HB3152 Engrossed

1 AN ACT concerning education.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

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.

(a) The territory in each county, exclusive of any school 8 9 district governed by any special act which requires the district to appoint its own school treasurer, shall constitute 10 a county school unit. County school units of less than 11 2,000,000 inhabitants shall be known as Class I county school 12 units and the office of township trustees, where existing on 13 14 July 1, 1962, in such units shall be abolished on that date and all books and records of such former township trustees shall be 15 16 forthwith thereafter transferred to the county board of school 17 trustees. County school units of 2,000,000 or more inhabitants shall be known as Class II county school units and shall retain 18 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 HB3152 Engrossed - 2 - LRB098 08278 NHT 38380 b

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

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formerly held by the township trustees in any school buildings 1 2 and school sites used and occupied by the school board of such 3 school district for school purposes, that legal title, right, title and interest thereafter having been transferred to and 4 5 vested in the regional board of school trustees under P.A. 87-473 until the abolition of that regional board of school 6 trustees by P.A. 87-969, shall be deemed transferred by 7 8 operation of law to and shall vest in the school board of that 9 school district.

10 Notwithstanding subsections (a) and (c), the school boards 11 of Oak Park & River Forest District 200, Oak Park Elementary 12 School District 97, and River Forest School District 90 may, by proper resolution, withdraw from the 13 jurisdiction and authority of the trustees of schools of Proviso and Cicero 14 15 Townships and the township treasurer, provided that the school 16 board shall, upon the adoption and passage of the resolution, 17 elect or appoint its own school treasurer as provided in Section 8-1 of this Code. Upon the adoption and passage of the 18 resolution and the election or appointment by the school board 19 20 of its own school treasurer: (1) the trustees of schools in the 21 township or townships shall no longer have or exercise any 22 powers or duties with respect to the school district or with 23 respect to the school business, operations, or assets of the school district; (2) all books and records of the trustees of 24 25 schools and all moneys, securities, loanable funds, and other 26 assets relating to the school business and affairs of the HB3152 Engrossed - 4 - LRB098 08278 NHT 38380 b

school district shall be transferred and delivered to the 1 2 school board; and (3) all legal title to and all right, title, 3 and interest formerly held by the trustees of schools in any common school lands, school buildings, or school sites used and 4 5 occupied by the school board and all rights of property and causes of action pertaining to or constituting a part of the 6 7 common school lands, buildings, or sites shall be deemed 8 transferred by operation of law to and shall vest in the school 9 board.

10 Notwithstanding subsections (a) and (c), the respective 11 school boards of Berwyn North School District 98, Berwyn South 12 School District 100, Cicero School District 99, and J.S. Morton High School District 201 may, by proper resolution, withdraw 13 from the jurisdiction and authority of the trustees of schools 14 15 of Cicero Township and the township treasurer, provided that the school board shall, upon the adoption and passage of the 16 17 resolution, elect or appoint its own school treasurer as provided in Section 8-1 of this Code. Upon the adoption and 18 19 passage of the resolution and the election or appointment by 20 the school board of its own school treasurer: (1) the trustees 21 of schools in the township shall no longer have or exercise any 22 powers or duties with respect to the school district or with 23 respect to the school business, operations, or assets of the school district; (2) all books and records of the trustees of 24 25 schools and all moneys, securities, loanable funds, and other 26 assets relating to the school business and affairs of the HB3152 Engrossed - 5 - LRB098 08278 NHT 38380 b

school district shall be transferred and delivered to the 1 2 school board; and (3) all legal title to and all right, title, 3 and interest formerly held by the trustees of schools in any 4 common school lands, school buildings, or school sites used and 5 occupied by the school board and all rights of property and 6 causes of action pertaining to or constituting a part of the common school lands, buildings, or sites shall be deemed 7 8 transferred by operation of law to and shall vest in the school 9 board.

