

# HOUSE BILL No. 4781

May 12, 2005, Introduced by Reps. Miller, Hopgood, Kehrl, Vagnozzi, Polidori, Gonzales, Accavitti, Byrnes, Clack, Donigan, Kathleen Law, Angerer, Meisner, Zelenko, Williams, Alma Smith, Spade, Bieda, Phillips, Hunter, Plakas, Sheltroun, Bennett, Wojno, McDowell, Virgil Smith and Gleason 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 503c.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1        SEC. 503C. (1) NOT LATER THAN 60 DAYS AFTER THE EFFECTIVE DATE  
2        OF THIS SECTION, AN AUTHORIZING BODY OF A PUBLIC SCHOOL ACADEMY  
3        SHALL AMEND THE CONTRACT AUTHORIZING THE PUBLIC SCHOOL ACADEMY TO  
4        REQUIRE THE BOARD OF DIRECTORS OF THE PUBLIC SCHOOL ACADEMY TO  
5        ADOPT AND IMPLEMENT A CONFLICT OF INTEREST POLICY FOR THE BOARD OF  
6        DIRECTORS, OFFICIALS, AND EMPLOYEES OF THE PUBLIC SCHOOL ACADEMY.  
7        AT A MINIMUM, THE CONFLICT OF INTEREST POLICY SHALL MEET BOTH OF  
8        THE FOLLOWING:

9        (A) SHALL REQUIRE COMPLIANCE WITH THE REQUIREMENTS OF 1968 PA

1 317, MCL 15.231 TO 15.330, AND WITH ANY OTHER CONFLICT OF INTEREST  
2 LAW GENERALLY APPLICABLE TO PUBLIC BODIES IN THIS STATE.

3 (B) SHALL PROHIBIT SPECIFICALLY IDENTIFIED FAMILY  
4 RELATIONSHIPS BETWEEN MEMBERS OF THE BOARD OF DIRECTORS, PERSONS  
5 WHO HAVE AN OWNERSHIP INTEREST IN OR ARE OFFICERS OR EMPLOYEES OF  
6 AN EDUCATIONAL MANAGEMENT COMPANY INVOLVED IN THE OPERATION OF THE  
7 PUBLIC SCHOOL ACADEMY, AND EMPLOYEES OF THE PUBLIC SCHOOL ACADEMY.  
8 THE CONTRACT SHALL IDENTIFY THE SPECIFIC PROHIBITED RELATIONSHIPS.

9 (2) AN AUTHORIZING BODY THAT ISSUES A CONTRACT FOR A PUBLIC  
10 SCHOOL ACADEMY AFTER THE EFFECTIVE DATE OF THIS SECTION SHALL  
11 INCLUDE IN THE CONTRACT A REQUIREMENT THAT THE BOARD OF DIRECTORS  
12 OF THE PUBLIC SCHOOL ACADEMY SHALL ADOPT AND IMPLEMENT A CONFLICT  
13 OF INTEREST POLICY FOR THE BOARD OF DIRECTORS, OFFICIALS, AND  
14 EMPLOYEES OF THE PUBLIC SCHOOL ACADEMY THAT MEETS THE REQUIREMENTS  
15 OF SUBSECTION (1).