As Passed by the House

129th General Assembly Regular Session 2011-2012

Sub. H. B. No. 30

Representative Gardner

Cosponsors: Representatives Wachtmann, Stautberg, Sears, Derickson, Brenner, Maag, Adams, J., Carey, Beck, Blair, Burke, Combs, Hottinger, Snitchler, Kozlowski, Grossman, Bubp, Stebelton, Ruhl, Blessing, Huffman, Baker, Hackett, McClain, Amstutz, Roegner, Henne, Young, Anielski, Boose, Buchy, Coley, Dovilla, Duffey, Gonzales, Goodwin, Hall, Hayes, Martin, Mecklenborg, Newbold, Peterson, Rosenberger, Schuring, Slaby, Thompson, Uecker Speaker Batchelder

A BILL

То	amend sections 3301.07, 3301.16, 3302.05, 3302.07,	1
	3306.01, 3306.02, 3306.05, 3306.06, 3306.07,	2
	3306.08, 3306.09, 3306.091, 3306.10, 3315.18,	3
	3315.19, 3316.06, 3316.16, 3317.018, 3317.024,	4
	3321.01, and 3321.05; to enact section 3301.96;	5
	and to repeal sections 3306.18, 3306.25, 3306.29,	6
	3306.291, 3306.292, 3306.30, 3306.31, 3306.33,	7
	3306.34, 3306.35, 3306.40, 3313.821, 3313.822,	8
	3315.17, 3315.171, and 3318.312 of the Revised	9
	Code; and to repeal Section 265.70.70 of Am. Sub.	1,0
	H.B. 1 of the 128th General Assembly and Section 9	11
	of Sub. H.B. 318 of the 128th General Assembly to	12
	eliminate spending and reporting requirements	13
	related to the school funding system, to abolish	14
	the School Funding Advisory Council, to eliminate	15
	the prohibition on unit funding for gifted student	16
	services effective after fiscal year 2011, to	17

relating to instruction and instructional material, building and

responsibilities of school officials and personnel, and finance

equipment, transportation of pupils, administrative

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and organization of school districts, educational service centers, and territory. Consultative and advisory services in such matters shall be provided by the board to school districts and educational service centers of this state.

- (2) The state board also shall develop a standard of financial reporting which shall be used by each school district board of education and educational service center governing board to make its financial information and annual budgets for each school building under its control available to the public in a format understandable by the average citizen. The format shall show, among other things, at the district and educational service center level or at the school building level, as determined appropriate by the department of education, revenue by source; expenditures for salaries, wages, and benefits of employees, showing such amounts separately for classroom teachers, other employees required to hold licenses issued pursuant to sections 3319.22 to 3319.31 of the Revised Code, and all other employees; expenditures other than for personnel, by category, including utilities, textbooks and other educational materials, equipment, permanent improvements, pupil transportation, extracurricular athletics, and other extracurricular activities; and per pupil expenditures.
- (C) The state board shall administer and supervise the 68 allocation and distribution of all state and federal funds for 69 public school education under the provisions of law, and may 70 prescribe such systems of accounting as are necessary and proper 71 to this function. It may require county auditors and treasurers, 72 boards of education, educational service center governing boards, 73 treasurers of such boards, teachers, and other school officers and 74 employees, or other public officers or employees, to file with it 75 such reports as it may prescribe relating to such funds, or to the 76 management and condition of such funds. 77

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(D)(1) Wherever in Titles IX, XXIII, XXIX, XXXIII, XXXVII,	78
XLVII, and LI of the Revised Code a reference is made to standards	79
prescribed under this section or division (D) of this section,	80
that reference shall be construed to refer to the standards	81
prescribed under division (D)(2) of this section, unless the	82
context specifically indicates a different meaning or intent.	83
(2) The state board shall formulate and prescribe minimum	84
standards to be applied to all elementary and secondary schools in	85
this state for the purpose of requiring a general education of	86
high quality. Such standards shall provide adequately for: the	87
licensing of teachers, administrators, and other professional	88
personnel and their assignment according to training and	89
qualifications; efficient and effective instructional materials	90
and equipment, including library facilities; the proper	91
organization, administration, and supervision of each school,	92
including regulations for preparing all necessary records and	93
reports and the preparation of a statement of policies and	94
objectives for each school; buildings, grounds, health and	95
sanitary facilities and services; admission of pupils, and such	96
requirements for their promotion from grade to grade as will	97
assure that they are capable and prepared for the level of study	98
to which they are certified; requirements for graduation; and such	99
other factors as the board finds necessary.	100
In the formulation and administration of such standards for	101
nonpublic schools the board shall also consider the particular	102
needs, methods and objectives of those schools, provided they do	103
not conflict with the provision of a general education of a high	104
quality and provided that regular procedures shall be followed for	105
promotion from grade to grade of pupils who have met the	106
educational requirements prescribed.	107

In the formulation and administration of such standards as

they relate to instructional materials and equipment in public

schools, including library materials, the board shall require that 110 the material and equipment be aligned with and promote skills 111 expected under the statewide academic standards adopted under 112 section 3301.079 of the Revised Code.

- (3) In addition to the minimum standards required by division 114
 (D)(2) of this section, the state board shall formulate and 115
 prescribe the following additional minimum operating standards for 116
 school districts: 117
- (a) Standards for the effective and efficient organization, 118 administration, and supervision of each school district so that it 119 becomes a thinking and learning organization according to 120 principles of systems design and collaborative professional 121 learning communities research as defined by the superintendent of 122 public instruction, including a focus on the personalized and 123 124 individualized needs of each student; a shared responsibility among school boards, administrators, faculty, and staff to develop 125 a common vision, mission, and set of guiding principles; a shared 126 responsibility among school boards, administrators, faculty, and 127 staff to engage in a process of collective inquiry, action 128 orientation, and experimentation to ensure the academic success of 129 all students; commitment to teaching and learning strategies that 130 utilize technological tools and emphasize inter-disciplinary, 131 real-world, project-based, and technology-oriented learning 132 experiences to meet the individual needs of every student; 133 commitment to high expectations for every student and commitment 134 to closing the achievement gap so that all students achieve core 135 knowledge and skills in accordance with the statewide academic 136 standards adopted under section 3301.079 of the Revised Code; 137 commitment to the use of assessments to diagnose the needs of each 138 student; effective connections and relationships with families and 139 others that support student success; and commitment to the use of 140 positive behavior intervention supports throughout a district to 141

ensure a safe and secure learning environment for all students;	142
(b) Standards for the establishment of business advisory	143
councils and family and civic engagement teams by school districts	144
under sections <u>section</u> 3313.82 , 3313.821, and 3313.822 of the	145
Revised Code;	146
(c) Standards incorporating the classifications for the	147
components of the adequacy amount under Chapter 3306. of the	148
Revised Code into core academic strategy components and academic	149
improvement components, as specified in rules adopted under	150
section 3306.25 of the Revised Code;	151
(d) Standards for school district organizational units, as	152
defined in sections 3306.02 and 3306.04 of the Revised Code, that	153
require:	154
(i) The effective and efficient organization, administration,	155
and supervision of each school district organizational unit so	156
that it becomes a thinking and learning organization according to	157
principles of systems design and collaborative professional	158
learning communities research as defined by the state	159
superintendent, including a focus on the personalized and	160
individualized needs of each student; a shared responsibility	161
among organizational unit administrators, faculty, and staff to	162
develop a common vision, mission, and set of guiding principles; a	163
shared responsibility among organizational unit administrators,	164
faculty, and staff to engage in a process of collective inquiry,	165
action orientation, and experimentation to ensure the academic	166
success of all students; commitment to job embedded professional	167
development and professional mentoring and coaching; established	168
periods of time for teachers to pursue planning time for the	169
development of lesson plans, professional development, and shared	170
learning; commitment to effective management strategies that allow	171
administrators reasonable access to classrooms for observation and	172

professional development experiences; commitment to teaching and

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learning strategies that utilize technological tools and emphasize	174
inter-disciplinary, real-world, project-based, and	175
technology-oriented learning experiences to meet the individual	176
needs of every student; commitment to high expectations for every	177
student and commitment to closing the achievement gap so that all	178
students achieve core knowledge and skills in accordance with the	179
statewide academic standards adopted under section 3301.079 of the	180
Revised Code; commitment to the use of assessments to diagnose the	181
needs of each student; effective connections and relationships	182
with families and others that support student success; commitment	183
to the use of positive behavior intervention supports throughout	184
the organizational unit to ensure a safe and secure learning	185
environment for all students;	186

- (ii) A school organizational unit leadership team to 187 coordinate positive behavior intervention supports, family and 188 civic engagement services, learning environments, thinking and 189 learning systems, collaborative planning, planning time, student 190 academic interventions, student extended learning opportunities, 191 and other activities identified by the team and approved by the 192 district board of education. The team shall include the building 193 principal, representatives from each collective bargaining unit, 194 the building lead teacher, parents, business representatives, and 195 others that support student success. 196
- (E) The state board may require as part of the health 197 curriculum information developed under section 2108.34 of the 198 Revised Code promoting the donation of anatomical gifts pursuant 199 to Chapter 2108. of the Revised Code and may provide the 200 information to high schools, educational service centers, and 201 joint vocational school district boards of education; 202
- (F) The state board shall prepare and submit annually to the governor and the general assembly a report on the status, needs, and major problems of the public schools of the state, with

