1 AN ACT concerning education.

## Be it enacted by the People of the State of Illinois, 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 15 16 be forthwith thereafter transferred to the county board of school trustees. County school units of 2,000,000 or more 17 inhabitants shall be known as Class II county school units and 18 19 shall retain the office of township trustees unless otherwise provided in subsection (b) or (c). 20

(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 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 7 such school district forms a part of a Class II county school 8 unit, by proper resolution withdraw such school district from 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 23 relating to the school business and affairs of such school district shall be transferred and delivered to the school 24 25 board of such school district. Upon the effective date of this amendatory Act of 1993, the legal title to, and all right, 26

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title and interest formerly held by the township trustees in 1 2 any school buildings and school sites used and occupied by the school board of such school district for school purposes, that 3 legal title, right, title and interest thereafter having been 4 5 transferred to and vested in the regional board of school trustees under P.A. 87-473 until the abolition of that 6 7 regional board of school trustees by P.A. 87-969, shall be 8 deemed transferred by operation of law to and shall vest in the 9 school board of that 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 jurisdiction and 13 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 of its own school treasurer: (1) the trustees of schools in the 20 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

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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 4 5 and 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, 13 withdraw from the jurisdiction and authority of the trustees 14 15 of schools of Cicero Township and the township treasurer, 16 provided that the school board shall, upon the adoption and 17 passage of the resolution, elect or appoint its own school treasurer as provided in Section 8-1 of this Code. Upon the 18 adoption and passage of the resolution and the election or 19 20 appointment by the school board of its own school treasurer: (1) the trustees of schools in the township shall no longer 21 22 have or exercise any powers or duties with respect to the 23 school district or with respect to the school business, operations, or assets of the school district; (2) all books 24 25 and records of the trustees of schools and all moneys, 26 securities, loanable funds, and other assets relating to the

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

10 Notwithstanding subsections (a) and (c) of this Section 11 and upon final judgment, including the exhaustion of all 12 appeals or a settlement between all parties, regarding claims 13 set forth in the case of Township Trustees of Schools Township 14 38 North, Range 12 East v. Lyons Township High School District No. 204 case N. 13 CH 23386 pending in 2018 in the Circuit 15 Court of Cook County, Illinois, County Department, Chancery 16 17 Division, and all related pending claims, the school board of Lyons Township High School District 204 may commence, by 18 19 proper resolution, to withdraw from the jurisdiction and 20 authority of the trustees of schools of Lyons Township and the 21 township treasurer, provided that the school board shall, upon 22 the adoption and passage of the resolution, elect or appoint 23 its own school treasurer as provided in Section 8-1 of this 24 Code. Upon the adoption and passage of the resolution and the 25 election or appointment by the school board of its own school 26 treasurer commencing with the first day of the succeeding

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fiscal year, but not prior to July 1, 2019: (1) the trustees of 1 2 schools in the township shall no longer have or exercise any powers or duties with respect to the school district or with 3 respect to the school business, operations, or assets of the 4 5 school district; (2) all books and records of the trustees of schools and all moneys, securities, loanable funds, and other 6 assets relating to the school business and affairs of the 7 school district shall be transferred and delivered to the 8 9 school board, allowing for a reasonable period of time not to 10 exceed 90 days to liquidate any pooled investments; and (3) 11 all legal title to and all right, title, and interest formerly 12 held by the trustees of schools in any common school lands, school buildings, or school sites used and occupied by the 13 14 school board and all rights of property and causes of action 15 pertaining to or constituting a part of the common school 16 lands, buildings, or sites shall be deemed transferred by 17 operation of law to and shall vest in the school board. The changes made to this Section by this amendatory Act of the 18 19 100th General Assembly are prospective only, starting from the 20 effective date of this amendatory Act of the 100th General Assembly, and shall not affect any legal action pending on the 21 22 effective date of this amendatory Act of the 100th General 23 Assembly in the Illinois courts in which Lyons Township High 24 School District 204 is a listed party.

