#### As Introduced

# 131st General Assembly Regular Session 2015-2016

H. B. No. 2

## Representatives Dovilla, Roegner

## A BILL

То	amend sections 3302.03, 3314.011, 3314.02,	1
	3314.023, 3314.03, 3314.19, and 3314.23, to	2
	enact sections 3314.025, 3314.031, 3314.032,	3
	3314.034, and 3314.46, and to repeal section	4
	3314.026 of the Revised Code with regard to	5
	sponsorship and management of community schools.	6

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

Section 1. That sections 3302.03, 3314.011, 3314.02,	7
3314.023, 3314.03, 3314.19, and 3314.23 be amended and sections	8
3314.025, 3314.031, 3314.032, 3314.034, and 3314.46 of the	9
Revised Code be enacted to read as follows:	10
Sec. 3302.03. Annually, not later than the fifteenth day	11
of September or the preceding Friday when that day falls on a	12
Saturday or Sunday, the department of education shall assign a	13
letter grade for overall academic performance and for each	14
separate performance measure for each school district, and each	15
school building in a district, in accordance with this section.	16
The state board shall adopt rules pursuant to Chapter 119. of	17
the Revised Code to establish performance criteria for each	18
letter grade and prescribe a method by which the department	19

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assigns each letter grade. For a school building to which any of	20
the performance measures do not apply, due to grade levels	21
served by the building, the state board shall designate the	22
performance measures that are applicable to the building and	23
that must be calculated separately and used to calculate the	24
building's overall grade. The department shall issue annual	25
report cards reflecting the performance of each school district,	26
each building within each district, and for the state as a whole	27
using the performance measures and letter grade system described	28
in this section. The department shall include on the report card	29
for each district and each building within each district the	30
most recent two-year trend data in student achievement for each	31
subject and each grade.	32
(A)(1) For the 2012-2013 school year, the department shall	33
issue grades as described in division (E) of this section for	34
each of the following performance measures:	35
(a) Annual measurable objectives;	36
(b) Performance index score for a school district or	37
building. Grades shall be awarded as a percentage of the total	38
possible points on the performance index system as adopted by	39
the state board. In adopting benchmarks for assigning letter	40
grades under division (A)(1)(b) of this section, the state board	41
of education shall designate ninety per cent or higher for an	42
"A," at least seventy per cent but not more than eighty per cent	43
for a "C," and less than fifty per cent for an "F."	44
(c) The extent to which the school district or building	45
meets each of the applicable performance indicators established	46
by the state board under section 3302.02 of the Revised Code and	47

the percentage of applicable performance indicators that have

been achieved. In adopting benchmarks for assigning letter

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grades under division (A)(1)(c) of this section, the state board	50
shall designate ninety per cent or higher for an "A."	51
(d) The four- and five-year adjusted cohort graduation	52
rates.	53
In adopting benchmarks for assigning letter grades under	54
division (A)(1)(d), (B)(1)(d), or (C)(1)(d) of this section, the	55
department shall designate a four-year adjusted cohort	56
graduation rate of ninety-three per cent or higher for an "A"	57
and a five-year cohort graduation rate of ninety-five per cent	58
or higher for an "A."	59
(e) The overall score under the value-added progress	60
dimension of a school district or building, for which the	61
department shall use up to three years of value-added data as	62
available. The letter grade assigned for this growth measure	63
shall be as follows:	64
(i) A score that is at least two standard errors of	65
measure above the mean score shall be designated as an "A."	66
(ii) A score that is at least one standard error of	67
measure but less than two standard errors of measure above the	68
mean score shall be designated as a "B."	69
(iii) A score that is less than one standard error of	70
measure above the mean score but greater than or equal to one	71
standard error of measure below the mean score shall be	72
designated as a "C."	73
(iv) A score that is not greater than one standard error	74
of measure below the mean score but is greater than or equal to	75
two standard errors of measure below the mean score shall be	76
designated as a "D."	77

	(v) A sco	ore that is no	t greater than	two standard	errors	78
of	measure bel	low the mean s	core shall be	designated as	an "F."	7 9
	Whenever	the value-add	ed progress di	mension is use	ed as a	80

Whenever the value-added progress dimension is used as a 80 graded performance measure, whether as an overall measure or as 81 a measure of separate subgroups, the grades for the measure 82 shall be calculated in the same manner as prescribed in division 83 (A)(1)(e) of this section.

- (f) The value-added progress dimension score for a school

  district or building disaggregated for each of the following

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  subgroups: students identified as gifted, students with

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  disabilities, and students whose performance places them in the

  lowest quintile for achievement on a statewide basis. Each

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  subgroup shall be a separate graded measure.
- (2) Not later than April 30, 2013, the state board of 91 education shall adopt a resolution describing the performance 92 measures, benchmarks, and grading system for the 2012-2013 93 school year and, not later than June 30, 2013, shall adopt rules 94 in accordance with Chapter 119. of the Revised Code that 95 prescribe the methods by which the performance measures under 96 division (A)(1) of this section shall be assessed and assigned a 97 letter grade, including performance benchmarks for each letter 98 grade. 99

At least forty-five days prior to the state board's 100 adoption of rules to prescribe the methods by which the 101 performance measures under division (A)(1) of this section shall 102 be assessed and assigned a letter grade, the department shall 103 conduct a public presentation before the standing committees of 104 the house of representatives and the senate that consider 105 education legislation describing such methods, including 106 performance benchmarks. 107 H. B. No. 2 Page 5
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(3) There shall not be an overall letter grade for a	108
school district or building for the 2012-2013 school year.	109
(B)(1) For the 2013-2014 school year, the department shall	110
issue grades as described in division (E) of this section for	111
each of the following performance measures:	112
(a) Annual measurable objectives;	113
(b) Performance index score for a school district or	114
building. Grades shall be awarded as a percentage of the total	115
possible points on the performance index system as created by	116
the department. In adopting benchmarks for assigning letter	117
grades under division (B)(1)(b) of this section, the state board	118
shall designate ninety per cent or higher for an "A," at least	119
seventy per cent but not more than eighty per cent for a "C,"	120
and less than fifty per cent for an "F."	121
(c) The extent to which the school district or building	122
meets each of the applicable performance indicators established	123
by the state board under section 3302.03 of the Revised Code and	124
the percentage of applicable performance indicators that have	125
been achieved. In adopting benchmarks for assigning letter	126
grades under division (B)(1)(c) of this section, the state board	127
shall designate ninety per cent or higher for an "A."	128
(d) The four- and five-year adjusted cohort graduation	129
rates;	130
(e) The overall score under the value-added progress	131
dimension of a school district or building, for which the	132
department shall use up to three years of value-added data as	133
available.	134
(f) The value-added progress dimension score for a school	135
district or building disaggregated for each of the following	136

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subgroups: students identified as gifted in superior cognitive	137
ability and specific academic ability fields under Chapter 3324.	138
of the Revised Code, students with disabilities, and students	139
whose performance places them in the lowest quintile for	140
achievement on a statewide basis. Each subgroup shall be a	141
separate graded measure.	142

- (g) Whether a school district or building is making 143 progress in improving literacy in grades kindergarten through 144 three, as determined using a method prescribed by the state 145 board. The state board shall adopt rules to prescribe benchmarks 146 and standards for assigning grades to districts and buildings 147 for purposes of division (B)(1)(q) of this section. In adopting 148 benchmarks for assigning letter grades under divisions (B) (1) (g) 149 and (C)(1)(q) of this section, the state board shall determine 150 progress made based on the reduction in the total percentage of 151 students scoring below grade level, or below proficient, 152 compared from year to year on the reading and writing diagnostic 153 assessments administered under section 3301.0715 of the Revised 154 Code and the third grade English language arts assessment under 155 section 3301.0710 of the Revised Code, as applicable. The state 156 board shall designate for a "C" grade a value that is not lower 157 than the statewide average value for this measure. No grade 158 shall be issued under divisions (B)(1)(q) and (C)(1)(q) of this 159 section for a district or building in which less than five per 160 cent of students have scored below grade level on the diagnostic 161 assessment administered to students in kindergarten under 162 division (B)(1) of section 3313.608 of the Revised Code. 163
- (h) For a high mobility school district or building, an 164 additional value-added progress dimension score. For this 165 measure, the department shall use value-added data from the most 166 recent school year available and shall use assessment scores for 167

