CHAPTER 176–S.F.No. 2653

An act relating to education; establishing a conflict of interest exception for certain contracts requiring school board approval; amending Minnesota Statutes 2006, section 471.88, by adding a subdivision.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 2006, section 471.88, is amended by adding a subdivision to read:

<u>Subd.</u> 21. <u>Contract with no bids required.</u> <u>Notwithstanding subdivision 1, a local</u> <u>school board may contract with a class of school district employees such as teachers</u> <u>or custodians where the spouse of a school board member is a member of the class</u> <u>of employees contracting with the school board and the employee spouse receives no</u> <u>special monetary or other benefit that is substantially different from the benefits that</u> <u>other members of the class receive under the employment contract. A school board</u> <u>invoking this exception must have a majority of disinterested school board members vote</u> <u>to approve the contract, direct the school board member spouse to abstain from voting to</u> <u>approve the contract, and publicly set out the essential facts of the contract at the meeting</u> <u>where the contract is approved.</u>

EFFECTIVE DATE. This section is effective the day following final enactment.

Presented to the governor April 3, 2008

Signed by the governor April 4, 2008, 4:10 p.m.