As Introduced

136th General Assembly

Regular Session 2025-2026

H. B. No. 583

Representatives Ritter, Newman

Cosponsors: Representatives Bird, Williams, Johnson, Hall, T., King, Salvo, Klopfenstein, Gross, Workman

To	amend sections 3314.03 and 3326.11 and to enact	1
	sections 109.881, 3329.11, 3329.12, 3329.13,	2
	3375.03, 3375.031, 3375.032, 4113.35, 4113.36,	3
	and 4113.37 of the Revised Code regarding the	4
	provision of online library database resources	5
	by public schools, public libraries, and state	6
	agencies.	7

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

Section 1. That sections 3314.03 and 3326.11 be amended	8
and sections 109.881, 3329.11, 3329.12, 3329.13, 3375.03,	9
3375.031, 3375.032, 4113.35, 4113.36, and 4113.37 of the Revised	10
Code be enacted to read as follows:	11
Sec. 109.881. (A) If, by the attorney general's own	12
inquiries or as a result of one or more complaints, the attorney	13
general has reasonable cause to believe that a person or	14
enterprise has engaged or is engaging in an act or practice that	15
violates section 3329.11, 3375.03 or 4113.35 of the Revised	16
Code, the attorney general may investigate.	17
(B) All powers and remedies available to the attorney	18
general under section 1345.06 of the Revised Code are available	19

to the attorney general for an investigation under this section.	20
(C) A report made under section 3329.11, 3375.03 or	21
4113.35 of the Revised Code is a public record for the purposes	22
of section 149.43 of the Revised Code.	23
Sec. 3314.03. A copy of every contract entered into under	24
this section shall be filed with the director of education and	25
workforce. The department of education and workforce shall make	26
available on its web site a copy of every approved, executed	27
contract filed with the director under this section.	28
(A) Each contract entered into between a sponsor and the	29
governing authority of a community school shall specify the	30
following:	31
(1) That the school shall be established as either of the	32
following:	33
(a) A nonprofit corporation established under Chapter	34
1702. of the Revised Code, if established prior to April 8,	35
2003;	36
(b) A public benefit corporation established under Chapter	37
1702. of the Revised Code, if established after April 8, 2003.	38
(2) The education program of the school, including the	39
school's mission, the characteristics of the students the school	40
is expected to attract, the ages and grades of students, and the	41
focus of the curriculum;	42
(3) The academic goals to be achieved and the method of	43
measurement that will be used to determine progress toward those	44
goals, which shall include the statewide achievement	45
assessments;	46
(4) Performance standards, including but not limited to	47

all applicable report card measures set forth in section 3302.03	48
or 3314.017 of the Revised Code, by which the success of the	49
school will be evaluated by the sponsor;	50
(5) The admission standards of section 3314.06 of the	51
Revised Code and, if applicable, section 3314.061 of the Revised	52
Code;	53
(6)(a) Dismissal procedures;	54
(b) A requirement that the governing authority adopt an	55
attendance policy that includes a procedure for automatically	56
withdrawing a student from the school if the student without a	57
legitimate excuse fails to participate in seventy-two	58
consecutive hours of the learning opportunities offered to the	59
student.	60
(7) The ways by which the school will achieve racial and	61
ethnic balance reflective of the community it serves;	62
(8) Requirements for financial audits by the auditor of	63
state. The contract shall require financial records of the	64
school to be maintained in the same manner as are financial	65
records of school districts, pursuant to rules of the auditor of	66
state. Audits shall be conducted in accordance with section	67
117.10 of the Revised Code.	68
(9) An addendum to the contract outlining the facilities	69
to be used that contains at least the following information:	70
(a) A detailed description of each facility used for	71
instructional purposes;	72
(b) The annual costs associated with leasing each facility	73
that are paid by or on behalf of the school;	74
(c) The annual mortgage principal and interest payments	75

that are paid by the school;	76
(d) The name of the lender or landlord, identified as	77
such, and the lender's or landlord's relationship to the	78
operator, if any.	79
(10) Qualifications of employees, including both of the	80
following:	81
(a) A requirement that the school's classroom teachers be	82
licensed in accordance with sections 3319.22 to 3319.31 of the	83
Revised Code, except that a community school may engage	84
noncertificated persons to teach up to twelve hours or forty	85
hours per week pursuant to section 3319.301 of the Revised Code;	86
(b) A prohibition against the school employing an	87
individual described in section 3314.104 of the Revised Code in	88
any position.	89
(11) That the school will comply with the following	90
requirements:	91
(a) The school will provide learning opportunities to a	92
minimum of twenty-five students for a minimum of nine hundred	93
twenty hours per school year.	94
(b) The governing authority will purchase liability	95
insurance, or otherwise provide for the potential liability of	96
the school.	97
(c) The school will be nonsectarian in its programs,	98
admission policies, employment practices, and all other	99
operations, and will not be operated by a sectarian school or	100
religious institution.	101
(d) The school will comply with sections 9.90, 9.91,	102
109.65, 121.22, 149.43, 2151.357, 2151.421, 2313.19, 3301.0710,	103