only those students to whom the district or building has	168
administered the assessments prescribed by section 3301.0710 of	169
the Revised Code for each of the two most recent consecutive	170
school years.	171
As used in this division, "high mobility school district	172
or building" means a school district or building where at least	173
twenty-five per cent of its total enrollment is made up of	174
students who have attended that school district or building for	175
less than one year.	176
(2) In addition to the graded measures in division (B)(1)	177
of this section, the department shall include on a school	178
district's or building's report card all of the following	179
without an assigned letter grade:	180
(a) The percentage of students enrolled in a district or	181
building participating in advanced placement classes and the	182
percentage of those students who received a score of three or	183
better on advanced placement examinations;	184
(b) The number of a district's or building's students who	185
have earned at least three college credits through dual	186
enrollment or advanced standing programs, such as the post-	187
secondary enrollment options program under Chapter 3365. of the	188
Revised Code and state-approved career-technical courses offered	189
through dual enrollment or statewide articulation, that appear	190
on a student's transcript or other official document, either of	191
which is issued by the institution of higher education from	192
which the student earned the college credit. The credits earned	193
that are reported under divisions (B)(2)(b) and (C)(2)(c) of	194
this section shall not include any that are remedial or	195
developmental and shall include those that count toward the	196

curriculum requirements established for completion of a degree.

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(c) The percentage of students enrolled in a district or	198
building who have taken a national standardized test used for	199
college admission determinations and the percentage of those	200
students who are determined to be remediation-free in accordance	201
with standards adopted under division (F) of section 3345.061 of	202
the Revised Code;	203
(d) The percentage of the district's or the building's	204
students who receive industry-recognized credentials. The state	205
board shall adopt criteria for acceptable industry-recognized	206
credentials.	207
(e) The percentage of students enrolled in a district or	208
building who are participating in an international baccalaureate	209
program and the percentage of those students who receive a score	210
of four or better on the international baccalaureate	211
examinations.	212
(f) The percentage of the district's or building's	213
students who receive an honors diploma under division (B) of	214
section 3313.61 of the Revised Code.	215
(3) Not later than December 31, 2013, the state board	216
shall adopt rules in accordance with Chapter 119. of the Revised	217
Code that prescribe the methods by which the performance	218
measures under divisions (B)(1)(f) and (B)(1)(g) of this section	219
will be assessed and assigned a letter grade, including	220
performance benchmarks for each grade.	221
At least forty-five days prior to the state board's	222
adoption of rules to prescribe the methods by which the	223
performance measures under division (B)(1) of this section shall	224
be assessed and assigned a letter grade, the department shall	225
conduct a public presentation before the standing committees of	226

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the house of representatives and the senate that consider	227
education legislation describing such methods, including	228
performance benchmarks.	229
(4) There shall not be an overall letter grade for a	230
school district or building for the 2013-2014 school year.	231
(C)(1) For the 2014-2015 school year and each school year	232
thereafter, the department shall issue grades as described in	233
division (E) of this section for each of the performance	234
measures prescribed in division (C)(1) of this section and an	235
overall letter grade based on an aggregate of those measures,	236
except for the performance measure set forth in division (C)(1)	237
(h) of this section. The graded measures are as follows:	238
(a) Annual measurable objectives;	239
(b) Performance index score for a school district or	240
building. Grades shall be awarded as a percentage of the total	241
possible points on the performance index system as created by	242
the department. In adopting benchmarks for assigning letter	243
grades under division (C)(1)(b) of this section, the state board	244
shall designate ninety per cent or higher for an "A," at least	245
seventy per cent but not more than eighty per cent for a "C,"	246
and less than fifty per cent for an "F."	247
(c) The extent to which the school district or building	248
meets each of the applicable performance indicators established	249
by the state board under section 3302.03 of the Revised Code and	250
the percentage of applicable performance indicators that have	251
been achieved. In adopting benchmarks for assigning letter	252
grades under division (C)(1)(c) of this section, the state board	253
shall designate ninety per cent or higher for an "A."	254
(d) The four- and five-year adjusted cohort graduation	255

rates;	256
(e) The overall score under the value-added progress	257
dimension, or another measure of student academic progress if	258
adopted by the state board, of a school district or building,	259
for which the department shall use up to three years of value-	260
added data as available.	261
	2.62
In adopting benchmarks for assigning letter grades for	262
overall score on value-added progress dimension under division	263
(C)(1)(e) of this section, the state board shall prohibit the	264
assigning of a grade of "A" for that measure unless the	265
district's or building's grade assigned for value-added progress	266
dimension for all subgroups under division (C)(1)(f) of this	267
section is a "B" or higher.	268
For the metric prescribed by division (C)(1)(e) of this	269
section, the state board may adopt a student academic progress	270
measure to be used instead of the value-added progress	271
dimension. If the state board adopts such a measure, it also	272
shall prescribe a method for assigning letter grades for the new	273
measure that is comparable to the method prescribed in division	274
(A)(1)(e) of this section.	275
(f) The value-added progress dimension score of a school	276
district or building disaggregated for each of the following	277
subgroups: students identified as gifted in superior cognitive	278
ability and specific academic ability fields under Chapter 3324.	279
of the Revised Code, students with disabilities, and students	280
whose performance places them in the lowest quintile for	281
achievement on a statewide basis, as determined by a method	282
prescribed by the state board. Each subgroup shall be a separate	283
graded measure.	284

The state board may adopt student academic progress	285
measures to be used instead of the value-added progress	286
dimension. If the state board adopts such measures, it also	287
shall prescribe a method for assigning letter grades for the new	288
measures that is comparable to the method prescribed in division	289
(A)(1)(e) of this section.	290
(g) Whether a school district or building is making	291
progress in improving literacy in grades kindergarten through	292
three, as determined using a method prescribed by the state	293
board. The state board shall adopt rules to prescribe benchmarks	294
and standards for assigning grades to a district or building for	295
purposes of division (C)(1)(g) of this section. The state board	296
shall designate for a "C" grade a value that is not lower than	297
the statewide average value for this measure. No grade shall be	298
issued under division (C)(1)(g) of this section for a district	299
or building in which less than five per cent of students have	300
scored below grade level on the kindergarten diagnostic	301
assessment under division (B)(1) of section 3313.608 of the	302
Revised Code.	303
(h) For a high mobility school district or building, an	304
additional value-added progress dimension score. For this	305
measure, the department shall use value-added data from the most	306
recent school year available and shall use assessment scores for	307
only those students to whom the district or building has	308
administered the assessments prescribed by section 3301.0710 of	309
the Revised Code for each of the two most recent consecutive	310
school years.	311
As used in this division, "high mobility school district	312

or building" means a school district or building where at least

twenty-five per cent of its total enrollment is made up of

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students who have attended that school district or building for	315
less than one year.	316
(2) In addition to the graded measures in division (C)(1)	317
of this section, the department shall include on a school	318
district's or building's report card all of the following	319
without an assigned letter grade:	320
(a) The percentage of students enrolled in a district or	321
building who have taken a national standardized test used for	322
college admission determinations and the percentage of those	323
students who are determined to be remediation-free in accordance	324
with the standards adopted under division (F) of section	325
3345.061 of the Revised Code;	326
(b) The percentage of students enrolled in a district or	327
building participating in advanced placement classes and the	328
percentage of those students who received a score of three or	329
better on advanced placement examinations;	330
(c) The percentage of a district's or building's students	331
who have earned at least three college credits through advanced	332
standing programs, such as the college credit plus program under	333
Chapter 3365. of the Revised Code and state-approved career-	334
technical courses offered through dual enrollment or statewide	335
articulation, that appear on a student's college transcript	336
issued by the institution of higher education from which the	337
student earned the college credit. The credits earned that are	338
reported under divisions (B)(2)(b) and (C)(2)(c) of this section	339
shall not include any that are remedial or developmental and	340
shall include those that count toward the curriculum	341
requirements established for completion of a degree.	342
(d) The percentage of the district's or building's	343

