

As Introduced

133rd General Assembly

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H. B. No. 196

Representative Powell

**Cosponsors: Representatives Ingram, Merrin, Stoltzfus, Riedel, Becker, O'Brien,
Miranda, Cross**

A BILL

To amend section 5739.01 of the Revised Code to 1
exempt from sales tax memberships to gyms or 2
other recreational facilities operated by 3
nonprofit 501(c)(3) organizations. 4

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

Section 1. That section 5739.01 of the Revised Code be 5
amended to read as follows: 6

Sec. 5739.01. As used in this chapter: 7

(A) "Person" includes individuals, receivers, assignees, 8
trustees in bankruptcy, estates, firms, partnerships, 9
associations, joint-stock companies, joint ventures, clubs, 10
societies, corporations, the state and its political 11
subdivisions, and combinations of individuals of any form. 12

(B) "Sale" and "selling" include all of the following 13
transactions for a consideration in any manner, whether 14
absolutely or conditionally, whether for a price or rental, in 15
money or by exchange, and by any means whatsoever: 16

(1) All transactions by which title or possession, or 17
both, of tangible personal property, is or is to be transferred, 18
or a license to use or consume tangible personal property is or 19
is to be granted; 20

(2) All transactions by which lodging by a hotel is or is 21
to be furnished to transient guests; 22

(3) All transactions by which: 23

(a) An item of tangible personal property is or is to be 24
repaired, except property, the purchase of which would not be 25
subject to the tax imposed by section 5739.02 of the Revised 26
Code; 27

(b) An item of tangible personal property is or is to be 28
installed, except property, the purchase of which would not be 29
subject to the tax imposed by section 5739.02 of the Revised 30
Code or property that is or is to be incorporated into and will 31
become a part of a production, transmission, transportation, or 32
distribution system for the delivery of a public utility 33
service; 34

(c) The service of washing, cleaning, waxing, polishing, 35
or painting a motor vehicle is or is to be furnished; 36

(d) Until August 1, 2003, industrial laundry cleaning 37
services are or are to be provided and, on and after August 1, 38
2003, laundry and dry cleaning services are or are to be 39
provided; 40

(e) Automatic data processing, computer services, or 41
electronic information services are or are to be provided for 42
use in business when the true object of the transaction is the 43
receipt by the consumer of automatic data processing, computer 44
services, or electronic information services rather than the 45

receipt of personal or professional services to which automatic 46
data processing, computer services, or electronic information 47
services are incidental or supplemental. Notwithstanding any 48
other provision of this chapter, such transactions that occur 49
between members of an affiliated group are not sales. An 50
"affiliated group" means two or more persons related in such a 51
way that one person owns or controls the business operation of 52
another member of the group. In the case of corporations with 53
stock, one corporation owns or controls another if it owns more 54
than fifty per cent of the other corporation's common stock with 55
voting rights. 56

(f) Telecommunications service, including prepaid calling 57
service, prepaid wireless calling service, or ancillary service, 58
is or is to be provided, but not including coin-operated 59
telephone service; 60

(g) Landscaping and lawn care service is or is to be 61
provided; 62

(h) Private investigation and security service is or is to 63
be provided; 64

(i) Information services or tangible personal property is 65
provided or ordered by means of a nine hundred telephone call; 66

(j) Building maintenance and janitorial service is or is 67
to be provided; 68

(k) Employment service is or is to be provided; 69

(l) Employment placement service is or is to be provided; 70

(m) Exterminating service is or is to be provided; 71

(n) Physical fitness facility service is or is to be 72
provided, unless such service is or is to be provided by an 73

<u>organization that is exempt from taxation under section 501(c)</u>	74
<u>(3) of the Internal Revenue Code;</u>	75
(o) Recreation and sports club service is or is to be	76
provided, <u>unless such service is or is to be provided by an</u>	77
<u>organization that is exempt from taxation under section 501(c)</u>	78
<u>(3) of the Internal Revenue Code;</u>	79
(p) On and after August 1, 2003, satellite broadcasting	80
service is or is to be provided;	81
(q) On and after August 1, 2003, personal care service is	82
or is to be provided to an individual. As used in this division,	83
"personal care service" includes skin care, the application of	84
cosmetics, manicuring, pedicuring, hair removal, tattooing, body	85
piercing, tanning, massage, and other similar services.	86
"Personal care service" does not include a service provided by	87
or on the order of a licensed physician or licensed	88
chiropractor, or the cutting, coloring, or styling of an	89
individual's hair.	90
(r) On and after August 1, 2003, the transportation of	91
persons by motor vehicle or aircraft is or is to be provided,	92
when the transportation is entirely within this state, except	93
for transportation provided by an ambulance service, by a	94
transit bus, as defined in section 5735.01 of the Revised Code,	95
and transportation provided by a citizen of the United States	96
holding a certificate of public convenience and necessity issued	97
under 49 U.S.C. 41102;	98
(s) On and after August 1, 2003, motor vehicle towing	99
service is or is to be provided. As used in this division,	100
"motor vehicle towing service" means the towing or conveyance of	101
a wrecked, disabled, or illegally parked motor vehicle.	102

(t) On and after August 1, 2003, snow removal service is 103
or is to be provided. As used in this division, "snow removal 104
service" means the removal of snow by any mechanized means, but 105
does not include the providing of such service by a person that 106
has less than five thousand dollars in sales of such service 107
during the calendar year. 108

(u) Electronic publishing service is or is to be provided 109
to a consumer for use in business, except that such transactions 110
occurring between members of an affiliated group, as defined in 111
division (B) (3) (e) of this section, are not sales. 112

(4) All transactions by which printed, imprinted, 113
overprinted, lithographic, multilithic, blueprinted, 114
photostatic, or other productions or reproductions of written or 115
graphic matter are or are to be furnished or transferred; 116

(5) The production or fabrication of tangible personal 117
property for a consideration for consumers who furnish either 118
directly or indirectly the materials used in the production of 119
fabrication work; and include the furnishing, preparing, or 120
serving for a consideration of any tangible personal property 121
consumed on the premises of the person furnishing, preparing, or 122
serving such tangible personal property. Except as provided in 123
section 5739.03 of the Revised Code, a construction contract 124
pursuant to which tangible personal property is or is to be 125
incorporated into a structure or improvement on and becoming a 126
part of real property is not a sale of such tangible personal 127
property. The construction contractor is the consumer of such 128
tangible personal property, provided that the sale and 129
installation of carpeting, the sale and installation of 130
agricultural land tile, the sale and erection or installation of 131
portable grain bins, or the provision of landscaping and lawn 132

care service and the transfer of property as part of such 133
service is never a construction contract. 134

