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132nd General Assembly

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T

Sub. H. B. No. 98

Representatives Duffey, Boggs

Cosponsors: Representatives Miller, Bishoff, Dever, Dean, West, Seitz, Zeltwanger, Hood, Young, Stein, Lepore-Hagan, Romanchuk, Brenner, Anielski, Antani, Antonio, Arndt, Ashford, Barnes, Blessing, Boccieri, Boyd, Brown, Butler, Carfagna, Celebrezze, Cera, Clyde, Craig, Cupp, Edwards, Fedor, Galonski, Gavarone, Ginter, Gonzales, Green, Greenspan, Hagan, Hambley, Hill, Holmes, Householder, Howse, Hughes, Ingram, Keller, Kelly, Kick, Landis, Lang, Leland, Lipps, Manning, O'Brien, Patterson, Patton, Pelanda, Perales, Ramos, Reece, Reineke, Retherford, Rezabek, Roegner, Rogers, Ryan, Schuring, Sheehy, Smith, R., Sprague, Strahorn, Sweeney, Sykes

Senators Gardner, Beagle, Brown, Eklund, Hackett, Huffman, Kunze, LaRose, Lehner, Manning, O'Brien, Oelslager, Schiavoni, Sykes, Tavares, Terhar, Thomas, Uecker, Yuko

A BILL

0	amend sections 3313.471, 3319.223, 3319.36, and	1
	3333.122, to enact new section 3319.229 and	2
	section 3317.029, and to repeal section 3319.229	3
	of the Revised Code and to amend Section 265.210	4
	of Am. Sub. H.B. 49 of the 132nd General	5
	Assembly regarding the presentation of career	6
	information to students, the calculation of Ohio	7
	College Opportunity Grant awards, and career-	8
	technical educator licenses; to modify degree	9
	requirements for interim career-technical	10
	teachers; to provide an additional payment to	11
	school districts with nuclear power plants in	12
	their territories that meet specified criteria;	13
	and to modify the earmarked appropriations for	14
	certain payments to school districts.	15

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

Section 1. That sections 3313.471, 3319.223, 3319.36, and	16
3333.122 be amended and new section 3319.229 and section	17
3317.029 of the Revised Code be enacted to read as follows:	18
Sec. 3313.471. (A) As used in this section, "armed forces"	19
means the Ohio national guard, the Ohio naval militia, the Ohio	20
military reserve, and the active and reserve components of the	21
United States army, navy, air force, marine corps, and coast	22
guard.	23
(B) No school district board of education shall impose any	24
restriction on the presentation of career information to	25
students that is not uniformly imposed on representatives of the	26
armed forces, skilled trades, institutions of higher education,	27
<pre>career-technical education providers, business, industry,</pre>	28
charitable institutions, <u>and</u> other employers, and institutions	29
of higher education or prohibit the presentation of information	30
or recruitment of students by those representatives for	31
employment, employment training, or education on the district's	32
campus. The board shall provide equal access to any of the	33
district's employment or placement services to all of the	34
entities described in this division.	35
(C) The district board shall provide any entity described	36
in division (B) of this section with at least two opportunities	37
per school year to present information in person to all students	38
in grades nine through twelve individually or in a group setting	39
and shall provide students with the opportunity to speak in	40
person with the entities that participate in those	41
opportunities. This requirement may be satisfied by providing	42

common area access for presentation of information materials or	43
by providing a scheduled educational or career fair.	44
(D) To the extent permitted by federal law and in	45
accordance with this section, the district board may develop an	46
application process for entities that wish to access school	47
property for the purpose of presenting information to students.	48
The board may develop standards of conduct and require entities	49
to adhere to those standards as a condition of continued access	50
and presentation of information materials.	51
Sec. 3317.029. (A) As used in this section:	52
(1) "Eligible district" means a city, local, or exempted	53
village school district that satisfies both of the following	54
<pre>conditions:</pre>	55
(a) The district has a nuclear power plant located within	56
<pre>its territory.</pre>	57
(b) The total taxable value of public utility personal	58
property in the district for tax year 2017 is at least fifty per	59
cent less than the total taxable value of public utility	60
personal property in the district for tax year 2016.	61
(2) (a) For fiscal year 2015, "state education aid" means	62
the sum of the district's payments for that fiscal year under	63
sections 3317.022 and 3317.0212 of the Revised Code and Section	64
263.240 of Am. Sub. H.B. 59 of the 130th general assembly.	65
(b) For each of fiscal years 2016 and 2017, "state	66
education aid" means the sum of the district's payments for that	67
fiscal year under sections 3317.022 and 3317.0212 of the Revised	68
Code and Section 263.230 of Am. Sub. H.B. 64 of the 131st	69
general assembly.	70

