## Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

## Act 1180 of the Regular Session

| 1  | State of Arkansas        | As Engrossed: H3/11/09              |                           |
|----|--------------------------|-------------------------------------|---------------------------|
| 2  | 87th General Assembly    | A Bill                              |                           |
| 3  | Regular Session, 2009    |                                     | HOUSE BILL 1940           |
| 4  |                          |                                     |                           |
| 5  | By: Representative Cook  |                                     |                           |
| 6  |                          |                                     |                           |
| 7  |                          |                                     |                           |
| 8  |                          | For An Act To Be Entitled           |                           |
| 9  | AN ACT TO                | AMEND VARIOUS PROVISIONS OF         | TITLE 6                   |
| 10 | RELATED TO               | SCHOOL DISTRICT BOARDS OF D         | DIRECTORS;                |
| 11 | AND FOR OT               | THER PURPOSES.                      |                           |
| 12 |                          |                                     |                           |
| 13 |                          | Subtitle                            |                           |
| 14 | TO AMEN                  | ND VARIOUS PROVISIONS OF TITE       | LE 6                      |
| 15 | RELATED                  | O TO SCHOOL DISTRICT BOARDS O       | )F                        |
| 16 | DIRECTO                  | DRS.                                |                           |
| 17 |                          |                                     |                           |
| 18 |                          |                                     |                           |
| 19 | BE IT ENACTED BY THE GEN | ERAL ASSEMBLY OF THE STATE O        | F ARKANSAS:               |
| 20 |                          |                                     |                           |
| 21 | SECTION 1. Arkans        | as Code § 6-11-129 is amende        | d to read as follows:     |
| 22 | 6-11-129. Data to        | be accessible on website.           |                           |
| 23 | (a)(1) Each schoo        | l district shall make the fo        | llowing information and   |
| 24 | data easily identified o | n its website <u>or the website</u> | of the school district's  |
| 25 | education service cooper | ative, if the education serv        | ice cooperative maintains |
| 26 | the school district's we | <u>bsite</u> :                      |                           |
| 27 | (A) C                    | urrent comprehensive financi        | al data reports for       |
| 28 | school districts, includ | ing:                                |                           |
| 29 |                          | (i) Local and state revenue         | sources;                  |
| 30 |                          | (ii) Administrator and teac         | her salary and benefit    |
| 31 | expenditure data;        |                                     |                           |
| 32 |                          | (iii) School district balan         | ces, including legal      |
| 33 | balances and building fu | nd balances;                        |                           |
| 34 |                          | (iv) Any additional financi         | al data Minutes of        |
| 35 | regular and special meet | ings of the school board of         | directors;                |

| 1  | (v) Administrative salary and benefit expenditures                            |
|----|---|
| 2  | The school district budget for the ensuing year, which shall be posted on the |
| 3  | website within thirty (30) days following the date required to be submitted   |
| 4  | to the Department of Education; and   |
| 5  | (vi) Teacher salary expenditures A financial                                  |
| 6  | breakdown of monthly expenses of the school district;                         |
| 7  | (vii) Salary schedules for all employees, including                           |
| 8  | extended contract and supplementary pay amounts;                              |
| 9  | (viii) Current contract information with all school                           |
| 10 | district employees, except that social security numbers, telephone numbers,   |
| 11 | personal addresses, or signatures shall not be published;                     |
| 12 | (ix) The annual budget of the school district; and                            |
| 13 | (x) The annual school district statistical report;                            |
| 14 | <u>and</u>  |
| 15 | (B) Each school district's personnel policies required                        |
| 16 | under § 6-17-201 et seq. <u>;</u>   |
| 17 | (C)(i) Information from the school district's contracts                       |
| 18 | with school district employees and school district salary schedules.          |
| 19 | (ii) Each school district or the school district's                            |
| 20 | education service cooperative, if the education service cooperative maintains |
| 21 | the school district's website, shall publish on the school district's         |
| 22 | website:  |
| 23 | (a) The school district's current contract                                    |
| 24 | information with all school district employees, except that no social         |
| 25 | security numbers, phone numbers, personal addresses, or signatures shall be   |
| 26 | published; and  |
| 27 | (b) The school district salary schedules,                                     |
| 28 | including the salary schedules for regular licensed employees, supplemental   |
| 29 | and extended contract schedules, and classified employee schedules; and       |
| 30 | (D) The annual budget of each school district.                                |
| 31 | (2) Information and data required to be made available and                    |
| 32 | easily accessible on the school district's website under this section shall   |
| 33 | be the actual data for the two (2) previous school years and the projected    |
| 34 | budgeted information for the current school year.                             |
| 35 | (b) The department Department of Education shall make the information         |
| 36 | and data required by this section available and easily accessible on the      |

