>	141
entitled to, and may apply to receive, compensation of one	142
thousand dollars. The maximum amount of cash payable to any person	143
in active domestic or foreign service is five hundred dollars and	144
the maximum amount of cash payable to any person in Persian gulf,	145
Afghanistan, or Irag service is one thousand dollars, unless the	146
person qualifies for a survivor's payment or a payment based on	147
missing in action or prisoner of war status under division (D)(2)	148
or (D)(3) of this section. Compensation for a fraction of a month	149
of service shall be paid on the basis of one-thirtieth of the	150
appropriate monthly amount for each day of service.	151
	152
(2) The surviving spouse, surviving child or children, or	153
surviving parent or parents, including a person or persons	154
standing in loco parentis for at least one year preceding	155
<u>commencement of service in the United States armed forces, is</u>	156
entitled to, and may apply to receive, the same amount of	157
	158
compensation that the person who served in the armed forces would	
have received under division (D)(1) of this section. If the United	159
States department of veterans' affairs determines that the	160
person's death was the result of injuries or illness sustained in	161
Persian gulf, Afghanistan, or Irag service, the person's survivors	162
are entitled to, and may apply for, a survivor's payment of five	163
thousand dollars, regardless of the amount of compensation that	164
the deceased would have been entitled to receive under this	165
section, if living. The survivor's payment shall be made to the	166
surviving spouse. If there is no surviving spouse, the payment	167
shall go to the surviving child or children. If there are no	168
surviving children, the payment shall go to the surviving parent	169
or parents or person or persons standing in loco parentis for at	170
least one year preceding commencement of service in the United	171

States armed forces

States armed forces.	172
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(3) A person designated by the United States department of	174
defense as missing in action as a result of honorable service or	175
held in enemy captivity, or the spouse, child, or parent,	176
including a person standing in loco parentis for at least one year	177
preceding commencement of service in the United States armed	178
forces, of a person designated as missing in action or held in	179
enemy captivity, is entitled to, and may apply for, a payment of	180
five thousand dollars. This payment replaces any other cash	181
benefit payable under this section. While the person is missing or	182
held captive, the payment shall be made to the person's spouse. If	183
there is no spouse to claim the payment, payment shall be made to	184
the person's child or children. If the person does not have	185
children, payment shall be made to the person's parent or parents	186
or person or persons standing in loco parentis for at least one	187
year preceding commencement of service in the United States armed	188
forces.	189
<u>No payment to a spouse, child, parent, or person in loco</u>	190
parentis of a person designated as missing in action as a result	191
of honorable service or held in enemy captivity, while the person	192
is missing in action or held captive, shall prevent the missing or	193
captive person from claiming and receiving a bonus of an equal	194
amount on the person's release or location.	195
(4) Compensation shall not be paid under this section as	196
<u>follows:</u>	197
<u>(a) To any person who received from another state a bonus or</u>	198
compensation of a similar nature;	199
(b) To any person who served less than ninety days in the	200
(2) TO any person who berved read chain inflicely days the end	2.111
United States armed forces, unless active duty was terminated as a	
<u>United States armed forces, unless active duty was terminated as a</u> result of injuries or illness sustained during Persian gulf,	200 201 202

Afghanistan, or Iraq service during the compensable period;	203
(c) To any person for any time period spent under penal	204
confinement during the compensable period.	205
(5) No sale or assignment of any right or claim to	206
compensation under this section shall be valid. No claims of	207
creditors shall be enforceable against rights or claims to or	208
payments of compensation under this section. No fees shall be	209
charged for services in connection with the prosecution of any	210
right or claim to compensation or the collection of any	211
compensation under this section.	212
(6) All applications for payment of compensation under this	213
section shall be made to the department of veterans services	214
according to the following schedule:	215
(a) For Persian gulf service, not later than December 31,	216
<u>2013;</u>	217
(b) For Afghanistan service, not later than three years after	218
the date determined by the president of the United States as the	219
end of involvement of the United States armed forces in	220
<u>Afghanistan;</u>	221
(c) For Irag service, not later than three years after the	222
date determined by the president of the United States as the end	223
of involvement of the United States armed forces in Iraq.	224
(7) As used in this section:	225
"Afghanistan service" means military service within	226
Afghanistan during the period between October 7, 2001, and the	227
date determined by the president of the United States as the end	228
of the involvement of the United States armed forces in	229
<u>Afghanistan.</u>	230
"Domestic service" means service within the territorial	231
limits of the fifty states.	232