(c) For each of fiscal years 2018 and 2019, "state	71
education aid" means the sum of the district's payments for that	72
fiscal year under sections 3317.022 and 3317.0212 of the Revised	73
Code and Sections 265.220 and 265.233 of Am. Sub. H.B. 49 of the	74
132nd general assembly.	75
(d) For each of fiscal years 2020 and 2021, "state	76
education aid" means the sum of the district's payments for that	77
fiscal year under sections 3317.022 and 3317.0212 of the Revised	78
Code and any temporary transitional aid that is authorized by	79
the general assembly minus any reductions due to funding	80
limitations that are authorized by the general assembly.	81
(3) "Taxes charged and payable" has the same meaning as in	82
section 3317.02 of the Revised Code. For purposes of this	83
section, at no time shall "taxes charged and payable" include	84
taxes levied for joint vocational school district purposes or	85
levied under section 5705.23 of the Revised Code.	86
(4) "Total ADM" has the same meaning as in section 3317.02	87
of the Revised Code.	88
(5) An eligible district's "total resources" for a fiscal	89
<pre>year is equal to the sum of the following:</pre>	90
(a) The district's state education aid for that fiscal	91
<pre>year;</pre>	92
(b) For fiscal year 2015, the amount of the district's	93
payments for that fiscal year under sections 5727.85 and 5751.21	94
of the Revised Code as they existed prior to June 30, 2015;	95
(c) For fiscal year 2016 and any subsequent fiscal year,	96
the amount of the district's payments for that fiscal year under	97
section 5709.92 of the Revised Code;	98

(d) For fiscal years 2016 and 2017, the amount of the	99
district's payment for that fiscal year under Section 263.325 of	100
Am. Sub. H.B. 64 of the 131st general assembly, as subsequently	101
<pre>amended;</pre>	102
(e) The sum of the following:	103
(i) The district's taxes charged and payable for current	104
expenses for the first half of the most recent tax year for	105
which data is available during that fiscal year. For fiscal	106
years 2018, 2019, 2020, and 2021, this amount shall include only	107
the taxes charged and payable for current expenses pursuant to	108
property tax levies that are in effect as of the effective date	109
of this section.	110
(ii) The district's taxes charged and payable for current	111
expenses for the second half of the tax year immediately	112
preceding the most recent tax year for which data is available	113
during that fiscal year. For fiscal years 2018, 2019, 2020, and	114
2021, this amount shall include only the taxes charged and	115
payable for current expenses pursuant to property tax levies	116
that are in effect as of the effective date of this section.	117
(f) Distributions received by the district during that	118
fiscal year from the gross casino revenue county student fund;	119
(g) The amount of the district's payment for that fiscal	120
year under section 3317.028 of the Revised Code.	121
(6) An eligible district's "total resources per pupil" for	122
a fiscal year is equal to the district's total resources for	123
that fiscal year divided by the district's total ADM for that	124
fiscal year.	125
(B) For each of fiscal years 2019, 2020, and 2021, the	126
department of education shall pay each eligible district an	127

amount computed as follows:	128
(1) Calculate the average of the district's total	129
resources per pupil for fiscal years 2015, 2016, 2017, and 2018;	130
(2) Multiply the average calculated under division (B)(1)	131
of this section by 0.97;	132
(3) (a) If the district's total ADM for the applicable	133
fiscal year is greater than or equal to the district's total ADM	134
for the fiscal year immediately preceding the applicable fiscal	135
year, multiply the amount calculated under division (B)(2) of	136
this section by the total ADM for the applicable fiscal year;	137
(b) If the district's total ADM for the applicable fiscal	138
year is less than the district's total ADM for the fiscal year	139
immediately preceding the applicable fiscal year, multiply the	140
amount calculated under division (B)(2) of this section by the	141
<pre>following:</pre>	142
The total ADM for the applicable fiscal year + [(the total ADM_	143
for the fiscal year immediately preceding the applicable fiscal	144
year - the total ADM for the applicable fiscal year) X 0.5]	145
(4) Calculate the amount to be paid to the district by	146
subtracting the district's total resources for the applicable	147
fiscal year from the amount calculated under division (B)(3) of	148
this section.	149
If the result of the calculation for a district under	150
division (B)(4) of this section is less than zero, the	151
district's payment under this section shall be zero.	152
(C) Any payments for a fiscal year made to an eligible	153
district under this section shall occur after the department has	154
made a payment to the district for that fiscal year under	155