(K) For the purpose of encouraging the development of special

programs of education for academically gifted children, the state

board shall employ competent persons to analyze and publish data,

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promote research, advise and counsel with boards of education, and	237
encourage the training of teachers in the special instruction of	238
gifted children. The board may provide financial assistance out of	239
any funds appropriated for this purpose to boards of education and	240
educational service center governing boards for developing and	241
conducting programs of education for academically gifted children.	242
(L) The state board shall require that all public schools	243

- (L) The state board shall require that all public schools 243 emphasize and encourage, within existing units of study, the 244 teaching of energy and resource conservation as recommended to 245 each district board of education by leading business persons 246 involved in energy production and conservation, beginning in the 247 primary grades.
- (M) The state board shall formulate and prescribe minimum 249 standards requiring the use of phonics as a technique in the 250 teaching of reading in grades kindergarten through three. In 251 addition, the state board shall provide in-service training 252 programs for teachers on the use of phonics as a technique in the 253 teaching of reading in grades kindergarten through three. 254
- (N) The state board may adopt rules necessary for carrying 255 out any function imposed on it by law, and may provide rules as 256 are necessary for its government and the government of its 257 employees, and may delegate to the superintendent of public 258 instruction the management and administration of any function 259 imposed on it by law. It may provide for the appointment of board 260 members to serve on temporary committees established by the board 261 for such purposes as are necessary. Permanent or standing 262 committees shall not be created. 263

Compliance (O) Upon application from the board of education

of a school district, the superintendent of public instruction may

issue a waiver exempting the district from compliance with the

standards adopted under divisions (B)(2) and (D) of this section,

as they relate to the operation of a school operated by a school

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the district, may be waived by the state superintendent pursuant	269
to section 3306.40 of the Revised Code. The state board shall	270
adopt standards for the approval or disapproval of waivers under	271
this division. The state superintendent shall consider every	272
application for a waiver, and shall determine whether to grant or	273
deny a waiver in accordance with the state board's standards. For	274
each waiver granted, the state superintendent shall specify the	275
period of time during which the waiver is in effect, which shall	276
not exceed five years. A district board may apply to renew a	277
waiver.	278

Sec. 3301.16. Pursuant to standards prescribed by the state 279 board of education as provided in division (D) of section 3301.07 280 of the Revised Code, the state board shall classify and charter 281 school districts and individual schools within each district 282 except that no charter shall be granted to a nonpublic school 283 unless the school complies with section 3313.612 of the Revised 284 Code.

In the course of considering the charter of a new school 286 district created under section 3311.26 or 3311.38 of the Revised 287 Code, the state board shall require the party proposing creation 288 of the district to submit to the board a map, certified by the 289 county auditor of the county in which the proposed new district is 290 located, showing the boundaries of the proposed new district. In 291 the case of a proposed new district located in more than one 292 county, the map shall be certified by the county auditor of each 293 county in which the proposed district is located. 294

The state board shall revoke the charter of any school

district or school which fails to meet the standards for

elementary and high schools as prescribed by the board. The state

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board shall also revoke the charter of any nonpublic school that

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does not comply with section 3313.612 of the Revised Code. The

state board may revoke the charter of any school district that	300
fails to meet the operating standards established under division	301
(D)(3) of section 3301.07 of the Revised Code.	302

Page 11

In the issuance and revocation of school district or school 303 charters, the state board shall be governed by the provisions of 304 Chapter 119. of the Revised Code. 305

No school district, or individual school operated by a school 306 district, shall operate without a charter issued by the state 307 board under this section.

In case a school district charter is revoked pursuant to this 309 section, the state board may dissolve the school district and 310 transfer its territory to one or more adjacent districts. An 311 equitable division of the funds, property, and indebtedness of the 312 school district shall be made by the state board among the 313 receiving districts. The board of education of a receiving 314 district shall accept such territory pursuant to the order of the 315 state board. Prior to dissolving the school district, the state 316 board shall notify the appropriate educational service center 317 governing board and all adjacent school district boards of 318 education of its intention to do so. Boards so notified may make 319 recommendations to the state board regarding the proposed 320 dissolution and subsequent transfer of territory. Except as 321 provided in section 3301.161 of the Revised Code, the transfer 322 ordered by the state board shall become effective on the date 323 specified by the state board, but the date shall be at least 324 thirty days following the date of issuance of the order. 325

A high school is one of higher grade than an elementary 326 school, in which instruction and training are given in accordance 327 with sections 3301.07 and 3313.60 of the Revised Code and which 328 also offers other subjects of study more advanced than those 329 taught in the elementary schools and such other subjects as may be 330 approved by the state board of education. 331

An elementary school is one in which instruction and training 332 are given in accordance with sections 3301.07 and 3313.60 of the 333 Revised Code and which offers such other subjects as may be 334 approved by the state board of education. In districts wherein a 335 junior high school is maintained, the elementary schools in that 336 district may be considered to include only the work of the first 337 six school years inclusive, plus the kindergarten year. 338

A high school or an elementary school may consist of less
than one or more than one organizational unit, as defined in
sections 3306.02 and 3306.04 of the Revised Code.

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Sec. 3301.96. Any school district that is required by the 342 agreement for a grant awarded under the federal Race to the Top 343 program, Division (A), Title XIV, Sections 14005 and 14006 of the 344 "American Recovery and Reinvestment Act of 2009," Pub. L. No. 345 111-5, 123 Stat. 115, to employ a linkage coordinator and engage 346 in other activities for closing the achievement gap and increasing 347 the graduation rate or to have a family and civic engagement team 348 shall continue to comply with those provisions for the life of the 349 grant award, in the manner provided for by former sections 350 3306.31, 3313.821, and 3313.822 of the Revised Code, which 351 sections were repealed by Sub. H.B. 30 of the 129th general 352 assembly. 353

Sec. 3302.05. The state board of education shall adopt rules 354 freeing school districts declared to be excellent under division 355 (B)(1) or effective under division (B)(2) of section 3302.03 of 356 the Revised Code from specified state mandates. Any mandates 357 included in the rules shall be only those statutes or rules 358 pertaining to state education requirements. The rules shall not 359 exempt districts from any standard or requirement of Chapter 3306. 360 section 3306.09 of the Revised Code or from any operating standard 361 adopted under division (D)(3) of section 3301.07 of the Revised 362 Code. 363

Sec. 3302.07. (A) The board of education of any school	364
district, the governing board of any educational service center,	365
or the administrative authority of any chartered nonpublic school	366
may submit to the state board of education an application	367
proposing an innovative education pilot program the implementation	368
of which requires exemptions from specific statutory provisions or	369
rules. If a district or service center board employs teachers	370
under a collective bargaining agreement adopted pursuant to	371
Chapter 4117. of the Revised Code, any application submitted under	372
this division shall include the written consent of the teachers'	373
employee representative designated under division (B) of section	374
4117.04 of the Revised Code. The exemptions requested in the	375
application shall be limited to any requirement of Title XXXIII of	376
the Revised Code or of any rule of the state board adopted	377
pursuant to that title except that the application may not propose	378
an exemption from any requirement of or rule adopted pursuant to	379
<u>section 3306.09,</u> Chapter 3307. or 3309., sections 3319.07 to	380
3319.21, or Chapter 3323. of the Revised Code. Furthermore, an	381
exemption from any standard or requirement of Chapter 3306. or	382
from any operating standard adopted under division (D)(3) of	383
section 3301.07 of the Revised Code shall be granted only pursuant	384
to a waiver granted by the superintendent of public instruction	385
under <u>division (0) of that</u> section 3306.40 of the Revised Code .	386

- (B) The state board of education shall accept any application 387 submitted in accordance with division (A) of this section. The 388 superintendent of public instruction shall approve or disapprove 389 the application in accordance with standards for approval, which 390 shall be adopted by the state board.
- (C) The superintendent of public instruction shall exempt 392 each district or service center board or chartered nonpublic 393

school administrative authority with an application approved under	394
division (B) of this section for a specified period from the	395
statutory provisions or rules specified in the approved	396
application. The period of exemption shall not exceed the period	397
during which the pilot program proposed in the application is	398
being implemented and a reasonable period to allow for evaluation	399
of the effectiveness of the program.	400

Sec. 3306.01. This chapter shall be administered by the state 401 board of education. The superintendent of public instruction shall 402 calculate the amounts payable to each school district and shall 403 certify the amounts payable to each eligible district to the 404 treasurer of the district as determined under this chapter. As 405 soon as possible after such amounts are calculated, the 406 superintendent shall certify to the treasurer of each school 407 district the district's adjusted charge-off increase, as defined 408 in section 5705.211 of the Revised Code. No moneys shall be 409 distributed pursuant to this chapter without the approval of the 410 controlling board. 411

The state board of education shall, in accordance with 412 appropriations made by the general assembly, meet the financial 413 obligations of this chapter. 414

Annually, the department of education shall calculate and 415 report to each school district the district's adequacy amount 416 utilizing the calculations in sections 3306.03 and 3306.13 of the 417 Revised Code. The department shall calculate and report separately 418 for each school district the district's total state and local 419 funds for its students with disabilities, utilizing the 420 calculations in sections 3306.05, 3306.11, and 3306.13 of the 421 Revised Code. The department shall calculate and report separately 422 for each school district the amount of funding calculated for each 423 factor of the district's adequacy amount. 424

Not later than the thirty-first day of August of each fiscal	425
year, the department of education shall provide to each school	426
district a preliminary estimate of the amount of funding that the	427
department calculates the district will receive under section	428
3306.13 of the Revised Code. Not later than the first day of	429
December of each fiscal year, the department shall update that	430
preliminary estimate.	431

Moneys distributed pursuant to this chapter shall be 432 calculated and paid on a fiscal year basis, beginning with the 433 first day of July and extending through the thirtieth day of June. 434 Unless otherwise provided, the moneys appropriated for each fiscal 435 year shall be distributed at least monthly to each school 436 district. The state board shall submit a yearly distribution plan 437 to the controlling board at its first meeting in July. The state 438 board shall submit any proposed midyear revision of the plan to 439 the controlling board in January. Any year-end revision of the 440 plan shall be submitted to the controlling board in June. If 441 moneys appropriated for each fiscal year are distributed other 442 than monthly, such distribution shall be on the same basis for 443 each school district. 444

The total amounts paid each month shall constitute, as nearly as possible, one-twelfth of the total amount payable for the entire year. 447

Payments shall be calculated to reflect the reporting of 448 formula ADM. Annualized periodic payments for each school district 449 shall be based on the district's final student counts verified by 450 the superintendent of public instruction based on reports under 451 section 3317.03 of the Revised Code, as adjusted, if so ordered, 452 under division (K) of that section.