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students who receive an honor's diploma under division (B) of	344
section 3313.61 of the Revised Code;	345
(e) The percentage of the district's or building's	346
students who receive industry-recognized credentials;	347
(f) The percentage of students enrolled in a district or	348
building who are participating in an international baccalaureate	349
program and the percentage of those students who receive a score	350
of four or better on the international baccalaureate	351
examinations;	352
(g) The results of the college and career-ready	353
assessments administered under division (B)(1) of section	354
3301.0712 of the Revised Code.	355
(3) The state board shall adopt rules pursuant to Chapter	356
119. of the Revised Code that establish a method to assign an	357
overall grade for a school district or school building for the	358
2014-2015 school year and each school year thereafter. The rules	359
shall group the performance measures in divisions (C)(1) and (2)	360
of this section into the following components:	361
(a) Gap closing, which shall include the performance	362
measure in division (C)(1)(a) of this section;	363
(b) Achievement, which shall include the performance	364
measures in divisions (C)(1)(b) and (c) of this section;	365
(c) Progress, which shall include the performance measures	366
in divisions (C)(1)(e) and (f) of this section;	367
(d) Graduation, which shall include the performance	368
measure in division (C)(1)(d) of this section;	369
(e) Kindergarten through third-grade literacy, which shall	370
include the performance measure in division (C)(1)(g) of this	371

section;	372
(f) Prepared for success, which shall include the	373
performance measures in divisions (C)(2)(a), (b), (c), (d), (e),	374
and (f) of this section. The state board shall develop a method	375
to determine a grade for the component in division (C)(3)(f) of	376
this section using the performance measures in divisions (C)(2)	377
(a), (b), (c), (d), (e), and (f) of this section. When	378
available, the state board may incorporate the performance	379
measure under division (C)(2)(g) of this section into the	380
component under division (C)(3)(f) of this section. When	381
determining the overall grade for the prepared for success	382
component prescribed by division (C)(3)(f) of this section, no	383
individual student shall be counted in more than one performance	384
measure. However, if a student qualifies for more than one	385
performance measure in the component, the state board may, in	386
its method to determine a grade for the component, specify an	387
additional weight for such a student that is not greater than or	388
equal to 1.0. In determining the overall score under division	389
(C) (3) (f) of this section, the state board shall ensure that the	390
pool of students included in the performance measures aggregated	391
under that division are all of the students included in the	392
four- and five-year adjusted graduation cohort.	393
In the rules adopted under division (C)(3) of this	394
section, the state board shall adopt a method for determining a	395
grade for each component in divisions (C)(3)(a) to (f) of this	396
section. The state board also shall establish a method to assign	397
an overall grade of "A," "B," "C," "D," or "F" using the grades	398
assigned for each component. The method the state board adopts	399

for assigning an overall grade shall give equal weight to the

components in divisions (C)(3)(b) and (c) of this section.

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At least forty-five days prior to the state board's	402
adoption of rules to prescribe the methods for calculating the	403
overall grade for the report card, as required by this division,	404
the department shall conduct a public presentation before the	405
standing committees of the house of representatives and the	406
senate that consider education legislation describing the format	407
for the report card, weights that will be assigned to the	408
components of the overall grade, and the method for calculating	409
the overall grade.	410
(D) Not later than July 1, 2015, the state board shall	411
develop a measure of student academic progress for high school	412
students using only data from assessments in English language	413
arts and mathematics. For the 2014-2015 school year, the	414
department shall include this measure on a school district or	415
building's report card, as applicable, without an assigned	416
letter grade. Beginning with the report card for the 2015-2016	417
school year, each school district and applicable school building	418
shall be assigned a separate letter grade for this measure and	419
the district's or building's grade for that measure shall be	420
included in determining the district's or building's overall	421
letter grade. This measure shall be included within the measure	422
prescribed in division (C)(3)(c) of this section in the	423
calculation for the overall letter grade.	424
(E) The letter grades assigned to a school district or	425
building under this section shall be as follows:	426
(1) "A" for a district or school making excellent	427
progress;	428
(2) "B" for a district or school making above average	429

progress;

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(3) "C" for a district or school making average progress;	431
(4) "D" for a district or school making below average	432
progress;	433
(5) "F" for a district or school failing to meet minimum	434
-	435
progress.	430
(F) When reporting data on student achievement and	436
progress, the department shall disaggregate that data according	437
to the following categories:	438
(1) Performance of students by grade-level;	439
(2) Performance of students by race and ethnic group;	440
(3) Performance of students by gender;	441
(4) Performance of students grouped by those who have been	442
enrolled in a district or school for three or more years;	443
(5) Performance of students grouped by those who have been	444
enrolled in a district or school for more than one year and less	445
than three years;	446
(6) Performance of students grouped by those who have been	447
enrolled in a district or school for one year or less;	448
(7) Performance of students grouped by those who are	449
economically disadvantaged;	450
(8) Performance of students grouped by those who are	451
enrolled in a conversion community school established under	452
Chapter 3314. of the Revised Code;	453
(0) Porformance of students ground by these who are	ΛE
(9) Performance of students grouped by those who are	454
classified as limited English proficient;	455
(10) Performance of students grouped by those who have	456

disabilities;	457
(11) Performance of students grouped by those who are	458
classified as migrants;	459
(12) Performance of students grouped by those who are	460
identified as gifted in superior cognitive ability and the	461
specific academic ability fields of reading and math pursuant to	462
Chapter 3324. of the Revised Code. In disaggregating specific	463
academic ability fields for gifted students, the department	464
shall use data for those students with specific academic ability	465
in math and reading. If any other academic field is assessed,	466
the department shall also include data for students with	467
specific academic ability in that field as well.	468
(13) Performance of students grouped by those who perform	469
in the lowest quintile for achievement on a statewide basis, as	470
determined by a method prescribed by the state board.	471
determined by a method prescribed by the State Board.	1/1
The department may disaggregate data on student	472
performance according to other categories that the department	473
determines are appropriate. To the extent possible, the	474
department shall disaggregate data on student performance	475
according to any combinations of two or more of the categories	476
listed in divisions (F)(1) to (13) of this section that it deems	477
relevant.	478
In reporting data pursuant to division (F) of this	479
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section, the department shall not include in the report cards	
any data statistical in nature that is statistically unreliable	481
or that could result in the identification of individual	482
students. For this purpose, the department shall not report	483
student performance data for any group identified in division	484
(F) of this section that contains less than ten students. If the	485

department does not report student performance data for a group	486
because it contains less than ten students, the department shall	487
indicate on the report card that is why data was not reported.	488
(G) The department may include with the report cards any	489
additional education and fiscal performance data it deems	490
valuable.	491
(H) The department shall include on each report card a	492
list of additional information collected by the department that	493
is available regarding the district or building for which the	494
report card is issued. When available, such additional	495
information shall include student mobility data disaggregated by	496
race and socioeconomic status, college enrollment data, and the	497
reports prepared under section 3302.031 of the Revised Code.	498
The department shall maintain a site on the world wide	499
web. The report card shall include the address of the site and	500
shall specify that such additional information is available to	501
the public at that site. The department shall also provide a	502
copy of each item on the list to the superintendent of each	503
school district. The district superintendent shall provide a	504
copy of any item on the list to anyone who requests it.	505
(I) <del>Division <u>Until July 1, 2016, division</u> (I) of this</del>	506
section does not apply to conversion community schools that	507
primarily enroll students between sixteen and twenty-two years	508
of age who dropped out of high school or are at risk of dropping	509
out of high school due to poor attendance, disciplinary	510
problems, or suspensions. On and after July 1, 2016, division	511
(I) of this section shall apply to such schools.	512
(1) For any district that sponsors a conversion community	513
school under Chapter 3314. of the Revised Code, the department	514

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shall combine data regarding the academic performance of	515
students enrolled in the community school with comparable data	516
from the schools of the district for the purpose of determining	517
the performance of the district as a whole on the report card	518
issued for the district under this section or section 3302.033	519
of the Revised Code.	520
(2) Any district that leases a building to a community	521
school located in the district or that enters into an agreement	522
with a community school located in the district whereby the	523
district and the school endorse each other's programs may elect	524
to have data regarding the academic performance of students	525
enrolled in the community school combined with comparable data	526
from the schools of the district for the purpose of determining	527
the performance of the district as a whole on the district	528
report card. Any district that so elects shall annually file a	529
copy of the lease or agreement with the department.	530
(3) Any municipal school district, as defined in section	531
3311.71 of the Revised Code, that sponsors a community school	532
located within the district's territory, or that enters into an	533
agreement with a community school located within the district's	534
territory whereby the district and the community school endorse	535
each other's programs, may exercise either or both of the	536
following elections:	537
(a) To have data regarding the academic performance of	538
students enrolled in that community school combined with	539
comparable data from the schools of the district for the purpose	540
of determining the performance of the district as a whole on the	541
district's report card;	542

(b) To have the number of students attending that

community school noted separately on the district's report card.