section 3317.028 of the Revised Code or has determined that the	156
district is not eligible for a payment for that fiscal year	157
under that section. All payments for a fiscal year made to an	158
eligible district under this section shall be made not later	159
than the last day of July of the following fiscal year. Upon	160
making a payment for a fiscal year under this section, the	161
department shall not make any reconciliations or adjustments to	162
that payment.	163
Sec. 3319.223. (A) Not later than January 1, 2011, the	164
superintendent of public instruction and the chancellor of	165
higher education jointly shall establish the Ohio teacher	166
residency program, which shall be a four-year, entry-level	167
program for classroom teachers. Except as provided in division	168
(B) of this section, the teacher residency program shall include	169
at least the following components:	170
(1) Mentoring by teachers for the first two years of the	171
program;	172
(2) Counseling, as determined necessary by the school	173
district or school, to ensure that program participants receive	174
needed professional development;	175
(3) Measures of appropriate progression through the	176
program, which shall include the performance-based assessment	177
prescribed by the state board of education for resident	178
educators in the third year of the program.	179
(B)(1) For an individual who is teaching career-technical	180
courses under an alternative resident educator license issued	181
under section 3319.26 of the Revised Code or rule of the state	182
board, the Ohio teacher residency program shall include the	183
following components:	184

(a) Conditions that, as of September 29, 2015, were	185
necessary for a participant in the third and fourth year of the	186
program to complete prior to applying for the professional	187
educator license under division (A)(2) of section 3319.22 of the	188
Revised Code, except as provided in division (B)(2)(b) of this	189
section;	190
(b) Four years of successful teaching experience under the	191
alternative resident educator license, as verified by the	192
superintendent of the employing school district;	193
(c) Successful completion of a career-technical workforce	194
development teacher preparation program that consists of not	195
less than twenty-four semester hours, or the equivalent, from a	196
state university. The teacher preparation program shall include	197
a performance based assessment, to be verified by the	198
institution meets the criteria described in division (C)(1) of	199
section 3319.229 of the Revised Code.	200
(2) No individual who is teaching career-technical courses	201
under an alternative resident educator license issued under	202
section 3319.26 of the Revised Code or rule of the state board	203
shall be required to do either of the following:	204
(a) Complete the conditions of the Ohio teacher residency	205
program that a participant, as of September 29, 2015, would have	206
been required to complete during the participant's first and	207
second year of teaching under an alternative resident educator	208
license.	209
(b) Take the performance-based assessment prescribed by	210
the state board for resident educators.	211
(C) The teacher residency program shall be aligned with	212

the standards for teachers adopted by the state board under

section 3319.61 of the Revised Code and best practices	214
identified by the superintendent of public instruction.	215
(D) Each person who holds a resident educator license	216
issued under section 3319.22 or 3319.227 of the Revised Code or	217
an alternative resident educator license issued under section	218
3319.26 of the Revised Code shall participate in the teacher	219
residency program. Successful completion of the program shall be	220
required to qualify any such person for a professional educator	221
license issued under section 3319.22 of the Revised Code.	222
Sec. 3319.229. (A) (1) Notwithstanding the repeal of former	223
section 3319.229 of the Revised Code by this act, the state	224
board of education shall accept applications for new, and for	225
renewal of, professional career-technical teaching licenses	226
through June 30, 2019, and issue them on the basis of the	227
applications received by that date in accordance with the rules	228
described in that former section. Except as otherwise provided	229
in divisions (A)(2) and (3) of this section, beginning July 1,	230
2019, the state board shall issue career-technical workforce	231
development educator licenses only under this section.	232
(2) An individual who, on July 1, 2019, holds a	233
professional career-technical teaching license issued under the	234
rules described in former section 3319.229 of the Revised Code,	235
may continue to renew that license in accordance with those	236
rules for the remainder of the individual's teaching career.	237
However, nothing in this division shall be construed to prohibit	238
the individual from applying to the state board for a career-	239
technical workforce development educator license under this	240
section.	241
(3) An individual who, on July 1, 2019, holds an	242
alternative resident educator license for teaching career-	2/13