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2
     Arkansas school districts on the department's website.
 3
 4
           SECTION 2. Arkansas Code § 6-13-620 is amended to read as follows:
 5
           6-13-620. Powers and duties.
 6
           The board of directors of each school district in the state shall be is
 7
     charged with the following powers and required to perform the following
 8
     duties in order to provide no less than a general, suitable, and efficient
 9
     system of free public schools:
10
                 (1) Have the care and custody of the schoolhouse, grounds, and
11
     other property belonging to the school district and shall keep it in good
12
     repair and in sanitary and sightly condition;
13
                 (2) Lease sixteenth section lands located in the school
     district, individually or in conjunction with the other boards of directors
14
15
     of other school districts interested in the sixteenth section, as the case
16
     may be;
17
                 (3) Purchase buildings or rent schoolhouses and sites therefor
18
     and sell, rent, or exchange the sites or schoolhouses;
19
                 (4)(A) Employ teachers and other employees necessary for the
     proper conduct of the public schools of the school district and make written
20
21
     contracts with teachers and all other employees in the form prescribed by the
     State Board of Education.
22
23
                       (B) There shall be three (3) copies of each contract made:
                             (i) One (1) copy to be retained by the school
24
25
     district board of directors;
26
                             (ii) One (1) copy to be given to the employee; and
27
                             (iii)(a) One (1) copy to be forwarded to the county
28
     treasurer if the county treasurer serves as treasurer for the school
29
     district.
30
                                   (b)(1) A county treasurer acting as treasurer
31
     for a public school district shall destroy teacher contracts that have been
32
     filed in his or her office for more than two (2) years.
33
                                         (2)(A) Within thirty (30) days of the
34
     date a school district replaces a county treasurer with its own school
35
     district treasurer, the county treasurer shall destroy all teacher contracts
36
     filed in his or her office.
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department's website by including direct links to the websites of all

| 1  | (B) The county treasurer shall  |
|----|---|
| 2  | provide written notice to the school district of the date it will destroy the |
| 3  | records.  |
| 4  | (3) The county treasurer shall destroy  |
| 5  | teacher contracts in a manner thatwill protect the confidentiality of         |
| 6  | personally identifiable information including the name, residence address,    |
| 7  | and social security number of the teacher who is a party to the contract.     |
| 8  | (C) The issuing of annual contracts to personnel other                        |
| 9  | than substitute teachers employed on a daily basis and teachers shall be in   |
| 10 | writing and shall recite the duration of employment, specific duties, and     |
| 11 | annual salary;  |
| 12 | (5) See that all subjects for study prescribed by the state                   |
| 13 | board or by law for all grades of schools in their school district are        |
| 14 | taught;   |
| 15 | (6) Visit classrooms frequently, but no less than annually, in                |
| 16 | the schools in their school district while children are present, see to the   |
| 17 | welfare of the pupils, encourage them in their studies, and assist the        |
| 18 | teachers in the work so far as they can;                                      |
| 19 | (7) Prepare and publish the school district's budget for the                  |
| 20 | ensuing year, in accordance with § 6-13-622;                                  |
| 21 | (8) Issue warrants on the county treasurer, when the county                   |
| 22 | treasurer serves as treasurer of the school district, in accordance with the  |
| 23 | provisions of this act for the payment of salaries due teachers and other     |
| 24 | employees and for any other lawful purposes and state in the warrants the     |
| 25 | consideration for which each is drawn, provided that the issuance of the      |
| 26 | warrants for the purposes set out in subdivision (10) of this section shall   |
| 27 | be governed by the penalty therein set out. The warrant shall be in the form  |
| 28 | approved by the state board;  |
| 29 | (9) Obtain from the county collector and county treasurer                     |
| 30 | information from time to time as to the state of finances of their school     |
| 31 | district and keep their expenditures safely within the means of the school    |
| 32 | district;   |
| 33 | (10)(A) Buy and pay for out of school district school funds                   |
| 34 | supplies such as fuel, crayons, charts, globes, dictionaries, etc. which may  |
| 35 | be necessary for the efficient operation of the schools, provided, no         |
| 36 | warrants shall be issued by any school board of directors for the payment of  |

