

Sen. Don Harmon

Filed: 5/11/2004

	09300HB0755sam001 LRB093 05521 BDD 50771 a
1	AMENDMENT TO HOUSE BILL 755
2	AMENDMENT NO Amend House Bill 755 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The School Code is amended by changing Section
5	5-1 as follows:
6	(105 ILCS 5/5-1) (from Ch. 122, par. 5-1)
7	Sec. 5-1. County school units.
8	(a) The territory in each county, exclusive of any school
9	district governed by any special act which requires the
10	district to appoint its own school treasurer, shall constitute
11	a county school unit. County school units of less than
12	2,000,000 inhabitants shall be known as Class I county school
13	units and the office of township trustees, where existing on
14	July 1, 1962, in such units shall be abolished on that date and
15	all books and records of such former township trustees shall be
16	forthwith thereafter transferred to the county board of school
17	trustees. County school units of 2,000,000 or more inhabitants
18	shall be known as Class II county school units and shall retain
19	the office of township trustees unless otherwise provided in
20	subsection (b) or (c).

(b) Notwithstanding subsections (a) and (c), the school board of any elementary school district having a fall, 1989 aggregate enrollment of at least 2,500 but less than 6,500 pupils and having boundaries that are coterminous with the

boundaries of a high school district, and the school board of 1 any high school district having a fall, 2 1989 aggregate 3 enrollment of at least 2,500 but less than 6,500 pupils and 4 having boundaries that are coterminous with the boundaries of an elementary school district, may, whenever the territory of 5 such school district forms a part of a Class II county school 6 7 unit, by proper resolution withdraw such school district from 8 the jurisdiction and authority of the trustees of schools of the township in which such school district is located and from 9 10 the jurisdiction and authority of the township treasurer in 11 such Class II county school unit; provided that the school board of any such school district shall, upon the adoption and 12 passage of such resolution, thereupon elect or appoint its own 13 14 school treasurer as provided in Section 8-1. Upon the adoption 15 and passage of such resolution and the election or appointment by the school board of its own school treasurer: (1) the 16 trustees of schools in such township shall no longer have or 17 18 exercise any powers and duties with respect to the school 19 district governed by such school board or with respect to the 20 school business, operations or assets of such school district; 21 and (2) all books and records of the township trustees relating to the school business and affairs of such school district 22 shall be transferred and delivered to the school board of such 23 24 school district. Upon the effective date of this amendatory Act 25 of 1993, the legal title to, and all right, title and interest 26 formerly held by the township trustees in any school buildings and school sites used and occupied by the school board of such 27 28 school district for school purposes, that legal title, right, 29 title and interest thereafter having been transferred to and 30 vested in the regional board of school trustees under P.A. 31 87-473 until the abolition of that regional board of school trustees by P.A. 87-969, shall be deemed transferred by 32 operation of law to and shall vest in the school board of that 33 school district. 34

1	Notwithstanding subsections (a) and (c) of this Section, if		
2	2 elementary school districts have a combined fall 2003		
3	aggregate enrollment of at least 5,000 but less than 7,000		
4	pupils and a combined boundary that is coterminous with the		
5	boundary of a high school district and the high school district		
6	has a fall 2003 aggregate enrollment of at least 2,500 but less		
7	than 5,000 pupils and a boundary that is coterminous with the		
8	combined boundary of the elementary school districts and if the		
9	territory of the high school district forms a part of a Class		
10	II county school unit and is composed of 2 or more townships,		
11	then the school board of each school district may, by proper		
12	resolution, withdraw its school district from the jurisdiction		
13	and authority of the trustees of schools of the township or		
14	townships in which the school district is located and from the		
15	jurisdiction and authority of the township treasurer, provided		
16	that the school board shall, upon the adoption and passage of		
17	the resolution, thereupon elect or appoint its own school		
18	treasurer as provided in Section 8-1 of this Code. Upon the		
19	adoption and passage of the resolution and the election or		
20	appointment by the school board of its own school treasurer,		
21	(i) the trustees of schools in the township or townships shall		
22	no longer have or exercise any powers and duties with respect		
23	to the school district or with respect to the school business,		
24	operations, or assets of the school district; (ii) all books		
25	and records of the township trustees and all moneys,		
26	securities, loanable funds, and other assets relating to the		
27	school business and affairs of the school district shall be		
28	transferred and delivered to the school board; and (iii) all		
29	legal title to and all rights, title, and interest formerly		
30	held by the township trustees in any common school lands,		
31	school buildings, and school sites used and occupied by the		
32	school board and all rights of property and causes of action		
33	pertaining to or constituting a part of the common school		
34	lands, buildings, and sites shall be deemed transferred by		

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operation of law to and shall vest in the school board.