technical education issued under section 3319.26 of the Revised	244
Code may, upon the expiration of the license, apply for a	245
professional career-technical teaching license issued under the	246
rules described in former section 3319.229 of the Revised Code.	247
Such an individual may continue to renew the professional	248
license in accordance with those rules for the remainder of the	249
individual's teaching career. However, nothing in this division	250
shall be construed to prohibit the individual from applying to	251
the state board for a career-technical workforce development	252
educator license under this section.	253
(B) The state board, in collaboration with the chancellor	254
of higher education, shall adopt rules establishing standards	255
and requirements for obtaining a two-year initial career-	256
technical workforce development educator license and a five-year	257
advanced career-technical workforce development educator	258
license. Each license shall be valid for teaching career-	259
technical education or workforce development programs in grades	260
four through twelve. The rules shall require applicants for	261
either license to have a high school diploma.	262
(C) (1) The state board shall issue an initial career-	263
technical workforce development educator license to an applicant	264
upon request from the superintendent of a school district that	265
has agreed to employ the applicant. In making the request, the	266
superintendent shall provide documentation, in accordance with	267
procedures prescribed by the department of education, showing	268
that the applicant has at least five years of work experience,	269
or the equivalent, in the subject area in which the applicant	270
will teach. The license shall be valid for teaching only in the	271
requesting district. The superintendent also shall provide	272
documentation, in accordance with procedures prescribed by the	273
department, that the applicant is enrolled in a career-technical	274

workforce development educator preparation program offered by an	275
institution of higher education that has an existing teacher	276
preparatory program in place that meets all of the following	277
<pre>criteria:</pre>	278
(a) Is approved by the chancellor of higher education to	279
provide instruction in teaching methods and principles;	280
(b) Provides classroom support to the license holder;	281
(c) Includes at least three semester hours of coursework	282
in the teaching of reading in the subject area;	283
(d) Is aligned with career-technical education and	284
workforce development competencies developed by the department;	285
(e) Uses a summative performance-based assessment	286
developed by the program and aligned to the competencies	287
described in division (C)(1)(d) of this section to evaluate the	288
license holder's knowledge and skills;	289
(f) Consists of not less than twenty-four semester hours	290
of coursework, or the equivalent.	291
(2) As a condition of continuing to hold the initial	292
career-technical workforce development license, the holder of	293
the license shall be participating in a career-technical	294
workforce development educator preparation program described in	295
division (C)(1) of this section.	296
(3) The state board shall renew an initial career-	297
technical workforce development educator license if the	298
supervisor of the program described in division (C)(1) of this	299
section and the superintendent of the employing school district	300
indicate that the applicant is making sufficient progress in	301
both the program and the teaching position	302

(D) The state board shall issue an advanced career-	303
technical workforce development educator license to an applicant	304
who has successfully completed the program described in division	305
(C)(1) of this section, as indicated by the supervisor of the	306
program, and who demonstrates mastery of the applicable career-	307
technical education and workforce development competencies	308
described in division (C)(1)(d) of this section in the teaching	309
position, as indicated by the superintendent of the employing	310
school district.	311
(E) The holder of an advanced career-technical workforce	312
development educator license shall work with a local	313
professional development committee established under section	314
3319.22 of the Revised Code in meeting requirements for renewal	315
of the license.	316
Sec. 3319.36. (A) No treasurer of a board of education or	317
educational service center shall draw a check for the payment of	318
a teacher for services until the teacher files with the	319
treasurer both of the following:	320
(1) Such reports as are required by the state board of	321
education, the school district board of education, or the	322
superintendent of schools;	323
(2) Except for a teacher who is engaged pursuant to	324
section 3319.301 of the Revised Code, a written statement from	325
the city, exempted village, or local school district	326
superintendent or the educational service center superintendent	327
that the teacher has filed with the treasurer a legal educator	328
license, or true copy of it, to teach the subjects or grades	329
taught, with the dates of its validity. The state board of	330
education shall prescribe the record and administration for such	331
filing of educator licenses in educational service centers.	332

(B) Notwithstanding division (A) of this section, the	333
treasurer may pay any of the following:	334
(1) Any teacher for services rendered during the first two	335
months of the teacher's initial employment with the school	336
district or educational service center, provided such teacher is	337
the holder of a bachelor's degree or higher and has filed with	338
the state board of education an application for the issuance of	339
an educator license described in division (A)(1) of section	340
3319.22 of the Revised Code. The requirement for a bachelor's	341
degree shall not apply to career-technical education teachers	342
licensed under sections 3319.226 and 3319.229 of the Revised	343
Code.	344
(2) Any substitute teacher for services rendered while	345
conditionally employed under section 3319.101 of the Revised	346
Code.	347
(3) Any employee for services rendered under division (F)	348
of section 3319.088 of the Revised Code.	349
(C) Upon notice to the treasurer given by the state board	350
of education or any superintendent having jurisdiction that	351
reports required of a teacher have not been made, the treasurer	352
shall withhold the salary of the teacher until the required	353
reports are completed and furnished.	354
Sec. 3333.122. (A) The chancellor of higher education	355
shall adopt rules to carry out this section and as authorized	356
under section 3333.123 of the Revised Code. The rules shall	357
include definitions of the terms "resident," "expected family	358
contribution," "full-time student," "three-quarters-time	359
student," "half-time student," "one-quarter-time student,"	360
"state cost of attendance," and "accredited" for the purpose of	361

