



Rep. Peter Breen

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1 AMENDMENT TO HOUSE BILL 4789

2 AMENDMENT NO. _____. Amend House Bill 4789 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The School Code is amended by changing Sections
5 17-1.5 and 34-43.1 as follows:

6 (105 ILCS 5/17-1.5)

7 Sec. 17-1.5. Limitation of administrative costs.

8 (a) It is the purpose of this Section to establish
9 limitations on the growth of administrative expenditures in
10 order to maximize the proportion of school district resources
11 available for the instructional program, building maintenance,
12 and safety services for the students of each district.

13 (b) Definitions. For the purposes of this Section:

14 "Administrative expenditures" mean the annual expenditures
15 of school districts properly attributable to expenditure
16 functions defined by the rules of the State Board of Education

1 as: 2320 (Executive Administration Services); 2330 (Special
2 Area Administration Services); 2490 (Other Support Services -
3 School Administration); 2510 (Direction of Business Support
4 Services); 2570 (Internal Services); and 2610 (Direction of
5 Central Support Services); provided, however, that
6 "administrative expenditures" shall not include early
7 retirement or other pension system obligations required by
8 State law.

9 "Consumer price index" means the Consumer Price Index for
10 All Urban Consumers for all items published by the Bureau of
11 Labor Statistics of the United States Department of Labor.

12 "Expenditures per pupil" means the total administrative
13 expenditures, general administration expenditures, or school
14 administration expenditures divided by the average number of
15 students reported to the State Board of Education as enrolled
16 in the school district on October 1 and March 1, in the
17 immediately preceding school year, as defined by "Average
18 Student Enrollment" under Section 18-8.15 of this Code.

19 "General administration expenditures" means the sum of all
20 annual expenditures of a school district that are attributable
21 to expenditure functions that are defined by the rules of the
22 State Board of Education as 2300 (Total Support Services -
23 General Administration); however, "general administration
24 expenditures" does not include early retirement or other
25 pension system obligations required by State law.

26 "School administration expenditures" means the sum of all

1 annual expenditures of a school district that are attributable
2 to expenditure functions that are defined by the rules of the
3 State Board of Education as 2400 (Total Support Services -
4 School Administration); however, "school administration
5 expenditures" does not include early retirement or other
6 pension system obligations required by State law.

7 "School district" means all school districts having a
8 population of less than 500,000.

9 (c) For the 1998-99 school year through the 2018-2019
10 school year and each school year thereafter, each school
11 district shall undertake budgetary and expenditure control
12 actions so that the increase in administrative expenditures for
13 that school year over the prior school year does not exceed 5%.
14 For 2019-2020 school year and each school year thereafter, each
15 school district shall undertake budgetary and expenditure
16 control actions so that the increase in each of the budgeted
17 administrative expenditures per pupil, budgeted general
18 administration expenditures per pupil, and budgeted school
19 administration expenditures per pupil for that school year over
20 the expenditures per pupil for the prior school year does not
21 exceed the percentage increase, if any, in the consumer price
22 index for the 12 months ending on December 31 prior to the
23 budgetary year or 5%, whichever one is less. For purposes of
24 this Section, for the 2018-2019 school year, the general
25 administration expenditures per pupil shall be the lesser of
26 the actual expenditures per pupil of the school district for

1 the prior school year or the amount reported by the United
2 States Census Bureau in its 2001 Annual Survey of School System
3 Finances as the Illinois average per pupil for Support Services
4 Expenditure - General Administration (Function 2300),
5 increased by the percentage increase, if any, in the consumer
6 price index for 2001 through 2018 compounded. For purposes of
7 this Section, for the 2018-2019 school year, the school
8 administration expenditures per pupil shall be the amount
9 reported by the United States Census Bureau in its 2015 Annual
10 Survey of School System Finances as the national average per
11 pupil for Support Services Expenditure - School Administration
12 (Function 2400), increased by the percentage increase, if any,
13 in the consumer price index for 2016, 2017, and 2018
14 compounded. For the 2019-2020 school year and each subsequent
15 school year, the State Board of Education shall publish on its
16 Internet website the current year allowable percentage
17 increase and a list of school districts that qualify to waive
18 each of the applicable limitations under subsection (c-5) of
19 this Section.

20 (c-5) School districts with administrative expenditures,
21 general administration expenditures, or school administration
22 expenditures per pupil in the 25th percentile and below for all
23 districts of the same type, as defined by the State Board of
24 Education, may waive the applicable limitation imposed under
25 this Section for any year following a public hearing and with
26 the affirmative vote of at least two-thirds of the members of

1 the school board of the district. Any district waiving a ~~the~~
2 limitation shall notify the State Board within 45 days of such
3 action.