2 (c) Notwithstanding the provisions of subsection (a), the 3 offices of township treasurer and trustee of schools of any 4 township located in a Class II county school unit shall be 5 abolished as provided in this subsection if all of the 6 following conditions are met:

(1) During the same 30 day period, each school board of 7 8 each elementary and unit school district that is subject to the jurisdiction and authority of the township treasurer 9 and trustees of schools of the township in which those 10 offices are sought to be abolished gives written notice by 11 certified mail, return receipt requested to the township 12 treasurer and trustees of schools of that township of the 13 date of a meeting of the school board, to be held not more 14 15 than 90 nor less than 60 days after the date when the notice is given, at which meeting the school board is to 16 consider and vote upon the question of whether there shall 17 18 be submitted to the electors of the school district a 19 proposition to abolish the offices of township treasurer 20 and trustee of schools of that township. None of the 21 notices given under this paragraph to the township treasurer and trustees of schools of a township shall be 22 deemed sufficient or in compliance with the requirements of 23 24 this paragraph unless all of those notices are given within the same 30 day period. 25

26 (2) Each school board of each elementary and unit 27 school district that is subject to the jurisdiction and authority of the township treasurer and trustees of schools 28 29 of the township in which those offices are sought to be 30 abolished, by the affirmative vote of at least 5 members of 31 the school board at a school board meeting of which notice is given as required by paragraph (1) of this subsection, 32 adopts a resolution requiring the secretary of the school 33 board to certify to the proper election authorities for 34

submission to the electors of the school district at the 1 2 next consolidated election in accordance with the general election law a proposition to abolish the offices of 3 4 township treasurer and trustee of schools of that township. 5 None of the resolutions adopted under this paragraph by any elementary or unit school districts that are subject to the 6 jurisdiction and authority of the township treasurer and 7 8 trustees of schools of the township in which those offices are sought to be abolished shall be deemed in compliance 9 with the requirements of this paragraph or sufficient to 10 authorize submission of the proposition to abolish those 11 offices to a referendum of the electors in any such school 12 district unless all of the school boards of all of the 13 elementary and unit school districts that are subject to 14 15 the jurisdiction and authority of the township treasurer and trustees of schools of that township adopt such a 16 17 resolution in accordance with the provisions of this 18 paragraph.

19 (3) The school boards of all of the elementary and unit 20 school districts that are subject to the jurisdiction and 21 authority of the township treasurer and trustees of schools of the township in which those offices are sought to be 22 abolished submit a proposition to abolish the offices of 23 township treasurer and trustee of schools of that township 24 to the electors of their respective school districts at the 25 26 same consolidated election in accordance with the general 27 election law, the ballot in each such district to be in substantially the following form: 28

29		
30	OFFICIAL BALLOT	
31	Shall the offices of township	
32	treasurer and	YES
33	trustee of	
34	schools of Township	NO

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Range be abolished?

3 At the consolidated election at which the (4) 4 proposition to abolish the offices of township treasurer 5 and trustee of schools of a township is submitted to the electors of each elementary and unit school district that 6 7 is subject to the jurisdiction and authority of the 8 township treasurer and trustee of schools of that township, a majority of the electors voting on the proposition in 9 each such elementary and unit school district votes in 10 favor of the proposition as submitted to them. 11

