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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 the office of township trustees in such units shall be dissolved as provided shall retain the office of township 20 21 trustees unless otherwise provided in subsection (b), or (c), 22 or (d).

23

(b) Notwithstanding subsections (a) and (c), the school

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

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board of such school district. Upon the effective date of this 1 2 amendatory Act of 1993, the legal title to, and all right, 3 title and interest formerly held by the township trustees in any school buildings and school sites used and occupied by the 4 5 school board of such school district for school purposes, that legal title, right, title and interest thereafter having been 6 transferred to and vested in the regional board of school 7 trustees under P.A. 87-473 until the abolition of that 8 9 regional board of school trustees by P.A. 87-969, shall be 10 deemed transferred by operation of law to and shall vest in the 11 school board of that school district.

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

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schools and all moneys, securities, loanable funds, and other 1 2 assets relating to the school business and affairs of the school district shall be transferred and delivered to the 3 school board; and (3) all legal title to and all right, title, 4 5 and interest formerly held by the trustees of schools in any common school lands, school buildings, or school sites used 6 7 and occupied by the school board and all rights of property and 8 causes of action pertaining to or constituting a part of the 9 common school lands, buildings, or sites shall be deemed 10 transferred by operation of law to and shall vest in the school 11 board.

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

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1 and records of the trustees of schools and all moneys, 2 securities, loanable funds, and other assets relating to the school business and affairs of the school district shall be 3 transferred and delivered to the school board; and (3) all 4 5 legal title to and all right, title, and interest formerly held by the trustees of schools in any common school lands, 6 7 school buildings, or school sites used and occupied by the 8 school board and all rights of property and causes of action 9 pertaining to or constituting a part of the common school 10 lands, buildings, or sites shall be deemed transferred by 11 operation of law to and shall vest in the school board.

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

election or appointment by the school board of its own school 1 2 treasurer commencing with the first day of the succeeding 3 fiscal year, but not prior to July 1, 2019: (1) the trustees of schools in the township shall no longer have or exercise any 4 5 powers or duties with respect to the school district or with respect to the school business, operations, or assets of the 6 7 school district; (2) all books and records of the trustees of 8 schools and all moneys, securities, loanable funds, and other 9 assets relating to the school business and affairs of the 10 school district shall be transferred and delivered to the 11 school board, allowing for a reasonable period of time not to 12 exceed 90 days to liquidate any pooled investments; and (3) 13 all legal title to and all right, title, and interest formerly 14 held by the trustees of schools in any common school lands, 15 school buildings, or school sites used and occupied by the 16 school board and all rights of property and causes of action 17 pertaining to or constituting a part of the common school lands, buildings, or sites shall be deemed transferred by 18 operation of law to and shall vest in the school board. The 19 20 changes made to this Section by this amendatory Act of the 21 100th General Assembly are prospective only, starting from the 22 effective date of this amendatory Act of the 100th General 23 Assembly, and shall not affect any legal action pending on the effective date of this amendatory Act of the 100th General 24 Assembly in the Illinois courts in which Lyons Township High 25 26 School District 204 is a listed party.

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Notwithstanding subsections (a) and (c), the school boards 1 2 of Glenbrook High School District 225, Northbrook Elementary School District 27, Northbrook School District 28, Sunset 3 Ridge School District 29, Northbrook/Glenview School District 4 5 30, West Northfield School District 31, and Glenview Community Consolidated School District 34 may, by proper resolution, 6 withdraw from the jurisdiction and authority of the trustees 7 8 of schools of Northfield and Maine Townships and the township 9 treasurer, provided that the school board shall, upon the 10 adoption and passage of the resolution, elect or appoint its 11 own school treasurer as provided in Section 8-1 of this Code. 12 Upon the adoption and passage of the resolution and the election or appointment by the school board of its own school 13 14 treasurer: (1) the trustees of schools in the township or 15 townships shall no longer have or exercise any powers or 16 duties with respect to the school district or with respect to 17 the school business, operations, or assets of the school district; (2) all books and records of the trustees of schools 18 19 and all moneys, securities, loanable funds, and other assets 20 relating to the school business and affairs of the school district shall be transferred and delivered to the school 21 22 board; and (3) all legal title to and all right, title, and 23 interest formerly held by the trustees of schools in any 24 common school lands, school buildings, or school sites used 25 and occupied by the school board and all rights of property and 26 causes of action pertaining to or constituting a part of the

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1 common school lands, buildings, or sites shall be deemed 2 transferred by operation of law to and shall vest in the school 3 board.