4 (d) School districts shall file with the State Board of
5 Education by ~~November 15, 1998~~ and by each November 15th
6 ~~thereafter~~ a ~~one page~~ report that lists (i) the actual
7 administrative expenditures, general administration
8 expenditures, and school administration expenditures for the
9 prior year from the district's audited Annual Financial Report,
10 with the relevant average number of students reported to the
11 State Board of Education, as set forth in the definition of
12 "expenditures per pupil" under this Section, and (ii) the
13 projected administrative expenditures, general administration
14 expenditures, and school administration expenditures for the
15 current year from the budget adopted by the school board
16 pursuant to Section 17-1 of this Code, with the relevant
17 average number of students reported to the State Board of
18 Education, as set forth in the definition of "expenditures per
19 pupil" under this Section, (iii) the administrative
20 expenditures per pupil, general administration expenditures
21 per pupil, and school administration expenditures per pupil for
22 the prior year and the current year, and (iv) the percentage
23 increase in current year per pupil expenditures over prior year
24 per pupil expenditures.

25 If a school district that is ineligible to waive a ~~the~~
26 limitation imposed by subsection (c) of this Section by board

1 action exceeds that ~~the~~ limitation solely because of
2 circumstances beyond the control of the district and the
3 district has exhausted all available and reasonable remedies to
4 comply with the applicable limitation, the district may request
5 a waiver pursuant to Section 2-3.25g of this Code. The waiver
6 application shall specify the amount, nature, and reason for
7 the relief requested, as well as all remedies the district has
8 exhausted to comply with the limitation. Any emergency relief
9 so requested shall apply only to the specific school year for
10 which the request is made. The State Board of Education shall
11 analyze all such waivers submitted and shall recommend that the
12 General Assembly disapprove any such waiver requested that is
13 not due solely to circumstances beyond the control of the
14 district and for which the district has not exhausted all
15 available and reasonable remedies to comply with the
16 limitation. The State Superintendent shall have no authority to
17 impose any sanctions pursuant to this Section for any
18 expenditures for which a waiver has been requested until such
19 waiver has been reviewed by the General Assembly. Except for a
20 new district formed under Article 11E of this Code, any
21 district that has current year expenditures per pupil but no
22 prior year expenditures per pupil for a limitation must request
23 a waiver under Section 2-3.25g of this Code.

24 If the report and information required under this
25 subsection (d) are not provided by the school district in a
26 timely manner, or are subsequently determined by the State

1 Superintendent of Education to be incomplete or inaccurate, the
2 State Superintendent shall notify the district in writing of
3 reporting deficiencies. The school district shall, within 60
4 days of the notice, address the reporting deficiencies
5 identified.

6 (e) If the State Superintendent determines that a school
7 district has failed to comply with the administrative
8 expenditure, the general administration expenditure, or the
9 school administration expenditure limitation imposed in
10 subsection (c) of this Section, the State Superintendent shall
11 notify the district of the violation and direct the district to
12 undertake corrective action to bring the district's budget into
13 compliance with the applicable ~~administrative expenditure~~
14 limitation. The district shall, within 60 days of the notice,
15 provide adequate assurance to the State Superintendent that
16 appropriate corrective actions have been or will be taken. ~~If~~
17 ~~the district fails to provide adequate assurance or fails to~~
18 ~~undertake the necessary corrective actions, the State~~
19 ~~Superintendent may impose progressive sanctions against the~~
20 ~~district that may culminate in withholding all subsequent~~
21 ~~payments of general State aid due the district under Section~~
22 ~~18-8.05 of this Code or evidence based funding due the district~~
23 ~~under Section 18-8.15 of this Code until the assurance is~~
24 ~~provided or the corrective actions taken.~~

25 (f) The State Superintendent shall publish a list each year
26 of the school districts that violate any ~~the~~ limitation imposed

1 by subsection (c) of this Section and a list of the districts
2 that waive a ~~the~~ limitation by board action as provided in
3 subsection (c-5) ~~(e)~~ of this Section.

4 (g) For any school district that violates a limitation
5 imposed by subsection (c) of this Section for a minimum of 2
6 out of 3 years, the State Superintendent of Education may
7 withhold payments of evidence-based funding due to the school
8 district under Section 18-8.15 of this Code in an amount equal
9 to the amount the school district exceeded the limitation
10 imposed.