543

The election authorized under division (I)(3)(a) of this	545
section is subject to approval by the governing authority of the	546
community school.	547
Any municipal school district that exercises an election	548
to combine or include data under division (I)(3) of this	549
section, by the first day of October of each year, shall file	550
with the department documentation indicating eligibility for	551
that election, as required by the department.	552
(J) The department shall include on each report card the	553
percentage of teachers in the district or building who are	554
highly qualified, as defined by the No Child Left Behind Act of	555
2001, and a comparison of that percentage with the percentages	556
of such teachers in similar districts and buildings.	557
(K)(1) In calculating English language arts, mathematics,	558
social studies, or science assessment passage rates used to	559
determine school district or building performance under this	560
section, the department shall include all students taking an	561
assessment with accommodation or to whom an alternate assessment	562
is administered pursuant to division (C)(1) or (3) of section	563
3301.0711 of the Revised Code.	564
(2) In calculating performance index scores, rates of	565
achievement on the performance indicators established by the	566
state board under section 3302.02 of the Revised Code, and	567
annual measurable objectives for determining adequate yearly	568
progress for school districts and buildings under this section,	569
the department shall do all of the following:	570
(a) Include for each district or building only those	571
students who are included in the ADM certified for the first	572

full school week of October and are continuously enrolled in the

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district or building through the time of the spring	574
administration of any assessment prescribed by division (A)(1)	575
or (B)(1) of section 3301.0710 or division (B) of section	576
3301.0712 of the Revised Code that is administered to the	577
student's grade level;	578
(b) Include cumulative totals from both the fall and	579
spring administrations of the third grade English language arts	580
achievement assessment;	581
(c) Except as required by the No Child Left Behind Act of	582
2001, exclude for each district or building any limited English	583
proficient student who has been enrolled in United States	584
schools for less than one full school year.	585
(L) Beginning with the 2015-2016 school year and at least	586
once every three years thereafter, the state board of education	587
shall review and may adjust the benchmarks for assigning letter	588
grades to the performance measures and components prescribed	589
under divisions (C)(3) and (D) of this section.	590
Sec. 3314.011. Every community school established under	591
this chapter shall have a designated fiscal officer, who shall	592
be employed by or engaged under a contract with the governing	593
authority of the community school. The auditor of state may	594
require by rule that the fiscal officer of any community school,	595
before entering upon duties as fiscal officer of the school,	596
execute a bond in an amount and with surety to be approved by	597
the governing authority of the school, payable to the state,	598
conditioned for the faithful performance of all the official	599
duties required of the fiscal officer. Any such bond shall be	600
deposited with the governing authority of the school, and a copy	601
thereof, certified by the governing authority, shall be filed	602
with the county auditor.	603

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Prior to assuming the duties of fiscal officer, the fiscal	604
officer designated under this section shall be licensed under	605
section 3301.074 of the Revised Code. Any person serving as a	606
fiscal officer of a community school on the effective date of	607
this amendment March 22, 2013, who is not licensed as a	608
treasurer shall be permitted to serve as a fiscal officer for	609
not more than one year following the effective date of this	610
amendment March 22, 2013. Beginning on that date and thereafter,	611
no community school shall permit any individual to serve as a	612
fiscal officer without a license as required by this section.	613
Sec. 3314.02. (A) As used in this chapter:	614
(1) "Sponsor" means the board of education of a school	615
district or the governing board of an educational service center	616
that agrees to the conversion of all or part of a school or	617
building under division (B) of this section, or an entity listed	618
in division (C)(1) of this section, which either has been	619
approved by the department of education to sponsor community	620
schools or is exempted by section 3314.021 or 3314.027 of the	621
Revised Code from obtaining approval, and with which the	622
governing authority of a community school enters into a contract	623
under section 3314.03 of the Revised Code.	624
(2) "Pilot project area" means the school districts	625
included in the territory of the former community school pilot	626
project established by former Section 50.52 of Am. Sub. H.B. No.	627
2 215 of the 122nd general assembly.	628
(3) "Challenged school district" means any of the	629
following:	630
(a) A school district that is part of the pilot project	631

area;

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(b) A school district that meets one of the following	633
conditions:	634
(i) On March 22, 2013, the district was in a state of	635
academic emergency or in a state of academic watch under section	636
3302.03 of the Revised Code, as that section existed prior to	637
March 22, 2013;	638
(ii) For two of the 2012-2013, 2013-2014, and 2014-2015	639
school years, the district received a grade of "D" or "F" for	640
the performance index score and a grade of "F" for the value-	641
added progress dimension under section 3302.03 of the Revised	642
Code;	643
(iii) For the 2015-2016 school year and for any school	644
year thereafter, the district has received an overall grade of	645
"D" or "F" under division (C)(3) of section 3302.03 of the	646
Revised Code, or, for at least two of the three most recent	647
school years, the district received a grade of "F" for the	648
value-added progress dimension under division (C)(1)(e) of that	649
section.	650
(c) A big eight school district;	651
(d) A school district ranked in the lowest five per cent	652
of school districts according to performance index score under	653
section 3302.21 of the Revised Code.	654
(4) "Big eight school district" means a school district	655
that for fiscal year 1997 had both of the following:	656
(a) A percentage of children residing in the district and	657
participating in the predecessor of Ohio works first greater	658
than thirty per cent, as reported pursuant to section 3317.10 of	659
the Revised Code;	660

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(b) An average daily membership greater than twelve	661
thousand, as reported pursuant to former division (A) of section	662
3317.03 of the Revised Code.	663
(5) "New start-up school" means a community school other	664
than one created by converting all or part of an existing public	665
school or educational service center building, as designated in	666
the school's contract pursuant to division (A)(17) of section	667
3314.03 of the Revised Code.	668
(6) "Urban school district" means one of the state's	669
twenty-one urban school districts as defined in division (0) of	670
section 3317.02 of the Revised Code as that section existed	671
prior to July 1, 1998.	672
(7) "Internet- or computer-based community school" means a	673
community school established under this chapter in which the	674
enrolled students work primarily from their residences on	675
assignments in nonclassroom-based learning opportunities	676
provided via an internet- or other computer-based instructional	677
method that does not rely on regular classroom instruction or	678
via comprehensive instructional methods that include internet-	679
based, other computer-based, and noncomputer-based learning	680
opportunities.	681
(8) "Operator" means either of the following:	682
(a) An individual or organization that manages the daily	683
operations of a community school pursuant to a contract between	684
the operator and the school's governing authority;	685
(b) A nonprofit organization that provides programmatic	686
oversight and support to a community school under a contract	687
with the school's governing authority and that retains the right	688
to terminate its affiliation with the school if the school fails	689

to meet the organization's quality standards.	690
(9) "Alliance municipal school district" has the same	691
meaning as in section 3311.86 of the Revised Code.	692
(B)(1) Any person or group of individuals may initially	693
propose under this division the conversion of all or a portion	694
of a public school to a community school. The proposal shall be	695
made to the board of education of the city, local, exempted	696
village, or joint vocational school district in which the public	697
school is proposed to be converted.	698
(2) Any person or group of individuals may initially	699
propose under this division the conversion of all or a portion	700
of a building operated by an educational service center to a	701
community school. The proposal shall be made to the governing	702
board of the service center.	703
A service center that proposes the establishment of a	704
conversion community school located in a county within the	705
territory of the service center or in a county contiguous to	706
such county is exempt from approval from the department of	707
education, except as provided under division (B) (4) of this	708
section, and from the agreement required under division (B) (1)	709
of section 3314.015 of the Revised Code.	710
However, a service center that proposes the establishment	711
of a conversion community school located in a county outside of	711
the territory of the service center or a county contiguous to	713
such county shall be subject to approval from the department of	714
education and from the agreement required under that section.	715
Division (B)(2) of this section does not apply to an	716
educational service center that sponsors community schools and	717

