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AMENDMENTS TO LB705

(Amendments to Standing Committee amendments, AM1468)

Introduced by Wayne, 13.

- 1 1. Insert the following new sections:
- 2 Sec. 65. Section 79-566, Reissue Revised Statutes of Nebraska, is
- 3 amended to read:
- 4 79-566 The board of education of a Class IV school district shall at
- 5 a regular meeting elect from outside its own members a superintendent, an
- 6 associate superintendent of instruction, an associate superintendent of
- 7 business affairs, a school district treasurer, and the number of
- 8 employees the board of education may deem necessary for the proper
- 9 conduct of the affairs of the school district at such compensation
- 10 salaries as the board of education may determine, except that the
- 11 <u>compensation of the superintendent shall comply with the Superintendent</u>
- 12 Pay Transparency Act. The board may contract with them for terms not to
- 13 exceed three years. The election of all officers of the board of
- 14 education and all elections for filling vacancies on the board of
- 15 education shall be by ballot. No person shall be declared elected unless
- 16 he or she receives the vote of a majority of all the members of the board
- 17 of education.
- 18 Sec. 66. Section 79-567, Reissue Revised Statutes of Nebraska, is
- 19 amended to read:
- 20 79-567 The members of the board of education of a Class V school
- 21 district, at their regular meeting in January each year, shall elect a
- 22 president and vice president from their own members, who shall serve for
- 23 terms of one year or until their successors are elected and qualified.
- 24 The members of the board of education may also select from outside their
- 25 own members one superintendent of public schools, one secretary, one
- 26 treasurer, and such other officers as the board may deem necessary for

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the administration of the affairs of the school district, at such 1

- 2 compensation salary as the board may deem just, except that the
- 3 compensation of the superintendent shall comply with the Superintendent
- Pay Transparency Act. The members of the board of education, and in their 4
- 5 discretion, they may enter into contracts with such officers for terms of
- 6 not to exceed three years. The board shall have the power to elect its
- 7 president and vice president and to select its officers and employees in
- 8 accordance with rules adopted by the board.
- 9 Sec. 67. Section 79-594, Revised Statutes Cumulative Supplement,
- 10 2022, is amended to read:
- 11 79-594 The school board in a Class III or IV school district may
- 12 also elect at any regular meeting one superintendent of public
- instruction with such compensation salary as the board deems best, except 13
- 14 that such compensation shall comply with the Superintendent Pay
- 15 Transparency Act. The board and may enter into contract with the
- superintendent him or her at its discretion, for a term not to exceed 16
- 17 three years.
- Sec. 83. Section 79-1219, Reissue Revised Statutes of Nebraska, is 18
- 19 amended to read:
- 20 79-1219 Each board of an educational service unit deciding to
- 21 provide supplementary services shall appoint and fix the compensation and
- 22 duties of an administrator, who shall be a person experienced in public
- 23 school administration and who shall hold at least a standard
- 24 administrative certificate. The board shall fix the compensation of the
- administrator, except that such compensation shall comply with the 25
- 26 <u>Superintendent Pay Transparency Act.</u> With the advice of the
- 27 administrator, the board shall also employ and fix the compensation and
- duties of such professional and clerical assistants as shall be 28
- necessary. No board member of an educational service unit shall be 29
- 30 employed by the educational service unit board on which he or she is a
- board member. 31

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1 Sec. 88. Section 79-2401, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 79-2401 Sections 79-2401 to 79-2405 and sections 89 and 90 of this
- act shall be known and may be cited as the Superintendent Pay 4
- 5 Transparency Act.
- 6 Sec. 89. For purposes of the Superintendent Pay Transparency Act:
- 7 (1) Benefit means any amount, not included in salary, to be paid
- 8 during the contract year or to be paid in the future by a school district
- 9 or educational service unit in exchange for the personal services
- performed during such contract year resulting in a benefit for the 10
- 11 employee or the family of the employee including, but not limited to, (a)
- employer contributions pursuant to the School Employees Retirement Act or 12
- the Class V School Employees Retirement Act, (b) early retirement 13
- 14 inducements as defined in section 79-978 for employees of Class V school
- 15 districts and as defined in section 79-902 for employees of all other
- 16 school districts and educational service units, (c) cash awards paid by
- 17 the school district or educational service unit, (d) severance pay, (e)
- employer contributions made for the purpose of separation payments to be 18
- 19 made at retirement, (f) employer contributions to annuities, (g) employer
- 20 contributions to group life, health, or disability insurance premiums,
- 21 (h) payments made to an employee in lieu of employer contributions to
- 22 insurance premiums, and (i) the maximum cash payment for potential unused
- <u>leave of any type that could be accrued during such contract year;</u> 23
- (2) Compensation means a reasonable estimate of the total amount of 24
- 25 salary and benefits to be paid by a school district or educational
- 26 service unit in exchange for personal services performed during a
- 27 contract year;
- 28 (3) Compensation for a beginning teacher means compensation expected
- 29 to be paid by a school district or educational service unit for the first
- 30 year of teaching by a certificated teacher assuming such certificated
- teacher receives the maximum benefits generally available to a teacher 31