(A) Except as otherwise provided, payments under this chapter 454 shall be made only to those school districts that comply with 455 divisions (A)(1) to (3) of this section. 456

Sub. H. B. No. 30 As Passed by the House

(1) Each city, exempted village, and local school district	457
shall levy for current operating expenses at least twenty mills.	458
Levies for joint vocational or cooperative education school	459
districts or county school financing districts, limited to or to	460
the extent apportioned to current expenses, shall be included in	461
this qualification requirement. School district income tax levies	462
under Chapter 5748. of the Revised Code, limited to or to the	463
extent apportioned to current operating expenses, shall be	464
included in this qualification requirement to the extent	465
determined by the tax commissioner under division (D) of section	466
3317.021 of the Revised Code.	467

(2) Each city, exempted village, local, and joint vocational 468 school district, during the school year next preceding the fiscal 469 year for which payments are calculated under this chapter, shall 470 meet the requirement of section 3313.48 or 3313.481 of the Revised 471 Code, with regard to the minimum number of days or hours school 472 must be open for instruction with pupils in attendance, for 473 individualized parent-teacher conference and reporting periods, 474 and for professional meetings of teachers. The superintendent of 475 public instruction shall waive a number of days in accordance with 476 section 3317.01 of the Revised Code on which it had been necessary 477 for a school to be closed because of disease epidemic, hazardous 478 weather conditions, inoperability of school buses or other 479 equipment necessary to the school's operation, damage to a school 480 building, or other temporary circumstances due to utility failure 481 rendering the school building unfit for school use. 482

A school district shall not be considered to have failed to

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comply with this division or section 3313.481 of the Revised Code

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because schools were open for instruction but either twelfth grade

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students were excused from attendance for up to three days or only

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a portion of the kindergarten students were in attendance for up

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to three days in order to allow for the gradual orientation to

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school of such students.

The superintendent of public instruction shall waive the 490 requirements of this section with reference to the minimum number 491 of days or hours a school must be open for instruction with pupils 492 in attendance for the school year succeeding the school year in 493 which a board of education initiates a plan of operation pursuant 494 to section 3313.481 of the Revised Code. The minimum requirements 495 of this section shall again be applicable to the district 496 beginning with the school year commencing the second July 497 succeeding the initiation of the plan, and for each school year 498 thereafter. 499

A school district shall not be considered to have failed to 500 comply with this division or section 3313.48 or 3313.481 of the 501 Revised Code because schools were open for instruction but the 502 length of the regularly scheduled learning day, for any number of 503 days during the school year, was reduced by not more than two 504 hours due to hazardous weather conditions. 505

- (3) Each city, exempted village, local, and joint vocational 506
 school district shall have on file, and shall pay in accordance 507
 with, a teachers' salary schedule which complies with section 508
 3317.13 of the Revised Code. 509
- (B) A school district board of education or educational 510 service center governing board that has not conformed with other 511 law, and the rules pursuant thereto, shall not participate in the 512 distribution of funds authorized by this chapter, except for good 513 and sufficient reason established to the satisfaction of the state 514 board of education and the state controlling board. 515
- (C) All funds allocated to school districts under this 516 chapter, except those specifically allocated for other purposes, 517 shall be used only to pay current operating expenses or for either 518 of the following purposes: 519

(1) The modification or purchase of classroom space to	520
provide all-day kindergarten as required by section 3321.05 of the	521
Revised Code, provided the district certifies its shortage of	522
space for providing all-day kindergarten to the department of	523
education, in a manner specified by the department;	524
(2) The modification or purchase of classroom space to reduce	525
class sizes in grades kindergarten through three to attain the	526
goal of fifteen students per core teacher, provided the district	527
certifies its need for additional classroom space to the	528
department, in a manner specified by the department.	529
(D) On or before the last day of each month, the department	530
of education shall certify to the director of budget and	531
management for payment, for each county:	532
(1)(a) That portion of the allocation of money under section	533
3306.13 of the Revised Code that is required to be paid in that	534
month to each school district located wholly within the county	535
subsequent to the deductions described in division (D)(1)(b) of	536
this section;	537
(b) The amounts deducted from such allocation under sections	538
3307.31 and 3309.51 of the Revised Code for payment directly to	539
the school employees and state teachers retirement systems under	540
such sections.	541
(2) If the district is located in more than one county, an	542
apportionment of the amounts that would otherwise be certified	543
under division (D)(1) of this section. The amounts apportioned to	544
the county shall equal the amounts certified under division (D)(1)	545
of this section times the percentage of the district's resident	546
pupils who reside both in the district and in the county, based on	547
the average daily membership reported under division (A) of	548
section 3317.03 of the Revised Code in October of the prior fiscal	549
year.	550

Sec. 3306.02. As used in this chapter:	551
(A) "Adequacy amount" means the amount described in section	552
3306.03 of the Revised Code.	553
(B) "Building manager" means a person who supervises the	554
administrative (non-curricular, non-instructional) functions of	555
school operation so that a school principal can focus on	556
supporting instruction, providing instructional leadership, and	557
engaging teachers as part of the instructional leadership team. A	558
building manager may be, but is not required to be, a licensed	559
educator under section 3319.22 of the Revised Code.	560
(C) "Career-technical education teacher" means an education	561
professional who holds a valid license to provide specialized	562
instruction in career and technical courses.	563
(D)(1) "Category one special education ADM" means a school	564
district's formula ADM of children whose primary or only	565
identified disability is a speech and language disability, as this	566
term is defined pursuant to Chapter 3323. of the Revised Code.	567
Beginning in fiscal year 2010, for any school district for which	568
formula ADM means the number verified in the previous fiscal year,	569
the category one special education ADM also shall be as verified	570
from the previous year.	571
(2) "Category two special education ADM" means a school	572
district's formula ADM of children identified as specific learning	573
disabled or developmentally disabled, as these terms are defined	574
pursuant to Chapter 3323. of the Revised Code, or as having an	575
other health impairment-minor, as defined in this section.	576
Beginning in fiscal year 2010, for any school district for which	577
formula ADM means the number verified in the previous fiscal year,	578
the category two special education ADM also shall be as verified	579
from the previous year.	580

- (3) "Category three special education ADM" means a school 581 district's formula ADM of children identified as hearing disabled 582 or severe behavior disabled, as these terms are defined pursuant 583 to Chapter 3323. of the Revised Code. Beginning in fiscal year 584 2010, for any school district for which formula ADM means the 585 number verified in the previous fiscal year, the category three 586 special education ADM also shall be as verified from the previous 587 year. 588
- (4) "Category four special education ADM" means a school 589 district's formula ADM of children identified as vision impaired, 590 as this term is defined pursuant to Chapter 3323. of the Revised 591 Code, or as having an other health impairment-major, as defined in 592 this section. Beginning in fiscal year 2010, for any school 593 district for which formula ADM means the number verified in the 594 previous fiscal year, the category four special education ADM also 595 shall be as verified from the previous year. 596
- (5) "Category five special education ADM" means a school 597 district's formula ADM of children identified as orthopedically 598 disabled or as having multiple disabilities, as these terms are 599 defined pursuant to Chapter 3323. of the Revised Code. Beginning 600 in fiscal year 2010, for any school district for which formula ADM 601 means the number verified in the previous fiscal year, the 602 category five special education ADM also shall be as verified from 603 the previous year. 604
- (6) "Category six special education ADM" means a school 605 district's formula ADM of children identified as autistic, having 606 traumatic brain injuries, or as both visually and hearing 607 impaired, as these terms are defined pursuant to Chapter 3323. of 608 the Revised Code. Beginning in fiscal year 2010, for any school 609 district for which formula ADM means the number verified in the 610 previous fiscal year, the category six special education ADM also 611 shall be as verified from the previous year. 612