that is exempted under section 3314.021 or 3314.027 of the

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Revised Code from the requirement to be approved for sponsorship	719
under divisions (A)(2) and (B)(1) of section 3314.015 of the	720
Revised Code.	721
(3) Upon receipt of a proposal, a board may enter into a	722
preliminary agreement with the person or group proposing the	723
conversion of the public school or service center building,	724
indicating the intention of the board to support the conversion	725
to a community school. A proposing person or group that has a	726
preliminary agreement under this division may proceed to	727
finalize plans for the school, establish a governing authority	728
for the school, and negotiate a contract with the board.	729
Provided the proposing person or group adheres to the	730
preliminary agreement and all provisions of this chapter, the	731
board shall negotiate in good faith to enter into a contract in	732
accordance with section 3314.03 of the Revised Code and division	733
(C) of this section.	734
(4) The sponsor of a conversion community school proposed	735
to open in an alliance municipal school district shall be	736
subject to approval by the department of education for	737
sponsorship of that school using the criteria established under	738
division (A) of section 3311.87 of the Revised Code.	739
Division (B)(4) of this section does not apply to a	740
sponsor that is exempted under section 3314.021 or 3314.027 of	741
the Revised Code from the requirement to be approved for	742
sponsorship under divisions (A)(2) and (B)(1) of section	743
3314.015 of the Revised Code.	744
(C)(1) Any person or group of individuals may propose	745
under this division the establishment of a new start-up school	746
to be located in a challenged school district. The proposal may	747
be made to any of the following entities:	748

(a) The board of education of the district in which the	749
school is proposed to be located;	750
(b) The board of education of any joint vocational school	751
district with territory in the county in which is located the	752
majority of the territory of the district in which the school is	753
proposed to be located;	754
(c) The board of education of any other city, local, or	755
exempted village school district having territory in the same	756
county where the district in which the school is proposed to be	757
located has the major portion of its territory;	758
(d) The governing board of any educational service center,	759
regardless of the location of the proposed school, may sponsor a	760
new start-up school in any challenged school district in the	761
state if all of the following are satisfied:	762
(i) If applicable, it satisfies the requirements of	763
division (E) of section 3311.86 of the Revised Code;	764
(ii) It is approved to do so by the department;	765
(iii) It enters into an agreement with the department	766
under section 3314.015 of the Revised Code.	767
(e) A sponsoring authority designated by the board of	768
trustees of any of the thirteen state universities listed in	769
section 3345.011 of the Revised Code or the board of trustees	770
itself as long as a mission of the proposed school to be	771
specified in the contract under division (A)(2) of section	772
3314.03 of the Revised Code and as approved by the department	773
under division (B)(2) of section 3314.015 of the Revised Code	774
will be the practical demonstration of teaching methods,	775
educational technology, or other teaching practices that are	776
included in the curriculum of the university's teacher	777

preparation program approved by the state board of education;	778
(f) Any qualified tax-exempt entity under section 501(c)	779
(3) of the Internal Revenue Code as long as all of the following	780
conditions are satisfied:	781
(i) The entity has been in operation for at least five	782
years prior to applying to be a community school sponsor.	783
(ii) The entity has assets of at least five hundred	784
thousand dollars and a demonstrated record of financial	785
responsibility.	786
(iii) The department has determined that the entity is an	787
education-oriented entity under division (B)(3) of section	788
3314.015 of the Revised Code and the entity has a demonstrated	789
record of successful implementation of educational programs.	790
(iv) The entity is not a community school.	791
(g) The mayor of a city in which the majority of the	792
territory of a school district to which section 3311.60 of the	793
Revised Code applies is located, regardless of whether that	794
district has created the position of independent auditor as	795
prescribed by that section. The mayor's sponsorship authority	796
under this division is limited to community schools that are	797
located in that school district. Such mayor may sponsor	798
community schools only with the approval of the city council of	799
that city, after establishing standards with which community	800
schools sponsored by the mayor must comply, and after entering	801
into a sponsor agreement with the department as prescribed under	802
section 3314.015 of the Revised Code. The mayor shall establish	803
the standards for community schools sponsored by the mayor not	804
later than one hundred eighty days after July 15, 2013, and	805
shall submit them to the department upon their establishment.	806

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The department shall approve the mayor to sponsor community	807
schools in the district, upon receipt of an application by the	808
mayor to do so. Not later than ninety days after the	809
department's approval of the mayor as a community school	810
sponsor, the department shall enter into the sponsor agreement	811
with the mayor.	812
Any entity described in division (C)(1) of this section	813
may enter into a preliminary agreement pursuant to division (C)	814
(2) of this section with the proposing person or group.	815
(2) A preliminary agreement indicates the intention of an	816
entity described in division (C)(1) of this section to sponsor	817
the community school. A proposing person or group that has such	818
a preliminary agreement may proceed to finalize plans for the	819
school, establish a governing authority as described in division	820
(E) of this section for the school, and negotiate a contract	821
with the entity. Provided the proposing person or group adheres	822
to the preliminary agreement and all provisions of this chapter,	823
the entity shall negotiate in good faith to enter into a	824
contract in accordance with section 3314.03 of the Revised Code.	825
(3) A new start-up school that is established in a school	826
district described in either division (A)(3)(b) or (d) of this	827
section may continue in existence once the school district no	828
longer meets the conditions described in either division,	829
provided there is a valid contract between the school and a	830
sponsor.	831
(4) A copy of every preliminary agreement entered into	832
under this division shall be filed with the superintendent of	833
public instruction.	834

(D) A majority vote of the board of a sponsoring entity

and a majority vote of the members of the governing authority of	836
a community school shall be required to adopt a contract and	837
convert the public school or educational service center building	838
to a community school or establish the new start-up school.	839
Beginning September 29, 2005, adoption of the contract shall	840
occur not later than the fifteenth day of March, and signing of	841
the contract shall occur not later than the fifteenth day of	842
May, prior to the school year in which the school will open. The	843
governing authority shall notify the department of education	844
when the contract has been signed. Subject to sections 3314.013	845
and 3314.016 of the Revised Code, an unlimited number of	846
community schools may be established in any school district	847
provided that a contract is entered into for each community	848
school pursuant to this chapter.	849
(E)(1) As used in this division, "immediate relatives" are	850
limited to spouses, children, parents, grandparents, siblings,	851
and in-laws.	852
	0.5.3
Each new start-up community school established under this	853
chapter shall be under the direction of a governing authority	854
which shall consist of a board of not less than five	855
individuals.	856
No person shall serve on the governing authority or	857
operate the community school under contract with the governing	858
authority so long as the person owes the state any money or is	859
in a dispute over whether the person owes the state any money	860
concerning the operation of a community school that has closed.	861
(2) No person shall serve on the governing authorities of	862

more than five start-up community schools at the same time.

(3) No present or former member, or immediate relative of

863

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a present or former member, of the governing authority of any	865
community school established under this chapter shall be an	866
owner, employee, or consultant of any sponsor or operator of a	867
community school, unless at least one year has elapsed since the	868
conclusion of the person's membership.	869
(4) The governing authority of a start-up community school	870
may provide by resolution for the compensation of its members.	871
However, no individual who serves on the governing authority of	872
a start-up community school shall be compensated more than four	873
hundred twenty-five dollars per meeting of that governing	874
authority and no such individual shall be compensated more than	875
a total amount of five thousand dollars per year for all	876
governing authorities upon which the individual serves.	877
(5) No person who is the employee of a school district or	878
educational service center or is the employee of a vendor that	879
is engaged under a contract with a school district or service	880
center shall serve on the governing authority of any community	881
school sponsored by that school district or service center.	882
(6) Each member of the governing authority of a community	883
school shall annually file a disclosure statement setting forth	884
the names of any immediate relatives or business associates	885
employed by the sponsor or operator of that community school,	886
school district or educational service center that has	887
contracted with that community school, or a vender that is	888
currently engaged in business or has previously engaged in	889
business with that community school.	890
(F)(1) A new start-up school that is established prior to	891
August 15, 2003, in an urban school district that is not also a	892
big-eight school district may continue to operate after that	893
date and the contract between the school's governing authority	894

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and the school's sponsor may be renewed, as provided under this	895
chapter, after that date, but no additional new start-up schools	896
may be established in such a district unless the district is a	897
challenged school district as defined in this section as it	898
exists on and after that date.	899

