SENATE BILL No. 222

March 3, 2011, Introduced by Senator YOUNG and referred to the Committee on Education.

A bill to amend 1976 PA 451, entitled "The revised school code,"

(MCL 380.1 to 380.1852) by adding section 435.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 435. (1) WITHIN 60 DAYS AFTER THE EFFECTIVE DATE OF THIS
- 2 SECTION, THE SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL CONDUCT OR
- 3 ARRANGE FOR A FORENSIC AUDIT OF A FIRST CLASS SCHOOL DISTRICT'S
- 4 FINANCIAL OPERATIONS AND RECORDS. AS USED IN THIS SECTION,
- 5 "FORENSIC AUDIT" MEANS AN AUDIT THAT IS DESIGNED TO DETERMINE
 - WHETHER THERE HAS BEEN ANY VIOLATION OF LAW OR OF GENERALLY
 - ACCEPTED GOVERNMENTAL ACCOUNTING PRACTICES.
- 8 (2) AFTER CONDUCTING THE FORENSIC AUDIT UNDER SUBSECTION (1),
- 9 IF THE SUPERINTENDENT OF PUBLIC INSTRUCTION FINDS THAT THERE HAS
- 10 BEEN ANY VIOLATION OF LAW OR OF GENERALLY ACCEPTED GOVERNMENTAL

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- 1 ACCOUNTING PRACTICES, THE SUPERINTENDENT OF PUBLIC INSTRUCTION
- 2 SHALL PROMPTLY TAKE ACTION AS NECESSARY TO CORRECT THE SITUATION,
- 3 INCLUDING, BUT NOT LIMITED TO, REPORTING ANY VIOLATION OF LAW TO AN
- 4 APPROPRIATE LAW ENFORCEMENT AGENCY FOR INVESTIGATION AND POSSIBLE
- 5 PROSECUTION.