### As Reported by the House Economic and Workforce Development Committee

131st General Assembly Regular Session 2015-2016

Sub. H. B. No. 1

Representatives Schuring, Manning

# A BILL

To amend section 6301.11 and to enact section	1
3333.92 of the Revised Code to establish the	2
Workforce Grant Program, to terminate the	3
provisions of this act on December 31, 2019, by	4
repealing section 3333.92 of the Revised Code on	5
that date, and to make an appropriation.	6

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

Section 1. That section 6301.11 be amended and section		
3333.92 of the Revised Code be enacted to read as follows:	8	
Sec. 3333.92. (A) As used in this section:	9	
(1) "Eligible student" means a student who is enrolled in	10	
a public or private institution and is pursuing a qualifying	11	
degree, certification, or license.	12	
(2) "In-demand job" means a job that is determined to be	13	
in demand in this state and its regions under section 6301.11 of	14	
the Revised Code.	15	
(3) "Public or private institution" means any of the	16	
<u>following:</u>	17	

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<u>(a) A state institution of higher education, as defined in</u>	18
section 3345.011 of the Revised Code;	19
(b) A private, nonprofit institution in this state holding	20
a certificate of authorization pursuant to Chapter 1713. of the	21
Revised Code;	22
(c) An Ohio technical center that provides adult technical	23
education services as recognized by the chancellor of the Ohio	24
board of regents.	25
(4) "Qualifying degree, certification, or license" means a	26
degree, certification, or license that is required to qualify an	27
<u>individual for an in-demand job.</u>	28
(B) The workforce grant program is hereby established.	29
Under the program, the chancellor of the Ohio board of regents	30
shall award grants to eligible students.	31
(C)(1) A grant shall be awarded to an eligible student for	32
the period of time the student takes to complete a qualifying	33
degree, certification, or license. On an annual basis, the	34
maximum amount of a grant that may be awarded to an eligible	35
student shall be five thousand dollars. The grant shall not	36
exceed seventy-five per cent of the cost of tuition during an	37
academic year in which the student is receiving the grant. The	38
greatest portion of the grant shall be distributed to the	39
student as the student is completing the academic program and	40
seeking an in-demand job.	41
(2) No public or private institution shall use grant	42
moneys dispersed under the program to underwrite a tuition	43
increase imposed on students attending the institution.	44
(D) The chancellor shall adopt rules regarding the	45
operations of the grant program, including all of the following:	46

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(1) Application procedures;	47
(2) The method for selecting grant recipients that shall	48
include both of the following:	49
(a) An assessment of an applicant's need for financial	50
aid, including sources of income and other financial aid the	51
applicant has been awarded;	52
(b) An analysis of whether the degree, certification, or	53
license that is being pursued by an applicant is a qualifying	54
<u>degree, certification, or license.</u>	55
(3) Milestones that must be attained by a grant recipient	56
in order to continue to receive a grant under this section,	57
including spending thirty to ninety days in a workplace where	58
the degree, certification, or license that is being pursued by	59
the grant recipient is required for employment or participating	60
in a cooperative or internship program in a workplace where the	61
degree, certification, or license that is being pursued by the	62
grant recipient is required for employment;	63
(4) Other requirements that must be completed by a grant	64
recipient, including both of the following:	65
(a) The completion of curriculum that includes skills	66
needed by employers;	67
(b) The completion of counseling regarding the proper	68
management of student loans and how to minimize the amount of	69
<u>student loan debt.</u>	70
(5) The method for determining the distribution of a grant	71
to a grant recipient, including both of the following:	72
(a) The amount of each disbursement;	73

(b) The schedule for making disbursements to a grant	74
recipient.	75
(6) Establishing a procedure for a public or private	76
institution to take disciplinary action against a student who	77
fails to continue in an academic program leading to a qualifying	78
degree, certification, or license after receiving a grant,	79
including determining appropriate reimbursements.	80
(E) The Ohio board of regents, in consultation with the	81
state board of education, shall adopt rules establishing a	82
procedure for training and outreach for school counselors to	83
allow them to distribute information to high school students in	84
this state regarding the jobs that are determined to be in-	85
demand jobs and the educational requirements for employment in	86
those jobs.	87
(F) The Ohio board of regents shall solicit proposals to	88
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coordinate and conduct the statewide promotion of the workforce	
grant program through a request for proposals. The Ohio board of	90
regents shall advertise its intent to request proposals in a	91
newspaper of general circulation in the state once a week for	92
two consecutive weeks before a date specified by the board as	93
the date on which it will begin accepting proposals. The notices	94
shall contain a general description of the subject of the	95
proposed agreement and the location where the request for	96
proposals may be obtained. The request for proposals shall	97
include the following information:	98
(1) Instructions concerning the submission of proposals;	99
(2) Information regarding communications, including how to	100
contact persons to whom questions concerning a proposal may be	101
directed;	102