As used in division (B) (5) of this section: 135

(a) "Agricultural land tile" means fired clay or concrete 136
tile, or flexible or rigid perforated plastic pipe or tubing, 137
incorporated or to be incorporated into a subsurface drainage 138
system appurtenant to land used or to be used primarily in 139
production by farming, agriculture, horticulture, or 140
floriculture. The term does not include such materials when they 141
are or are to be incorporated into a drainage system appurtenant 142
to a building or structure even if the building or structure is 143
used or to be used in such production. 144

(b) "Portable grain bin" means a structure that is used or 145
to be used by a person engaged in farming or agriculture to 146
shelter the person's grain and that is designed to be 147
disassembled without significant damage to its component parts. 148

(6) All transactions in which all of the shares of stock 149
of a closely held corporation are transferred, or an ownership 150
interest in a pass-through entity, as defined in section 5733.04 151
of the Revised Code, is transferred, if the corporation or pass- 152
through entity is not engaging in business and its entire assets 153
consist of boats, planes, motor vehicles, or other tangible 154
personal property operated primarily for the use and enjoyment 155
of the shareholders or owners; 156

(7) All transactions in which a warranty, maintenance or 157
service contract, or similar agreement by which the vendor of 158
the warranty, contract, or agreement agrees to repair or 159
maintain the tangible personal property of the consumer is or is 160
to be provided; 161

(8) The transfer of copyrighted motion picture films used 162
solely for advertising purposes, except that the transfer of 163
such films for exhibition purposes is not a sale; 164

(9) On and after August 1, 2003, all transactions by which 165
tangible personal property is or is to be stored, except such 166
property that the consumer of the storage holds for sale in the 167
regular course of business; 168

(10) All transactions in which "guaranteed auto 169
protection" is provided whereby a person promises to pay to the 170
consumer the difference between the amount the consumer receives 171
from motor vehicle insurance and the amount the consumer owes to 172
a person holding title to or a lien on the consumer's motor 173
vehicle in the event the consumer's motor vehicle suffers a 174
total loss under the terms of the motor vehicle insurance policy 175
or is stolen and not recovered, if the protection and its price 176
are included in the purchase or lease agreement; 177

(11) (a) Except as provided in division (B) (11) (b) of this 178
section, on and after October 1, 2009, all transactions by which 179
health care services are paid for, reimbursed, provided, 180
delivered, arranged for, or otherwise made available by a 181
medicaid health insuring corporation pursuant to the 182
corporation's contract with the state. 183

(b) If the centers for medicare and medicaid services of 184
the United States department of health and human services 185
determines that the taxation of transactions described in 186
division (B) (11) (a) of this section constitutes an impermissible 187
health care-related tax under the "Social Security Act," section 188
1903(w), 42 U.S.C. 1396b(w), and regulations adopted thereunder, 189
the medicaid director shall notify the tax commissioner of that 190
determination. Beginning with the first day of the month 191

following that notification, the transactions described in 192
division (B) (11) (a) of this section are not sales for the 193
purposes of this chapter or Chapter 5741. of the Revised Code. 194
The tax commissioner shall order that the collection of taxes 195
under sections 5739.02, 5739.021, 5739.023, 5739.026, 5741.02, 196
5741.021, 5741.022, and 5741.023 of the Revised Code shall cease 197
for transactions occurring on or after that date. 198

(12) All transactions by which a specified digital product 199
is provided for permanent use or less than permanent use, 200
regardless of whether continued payment is required. 201

Except as provided in this section, "sale" and "selling" 202
do not include transfers of interest in leased property where 203
the original lessee and the terms of the original lease 204
agreement remain unchanged, or professional, insurance, or 205
personal service transactions that involve the transfer of 206
tangible personal property as an inconsequential element, for 207
which no separate charges are made. 208

(C) "Vendor" means the person providing the service or by 209
whom the transfer effected or license given by a sale is or is 210
to be made or given and, for sales described in division (B) (3) 211
(i) of this section, the telecommunications service vendor that 212
provides the nine hundred telephone service; if two or more 213
persons are engaged in business at the same place of business 214
under a single trade name in which all collections on account of 215
sales by each are made, such persons shall constitute a single 216
vendor. 217

Physicians, dentists, hospitals, and veterinarians who are 218
engaged in selling tangible personal property as received from 219
others, such as eyeglasses, mouthwashes, dentifrices, or similar 220
articles, are vendors. Veterinarians who are engaged in 221

transferring to others for a consideration drugs, the dispensing 222
of which does not require an order of a licensed veterinarian or 223
physician under federal law, are vendors. 224

(D) (1) "Consumer" means the person for whom the service is 225
provided, to whom the transfer effected or license given by a 226
sale is or is to be made or given, to whom the service described 227
in division (B) (3) (f) or (i) of this section is charged, or to 228
whom the admission is granted. 229

(2) Physicians, dentists, hospitals, and blood banks 230
operated by nonprofit institutions and persons licensed to 231
practice veterinary medicine, surgery, and dentistry are 232
consumers of all tangible personal property and services 233
purchased by them in connection with the practice of medicine, 234
dentistry, the rendition of hospital or blood bank service, or 235
the practice of veterinary medicine, surgery, and dentistry. In 236
addition to being consumers of drugs administered by them or by 237
their assistants according to their direction, veterinarians 238
also are consumers of drugs that under federal law may be 239
dispensed only by or upon the order of a licensed veterinarian 240
or physician, when transferred by them to others for a 241
consideration to provide treatment to animals as directed by the 242
veterinarian. 243

(3) A person who performs a facility management, or 244
similar service contract for a contractee is a consumer of all 245
tangible personal property and services purchased for use in 246
connection with the performance of such contract, regardless of 247
whether title to any such property vests in the contractee. The 248
purchase of such property and services is not subject to the 249
exception for resale under division (E) of this section. 250

(4) (a) In the case of a person who purchases printed 251

matter for the purpose of distributing it or having it 252
distributed to the public or to a designated segment of the 253
public, free of charge, that person is the consumer of that 254
printed matter, and the purchase of that printed matter for that 255
purpose is a sale. 256

(b) In the case of a person who produces, rather than 257
purchases, printed matter for the purpose of distributing it or 258
having it distributed to the public or to a designated segment 259
of the public, free of charge, that person is the consumer of 260
all tangible personal property and services purchased for use or 261
consumption in the production of that printed matter. That 262
person is not entitled to claim exemption under division (B) (42) 263
(f) of section 5739.02 of the Revised Code for any material 264
incorporated into the printed matter or any equipment, supplies, 265
or services primarily used to produce the printed matter. 266

(c) The distribution of printed matter to the public or to 267
a designated segment of the public, free of charge, is not a 268
sale to the members of the public to whom the printed matter is 269
distributed or to any persons who purchase space in the printed 270
matter for advertising or other purposes. 271

(5) A person who makes sales of any of the services listed 272
in division (B) (3) of this section is the consumer of any 273
tangible personal property used in performing the service. The 274
purchase of that property is not subject to the resale exception 275
under division (E) of this section. 276