Notwithstanding subsections (a) and (c) of this Section, 10 11 the school board of Lyons Township High School District 204 12 may, by proper resolution, withdraw from the jurisdiction and 13 authority of the trustees of schools of Lyons Township and the 14 township treasurer, provided that the school board shall, upon the adoption and passage of the resolution, elect or appoint 15 16 its own school treasurer as provided in Section 8-1 of this 17 Code. Upon the adoption and passage of the resolution and the election or appointment by the school board of its own school 18 19 treasurer: (1) the trustees of schools in the township shall no 20 longer have or exercise any powers or duties with respect to the school district or with respect to the school business, 21 22 operations, or assets of the school district; (2) all books and 23 records of the trustees of schools and all moneys, securities, 24 loanable funds, and other assets relating to the school 25 business and affairs of the school district shall be transferred and delivered to the school board; and (3) all 26

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legal title to and all right, title, and interest formerly held by the trustees of schools in any common school lands, school buildings, or school sites used and occupied by the school board and all rights of property and causes of action pertaining to or constituting a part of the common school lands, buildings, or sites shall be deemed transferred by operation of law to and shall vest in the school board.

8 (c) Notwithstanding the provisions of subsection (a), the 9 offices of township treasurer and trustee of schools of any 10 township located in a Class II county school unit shall be 11 abolished as provided in this subsection if all of the 12 following conditions are met:

13 (1) During the same 30 day period, each school board of 14 each elementary and unit school district that is subject to 15 the jurisdiction and authority of the township treasurer 16 and trustees of schools of the township in which those 17 offices are sought to be abolished gives written notice by certified mail, return receipt requested to the township 18 19 treasurer and trustees of schools of that township of the 20 date of a meeting of the school board, to be held not more than 90 nor less than 60 days after the date when the 21 22 notice is given, at which meeting the school board is to 23 consider and vote upon the question of whether there shall 24 be submitted to the electors of the school district a 25 proposition to abolish the offices of township treasurer 26 and trustee of schools of that township. None of the HB3152 Engrossed

notices given under this paragraph to the township treasurer and trustees of schools of a township shall be deemed sufficient or in compliance with the requirements of this paragraph unless all of those notices are given within the same 30 day period.

6 (2) Each school board of each elementary and unit 7 school district that is subject to the jurisdiction and 8 authority of the township treasurer and trustees of schools 9 of the township in which those offices are sought to be 10 abolished, by the affirmative vote of at least 5 members of 11 the school board at a school board meeting of which notice 12 is given as required by paragraph (1) of this subsection, adopts a resolution requiring the secretary of the school 13 14 board to certify to the proper election authorities for 15 submission to the electors of the school district at the 16 next consolidated election in accordance with the general 17 election law a proposition to abolish the offices of township treasurer and trustee of schools of that township. 18 19 None of the resolutions adopted under this paragraph by any 20 elementary or unit school districts that are subject to the 21 jurisdiction and authority of the township treasurer and 22 trustees of schools of the township in which those offices 23 are sought to be abolished shall be deemed in compliance 24 with the requirements of this paragraph or sufficient to 25 authorize submission of the proposition to abolish those 26 offices to a referendum of the electors in any such school HB3152 Engrossed - 8 - LRB098 08278 NHT 38380 b

district unless all of the school boards of all of the elementary and unit school districts that are subject to the jurisdiction and authority of the township treasurer and trustees of schools of that township adopt such a resolution in accordance with the provisions of this paragraph.

7 (3) The school boards of all of the elementary and unit school districts that are subject to the jurisdiction and 8 9 authority of the township treasurer and trustees of schools 10 of the township in which those offices are sought to be 11 abolished submit a proposition to abolish the offices of township treasurer and trustee of schools of that township 12 13 to the electors of their respective school districts at the 14 same consolidated election in accordance with the general 15 election law, the ballot in each such district to be in 16 substantially the following form:

OFFICIAL BALLOT 18 19 Shall the offices of township 20 treasurer and YES 21 trustee of _____ 22 schools of Township NO 23 Range be abolished? _____ 24 25 (4) At the consolidated election at which the proposition to abolish the offices of township treasurer 26

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and trustee of schools of a township is submitted to the electors of each elementary and unit school district that is subject to the jurisdiction and authority of the township treasurer and trustee of schools of that township, a majority of the electors voting on the proposition in each such elementary and unit school district votes in favor of the proposition as submitted to them.