Notwithstanding subsections (a) and (c), the school boards
 of Glenbrook High School District 225, Northbrook Elementary

School District 27, Northbrook School District 28, Sunset 1 2 Ridge School District 29, Northbrook/Glenview School District 3 30, West Northfield School District 31, and Glenview Community Consolidated School District 34 may, by proper resolution, 4 5 withdraw from the jurisdiction and authority of the trustees of schools of Northfield and Maine Townships and the township 6 7 treasurer, provided that the school board shall, upon the 8 adoption and passage of the resolution, elect or appoint its 9 own school treasurer as provided in Section 8-1 of this Code. 10 Upon the adoption and passage of the resolution and the 11 election or appointment by the school board of its own school 12 treasurer: (1) the trustees of schools in the township or townships shall no longer have or exercise any powers or 13 14 duties with respect to the school district or with respect to the school business, operations, or assets of the school 15 16 district; (2) all books and records of the trustees of schools 17 and all moneys, securities, loanable funds, and other assets relating to the school business and affairs of the school 18 19 district shall be transferred and delivered to the school 20 board; and (3) all legal title to and all right, title, and interest formerly held by the trustees of schools in any 21 22 common school lands, school buildings, or school sites used 23 and occupied by the school board and all rights of property and 24 causes of action pertaining to or constituting a part of the 25 common school lands, buildings, or sites shall be deemed 26 transferred by operation of law to and shall vest in the school

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1 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:

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

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(2) Each school board of each elementary and unit

school district that is subject to the jurisdiction and 1 2 authority of the township treasurer and trustees of 3 schools of the township in which those offices are sought to be abolished, by the affirmative vote of at least 5 4 5 members of the school board at a school board meeting of 6 which notice is given as required by paragraph (1) of this 7 subsection, adopts a resolution requiring the secretary of school board to certify to the proper election 8 the 9 authorities for submission to the electors of the school 10 district at the next consolidated election in accordance 11 with the general election law a proposition to abolish the 12 offices of township treasurer and trustee of schools of 13 that township. None of the resolutions adopted under this 14 paragraph by any elementary or unit school districts that 15 are subject to the jurisdiction and authority of the 16 township treasurer and trustees of schools of the township 17 in which those offices are sought to be abolished shall be 18 deemed in compliance with the requirements of this 19 paragraph or sufficient to authorize submission of the proposition to abolish those offices to a referendum of 20 21 the electors in any such school district unless all of the 22 school boards of all of the elementary and unit school 23 districts that are subject to the jurisdiction and 24 authority of the township treasurer and trustees of 25 schools of that township adopt such a resolution in 26 accordance with the provisions of this paragraph.

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(3) The school boards of all of the elementary and 1 unit school districts that are subject to the jurisdiction 2 3 and authority of the township treasurer and trustees of schools of the township in which those offices are sought 4 5 to be abolished submit a proposition to abolish the 6 offices of township treasurer and trustee of schools of 7 that township to the electors of their respective school districts at the same consolidated election in accordance 8 with the general election law, the ballot in each such 9 10 district to be in substantially the following form: 11 \_\_\_\_\_ 12 OFFICIAL BALLOT 13 Shall the offices of township 14 treasurer and YES 15 trustee of \_\_\_\_\_ 16 schools of Township ..... NO Range ..... be abolished? 17 \_\_\_\_\_ 18 (4) At the consolidated election at which the 19 20 proposition to abolish the offices of township treasurer 21 and trustee of schools of a township is submitted to the 22 electors of each elementary and unit school district that 23 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.

If in each elementary and unit school district that is 3 subject to the jurisdiction and authority of the township 4 5 treasurer and trustees of schools of the township in which those offices are sought to be abolished a majority of the 6 7 electors in each such district voting at the consolidated 8 election on the proposition to abolish the offices of township 9 treasurer and trustee of schools of that township votes in 10 favor of the proposition as submitted to them, the proposition 11 shall be deemed to have passed; but if in any such elementary 12 or unit school district a majority of the electors voting on that proposition in that district fails to vote in favor of the 13 proposition as submitted to them, then notwithstanding the 14 15 vote of the electors in any other such elementary or unit 16 school district on that proposition the proposition shall not 17 be deemed to have passed in any of those elementary or unit school districts, and the offices of township treasurer and 18 19 trustee of schools of the township in which those offices were 20 sought to be abolished shall not be abolished, unless in each of those elementary and unit school districts remaining 21 22 subject to the jurisdiction and authority of the township 23 treasurer and trustees of schools of that township proceedings are again initiated to abolish those offices and all of the 24 25 proceedings and conditions prescribed in paragraphs (1)26 through (4) of this subsection are repeated and met in each of

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1 those elementary and unit school districts.