(6) A person who engages in highway transportation for 277
hire is the consumer of all packaging materials purchased by 278
that person and used in performing the service, except for 279
packaging materials sold by such person in a transaction 280
separate from the service. 281

(7) In the case of a transaction for health care services 282
under division (B) (11) of this section, a medicaid health 283
insuring corporation is the consumer of such services. The 284
purchase of such services by a medicaid health insuring 285
corporation is not subject to the exception for resale under 286
division (E) of this section or to the exemptions provided under 287
divisions (B) (12), (18), (19), and (22) of section 5739.02 of 288
the Revised Code. 289

(E) "Retail sale" and "sales at retail" include all sales, 290
except those in which the purpose of the consumer is to resell 291
the thing transferred or benefit of the service provided, by a 292
person engaging in business, in the form in which the same is, 293
or is to be, received by the person. 294

(F) "Business" includes any activity engaged in by any 295
person with the object of gain, benefit, or advantage, either 296
direct or indirect. "Business" does not include the activity of 297
a person in managing and investing the person's own funds. 298

(G) "Engaging in business" means commencing, conducting, 299
or continuing in business, and liquidating a business when the 300
liquidator thereof holds itself out to the public as conducting 301
such business. Making a casual sale is not engaging in business. 302

(H) (1) (a) "Price," except as provided in divisions (H) (2), 303
(3), and (4) of this section, means the total amount of 304
consideration, including cash, credit, property, and services, 305
for which tangible personal property or services are sold, 306
leased, or rented, valued in money, whether received in money or 307
otherwise, without any deduction for any of the following: 308

(i) The vendor's cost of the property sold; 309

(ii) The cost of materials used, labor or service costs, 310

interest, losses, all costs of transportation to the vendor, all	311
taxes imposed on the vendor, including the tax imposed under	312
Chapter 5751. of the Revised Code, and any other expense of the	313
vendor;	314
(iii) Charges by the vendor for any services necessary to	315
complete the sale;	316
(iv) On and after August 1, 2003, delivery charges. As	317
used in this division, "delivery charges" means charges by the	318
vendor for preparation and delivery to a location designated by	319
the consumer of tangible personal property or a service,	320
including transportation, shipping, postage, handling, crating,	321
and packing.	322
(v) Installation charges;	323
(vi) Credit for any trade-in.	324
(b) "Price" includes consideration received by the vendor	325
from a third party, if the vendor actually receives the	326
consideration from a party other than the consumer, and the	327
consideration is directly related to a price reduction or	328
discount on the sale; the vendor has an obligation to pass the	329
price reduction or discount through to the consumer; the amount	330
of the consideration attributable to the sale is fixed and	331
determinable by the vendor at the time of the sale of the item	332
to the consumer; and one of the following criteria is met:	333
(i) The consumer presents a coupon, certificate, or other	334
document to the vendor to claim a price reduction or discount	335
where the coupon, certificate, or document is authorized,	336
distributed, or granted by a third party with the understanding	337
that the third party will reimburse any vendor to whom the	338
coupon, certificate, or document is presented;	339

(ii) The consumer identifies the consumer's self to the seller as a member of a group or organization entitled to a price reduction or discount. A preferred customer card that is available to any patron does not constitute membership in such a group or organization.

(iii) The price reduction or discount is identified as a third party price reduction or discount on the invoice received by the consumer, or on a coupon, certificate, or other document presented by the consumer.

(c) "Price" does not include any of the following:

(i) Discounts, including cash, term, or coupons that are not reimbursed by a third party that are allowed by a vendor and taken by a consumer on a sale;

(ii) Interest, financing, and carrying charges from credit extended on the sale of tangible personal property or services, if the amount is separately stated on the invoice, bill of sale, or similar document given to the purchaser;

(iii) Any taxes legally imposed directly on the consumer that are separately stated on the invoice, bill of sale, or similar document given to the consumer. For the purpose of this division, the tax imposed under Chapter 5751. of the Revised Code is not a tax directly on the consumer, even if the tax or a portion thereof is separately stated.

(iv) Notwithstanding divisions (H) (1) (b) (i) to (iii) of this section, any discount allowed by an automobile manufacturer to its employee, or to the employee of a supplier, on the purchase of a new motor vehicle from a new motor vehicle dealer in this state.

(v) The dollar value of a gift card that is not sold by a

vendor or purchased by a consumer and that is redeemed by the 369
consumer in purchasing tangible personal property or services if 370
the vendor is not reimbursed and does not receive compensation 371
from a third party to cover all or part of the gift card value. 372
For the purposes of this division, a gift card is not sold by a 373
vendor or purchased by a consumer if it is distributed pursuant 374
to an awards, loyalty, or promotional program. Past and present 375
purchases of tangible personal property or services by the 376
consumer shall not be treated as consideration exchanged for a 377
gift card. 378

(2) In the case of a sale of any new motor vehicle by a 379
new motor vehicle dealer, as defined in section 4517.01 of the 380
Revised Code, in which another motor vehicle is accepted by the 381
dealer as part of the consideration received, "price" has the 382
same meaning as in division (H)(1) of this section, reduced by 383
the credit afforded the consumer by the dealer for the motor 384
vehicle received in trade. 385

(3) In the case of a sale of any watercraft or outboard 386
motor by a watercraft dealer licensed in accordance with section 387
1547.543 of the Revised Code, in which another watercraft, 388
watercraft and trailer, or outboard motor is accepted by the 389
dealer as part of the consideration received, "price" has the 390
same meaning as in division (H)(1) of this section, reduced by 391
the credit afforded the consumer by the dealer for the 392
watercraft, watercraft and trailer, or outboard motor received 393
in trade. As used in this division, "watercraft" includes an 394
outdrive unit attached to the watercraft. 395

(4) In the case of transactions for health care services 396
under division (B)(11) of this section, "price" means the amount 397
of managed care premiums received each month by a medicaid 398

health insuring corporation.	399
(I) "Receipts" means the total amount of the prices of the sales of vendors, provided that the dollar value of gift cards distributed pursuant to an awards, loyalty, or promotional program, and cash discounts allowed and taken on sales at the time they are consummated are not included, minus any amount deducted as a bad debt pursuant to section 5739.121 of the Revised Code. "Receipts" does not include the sale price of property returned or services rejected by consumers when the full sale price and tax are refunded either in cash or by credit.	400 401 402 403 404 405 406 407 408 409
(J) "Place of business" means any location at which a person engages in business.	410 411
(K) "Premises" includes any real property or portion thereof upon which any person engages in selling tangible personal property at retail or making retail sales and also includes any real property or portion thereof designated for, or devoted to, use in conjunction with the business engaged in by such person.	412 413 414 415 416 417
(L) "Casual sale" means a sale of an item of tangible personal property that was obtained by the person making the sale, through purchase or otherwise, for the person's own use and was previously subject to any state's taxing jurisdiction on its sale or use, and includes such items acquired for the seller's use that are sold by an auctioneer employed directly by the person for such purpose, provided the location of such sales is not the auctioneer's permanent place of business. As used in this division, "permanent place of business" includes any location where such auctioneer has conducted more than two auctions during the year.	418 419 420 421 422 423 424 425 426 427 428