(E) "Class one effective operating tax rate" of a school	613
district means the quotient obtained by dividing the district's	614
class one taxes charged and payable for current expenses,	615
excluding taxes levied under sections 5705.194 to 5705.197,	616
5705.199, 5705.213, and 5705.219 of the Revised Code, by the	617
district's class one taxable value.	618
(F) "Core teacher" means an education professional who	619
provides instruction in English-language arts, mathematics,	620
science, social studies, or foreign languages.	621
(G) "Counselor" means a person with a valid educator license	622
issued pursuant to section 3319.22 of the Revised Code who	623
provides pre-college and career counseling, general academic	624
counseling, course planning, and other counseling services that	625
are not related to a student's individualized education plan, as	626
defined in section 3323.01 of the Revised Code.	627
(H)(1) "Formula ADM" means, for a city, local, or exempted	628
village school district, the average daily membership described in	629
division (A) of section 3317.03 of the Revised Code, as verified	630
by the superintendent of public instruction and adjusted if so	631
ordered under division (K) of that section, further adjusted by	632
the department of education, as follows:	633
(a) Count only twenty per cent of the number of joint	634
vocational school district students counted under division (A)(3)	635
of section 3317.03 of the Revised Code;	636
(b) Add twenty per cent of the number of students who are	637
entitled to attend school in the district under section 3313.64 or	638
3313.65 of the Revised Code and are enrolled in another school	639
district under a career-technical educational compact.	640
(2) In making calculations under this chapter that utilize	641
formula ADM, the department shall use the formula ADM derived from	642

the final, verified, and adjusted average daily membership

described under division (A) of section 3317.03 of the Revised	644
Code for the prior fiscal year, unless such average daily	645
membership for the current fiscal year exceeds that number by two	646
per cent or more. In that case, the department shall derive the	647
formula ADM from such average daily membership for the current	648
fiscal year.	649

- (3) For fiscal year 2010, the department shall calculate 650 formula ADM on the basis of the final, verified, and adjusted 651 average daily membership, described in division (A) of the version 652 of section 3317.03 of the Revised Code in effect on and after the 653 effective date of this amendment July 17, 2009, for October 2008 654 unless such average daily membership for October 2009 exceeds that 655 number by two per cent or more. In that case, the department shall 656 derive the formula ADM from such average daily membership for 657 October 2009. 658
- (I) "Gifted coordinator" means a person who holds a valid 659 educator license issued under section 3319.22 of the Revised Code, 660 meets the qualifications for a gifted coordinator specified in the 661 operating standards for identifying and serving gifted students 662 prescribed in rules adopted by the state board of education, and 663 provides coordination services for gifted students in accordance 664 with those standards.
- (J) "Gifted intervention specialist" means a person who holds
 a valid gifted intervention specialist license or endorsement
 issued under section 3319.22 of the Revised Code and serves gifted
 students in accordance with the operating standards for
 identifying and serving gifted students prescribed in rules
 adopted by the state board of education.

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- (K) "Internet- or computer-based community school" has the same meaning as in section 3314.02 of the Revised Code. 673
 - (L) "Lead teacher" means a teacher who provides mentoring and 674

coaching for new teachers. A lead teacher also assists in	675
coordinating professional development activities, in the	676
development of professional learning communities, and in common	677
planning time, and assists teachers in developing project-based,	678
real-world learning activities for their students. The lead	679
teacher position shall be a rotating position in which an	680
individual shall serve no more than three years. After lead	681
teacher licenses become available under section 3319.22 of the	682
Revised Code, only teachers who hold that license shall be	683
appointed as lead teachers. Until that time, each school district	684
shall designate qualifications for the lead teacher position that	685
are comparable to the licensing requirements, and shall give	686
preference for appointment to the position to teachers who are	687
certified by the national board for professional teaching	688
standards or who meet the qualifications for a "master teacher"	689
established by the educator standards board.	690
(M) "Limited English proficiency teacher" means a person who	691
provides instruction in English as a second language	692

- provides instruction in English as a second language. 692
- (N) "Medically fragile child" means a child to whom all of 693 the following apply: 694
- (1) The child requires the services of a doctor of medicine 695 or osteopathic medicine at least once a week due to the 696 instability of the child's medical condition. 697
- (2) The child requires the services of a registered nurse on 698 a daily basis. 699
- (3) The child is at risk of institutionalization in a 700 hospital, skilled nursing facility, or intermediate care facility 701 for the mentally retarded. 702
- (0) "Ohio educational challenge factor" means an index to 703 adjust the funding amount for each school district to account for 704 student and community socioeconomic factors affecting teacher 705

recruitment and retention, professional development, and other	706
factors related to quality instruction. The Ohio educational	707
challenge factor for each school district includes the district's	708
college attainment rate of population, wealth per pupil, and	709
concentration of poverty, and is listed in section 3306.051 of the	710
Revised Code.	711

- (P) "Organizational unit" means, for the purpose of 712 calculating a school district's adequacy amount under this 713 chapter, a unit used to index a school district's formula ADM in 714 certain grade levels. Calculating the number of organizational 715 units in a school district functions to allocate the state's 716 resources in a manner that achieves a thorough, efficient, and 717 adequate educational system that provides the appropriate services 718 to students enrolled in that district. In recognition of the fact 719 that students have different educational needs at each 720 developmental stage, organizational units group the grade levels 721 into elementary school units, middle school units, and high school 722 units. Except as provided in division (C) of section 3306.04 of 723 the Revised Code, a school district's "organizational units" is 724 the sum of its elementary school units, middle school units, and 725 high school units. 726
- (Q) A child may be identified as having an "other health 727 impairment-major" if the child's condition meets the definition of 728 "other health impaired" established in rules adopted by the state 729 board of education prior to July 1, 2001, and if either of the 730 following apply applies: 731
- (1) The child is identified as having a medical condition 732 that is among those listed by the superintendent of public 733 instruction as conditions where a substantial majority of cases 734 fall within the definition of "medically fragile child." 735
- (2) The child is determined by the superintendent of public 736 instruction to be a medically fragile child. A school district may 737

a school district under divisions (A)(6) and (7) of section

(V) "Recognized valuation" means the amount calculated for a

(W) "School nurse wellness coordinator" means a person who

school district pursuant to section 3317.015 of the Revised Code.

has fulfilled the requirements for the issuance of a school nurse

wellness coordinator license under section 3319.221 of the Revised

village school district that has a formula ADM of less than four

(X) "Small school district" means a city, local, or exempted

3317.021 of the Revised Code.

Code.

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hundred eighteen students in grades kindergarten through twelve.	768
(Y) "Special education" has the same meaning as in section	769
3323.01 of the Revised Code.	770
(Z) "Special education teacher" means a teacher who holds the	771
necessary license issued pursuant to section 3319.22 of the	772
Revised Code to meet the unique needs of children with	773
disabilities.	774
(AA) "Special education teacher's aide" means a person	775
providing support for special education teachers and other	776
associated duties.	777
(BB) "Specialist teacher" means a person holding a valid	778
educator's license, issued pursuant to section 3319.22 of the	779
Revised Code, who provides instruction in dance, drama and	780
theater, music, visual art, or physical education.	781
(CC) "State share percentage" means the quotient of a school	782
district's state share of the adequacy amount determined under	783
section 3306.13 of the Revised Code divided by the total adequacy	784
amount for the district as described in section 3306.03 of the	785
Revised Code. If the quotient is a negative number, the district's	786
state share percentage is zero.	787
(DD) "Family and community liaisons" means individuals who	788
provide assistance to students and their families, individuals who	789
are linkage coordinators as described in section 3306.31 of the	790
Revised Code, and may include individuals who hold valid licenses	791
as family liaisons, social workers, and student advocates.	792
(EE) "Supplemental teacher" means a person holding a valid	793
educator license issued pursuant to section 3319.22 of the Revised	794
Code, or qualified to secure such a license and approved by the	795
school district to provide remedial services, intensive	796
subject-based instruction, homework help, or other forms of	797
supplemental instruction.	798

(FF) "Targeted poverty indicator" means the percentage of a	799
school district's students who are economically disadvantaged, as	800
determined for purposes of the report card issued under section	801
3302.03 of the Revised Code.	802
(GG) "Tax exempt value" of a school district means the amount	803
certified for a school district under division (A)(4) of section	804
3317.021 of the Revised Code.	805
(HH) "Total taxable value" means the sum of the amounts	806
certified for a school district under divisions (A)(1) and (2) of	807
section 3317.021 of the Revised Code.	808
Sec. 3306.05. (A) The instructional services support	809
component of the adequacy amount for each city, local, and	810
exempted village school district is the sum of the following:	811
(1) The core teacher factor;	812
(2) The specialist teacher factor;	813
(3) The lead teacher factor;	814
(4) The special education teacher factor;	815
(5) The special education teacher's aide factor;	816
(6) The limited English proficiency teacher factor;	817
(7) The supplemental teacher factor.	818
(B) Each factor listed in division (A) of this section shall	819
be calculated by multiplying the Ohio educational challenge	820
factor, specified for the district in section 3306.051 of the	821
Revised Code, times the statewide base teacher salary of \$56,902	822
in fiscal year 2010 and \$57,812 in fiscal year 2011, times the	823
number of positions funded, as follows:	824
(1) The number of core teacher positions funded shall be	825
calculated by dividing the district's formula ADM in grades four	826
to twelve by twenty-five, and then adding that number to the	827