4 (c) Notwithstanding the provisions of subsection (a), the 5 offices of township treasurer and trustee of schools of any 6 township located in a Class II county school unit shall be 7 abolished as provided in this subsection if all of the 8 following conditions are met:

9 (1) During the same 30 day period, each school board 10 of each elementary and unit school district that is 11 subject to the jurisdiction and authority of the township 12 treasurer and trustees of schools of the township in which 13 those offices are sought to be abolished gives written 14 notice by certified mail, return receipt requested to the 15 township treasurer and trustees of schools of that 16 township of the date of a meeting of the school board, to 17 be held not more than 90 nor less than 60 days after the date when the notice is given, at which meeting the school 18 19 board is to consider and vote upon the question of whether 20 there shall be submitted to the electors of the school 21 district a proposition to abolish the offices of township 22 treasurer and trustee of schools of that township. None of 23 the notices given under this paragraph to the township 24 treasurer and trustees of schools of a township shall be 25 deemed sufficient or in compliance with the requirements 26 of this paragraph unless all of those notices are given

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within the same 30 day period.

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

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schools of that township adopt such a resolution in
 accordance with the provisions of this paragraph.

3 (3) The school boards of all of the elementary and unit school districts that are subject to the jurisdiction 4 5 and authority of the township treasurer and trustees of 6 schools of the township in which those offices are sought 7 to be abolished submit a proposition to abolish the offices of township treasurer and trustee of schools of 8 that township to the electors of their respective school 9 10 districts at the same consolidated election in accordance 11 with the general election law, the ballot in each such district to be in substantially the following form: 12

OFFICIAL BALLOT

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(4) At the consolidated election at which the proposition to abolish the offices of township treasurer 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 HB0305 Engrossed - 11 - LRB103 03832 RJT 48838 b

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.

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

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1 proceedings and conditions prescribed in paragraphs (1)
2 through (4) of this subsection are repeated and met in each of
3 those elementary and unit school districts.

Notwithstanding the foregoing provisions of this Section 4 5 or any other provision of the School Code, the offices of 6 township treasurer and trustee of schools of a township that 7 has a population of less than 200,000 and that contains a unit 8 school district and is located in a Class II county school unit 9 shall also be abolished as provided in this subsection if all 10 of the conditions set forth in paragraphs (1), (2), and (3) of 11 this subsection are met and if the following additional condition is met: 12

The electors in all of the school districts subject to 13 14 the jurisdiction and authority of the township treasurer 15 and trustees of schools of the township in which those 16 offices are sought to be abolished shall vote at the 17 consolidated election on the proposition to abolish the offices of township treasurer and trustee of schools of 18 19 that township. If a majority of the electors in all of the 20 school districts combined voting on the proposition vote 21 in favor of the proposition, then the proposition shall be 22 deemed to have passed; but if a majority of the electors 23 voting on the proposition in all of the school district 24 fails to vote in favor of the proposition as submitted to 25 them, then the proposition shall not be deemed to have 26 passed and the offices of township treasurer and trustee HB0305 Engrossed - 13 - LRB103 03832 RJT 48838 b

of schools of the township in which those offices were 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.

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

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

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

23 Upon abolition of the offices of township treasurer and 24 trustee of schools of a township as provided in this 25 subsection: (i) the regional board of school trustees, in its 26 corporate capacity, shall be deemed the successor in interest

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

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

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1 the same to be held, sold, exchanged leased or otherwise 2 transferred in accordance with applicable provisions of this 3 Code.

4 Notwithstanding Section 2-3.25g of this Code, a waiver of 5 a mandate established under this Section may not be requested. 6 (d) Within 3 years after the effective date of this 7 amendatory Act of the 103rd General Assembly, all remaining Class II county school units shall, by proper resolution, 8 9 withdraw from the jurisdiction and authority of the trustees 10 of schools of the township and the township treasurer. Each school board shall, upon the adoption and passage of this 11 12 resolution, either (1) elect or appoint its own school treasurer as provided in Section 8-1 of this Code, or (2) enter 13 14 into a contractual or intergovernmental agreement for these 15 services. The office of township trustees shall dissolve upon 16 the passage of the school board resolution or, if no action is 17 taken, 3 years after the effective date of this amendatory Act 18 of the 103rd General Assembly.

19 Upon adoption and passage of the resolution and the 20 election or appointment by the school board of its own school 21 treasurer, the signing of the contractual or intergovernmental 22 agreement, or upon the statutory dissolution of the office of 23 township trustees: (1) the trustees of schools in the township 24 or townships shall no longer have or exercise any powers or 25 duties with respect to the school district or with respect to the school business, operations, or assets of the school 26

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1	district; (2) all books and records of the trustees of schools
2	and all moneys, securities, loanable funds, and other assets
3	relating to the school business and affairs of the school
4	district shall be transferred and delivered to the school
5	board; and (3) all legal title to and all right, title, and
6	interest formerly held by the trustees of schools in any
7	common school lands, school buildings, or school sites used
8	and occupied by the school board and all rights of property and
9	causes of action pertaining to or constituting a part of the
10	common school lands, buildings, or sites shall be deemed
11	transferred by operation of law to and shall vest in the school
12	board.
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13 (Source: P.A. 103-144, eff. 6-30-23.)