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3301.0711, 3301.0712, 3301.0715, 3301.0729, 3301.948, 3302.037,	104
3313.472, 3313.473, 3313.474, 3313.50, 3313.539, 3313.5310,	105
3313.5318, 3313.5319, 3313.608, 3313.609, 3313.6012, 3313.6013,	106
3313.6014, 3313.6020, 3313.6024, 3313.6026, 3313.6028,	107
3313.6029, 3313.643, 3313.648, 3313.6411, 3313.6413, 3313.66,	108
3313.661, 3313.662, 3313.666, 3313.667, 3313.668, 3313.669,	109
3313.6610, 3313.67, 3313.671, 3313.672, 3313.673, 3313.69,	110
3313.71, 3313.716, 3313.718, 3313.719, 3313.7112, 3313.7117,	111
3313.721, 3313.753, 3313.80, 3313.814, 3313.816, 3313.817,	112
3313.818, 3313.819, 3313.86, 3313.89, 3313.96, 3319.073,	113
3319.077, 3319.078, 3319.0812, 3319.238, 3319.318, 3319.321,	114
3319.324, 3319.39, 3319.391, 3319.393, 3319.41, 3319.46,	115
3319.90, 3319.614, 3320.01, 3320.02, 3320.03, 3320.04, 3321.01,	116
3321.041, 3321.13, 3321.14, 3321.141, 3321.17, 3321.18, 3321.19,	117
3322.20, 3322.24, 3323.251, 3327.10, <u>3329.11,</u> 4111.17, 4113.52,	118
5502.262, 5502.703, and 5705.391 and Chapters 117., 1347.,	119
2744., 3365., 3742., 4112., 4123., 4141., and 4167. of the	120
Revised Code as if it were a school district and will comply	121
with section 3301.0714 of the Revised Code in the manner	122
specified in section 3314.17 of the Revised Code.	123
(e) The school shall comply with Chapter 102. and section	124
2921.42 of the Revised Code.	125
2322.12 01 010 110 12004 0040.	120

(f) The school will comply with sections 3313.61, 3313.611, 3313.614, 3313.617, 3313.618, and 3313.6114 of the 127 Revised Code, except that for students who enter ninth grade for 128

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- the first time before July 1, 2010, the requirement in sections 3313.61 and 3313.611 of the Revised Code that a person must successfully complete the curriculum in any high school prior to
- receiving a high school diploma may be met by completing the 132 curriculum adopted by the governing authority of the community 133
- school rather than the curriculum specified in Title XXXIII of 134

the Revised Code or any rules of the department. Beginning with	135
students who enter ninth grade for the first time on or after	136
July 1, 2010, the requirement in sections 3313.61 and 3313.611	137
of the Revised Code that a person must successfully complete the	138
curriculum of a high school prior to receiving a high school	139
diploma shall be met by completing the requirements prescribed	140
in section 3313.6027 and division (C) of section 3313.603 of the	141
Revised Code, unless the person qualifies under division (D) or	142
(F) of that section. Each school shall comply with the plan for	143
awarding high school credit based on demonstration of subject	144
area competency, and beginning with the 2017-2018 school year,	145
with the updated plan that permits students enrolled in seventh	146
and eighth grade to meet curriculum requirements based on	147
subject area competency adopted by the department under	148
divisions (J)(1) and (2) of section 3313.603 of the Revised	149
Code. Beginning with the 2018-2019 school year, the school shall	150
comply with the framework for granting units of high school	151
credit to students who demonstrate subject area competency	152
through work-based learning experiences, internships, or	153
cooperative education developed by the department under division	154
(J)(3) of section 3313.603 of the Revised Code.	155
(g) The school governing authority will submit within four	156
months after the end of each school year a report of its	157
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- months after the end of each school year a report of its

 activities and progress in meeting the goals and standards of

 divisions (A) (3) and (4) of this section and its financial

 status to the sponsor and the parents of all students enrolled

 in the school.

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- (h) The school, unless it is an internet- or computer
 based community school, will comply with section 3313.801 of the

 Revised Code as if it were a school district.

(i) If the school is the recipient of moneys from a grant	165
awarded under the federal race to the top program, Division (A),	166
Title XIV, Sections 14005 and 14006 of the "American Recovery	167
and Reinvestment Act of 2009," Pub. L. No. 111-5, 123 Stat. 115,	168
the school will pay teachers based upon performance in	169
accordance with section 3317.141 and will comply with section	170
3319.111 of the Revised Code as if it were a school district.	171
(j) If the school operates a preschool program that is	172
licensed by the department under sections 3301.52 to 3301.59 of	173
the Revised Code, the school shall comply with sections 3301.50	174
to 3301.59 of the Revised Code and the minimum standards for	175
preschool programs prescribed in rules adopted by the department	176
of children and youth under section 3301.53 of the Revised Code.	177
(k) The school will comply with sections 3313.6021 and	178
3313.6023 of the Revised Code as if it were a school district	179
unless it is either of the following:	180
(i) An internet- or computer-based community school;	181
(ii) A community school in which a majority of the	182
enrolled students are children with disabilities as described in	183
division (B)(2) of section 3314.35 of the Revised Code.	184
(1) The school will comply with section 3321.191 of the	185
Revised Code, unless it is an internet- or computer-based	186
community school that is subject to section 3314.261 of the	187
Revised Code.	188
(12) Arrangements for providing health and other benefits	189
to employees;	190
(13) The length of the contract, which shall begin at the	191
beginning of an academic year. No contract shall exceed five	192
years unless such contract has been renewed pursuant to division	193