Page 28

Sub. H. B. No. 30

Sec. 3306.06. (A) The additional services support component	858
of the adequacy amount for each city, local, and exempted village	859
school district is the sum of the following:	860
(1) The family and community liaison factor;	861
(2) The counselor factor;	862
(3) The summer remediation factor;	863
(4) The school nurse wellness coordinator factor;	864
(5) The district health professional factor.	865
(B)(1) The family and community liaison factor shall be	866
calculated by multiplying the school district's formula ADM times	867
its targeted poverty indicator and dividing the product by	868
seventy-five, and then multiplying the quotient by the product of	869
the applicable Ohio educational challenge factor times \$38,633, in	870
fiscal year 2010, and times \$39,381, in fiscal year 2011.	871
(2) The counselor factor shall be calculated by dividing the	872
district's formula ADM for grades six to twelve by two hundred	873
fifty, and then multiplying the quotient by a dollar amount for	874
each fiscal year established by law. No counselor factor shall be	875
calculated and paid for fiscal years 2010 and 2011.	876
(3) The summer remediation program factor shall be calculated	877
by multiplying the district's formula ADM times its targeted	878
poverty indicator times fifty per cent, which represents the	879
anticipated participation rate, dividing that product by thirty,	880
which is the assumed student-to-teacher ratio for summer	881
remediation, and multiplying that quotient by the product of	882
\$3,000 times the applicable Ohio educational challenge factor.	883
(4) The school nurse wellness coordinator factor shall be	884
calculated by multiplying the number of the district's	885
organizational units times a dollar amount for each fiscal year	886

established by law, except that in a small school district, the

school nurse wellness coordinator factor shall be zero. No school	888
nurse wellness coordinator factor shall be calculated and paid for	889
	890
fiscal years 2010 and 2011.	690
(5) The district health professional factor for each district	891
equals a dollar amount specified by law for each fiscal year. No	892
district health professional factor shall be calculated and paid	893
for fiscal years 2010 and 2011.	894
(C) In adopting expenditure and reporting standards under	895
section 3306.25 of the Revised Code, the superintendent of public	896
instruction shall include standards that encourage school	897
districts to give preference to employing or obtaining the	898
services of licensed school nurses with funds received for the	899
school nurse wellness coordinator factor and the district health	900
professional factor.	901
(D) Each school district shall account separately for	902
expenditures of the amounts received for additional services	903
support under this section and report that information to the	904
department of education.	905
Sec. 3306.07. (A) The administrative services support	906
component of the adequacy amount for each city, local, and	907
exempted village school district is the sum of the following:	908
(1) The district administration factor;	909
(2) The principal factor;	910
(3) The administrative support personnel factor;	911
(B)(1) The district administration factor equals \$187,176 in	912
fiscal year 2010 and \$190,801 in fiscal year 2011.	913
(2) The principal factor shall be calculated by multiplying	914
the number of the district's organizational units times \$89,563 in	915
fiscal year 2010 and \$91,297 in fiscal year 2011. However, each	916
type 1 or type 2 school district shall receive for a principal	917

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factor an amount not less than the applicable dollar amount	918
specified in this paragraph times the number of school buildings	919
in the district for which the department of education issued a	920
report card under section 3302.03 of the Revised Code for the	921
prior school year. As used in this division, "type 1 school	922
district" means a school district characterized as a type 1	923
(rural/agricultural, high poverty, low median income) district,	924
and "type 2 school district" means a school district characterized	925
as a type 2 (rural/agricultural, small student population, low	926
poverty, low to moderate median income), in the typology of	927
districts published by the department in July 2007.	928
(3) The administrative support personnel factor is funding	929
determined for building managers, secretaries, and	930
noninstructional aides.	931
(a) The funding for building managers shall be calculated by	932
multiplying \$33,624 in fiscal year 2010 and \$34,275 in fiscal year	933
2011 times the number of the district's organizational units.	934
(b) The funding for secretaries shall be calculated by	935
multiplying \$33,624 in fiscal year 2010 and \$34,275 in fiscal year	936
2011 times the number of the district's organizational units,	937
where two additional secretaries shall be funded for each high	938
school organizational unit.	939
(c) The funding for noninstructional aides shall be a dollar	940
amount set by law for each fiscal year times the number of the	941
district's organizational units, where the organizational units	942
are multiplied by two in the case of elementary school and middle	943
school organizational units and by three in case of high school	944
organizational units.	945
However, each small school district shall receive funding for	946

one building manager, one secretary, and one noninstructional

aide. Every other city, local, and exempted village school

Page 32

Sub. H. B. No. 30

development factor.

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(B)(1) The gifted identification factor shall be calculated 977 by multiplying the district's formula ADM times \$5. 978 (2) The gifted coordinator factor shall be calculated by 979 multiplying \$66,375 in fiscal year 2010 and \$67,660 in fiscal year 980 2011 times the quotient of the district's formula ADM divided by 981 two thousand five hundred. 982 (3) The gifted intervention specialist factor shall be 983 calculated by multiplying the number of the district's 984 organizational units times the Ohio educational challenge factor 985 specified for the district in section 3306.051 of the Revised Code 986 times the statewide base teacher salary specified in section 987 3306.05 of the Revised Code. 988 (4) The gifted intervention specialist professional 989 development factor shall be calculated by multiplying the number 990 of the district's organizational units times the 991 per-teaching-position dollar amount specified for the professional 992 development factor in division (A)(7) of section 3306.03 of the 993 Revised Code. 994 (C) The gifted intervention specialist factor and the gifted 995 intervention specialist professional development factor for each 996 city, local, and exempted village school district, shall be 997 adjusted by multiplying the calculated amount by 0.20 in fiscal 998 year 2010, by 0.30 in fiscal year 2011, by 0.40 in fiscal years 999 2012 and 2013, by 0.60 in fiscal years 2014 and 2015, and by 0.80 1000 in fiscal years 2016 and 2017. 1001 (D) A school district that does not submit an annual report 1002 under section 3324.05 of the Revised Code, or that reports zero 1003 students identified as gifted, shall receive zero funding for the 1004 gifted coordinator factor, the gifted intervention specialist 1005 factor, and the gifted intervention specialist professional 1006

(E) Each school district shall expend the funds calculated	1008
under the gifted education support component in accordance with	1009
rules adopted under section 3306.25 of the Revised Code by the	1010
state board of education. Those rules shall require that such	1011
funds be spent only for the employment of staff to serve students	1012
identified as gifted, in accordance with Chapter 3324. of the	1013
Revised Code, or for other services to such students. The rules	1014
shall be aligned with the operating standards for identifying and	1015
serving gifted students prescribed in rules adopted by the state	1016
board of education . Notwithstanding anything to the contrary in	1017
section 3306.25 of the Revised Code, the The rules regarding the	1018
expenditure and reporting of funds for the gifted education	1019
support component adopted under that this section shall take	1020
effect July 1, 2011 <u>2013</u> .	1021

Subject to approval by the department of education, a school 1022 district may use up to fifteen per cent of the portion of the 1023 gifted intervention specialist factor attributable to the grade 1024 six through twelve formula ADM to support access to services 1025 provided by the district that are not services described in 1026 Chapter 3324. of the Revised Code but are specified in gifted 1027 students' written education plans prepared in accordance with the 1028 state board's operating standards for identifying and serving 1029 gifted students. 1030

- (F) Each school district shall account separately for 1031 expenditures of the amounts received for gifted identification, 1032 gifted coordinators, gifted intervention specialists, and gifted 1033 intervention specialist professional development under this 1034 section and report that information to the department of 1035 education.
- (G)(1) Each city, local, and exempted village school district 1037 that received for fiscal year 2009 unit funding for staff to 1038 provide gifted student services under division (L) of section 1039

3317.024 and division (E) of section 3317.05 of the Revised Code,	1040
as those sections existed for that fiscal year, shall spend in	1041
each fiscal year thereafter for staff to provide services to	1042
identified gifted students from the funds received under this	1043
chapter an amount not less than the aggregate amount received for	1044
such gifted unit funding for fiscal year 2009.	1045
(2) Each city, local, and exempted village school district	1046
that, in fiscal year 2009, received gifted student services from	1047
staff employed for that purpose by an educational service center,	1048
which service center received for fiscal year 2009 unit funding	1049
for gifted student services, shall in each fiscal year thereafter	1050
do either of the following:	1051
(a) Obtain staff to provide gifted student services from an	1052
educational service center that are comparable to the gifted	1053
student <u>staff</u> services provided to the district with gifted unit	1054
funding in fiscal year 2009 by an educational service center;	1055
(b) Spend for staff to provide services to identified gifted	1056
students from the funds received under this chapter an amount not	1057
less than the amount of gifted unit funding expended by an	1058
educational service center in fiscal year 2009 for the district's	1059
students.	1060
(3) No district to which division (C)(1) or (2) of this	1061
section applies shall apply for or receive a waiver under section	1062
3306.40 of the Revised Code from the spending requirements	1063
prescribed in those divisions or under division (E) of this	1064
section.	1065
(4) Each educational service center that received for fiscal	1066
year 2009 unit funding for staff to provide gifted student	1067
services shall spend from its state funds in each fiscal year	1068
thereafter for staff to provide services to identified gifted	1069