those sections.	362
(B) Only an Ohio resident who meets both of the following	363
is eligible for a grant awarded under this section:	364
(1) The resident has an expected family contribution of	365
two thousand one hundred ninety or less;	366
(2) The resident enrolls in one of the following:	367
(a) An undergraduate program, or a nursing diploma program	368
approved by the board of nursing under section 4723.06 of the	369
Revised Code, at a state-assisted state institution of higher	370
education, as defined in section 3345.12 of the Revised Code,	371
that meets the requirements of Title VI of the Civil Rights Act	372
of 1964;	373
(b) An undergraduate program, or a nursing diploma program	374
approved by the board of nursing under section 4723.06 of the	375
Revised Code, at a private, nonprofit institution in this state	376
holding a certificate of authorization pursuant to Chapter 1713.	377
of the Revised Code;	378
(c) An undergraduate program, or a nursing diploma program	379
approved by the board of nursing under section 4723.06 of the	380
Revised Code, at a career college in this state that holds a	381
certificate of registration from the state board of career	382
colleges and schools under Chapter 3332. of the Revised Code or	383
at a private institution exempt from regulation under Chapter	384
3332. of the Revised Code as prescribed in section 3333.046 of	385
the Revised Code, if the program has a certificate of	386
authorization pursuant to Chapter 1713. of the Revised Code.	387
(d) A comprehensive transition and postsecondary program	388
that is certified by the United States department of education.	389
For purposes of this section, a "comprehensive transition and	390

postsecondary program" means a degree, certificate, or non-	391
degree program that is designed to support persons with	392
intellectual disabilities who are receiving academic, career,	393
technical, and independent living instruction at an institution	394
of higher education in order to prepare for gainful employment	395
as defined in 20 U.S.C. 1140.	396
(C)(1) The chancellor shall establish and administer a	397
needs-based financial aid grants program based on the United	398
States department of education's method of determining financial	399
need. The program shall be known as the Ohio college opportunity	400
grant program. The general assembly shall support the needs-	401
based financial aid program by such sums and in such manner as	402
it may provide, but the chancellor also may receive funds from	403
other sources to support the program. If, for any academic year,	404
the amounts available for support of the program are inadequate	405
to provide grants to all eligible students, the chancellor shall	406
do one of the following:	407
(a) Give preference in the payment of grants based upon	408
expected family contribution, beginning with the lowest expected	409
family contribution category and proceeding upward by category	410
to the highest expected family contribution category;	411
(b) Proportionately reduce the amount of each grant to be	412
awarded for the academic year under this section;	413
(c) Use an alternate formula for such grants that	414
addresses the shortage of available funds and has been submitted	415
to and approved by the controlling board.	416
(2) The needs-based financial aid grant shall be paid to	417
the eligible student through the institution in which the	418
student is enrolled, except that no needs-based financial aid	419

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grant shall be paid to any person serving a term of	420
imprisonment. Applications for the grants shall be made as	421
prescribed by the chancellor, and such applications may be made	422
in conjunction with and upon the basis of information provided	423
in conjunction with student assistance programs funded by	424
agencies of the United States government or from financial	425
resources of the institution of higher education. The	426
institution shall certify that the student applicant meets the	427
requirements set forth in division (B) of this section. Needs-	428
based financial aid grants shall be provided to an eligible	429
student only as long as the student is making appropriate	430
progress toward a nursing diploma, an associate or bachelor's	431
degree, or completion of a comprehensive transition and	432
postsecondary program. No student shall be eligible to receive a	433
grant for more than ten semesters, fifteen quarters, or the	434
equivalent of five academic years. A grant made to an eligible	435
student on the basis of less than full-time enrollment shall be	436
based on the number of credit hours for which the student is	437
enrolled and shall be computed in accordance with a formula	438
adopted by rule issued by the chancellor. No student shall	439
receive more than one grant on the basis of less than full-time	440
enrollment.	441