(E) of this section.	194
(14) The governing authority of the school, which shall be	195
responsible for carrying out the provisions of the contract;	196
(15) A financial plan detailing an estimated school budget	197
for each year of the period of the contract and specifying the	198
total estimated per pupil expenditure amount for each such year.	199
(16) Requirements and procedures regarding the disposition	200
of employees of the school in the event the contract is	201
terminated or not renewed pursuant to section 3314.07 of the	202
Revised Code;	203
(17) Whether the school is to be created by converting all	204
or part of an existing public school or educational service	205
center building or is to be a new start-up school, and if it is	206
a converted public school or service center building,	207
specification of any duties or responsibilities of an employer	208
that the board of education or service center governing board	209
that operated the school or building before conversion is	210
delegating to the governing authority of the community school	211
with respect to all or any specified group of employees provided	212
the delegation is not prohibited by a collective bargaining	213
agreement applicable to such employees;	214
(18) Provisions establishing procedures for resolving	215
disputes or differences of opinion between the sponsor and the	216
governing authority of the community school;	217
(19) A provision requiring the governing authority to	218
adopt a policy regarding the admission of students who reside	219
outside the district in which the school is located. That policy	220
shall comply with the admissions procedures specified in	221
sections 3314.06 and 3314.061 of the Revised Code and, at the	222

sole discretion of the authority, shall do one of the following:	223
(a) Prohibit the enrollment of students who reside outside	224
the district in which the school is located;	225
(b) Permit the enrollment of students who reside in	226
districts adjacent to the district in which the school is	227
located;	228
(c) Permit the enrollment of students who reside in any	229
other district in the state.	230
(20) A provision recognizing the authority of the	231
department to take over the sponsorship of the school in	232
accordance with the provisions of division (C) of section	233
3314.015 of the Revised Code;	234
(21) A provision recognizing the sponsor's authority to	235
assume the operation of a school under the conditions specified	236
in division (B) of section 3314.073 of the Revised Code;	237
(22) A provision recognizing both of the following:	238
(a) The authority of public health and safety officials to	239
inspect the facilities of the school and to order the facilities	240
closed if those officials find that the facilities are not in	241
compliance with health and safety laws and regulations;	242
(b) The authority of the department as the community	243
school oversight body to suspend the operation of the school	244
under section 3314.072 of the Revised Code if the department has	245
evidence of conditions or violations of law at the school that	246
pose an imminent danger to the health and safety of the school's	247
students and employees and the sponsor refuses to take such	248
action.	249
(23) A description of the learning opportunities that will	250

be offered to students including both classroom-based and non-	251
classroom-based learning opportunities that is in compliance	252
with criteria for student participation established by the	253
department under division (H)(2) of section 3314.08 of the	254
Revised Code;	255
(24) The school will comply with sections 3302.04 and	256
3302.041 of the Revised Code, except that any action required to	257
be taken by a school district pursuant to those sections shall	258
be taken by the sponsor of the school.	259
(25) Beginning in the 2006-2007 school year, the school	260
will open for operation not later than the thirtieth day of	261
September each school year, unless the mission of the school as	262
specified under division (A)(2) of this section is solely to	263
serve dropouts. In its initial year of operation, if the school	264
fails to open by the thirtieth day of September, or within one	265
year after the adoption of the contract pursuant to division (D)	266
of section 3314.02 of the Revised Code if the mission of the	267
school is solely to serve dropouts, the contract shall be void.	268
(26) Whether the school's governing authority is planning	269
to seek designation for the school as a STEM school equivalent	270
under section 3326.032 of the Revised Code;	271
(27) That the school's attendance and participation	272
policies will be available for public inspection;	273
(28) That the school's attendance and participation	274
records shall be made available to the department, auditor of	275
state, and school's sponsor to the extent permitted under and in	276
accordance with the "Family Educational Rights and Privacy Act	277
of 1974," 88 Stat. 571, 20 U.S.C. 1232g, as amended, and any	278
regulations promulgated under that act, and section 3319.321 of	279

the Revised Code;	280
(29) If a school operates using the blended learning	281
model, as defined in section 3301.079 of the Revised Code, all	282
of the following information:	283
(a) An indication of what blended learning model or models	284
will be used;	285
(b) A description of how student instructional needs will	286
be determined and documented;	287
(c) The method to be used for determining competency,	288
granting credit, and promoting students to a higher grade level;	289
(d) The school's attendance requirements, including how	290
the school will document participation in learning	291
opportunities;	292
(e) A statement describing how student progress will be	293
monitored;	294
(f) A statement describing how private student data will	295
be protected;	296
(g) A description of the professional development	297
activities that will be offered to teachers.	298
(30) A provision requiring that all moneys the school's	299
operator loans to the school, including facilities loans or cash	300
flow assistance, must be accounted for, documented, and bear	301
interest at a fair market rate;	302
(31) A provision requiring that, if the governing	303
authority contracts with an attorney, accountant, or entity	304
specializing in audits, the attorney, accountant, or entity	305
shall be independent from the operator with which the school has	306

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contracted.	307
(32) A provision requiring the governing authority to	308
adopt an enrollment and attendance policy that requires a	309
student's parent to notify the community school in which the	310
student is enrolled when there is a change in the location of	311
the parent's or student's primary residence.	312
(33) A provision requiring the governing authority to	313
adopt a student residence and address verification policy for	314
students enrolling in or attending the school.	315
(B) The community school shall also submit to the sponsor	316
a comprehensive plan for the school. The plan shall specify the	317
following:	318
(1) The process by which the governing authority of the	319
school will be selected in the future;	320
(2) The management and administration of the school;	321
(3) If the community school is a currently existing public	322
school or educational service center building, alternative	323
arrangements for current public school students who choose not	324
to attend the converted school and for teachers who choose not	325
to teach in the school or building after conversion;	326
(4) The instructional program and educational philosophy	327
of the school;	328
(5) Internal financial controls.	329
When submitting the plan under this division, the school	330
shall also submit copies of all policies and procedures	331
regarding internal financial controls adopted by the governing	332
authority of the school	333