8 If in each elementary and unit school district that is 9 subject to the jurisdiction and authority of the township 10 treasurer and trustees of schools of the township in which 11 those offices are sought to be abolished a majority of the 12 electors in each such district voting at the consolidated election on the proposition to abolish the offices of township 13 14 treasurer and trustee of schools of that township votes in 15 favor of the proposition as submitted to them, the proposition 16 shall be deemed to have passed; but if in any such elementary 17 or unit school district a majority of the electors voting on that proposition in that district fails to vote in favor of the 18 19 proposition as submitted to them, then notwithstanding the vote 20 of the electors in any other such elementary or unit school 21 district on that proposition the proposition shall not be 22 deemed to have passed in any of those elementary or unit school 23 districts, and the offices of township treasurer and trustee of 24 schools of the township in which those offices were sought to 25 be abolished shall not be abolished, unless in each of those 26 elementary and unit school districts remaining subject to the

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jurisdiction and authority of the township treasurer and trustees of schools of that township proceedings are again initiated to abolish those offices and all of the proceedings and conditions prescribed in paragraphs (1) through (4) of this subsection are repeated and met in each of those elementary and unit school districts.

7 Notwithstanding the foregoing provisions of this Section 8 or any other provision of the School Code, the offices of 9 township treasurer and trustee of schools of a township that 10 has a population of less than 200,000 and that contains a unit 11 school district and is located in a Class II county school unit 12 shall also be abolished as provided in this subsection if all of the conditions set forth in paragraphs (1), (2), and (3) of 13 14 this subsection are met and if the following additional 15 condition is met:

16 The electors in all of the school districts subject to 17 the jurisdiction and authority of the township treasurer and trustees of schools of the township in which those 18 19 offices are sought to be abolished shall vote at the 20 consolidated election on the proposition to abolish the offices of township treasurer and trustee of schools of 21 22 that township. If a majority of the electors in all of the 23 school districts combined voting on the proposition vote in 24 favor of the proposition, then the proposition shall be 25 deemed to have passed; but if a majority of the electors 26 voting on the proposition in all of the school district HB3152 Engrossed - 11 - LRB098 08278 NHT 38380 b

fails to vote in favor of the proposition as submitted to 1 2 them, then the proposition shall not be deemed to have 3 passed and the offices of township treasurer and trustee of schools of the township in which those offices were sought 4 5 to be abolished shall not be abolished, unless and until the proceedings detailed in paragraphs (1) through (3) of 6 7 this subsection and the conditions set forth in this 8 paragraph are met.

9 If the proposition to abolish the offices of township 10 treasurer and trustee of schools of a township is deemed to 11 have passed at the consolidated election as provided in this 12 subsection, those offices shall be deemed abolished by operation of law effective on January 1 of the calendar year 13 14 immediately following the calendar year in which that consolidated election is held, provided that if after the 15 16 election, the trustees of schools by resolution elect to 17 abolish the offices of township treasurer and trustee of schools effective on July 1 immediately following the election, 18 then the offices shall be abolished on July 1 immediately 19 20 following the election. On the date that the offices of township treasurer and trustee of schools of a township are 21 22 deemed abolished by operation of law, the school board of each 23 elementary and unit school district and the school board of each high school district that is subject to the jurisdiction 24 25 and authority of the township treasurer and trustees of schools 26 of that township at the time those offices are abolished: (i)