36

1 the supplies or services set out in this subdivision (10) until the supplies 2 or services shall have been delivered to the school. (B) If any school board of directors or any part of the 3 4 directors of any school board of directors in the State of Arkansas shall 5 issue warrants in payment of supplies or services prior to the delivery of 6 the supplies or services to the school and if the school district suffers any loss because of the failure of the seller to deliver the supplies or services 7 8 or because of the defective quality of the supplies or services or for any 9 other reason, then the directors shall be personally liable to the school 10 district for the total amount of loss suffered by the school district; 11 (11)(A) If in any school district it should be apparent that the 12 schools cannot be operated for the remainder of the school year without 13 incurring more indebtedness than that represented by outstanding bonds and 14 those that may be issued for buildings, equipment for the school buildings, 15 purchasing sites, and repairing school buildings or the improvement of sites, 16 it shall be the duty of the school board of directors to close the school and 17 cease paying the teachers for the remainder of that fiscal year. Each contract made with the teachers shall be subject to that contingency, and the 18 school district shall not be liable for teachers' salaries for the time the 19 school is so closed. 20 21 (B) Should any director participate in keeping a school 22 open and incurring additional expenses which would cause increased indebtedness of the school district prohibited in this subdivision (11), he 23 24 or she shall be liable personally for the amount of the additional indebtedness. 25 26 (C) However, in cases of emergency, the state board may 27 grant special permission to a school district to create temporary current 28 indebtedness. 29 (D) Nothing herein shall prevent any school board of 30 directors from borrowing money from banks, from individuals, or from next year's revenue in order to provide funds in such amount that the maximum 31 32 nonbonded indebtedness of its school district so incurred shall not be 33 greater than the maximum nonbonded indebtedness of the school district was at 34 any time during the preceding fiscal year. 35 (E) If any nonbonded debt is funded by the issuance of

bonds, the amount so funded shall not be considered in determining the

| 1  | maximum amount of nonbonded indebtedness during the preceding fiscal year; |
|----|--|
| 2  | (12) Do all other things necessary and lawful for the conduct of           |
| 3  | efficient free public schools in the school district;                      |
| 4  | (13) Publish on the school district's website if the school                |
| 5  | district has a website:  |
| 6  | (A) Minutes of regular and special meetings of the school                  |
| 7  | board of directors;  |
| 8  | (B) The budget for the ensuing year;                                       |
| 9  | (C) Financial breakdown of monthly expenses of the school                  |
| 10 | district;  |
| 11 | (D) Salary schedule for all employees;                                     |
| 12 | (E) The school district's yearly audit; and                                |
| 13 | (F) The annual statistical report; and                                     |
| 14 | (14) If a school district does not have a website, then:                   |
| 15 | (A) On or before July 1, 2003, the school district's                       |
| 16 | education service cooperative shall develop a website for the school       |
| 17 | district; or   |
| 18 | (B) The education service cooperative shall enter into an                  |
| 19 | agreement with a local city, county, or other local governmental agency to |
| 20 | have the school district's information as required in subdivision (13) of  |
| 21 | this section published on an existing local city, county, or other local   |
| 22 | governmental agency's website.   |
| 23 | (1) Attend meetings of the school board;                                   |
| 24 | (2) Determine the mission and direction of the school district;            |
| 25 | (3) Adhere to state and federal laws governing public schools;             |
| 26 | (4) Enact, enforce, and obey school district policies;                     |
| 27 | (5)(A) Employ staff, including:  |
| 28 | (i)(a) A superintendent of schools to oversee the                          |
| 29 | day-to-day operations of the school district.                              |
| 30 | (b) A superintendent shall be evaluated                                    |
| 31 | annually or no less often than prior to any extension of his or her        |
| 32 | <pre>employment contract.</pre>  |
| 33 | (c) Superintendents and assistant  |
| 34 | superintendents may be employed under contract terms and conditions that   |
| 35 | incorporate all elements prescribed by the State Board of Education.       |
| 36 | (ii)(a) School district employees under initial                            |