If in each elementary and unit school district that is 12 subject to the jurisdiction and authority of the township 13 treasurer and trustees of schools of the township in which 14 15 those offices are sought to be abolished a majority of the 16 electors in each such district voting at the consolidated election on the proposition to abolish the offices of township 17 18 treasurer and trustee of schools of that township votes in 19 favor of the proposition as submitted to them, the proposition 20 shall be deemed to have passed; but if in any such elementary 21 or unit school district a majority of the electors voting on that proposition in that district fails to vote in favor of the 22 23 proposition as submitted to them, then notwithstanding the vote of the electors in any other such elementary or unit school 24 25 district on that proposition the proposition shall not be 26 deemed to have passed in any of those elementary or unit school districts, and the offices of township treasurer and trustee of 27 28 schools of the township in which those offices were sought to 29 be abolished shall not be abolished, unless in each of those 30 elementary and unit school districts remaining subject to the 31 jurisdiction and authority of the township treasurer and 32 trustees of schools of that township proceedings are again initiated to abolish those offices and all of the proceedings 33 and conditions prescribed in paragraphs (1) through (4) of this 34

subsection are repeated and met in each of those elementary and
unit school districts.

3 Notwithstanding the foregoing provisions of this Section 4 or any other provision of the School Code, the offices of 5 township treasurer and trustee of schools of a township that has a population of less than 200,000 and that contains a unit 6 school district and is located in a Class II county school unit 7 8 shall also be abolished as provided in this subsection if all 9 of the conditions set forth in paragraphs (1), (2), and (3) of this subsection are met and if the following additional 10 condition is met: 11

The electors in all of the school districts subject to 12 the jurisdiction and authority of the township treasurer 13 and trustees of schools of the township in which those 14 15 offices are sought to be abolished shall vote at the consolidated election on the proposition to abolish the 16 offices of township treasurer and trustee of schools of 17 18 that township. If a majority of the electors in all of the 19 school districts combined voting on the proposition vote in 20 favor of the proposition, then the proposition shall be 21 deemed to have passed; but if a majority of the electors voting on the proposition in all of the school district 22 fails to vote in favor of the proposition as submitted to 23 24 them, then the proposition shall not be deemed to have 25 passed and the offices of township treasurer and trustee of 26 schools of the township in which those offices were sought to be abolished shall not be abolished, unless and until 27 the proceedings detailed in paragraphs (1) through (3) of 28 29 this subsection and the conditions set forth in this 30 paragraph are met.

If the proposition to abolish the offices of township treasurer and trustee of schools of a township is deemed to have passed at the consolidated election as provided in this subsection, those offices shall be deemed abolished by

operation of law effective on January 1 of the calendar year 1 2 following the calendar year in immediately which that 3 consolidated election is held, provided that if after the 4 election, the trustees of schools by resolution elect to 5 abolish the offices of township treasurer and trustee of schools effective on July 1 immediately following the election, 6 7 then the offices shall be abolished on July 1 immediately following the election. On the date that the offices of 8 township treasurer and trustee of schools of a township are 9 10 deemed abolished by operation of law, the school board of each elementary and unit school district and the school board of 11 each high school district that is subject to the jurisdiction 12 and authority of the township treasurer and trustees of schools 13 14 of that township at the time those offices are abolished: (i) 15 shall appoint its own school treasurer as provided in Section 8-1; and (ii) unless the term of the contract of a township 16 17 treasurer expires on the date that the office of township 18 treasurer is abolished, shall pay to the former township proportionate 19 treasurer its share of any aggregate 20 compensation that, were the office of township treasurer not abolished at that time, would have been payable to the former 21 township treasurer after that date over the remainder of the 22 23 term of the contract of the former township treasurer that 24 began prior to but ends after that date. In addition, on the 25 date that the offices of township treasurer and trustee of 26 schools of a township are deemed abolished as provided in this subsection, the school board of each elementary school, high 27 28 school and unit school district that until that date is subject 29 to the jurisdiction and authority of the township treasurer and 30 trustees of schools of that township shall be deemed by 31 operation of law to have agreed and assumed to pay and, when 32 determined, shall pay to the Illinois Municipal Retirement Fund a proportionate share of the unfunded liability existing in 33 34 that Fund at the time these offices are abolished in that