(M) "Hotel" means every establishment kept, used, 429
maintained, advertised, or held out to the public to be a place 430
where sleeping accommodations are offered to guests, in which 431
five or more rooms are used for the accommodation of such 432
guests, whether the rooms are in one or several structures, 433
except as otherwise provided in division (G) of section 5739.09 434
of the Revised Code. 435

(N) "Transient guests" means persons occupying a room or 436
rooms for sleeping accommodations for less than thirty 437
consecutive days. 438

(O) "Making retail sales" means the effecting of 439
transactions wherein one party is obligated to pay the price and 440
the other party is obligated to provide a service or to transfer 441
title to or possession of the item sold. "Making retail sales" 442
does not include the preliminary acts of promoting or soliciting 443
the retail sales, other than the distribution of printed matter 444
which displays or describes and prices the item offered for 445
sale, nor does it include delivery of a predetermined quantity 446
of tangible personal property or transportation of property or 447
personnel to or from a place where a service is performed. 448

(P) "Used directly in the rendition of a public utility 449
service" means that property that is to be incorporated into and 450
will become a part of the consumer's production, transmission, 451
transportation, or distribution system and that retains its 452
classification as tangible personal property after such 453
incorporation; fuel or power used in the production, 454
transmission, transportation, or distribution system; and 455
tangible personal property used in the repair and maintenance of 456
the production, transmission, transportation, or distribution 457
system, including only such motor vehicles as are specially 458

designed and equipped for such use. Tangible personal property 459
and services used primarily in providing highway transportation 460
for hire are not used directly in the rendition of a public 461
utility service. In this definition, "public utility" includes a 462
citizen of the United States holding, and required to hold, a 463
certificate of public convenience and necessity issued under 49 464
U.S.C. 41102. 465

(Q) "Refining" means removing or separating a desirable 466
product from raw or contaminated materials by distillation or 467
physical, mechanical, or chemical processes. 468

(R) "Assembly" and "assembling" mean attaching or fitting 469
together parts to form a product, but do not include packaging a 470
product. 471

(S) "Manufacturing operation" means a process in which 472
materials are changed, converted, or transformed into a 473
different state or form from which they previously existed and 474
includes refining materials, assembling parts, and preparing raw 475
materials and parts by mixing, measuring, blending, or otherwise 476
committing such materials or parts to the manufacturing process. 477
"Manufacturing operation" does not include packaging. 478

(T) "Fiscal officer" means, with respect to a regional 479
transit authority, the secretary-treasurer thereof, and with 480
respect to a county that is a transit authority, the fiscal 481
officer of the county transit board if one is appointed pursuant 482
to section 306.03 of the Revised Code or the county auditor if 483
the board of county commissioners operates the county transit 484
system. 485

(U) "Transit authority" means a regional transit authority 486
created pursuant to section 306.31 of the Revised Code or a 487

county in which a county transit system is created pursuant to 488
section 306.01 of the Revised Code. For the purposes of this 489
chapter, a transit authority must extend to at least the entire 490
area of a single county. A transit authority that includes 491
territory in more than one county must include all the area of 492
the most populous county that is a part of such transit 493
authority. County population shall be measured by the most 494
recent census taken by the United States census bureau. 495

(V) "Legislative authority" means, with respect to a 496
regional transit authority, the board of trustees thereof, and 497
with respect to a county that is a transit authority, the board 498
of county commissioners. 499

(W) "Territory of the transit authority" means all of the 500
area included within the territorial boundaries of a transit 501
authority as they from time to time exist. Such territorial 502
boundaries must at all times include all the area of a single 503
county or all the area of the most populous county that is a 504
part of such transit authority. County population shall be 505
measured by the most recent census taken by the United States 506
census bureau. 507

(X) "Providing a service" means providing or furnishing 508
anything described in division (B) (3) of this section for 509
consideration. 510

(Y) (1) (a) "Automatic data processing" means processing of 511
others' data, including keypunching or similar data entry 512
services together with verification thereof, or providing access 513
to computer equipment for the purpose of processing data. 514

(b) "Computer services" means providing services 515
consisting of specifying computer hardware configurations and 516

evaluating technical processing characteristics, computer 517
programming, and training of computer programmers and operators, 518
provided in conjunction with and to support the sale, lease, or 519
operation of taxable computer equipment or systems. 520

(c) "Electronic information services" means providing 521
access to computer equipment by means of telecommunications 522
equipment for the purpose of either of the following: 523

(i) Examining or acquiring data stored in or accessible to 524
the computer equipment; 525

(ii) Placing data into the computer equipment to be 526
retrieved by designated recipients with access to the computer 527
equipment. 528

For transactions occurring on or after the effective date 529
of the amendment of this section by H.B. 157 of the 127th 530
general assembly, December 21, 2007, "electronic information 531
services" does not include electronic publishing as defined in 532
division (LLL) of this section. 533

(d) "Automatic data processing, computer services, or 534
electronic information services" shall not include personal or 535
professional services. 536

(2) As used in divisions (B) (3) (e) and (Y) (1) of this 537
section, "personal and professional services" means all services 538
other than automatic data processing, computer services, or 539
electronic information services, including but not limited to: 540

(a) Accounting and legal services such as advice on tax 541
matters, asset management, budgetary matters, quality control, 542
information security, and auditing and any other situation where 543
the service provider receives data or information and studies, 544
alters, analyzes, interprets, or adjusts such material; 545

(b) Analyzing business policies and procedures;	546
(c) Identifying management information needs;	547
(d) Feasibility studies, including economic and technical analysis of existing or potential computer hardware or software needs and alternatives;	548 549 550
(e) Designing policies, procedures, and custom software for collecting business information, and determining how data should be summarized, sequenced, formatted, processed, controlled, and reported so that it will be meaningful to management;	551 552 553 554 555
(f) Developing policies and procedures that document how business events and transactions are to be authorized, executed, and controlled;	556 557 558
(g) Testing of business procedures;	559
(h) Training personnel in business procedure applications;	560
(i) Providing credit information to users of such information by a consumer reporting agency, as defined in the "Fair Credit Reporting Act," 84 Stat. 1114, 1129 (1970), 15 U.S.C. 1681a(f), or as hereafter amended, including but not limited to gathering, organizing, analyzing, recording, and furnishing such information by any oral, written, graphic, or electronic medium;	561 562 563 564 565 566 567
(j) Providing debt collection services by any oral, written, graphic, or electronic means;	568 569
(k) Providing digital advertising services.	570
The services listed in divisions (Y) (2) (a) to (k) of this section are not automatic data processing or computer services.	571 572