11 (Source: P.A. 100-465, eff. 8-31-17.)

12 (105 ILCS 5/34-43.1) (from Ch. 122, par. 34-43.1)

13 Sec. 34-43.1. In this Section, "consumer price index",
14 "expenditures per pupil", "general administration
15 expenditures", and "school administration expenditures" have
16 the meanings given to those terms under Section 17-1.5 of this
17 Code.

18 (A) Limitation of noninstructional costs. It is the
19 purpose of this Section to establish for the Board of
20 Education and the general superintendent of schools
21 requirements and standards which maximize the proportion
22 of school district resources in direct support of
23 educational, program, and building maintenance and safety
24 services for the pupils of the district, and which
25 correspondingly minimize the amount and proportion of such

1 resources associated with centralized administration,
2 administrative support services, and other
3 noninstructional services.

4 For the 1989-90 school year and for all subsequent
5 school years, the Board of Education shall undertake
6 budgetary and expenditure control actions which limit the
7 administrative expenditures of the Board of Education to
8 levels, as provided for in this Section, which represent an
9 average of the administrative expenses of all school
10 districts in this State not subject to Article 34.

11 For the 2019-2020 school year and for all subsequent
12 school years, the Board of Education shall also undertake
13 budgetary and expenditure control actions so that the
14 increase in each of the general administration
15 expenditures per pupil and school administration
16 expenditures per pupil for that school year over the
17 immediately preceding school year expenditures per pupil
18 does not exceed the percentage increase, if any, in the
19 consumer price index for the 12 months ending on December
20 31 prior to the budgetary year or 5%, whichever one is
21 less.

22 For purposes of this Section, for the 2018-2019 school
23 year, the general administration expenditures per pupil
24 shall be the amount reported by the United States Census
25 Bureau in its 2001 Annual Survey of School System Finances
26 as the average of the Support Services Expenditure -

1 General Administration (Function 2300) per pupil for the
2 district, increased by the percentage increase, if any, in
3 the consumer price index for the years 2001 through 2018
4 compounded. The school administration expenditures per
5 pupil shall be the amount reported by the United States
6 Census Bureau in its 2015 Annual Survey of School System
7 Finances as the average of the Support Services Expenditure
8 - School Administration (Function 2400) per pupil for the
9 10 largest school districts in the United States, increased
10 by the percentage increase, if any, in the consumer price
11 index for 2016, 2017, and 2018 compounded.

12 On or before May 1, 2019 and annually thereafter, the
13 State Superintendent of Education shall certify to the
14 Board of Education the allowable percentage increase
15 applicable to the following year general administration
16 expenditures per pupil and school administration
17 expenditures per pupil.

18 (B) Certification of expenses by the State
19 Superintendent of Education. The State Superintendent of
20 Education shall annually certify, on or before May 1, to
21 the Board of Education ~~and the School Finance Authority,~~
22 for the applicable school year, the following information:

23 (1) the annual expenditures of all school
24 districts of the State not subject to Article 34
25 properly attributable to expenditure functions defined
26 by the rules and regulations of the State Board of

1 Education as: 2210 (Improvement of Instructional
2 Services); 2300 (Support Services - General
3 Administration) excluding, however, 2320 (Executive
4 Administrative Services); 2490 (Other Support Services
5 - School Administration); 2500 (Support Services -
6 Business); 2600 (Support Services - Central);

7 (2) the total annual expenditures of all school
8 districts not subject to Article 34 attributable to the
9 Education Fund, the Operations, Building and
10 Maintenance Fund, the Transportation Fund and the
11 Illinois Municipal Retirement Fund of the several
12 districts, as defined by the rules and regulations of
13 the State Board of Education; and

14 (3) a ratio, to be called the statewide average of
15 administrative expenditures, derived by dividing the
16 expenditures certified pursuant to paragraph (B)(1) by
17 the expenditures certified pursuant to paragraph
18 (B)(2).

19 For purposes of the annual certification of
20 expenditures and ratios required by this Section, the
21 "applicable year" of certification shall initially be the
22 1986-87 school year and, in sequent years, each succeeding
23 school year.