| 1  | written employment contracts in the form prescribed by the State Board of    |
|----|--|
| 2  | Education, not including day- to-day substitutes.                            |
| 3  | (b) The employment contract shall:   |
| 4  | (1) State the duration of employment,  |
| 5  | specific duties of the employee, and the annual salary or hourly wage of the |
| 6  | employee, and projected annual earnings in the case of nonexempt employees   |
| 7  | under applicable state and federal law; and                                  |
| 8  | (2) Incorporate all personnel policies                                       |
| 9  | adopted by June 30 to be in effect on July 1 of the following employee       |
| 10 | contract year, subject to the requirements and exceptions contained in §§ 6- |
| 11 | <u>17-204 and 6-17-205.</u>  |
| 12 | (B) Copies of initial written employment contracts and                       |
| 13 | renewed written employment contracts issued in accordance with §§ 6-17-1506  |
| 14 | and 6-17-1703 shall be distributed as follows:                               |
| 15 | (i) One (1) copy to be given to the employee;                                |
| 16 | (ii) One (1) copy to be retained by the school board                         |
| 17 | of directors; and  |
| 18 | (iii) One (1) copy to be retained by the school                              |
| 19 | district's treasurer or bookkeeper;  |
| 20 | (6) Understand and oversee school district finances required by              |
| 21 | law to ensure alignment with the school district's academic and facility     |
| 22 | needs and goals, including without limitation:                               |
| 23 | (A) Reviewing, adopting, and publishing the school                           |
| 24 | district's budget;   |
| 25 | (B) Overseeing and monitoring the school district                            |
| 26 | finances, including:   |
| 27 | (i) Revenues;  |
| 28 | (ii) Expenditures;   |
| 29 | (iii) Investments;   |
| 30 | (iv) Debts;  |
| 31 | (v) Obligations;   |
| 32 | (vi) Inventory; and  |
| 33 | <pre>(vii) Real property;</pre>  |
| 34 | (C) Borrowing money as necessary, but in no case shall the                   |
| 35 | school board of directors permit the school district to end the fiscal year  |
| 36 | with a negative legal balance;   |

| 1  | (D) Entering into contracts for goods and services                            |
|----|---|
| 2  | necessary to operate the school district;                                     |
| 3  | (E) Buying, selling, renting, and leasing real property                       |
| 4  | and personal property on behalf of the school district;                       |
| 5  | (F) Receiving, reviewing, and approving each annual                           |
| 6  | financial audit report and presenting it to the public;                       |
| 7  | (7) Ensure that:  |
| 8  | (A) Necessary and sufficient facilities are built or                          |
| 9  | obtained, furnished, and maintained;  |
| 10 | (B) All properties belonging to the district are managed                      |
| 11 | and maintained for the benefit of the school district;                        |
| 12 | (8) Approve the selection of curriculum and ensuring students                 |
| 13 | are offered and taught the courses of study and educational content required  |
| 14 | by the State Board of Education;  |
| 15 | (9) Visit district schools and classrooms when students are                   |
| 16 | present no less than annually and attend some events and functions.           |
| 17 | (10) Obtain the training and professional development necessary               |
| 18 | to serve as active and informed members of the school board of directors; and |
| 19 | (11) Do all other things necessary and lawful for the conduct of              |
| 20 | efficient free public schools in the school district.                         |
| 21 |   |
| 22 | SECTION 3. Arkansas Code § 6-17-204 is amended to read as follows:            |
| 23 | 6-17-204. Incorporation into teachers' contracts.                             |
| 24 | (a) The personnel policies of all school districts shall be considered        |
| 25 | to be incorporated as terms of the certified personnel contracts and shall be |
| 26 | binding upon the certified personnel and the school district.                 |
| 27 | (b)(l) Any changes or additions to the personnel policies shall not be        |
| 28 | considered a part of certified personnel contracts until the next fiscal      |
| 29 | year.   |
| 30 | (2)(A) Any changes or additions to the personnel policies may                 |
| 31 | take effect before the next fiscal year only if the changes or additions are  |
| 32 | approved by a majority of the certified personnel employed by the school      |
| 33 | district voting by secret ballot.   |
| 34 | (B) The voting and counting shall be conducted by the                         |
| 35 | personnel policy committee.   |
| 36 | (3) All changes or additions to the personnel policies or new                 |