(Z) "Highway transportation for hire" means the 573
transportation of personal property belonging to others for 574
consideration by any of the following: 575

(1) The holder of a permit or certificate issued by this 576
state or the United States authorizing the holder to engage in 577
transportation of personal property belonging to others for 578
consideration over or on highways, roadways, streets, or any 579
similar public thoroughfare; 580

(2) A person who engages in the transportation of personal 581
property belonging to others for consideration over or on 582
highways, roadways, streets, or any similar public thoroughfare 583
but who could not have engaged in such transportation on 584
December 11, 1985, unless the person was the holder of a permit 585
or certificate of the types described in division (Z)(1) of this 586
section; 587

(3) A person who leases a motor vehicle to and operates it 588
for a person described by division (Z)(1) or (2) of this 589
section. 590

(AA) (1) "Telecommunications service" means the electronic 591
transmission, conveyance, or routing of voice, data, audio, 592
video, or any other information or signals to a point, or 593
between or among points. "Telecommunications service" includes 594
such transmission, conveyance, or routing in which computer 595
processing applications are used to act on the form, code, or 596
protocol of the content for purposes of transmission, 597
conveyance, or routing without regard to whether the service is 598
referred to as voice-over internet protocol service or is 599
classified by the federal communications commission as enhanced 600
or value-added. "Telecommunications service" does not include 601
any of the following: 602

- (a) Data processing and information services that allow data to be generated, acquired, stored, processed, or retrieved and delivered by an electronic transmission to a consumer where the consumer's primary purpose for the underlying transaction is the processed data or information;
- (b) Installation or maintenance of wiring or equipment on a customer's premises;
- (c) Tangible personal property;
- (d) Advertising, including directory advertising;
- (e) Billing and collection services provided to third parties;
- (f) Internet access service;
- (g) Radio and television audio and video programming services, regardless of the medium, including the furnishing of transmission, conveyance, and routing of such services by the programming service provider. Radio and television audio and video programming services include, but are not limited to, cable service, as defined in 47 U.S.C. 522(6), and audio and video programming services delivered by commercial mobile radio service providers, as defined in 47 C.F.R. 20.3;
- (h) Ancillary service;
- (i) Digital products delivered electronically, including software, music, video, reading materials, or ring tones.
- (2) "Ancillary service" means a service that is associated with or incidental to the provision of telecommunications service, including conference bridging service, detailed telecommunications billing service, directory assistance, vertical service, and voice mail service. As used in this

division: 631

(a) "Conference bridging service" means an ancillary 632
service that links two or more participants of an audio or video 633
conference call, including providing a telephone number. 634
"Conference bridging service" does not include 635
telecommunications services used to reach the conference bridge. 636

(b) "Detailed telecommunications billing service" means an 637
ancillary service of separately stating information pertaining 638
to individual calls on a customer's billing statement. 639

(c) "Directory assistance" means an ancillary service of 640
providing telephone number or address information. 641

(d) "Vertical service" means an ancillary service that is 642
offered in connection with one or more telecommunications 643
services, which offers advanced calling features that allow 644
customers to identify callers and manage multiple calls and call 645
connections, including conference bridging service. 646

(e) "Voice mail service" means an ancillary service that 647
enables the customer to store, send, or receive recorded 648
messages. "Voice mail service" does not include any vertical 649
services that the customer may be required to have in order to 650
utilize the voice mail service. 651

(3) "900 service" means an inbound toll telecommunications 652
service purchased by a subscriber that allows the subscriber's 653
customers to call in to the subscriber's prerecorded 654
announcement or live service, and which is typically marketed 655
under the name "900 service" and any subsequent numbers 656
designated by the federal communications commission. "900 657
service" does not include the charge for collection services 658
provided by the seller of the telecommunications service to the 659

subscriber, or services or products sold by the subscriber to 660
the subscriber's customer. 661

(4) "Prepaid calling service" means the right to access 662
exclusively telecommunications services, which must be paid for 663
in advance and which enables the origination of calls using an 664
access number or authorization code, whether manually or 665
electronically dialed, and that is sold in predetermined units 666
or dollars of which the number declines with use in a known 667
amount. 668

(5) "Prepaid wireless calling service" means a 669
telecommunications service that provides the right to utilize 670
mobile telecommunications service as well as other non- 671
telecommunications services, including the download of digital 672
products delivered electronically, and content and ancillary 673
services, that must be paid for in advance and that is sold in 674
predetermined units or dollars of which the number declines with 675
use in a known amount. 676

(6) "Value-added non-voice data service" means a 677
telecommunications service in which computer processing 678
applications are used to act on the form, content, code, or 679
protocol of the information or data primarily for a purpose 680
other than transmission, conveyance, or routing. 681

(7) "Coin-operated telephone service" means a 682
telecommunications service paid for by inserting money into a 683
telephone accepting direct deposits of money to operate. 684

(8) "Customer" has the same meaning as in section 5739.034 685
of the Revised Code. 686

(BB) "Laundry and dry cleaning services" means removing 687
soil or dirt from towels, linens, articles of clothing, or other 688

fabric items that belong to others and supplying towels, linens, 689
articles of clothing, or other fabric items. "Laundry and dry 690
cleaning services" does not include the provision of self- 691
service facilities for use by consumers to remove soil or dirt 692
from towels, linens, articles of clothing, or other fabric 693
items. 694

(CC) "Magazines distributed as controlled circulation 695
publications" means magazines containing at least twenty-four 696
pages, at least twenty-five per cent editorial content, issued 697
at regular intervals four or more times a year, and circulated 698
without charge to the recipient, provided that such magazines 699
are not owned or controlled by individuals or business concerns 700
which conduct such publications as an auxiliary to, and 701
essentially for the advancement of the main business or calling 702
of, those who own or control them. 703

(DD) "Landscaping and lawn care service" means the 704
services of planting, seeding, sodding, removing, cutting, 705
trimming, pruning, mulching, aerating, applying chemicals, 706
watering, fertilizing, and providing similar services to 707
establish, promote, or control the growth of trees, shrubs, 708
flowers, grass, ground cover, and other flora, or otherwise 709
maintaining a lawn or landscape grown or maintained by the owner 710
for ornamentation or other nonagricultural purpose. However, 711
"landscaping and lawn care service" does not include the 712
providing of such services by a person who has less than five 713
thousand dollars in sales of such services during the calendar 714
year. 715

(EE) "Private investigation and security service" means 716
the performance of any activity for which the provider of such 717
service is required to be licensed pursuant to Chapter 4749. of 718

the Revised Code, or would be required to be so licensed in 719
performing such services in this state, and also includes the 720
services of conducting polygraph examinations and of monitoring 721
or overseeing the activities on or in, or the condition of, the 722
consumer's home, business, or other facility by means of 723
electronic or similar monitoring devices. "Private investigation 724
and security service" does not include special duty services 725
provided by off-duty police officers, deputy sheriffs, and other 726
peace officers regularly employed by the state or a political 727
subdivision. 728