shall appoint its own school treasurer as provided in Section 1 2 8-1; and (ii) unless the term of the contract of a township 3 treasurer expires on the date that the office of township treasurer is abolished, shall pay to the former township 4 5 treasurer its proportionate share of any aggregate compensation that, were the office of township treasurer not 6 abolished at that time, would have been payable to the former 7 township treasurer after that date over the remainder of the 8 9 term of the contract of the former township treasurer that 10 began prior to but ends after that date. In addition, on the 11 date that the offices of township treasurer and trustee of 12 schools of a township are deemed abolished as provided in this 13 subsection, the school board of each elementary school, high school and unit school district that until that date is subject 14 15 to the jurisdiction and authority of the township treasurer and 16 trustees of schools of that township shall be deemed by 17 operation of law to have agreed and assumed to pay and, when determined, shall pay to the Illinois Municipal Retirement Fund 18 a proportionate share of the unfunded liability existing in 19 that Fund at the time these offices are abolished in that 20 calendar year for all annuities or other benefits then or 21 22 thereafter to become payable from that Fund with respect to all 23 of service performed prior to that date periods as а 24 participating employee in that Fund by persons serving during 25 those periods of service as a trustee of schools, township 26 treasurer or regular employee in the office of the township

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treasurer of that township. That unfunded liability shall be 1 2 actuarially determined by the board of trustees of the Illinois Municipal Retirement Fund, and the board of trustees shall 3 thereupon notify each school board required to pay a 4 5 proportionate share of that unfunded liability of the aggregate amount of the unfunded liability so determined. The amount so 6 7 paid to the Illinois Municipal Retirement Fund by each of those school districts shall be credited to the account of the 8 9 township in that Fund. For each elementary school, high school 10 and unit school district under the jurisdiction and authority 11 of a township treasurer and trustees of schools of a township 12 in which those offices are abolished as provided in this subsection, each such district's proportionate share of the 13 14 aggregate compensation payable to the former township 15 treasurer as provided in this paragraph and each such 16 district's proportionate share of the aggregate amount of the 17 liability payable to the Illinois unfunded Municipal Retirement Fund as provided in this paragraph shall be computed 18 in accordance with the ratio that the number of pupils in 19 20 average daily attendance in each such district for the school year last ending prior to the date on which the offices of 21 22 township treasurer and trustee of schools of that township are 23 abolished bears to the aggregate number of pupils in average daily attendance in all of those districts as so reported for 24 25 that school year.

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Upon abolition of the offices of township treasurer and

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

trustees of schools of that township at the time those offices 1 2 were abolished, and the person selected to also serve as treasurer of the regional board of school trustees shall have 3 his compensation for services in that capacity fixed by the 4 5 regional board of school trustees, to be paid from the township 6 loanable funds, and shall make to the regional board of school 7 trustees the reports required to be made by treasurers of 8 township land commissioners, give bond as required by 9 treasurers of township land commissioners, and perform the 10 duties and exercise the powers of treasurers of township land 11 commissioners; (iv) the regional board of school trustees shall 12 designate in the manner provided by Section 8-7, insofar as 13 applicable, a depositary for its treasurer, and the proceeds of 14 all rents, issues and profits from the common school lands and 15 township loanable funds of that township shall be deposited and 16 held in the account maintained for those purposes with that 17 depositary and shall be expended and distributed therefrom as provided in Section 15-24 and other applicable provisions of 18 this Code; and (v) whenever there is vested in the trustees of 19 20 schools of a township at the time that office is abolished under this subsection the legal title to any school buildings 21 22 or school sites used or occupied for school purposes by any 23 elementary school, high school or unit school district subject to the jurisdiction and authority of those trustees of school 24 25 at the time that office is abolished, the legal title to those 26 school buildings and school sites shall be deemed transferred HB3152 Engrossed - 16 - LRB098 08278 NHT 38380 b

by operation of law to and invested in the school board of that school district, in its corporate capacity Section 7-28, the same to be held, sold, exchanged leased or otherwise transferred in accordance with applicable provisions of this Code.

Notwithstanding Section 2-3.25g of this Code, a waiver of a
mandate established under this Section may not be requested.
(Source: P.A. 94-1078, eff. 1-9-07; 94-1105, eff. 6-1-07; 95-4,
eff. 5-31-07; 95-876, eff. 8-21-08.)

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