- (2) A community school that was established prior to June 900 29, 1999, and is located in a county contiguous to the pilot 901 project area and in a school district that is not a challenged 902 school district may continue to operate after that date, 903 provided the school complies with all provisions of this 904 chapter. The contract between the school's governing authority 905 and the school's sponsor may be renewed, but no additional 906 start-up community school may be established in that district 907 unless the district is a challenged school district. 908
- (3) Any educational service center that, on June 30, 2007, 909 sponsors a community school that is not located in a county 910 within the territory of the service center or in a county 911 contiguous to such county may continue to sponsor that community 912 school on and after June 30, 2007, and may renew its contract 913 with the school. However, the educational service center shall 914 not enter into a contract with any additional community school, 915 unless the school is located in a county within the territory of 916 the service center or in a county contiguous to such county, or 917 unless the governing board of the service center has entered 918 into an agreement with the department authorizing the service 919 center to sponsor a community school in any challenged school 920 district in the state. 921
- Sec. 3314.023. In order to provide monitoring and 922 technical assistance, a representative of the sponsor of a 923 community school shall meet with the governing authority or 924

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treasurer of the school and shall review the financial and	925
enrollment records of the school at least once every month.	926
Copies of those financial and enrollment records shall be	927
furnished to the community school sponsor, members of the	928
governing authority, and the fiscal officer designated in	929
section 3314.011 of the Revised Code on a monthly basis.	930
Sec. 3314.025. (A) Each sponsor of a community school	931
shall annually submit a report, using the format and manner	932
prescribed by the state board of education as set forth in	933
division (B) of this section, describing the amount and type of	934
expenditures made to provide oversight and technical assistance	935
to each community school it sponsors.	936
(B) Not later than ninety days after the effective date of	937
this section, the state board of education shall establish	938
requirements and a reporting procedure to aide each sponsor in	939
complying with division (A) of this section.	940
Sec. 3314.03. A copy of every contract entered into under	941
this section shall be filed with the superintendent of public	942
instruction. The department of education shall make available on	943
its web site a copy of every approved, executed contract filed	944
with the superintendent under this section.	945
(A) Each contract entered into between a sponsor and the	946
governing authority of a community school shall specify the	947
following:	948
(1) That the school shall be established as either of the	949
following:	950
(a) A nonprofit corporation established under Chapter	951
1702. of the Revised Code, if established prior to April 8,	952
2003;	953

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(b) A public benefit corporation established under Chapter	954
1702. of the Revised Code, if established after April 8, 2003.	955
(2) The education program of the school, including the	956
school's mission, the characteristics of the students the school	957
is expected to attract, the ages and grades of students, and the	958
focus of the curriculum;	959
(3) The academic goals to be achieved and the method of	960
measurement that will be used to determine progress toward those	961
goals, which shall include the statewide achievement	962
assessments;	963
(4) Performance standards, including but not limited to	964
all applicable report card measures set forth in section 3302.03	965
or 3314.017 of the Revised Code, by which the success of the	966
school will be evaluated by the sponsor;	967
(5) The admission standards of section 3314.06 of the	968
Revised Code and, if applicable, section 3314.061 of the Revised	969
Code;	970
(6)(a) Dismissal procedures;	971
(b) A requirement that the governing authority adopt an	972
attendance policy that includes a procedure for automatically	973
withdrawing a student from the school if the student without a	974
legitimate excuse fails to participate in one hundred five	975
consecutive hours of the learning opportunities offered to the	976
student.	977
(7) The ways by which the school will achieve racial and	978
ethnic balance reflective of the community it serves;	979
(8) Requirements for financial audits by the auditor of	980
state. The contract shall require financial records of the	981

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school to be maintained in the same manner as are financial	982
records of school districts, pursuant to rules of the auditor of	983
state. Audits shall be conducted in accordance with section	984
117.10 of the Revised Code.	985
(9) The An addendum to the contract outlining the	986
facilities to be used and their locations; that contains at least	987
<pre>the following information:</pre>	988
(a) A detailed description of each facility;	989
(b) The annual costs associated with leasing each	990
<pre>facility;</pre>	991
(c) The annual mortgage principal and interest payments;	992
(d) The name of the lender.	993
(10) Qualifications of teachers, including a requirement	994
that the school's classroom teachers be licensed in accordance	995
with sections 3319.22 to 3319.31 of the Revised Code, except	996
that a community school may engage noncertificated persons to	997
teach up to twelve hours per week pursuant to section 3319.301	998
of the Revised Code.	999
(11) That the school will comply with the following	1000
requirements:	1001
(a) The school will provide learning opportunities to a	1002
minimum of twenty-five students for a minimum of nine hundred	1003
twenty hours per school year.	1004
(b) The governing authority will purchase liability	1005
insurance, or otherwise provide for the potential liability of	1006
the school.	1007
(c) The school will be nonsectarian in its programs,	1008

1009

admission policies, employment practices, and all other

operations, and will not be operated by a sectarian school or	1010
religious institution.	1011
(d) The school will comply with sections 9.90, 9.91,	1012
109.65, 121.22, 149.43, 2151.357, 2151.421, 2313.19, 3301.0710,	1013
3301.0711, 3301.0712, 3301.0715, 3301.948, 3313.472, 3313.50,	1014
3313.536, 3313.539, 3313.608, 3313.609, 3313.6012, 3313.6013,	1015
3313.6014, 3313.6015, 3313.6020, 3313.643, 3313.648, 3313.6411,	1016
3313.66, 3313.661, 3313.662, 3313.666, 3313.667, 3313.67,	1017
3313.671, 3313.672, 3313.673, 3313.69, 3313.71, 3313.716,	1018
3313.718, 3313.719, 3313.7112, 3313.80, 3313.814, 3313.816,	1019
3313.817, 3313.86, 3313.89, 3313.96, 3319.073, 3319.321,	1020
3319.39, 3319.391, 3319.41, 3319.46, 3321.01, 3321.041, 3321.13,	1021
3321.14, 3321.17, 3321.18, 3321.19, 3321.191, 3327.10, 4111.17,	1022
4113.52, and 5705.391 and Chapters 117., 1347., 2744., 3365.,	1023
3742., 4112., 4123., 4141., and 4167. of the Revised Code as if	1024
it were a school district and will comply with section 3301.0714	1025
of the Revised Code in the manner specified in section 3314.17	1026
of the Revised Code.	1027
(a) The gabool shall comply with Chapter 102 and costion	1028
(e) The school shall comply with Chapter 102. and section	
2921.42 of the Revised Code.	1029
(f) The school will comply with sections 3313.61,	1030
3313.611, and 3313.614 of the Revised Code, except that for	1031
students who enter ninth grade for the first time before July 1,	1032
2010, the requirement in sections 3313.61 and 3313.611 of the	1033
Revised Code that a person must successfully complete the	1034
curriculum in any high school prior to receiving a high school	1035
diploma may be met by completing the curriculum adopted by the	1036
governing authority of the community school rather than the	1037
curriculum specified in Title XXXIII of the Revised Code or any	1038

rules of the state board of education. Beginning with students	1039
who enter ninth grade for the first time on or after July 1,	1040
2010, the requirement in sections 3313.61 and 3313.611 of the	1041
Revised Code that a person must successfully complete the	1042
curriculum of a high school prior to receiving a high school	1043
diploma shall be met by completing the requirements prescribed	1044
in division (C) of section 3313.603 of the Revised Code, unless	1045
the person qualifies under division (D) or (F) of that section.	1046
Each school shall comply with the plan for awarding high school	1047
credit based on demonstration of subject area competency,	1048
adopted by the state board of education under division (J) of	1049
section 3313.603 of the Revised Code.	1050
(g) The school governing authority will submit within four	1051
months after the end of each school year a report of its	1052
activities and progress in meeting the goals and standards of	1053
divisions (A)(3) and (4) of this section and its financial	1054
status to the sponsor and the parents of all students enrolled	1055
in the school.	1056

- (h) The school, unless it is an internet- or computer- 1057 based community school, will comply with section 3313.801 of the 1058 Revised Code as if it were a school district. 1059
- (i) If the school is the recipient of moneys from a grant 1060 awarded under the federal race to the top program, Division (A), 1061 Title XIV, Sections 14005 and 14006 of the "American Recovery 1062 and Reinvestment Act of 2009," Pub. L. No. 111-5, 123 Stat. 115, 1063 the school will pay teachers based upon performance in 1064 accordance with section 3317.141 and will comply with section 1065 3319.111 of the Revised Code as if it were a school district. 1066
- (12) Arrangements for providing health and other benefits 1067
  to employees; 1068