(FF) "Information services" means providing conversation, 729
giving consultation or advice, playing or making a voice or 730
other recording, making or keeping a record of the number of 731
callers, and any other service provided to a consumer by means 732
of a nine hundred telephone call, except when the nine hundred 733
telephone call is the means by which the consumer makes a 734
contribution to a recognized charity. 735

(GG) "Research and development" means designing, creating, 736
or formulating new or enhanced products, equipment, or 737
manufacturing processes, and also means conducting scientific or 738
technological inquiry and experimentation in the physical 739
sciences with the goal of increasing scientific knowledge which 740
may reveal the bases for new or enhanced products, equipment, or 741
manufacturing processes. 742

(HH) "Qualified research and development equipment" means 743
capitalized tangible personal property, and leased personal 744
property that would be capitalized if purchased, used by a 745
person primarily to perform research and development. Tangible 746
personal property primarily used in testing, as defined in 747
division (A) (4) of section 5739.011 of the Revised Code, or used 748

for recording or storing test results, is not qualified research 749
and development equipment unless such property is primarily used 750
by the consumer in testing the product, equipment, or 751
manufacturing process being created, designed, or formulated by 752
the consumer in the research and development activity or in 753
recording or storing such test results. 754

(II) "Building maintenance and janitorial service" means 755
cleaning the interior or exterior of a building and any tangible 756
personal property located therein or thereon, including any 757
services incidental to such cleaning for which no separate 758
charge is made. However, "building maintenance and janitorial 759
service" does not include the providing of such service by a 760
person who has less than five thousand dollars in sales of such 761
service during the calendar year. As used in this division, 762
"cleaning" does not include sanitation services necessary for an 763
establishment described in 21 U.S.C. 608 to comply with rules 764
and regulations adopted pursuant to that section. 765

(JJ) "Employment service" means providing or supplying 766
personnel, on a temporary or long-term basis, to perform work or 767
labor under the supervision or control of another, when the 768
personnel so provided or supplied receive their wages, salary, 769
or other compensation from the provider or supplier of the 770
employment service or from a third party that provided or 771
supplied the personnel to the provider or supplier. "Employment 772
service" does not include: 773

(1) Acting as a contractor or subcontractor, where the 774
personnel performing the work are not under the direct control 775
of the purchaser. 776

(2) Medical and health care services. 777

(3) Supplying personnel to a purchaser pursuant to a 778
contract of at least one year between the service provider and 779
the purchaser that specifies that each employee covered under 780
the contract is assigned to the purchaser on a permanent basis. 781

(4) Transactions between members of an affiliated group, 782
as defined in division (B) (3) (e) of this section. 783

(5) Transactions where the personnel so provided or 784
supplied by a provider or supplier to a purchaser of an 785
employment service are then provided or supplied by that 786
purchaser to a third party as an employment service, except 787
"employment service" does include the transaction between that 788
purchaser and the third party. 789

(KK) "Employment placement service" means locating or 790
finding employment for a person or finding or locating an 791
employee to fill an available position. 792

(LL) "Exterminating service" means eradicating or 793
attempting to eradicate vermin infestations from a building or 794
structure, or the area surrounding a building or structure, and 795
includes activities to inspect, detect, or prevent vermin 796
infestation of a building or structure. 797

(MM) "Physical fitness facility service" means all 798
transactions by which a membership is granted, maintained, or 799
renewed, including initiation fees, membership dues, renewal 800
fees, monthly minimum fees, and other similar fees and dues, by 801
a physical fitness facility such as an athletic club, health 802
spa, or gymnasium, which entitles the member to use the facility 803
for physical exercise. 804

(NN) "Recreation and sports club service" means all 805
transactions by which a membership is granted, maintained, or 806

renewed, including initiation fees, membership dues, renewal 807
fees, monthly minimum fees, and other similar fees and dues, by 808
a recreation and sports club, which entitles the member to use 809
the facilities of the organization. "Recreation and sports club" 810
means an organization that has ownership of, or controls or 811
leases on a continuing, long-term basis, the facilities used by 812
its members and includes an aviation club, gun or shooting club, 813
yacht club, card club, swimming club, tennis club, golf club, 814
country club, riding club, amateur sports club, or similar 815
organization. 816

(OO) "Livestock" means farm animals commonly raised for 817
food, food production, or other agricultural purposes, 818
including, but not limited to, cattle, sheep, goats, swine, 819
poultry, and captive deer. "Livestock" does not include 820
invertebrates, amphibians, reptiles, domestic pets, animals for 821
use in laboratories or for exhibition, or other animals not 822
commonly raised for food or food production. 823

(PP) "Livestock structure" means a building or structure 824
used exclusively for the housing, raising, feeding, or 825
sheltering of livestock, and includes feed storage or handling 826
structures and structures for livestock waste handling. 827

(QQ) "Horticulture" means the growing, cultivation, and 828
production of flowers, fruits, herbs, vegetables, sod, 829
mushrooms, and nursery stock. As used in this division, "nursery 830
stock" has the same meaning as in section 927.51 of the Revised 831
Code. 832

(RR) "Horticulture structure" means a building or 833
structure used exclusively for the commercial growing, raising, 834
or overwintering of horticultural products, and includes the 835
area used for stocking, storing, and packing horticultural 836

products when done in conjunction with the production of those 837
products. 838

(SS) "Newspaper" means an unbound publication bearing a 839
title or name that is regularly published, at least as 840
frequently as biweekly, and distributed from a fixed place of 841
business to the public in a specific geographic area, and that 842
contains a substantial amount of news matter of international, 843
national, or local events of interest to the general public. 844

(TT) "Professional racing team" means a person that 845
employs at least twenty full-time employees for the purpose of 846
conducting a motor vehicle racing business for profit. The 847
person must conduct the business with the purpose of racing one 848
or more motor racing vehicles in at least ten competitive 849
professional racing events each year that comprise all or part 850
of a motor racing series sanctioned by one or more motor racing 851
sanctioning organizations. A "motor racing vehicle" means a 852
vehicle for which the chassis, engine, and parts are designed 853
exclusively for motor racing, and does not include a stock or 854
production model vehicle that may be modified for use in racing. 855
For the purposes of this division: 856

(1) A "competitive professional racing event" is a motor 857
vehicle racing event sanctioned by one or more motor racing 858
sanctioning organizations, at which aggregate cash prizes in 859
excess of eight hundred thousand dollars are awarded to the 860
competitors. 861

(2) "Full-time employee" means an individual who is 862
employed for consideration for thirty-five or more hours a week, 863
or who renders any other standard of service generally accepted 864
by custom or specified by contract as full-time employment. 865

