

Boal, Chair  
Roberts  
Stevens

HSB 118

EDUCATION

Succeeded By  
HOUSE FILE 0294  
BY (PROPOSED COMMITTEE ON  
EDUCATION BILL BY CHAIRPERSON  
GRUNDBERG)

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act relating to contracts and compensation that benefit a  
2 member of the board of directors of a school district.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 277.27, Code 2001, is amended to read  
2 as follows:

3 277.27 QUALIFICATION.

4 A member of the board shall, at the time of election or  
5 appointment, be an eligible elector of the corporation or  
6 subdistrict. ~~Notwithstanding any contrary provision of the~~  
7 ~~Code, a member of the board of directors of a school district~~  
8 ~~shall not receive compensation directly from the school board.~~

9 Sec. 2. Section 279.7A, Code 2001, is amended to read as  
10 follows:

11 279.7A INTEREST IN PUBLIC CONTRACTS PROHIBITED --  
12 EXCEPTION.

13 A member of the board of directors of a school corporation  
14 shall not have an interest, direct or indirect, in a contract  
15 for the purchase of goods, including materials and profits,  
16 and the performance of services for the director's school  
17 corporation. A contract entered into in violation of this  
18 section is void. This section does not apply to contracts for  
19 the purchase of goods or services, including part-time or  
20 temporary employment, which benefit a director, if the benefit  
21 to the director does not exceed two thousand five hundred  
22 dollars in a fiscal year, and contracts made by a school  
23 board, upon competitive bid in writing, publicly invited and  
24 opened.

25 EXPLANATION

26 This bill strikes a Code provision that prohibits direct  
27 compensation of a member of the board of directors of a school  
28 district by the school board. The bill adds language to the  
29 Code to allow a school board to pay a member not more than  
30 \$2,500 annually for part-time or temporary employment.

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# REPRINTED

FEB 19 2001

Place On Calendar

HOUSE FILE 294  
BY COMMITTEE ON EDUCATION

(SUCCESSOR TO HSB 118)

Passed House, <sup>(P. 539)</sup> Date 2/28/01 Passed Senate, <sup>(P. 1055)</sup> Date 4-10-01  
Vote: Ayes 94 Nays 0 Vote: Ayes 50 Nays 0  
Approved April 19, 2001

## A BILL FOR

1 An Act relating to contracts and compensation that benefit a  
2 member of the board of directors of a school district.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

### HOUSE FILE 294

#### H-1074

7 1 Amend House File 294 as follows:  
8 2 1. Page 1, by striking lines 6 through 8 and  
9 3 inserting the following: "subdistrict.  
10 4 Notwithstanding any contrary provision of the Code, a  
11 5 member of the board of directors of a school district  
12 6 shall not receive compensation directly from the  
13 7 school board unless the compensation is for part-time  
14 8 or temporary employment and does not exceed the  
15 9 limitation set forth in section 279.7A."  
16 10 2. Page 1, by striking lines 19 and 20 and  
17 11 inserting the following: "the purchase of goods or  
18 12 services which benefit a director, or to compensation  
19 13 for part-time or temporary employment which benefits a  
20 14 director, if the benefit".

By BOAL of Polk

H-1074 FILED FEBRUARY 22, 2001

*Adopted*  
*2/28/01 (P. 538)*

HF 294

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2 as follows:

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13 A member of the board of directors of a school corporation  
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16 and the performance of services for the director's school  
17 corporation. A contract entered into in violation of this  
18 section is void. This section does not apply to contracts for  
19 the purchase of goods or services, including part-time or  
20 temporary employment, which benefit a director, if the benefit  
21 to the director does not exceed two thousand five hundred  
22 dollars in a fiscal year, and contracts made by a school  
23 board, upon competitive bid in writing, publicly invited and  
24 opened.

25 EXPLANATION

26 This bill strikes a Code provision that prohibits direct  
27 compensation of a member of the board of directors of a school  
28 district by the school board. The bill adds language to the  
29 Code to allow a school board to pay a member not more than  
30 \$2,500 annually for part-time or temporary employment.

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5-3/29/01 Do Pass

HOUSE FILE 294  
BY COMMITTEE ON EDUCATION

(SUCCESSOR TO HSB 118)

(As Amended and Passed by the House February 28, 2001)

Passed House (P.539) Date 2-28-01 Passed Senate (A1035) Date 4-10-01  
Vote: Ayes 94 Nays 0 Vote: Ayes 50 Nays 0  
Approved April 19, 2001

**A BILL FOR**

1 An Act relating to contracts and compensation that benefit a  
2 member of the board of directors of a school district.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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House Amendments \_\_\_\_\_

1 Section 1. Section 277.27, Code 2001, is amended to read  
2 as follows:

3 277.27 QUALIFICATION.

4 A member of the board shall, at the time of election or  
5 appointment, be an eligible elector of the corporation or  
6 subdistrict. Notwithstanding any contrary provision of the  
7 Code, a member of the board of directors of a school district  
8 shall not receive compensation directly from the school board  
9 unless the compensation is for part-time or temporary  
10 employment and does not exceed the limitation set forth in  
11 section 279.7A.

12 Sec. 2. Section 279.7A, Code 2001, is amended to read as  
13 follows:

14 279.7A INTEREST IN PUBLIC CONTRACTS PROHIBITED --  
15 EXCEPTION.

16 A member of the board of directors of a school corporation  
17 shall not have an interest, direct or indirect, in a contract  
18 for the purchase of goods, including materials and profits,  
19 and the performance of services for the director's school  
20 corporation. A contract entered into in violation of this  
21 section is void. This section does not apply to contracts for  
22 the purchase of goods or services which benefit a director, or  
23 to compensation for part-time or temporary employment which  
24 benefits a director, if the benefit to the director does not  
25 exceed two thousand five hundred dollars in a fiscal year, and  
26 contracts made by a school board, upon competitive bid in  
27 writing, publicly invited and opened.

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contracts made by a school board, upon competitive bid in writing, publicly invited and opened.

HOUSE FILE 294

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BRENT SIEGRIST  
Speaker of the House

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MARY E. KRAMER  
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 294, Seventy-ninth General Assembly.

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MARGARET THOMSON  
Chief Clerk of the House

Approved *April 19*, 2001

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THOMAS J. VILSACK  
Governor

AN ACT  
RELATING TO CONTRACTS AND COMPENSATION THAT BENEFIT A  
MEMBER OF THE BOARD OF DIRECTORS OF A SCHOOL DISTRICT.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 277.27, Code 2001, is amended to read as follows:

277.27 QUALIFICATION.

A member of the board shall, at the time of election or appointment, be an eligible elector of the corporation or subdistrict. Notwithstanding any contrary provision of the Code, a member of the board of directors of a school district shall not receive compensation directly from the school board unless the compensation is for part-time or temporary employment and does not exceed the limitation set forth in section 279.7A.

Sec. 2. Section 279.7A, Code 2001, is amended to read as follows:

279.7A INTEREST IN PUBLIC CONTRACTS PROHIBITED --  
EXCEPTION.

A member of the board of directors of a school corporation shall not have an interest, direct or indirect, in a contract for the purchase of goods, including materials and profits, and the performance of services for the director's school corporation. A contract entered into in violation of this section is void. This section does not apply to contracts for the purchase of goods or services which benefit a director, or to compensation for part-time or temporary employment which benefits a director, if the benefit to the director does not exceed two thousand five hundred dollars in a fiscal year, and