students an amount not less than the aggregate amount received for

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gifted unit funding for fiscal year 2009. No educational service	1071
center to which division (G)(4) of this section shall receive any	1072
waiver of this requirement.	1073
(H) A city, local, or exempted village school district that	1074
did not receive for fiscal year 2009 unit funding for gifted	1075
student services under division (L) of section 3317.024 and	1076
division (E) of section 3317.05 of the Revised Code, as those	1077
sections existed for that fiscal year, may apply to the	1078
superintendent of public instruction for a waiver under section	1079
3306.40 of the Revised Code from any expenditure requirements	1080
prescribed under division (E) of this section. Notwithstanding	1081
anything to the contrary in section 3306.40 of the Revised Code,	1082
the The first waiver granted to a district pursuant to this	1083
division shall not be effective for longer than two years, and	1084
any. A district may receive one subsequent renewal of that waiver,	1085
which shall not be effective for longer than one year.	1086
(I) Each school district and educational center shall account	1087
for the funds spent under division (G) of this section and report	1088
that information to the department. The operating standards for	1089
identifying and serving gifted students shall apply to the staff	1090
funded under this section. The department shall monitor and	1091
enforce compliance with the spending requirements in division (G)	1092
of this section.	1093
Sec. 3306.091. (A) The enrichment support component of the	1094
adequacy amount for each city, local, and exempted village school	1095
district shall be calculated by multiplying the district's formula	1096
ADM times \$100 times the Ohio educational challenge factor.	1097
(B) The enrichment support for each city, local, and exempted	1098
village school district shall be adjusted by multiplying the	1099

calculated amount by 0.20 in fiscal year 2010, by 0.30 in fiscal

year 2011, by 0.40 in fiscal years 2012 and 2013, by 0.60 in

Page 37

Sub. H. B. No. 30

district board of education may establish a separate account

solely for the purpose of depositing funds transferred from the

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district's reserve balance account established under former	1163
division (H) of section 5705.29 of the Revised Code. After April	1164
10, 2001, a board may deposit all or part of the funds formerly	1165
included in such reserve balance account in the separate account	1166
established under this section. Funds deposited in this separate	1167
account and interest on such funds shall be utilized solely for	1168
the purpose of providing the district's portion of the basic	1169
project costs of any project undertaken in accordance with Chapter	1170
3318. of the Revised Code.	1171

- (D)(1) Notwithstanding division (A) of this section, in any 1172 year a district is in fiscal emergency status as declared pursuant 1173 to section 3316.03 of the Revised Code, the district may deposit 1174 an amount less than required by division (A) of this section, or 1175 make no deposit, into the district capital and maintenance fund 1176 for that year. 1177
- (2) Notwithstanding division (A) of this section, in any 1178 fiscal year that a school district is either in fiscal watch 1179 status, as declared pursuant to section 3316.03 of the Revised 1180 Code, or in fiscal caution status, as declared pursuant to section 1181 3316.031 of the Revised Code, the district may apply to the 1182 superintendent of public instruction for a waiver from the 1183 requirements of division (A) of this section, under which the 1184 district may be permitted to deposit an amount less than required 1185 by that division or permitted to make no deposit into the district 1186 capital and maintenance fund for that year. The superintendent may 1187 grant a waiver under division (D)(2) of this section if the 1188 district demonstrates to the satisfaction of the superintendent 1189 that compliance with division (A) of this section that year will 1190 create an undue financial hardship on the district. 1191
- (3) Notwithstanding division (A) of this section, not more 1192 often than one fiscal year in every three consecutive fiscal 1193 years, any school district that does not satisfy the conditions 1194

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for the exemption described in division (D)(1) of this section or	1195
the conditions to apply for the waiver described in division	1196
(D)(2) of this section may apply to the superintendent of public	1197
instruction for a waiver from the requirements of division (A) of	1198
this section, under which the district may be permitted to deposit	1199
an amount less than required by that division or permitted to make	1200
no deposit into the district capital and maintenance fund for that	1201
year. The superintendent may grant a waiver under division (D)(3)	1202
of this section if the district demonstrates to the satisfaction	1203
of the superintendent that compliance with division (A) of this	1204
section that year will necessitate the reduction or elimination of	1205
a program currently offered by the district that is critical to	1206
the academic success of students of the district and that no	1207
reasonable alternatives exist for spending reductions in other	1208
areas of operation within the district that negate the necessity	1209
of the reduction or elimination of that program.	1210
(E) Notwithstanding any provision to the contrary in Chapter	1211
4117. of the Revised Code, the requirements of this section	1212
prevail over any conflicting provisions of agreements between	1213
employee organizations and public employers entered into after	1214
November 21, 1997.	1215
(F) As used in this section, "student population" means the	1216
average, daily, full-time equivalent number of students in	1217
kindergarten through twelfth grade receiving any educational	1218
services from the school district during the first full school	1219
week in October, excluding students enrolled in adult education	1220
classes, but including all of the following:	1221
(1) Adjacent or other district students enrolled in the	1222
district under an open enrollment policy pursuant to section	1223
3313.98 of the Revised Code;	1224
(2) Students receiving services in the district pursuant to a	1225

compact, cooperative education agreement, or a contract, but who

are entitled to attend school in another district pursuant to	1227
section 3313.64 or 3313.65 of the Revised Code;	1228
(3) Students for whom tuition is payable pursuant to sections	1229
3317.081 and 3323.141 of the Revised Code.	1230
The department of education shall determine a district's	1231
student population using data reported to it under section 3317.03	1232
of the Revised Code for the applicable fiscal year.	1233
Sec. 3315.19. Notwithstanding the provisions of sections	1234
3315.17 and section 3315.18 of the Revised Code as they exist it	1235
exists after the effective date of this section July 1, 2001, the	1236
board of education of any school district annually may elect to	1237
set aside funds for textbooks and instructional materials or for	1238
capital and maintenance in accordance with the provisions of those	1239
sections that section as they it existed prior to the effective	1240
date of this section July 1, 2001, and the rules adopted under	1241
those sections that section. Any district board making such an	1242
election under this section shall notify the auditor of state	1243
within ninety days after the beginning of the fiscal year whether	1244
the district intends to comply with the provisions of one or both	1245
former sections section 3315.18 of the Revised Code. A school	1246
district making an election under this section shall not be	1247
required to comply, during the fiscal year of the election, with	1248
the provisions of the applicable sections section 3315.18 of the	1249
Revised Code as they exist it exists after the effective date of	1250
this section July 1, 2001.	1251
Sec. 3316.06. (A) Within one hundred twenty days after the	1252
first meeting of a school district financial planning and	1253
supervision commission, the commission shall adopt a financial	1254
recovery plan regarding the school district for which the	1255
commission was greated. During the formulation of the plan, the	1256

commission shall seek appropriate input from the school district	1257
board and from the community. This plan shall contain the	1258
following:	1259
(1) Actions to be taken to:	1260
(a) Eliminate all fiscal emergency conditions declared to	1261
exist pursuant to division (B) of section 3316.03 of the Revised	1262
Code;	1263
(b) Satisfy any judgments, past-due accounts payable, and all	1264
past-due and payable payroll and fringe benefits;	1265
(c) Eliminate the deficits in all deficit funds, except that	1266
any prior year deficits in the textbook and instructional	1267
materials fund established pursuant to section 3315.17 of the	1268
Revised Code and the capital and maintenance fund established	1269
pursuant to section 3315.18 of the Revised Code shall be forgiven;	1270
(d) Restore to special funds any moneys from such funds that	1271
were used for purposes not within the purposes of such funds, or	1272
borrowed from such funds by the purchase of debt obligations of	1273
the school district with the moneys of such funds, or missing from	1274
the special funds and not accounted for, if any;	1275
(e) Balance the budget, avoid future deficits in any funds,	1276
and maintain on a current basis payments of payroll, fringe	1277
benefits, and all accounts;	1278
(f) Avoid any fiscal emergency condition in the future;	1279
(g) Restore the ability of the school district to market	1280
long-term general obligation bonds under provisions of law	1281
applicable to school districts generally.	1282
(2) The management structure that will enable the school	1283
district to take the actions enumerated in division (A)(1) of this	1284
section. The plan shall specify the level of fiscal and management	1285
control that the commission will exercise within the school	1286

district during the period of fiscal emergency, and shall 1287 enumerate respectively, the powers and duties of the commission 1288 and the powers and duties of the school board during that period. 1289 The commission may elect to assume any of the powers and duties of 1290 the school board it considers necessary, including all powers 1291 related to personnel, curriculum, and legal issues in order to 1292 successfully implement the actions described in division (A)(1) of 1293 this section. 1294

- (3) The target dates for the commencement, progress upon, and 1295 completion of the actions enumerated in division (A)(1) of this 1296 section and a reasonable period of time expected to be required to 1297 implement the plan. The commission shall prepare a reasonable time 1298 schedule for progress toward and achievement of the requirements 1299 for the plan, and the plan shall be consistent with that time 1300 schedule.
- (4) The amount and purpose of any issue of debt obligations 1302 that will be issued, together with assurances that any such debt 1303 obligations that will be issued will not exceed debt limits 1304 supported by appropriate certifications by the fiscal officer of 1305 the school district and the county auditor. Debt obligations 1306 issued pursuant to section 133.301 of the Revised Code shall 1307 include assurances that such debt shall be in an amount not to 1308 exceed the amount certified under division (B) of such section. If 1309 the commission considers it necessary in order to maintain or 1310 improve educational opportunities of pupils in the school 1311 district, the plan may include a proposal to restructure or 1312 refinance outstanding debt obligations incurred by the board under 1313 section 3313.483 of the Revised Code contingent upon the approval, 1314 during the period of the fiscal emergency, by district voters of a 1315 tax levied under section 718.09, 718.10, 5705.194, 5705.21, 1316 5748.02, or 5748.08 of the Revised Code that is not a renewal or 1317 replacement levy, or a levy under section 5705.199 of the Revised 1318