(UU) (1) "Lease" or "rental" means any transfer of the 866
possession or control of tangible personal property for a fixed 867
or indefinite term, for consideration. "Lease" or "rental" 868
includes future options to purchase or extend, and agreements 869
described in 26 U.S.C. 7701(h) (1) covering motor vehicles and 870
trailers where the amount of consideration may be increased or 871
decreased by reference to the amount realized upon the sale or 872
disposition of the property. "Lease" or "rental" does not 873
include: 874

(a) A transfer of possession or control of tangible 875
personal property under a security agreement or a deferred 876
payment plan that requires the transfer of title upon completion 877
of the required payments; 878

(b) A transfer of possession or control of tangible 879
personal property under an agreement that requires the transfer 880
of title upon completion of required payments and payment of an 881
option price that does not exceed the greater of one hundred 882
dollars or one per cent of the total required payments; 883

(c) Providing tangible personal property along with an 884
operator for a fixed or indefinite period of time, if the 885
operator is necessary for the property to perform as designed. 886
For purposes of this division, the operator must do more than 887
maintain, inspect, or set up the tangible personal property. 888

(2) "Lease" and "rental," as defined in division (UU) of 889
this section, shall not apply to leases or rentals that exist 890
before June 26, 2003. 891

(3) "Lease" and "rental" have the same meaning as in 892
division (UU) (1) of this section regardless of whether a 893
transaction is characterized as a lease or rental under 894

generally accepted accounting principles, the Internal Revenue Code, Title XIII of the Revised Code, or other federal, state, or local laws. 895
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(VV) "Mobile telecommunications service" has the same meaning as in the "Mobile Telecommunications Sourcing Act," Pub. L. No. 106-252, 114 Stat. 631 (2000), 4 U.S.C.A. 124(7), as amended, and, on and after August 1, 2003, includes related fees and ancillary services, including universal service fees, detailed billing service, directory assistance, service initiation, voice mail service, and vertical services, such as caller ID and three-way calling. 898
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(WW) "Certified service provider" has the same meaning as in section 5740.01 of the Revised Code. 906
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(XX) "Satellite broadcasting service" means the distribution or broadcasting of programming or services by satellite directly to the subscriber's receiving equipment without the use of ground receiving or distribution equipment, except the subscriber's receiving equipment or equipment used in the uplink process to the satellite, and includes all service and rental charges, premium channels or other special services, installation and repair service charges, and any other charges having any connection with the provision of the satellite broadcasting service. 908
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(YY) "Tangible personal property" means personal property that can be seen, weighed, measured, felt, or touched, or that is in any other manner perceptible to the senses. For purposes of this chapter and Chapter 5741. of the Revised Code, "tangible personal property" includes motor vehicles, electricity, water, gas, steam, and prewritten computer software. 918
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(ZZ) "Municipal gas utility" means a municipal corporation 924
that owns or operates a system for the distribution of natural 925
gas. 926

(AAA) "Computer" means an electronic device that accepts 927
information in digital or similar form and manipulates it for a 928
result based on a sequence of instructions. 929

(BBB) "Computer software" means a set of coded 930
instructions designed to cause a computer or automatic data 931
processing equipment to perform a task. 932

(CCC) "Delivered electronically" means delivery of 933
computer software from the seller to the purchaser by means 934
other than tangible storage media. 935

(DDD) "Prewritten computer software" means computer 936
software, including prewritten upgrades, that is not designed 937
and developed by the author or other creator to the 938
specifications of a specific purchaser. The combining of two or 939
more prewritten computer software programs or prewritten 940
portions thereof does not cause the combination to be other than 941
prewritten computer software. "Prewritten computer software" 942
includes software designed and developed by the author or other 943
creator to the specifications of a specific purchaser when it is 944
sold to a person other than the purchaser. If a person modifies 945
or enhances computer software of which the person is not the 946
author or creator, the person shall be deemed to be the author 947
or creator only of such person's modifications or enhancements. 948
Prewritten computer software or a prewritten portion thereof 949
that is modified or enhanced to any degree, where such 950
modification or enhancement is designed and developed to the 951
specifications of a specific purchaser, remains prewritten 952
computer software; provided, however, that where there is a 953

reasonable, separately stated charge or an invoice or other 954
statement of the price given to the purchaser for the 955
modification or enhancement, the modification or enhancement 956
shall not constitute prewritten computer software. 957

(EEE) (1) "Food" means substances, whether in liquid, 958
concentrated, solid, frozen, dried, or dehydrated form, that are 959
sold for ingestion or chewing by humans and are consumed for 960
their taste or nutritional value. "Food" does not include 961
alcoholic beverages, dietary supplements, soft drinks, or 962
tobacco. 963

(2) As used in division (EEE) (1) of this section: 964

(a) "Alcoholic beverages" means beverages that are 965
suitable for human consumption and contain one-half of one per 966
cent or more of alcohol by volume. 967

(b) "Dietary supplements" means any product, other than 968
tobacco, that is intended to supplement the diet and that is 969
intended for ingestion in tablet, capsule, powder, softgel, 970
gelcap, or liquid form, or, if not intended for ingestion in 971
such a form, is not represented as conventional food for use as 972
a sole item of a meal or of the diet; that is required to be 973
labeled as a dietary supplement, identifiable by the "supplement 974
facts" box found on the label, as required by 21 C.F.R. 101.36; 975
and that contains one or more of the following dietary 976
ingredients: 977

(i) A vitamin; 978

(ii) A mineral; 979

(iii) An herb or other botanical; 980

(iv) An amino acid; 981

(v) A dietary substance for use by humans to supplement 982
the diet by increasing the total dietary intake; 983

(vi) A concentrate, metabolite, constituent, extract, or 984
combination of any ingredient described in divisions (EEE) (2) (b) 985
(i) to (v) of this section. 986

(c) "Soft drinks" means nonalcoholic beverages that 987
contain natural or artificial sweeteners. "Soft drinks" does not 988
include beverages that contain milk or milk products, soy, rice, 989
or similar milk substitutes, or that contains greater than fifty 990
per cent vegetable or fruit juice by volume. 991

(d) "Tobacco" means cigarettes, cigars, chewing or pipe 992
tobacco, or any other item that contains tobacco. 993

(FFF) "Drug" means a compound, substance, or preparation, 994
and any component of a compound, substance, or preparation, 995
other than food, dietary supplements, or alcoholic beverages 996
that is recognized in the official United States pharmacopoeia, 997
official homeopathic pharmacopoeia of the United States, or 998
official national formulary, and supplements to them; is 999
intended for use in the diagnosis, cure, mitigation, treatment, 1000
or prevention of disease; or is intended to affect the structure 1001
or any function of the body. 1002

(GGG) "Prescription" means an order, formula, or recipe 1003
issued in any form of oral, written, electronic, or other means 1004
of transmission by a duly licensed practitioner authorized by 1005
the laws of this state to issue a prescription. 1006

