## S. B. No. 257 As Passed by the Senate

moved	to	amend	as	follows	s

In line 1 of the title, delete "section" and insert "sections";	1
after "135.71" insert "and 5919.34"	2
In line 4 of the title, after "program" insert "and regarding Ohio	3
National Guard Scholarship Program repayment interest"	4
In line 5, delete "section" and insert "sections"; after "135.71"	5
insert "and 5919.34"	6
After line 52, insert:	7
"Sec. 5919.34. (A) As used in this section:	8
(1) "Academic term" means any one of the following:	9
(a) Fall term, which consists of fall semester or fall	10
quarter, as appropriate;	11
(b) Winter term, which consists of winter semester, winter	12
quarter, or spring semester, as appropriate;	13
(c) Spring term, which consists of spring quarter;	14
(d) Summer term, which consists of summer semester or	15

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summer	quarter.	as	appropriate.

(2) "Eligible applicant" means any individual to whom all 17 of the following apply:

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- (a) The individual does not possess a baccalaureate 19 degree.
- (b) The individual has enlisted, re-enlisted, or extended current enlistment in the Ohio national guard or is an individual to which division (F) of this section applies.
- (c) The individual is actively enrolled as a full-time or part-time student for at least three credit hours of course work in a semester or quarter in a two-year or four-year degreegranting program at a state institution of higher education or a private institution of higher education, in a diploma-granting program at a state or private institution of higher education that is a school of nursing, or in a credential-certifying program, licensing program, trade certification program, or apprenticeship program for an in-demand occupation as identified by the adjutant general and the chancellor of higher education, in consultation with the governor's office of workforce transformation.
- (d) The individual has not accumulated ninety-six

  eligibility units under division (E) of this section.

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- (3) "State institution of higher education" means any
  state university or college as defined in division (A)(1) of
  section 3345.12 of the Revised Code, community college
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  established under Chapter 3354. of the Revised Code, state
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  community college established under Chapter 3358. of the Revised
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  Code, university branch established under Chapter 3355. of the
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  Revised Code, or technical college established under Chapter

- (4) "Private institution of higher education" means an Ohio institution of higher education that is nonprofit and has received a certificate of authorization pursuant to Chapter 1713. of the Revised Code, that is a private institution exempt from regulation under Chapter 3332. of the Revised Code as prescribed in section 3333.046 of the Revised Code, or that holds a certificate of registration and program authorization issued by the state board of career colleges and schools pursuant to section 3332.05 of the Revised Code.
- (5) "Tuition" means the charges imposed to attend an institution of higher education and includes general and instructional fees. "Tuition" does not include laboratory fees, room and board, or other similar fees and charges.
- (B) There is hereby created a scholarship program to be known as the Ohio national guard scholarship program.
- (C) (1) The adjutant general shall approve scholarships for all eligible applicants. The adjutant general shall process all applications for scholarships for each academic term in the order in which they are received. The scholarships shall be made without regard to financial need. At no time shall one person be placed in priority over another because of sex, race, or religion.
- (2) The adjutant general shall develop and provide a written explanation that informs all eligible scholarship recipients that the recipient may become ineligible and liable for repayment for an amount of scholarship payments received in accordance with division (G) of this section. The written explanation shall be reviewed by the scholarship recipient

before acceptance of the scholarship and before acceptance of an	74
enlistment, warrant, commission, or appointment for a term not	75
less than the recipient's remaining term in the national guard	76
or in the active duty component of the United States armed	77
forces.	78
(D)(1) Except as provided in divisions (I) and (J) of this	79
section, for each academic term that an eligible applicant is	80
approved for a scholarship under this section and either remains	81
a current member in good standing of the Ohio national guard or	82
is eligible for a scholarship under division (F)(1) of this	83
section, the institution of higher education in which the	84
applicant is enrolled shall, if the applicant's enlistment	85
obligation extends beyond the end of that academic term or if	86
division (F)(1) of this section applies, be paid on the	87
applicant's behalf the applicable one of the following amounts:	88
(a) If the institution is a state institution of higher	89
education, an amount equal to one hundred per cent of the	90
institution's tuition charges;	91
(b) If the institution is a nonprofit private institution	92
or a private institution exempt from regulation under Chapter	93
3332. of the Revised Code as prescribed in section 3333.046 of	94
the Revised Code, an amount equal to one hundred per cent of the	95
average tuition charges of all state universities;	96
(c) If the institution is an institution that holds a	97
certificate of registration from the state board of career	98
colleges and schools, the lesser of the following:	99
(i) An amount equal to one hundred per cent of the	100

institution's tuition;

(ii) An amount equal to one hundred per cent of the

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average	tuiti	on charge	es of	all	state	universit	cies,	as	that	term	
is defi	ned in	section	3345.	011	of th	e Revised	Code.				