- (D)(1) Except as provided in divisions (D)(4) and (5) of this section, no grant awarded under this section shall exceed the total state cost of attendance.
- (2) Subject to divisions (D)(1), (3), (4), and (5) of this

 section, the amount of a grant awarded to a student under this

 section shall equal the student's remaining state cost of

 attendance after the student's Pell grant and expected family

 contribution are applied to the instructional and general

 charges for the undergraduate or comprehensive transition and

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postsecondary program. However, for students enrolled in a state	451
university or college as defined in section 3345.12 of the-	452
Revised Code or a university branch, the chancellor may provide	453
that the grant amount shall equal the student's remaining	454
instructional and general charges for the undergraduate program-	455
after the student's Pell grant and expected family contribution-	456
have been applied to those charges, but, in chancellor shall	457
determine the maximum per student award amount for each	458
institutional sector by subtracting the sum of the maximum Pell	459
grant and maximum expected family contribution amounts, as	460
determined by the chancellor, from the average instructional and	461
general fees charged by the institutional sector. The department	462
of higher education shall publish on its web site an annual Ohio	463
college opportunity award table. In no case, shall the grant	464
amount for such a student exceed any maximum that the chancellor	465
may set by rule.	466

- (3) For a student enrolled for a semester or quarter in addition to the portion of the academic year covered by a grant under this section, the maximum grant amount shall be a percentage of the maximum specified in any table established in rules adopted by the chancellor as provided in division (A) of this section. The maximum grant for a fourth quarter shall be one-third of the maximum amount so prescribed. The maximum grant for a third semester shall be one-half of the maximum amount so prescribed.
- (4) If a student is enrolled in a two-year institution of higher education and is eligible for an education and training voucher through the Ohio education and training voucher program that receives federal funding under the John H. Chafee foster care independence program, 42 U.S.C. 677, the amount of a grant awarded under this section may exceed the total state cost of

attendance to additionally cover housing costs.	482
(5) For a student who is receiving federal veterans'	483
benefits under the "All-Volunteer Force Educational Assistance	484
Program," 38 U.S.C. 3001 et seq., or "Post-9/11 Veterans	485
Educational Assistance Program," 38 U.S.C. 3301 et seq., or any	486
successor program, the amount of a grant awarded under this	487
section shall be applied toward the total state cost of	488
attendance and the student's housing costs and living expenses.	489
Living expenses shall include reasonable costs for room and	490
board.	491
(E) No grant shall be made to any student in a course of	492
study in theology, religion, or other field of preparation for a	493
religious profession unless such course of study leads to an	494
accredited bachelor of arts, bachelor of science, associate of	495
arts, or associate of science degree.	496
(F)(1) Except as provided in division (F)(2) of this	497
section, no grant shall be made to any student for enrollment	498
during a fiscal year in an institution with a cohort default	499
rate determined by the United States secretary of education	500
pursuant to the "Higher Education Amendments of 1986," 100 Stat.	501
1278, 1408, 20 U.S.C.A. 1085, as amended, as of the fifteenth	502
day of June preceding the fiscal year, equal to or greater than	503
thirty per cent for each of the preceding two fiscal years.	504
(2) Division (F)(1) of this section does not apply in the	505
case of either of the following:	506
(a) The institution pursuant to federal law appeals its	507
loss of eligibility for federal financial aid and the United	508
States secretary of education determines its cohort default rate	509

after recalculation is lower than the rate specified in division

- (F) (1) of this section or the secretary determines due to 511 mitigating circumstances that the institution may continue to 512 participate in federal financial aid programs. The chancellor 513 shall adopt rules requiring any such appellant to provide 514 information to the chancellor regarding an appeal. 515
- (b) Any student who has previously received a grant 516 pursuant to any provision of this section, including prior to 517 the section's amendment by H.B. 1 of the 128th general assembly, 518 effective July 17, 2009, and who meets all other eligibility 519 requirements of this section. 520
- (3) The chancellor shall adopt rules for the notification 521 of all institutions whose students will be ineligible to 522 participate in the grant program pursuant to division (F)(1) of 523 this section. 524
- (4) A student's attendance at any institution whose 525 students are ineligible for grants due to division (F)(1) of 526 this section shall not affect that student's eligibility to 527 receive a grant when enrolled in another institution. 528
- (G) Institutions of higher education that enroll students 529 receiving needs-based financial aid grants under this section 530 shall report to the chancellor all students who have received 531 such needs-based financial aid grants but are no longer eligible 532 for all or part of those grants and shall refund any moneys due 533 the state within thirty days after the beginning of the quarter 534 or term immediately following the quarter or term in which the 535 student was no longer eligible to receive all or part of the 536 student's grant. There shall be an interest charge of one per 537 cent per month on all moneys due and payable after such thirty-538 day period. The chancellor shall immediately notify the office 539 of budget and management and the legislative service commission 540

