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AMENDMENTS TO LB818

(Amendments to Standing Committee amendments, AM1172)

Introduced by Wayne, 13.

- 1 1. Insert the following new sections:
- 2 Sec. 45. For purposes of this section and section 46 of this act:
- 3 (1) Benefit means any amount, not included in salary, to be paid
- 4 during the contract year or to be paid in the future by a school district
- 5 <u>or educational service unit in exchange for the personal services</u>
- 6 performed during such contract year resulting in a benefit for the
- 7 employee or the family of the employee including, but not limited to, (a)
- 8 employer contributions pursuant to the School Employees Retirement Act or
- 9 the Class V School Employees Retirement Act, (b) early retirement
- 10 <u>inducements as defined in section 79-978 for employees of Class V school</u>
- 11 districts and as defined in section 79-902 for employees of all other
- 12 school districts and educational service units, (c) cash awards paid by
- 13 the school district or educational service unit, (d) severance pay, (e)
- 14 employer contributions made for the purpose of separation payments to be
- 15 made at retirement, (f) employer contributions to annuities, (g) employer
- 16 contributions to group life, health, or disability insurance premiums,
- 17 (h) payments made to an employee in lieu of employer contributions to
- 18 insurance premiums, and (i) the maximum cash payment for potential unused
- 19 leave of any type that could be accrued during such contract year;
- 20 (2) Compensation means a reasonable estimate of the total amount of
- 21 <u>salary</u> and benefits to be paid by a school district or educational
- 22 <u>service unit in exchange for personal services performed during a</u>
- 23 contract year;
- 24 (3) Compensation for a beginning teacher means compensation expected
- 25 to be paid by a school district or educational service unit for the first
- 26 year of teaching by a certificated teacher assuming such certificated

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- 1 <u>teacher receives the maximum benefits generally available to a teacher</u>
- 2 <u>who does not receive additional compensation for duties beyond the</u>
- 3 <u>standard teaching contract; and</u>
- 4 (4) Salary means gross wages to be paid in exchange for personal
- 5 <u>services performed during the contract year and includes (a) overtime</u>
- 6 pay, (b) member contributions pursuant to the School Employees Retirement
- 7 Act or the Class V School Employees Retirement Act, and (c) amounts
- 8 contributed to plans under section 125, 403(b), or 457 of the Internal
- 9 Revenue Code or any other section of the code which defers or excludes
- 10 such amounts from income.
- 11 Sec. 46. (1) On and after July 1, 2023, a school district or
- 12 <u>educational service unit that receives money under the Tax Equity in</u>
- 13 Educational Opportunities Support Act or the Education Future Fund shall
- 14 <u>not enter into any contract with a superintendent for services to be</u>
- 15 <u>rendered to a school district or an administrator for services to be</u>
- 16 rendered to an educational service unit if such contract will cause, by
- 17 the terms of such contract or in combination with existing contracts,
- 18 such school district or educational service unit to pay compensation for
- 19 any contract year to or on behalf of such superintendent or administrator
- 20 <u>in excess of five times the compensation for a beginning teacher in such</u>
- 21 <u>school district or educational service unit for the same contract year.</u>
- 22 (2) For purposes of this section:
- 23 (a) If a superintendent of a school district also receives
- 24 compensation from an educational service unit in which such school
- 25 district is a member, such compensation shall be deemed compensation from
- 26 <u>such school district; and</u>
- 27 <u>(b) If an administrator of an educational service unit receives</u>
- 28 compensation from a school district which is a member of such educational
- 29 <u>service unit, such compensation shall be deemed compensation from such</u>
- 30 <u>educational service unit.</u>
- 31 (3) Any contract entered into in violation of this section shall be

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1 <u>invalid</u>, and money belonging to a school district or educational service

- 2 <u>unit shall not be expended on such a contract.</u>
- 3 (4) Any compensation received by a superintendent or administrator
- 4 <u>in violation of the limitations in this section shall be forfeited by</u>
- 5 <u>such superintendent or administrator and returned to the school district</u>
- 6 or educational service unit, and a notice regarding such excess
- 7 <u>compensation shall be filed with the Commissioner of Education within</u>
- 8 thirty days after the superintendent, administrator, school board, or
- 9 board of the educational service unit becomes aware of such violation.
- 2. Renumber the remaining sections accordingly.