- (2) The adjutant general and the chancellor may jointly 105 adopt rules to require the use of other federal educational 106 financial assistance programs, including such programs offered 107 by the United States department of defense, for which an 108 applicant is eligible based on the applicant's military service. 109 If such rules are adopted, the rules shall require that 110 financial assistance received by a scholarship recipient under 111 those programs be applied to all eligible expenses prior to the 112 use of scholarship funds awarded under this section. Scholarship 113 funds awarded under this section shall then be applied to the 114 recipient's remaining eligible expenses. 115
- (3) An eligible applicant's scholarship shall not be
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  reduced by the amount of that applicant's benefits under "the
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  Montgomery G.I. Bill Act of 1984," Pub. L. No. 98-525, 98 Stat.
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  2553 (1984).
- (E) A scholarship recipient under this section shall be 120 entitled to receive scholarships under this section for the 121 number of quarters or semesters it takes the recipient to 122 accumulate ninety-six eligibility units as determined under 123 divisions (E)(1) to (3) of this section. 124
- (1) To determine the maximum number of semesters or

  quarters for which a recipient is entitled to a scholarship

  under this section, the adjutant general shall convert a

  recipient's credit hours of enrollment for each academic term

  into eligibility units in accordance with the following table:

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	1	2	3	4	5	
А	Number of	equals	The	or	The	
	credit hours of		following		following	
	enrollment in		number of		number of	
	an academic		eligibility		eligibility	
	term		units if a		units if a	
			semester		quarter	
В	12 or more		12 units		8 units	
С	9 but less than 12		9 units		6 units	
D	6 but less than		6 units		4 units	
E	3 but less than		3 units		2 units	
	(2) A scholarship r	ecipient und	der this section	n may		131
conti	nue to apply for sch	olarships u	nder this secti	on until t	he	132
recip	ient has accumulated	ninety-six	eligibility un	its.		133
	(3) If a scholarshi	n recinient	withdraws from	COURSES		134
prior	to the end of an ac					135
-	lment for that acade			-		136
hours, no scholarship shall be paid on behalf of that person for						
that academic term. Except as provided in division (F)(3) of						
this section, if a scholarship has already been paid on behalf						
of the person for that academic term, the adjutant general shall						
add to that person's accumulated eligibility units the number of						

eligibility units for which the scholarship was paid.

- (F) This division applies to any eligible applicant called
  into active duty on or after September 11, 2001. As used in this
  division, "active duty" means active duty pursuant to an
  executive order of the president of the United States, an act of
  the congress of the United States, or section 5919.29 or 5923.21
  of the Revised Code.
- (1) For a period of up to five years from when an individual's enlistment obligation in the Ohio national guard ends, an individual to whom this division applies is eliqible for scholarships under this section for those academic terms that were missed or could have been missed as a result of the individual's call into active duty. Scholarships shall not be paid for the academic term in which an eligible applicant's enlistment obligation ends unless an applicant is eligible under this division for a scholarship for such academic term due to previous active duty.
- (2) When an individual to whom this division applies withdraws or otherwise fails to complete courses, for which scholarships have been awarded under this section, because the individual was called into active duty, the institution of higher education shall grant the individual a leave of absence from the individual's education program and shall not impose any academic penalty for such withdrawal or failure to complete courses. Division (F)(2) of this section applies regardless of whether or not the scholarship amount was paid to the institution of higher education.

(3) If an individual to whom this division applies withdraws or otherwise fails to complete courses because the individual was called into active duty, and if scholarships for those courses have already been paid, either:

- (a) The adjutant general shall not add to that person's

  accumulated eligibility units calculated under division (E) of

  this section the number of eligibility units for the academic

  courses or term for which the scholarship was paid and the

  institution of higher education shall repay the scholarship

  amount to the state.
- (b) The adjutant general shall add to that individual's 179 accumulated eligibility units calculated under division (E) of 180 this section the number of eligibility units for the academic 181 courses or term for which the scholarship was paid if the 182 institution of higher education agrees to permit the individual 183 to complete the remainder of the academic courses in which the 184 individual was enrolled at the time the individual was called 185 186 into active duty.

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- (4) No individual who is discharged from the Ohio national guard under other than honorable conditions shall be eligible for scholarships under this division.
- (G) A scholarship recipient under this section who fails 190 to complete the term of enlistment, re-enlistment, or extension 191 of current enlistment the recipient was serving at the time a 192 scholarship was paid on behalf of the recipient under this 193 section is liable to the state for repayment of a percentage of 194 all Ohio national guard scholarships paid on behalf of the 195 recipient under this section, plus. Such a scholarship 196 recipient is also liable for interest at the rate of ten per 197 cent per annum calculated from the dates the scholarships were 198 paid, unless the reason the recipient failed to complete the 199 term of enlistment, re-enlistment, or extension of enlistment 200 was due to enlistment, warrant, commission, or appointment to an 201 active duty or reserve component of the armed forces of the 202

United States. As used in this division, "armed forces" has the same meaning as in section 5903.01 of the Revised Code. This repayment percentage shall equal the percentage of the current term of enlistment, re-enlistment, or extension of enlistment a recipient has not completed as of the date the recipient is discharged from the Ohio national guard.