(C) A contract entered into under section 3314.02 of the	334
Revised Code between a sponsor and the governing authority of a	335
community school may provide for the community school governing	336
authority to make payments to the sponsor, which is hereby	337
authorized to receive such payments as set forth in the contract	338
between the governing authority and the sponsor. The total	339
amount of such payments for monitoring, oversight, and technical	340
assistance of the school shall not exceed three per cent of the	341
total amount of payments for operating expenses that the school	342
receives from the state.	343
(D) The contract shall specify the duties of the sponsor	344
which shall be in accordance with the written agreement entered	345
into with the department under division (B) of section 3314.015	346
of the Revised Code and shall include the following:	347
(1) Monitor the community school's compliance with all	348
laws applicable to the school and with the terms of the	349
contract;	350
(2) Monitor and evaluate the academic and fiscal	351
performance and the organization and operation of the community	352
school on at least an annual basis;	353
(3) Provide technical assistance to the community school	354
in complying with laws applicable to the school and terms of the	355
contract;	356
(4) Take steps to intervene in the school's operation to	357
correct problems in the school's overall performance, declare	358
the school to be on probationary status pursuant to section	359
3314.073 of the Revised Code, suspend the operation of the	360
school pursuant to section 3314.072 of the Revised Code, or	361
terminate the contract of the school pursuant to section 3314.07	362

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of the Revised Code as determined necessary by the sponsor; 363 (5) Have in place a plan of action to be undertaken in the 364 event the community school experiences financial difficulties or 365 closes prior to the end of a school year. 366 (E) Upon the expiration of a contract entered into under 367 this section, the sponsor of a community school may, with the 368 approval of the governing authority of the school, renew that 369 contract for a period of time determined by the sponsor, but not 370 ending earlier than the end of any school year, if the sponsor 371 finds that the school's compliance with applicable laws and 372 terms of the contract and the school's progress in meeting the 373 academic goals prescribed in the contract have been 374 satisfactory. Any contract that is renewed under this division 375 remains subject to the provisions of sections 3314.07, 3314.072, 376 and 3314.073 of the Revised Code. 377 (F) If a community school fails to open for operation 378 within one year after the contract entered into under this 379 section is adopted pursuant to division (D) of section 3314.02 380 of the Revised Code or permanently closes prior to the 381 expiration of the contract, the contract shall be void and the 382 school shall not enter into a contract with any other sponsor. A 383 school shall not be considered permanently closed because the 384 operations of the school have been suspended pursuant to section 385 3314.072 of the Revised Code. 386 Sec. 3326.11. Each science, technology, engineering, and 387 mathematics school established under this chapter and its 388 governing body shall comply with sections 9.90, 9.91, 109.65, 389 121.22, 149.43, 2151.357, 2151.421, 2313.19, 2921.42, 2921.43, 390

3301.0714, 3301.0715, 3301.0729, 3301.948, 3302.037, 3313.14,

3313.15, 3313.16, 3313.18, 3313.201, 3313.26, 3313.472,

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3313.473, 3313.474, 3313.48, 3313.481, 3313.482, 3313.50,	393
3313.539, 3313.5310, 3313.5318, 3313.5319, 3313.608, 3313.6012,	394
3313.6013, 3313.6014, 3313.6020, 3313.6021, 3313.6023,	395
3313.6024, 3313.6026, 3313.6028, 3313.6029, 3313.61, 3313.611,	396
3313.614, 3313.615, 3313.617, 3313.618, 3313.6114, 3313.643,	397
3313.648, 3313.6411, 3313.6413, 3313.66, 3313.661, 3313.662,	398
3313.666, 3313.667, 3313.668, 3313.669, 3313.6610, 3313.67,	399
3313.671, 3313.672, 3313.673, 3313.69, 3313.71, 3313.716,	400
3313.717, 3313.718, 3313.719, 3313.7112, 3313.7117, 3313.721,	401
3313.753, 3313.80, 3313.801, 3313.814, 3313.816, 3313.817,	402
3313.818, 3313.819, 3313.86, 3313.89, 3313.96, 3319.073,	403
3319.077, 3319.078, 3319.0812, 3319.21, 3319.238, 3319.318,	404
3319.32, 3319.321, 3319.324, 3319.35, 3319.39, 3319.391,	405
3319.393, 3319.41, 3319.45, 3319.46, 3319.90, 3319.614, 3320.01,	406
3320.02, 3320.03, 3320.04, 3321.01, 3321.041, 3321.05, 3321.13,	407
3321.14, 3321.141, 3321.17, 3321.18, 3321.19, 3321.191, 3322.20,	408
3322.24, 3323.251, 3327.10, <u>3329.11,</u> 4111.17, 4113.52, 5502.262,	409
5502.703, and 5705.391 and Chapters 102., 117., 1347., 2744.,	410
3307., 3309., 3365., 3742., 4112., 4123., 4141., and 4167. of	411
the Revised Code as if it were a school district.	412
Sec. 3329.11. (A) As used in this section:	413
(1) "Child sexual exploitation" means the willful or	414
malicious exploitation of a person under eighteen years of age	415
and includes conduct that would constitute a violation of	416
section 2905.32, 2907.19, 2907.21, 2907.22, 2907.231, 2907.24,	417
2907.31, 2907.311, 2907.321, 2907.322, or 2907.323 of the	418
Revised Code.	419
(2) "Harmful to juveniles," "material," "obscene," and	420
"performance" have the same meanings as in section 2907.01 of	421
the Revised Code.	422