(HHH) "Durable medical equipment" means equipment, 1007
including repair and replacement parts for such equipment, that 1008
can withstand repeated use, is primarily and customarily used to 1009
serve a medical purpose, generally is not useful to a person in 1010

the absence of illness or injury, and is not worn in or on the 1011
body. "Durable medical equipment" does not include mobility 1012
enhancing equipment. 1013

(III) "Mobility enhancing equipment" means equipment, 1014
including repair and replacement parts for such equipment, that 1015
is primarily and customarily used to provide or increase the 1016
ability to move from one place to another and is appropriate for 1017
use either in a home or a motor vehicle, that is not generally 1018
used by persons with normal mobility, and that does not include 1019
any motor vehicle or equipment on a motor vehicle normally 1020
provided by a motor vehicle manufacturer. "Mobility enhancing 1021
equipment" does not include durable medical equipment. 1022

(JJJ) "Prosthetic device" means a replacement, corrective, 1023
or supportive device, including repair and replacement parts for 1024
the device, worn on or in the human body to artificially replace 1025
a missing portion of the body, prevent or correct physical 1026
deformity or malfunction, or support a weak or deformed portion 1027
of the body. As used in this division, before July 1, 2019, 1028
"prosthetic device" does not include corrective eyeglasses, 1029
contact lenses, or dental prosthesis. On or after July 1, 2019, 1030
"prosthetic device" does not include dental prosthesis but does 1031
include corrective eyeglasses or contact lenses. 1032

(KKK) (1) "Fractional aircraft ownership program" means a 1033
program in which persons within an affiliated group sell and 1034
manage fractional ownership program aircraft, provided that at 1035
least one hundred airworthy aircraft are operated in the program 1036
and the program meets all of the following criteria: 1037

(a) Management services are provided by at least one 1038
program manager within an affiliated group on behalf of the 1039
fractional owners. 1040

(b) Each program aircraft is owned or possessed by at least one fractional owner. 1041
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(c) Each fractional owner owns or possesses at least a one-sixteenth interest in at least one fixed-wing program aircraft. 1043
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(d) A dry-lease aircraft interchange arrangement is in effect among all of the fractional owners. 1046
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(e) Multi-year program agreements are in effect regarding the fractional ownership, management services, and dry-lease aircraft interchange arrangement aspects of the program. 1048
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(2) As used in division (KKK) (1) of this section: 1051

(a) "Affiliated group" has the same meaning as in division (B) (3) (e) of this section. 1052
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(b) "Fractional owner" means a person that owns or possesses at least a one-sixteenth interest in a program aircraft and has entered into the agreements described in division (KKK) (1) (e) of this section. 1054
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(c) "Fractional ownership program aircraft" or "program aircraft" means a turbojet aircraft that is owned or possessed by a fractional owner and that has been included in a dry-lease aircraft interchange arrangement and agreement under divisions (KKK) (1) (d) and (e) of this section, or an aircraft a program manager owns or possesses primarily for use in a fractional aircraft ownership program. 1058
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(d) "Management services" means administrative and aviation support services furnished under a fractional aircraft ownership program in accordance with a management services agreement under division (KKK) (1) (e) of this section, and 1065
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offered by the program manager to the fractional owners, 1069
including, at a minimum, the establishment and implementation of 1070
safety guidelines; the coordination of the scheduling of the 1071
program aircraft and crews; program aircraft maintenance; 1072
program aircraft insurance; crew training for crews employed, 1073
furnished, or contracted by the program manager or the 1074
fractional owner; the satisfaction of record-keeping 1075
requirements; and the development and use of an operations 1076
manual and a maintenance manual for the fractional aircraft 1077
ownership program. 1078

(e) "Program manager" means the person that offers 1079
management services to fractional owners pursuant to a 1080
management services agreement under division (KKK) (1) (e) of this 1081
section. 1082

(LLL) "Electronic publishing" means providing access to 1083
one or more of the following primarily for business customers, 1084
including the federal government or a state government or a 1085
political subdivision thereof, to conduct research: news; 1086
business, financial, legal, consumer, or credit materials; 1087
editorials, columns, reader commentary, or features; photos or 1088
images; archival or research material; legal notices, identity 1089
verification, or public records; scientific, educational, 1090
instructional, technical, professional, trade, or other literary 1091
materials; or other similar information which has been gathered 1092
and made available by the provider to the consumer in an 1093
electronic format. Providing electronic publishing includes the 1094
functions necessary for the acquisition, formatting, editing, 1095
storage, and dissemination of data or information that is the 1096
subject of a sale. 1097

(MMM) "Medicaid health insuring corporation" means a 1098

health insuring corporation that holds a certificate of 1099
authority under Chapter 1751. of the Revised Code and is under 1100
contract with the department of medicaid pursuant to section 1101
5167.10 of the Revised Code. 1102

(NNN) "Managed care premium" means any premium, 1103
capitation, or other payment a medicaid health insuring 1104
corporation receives for providing or arranging for the 1105
provision of health care services to its members or enrollees 1106
residing in this state. 1107

(OOO) "Captive deer" means deer and other cervidae that 1108
have been legally acquired, or their offspring, that are 1109
privately owned for agricultural or farming purposes. 1110

(PPP) "Gift card" means a document, card, certificate, or 1111
other record, whether tangible or intangible, that may be 1112
redeemed by a consumer for a dollar value when making a purchase 1113
of tangible personal property or services. 1114

(QQQ) "Specified digital product" means an electronically 1115
transferred digital audiovisual work, digital audio work, or 1116
digital book. 1117

As used in division (QQQ) of this section: 1118

(1) "Digital audiovisual work" means a series of related 1119
images that, when shown in succession, impart an impression of 1120
motion, together with accompanying sounds, if any. 1121

(2) "Digital audio work" means a work that results from 1122
the fixation of a series of musical, spoken, or other sounds, 1123
including digitized sound files that are downloaded onto a 1124
device and that may be used to alert the customer with respect 1125
to a communication. 1126

(3) "Digital book" means a work that is generally	1127
recognized in the ordinary and usual sense as a book.	1128
(4) "Electronically transferred" means obtained by the	1129
purchaser by means other than tangible storage media.	1130
(RRR) "Digital advertising services" means providing	1131
access, by means of telecommunications equipment, to computer	1132
equipment that is used to enter, upload, download, review,	1133
manipulate, store, add, or delete data for the purpose of	1134
electronically displaying, delivering, placing, or transferring	1135
promotional advertisements to potential customers about products	1136
or services or about industry or business brands.	1137
Section 2. That existing section 5739.01 of the Revised	1138
Code is hereby repealed.	1139
Section 3. The amendment by this act of section 5739.01 of	1140
the Revised Code applies beginning on the first day of the first	1141
month after the month in which this act takes effect.	1142