Code, and that will provide new operating revenue. Notwithstanding	1319
any provision of Chapter 133. or sections 3313.483 to 3313.4811 of	1320
the Revised Code, following the required approval of the district	1321
voters and with the approval of the commission, the school	1322
district may issue securities to evidence the restructuring or	1323
refinancing. Those securities may extend the original period for	1324
repayment, not to exceed ten years, and may alter the frequency	1325
and amount of repayments, interest or other financing charges, and	1326
other terms of agreements under which the debt originally was	1327
contracted, at the discretion of the commission, provided that any	1328
loans received pursuant to section 3313.483 of the Revised Code	1329
shall be paid from funds the district would otherwise receive	1330
under Chapter 3306. of the Revised Code, as required under	1331
division (E)(3) of section 3313.483 of the Revised Code. The	1332
securities issued for the purpose of restructuring or refinancing	1333
the debt shall be repaid in equal payments and at equal intervals	1334
over the term of the debt and are not eligible to be included in	1335
any subsequent proposal for the purpose of restructuring or	1336
refinancing debt under this section.	1337

- (B) Any financial recovery plan may be amended subsequent to 1338 its adoption. Each financial recovery plan shall be updated 1339 annually.
- (C) Each school district financial planning and supervision 1341 commission shall submit the financial recovery plan it adopts or 1342 updates under this section to the state superintendent of public 1343 instruction for approval immediately following its adoption or 1344 updating. The state superintendent shall evaluate the plan and 1345 either approve or disapprove it within thirty calendar days from 1346 the date of its submission. If the plan is disapproved, the state 1347 superintendent shall recommend modifications that will render it 1348 acceptable. No financial planning and supervision commission shall 1349 implement a financial recovery plan that is adopted or updated on 1350

of budget and management, and the budget commission, whereupon	1381
such commission and its functions under this chapter shall	1382
terminate. This determination shall be made by the auditor of	1383
state upon the filing with the auditor of state of a written	1384
request for such a determination by the school district board, the	1385
governor, or the commission, or may be made by the auditor of	1386
state upon the auditor of state's own initiative.	1387

- (C) The commission shall prepare and submit at the time of 1388 such certification a final report of its activities, in such form 1389 as is appropriate for the purpose of providing a record of its 1390 activities and assisting other commissions created under this 1391 chapter in the conduct of their functions. All of the books and 1392 records of the commission shall be delivered to the auditor of 1393 state for retention and safekeeping.
- (D) Upon receipt of the certification provided for in 1395 division (B) of this section, the director of budget and 1396 management shall follow the procedures set forth in section 126.29 1397 of the Revised Code. 1398
- (E) If, at the time of termination of the commission, an 1399 effective financial accounting and reporting system has not been 1400 fully implemented, the auditor of state shall monitor the progress 1401 of implementation and shall exercise authority under this section 1402 and Chapter 117. of the Revised Code to secure full implementation 1403 at the earliest time feasible but within two years after such 1404 termination.
- sec. 3317.018. (A) The department of education shall make no
 calculations or payments under Chapter 3317. of the Revised Code
 for any fiscal year except as prescribed in this section.
 1408
- (B) School districts shall report student enrollment data as 1409 prescribed by section 3317.03 of the Revised Code, which data the 1410 department shall use to make payments under Chapters 3306. and 1411

3317. of the Revised Code.	1412
(C) The tax commissioner shall report data regarding tax	1413
valuation and receipts for school districts as prescribed by	1414
sections 3317.015, 3317.021, 3317.025, 3317.026, 3317.027,	1415
3317.028, 3317.0210, 3317.0211, and 3317.08 and by division (M) of	1416
section 3317.02 of the Revised Code, which data the department	1417
shall use to make payments under Chapters 3306. and 3317. of the	1418
Revised Code.	1419
(D) Unless otherwise specified by another provision of law,	1420
in addition to the payments prescribed by Chapter 3306. of the	1421
Revised Code, the department shall continue to make payments to or	1422
adjustments for school districts in fiscal years after fiscal year	1423
2009 under the following provisions of Chapter 3317. of the	1424
Revised Code:	1425
(1) The catastrophic cost reimbursement under division (C)(3)	1426
of section 3317.022 of the Revised Code. No other payments shall	1427
be made under that section.	1428
(2) All payments or adjustments under section 3317.023 of the	1429
Revised Code, except no payments or adjustments shall be made	1430
under divisions (B), (C), and (D) of that section.	1431
(3) All payments or adjustments under section 3317.024 of the	1432
Revised Code, except no payments or adjustments shall be made	1433
under divisions (F) , (L) , and (N) of that section for fiscal years	1434
after fiscal year 2009 or under division (L) of that section for	1435
fiscal years 2010 and 2011.	1436
(4) All payments and adjustments under sections 3317.025,	1437
3317.026, 3317.027, 3317.028, 3317.0210, and 3317.0211 of the	1438
Revised Code;	1439
(5) Payments under section 3317.04 of the Revised Code;	1440

(6) Unit payments under sections 3317.05, 3317.051, 3317.052,

education, except that the department of education shall not make	1471
payments under divisions (F) , (L) , and (N) of this section for any	1472
fiscal year after fiscal year 2009 <u>or under division (L) of this</u>	1473
section for fiscal year 2010 or 2011:	1474
(A) An amount for each island school district and each joint	1475
state school district for the operation of each high school and	1476
each elementary school maintained within such district and for	1477
capital improvements for such schools. Such amounts shall be	1478
determined on the basis of standards adopted by the state board of	1479
education.	1480
(B) An amount for each school district operating classes for	1481
children of migrant workers who are unable to be in attendance in	1482
an Ohio school during the entire regular school year. The amounts	1483
shall be determined on the basis of standards adopted by the state	1484
board of education, except that payment shall be made only for	1485
subjects regularly offered by the school district providing the	1486
classes.	1487
(C) An amount for each school district with guidance,	1488
testing, and counseling programs approved by the state board of	1489
education. The amount shall be determined on the basis of	1490
standards adopted by the state board of education.	1491
(D) An amount for the emergency purchase of school buses as	1492
provided for in section 3317.07 of the Revised Code;	1493
(E) An amount for each school district required to pay	1494
tuition for a child in an institution maintained by the department	1495
of youth services pursuant to section 3317.082 of the Revised	1496
Code, provided the child was not included in the calculation of	1497
the district's average daily membership for the preceding school	1498
year.	1499

(F) An amount for adult basic literacy education for each

district participating in programs approved by the state board of 1501 education. The amount shall be determined on the basis of 1502 standards adopted by the state board of education. 1503

- (G) An amount for the approved cost of transporting eligible 1504 pupils with disabilities attending a special education program 1505 approved by the department of education whom it is impossible or 1506 impractical to transport by regular school bus in the course of 1507 regular route transportation provided by the district or service 1508 center. No district or service center is eligible to receive a 1509 payment under this division for the cost of transporting any pupil 1510 whom it transports by regular school bus and who is included in 1511 the district's transportation ADM. The state board of education 1512 shall establish standards and guidelines for use by the department 1513 of education in determining the approved cost of such 1514 transportation for each district or service center. 1515
- (H) An amount to each school district, including each

 cooperative education school district, pursuant to section 3313.81

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 of the Revised Code to assist in providing free lunches to needy

 children and an amount to assist needy school districts in

 purchasing necessary equipment for food preparation. The amounts

 shall be determined on the basis of rules adopted by the state

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 board of education.
- (I) An amount to each school district, for each pupil 1523 attending a chartered nonpublic elementary or high school within 1524 the district. The amount shall equal the amount appropriated for 1525 the implementation of section 3317.06 of the Revised Code divided 1526 by the average daily membership in grades kindergarten through 1527 twelve in nonpublic elementary and high schools within the state 1528 as determined during the first full week in October of each school 1529 1530 year.
- (J) An amount for each county DD board, distributed on the 1531 basis of standards adopted by the state board of education, for 1532

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the approved cost of transportation required for	children	1533
attending special education programs operated by	the county DD	1534
board under section 3323.09 of the Revised Code;		1535

- (K) An amount for each school district that establishes a mentor teacher program that complies with rules of the state board of education. No school district shall be required to establish or maintain such a program in any year unless sufficient funds are appropriated to cover the district's total costs for the program.
- (L) An amount to each school district or educational service 1541 center for the total number of gifted units approved pursuant to 1542 section 3317.05 of the Revised Code. The amount for each such unit 1543 shall be the sum of the minimum salary for the teacher of the 1544 unit, calculated on the basis of the teacher's training level and 1545 years of experience pursuant to the salary schedule prescribed in 1546 the version of section 3317.13 of the Revised Code in effect prior 1547 to July 1, 2001, plus fifteen per cent of that minimum salary 1548 amount, plus two thousand six hundred seventy-eight dollars. 1549
- (M) An amount to each institution defined under section 1550 3317.082 of the Revised Code providing elementary or secondary 1551 education to children other than children receiving special 1552 education under section 3323.091 of the Revised Code. This amount 1553 for any institution in any fiscal year shall equal the total of 1554 all tuition amounts required to be paid to the institution under 1555 division (A)(1) of section 3317.082 of the Revised Code. 1556
- (N) A grant to each school district and joint vocational 1557 school district that operates a "graduation, reality, and 1558 dual-role skills" (GRADS) program for pregnant and parenting 1559 students that is approved by the department. The amount of the 1560 payment shall be the district's state share percentage, as defined 1561 in section 3317.022 or 3317.16 of the Revised Code, times the 1562 GRADS personnel allowance times the full-time-equivalent number of 1563 GRADS teachers approved by the department. The GRADS personnel 1564

allowance is \$47,555 in fiscal years 2008 and 2009. The GRADS	1565
program shall include instruction on adoption as an option for	1566
unintended pregnancies.	1567