24 The State Superintendent of Education shall consult
25 with the Board of Education to ascertain whether particular
26 expenditure items allocable to the administrative

1 functions enumerated in paragraph (B) (1) are appropriately
2 or necessarily higher in the applicable school district
3 than in the rest of the State due to noncomparable factors.
4 The State Superintendent shall also review the relevant
5 cost proportions in other large urban school districts. The
6 State Superintendent shall also review the expenditure
7 categories in paragraph (B) (1) to ascertain whether they
8 contain school-level expenses. If he or she finds that
9 adjustments to the formula are appropriate or necessary to
10 establish a more fair and comparable standard for
11 administrative cost for the Board of Education or to
12 exclude school-level expenses, the State Superintendent
13 shall recommend ~~to the School Finance Authority~~ rules and
14 regulations adjusting particular subcategories in this
15 paragraph ~~subsection~~ (B) or adjusting certain costs in
16 determining the budget and expenditure items properly
17 attributable to the functions or otherwise adjust the
18 formula.

19 (C) Administrative expenditure limitations. The annual
20 budget of the Board of Education, as adopted and
21 implemented, and the related annual expenditures for the
22 school year, shall reflect a limitation on administrative
23 outlays as required by the following provisions, taking
24 into account any adjustments established by the State
25 Superintendent of Education: (1) the budget and
26 expenditures of the Board of Education for the 1989-90

1 school year shall reflect a ratio of administrative
2 expenditures to total expenditures equal to or less than
3 the statewide average of administrative expenditures for
4 the 1986-87 school year as certified by the State
5 Superintendent of Education pursuant to paragraph (B) (3);
6 (2) for the 1990-91 school year and for all subsequent
7 school years, the budget and expenditures of the Board of
8 Education shall reflect a ratio of administrative
9 expenditures to total expenditures equal to or less than
10 the statewide average of administrative expenditures
11 certified by the State Superintendent of Education for the
12 applicable year pursuant to paragraph (B) (3); (2.5) for the
13 2019-2020 school year and for all subsequent school years,
14 the budget and expenditures of the Board of Education shall
15 reflect an annual increase in each of the general
16 administration expenditures per pupil and school
17 administration expenditures per pupil over the immediately
18 preceding school year expenditures per pupil equal to or
19 less than the percentage increase, if any, in the consumer
20 price index for the 12 months ending on the previous
21 December 31 or 5%, whichever one is less, as certified by
22 the State Superintendent of Education under paragraph (A)
23 of this Section; (3) if for any school year the budget of
24 the Board of Education reflects a ratio of administrative
25 expenditures to total expenditures which exceeds the
26 applicable statewide average, the Board of Education shall

1 reduce expenditure items allocable to the administrative
2 functions enumerated in paragraph (B)(1) such that the
3 Board of Education's ratio of administrative expenditures
4 to total expenditures is equal to or less than the
5 applicable statewide average ratio; and (4) beginning with
6 the 2019-2020 school year, if for any school year the
7 budget of the Board of Education reflects an annual
8 increase in either general administration expenditures per
9 pupil or school administration expenditures per pupil
10 greater than the percentage increase, if any, in the
11 consumer price index for the 12 months ending on the
12 previous December 31 or 5%, whichever one is less, as
13 certified by the State Superintendent of Education for the
14 applicable school year under paragraph (A) of this Section,
15 the Board of Education shall reduce expenditure items
16 allocable to general administration expenditures or school
17 administration expenditures to ensure the expenditures per
18 pupil are equal to or less than the allowable increase
19 amount.

20 For purposes of this Section, the ratio of
21 administrative expenditures to the total expenditures of
22 the Board of Education, as applied to the budget of the
23 Board of Education, shall mean: the budgeted expenditure
24 items of the Board of Education properly attributable to
25 the expenditure functions identified in paragraph (B)(1)
26 divided by the total budgeted expenditures of the Board of

1 Education properly attributable to the Board of Education
2 funds corresponding to those funds identified in paragraph
3 (B) (2), exclusive of any monies budgeted for payment to the
4 Public School Teachers' Pension and Retirement System,
5 attributable to payments due from the General Funds of the
6 State of Illinois.

7 The annual expenditure of the Board of Education for
8 2320 (Executive Administrative Services) for the 1989-90
9 school year shall be no greater than the 2320 expenditure
10 for the 1988-89 school year. The annual expenditure of the
11 Board of Education for 2320 for the 1990-91 school year and
12 each subsequent school year shall be no greater than the
13 2320 expenditure for the immediately preceding school year
14 or the 1988-89 school year, whichever is less. This annual
15 expenditure limitation may be adjusted in each year in an
16 amount not to exceed any change effective during the
17 applicable school year in salary to be paid under the
18 collective bargaining agreement with instructional
19 personnel to which the Board is a party and in benefit
20 costs either required by law or such collective bargaining
21 agreement.