36

1 personnel policies shall be made in accordance with this subchapter. 2 (c)(1)(A) A school district may adopt a uniform policy, in accordance with this subchapter, limiting the number of past years' experience for which 3 4 all newly employed certified personnel will receive credit on the salary 5 schedule. 6 (B) The policy shall be written so that a prospective 7 certified employee can determine his or her placement on the salary schedule. 8 Notwithstanding the provisions listed in subsection (b) of this section, any 9 change or addition to the personnel policies adopted by the school board of directors on or before June 30 each year to ensure compliance with state or 10 federal law or regulation shall be considered a part of certified personnel 11 contracts on July 1 of the same calendar year. 12 13 (2) Any changes or additions to the personnel policies adopted by the school board of directors between May 1 and June 30 each year that are 14 15 not required to ensure compliance with state or federal law or regulation 16 shall be considered a part of certified personnel contracts on July 1 of the 17 same calendar year if: 18 (A) A notice of the change is sent, no later than five (5) working days after final board action, by first class letter to the address 19 20 on record in the personnel file of each affected employee; and 21 (B) The notice of change includes: (i)(a) The new or modified policy. 22 23 (b) A modified policy shall be provided in a 24 form that clearly shows additions underlined and deletions stricken; and 25 (ii)(a) A provision that states that due to the 26 policy change, each continuing employee under contract shall have the power 27 to unilaterally exercise the power of rescission within a period of thirty 28 (30) days after the school board of directors takes final action, by 29 providing to the school board of directors a notice of rescission, in the 30 form of a letter of resignation, during the period of thirty (30) days. 31 (b) For continuing contract employees covered 32 under the Teacher Fair Dismissal Act of 1983, the power of rescission in this 33 section shall be in addition to the power of rescission provided under § 6-34 17-1506. 35  $\frac{(2)}{(d)}(1)$  A school district shall adopt, in accordance with this

subchapter, a supplement to the salary schedule for those certified licensed

| T  | staff employed longer than the period covered by the salary schedule and for  |
|----|---|
| 2  | duties in addition to <del>certified</del> <u>licensed</u> employees' regular teaching  |
| 3  | assignments.  |
| 4  | (3) (2) Compensation policies approved by the personnel policy  |
| 5  | committee shall not apply to the chief administrator who is charged with  |
| 6  | administration of salary policy for all employees.  |
| 7  | (4)(3) No certified person A licensed employee may not waive  |
| 8  | payment according to the salary schedule.   |
| 9  | (d)(e) Under the provisions of The Educator's Compensation Act of   |
| 10 | 2001, § $6-17-2101$ et seq. [Repealed], §§ $6-5-307(a)$ , and § $6-20-412$ , no <u>a</u>  |
| 11 | school district $\frac{\text{shall be}}{\text{is}}$ prohibited from paying $\frac{\text{certified staff}}{\text{staff}}$ a licensed |
| 12 | employee additional salary increases as a supplement to the salary schedule   |
| 13 | even though the <del>certified staff</del> <u>licensed employee</u> is not employed an  |
| 14 | additional time period longer than the period covered by the salary schedule  |
| 15 | or required to perform duties in addition to the certified employees'   |
| 16 | licensed employee's regular teaching assignments.   |
| 17 |   |
| 18 | SECTION 4. NOT TO BE CODIFIED. The document attached hereto titled  |
| 19 | "Prologue" contains the findings concerning the history of school board   |
| 20 | functions. The document, "Prologue", shall be filed in the journals of the  |
| 21 | House and Senate.   |
| 22 |   |
| 23 | /s/ Cook  |
| 24 |   |
| 25 | APPROVED: 4/7/2009  |
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