2 Notwithstanding the foregoing provisions of this Section 3 or any other provision of the School Code, the offices of township treasurer and trustee of schools of a township that 4 5 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 shall also be abolished as provided in this subsection if all 8 of the conditions set forth in paragraphs (1), (2), and (3) of 9 this subsection are met and if the following additional 10 condition is met:

The electors in all of the school districts subject to 11 12 the jurisdiction and authority of the township treasurer and trustees of schools of the township in which those 13 14 offices are sought to be abolished shall vote at the 15 consolidated election on the proposition to abolish the 16 offices of township treasurer and trustee of schools of that township. If a majority of the electors in all of the 17 school districts combined voting on the proposition vote 18 19 in favor of the proposition, then the proposition shall be 20 deemed to have passed; but if a majority of the electors 21 voting on the proposition in all of the school district 22 fails to vote in favor of the proposition as submitted to 23 them, then the proposition shall not be deemed to have 24 passed and the offices of township treasurer and trustee 25 of schools of the township in which those offices were 26 sought to be abolished shall not be abolished, unless and until the proceedings detailed in paragraphs (1) through
 (3) of this subsection and the conditions set forth in
 this paragraph are met.

If the proposition to abolish the offices of township 4 5 treasurer and trustee of schools of a township is deemed to have passed at the consolidated election as provided in this 6 subsection, those offices shall be deemed abolished by 7 8 operation of law effective on January 1 of the calendar year 9 immediately following the calendar year in which that 10 consolidated election is held, provided that if after the 11 election, the trustees of schools by resolution elect to 12 abolish the offices of township treasurer and trustee of schools effective on 13 July 1 immediately following the 14 election, then the offices shall be abolished on July 1 immediately following the election. On the date that the 15 16 offices of township treasurer and trustee of schools of a 17 township are deemed abolished by operation of law, the school board of each elementary and unit school district and the 18 19 school board of each high school district that is subject to the jurisdiction and authority of the township treasurer and 20 trustees of schools of that township at the time those offices 21 22 are abolished: (i) shall appoint its own school treasurer as 23 provided in Section 8-1; and (ii) unless the term of the 24 contract of a township treasurer expires on the date that the 25 office of township treasurer is abolished, shall pay to the 26 former township treasurer its proportionate share of any

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

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

Upon abolition of the offices of township treasurer and trustee of schools of a township as provided in this subsection: (i) the regional board of school trustees, in its corporate capacity, shall be deemed the successor in interest to the former trustees of schools of that township with respect to the common school lands and township loanable funds

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

the township loanable funds, and shall make to the regional 1 2 board of school trustees the reports required to be made by 3 treasurers of township land commissioners, give bond as required by treasurers of township land commissioners, and 4 5 perform the duties and exercise the powers of treasurers of township land commissioners; (iv) the regional board of school 6 7 trustees shall designate in the manner provided by Section 8 8-7, insofar as applicable, a depositary for its treasurer, 9 and the proceeds of all rents, issues and profits from the 10 common school lands and township loanable funds of that 11 township shall be deposited and held in the account maintained 12 for those purposes with that depositary and shall be expended and distributed therefrom as provided in Section 15-24 and 13 14 other applicable provisions of this Code; and (v) whenever 15 there is vested in the trustees of schools of a township at the 16 time that office is abolished under this subsection the legal 17 title to any school buildings or school sites used or occupied for school purposes by any elementary school, high school or 18 unit school district subject to the jurisdiction and authority 19 20 of those trustees of school at the time that office is 21 abolished, the legal title to those school buildings and 22 school sites shall be deemed transferred by operation of law 23 to and invested in the school board of that school district, in its corporate capacity under Section 10-22.35B of this Code, 24 the same to be held, sold, exchanged leased or otherwise 25 26 transferred in accordance with applicable provisions of this

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1 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. 100-374, eff. 8-25-17; 100-921, eff. 8-17-18.)

5 Section 99. Effective date. This Act takes effect upon6 becoming law.