22 (D) Cost control measures. In undertaking actions to
23 control or reduce expenditure items necessitated by the
24 administrative expenditure, general administration
25 expenditure, and school administration expenditure
26 limitations of this Section, the Board of Education shall

1 give priority consideration to reductions or cost controls
2 with the least effect upon direct services to students or
3 instructional services for pupils, and upon the safety and
4 well-being of pupils, and, as applicable, with the
5 particular costs or functions to which the Board of
6 Education is higher than the statewide average.

7 For purposes of assuring that the cost control
8 priorities of this paragraph ~~subsection~~ (D) are met, the
9 State Superintendent of Education shall, with the
10 assistance of the Board of Education, review the cost
11 allocation practices of the Board of Education, and the
12 State Superintendent of Education shall thereafter
13 recommend ~~to the School Finance Authority~~ rules and
14 regulations which define administrative, general
15 administration, and school administration areas which most
16 impact upon the direct and instructional needs of students
17 and upon the safety and well-being of the pupils of the
18 district. No position closed shall be reopened using State
19 or federal categorical funds.

20 (E) Report of Audited Information. For the 1988-89
21 school year and for all subsequent school years, the Board
22 of Education shall file with the State Board of Education
23 the Annual Financial Report and its audit, as required by
24 the rules of the State Board of Education. Such reports
25 shall be filed no later than February 15 following the end
26 of the school year of the Board of Education, beginning

1 with the report to be filed no later than February 15, 1990
2 for the 1988-89 school year.

3 As part of the required Annual Financial Report, the
4 Board of Education shall provide a detailed accounting of
5 the central level, district, bureau and department costs
6 and personnel included within expenditure functions
7 included in paragraphs (A) and paragraph (B)(1) of this
8 Section. The nature and detail of the reporting required
9 for these functions shall be prescribed by the State Board
10 of Education in rules and regulations. A copy of this
11 detailed accounting shall also be provided annually to the
12 ~~School Finance Authority and the public~~. This report shall
13 contain a reconciliation to the Board of Education's board
14 ~~of education's~~ adopted budget for that fiscal year,
15 specifically delineating administrative functions.

16 If the information required under this Section is not
17 provided by the Board of Education in a timely manner, or
18 is initially or subsequently determined by the State
19 Superintendent of Education to be incomplete or
20 inaccurate, the State Superintendent shall, in writing,
21 notify the Board of Education of reporting deficiencies.
22 The Board of Education shall, within 60 days of such
23 notice, address the reporting deficiencies identified. If
24 the State Superintendent of Education does not receive
25 satisfactory response to these reporting deficiencies
26 within 60 days, the next payment of ~~general State aid or~~

1 evidence-based funding due the Board of Education under
2 ~~Section 18-8 or~~ Section 18-8.15 of this Code, ~~as~~
3 ~~applicable~~, and all subsequent payments, shall be withheld
4 by the State Superintendent of Education until the
5 enumerated deficiencies have been addressed.

6 Utilizing the Annual Financial Report, the State
7 Superintendent of Education shall certify on or before May
8 1 to the Board of Education ~~School Finance Authority~~ the
9 Board of Education's ratio of administrative expenditures
10 to total expenditures for the 1988-89 school year and for
11 each succeeding school year and the Board of Education's
12 general administration expenditures and school
13 administration expenditures for the 2019-2020 school year
14 and for each subsequent school year. Such certification
15 shall indicate the extent to which the administrative
16 expenditure ratio, general administration expenditures,
17 and school administration expenditures of the Board of
18 Education conformed to the limitations required in
19 paragraph ~~subsection~~ (C) of this Section, taking into
20 account any adjustments of the administrative expenditure
21 limitations which may have been recommended by the State
22 Superintendent of Education ~~to the School Finance~~
23 ~~Authority~~. In deriving the administrative expenditure
24 ratio of the Chicago Board of Education, the State
25 Superintendent of Education shall utilize the definition
26 of this ratio prescribed in paragraph ~~subsection~~ (C) of

1 this Section, except that the actual expenditures of the
2 Board of Education shall be substituted for budgeted
3 expenditure items. In deriving the general administration
4 expenditures per pupil and school administration
5 expenditures per pupil of the Board of Education, the State
6 Superintendent of Education shall utilize the percentage
7 increase under paragraph (C) of this Section, except that
8 the actual expenditures per pupil of the Board of Education
9 shall be substituted for budgeted expenditures per pupil.