of all refunds so received.	541
Section 2. That existing sections 3313.471, 3319.223,	542
3319.36, and 3333.122 and section 3319.229 of the Revised Code	543
are hereby repealed.	544
Section 3. That Section 265.210 of Am. Sub. H.B. 49 of the	545
132nd General Assembly be amended to read as follows:	546
Sec. 265.210. FOUNDATION FUNDING	547
Of the foregoing appropriation item 200550, Foundation	548
Funding, up to \$40,000,000 in each fiscal year shall be used to	549
provide additional state aid to school districts, joint	550
vocational school districts, community schools, and STEM schools	551
for special education students under division (C)(3) of section	552
3314.08, section 3317.0214, division (B) of section 3317.16, and	553
section 3326.34 of the Revised Code, except that the Controlling	554
Board may increase these amounts if presented with such a	555
request from the Department of Education at the final meeting of	556
the fiscal year.	557
Of the foregoing appropriation item 200550, Foundation	558
Funding, up to $$3,800,000$ in each fiscal year shall be used to	559
fund gifted education at educational service centers. The	560
Department shall distribute the funding through the unit-based	561
funding methodology in place under division (L) of section	562
3317.024, division (E) of section 3317.05, and divisions (A),	563
(B), and (C) of section 3317.053 of the Revised Code as they	564
existed prior to fiscal year 2010.	565
Of the foregoing appropriation item 200550, Foundation	566
Funding, up to \$40,000,000 in each fiscal year shall be reserved	567
to fund the state reimbursement of educational service centers	568
under the section of this act entitled "EDUCATIONAL SERVICE	569

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CENTERS FUNDING." 570 Of the foregoing appropriation item 200550, Foundation 571 Funding, up to \$3,500,000 in each fiscal year shall be 572 distributed to educational service centers for School 573 Improvement Initiatives and for the provision of technical 574 assistance to schools and districts. The Department may 575 distribute these funds through a competitive grant process. 576 Of the foregoing appropriation item 200550, Foundation 577 Funding, up to \$10,000,000 in fiscal year 2018 and up to 578 \$7,000,000 in fiscal year 2019 shall be reserved for payments 579 under section sections 3317.028 and 3317.029 of the Revised 580 Code. If this amount is not sufficient, the Department shall 581 prorate the payment amounts so Superintendent of Public 582 Instruction may reallocate excess funds for other purposes 583 supported by this appropriation item in order to fully pay the 584 amounts required by those sections, provided that the aggregate 585 amount allocated appropriated in this paragraph appropriation 586 item 200550, Foundation Funding, is not exceeded. 587 Of the foregoing appropriation item 200550, Foundation 588 Funding, up to \$28,600,000 in fiscal year 2018 and up to 589 \$26,400,000 in fiscal year 2019 shall be used to support school 590 choice programs. 591 Of the portion of the funds distributed to the Cleveland 592 Municipal School District under this section, up to \$15,400,000 593 in fiscal year 2018 and \$17,600,000 in fiscal year 2019 shall be 594

used to operate the school choice program in the Cleveland

the Revised Code. Notwithstanding divisions (B) and (C) of

Revised Code, up to \$1,000,000 in each fiscal year of this

section 3313.978 and division (C) of section 3313.979 of the

Municipal School District under sections 3313.974 to 3313.979 of

section 3328.34 of the Revised Code.

amount shall be used by the Cleveland Municipal School District	600
to provide tutorial assistance as provided in division (H) of	601
section 3313.974 of the Revised Code. The Cleveland Municipal	602
School District shall report the use of these funds in the	603
district's three-year continuous improvement plan as described	604
in section 3302.04 of the Revised Code in a manner approved by	605
the Department.	606
Of the foregoing appropriation item 200550, Foundation	607
Funding, up to \$1,500,000 in each fiscal year may be used for	608
payment of the College Credit Plus Program for students	609
instructed at home pursuant to section 3321.04 of the Revised	610
Code.	611
Of the foregoing appropriation item 200550, Foundation	612
Funding, an amount shall be available in each fiscal year to be	613
paid to joint vocational school districts in accordance with	614
division (A) of section 3317.16 of the Revised Code, and the	615
section of this act entitled "TEMPORARY TRANSITIONAL AID FOR	616
JOINT VOCATIONAL SCHOOL DISTRICTS."	617
Of the foregoing appropriation item 200550, Foundation	618
Funding, up to \$700,000 in each fiscal year shall be used by the	619
Department for a program to pay for educational services for	620
youth who have been assigned by a juvenile court or other	621
authorized agency to any of the facilities described in division	622
(A) of the section of this act entitled "PRIVATE TREATMENT	623
FACILITY PROJECT."	624
Of the foregoing appropriation item 200550, Foundation	625
Funding, a portion may be used to pay college-preparatory	626
boarding schools the per pupil boarding amount pursuant to	627