(3) "School district" has the same meaning as in section	423
3317.01 of the Revised Code.	424
(B) A school district or school district employee may	425
offer digital or online library database resources to students	426
in grades kindergarten through twelve only if the provider of	427
the resources verifies that the resources comply with the	428
requirements in division (C) of this section.	429
(C) A provider of digital or online library database	430
resources shall have safety policies and technology protection	431
measures that do both of the following:	432
(1) Prohibit and prevent a user of the resource from	433
sending, receiving, viewing, or downloading materials or	434
performances that are obscene, harmful to juveniles, depict	435
child sexual exploitation, or encourage or promote the use of	436
illegal drugs, tobacco, alcohol, gambling, or other illegal	437
<pre>activities;</pre>	438
(2) Filter or block access to materials or performances	439
that are obscene, harmful to juveniles, depict child sexual	440
exploitation, or encourage or promote the use of illegal drugs,	441
tobacco, alcohol, gambling, or other illegal activities.	442
(D)(1) Any provision of a contract entered into, amended,	443
or renewed on or after the effective date of this section that	444
does not comply with this section is void and unenforceable as	445
against public policy.	446
(2) Notwithstanding any contrary provision of a contract	447
entered into, amended, or renewed on or after the effective date	448
of this section, but subject to division (F) of this section, if	449
a provider of digital or online library database resources fails	450
to comply with the requirements of this section, the school	451

district shall withhold further payments, if any, to the	452
provider pending verification of compliance.	453
(E) A provider of digital or online library database	454
resources to students in grades kindergarten through twelve	455
shall correct any violation of division (C) of this section	456
within thirty days after receiving notice of the violation from	457
the school district. Failure to timely correct such a violation	458
shall result in the following penalties:	459
(1) For the first violation, the provider shall be	460
considered in breach of contract and is subject to any penalties	461
for breach described in the contract.	462
(2) For the second violation, the provider shall reduce	463
the agreed-upon contract price for the digital or online library	464
database resources by ten per cent. If the contract has been	465
paid in full, or if the balance owed by the school district is	466
less than ten per cent of the contract price, the provider shall	467
return to the school district an amount necessary to effectuate	468
a ten per cent reduction of the contract price.	469
(3) For a third violation, the contract shall be	470
considered terminated, and the provider shall refund the full	471
agreed-upon contract price to the school district.	472
(F) (1) Prior to withholding any payment under division (E)	473
of this section, the school district shall provide written	474
notice of the nature of the violation to the provider of the	475
digital or online library database resources.	476
(2) The school district shall include in the notice	477
reasonable identification of the prohibited material and the	478
manner it was accessed.	479
(3) The school district shall allow the provider thirty	480

days after the date the notice is sent to either correct the	481
violation or present evidence that the acts alleged do not	482
violate this section and are not a breach of the provider's	483
obligations under the contract.	484
(4) As a matter of last resort, the school district may	485
seek a judicial determination of rights under the contract from	486
a court of competent jurisdiction and deposit any disputed	487
contract funds with the clerk of that court in accordance with	488
section 3329.12 of the Revised Code.	489
(G) A school district shall report to the attorney general	490
a provider's failure to comply with this section not later than	491
thirty days after the school district learns of the	492
noncompliance.	493
(H) No internet service provider, search engine, or cloud	494
service provider, and no affiliate or subsidiary of the	495
foregoing, shall be held to have violated this section solely	496
for providing services that do not constitute the direct	497
provision of digital or online library database resources to	498
students in grades kindergarten through twelve.	499
(I) This section does not apply to the use of digital or	500
online library database resources by students enrolled in a	501
state institution of higher education, as defined in section	502
3345.011 of the Revised Code, including students enrolled in	503
that institution through the college credit plus program under	504
Chapter 3365. of the Revised Code.	505
Sec. 3329.12. (A) Whenever a school district deposits	506
disputed contract funds with the clerk of a court as provided in	507
section 3923.11 of the Revised Code, the clerk shall give	508
written notice to each provider of digital or online library	509

database resources that is a party to the contract that is the	510
subject to the dispute.	511
(B) The clerk shall place such funds in a separate escrow	512
account in the name of the clerk in a bank or building and loan	513
association domiciled in this state.	514
(C) The clerk shall keep in a separate docket an account	515
of each deposit, with the names and addresses of the school	516
district and the provider of digital or online library database	517
resources.	518
(D) The clerk may charge a fee of one per cent of the	519
amount of the funds deposited which shall be assessed as court	520
costs.	521
(E) All interest that accrues on the funds deposited with	522
the clerk under this section shall be paid into the treasury of	523
the political subdivision for which the clerk performs the	524
clerk's duties.	525
Sec. 3329.13. (A) A provider of digital or online library	526
database resources that receives notice that disputed contract	527
funds have been deposited with a clerk of a court pursuant to	528
sections 3329.11 and 3329.12 of the Revised Code may apply to	529
the clerk for release of the funds on any of the following	530
grounds:	531
(1) That the school district did not comply with the	532
notice requirements described in divisions (F)(1) and (2) of	533
section 3329.11 of the Revised Code;	534
(2) That the violation described in the notice is timely	535
remedied in accordance with division (F)(3) of section 3329.11	536
of the Revised Code:	537

