## **HOUSE BILL No. 5528**

February 21, 1990, Introduced by Rep. Bender and referred to the Committee on Education.

A bill to amend section 922 of Act No. 451 of the Public Acts of 1976, entitled as amended
"The school code of 1976,"

being section 380.922 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Section 922 of Act No. 451 of the Public Acts of
- 2 1976, being section 380.922 of the Michigan Compiled Laws, is
- 3 amended to read as follows:
- 4 Sec. 922. (1) If the A constituent district fails to
- 5 comply with either of the requirements of section 921, the inter-
- 6 mediate school board, upon the approval of the state board, shall
- 7 annex or attach the district either totally or in part to 1 or
- 8 more operating school districts pursuant to the following
- 9 procedures:

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- 1 (a) Within NOT LATER THAN 30 days after the expiration of
- 2 the 1-year period DESCRIBED IN SECTION 921, the intermediate
- 3 school board shall hold a hearing to determine facts and shall
- 4 make recommendations regarding the attachment of the constituent
- 5 district, or parts -thereof OF THE CONSTITUENT DISTRICT, to
- 6 another | OR MORE OPERATING school districts.
- 7 -which operate school. At least 5 days before the hearing,
- 8 notice of the hearing shall be given to the secretary of -each
- 9 of the boards BOARD of EACH school districts DISTRICT whose
- 10 boundaries are affected by the proposed attachment of territory
- 11 of the closed school district.
- 12 (b) Within- NOT LATER THAN 30 days after the hearing
- 13 DESCRIBED IN SUBDIVISION (A), the intermediate school board shall
- 14 issue a written order regarding the attachment of the closed
- 15 school district either totally or in part to 1 or more operating
- 16 school districts. The order shall indicate the date on which the
- 17 annexation or property attachment is to take place. A THE
- 18 INTERMEDIATE SCHOOL BOARD SHALL TRANSMIT A copy of the order
- 19 shall be transmitted by the intermediate school board to the
- 20 secretary of the board of education of each school district
- 21 whose boundaries are changed by the order. The order has full
- 22 effect in law on all AFFECTED school districts -concerned unless
- 23 an appeal is taken under this section.
- 24 (c) Within NOT LATER THAN 20 days after receipt of the
- 25 order DESCRIBED IN SUBDIVISION (B), a school district affected by
- 26 the order shall comply with the order MADE BY THE INTERMEDIATE

- 1 SCHOOL DISTRICT or appeal to the state board for a review of the
- 2 order. -made by the intermediate school-board.
- 3 (2) The state board, within NOT LATER THAN 90 days after
- 4 the receipt of an appeal from 1 or more of the affected school
- 5 districts, THE STATE BOARD shall confirm the order MADE UNDER
- 6 SUBSECTION (1) or hold a hearing on the basis of the appeal.
- 7 Within NOT LATER THAN 60 days after the hearing, the state
- 8 board shall ratify or amend the order of the intermediate school
- 9 board. An order issued by the state board under this subsection
- 10 shall have full effect in law.
- 11 (3) As of the date of attachment, territory attached to an
- 12 operating school district -shall be IS a part of that district
- 13 for all purposes, including the levy of all taxes, except taxes
- 14 levied for the retirement of outstanding bonded indebtedness.
- 15 FOR TERRITORY ATTACHED TO AN OPERATING SCHOOL DISTRICT AFTER
- 16 JANUARY 1, 1990, THE TERRITORY IS SUBJECT TO THE LEVY OF TAXES
- 17 LEVIED FOR THE RETIREMENT OF OUTSTANDING BONDED INDEBTEDNESS AND
- 18 ALL OTHER TAXES LEVIED BY THE OPERATING SCHOOL DISTRICT.
- 19 (4) -A- IN ADDITION TO ANY APPLICABLE PENALTY UNDER ARTICLE
- 20 4, A school district which THAT fails to comply with an order
- 21 of the intermediate school board or the state board UNDER THIS
- 22 SECTION shall forfeit all financial benefits to which -it THE
- 23 DISTRICT might be entitled under legislative appropriations for
- 24 school aid purposes.