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1 who does not receive additional compensation for duties beyond the

- 2 <u>standard teaching contract; and</u>
- 3 (4) Salary means gross wages to be paid in exchange for personal
- 4 services performed during the contract year and includes (a) overtime
- 5 pay, (b) member contributions pursuant to the School Employees Retirement
- 6 Act or the Class V School Employees Retirement Act, and (c) amounts
- 7 contributed to plans under section 125, 403(b), or 457 of the Internal
- 8 Revenue Code or any other section of the code which defers or excludes
- 9 <u>such amounts from income.</u>
- 10 Sec. 90. (1) On and after the operative date of this section, no
- 11 <u>school district or educational service unit may enter into any contract</u>
- 12 with a superintendent for services to be rendered to a school district or
- 13 an administrator for services to be rendered to an educational service
- 14 <u>unit if such contract will cause, by the terms of such contract or in</u>
- 15 <u>combination with existing contracts, such school district or educational</u>
- 16 service unit to pay compensation for any contract year to or on behalf of
- 17 <u>such superintendent or administrator in excess of five times the</u>
- 18 compensation for a beginning teacher in such school district or
- 19 educational service unit for the same contract year.
- 20 (2) For purposes of this section:
- 21 (a) If a superintendent of a school district also receives
- 22 <u>compensation from an educational service unit in which such school</u>
- 23 <u>district is a member, such compensation shall be deemed compensation from</u>
- 24 <u>such school district; and</u>
- 25 (b) If an administrator of an educational service unit receives
- 26 compensation from a school district which is a member of such educational
- 27 service unit, such compensation shall be deemed compensation from such
- 28 educational service unit.
- 29 (3) Any contract entered into in violation of this section shall be
- 30 <u>invalid</u>, and money belonging to a school district or educational service
- 31 <u>unit shall not be expended on such a contract.</u>

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(4) Any compensation received by a superintendent or administrator 1 2 in violation of the limitations in this section shall be forfeited by 3 such superintendent or administrator and returned to the school district or educational service unit, and a notice regarding such excess 4 5 compensation shall be filed with the Commissioner of Education within 6 thirty days after the superintendent, administrator, school board, or 7 board of the educational service unit becomes aware of such violation.

Sec. 91. Section 79-2402, Reissue Revised Statutes of Nebraska, is 8 9 amended to read:

79-2402 (1) Before the school board of any school district or the 10 11 board of any educational service unit approves a proposed contract, or 12 any proposed amendment to an existing contract, for future superintendent services to be rendered to such school district by the current 13 14 superintendent or future administrator services to be rendered to such 15 educational service unit by the current administrator, the board shall publish a copy of such proposed contract or amendment, and a reasonable 16 17 estimate and description of all current and future costs to the school district or educational service unit if the proposed contract or 18 amendment were to be approved, and the maximum total compensation allowed 19 20 for the superintendent or administrator pursuant to section 90 of this 21 act at least three days before the meeting of the board at which such 22 proposed contract or amendment will be considered. Such publication shall 23 also specify the date, time, and place of the public meeting at which the 24 proposed contract or amendment will be considered. Electronic publication on the website of the school district or educational service unit shall 25 26 satisfy the requirement of this subsection if such electronic publication 27 is prominently displayed and allows public access to the entire proposed contract or amendment and all other information required by this section. 28 29

(2) After the school board of any school district or the board of any educational service unit approves а contract for future superintendent services to be rendered to such school district by a new AM1513 LB705 LPB - 04/26/2023 AM1513 LB705 LPB - 04/26/2023

- 1 superintendent or future administrator services to be rendered to such
- 2 educational service unit by a new administrator, the board shall publish
- 3 a copy of such contract, and a reasonable estimate and description of all
- 4 current and future costs to the school district or educational service
- 5 unit that will be incurred as a result of such contract, within two days
- 6 after the meeting of the board at which such contract was approved.
- 7 Electronic publication on the website of the school district or
- 8 educational service unit shall satisfy the requirement of this subsection
- 9 if such electronic publication is prominently displayed and allows public
- 10 access to the entire contract.
- 11 2. Correct the operative date and repealer sections so that the
- 12 sections added by this amendment become operative three calendar months
- 13 after the adjournment of this legislative session.
- 14 3. Renumber the remaining sections and correct internal references
- 15 accordingly.