

# HOUSE BILL No. 4832

April 23, 2009, Introduced by Reps. Young, Tlaib, Calley, Durhal, Geiss, Donigan and Nathan 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  
6 WHETHER THERE HAS BEEN ANY VIOLATION OF LAW OR OF GENERALLY  
7 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

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