"Foreign service" means service in locations other than the	233
territorial limits of the fifty states, excluding Persian gulf,	234
<u>Afghanistan, or Iraq service.</u>	235
"Irag service" means military service within Irag during the	236
period between March 19, 2003, and the date determined by the	237
president of the United States as the end of the involvement of	238
the United States armed forces in Iraq.	239
"Persian gulf service" means military service within the	240
Persian gulf theater of operations during the period between	241
<u>August 2, 1990, and March 3, 1991.</u>	242
"United States armed forces" includes the army, air force,	243
navy, marine corps, and coast guard; any active reserve component	244
of such forces; and members of the Ohio national guard serving on	245
active duty.	246
(E) The department of veterans services (hereinafter referred	247
to as the "department") shall have complete charge of making	248
payment of compensation under division (D) of this section and	249
shall adopt rules, including rules regarding the amounts to which	250
beneficiaries are entitled, residency requirements for purposes of	251
division (D)(1)(b) of this section, and any other rules necessary	252
to implement this section. These rules shall be adopted in	253
accordance with Chapter 119. of the Revised Code.	254
The department shall select and appoint legal counsel and	255
employees as are necessary and fix their compensation and	256
prescribe their duties. All appointees shall serve at the pleasure	257
of the director of veterans services. When practical, the	258
department shall employ Persian gulf, Afghanistan, and Irag	259
conflict veterans to fill such positions. The general assembly	260
shall transfer necessary funds to the Persian gulf, Afghanistan,	261
and Iraq conflicts compensation fund and to the department's	262
operating budget, for the purpose of defraving the immediate cost	263

of administration and compensation. Any funds so transferred shall	264
not reduce the original principal amount of obligations that may	265
be issued under this section.	266
On payment of all valid claims for cash compensation made	267
within the time limitations under this section, the department may	268
transfer any funds remaining in the Persian gulf, Afghanistan, and	269
Iraq conflicts compensation fund to the Persian gulf, Afghanistan,	270
and Iraq conflicts compensation bond retirement fund.	271
	272
On retirement of all of the obligations issued under this	273
section and payment of all valid claims for cash compensation made	274
within the time limitations under this section, the department	275
shall make a final report to the general assembly. Any balance	276
remaining in the Persian gulf, Afghanistan, and Irag conflicts	277
compensation fund or the Persian gulf, Afghanistan, and Irag	278
conflicts compensation bond retirement fund shall be transferred	279
or disposed of as provided by law.	280
Notwithstanding any other provision of this section to the	281
contrary, valid claims for cash compensation made within the time	282
limitations under this section shall be paid only if adequate	283
funds remain in the Persian gulf, Afghanistan, and Irag conflicts	284
compensation fund.	285
(F) The people of this state declare it to be their intention	286
that this amendment in no manner affects or changes any of the	287
existing provisions of the Constitution except as set forth in	288
this section. The provisions of this section shall be	289
self-executing.	290
(G) Debt service on obligations issued pursuant to this	291
section shall not be included in the calculation of total debt	292
service for purposes of division (A) of Section 17 of Article VIII	293
of the Constitution of the State of Ohio.	294

(H) As provided in divisions (C) and (D)(1) of this section,	295
no further act of appropriation is necessary, notwithstanding	296
Section 22 of Article II of the Constitution of the State of Ohio.	297
(I) Any reference in this section to a public office,	298
officer, or body shall include any successor thereto.	299
EFFECTIVE DATE	300
If adopted by a majority of the electors voting on this	301

proposal at the general election held November 3, 2009, Section 2r 302 of Article VIII of the Constitution of the State of Ohio shall 303 take effect immediately. 304