calendar year for all annuities or other benefits then or 1 2 thereafter to become payable from that Fund with respect to all 3 of service performed prior to that date as periods a 4 participating employee in that Fund by persons serving during 5 those periods of service as a trustee of schools, township treasurer or regular employee in the office of the township 6 7 treasurer of that township. That unfunded liability shall be actuarially determined by the board of trustees of the Illinois 8 Municipal Retirement Fund, and the board of trustees shall 9 10 notify each school board required to pay thereupon а proportionate share of that unfunded liability of the aggregate 11 amount of the unfunded liability so determined. The amount so 12 paid to the Illinois Municipal Retirement Fund by each of those 13 14 school districts shall be credited to the account of the 15 township in that Fund. For each elementary school, high school and unit school district under the jurisdiction and authority 16 of a township treasurer and trustees of schools of a township 17 18 in which those offices are abolished as provided in this subsection, each such district's proportionate share of the 19 aggregate compensation payable to the former township 20 21 treasurer as provided in this paragraph and each such district's proportionate share of the aggregate amount of the 22 23 liability payable to the Illinois unfunded Municipal 24 Retirement Fund as provided in this paragraph shall be computed 25 in accordance with the ratio that the number of pupils in 26 average daily attendance in each such district as reported in schedules prepared under Section 24-19 for the school year last 27 28 ending prior to the date on which the offices of township 29 treasurer and trustee of schools of that township are abolished bears to the aggregate number of pupils in average daily 30 31 attendance in all of those districts as so reported for that 32 school year.

33 Upon abolition of the offices of township treasurer and 34 trustee of schools of a township as provided in this

subsection: (i) the regional board of school trustees, in its 1 corporate capacity, shall be deemed the successor in interest 2 3 to the former trustees of schools of that township with respect 4 to the common school lands and township loanable funds of the township; (ii) all right, title and interest existing or vested 5 in the former trustees of schools of that township in the 6 7 common school lands and township loanable funds of the township, and all records, moneys, securities and other assets, 8 rights of property and causes of action pertaining to or 9 10 constituting a part of those common school lands or township loanable funds, shall be transferred to and deemed vested by 11 operation of law in the regional board of school trustees, 12 13 which shall hold legal title to, manage and operate all common 14 school lands and township loanable funds of the township, 15 receive the rents, issues and profits therefrom, and have and 16 exercise with respect thereto the same powers and duties as are provided by this Code to be exercised by regional boards of 17 18 school trustees when acting as township land commissioners in 19 counties having at least 220,000 but fewer than 2,000,000 20 inhabitants; (iii) the regional board of school trustees shall 21 select to serve as its treasurer with respect to the common school lands and township loanable funds of the township a 22 23 person from time to time also serving as the appointed school treasurer of any school district that was subject to the 24 25 jurisdiction and authority of the township treasurer and 26 trustees of schools of that township at the time those offices were abolished, and the person selected to also serve as 27 28 treasurer of the regional board of school trustees shall have 29 his compensation for services in that capacity fixed by the regional board of school trustees, to be paid from the township 30 31 loanable funds, and shall make to the regional board of school 32 trustees the reports required to be made by treasurers of 33 township land commissioners, give bond as required by treasurers of township land commissioners, and perform the 34

duties and exercise the powers of treasurers of township land 1 commissioners; (iv) the regional board of school trustees shall 2 3 designate in the manner provided by Section 8-7, insofar as 4 applicable, a depositary for its treasurer, and the proceeds of 5 all rents, issues and profits from the common school lands and township loanable funds of that township shall be deposited and 6 7 held in the account maintained for those purposes with that 8 depositary and shall be expended and distributed therefrom as provided in Section 15-24 and other applicable provisions of 9 10 this Code; and (v) whenever there is vested in the trustees of schools of a township at the time that office is abolished 11 under this subsection the legal title to any school buildings 12 13 or school sites used or occupied for school purposes by any elementary school, high school or unit school district subject 14 15 to the jurisdiction and authority of those trustees of school 16 at the time that office is abolished, the legal title to those school buildings and school sites shall be deemed transferred 17 by operation of law to and invested in the school board of that 18 19 school district, in its corporate capacity Section 7-28, the same to be held, sold, exchanged leased or otherwise 20 21 transferred in accordance with applicable provisions of this 22 Code.

23 <u>(d)</u> Notwithstanding Section 2-3.25g of this Code, a waiver 24 of a mandate established under this Section may not be 25 requested.

26 (Source: P.A. 91-269, eff. 7-23-99; 92-448, eff. 8-21-01.)

27 Section 99. Effective date. This Act takes effect upon 28 becoming law.".