(13) The length of the contract, which shall begin at the	1069
beginning of an academic year. No contract shall exceed five	1070
years unless such contract has been renewed pursuant to division	1071
(E) of this section.	1072
(14) The governing authority of the school, which shall be	1073
responsible for carrying out the provisions of the contract;	1074
(15) A financial plan detailing an estimated school budget	1075
for each year of the period of the contract and specifying the	1076
total estimated per pupil expenditure amount for each such year.	1077
The school's financial plan is subject to review and approval by	1078
the department of education. In the case of an existing school,	1079
the contract shall require submission to the department of the	1080
school's two most recent financial statements.	1081
(16) Requirements and procedures regarding the disposition	1082
of employees of the school in the event the contract is	1083
terminated or not renewed pursuant to section 3314.07 of the	1084
Revised Code;	1085
(17) Whether the school is to be created by converting all	1086
or part of an existing public school or educational service	1087
center building or is to be a new start-up school, and if it is	1088
a converted public school or service center building,	1089
specification of any duties or responsibilities of an employer	1090
that the board of education or service center governing board	1091
that operated the school or building before conversion is	1092
delegating to the governing authority of the community school	1093
with respect to all or any specified group of employees provided	1094
the delegation is not prohibited by a collective bargaining	1095
agreement applicable to such employees;	1096
(18) Provisions establishing procedures for resolving	1097

disputes or differences of opinion between the sponsor and the	1098
governing authority of the community school;	1099
(19) A provision requiring the governing authority to	1100
adopt a policy regarding the admission of students who reside	1101
outside the district in which the school is located. That policy	1102
shall comply with the admissions procedures specified in	1103
sections 3314.06 and 3314.061 of the Revised Code and, at the	1104
sole discretion of the authority, shall do one of the following:	1105
(a) Prohibit the enrollment of students who reside outside	1106
the district in which the school is located;	1107
(b) Permit the enrollment of students who reside in	1108
districts adjacent to the district in which the school is	1109
located;	1110
(a) Desmit the envelopment of students the regide in any	1111
(c) Permit the enrollment of students who reside in any other district in the state.	1112
other district in the state.	1112
(20) A provision recognizing the authority of the	1113
department of education to take over the sponsorship of the	1114
school in accordance with the provisions of division (C) of	1115
section 3314.015 of the Revised Code;	1116
(21) A provision recognizing the sponsor's authority to	1117
assume the operation of a school under the conditions specified	1118
in division (B) of section 3314.073 of the Revised Code;	1119
(22) A provision recognizing both of the following:	1120
(a) The authority of public health and safety officials to	1121
inspect the facilities of the school and to order the facilities	1122
closed if those officials find that the facilities are not in	1123
compliance with health and safety laws and regulations;	1124
(b) The authority of the department of education as the	1125

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community school oversight body to suspend the operation of the	1126
school under section 3314.072 of the Revised Code if the	1127
department has evidence of conditions or violations of law at	1128
the school that pose an imminent danger to the health and safety	1129
of the school's students and employees and the sponsor refuses	1130
to take such action.	1131
(23) A description of the learning opportunities that will	1132
be offered to students including both classroom-based and non-	1133
classroom-based learning opportunities that is in compliance	1134
with criteria for student participation established by the	1135
department under division (H)(2) of section 3314.08 of the	1136
Revised Code;	1137
(24) The school will comply with sections 3302.04 and	1138
3302.041 of the Revised Code, except that any action required to	1139
be taken by a school district pursuant to those sections shall	1140
be taken by the sponsor of the school. However, the sponsor	1141
shall not be required to take any action described in division	1142
(F) of section 3302.04 of the Revised Code.	1143
(25) Beginning in the 2006-2007 school year, the school	1144
will open for operation not later than the thirtieth day of	1145
September each school year, unless the mission of the school as	1146
specified under division (A)(2) of this section is solely to	1147
serve dropouts. In its initial year of operation, if the school	1148
fails to open by the thirtieth day of September, or within one	1149
year after the adoption of the contract pursuant to division (D)	1150
of section 3314.02 of the Revised Code if the mission of the	1151
school is solely to serve dropouts, the contract shall be void.	1152
(26) Whether the school's governing authority is planning	1153
to seek designation for the school as a STEM school equivalent	1154
under section 3326.032 of the Revised Code.	1155

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(B) The community school shall also submit to the sponsor	1156
a comprehensive plan for the school. The plan shall specify the	1157
following:	1158
(1) The process by which the governing authority of the	1159
school will be selected in the future;	1160
(2) The management and administration of the school;	1161
(3) If the community school is a currently existing public	1162
school or educational service center building, alternative	1163
arrangements for current public school students who choose not	1164
to attend the converted school and for teachers who choose not	1165
to teach in the school or building after conversion;	1166
(4) The instructional program and educational philosophy	1167
of the school;	1168
(5) Internal financial controls.	1169
The department, in consultation with the auditor of state,	1170
shall provide guidance to assist each community school in the	1171
creation of policies and procedures related to internal	1172
financial controls.	1173
(C) A contract entered into under section 3314.02 of the	1174
Revised Code between a sponsor and the governing authority of a	1175
community school may provide for the community school governing	1176
authority to make payments to the sponsor, which is hereby	1177
authorized to receive such payments as set forth in the contract	1178
between the governing authority and the sponsor. The total	1179
amount of such payments for oversight and monitoring of the	1180
school shall not exceed three per cent of the total amount of	1181
payments for operating expenses that the school receives from	1182
the state.	1183

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(D) The contract shall specify the duties of the sponsor	1184
which shall be in accordance with the written agreement entered	1185
into with the department of education under division (B) of	1186
section 3314.015 of the Revised Code and shall include the	1187
following:	1188
(1) Monitor the community school's compliance with all	1189
laws applicable to the school and with the terms of the	1190
contract;	1191
(2) Monitor and evaluate the academic and fiscal	1192
performance and the organization and operation of the community	1193
school on at least an annual basis;	1194
(3) Report on an annual basis the results of the	1195
evaluation conducted under division (D)(2) of this section to	1196
the department of education and to the parents of students	1197
enrolled in the community school;	1198
(4) Provide technical assistance to the community school	1199
in complying with laws applicable to the school and terms of the	1200
contract;	1201
(5) Take steps to intervene in the school's operation to	1202
correct problems in the school's overall performance, declare	1203
the school to be on probationary status pursuant to section	1204
3314.073 of the Revised Code, suspend the operation of the	1205
school pursuant to section 3314.072 of the Revised Code, or	1206
terminate the contract of the school pursuant to section 3314.07	1207
of the Revised Code as determined necessary by the sponsor;	1208
(6) Have in place a plan of action to be undertaken in the	1209
event the community school experiences financial difficulties or	1210
closes prior to the end of a school year.	1211
(E) Upon the expiration of a contract entered into under	1212

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this section, the sponsor of a community school may, with the	1213
approval of the governing authority of the school, renew that	1214
contract for a period of time determined by the sponsor, but not	1215
ending earlier than the end of any school year, if the sponsor	1216
finds that the school's compliance with applicable laws and	1217
terms of the contract and the school's progress in meeting the	1218
academic goals prescribed in the contract have been	1219
satisfactory. Any contract that is renewed under this division	1220
remains subject to the provisions of sections 3314.07, 3314.072,	1221
and 3314.073 of the Revised Code.	1222
(F) If a community school fails to open for operation	1223
within one year after the contract entered into under this	1224
section is adopted pursuant to division (D) of section 3314.02	1225
of the Revised Code or permanently closes prior to the	1226
expiration of the contract, the contract shall be void and the	1227
school shall not enter into a contract with any other sponsor. A	1228
school shall not be considered permanently closed because the	1229
operations of the school have been suspended pursuant to section	1230
3314.072 of the Revised Code.	1231
Sec. 3314.031. (A) Beginning December 31, 2015, the	1232
department of education shall do the following:	1233
(1) Maintain an accurate record of the names and	1234
identifying information of all entities that have entered into a	1235
contract with the governing authority of a community school to	1236
manage or operate that school;	1237
(2) Receive from the governing authority of each community	1238
school a copy of the contract between a governing authority and	1239
its operator.	1240