(3) That the acts described in the notice do not	538
constitute a violation of section 3329.11 of the Revised Code	539
and are not a breach of the provider's obligations under the	540
contract.	541
(B) The school district shall be named as a party to any	542
action filed by the provider under this section and has the	543
right to file an answer and counterclaim as in other civil	544
actions. A trial shall be held within sixty days of the date of	545
the filing of the provider's complaint unless, for good cause	546
shown, the court continues the period for trial.	547
(C) If the court finds that any of the conditions	548
described in divisions (A)(1), (2), and (3) of this section	549
apply, the court shall order the release of the disputed	550
contract funds on deposit with the clerk, less costs, to the	551
provider.	552
(D) If the court finds that the school district failed to	553
comply with the notice requirements described in divisions (F)	554
(1) and (2) of section 3329.11 of the Revised Code, or	555
intentionally acted in bad faith in proceeding under section	556
3329.12 of the Revised Code, the school district shall be liable	557
for damages caused to the provider. If the school district	558
intentionally acted in bad faith in proceeding under section	559
3329.12 of the Revised Code, the school district shall also be	560
liable for costs and reasonable attorney's fees.	561
Sec. 3375.03. (A) As used in this section:	562
(1) "Child sexual exploitation" means the willful or	563
malicious exploitation of a person under eighteen years of age	564
and includes conduct that would constitute a violation of	565
section 2905.32, 2907.19, 2907.21, 2907.22, 2907.231, 2907.24,	566

2907.31, 2907.311, 2907.321, 2907.322, or 2907.323 of the	567
Revised Code.	568
(2) "Harmful to juveniles," "material," "obscene," and	569
"performance" have the same meanings as in section 2907.01 of	570
the Revised Code.	571
(3) "Public library" has the same meaning as in section	572
3375.404 of the Revised Code.	573
(B) A public library may offer digital or online library	574
database resources to minor children only if the provider of the	575
resources verifies that the resources comply with the	576
requirements in division (C) of this section.	577
(C) A provider of digital or online library database	578
resources shall have safety policies and technology protection	579
<pre>measures that do both of the following:</pre>	580
(1) Prohibit and prevent a user of the resource from	581
sending, receiving, viewing, or downloading materials or	582
performances that are obscene, harmful to juveniles, or depict	583
child sexual exploitation, or encourage or promote the use of	584
illegal drugs, tobacco, alcohol, gambling, or other illegal	585
<pre>activities;</pre>	586
(2) Filter or block access to materials or performances	587
that are obscene, harmful to juveniles, or depict child sexual	588
exploitation or encourage or promote the use of illegal drugs,	589
tobacco, alcohol, gambling, or other illegal activities.	590
(D)(1) Any provision of a contract entered into, amended,	591
or renewed on or after the effective date of this section that	592
does not comply with this section is void and unenforceable as	593
against public policy.	594

(2) Notwithstanding any contrary provision of a contract	595
entered into, amended, or renewed on or after the effective date	596
of this section, but subject to division (F) of this section, if	597
a provider of digital or online library database resources fails	598
to comply with the requirements of this section, the public	599
library shall withhold further payments, if any, to the provider	600
pending verification of compliance.	601
(E) A provider of digital or online library database	602
resources to a public library shall correct any violation of	603
division (C) of this section within thirty days after receiving	604
notice of the violation from the public library. Failure to	605
timely correct such a violation shall result in the following	606
penalties:	607
(1) For the first violation, the provider shall be	608
	609
considered in breach of contract and is subject to any penalties for breach described in the contract.	610
101 bleach described in the contract.	010
(2) For the second violation, the provider shall reduce	611
the agreed-upon contract price for the digital or online library	612
database resources by ten per cent. If the contract has been	613
paid in full, or if the balance owed by the public library is	614
less than ten per cent of the contract price, the provider shall	615
return to the public library an amount necessary to effectuate a	616
ten per cent reduction of the contract price.	617
(3) For a third violation, the contract shall be	618
considered terminated, and the provider shall refund the full	619
agreed-upon contract price to the public library.	620
(F)(1) Prior to withholding any payment under division (E)	621
of this section, the public library shall provide written notice	622
of the nature of the violation to the provider of the digital or	623

online library database resources.	624
(2) The public library shall include in the notice	625
reasonable identification of the prohibited material and the	626
<pre>manner it was accessed.</pre>	627
(3) The public library shall allow the provider thirty	628
days from the date the notice is sent to either correct the	629
violation or present evidence that the acts alleged do not	630
violate this section and are not a breach of the provider's	631
obligations under the contract.	632
(4) As a matter of last resort, the public library may	633
seek a judicial determination of rights under the contract from	634
a court of competent jurisdiction and deposit any disputed	635
contract funds with the clerk of that court in accordance with	636
section 3375.031 of the Revised Code.	637
(G) A public library shall report to the attorney general	638
a provider's failure to comply with this section not later than	639
thirty days after the public library learns of the	640
noncompliance.	641
(H) No internet service provider, search engine, or cloud	642
service provider, and no affiliate or subsidiary of the	643
foregoing, shall be held to have violated this section solely	644
for providing services that do not constitute the direct	645
provision of digital or online library database resources to a	646
<pre>public library.</pre>	647
Sec. 3375.031. (A) Whenever a public library deposits	648
disputed contract funds with the clerk of a court as provided in	649
section 3375.03 of the Revised Code, the clerk shall give	650
written notice to each provider of digital or online library	651
database resources that is a party to the contract that is the	652