10 (F) Approval and adjustments to administrative
11 expenditure limitations. The School Finance Authority
12 organized under Article 34A shall monitor the Board of
13 Education's adherence to the requirements of this Section.
14 As part of its responsibility the School Finance Authority
15 shall determine whether the Board of Education's budget for
16 the next school year, and the expenditures for a prior
17 school year, comply with the limitation of administrative
18 expenditures, general administration expenditures, and
19 school administration expenditures required by this
20 Section. The Board of Education and the State Board of
21 Education shall provide such information as is required by
22 the School Finance Authority in order for the Authority to
23 determine compliance with the provisions of this Section.
24 If the Authority determines that the budget proposed by the
25 Board of Education does not meet the cost control
26 requirements of this Section, the Board of Education shall

1 undertake budgetary reductions, consistent with the
2 requirements of this Section, to bring the proposed budget
3 into compliance with such cost control limitations.

4 If, in formulating cost control and cost reduction
5 alternatives, the Board of Education believes that meeting
6 the cost control requirements of this Section related to
7 the budget for the ensuing year would impair the education,
8 safety, or well-being of the pupils of the school district,
9 the Board of Education may request that the School Finance
10 Authority make adjustments to the limitations required by
11 this Section. The Board of Education shall specify the
12 amount, nature, and reasons for the relief required and
13 shall also identify cost reductions which can be made in
14 expenditure functions not enumerated in paragraphs (A) and
15 paragraph (B) (1) of this Section, which would serve the
16 purposes of this Section.

17 The School Finance Authority shall consult with the
18 State Superintendent of Education concerning the
19 reasonableness from an educational administration
20 perspective of the adjustments sought by the Board of
21 Education. The School Finance Authority shall provide an
22 opportunity for the public to comment upon the
23 reasonableness of the Board's request. If, after such
24 consultation, the School Finance Authority determines that
25 all or a portion of the adjustments sought by the Board of
26 Education are reasonably appropriate or necessary, the

1 Authority may grant such relief from the provisions of this
2 Section which the Authority deems appropriate. Adjustments
3 so granted apply only to the specific school year for which
4 the request was made.

5 In the event that the School Finance Authority
6 determines that the Board of Education has failed to
7 achieve the required administrative, general
8 administration, and school administration expenditure
9 limitations for a prior school year, or if the Authority
10 determines that the Board of Education has not met the
11 requirements of this paragraph ~~subsection~~ (F), the
12 Authority shall make recommendations to the Board of
13 Education concerning appropriate corrective actions. If
14 the Board of Education fails to provide adequate assurance
15 to the Authority that appropriate corrective actions have
16 been or will be taken, the Authority may, within 60 days
17 thereafter, require the board to adjust its current budget
18 to correct for the prior year's shortage or may recommend
19 to the members of the General Assembly and the Governor
20 such sanctions or remedial actions as will serve to deter
21 any further such failures on the part of the Board of
22 Education.

23 To assist the Authority in its monitoring
24 responsibilities, the Board of Education shall provide
25 such reports and information as are from time to time
26 required by the Authority.

1 (G) Independent reviews of administrative
2 expenditures. The School Finance Authority may direct
3 independent reviews of the administrative and
4 administrative support expenditures and services and other
5 non-instructional expenditure functions of the Board of
6 Education. The Board of Education shall afford full
7 cooperation to the School Finance Authority in such review
8 activity. The purpose of such reviews shall be to verify
9 specific targets for improved operating efficiencies of
10 the Board of Education, to identify other areas of
11 potential efficiencies, and to assure full and proper
12 compliance by the Board of Education with all requirements
13 of this Section.

14 In the conduct of reviews under this paragraph (G)
15 ~~subsection~~, the Authority may request the assistance and
16 consultation of the State Superintendent of Education with
17 regard to questions of efficiency and effectiveness in
18 educational administration.

19 (H) Reports to Governor and General Assembly. On or
20 before May 1, 1991 and no less frequently than yearly
21 thereafter, the School Finance Authority shall provide to
22 the Governor, the State Board of Education, and the members
23 of the General Assembly an annual report, as outlined in
24 Section 34A-606, which includes the following information:
25 (1) documenting the compliance or non-compliance of the
26 Board of Education with the requirements of this Section;

1 (2) summarizing the costs, findings, and recommendations
2 of any reviews directed by the School Finance Authority,
3 and the response to such recommendations made by the Board
4 of Education; and (3) recommending sanctions or
5 legislation necessary to fulfill the intent of this
6 Section.

7 (Source: P.A. 100-465, eff. 8-31-17.)".