(B) Not later than July 1, 2016, the department shall

1241

develop and publish an annual performance report for all	1242
operators of community schools in the state. The report shall be	1243
made available on the department's web site.	1244
(C) For purposes of this section, "operator" has the same	1245
meaning as in division (A)(8) of section 3314.02 of the Revised	1246
Code.	1247
Sec. 3314.032. On and after the effective date of this	1248
section, any new or renewed contract between the governing	1249
authority of a community school and an operator shall include at	1250
<pre>least the following:</pre>	1251
(A) Criteria to be used for early termination of the	1252
operator contract;	1253
(B) Required notification procedures and timeline for	1254
early termination or nonrenewal of the operator contract;	1255
(C) A stipulation of which entity owns all community	1256
school facilities and property including, but not limited to,	1257
equipment, furniture, fixtures, instructional materials and	1258
supplies, computers, printers, and other digital devices	1259
purchased by the governing authority or operator.	1260
Sec. 3314.034. On and after December 31, 2015, any	1261
community school to which either of the following conditions	1262
apply shall first receive approval from the department of	1263
education before it may enter into a contract with a new	1264
sponsor:	1265
(A) The community school has received a grade of "D" or	1266
"F" for the performance index score, under division (C)(1)(b) of	1267
section 3302.03 of the Revised Code, and an overall grade of "D"	1268
or "F" for the value-added progress dimension or another measure	1269
of student academic progress if adopted by the state board,	1270

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under division (C)(1)(e) of that section, on the most recent	1271
report card issued for the school pursuant to that section.	1272
(B) The community school is one in which a majority of the	1273
students are enrolled in a dropout prevention and recovery	1274
program, and it has received a rating of "does not meet	1275
standards" for the annual student growth measure and combined	1276
graduation rates on the most recent report card issued for the	1277
school under section 3314.017 of the Revised Code.	1278
Sec. 3314.19. The sponsor of each community school	1279
annually shall provide the following assurances in writing to	1280
the department of education not later than ten business days	1281
prior to the opening of the school:	1282
(A) That a current copy of the contract between the	1283
sponsor and the governing authority of the school entered into	1284
under section 3314.03 of the Revised Code has been filed with	1285
the department and that any subsequent modifications to that	1286
contract will be filed with the department;	1287
(B) That the school has submitted to the sponsor a plan	1288
for providing special education and related services to students	1289
with disabilities and has demonstrated the capacity to provide	1290
those services in accordance with Chapter 3323. of the Revised	1291
Code and federal law;	1292
(C) That the school has a plan and procedures for	1293
administering the achievement and diagnostic assessments	1294
prescribed by sections 3301.0710, 3301.0712, and 3301.0715 of	1295
the Revised Code;	1296
(D) That school personnel have the necessary training,	1297
knowledge, and resources to properly use and submit information	1298
to all databases maintained by the department for the collection	1299

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of education data, including the education management	1300
information system established under section 3301.0714 of the	1301
Revised Code in accordance with methods and timelines	1302
established under section 3314.17 of the Revised Code;	1303
(E) That all required information about the school has	1304
been submitted to the Ohio education directory system or any	1305
successor system;	1306
(F) That the school will enroll at least the minimum	1307
number of students required by division (A)(11)(a) of section	1308
3314.03 of the Revised Code in the school year for which the	1309
assurances are provided;	1310
(G) That all classroom teachers are licensed in accordance	1311
with sections 3319.22 to 3319.31 of the Revised Code, except for	1312
noncertificated persons engaged to teach up to twelve hours per	1313
week pursuant to section 3319.301 of the Revised Code;	1314
(H) That the school's fiscal officer is in compliance with	1315
section 3314.011 of the Revised Code;	1316
(I) That the school has complied with sections 3319.39 and	1317
3319.391 of the Revised Code with respect to all employees and	1318
that the school has conducted a criminal records check of each	1319
of its governing authority members;	1320
(J) That the school holds all of the following:	1321
(1) Proof of property ownership or a lease for the	1322
facilities used by the school;	1323
(2) A certificate of occupancy;	1324
(3) Liability insurance for the school, as required by	1325
division (A)(11)(b) of section 3314.03 of the Revised Code, that	1326
the sponsor considers sufficient to indemnify the school's	1327

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facilities, staff, and governing authority against risk;	1328
(4) A satisfactory health and safety inspection;	1329
(5) A satisfactory fire inspection;	1330
(6) A valid food permit, if applicable.	1331
(K) That the sponsor has conducted a pre-opening site	1332
visit to the school for the school year for which the assurances	1333
are provided;	1334
(L) That the school has designated a date it will open for	1335
the school year for which the assurances are provided that is in	1336
compliance with division (A)(25) of section 3314.03 of the	1337
Revised Code;	1338
(M) That the school has met all of the sponsor's	1339
requirements for opening and any other requirements of the	1340
sponsor.	1341
(N) That, for any school that operates using the blended	1342
<pre>learning model, as defined in section 3301.079 of the Revised</pre>	1343
Code, the sponsor has reviewed the following information,	1344
<pre>submitted by the school:</pre>	1345
(1) An indication of what blended learning model or models	1346
will be used;	1347
(2) A description of how student instructional needs will	1348
be determined and documented;	1349
(3) The method to be used for determining competency,	1350
granting credit, and promoting students to a higher grade level;	1351
(4) The school's attendance requirements, including how	1352
the school will document participation in learning	1353
opportunities;	1354

(5) A statement describing how student progress will be	1355
<pre>monitored;</pre>	1356
(6) A statement describing how private student data will	1357
be protected;	1358
(7) A description of the professional development	1359
activities that will be offered to teachers.	1360
Sec. 3314.23. (A) Subject to division (B) of this section,	1361
each internet- or computer-based community school shall do the	1362
applicable one of the following:	1363
(1) If the general assembly has enacted standards for the	1364
operation of internet- or computer-based community schools by	1365
January 1, 2013, comply with the standards so enacted;	1366
(2) If the general assembly has not enacted such standards	1367
by that date, comply with the standards developed by the	1368
international association for K-12 online learning.	1369
incornacional appositacion for N 12 online learning.	1000
(B) Each internet- or computer-based community school that	1370
initially opens for operation on or after January 1, 2013, shall	1371
comply with the standards required by division (A) of this	1372
section at the time it opens. Each internet- or computer-based	1373
community school that initially opened for operation prior to	1374
January 1, 2013, shall comply with the standards required by	1375
division (A) of this section not later than July 1, 2013.	1376
(C) The sponsor of each internet- or computer-based	1377
community school shall be responsible for monitoring and	1378
ensuring compliance with the online learning standards described	1379
in division (A) and (B) of this section and shall report a	1380
school's failure to comply with these standards to the	1381
department of education in the manner prescribed by the	1382
<pre>department.</pre>	1383

Sec. 3314.46. As used in this section, "sponsor" includes	1384
any officer, director, employee, agent, representative,	1385
subsidiary, or independent contractor of the sponsor of a	1386
community school.	1387
(A) Except as provided in division (B) of this section, no	1388
sponsor of a community school shall sell any goods or services	1389
to any community school it sponsors.	1390
(B) If the sponsor of a community school entered into a	1391
contract prior to the effective date of this section that	1392
involves the sale of goods or services to a community school it	1393
sponsors, the sponsor shall not be required to comply with	1394
division (A) of this section with respect to that school until	1395
the expiration of the contract.	1396
Section 2. That existing sections 3302.03, 3314.011,	1397
3314.02, 3314.023, 3314.03, 3314.19, and 3314.23 and section	1398
3314.026 of the Revised Code are hereby repealed.	1399
Section 3. Not later than December 31, 2015, the State	1400
Board of Education shall make recommendations to the General	1401
Assembly, in accordance with section 101.68 of the Revised Code,	1402
and the Governor regarding the following:	1403
(A) Performance standards for community schools in which a	1404
majority of the enrolled students are children with disabilities	1405
receiving special education and related services in accordance	1406
with Chapter 3323. of the Revised Code;	1407
(B) The feasibility of removal of the exemption from	1408
permanent closure, prescribed by division (A)(4)(b) of section	1409
3314.35 of the Revised Code, for schools described in division	1410
(A) of this section.	1411