(3) A description of the performance criteria that will be	103
used to evaluate a proposal;	104
(4) The relative importance of each evaluation criterion;	105
(5) Any terms or conditions of the proposed contract.	106
After the date specified for receiving proposals, the Ohio	107
board of regents shall evaluate submitted proposals. The Ohio	108
board of regents may discuss a respondent's proposal with that	109
respondent to clarify or revise a proposal or the terms of the	110
agreement. After reviewing the proposals, the Ohio board of	111
regents may enter into a written agreement with one of the	112
respondents to administer the statewide promotion of the	113
program.	114
(G) The chancellor shall do all of the following:	115
(1) Develop a system of metrics showing both of the	116
following:	117
(a) The total number of grants awarded to eligible_	118
students;	119
(b) The number of grant recipients who became employed in	120
an in-demand job during the twelve-month period following the	121
completion of a qualifying degree, certification, or license.	122
(2) Conduct a dynamic scoring of the taxes generated from	123
the in-demand jobs that grant recipients became employed in as	124
described in division (G)(1) of this section;	125
(3) Perform a cost-benefit analysis comparing the costs of	126
the program against both of the following:	127
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(a) The dynamic scoring of taxes generated described in	128
<u>division (G)(2) of this section;</u>	129

(b) The income generated by grant recipients employed in	130
an in-demand job as described in division (G)(1) of this	131
section.	132
(4) Submit a report to the governor and the general	133
assembly describing the results of the system of metrics,	134
scoring, and analysis required under division (G) of this	135
section not later than December 31, 2018.	136
Sec. 6301.11. The As used in this section, "public or	137
private institution" has the same meaning as in section 3333.92	138
of the Revised Code.	139
The state board, in connection with the department of job	140
and family services and public or private institutions, shall	141
develop a methodology for identifying jobs that are in demand by	142
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employers operating in this state. The methodology for	
identifying in-demand jobs shall include an analysis of jobs	144
that are in demand in each region of the state. The director of	145
job and family services shall determine the regions.	146
The department and the public or private institutions, in	147
consultation with the state board $_{\scriptscriptstyle L}$ shall use the methodology to	148
create a list of such in-demand jobs <del>and in the state and a</del>	149
list of such in-demand jobs in each region of the state. The	150
<u>department</u> shall publish the <del>list <u>lists</u> on the web site of the</del>	151
department on or before December 31, 2014. The department and	152
public or private institutions shall periodically update the	153
list lists to reflect evolving workforce demands in this state	154
and its regions.	155
Local boards, workforce development agencies, and other	156
providers of workforce training shall use the <del>list <u>lists</u> of in-</del>	157
demand jobs to cultivate and prioritize workforce development	158

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activities that correspond to the employment needs of employers 159 operating in this state <u>and in each of its regions</u> and to assist 160 individuals in maximizing their employment opportunities. 161

Section 2. That existing section 6301.11 of the Revised 162 Code is hereby repealed. 163

Section 3. Section 3333.92 of the Revised Code is hereby 164 repealed, effective December 31, 2019.

Section 4. All items in this section are hereby 166 appropriated as designated out of any moneys in the state 167 treasury to the credit of the designated fund. For all 168 appropriations made in this act, those in the first column are 169 for fiscal year 2016 and those in the second column are for 170 fiscal year 2017. The appropriations made in this act are in 171 addition to any other appropriations made for the FY 2016-FY 172 2017 biennium. 173

BOR BOARD OF REGENTS

General Revenue Fund

GRF 235581	Workforce Grants	\$35,000,000	\$35,000,000	176
TOTAL GRF General	Revenue Fund	\$35,000,000	\$35,000,000	177
TOTAL ALL BUDGET	FUND GROUPS	\$35,000,000	\$35,000,000	178

WORKFORCE GRANTS

Of the foregoing appropriation item 235581, Workforce180Grants, up to \$500,000 in each fiscal year shall be used by the181Chancellor of the Board of Regents to coordinate a statewide182effort to promote workforce grant programs.183

The remainder of appropriation item 235581, Workforce184Grants, shall be used by the Chancellor to distribute grant185

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awards pursuant to section 3333.92 of the Revised Code.	186
Section 5. Within the limits set forth in this act, the	187
Director of Budget and Management shall establish accounts	188
indicating the source and amount of funds for each appropriatio	n 189
made in this act, and shall determine the form and manner in	190
which appropriation accounts shall be maintained. Expenditures	191
from appropriations contained in this act shall be accounted fo	r 192
as though made in the main operating appropriations act of the	193
131st General Assembly.	194
The appropriations made in this act are subject to all	195
provisions of the main operating appropriations act of the 131s	
General Assembly that are generally applicable to such	197
appropriations.	198
Section 6. (A) As used in this section, "eligible student"	199
and "qualifying degree, certification, or license" have the sam	e 200
meanings as in section 3333.92 of the Revised Code, as enacted	201
by this act.	202
(B) Notwithstanding Section 3 of this act, an eligible	203
student who is awarded a grant and will not complete a	204
qualifying degree, certification, or license before the date th	e 205
program is terminated will receive the remainder of the grant	206
until the student earns a qualifying degree, certification, or	207
license.	208