subject to the dispute.	653
(B) The clerk shall place such funds in a separate escrow	654
account in the name of the clerk in a bank or building and loan	655
association domiciled in this state.	656
(C) The clerk shall keep in a separate docket an account	657
of each deposit, with the names and addresses of the public	658
library and the provider of digital or online library database	659
resources.	660
(D) The clerk may charge a fee of one per cent of the	661
amount of the funds deposited which shall be assessed as court	662
costs.	663
(E) All interest that accrues on the funds deposited with	664
the clerk under this section shall be paid into the treasury of	665
the political subdivision for which the clerk performs the	666
<pre>clerk's duties.</pre>	667
Sec. 3375.032. (A) A provider of digital or online library	668
database resources that receives notice that disputed contract	669
funds have been deposited with a clerk of a court pursuant to	670
sections 3329.11 and 3329.12 of the Revised Code may apply to	671
the clerk for release of the funds on any of the following	672
grounds:	673
(1) That the public library did not comply with the notice	674
requirements described in divisions (F)(1) and (2) of section	675
3329.11 of the Revised Code;	676
(2) That the violation described in the notice is timely	677
remedied in accordance with division (F)(3) of section 3329.11	678
of the Revised Code;	679
(3) That the acts described in the notice do not	680

constitute a violation of section 3329.11 of the Revised Code	681
and are not a breach of the provider's obligations under the	682
contract.	683
(B) The public library shall be named as a party to any	684
action filed by the provider under this section and has the	685
right to file an answer and counterclaim as in other civil	686
actions. A trial shall be held within sixty days of the date of	687
the filing of the provider's complaint, unless, for good cause	688
shown, the court continues the period for trial.	689
(C) If the court finds that any of the conditions	690
described in divisions (A)(1), (2), and (3) of this section	691
apply, the court shall order the release of the disputed	692
contract funds on deposit with the clerk, less costs, to the	693
<pre>provider.</pre>	694
(D) If the court finds that the public library failed to	695
comply with the notice requirements described in divisions (F)	696
(1) and (2) of section 3375.03 of the Revised Code, or	697
intentionally acted in bad faith in proceeding under section	698
3375.031 of the Revised Code, the public library shall be liable	699
for damages caused to the provider. If the public library	700
intentionally acted in bad faith in proceeding under section	701
3375.031 of the Revised Code, the public library shall also be	702
liable for costs and reasonable attorney's fees.	703
Sec. 4113.35. (A) As used in this section:	704
(1) "Child sexual exploitation" means the willful or	705
malicious exploitation of a person under eighteen years of age	706
and includes conduct that would constitute a violation of	707
section 2905.32, 2907.19, 2907.21, 2907.22, 2907.231, 2907.24,	708
2907.31, 2907.311, 2907.321, 2907.322, or 2907.323 of the	709

Revised Code.	710
(2) "Harmful to juveniles," "material," "obscene," and	711
"performance" have the same meanings as in section 2907.01 of	712
the Revised Code.	713
(3) "State agency" means every organized body, office, or	714
agency established by the laws of the state for the exercise of	715
any function of state government.	716
(B) A state agency or state agency employee may offer	717
digital or online library database resources to minors only if	718
the provider of the resources verifies that the resources comply	719
with the requirements contained in division (C) of this section.	720
(C) A provider of digital or online library database	721
resources shall have safety policies and technology protection	722
<pre>measures that do both of the following:</pre>	723
(1) Prohibit and prevent a user of the resource from	724
sending, receiving, viewing, or downloading materials or	725
performances that are obscene, harmful to juveniles, depict	726
child sexual exploitation, or encourage or promote the use of	727
illegal drugs, tobacco, alcohol, gambling, or other illegal	728
<pre>activities;</pre>	729
(2) Filter or block access to materials or performances	730
that are obscene, harmful to juveniles, depict child sexual	731
exploitation, or encourage or promote the use of illegal drugs,	732
tobacco, alcohol, gambling, or other illegal activities.	733
(D) (1) Any provision of a contract entered into, amended,	734
or renewed on or after the effective date of this section that	735
does not comply with this section is void and unenforceable as	736
against public policy.	737