The attorney general may commence a civil action on behalf of the chancellor to recover the amount of the scholarships and the interest provided for in this division and the expenses incurred in prosecuting the action, including court costs and reasonable attorney's fees. A scholarship recipient is not liable under this division if the recipient's failure to complete the term of enlistment being served at the time a scholarship was paid on behalf of the recipient under this section is due to the recipient's death or discharge from the national guard due to disability.

(H) On or before the first day of each academic term, the adjutant general shall provide an eligibility roster to the chancellor and to each institution of higher education at which one or more scholarship recipients have applied for enrollment. The institution shall use the roster to certify the actual full-time or part-time enrollment of each scholarship recipient listed as enrolled at the institution and return the roster to the adjutant general and the chancellor. Except as provided in division (J) of this section, the chancellor shall provide for payment of the appropriate number and amount of scholarships to each institution of higher education pursuant to division (D) of this section. If an institution of higher education fails to certify the actual enrollment of a scholarship recipient listed as enrolled at the institution within thirty days of the end of an academic term, the institution shall not be eligible to 

receive payment from the Ohio national guard scholarship program 234 or from the individual enrollee. The adjutant general shall 235 report on a semiannual basis to the director of budget and 236 management, the speaker of the house of representatives, the 237 president of the senate, and the chancellor the number of Ohio 238 national guard scholarship recipients, the size of the 239 scholarship-eligible population, and a projection of the cost of 240 the program for the remainder of the biennium. 241

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- (I) The chancellor and the adjutant general may adopt rules pursuant to Chapter 119. of the Revised Code governing the administration and fiscal management of the Ohio national guard scholarship program and the procedure by which the chancellor and the department of the adjutant general may modify the amount of scholarships a member receives based on the amount of other state financial aid a member receives.
- (J) The adjutant general, the chancellor, and the 249 director, or their designees, shall jointly estimate the costs 250 of the Ohio national guard scholarship program for each upcoming 251 fiscal biennium, and shall report that estimate prior to the 252 beginning of the fiscal biennium to the chairpersons of the 253 finance committees in the general assembly. During each fiscal 254 year of the biennium, the adjutant general, the chancellor, and 255 the director, or their designees, shall meet regularly to 256 monitor the actual costs of the Ohio national guard scholarship 257 258 program and update cost projections for the remainder of the biennium as necessary. If the amounts appropriated for the Ohio 259 national quard scholarship program and any funds in the Ohio 260 national guard scholarship reserve fund and the Ohio national 261 guard scholarship donation fund are not adequate to provide 262 scholarships in the amounts specified in division (D)(1) of this 263 section for all eligible applicants, the chancellor shall do all 264

of the following:	265
(1) Notify each private institution of higher education,	266
where a scholarship recipient is enrolled, that, by accepting	267
the Ohio national guard scholarship program as payment for all	268
or part of the institution's tuition, the institution agrees	269
that if the chancellor reduces the amount of each scholarship,	270
the institution shall provide each scholarship recipient a grant	271
or tuition waiver in an amount equal to the amount the	272
recipient's scholarship was reduced by the chancellor.	273
(2) Reduce the amount of each scholarship under division	274
(D)(1)(a) of this section proportionally based on the amount of	275
remaining available funds. Each state institution of higher	276
education shall provide each scholarship recipient under	277
division (D)(1)(a) of this section a grant or tuition waiver in	278
an amount equal to the amount the recipient's scholarship was	279
reduced by the chancellor.	280
(K) Notwithstanding division (A) of section 127.14 of the	281
Revised Code, the controlling board shall not transfer all or	282
part of any appropriation for the Ohio national guard	283
scholarship program.	284
(L) The chancellor and the adjutant general may apply for,	285
and may receive and accept grants, and may receive and accept	286
gifts, bequests, and contributions, from public and private	287
sources, including agencies and instrumentalities of the United	288
States and this state, and shall deposit the grants, gifts,	289
bequests, or contributions into the national guard scholarship	290

insert "and 5919.34"

donation fund. "

In line 53, delete "section" and insert "sections"; after "135.71"

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In line 54, delete "is" and insert "are"	294
The motion was agreed to.	
SYNOPSIS	295
Ohio National Guard Scholarship Program - repayment	296
interest	297
R.C. 5919.34	298
Eliminates the interest rate of ten percent applied to	299
repayments for the Ohio National Guard scholarship program, for	300
recipients who fail to complete their term of enlistment in the	301
Ohio National Guard due to the recipient being in active or	302
reserve duty.	303