Of the foregoing appropriation item 200550, Foundation	629
Funding, up to \$1,500,000 in each fiscal year shall be used for	630
the Bright New Leaders for Ohio Schools Program created and	631
implemented by the nonprofit corporation incorporated pursuant	632
to section 3319.271 of the Revised Code, to provide an	633
alternative path for individuals to receive training and	634
development in the administration of primary and secondary	635
education and leadership, enable those individuals to earn	636
degrees and obtain licenses in public school administration, and	637
promote the placement of those individuals in public schools	638
that have a poverty percentage greater than fifty per cent.	639
Of the foregoing appropriation item 200550, Foundation	640
Funding, a portion in each fiscal year shall be used to pay	641
community schools and STEM schools the amounts calculated for	642
the graduation and third-grade reading bonuses under sections	643
3314.085 and 3326.41 of the Revised Code.	644
Of the foregoing appropriation item 200550, Foundation	645
Funding, up to \$600,000 in each fiscal year may be used by the	646
Department for duties and activities related to the	647
establishment of academic distress commissions under section	648
3302.10 of the Revised Code. A portion of the funds may be used	649
as matching funds for any monetary contributions made by a	650
school district for which an academic distress commission is	651
established or by the district's local community to support	652
innovative education programs or a high-quality school	653
accelerator as provided for in section 3302.10 of the Revised	654
Code.	655
The remainder of appropriation item 200550, Foundation	656
Funding, shall be used to distribute the amounts calculated for	657

formula aid under section 3317.022 of the Revised Code, the

section of this act entitled "TEMPORARY TRANSITIONAL AID FOR	659
CITY, LOCAL, AND EXEMPTED VILLAGE SCHOOL DISTRICTS," and the	660
section of this act entitled "CAP OFFSET AMOUNT FOR CITY, LOCAL,	661
AND EXEMPTED VILLAGE SCHOOL DISTRICTS."	662

Appropriation items 200502, Pupil Transportation, 200540, 663 Special Education Enhancements, and 200550, Foundation Funding, 664 other than specific set-asides, are collectively used in each 665 fiscal year to pay state formula aid obligations for school 666 districts, community schools, STEM schools, college preparatory 667 668 boarding schools, and joint vocational school districts under this act. The first priority of these appropriation items, with 669 the exception of specific set-asides, is to fund state formula 670 aid obligations. It may be necessary to reallocate funds among 671 these appropriation items or use excess funds from other general 672 revenue fund appropriation items in the Department of 673 Education's budget in each fiscal year in order to meet state 674 formula aid obligations. If it is determined that it is 675 necessary to transfer funds among these appropriation items or 676 to transfer funds from other General Revenue Fund appropriations 677 in the Department's budget to meet state formula aid 678 obligations, the Superintendent of Public Instruction shall seek 679 approval from the Director of Budget and Management to transfer 680 funds as needed. 681

The Superintendent of Public Instruction shall make 682 payments, transfers, and deductions, as authorized by Title 683 XXXIII of the Revised Code in amounts substantially equal to 684 those made in the prior year, or otherwise, at the discretion of 685 the Superintendent, until at least the effective date of the 686 amendments and enactments made to Title XXXIII by this act. Any 687 funds paid to districts or schools under this section shall be 688 credited toward the annual funds calculated for the district or 689

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school after the changes made to Title XXXIII in this act are	690
effective. Upon the effective date of changes made to Title	691
XXXIII in this act, funds shall be calculated as an annual	692
amount.	693
Section 4. That existing Section 265.210 of Am. Sub. H.B.	694
49 of the 132nd General Assembly is hereby repealed.	695
Section 5. The General Assembly recognizes that section	696
3319.229 of the Revised Code, as repealed and re-enacted by this	697
act, codifies a method for assessing if career-technical	698
teachers teaching under alternative resident educator licenses	699
are qualified for a professional educator license which the	700
Department of Education was required to establish under Section	701
13 of Sub. S.B. 3 of the 131st General Assembly.	702