(2) Notwithstanding any contrary provision of a contract	738
entered into, amended, or renewed on or after the effective date	739
of this section, but subject to division (F) of this section, if	740
a provider of digital or online library database resources fails	741
to comply with the requirements of this section, the state	742
agency shall withhold further payments, if any, to the provider	743
pending verification of compliance.	744
(E) A provider of digital or online library database	745
resources to a state agency shall correct any violation of	746
division (C) of this section within thirty days after receiving	747
notice of the violation from the state agency. Failure to timely	748
correct such a violation shall result in the following	749
<pre>penalties:</pre>	750
(1) For the first violation, the provider shall be	751
considered in breach of contract and is subject to any penalties	752
for breach described in the contract.	753
Total Steady described in the Concrate.	, 00
(2) For the second violation, the provider shall reduce	754
the agreed-upon contract price for the digital or online library	755
database resources by ten per cent. If the contract has been	756
paid in full, or if the balance owed by the state agency is less	757
than ten per cent of the contract price, the provider shall	758
return to the state agency an amount necessary to effectuate a	759
ten per cent reduction of the contract price.	760
(3) For a third violation, the contract shall be	761
considered terminated, and the provider shall refund the full	762
agreed-upon contract price to the state agency.	763
(F)(1) Prior to withholding any payment under division (E)	764
of this section, the state agency shall provide written notice	765
of the nature of the violation to the provider of the digital or	766

online library database resources.	767
(2) The state agency shall include in the notice	768
reasonable identification of the prohibited material and the	769
<pre>manner it was accessed.</pre>	770
(3) The state agency shall allow the provider thirty days	771
from the date the notice is sent to either correct the violation	772
or present evidence that the acts alleged do not violate this	773
section and are not a breach of the provider's obligations under	774
the contract.	775
(4) As a matter of last resort, the state agency may seek	776
a judicial determination of rights under the contract from a	777
court of competent jurisdiction and deposit any disputed	778
contract funds with the clerk of that court in accordance with	779
section 4113.36 of the Revised Code.	780
(G) A state agency shall report to the attorney general a	781
provider's failure to comply with this section not later than	782
thirty days after the state agency learns of the noncompliance.	783
(H) No internet service provider, search engine, or cloud	784
service provider, and no affiliate or subsidiary of the	785
foregoing, shall be held to have violated this section solely	786
for providing services that do not constitute the direct	787
provision of digital or online library database resources to a	788
state agency.	789
Sec. 4113.36. (A) Whenever a state agency deposits	790
disputed contract funds with the clerk of a court as provided in	791
section 4113.35 of the Revised Code, the clerk shall give	792
written notice to each provider of digital or online library	793
database resources that is a party to the contract that is the	794
subject to the dispute.	795

(B) The clerk shall place such funds in a separate escrow	796
account in the name of the clerk in a bank or building and loan	797
association domiciled in this state.	798
(C) The clerk shall keep in a separate docket an account	799
of each deposit, with the names and addresses of the state	800
agency and the provider of digital or online library database	801
resources.	802
(D) The clerk may charge a fee of one per cent of the	803
amount of the funds deposited which shall be assessed as court	804
costs.	805
(E) All interest that accrues on the funds deposited with	806
the clerk under this section shall be paid into the treasury of	807
the political subdivision for which the clerk performs the	808
<pre>clerk's duties.</pre>	809
Sec. 4113.37. (A) A provider of digital or online library	810
database resources that receives notice that disputed contract	811
funds have been deposited with a clerk of a court pursuant to	812
sections 4113.35 and 4113.36 of the Revised Code may apply to	813
the clerk for release of the funds on any of the following	814
grounds:	815
(1) That the state agency did not comply with the notice	816
requirements described in divisions (F)(1) and (2) of section	817
4113.35 of the Revised Code;	818
(2) That the violation described in the notice is timely	819
remedied in accordance with division (F)(3) of section 4113.35	820
of the Revised Code;	821
(3) That the acts described in the notice do not	822
constitute a violation of section 4113.35 of the Revised Code	823
and are not a breach of the provider's obligations under the	824

contract.	825
(B) The state agency shall be named as a party to any	826
action filed by the provider under this section and has the	827
right to file an answer and counterclaim as in other civil	828
actions. A trial shall be held within sixty days of the date of	829
the filing of the provider's complaint, unless, for good cause	830
shown, the court continues the period for trial.	831
(C) If the court finds that any of the conditions	832
described in divisions (A)(1), (2), and (3) of this section	833
apply, the court shall order the release of the disputed	834
contract funds on deposit with the clerk, less costs, to the	835
<pre>provider.</pre>	836
(D) If the court finds that the state agency failed to	837
comply with the notice requirements described in divisions (F)	838
(1) and (2) of section 4113.35 of the Revised Code, or	839
intentionally acted in bad faith in proceeding under section	840
4113.36 of the Revised Code, the state agency shall be liable	841
for damages caused to the provider. If the state agency	842
intentionally acted in bad faith in proceeding under section	843
4113.36 of the Revised Code, the state agency shall also be	844
liable for costs and reasonable attorney's fees.	845
Section 2. That existing sections 3314.03 and 3326.11 of	846
the Revised Code are hereby repealed.	847
Section 3. The General Assembly, applying the principle	848
stated in division (B) of section 1.52 of the Revised Code that	849
amendments are to be harmonized if reasonably capable of	850
simultaneous operation, finds that the following sections,	851
presented in this act as composites of the sections as amended	852
by the acts indicated, are the resulting versions of the	853

H. B. No. 583 As Introduced	Page 31
sections in effect prior to the effective date of the sections	854
as presented in this act:	855
Section 3314.03 of the Revised Code as amended by H.B. 8,	856
H.B. 214, H.B. 250, S.B. 104, S.B. 168, S.B. 208, and S.B. 234,	857
all of the 135th General Assembly.	858
all of the 199th General Assembly.	030
Section 3326.11 of the Revised Code as amended by H.B. 8,	859
H.B. 47, H.B. 214, S.B. 104, S.B. 168, S.B. 208, and S.B. 234,	860
all of the 135th General Assembly.	861