The state board of education or any other board of education 1568 or governing board may provide for any resident of a district or 1569 educational service center territory any educational service for 1570 which funds are made available to the board by the United States 1571 under the authority of public law, whether such funds come 1572 directly or indirectly from the United States or any agency or 1573 department thereof or through the state or any agency, department, 1574 or political subdivision thereof. 1575

Sec. 3321.01. (A)(1) As used in this chapter, "parent," 1576 "quardian," or "other person having charge or care of a child" 1577 means either parent unless the parents are separated or divorced 1578 or their marriage has been dissolved or annulled, in which case 1579 "parent" means the parent who is the residential parent and legal 1580 custodian of the child. If the child is in the legal or permanent 1581 custody of a person or government agency, "parent" means that 1582 person or government agency. When a child is a resident of a home, 1583 as defined in section 3313.64 of the Revised Code, and the child's 1584 parent is not a resident of this state, "parent," "guardian," or 1585 "other person having charge or care of a child" means the head of 1586 the home. 1587

A child between six and eighteen years of age is "of 1588 compulsory school age" for the purpose of sections 3321.01 to 1589 3321.13 of the Revised Code. A child under six years of age who 1590 has been enrolled in kindergarten also shall be considered "of 1591 compulsory school age" for the purpose of sections 3321.01 to 1592 3321.13 of the Revised Code unless at any time the child's parent 1593 or guardian, at the parent's or guardian's discretion and in 1594 consultation with the child's teacher and principal, formally 1595

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withdraws the child from kindergarten. The compulsory school age of a child shall not commence until the beginning of the term of such schools, or other time in the school year fixed by the rules of the board of the district in which the child resides.

- (2) No child shall be admitted to a kindergarten or a first 1600 grade of a public school in a district in which all children are 1601 admitted to kindergarten and the first grade in August or 1602 September unless the child is five or six years of age, 1603 respectively, by the thirtieth day of September of the year of 1604 admittance, or by the first day of a term or semester other than 1605 one beginning in August or September in school districts granting 1606 admittance at the beginning of such term or semester, except that 1607 in those school districts using or obtaining educationally 1608 accepted standardized testing programs for determining entrance, 1609 as approved by the board of education of such districts, the board 1610 shall admit a child to kindergarten or the first grade who fails 1611 to meet the age requirement, provided the child meets necessary 1612 standards as determined by such standardized testing programs. If 1613 the board of education has not established a standardized testing 1614 program, the board shall designate the necessary standards and a 1615 testing program it will accept for the purpose of admitting a 1616 child to kindergarten or first grade who fails to meet the age 1617 requirement. Each child who will be the proper age for entrance to 1618 kindergarten or first grade by the first day of January of the 1619 school year for which admission is requested shall be so tested 1620 upon the request of the child's parent. 1621
- (3) Notwithstanding divisions (A)(2) and (D) of this section, 1622 beginning with the school year that starts in 2001 and continuing 1623 thereafter the board of education of any district may adopt a 1624 resolution establishing the first day of August in lieu of the 1625 thirtieth day of September as the required date by which students 1626 must have attained the age specified in those divisions. 1627

services committee in the case of a child who is at least six

years of age by the thirtieth day of September of the year of

committee the possession of the social, emotional, and cognitive

admittance and who demonstrates to the satisfaction of the

skills necessary for first grade.

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The board of education of each city, local, and exempted	1658
village school district shall establish a pupil personnel services	1659
committee. The committee shall be composed of all of the following	1660
to the extent such personnel are either employed by the district	1661
or employed by the governing board of the educational service	1662
center within whose territory the district is located and the	1663
educational service center generally furnishes the services of	1664
such personnel to the district:	1665
(1) The director of pupil personnel services;	1666
(2) An elementary school counselor;	1667
(3) An elementary school principal;	1668
(4) A school psychologist;	1669
(5) A teacher assigned to teach first grade;	1670
(6) A gifted coordinator.	1671
The responsibilities of the pupil personnel services	1672
committee shall be limited to the issuing of waivers allowing	1673
admittance to the first grade without the successful completion of	1674
kindergarten. The committee shall have no other authority except	1675
as specified in this section.	1676
(E) The scheduling of times for kindergarten classes and	1677
length of the school day for kindergarten shall be determined by	1678
the board of education of a city, exempted village, or local	1679
school district, subject to section 3321.05 of the Revised Code.	1680
(F) Any kindergarten class offered by a day-care provider or	1681
school described by division (B)(1) or (B)(2)(a) of this section	1682
shall be developmentally appropriate.	1683
(G) Upon written request of a day-care provider described by	1684
division (B)(2)(a) of this section, the department of education	1685
shall determine whether certification held by a teacher employed	1686
by the provider meets the requirement of division (B)(2)(b)(iii)	1687

of this section and, if so, shall furnish the provider a statement	1688
to that effect.	1689
(H) As used in this division, "all-day kindergarten" has the	1690
same meaning as in section 3321.05 of the Revised Code.	1691
(1) Any school district that did not receive for fiscal year	1692
2009 poverty-based assistance for all-day kindergarten under	1693
division (D) of section 3317.029 of the Revised Code may charge	1694
fees or tuition for students enrolled in all-day kindergarten. If	1695
a district charges fees or tuition for all-day kindergarten under	1696
this division, the district shall develop a sliding fee scale	1697
based on family incomes.	1698
(2) The department of education shall conduct an annual	1699
survey of each school district described in division (H)(1) of	1700
this section to determine the following:	1701
(1)(a) Whether the district charges fees or tuition for	1702
students enrolled in all-day kindergarten;	1703
(b) The amount of the fees or tuition charged;	1704
(c) How many of the students for whom tuition is charged are	1705
eligible for free lunches under the "National School Lunch Act,"	1706
60 Stat. 230 (1946), 42 U.S.C. 1751, as amended, and the "Child	1707
Nutrition Act of 1966," 80 Stat. 885, 42 U.S.C. 1771, as amended,	1708
and how many of the students for whom tuition is charged are	1709
eligible for reduced price lunches under those acts;	1710
$\frac{(2)(d)}{(d)}$ How many students are enrolled in <u>traditional</u> half-day	1711
kindergarten and how many students are enrolled in rather than	1712
all-day kindergarten, as defined in section 3321.05 of the Revised	1713
Code .	1714
Each district shall report to the department, in the manner	1715
prescribed by the department, the information required by this	1716
division described in divisions (H)(2)(a) to (d) of this section.	1717

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The department shall issue an annual report on the results of	1718
the survey and shall post the report on its web site. The	1719
department shall issue the first report not later than April 30,	1720
2008, and shall issue a report not later than the thirtieth day of	1721
April each year thereafter.	1722
Sec. 3321.05. (A) As used in this section, "all-day	1723
kindergarten" means a kindergarten class that is in session five	1724
days per week for not less than the same number of clock hours	1725
each day as for students in grades one through six.	1726
(B) Any school district may operate all-day kindergarten or	1727
extended kindergarten, but beginning in fiscal year 2011, each	1728
city, local, and exempted village school district shall provide	1729
all-day kindergarten to each student enrolled in kindergarten,	1730
except as specified in divisions (C) and (D) of this section.	1731
(C) The board of education of a school district may apply to	1732
the superintendent of public instruction for a waiver of the	1733
requirement to provide all-day kindergarten for all kindergarten	1734
students. In making the determination to grant or deny the waiver,	1735
the state superintendent may consider space concerns or	1736
alternative delivery approaches used by the school district.	1737
$\frac{(D)}{NO}$ no district shall require any student to attend	1738
kindergarten for more than one-half of the number of clock hours	1739
required each day for grades one through six traditional	1740
kindergarten by the minimum standards adopted under division (D)	1741
of section 3301.07 of the Revised Code. Each school district that	1742
operates all-day or extended kindergarten shall accommodate	1743
kindergarten students whose parents or guardians elect to enroll	1744
them for one half of the minimum number of hours required each day	1745
for grades one through six.	1746

(E)(C) A school district may use space in child day-care

centers licensed under Chapter 5104. of the Revised Code to

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Section 3. That Section 265.70.70 of Am. Sub. H.B. 1 of the 1757

128th General Assembly and Section 9 of Sub. H.B. 318 of the 128th 1758

General Assembly are hereby repealed. 1759

3306.34, 3306.35, 3306.40, 3313.821, 3313.822, 3315.17, 3315.171,

and 3318.312 of the Revised Code are hereby repealed.

Section 4. Sections 1, 2, and 3 of this act take effect July 1760 1, 2011.

Section 5. Sections 3301.07 and 3317.024 of the Revised Code 1762 are presented in this act as composites of the sections as amended 1763 by both Am. Sub. H.B. 1 and Sub. S.B. 79 of the 128th General 1764 Assembly. The General Assembly, applying the principle stated in 1765 division (B) of section 1.52 of the Revised Code that amendments 1766 are to be harmonized if reasonably capable of simultaneous 1767 operation, finds that the composites are the resulting versions of 1768 the sections in effect prior to the effective date of the sections 1769 as presented in this act. 1770