By: Senator(s) Dearing

To: Education

## SENATE BILL NO. 2254

AN ACT TO AMEND SECTION 37-7-301, MISSISSIPPI CODE OF 1972, TO REQUIRE LOCAL SCHOOL BOARDS TO USE COMPETITIVE BIDDING PROCEDURES WHEN SELECTING VENDORS AUTHORIZED TO MAKE SOLICITATIONS OF STUDENTS ON SCHOOL PROPERTY, OFFER CATASTROPHIC HEALTH OR ACCIDENT INSURANCE COVERAGE TO STUDENTS OR FOR FUND-RAISING ACTIVITIES; TO AMEND SECTION 31-7-23, MISSISSIPPI CODE OF 1972, TO PROHIBIT SCHOOL ADMINISTRATORS FROM ACCEPTING ANY GIFTS OR THINGS OF VALUE FROM VENDORS SELLING ITEMS TO STUDENTS; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 37-7-301, Mississippi Code of 1972, is amended as follows:

13 37-7-301. The school boards of all school districts shall 14 have the following powers, authority and duties in addition to all 15 others imposed or granted by law, to wit:

16 (a) To organize and operate the schools of the district 17 and to make such division between the high school grades and 18 elementary grades as, in their judgment, will serve the best 19 interests of the school;

20 (b) To introduce public school music, art, manual 21 training and other special subjects into either the elementary or 22 high school grades, as the board shall deem proper;

(c) To be the custodians of real and personal school
property and to manage, control and care for same, both during the
school term and during vacation;

26 (d) To have responsibility for the erection, repairing 27 and equipping of school facilities and the making of necessary 28 school improvements;

29 (e) To suspend or to expel a pupil for misconduct in

30 the school, upon school buses, on the road to and from school, during recess or upon the school playgrounds, and to delegate such 31 32 authority to the appropriate officials of the school district; (f) To visit schools in the district, in their 33 34 discretion, in a body for the purpose of determining what can be done for the improvement of the school in a general way; 35 36 (g) To support, within reasonable limits, the superintendent, administrative superintendent, principal and 37 38 teachers where necessary for the proper discipline of the school; 39 To exclude from the schools students with what (h) appears to be infectious or contagious diseases; provided, 40 41 however, such student may be allowed to return to school upon 42 presenting a certificate from a public health officer, duly 43 licensed physician or nurse practitioner that the student is free from such disease; 44 45 (i) To require those vaccinations specified by the 46 State Health Officer as provided in Section 41-23-37, Mississippi Code of 1972; 47

48 (j) To see that all necessary utilities and services
49 are provided in the schools at all times when same are needed;
50 (k) To authorize the use of the school buildings and

51 grounds for the holding of public meetings and gatherings of the 52 people under such regulations as may be prescribed by said board;

53 (1) To prescribe and enforce rules and regulations not 54 inconsistent with law or with the regulations of the State Board 55 of Education for their own government and for the government of 56 the schools, and to transact their business at regular and special 57 meetings called and held in the manner provided by law;

(m) To maintain and operate all of the schools under their control for such length of time during the year as may be required;

(n) To enforce in the schools the courses of study and
the use of the textbooks prescribed by the proper authorities;

63 (0)To make orders directed to the superintendent of 64 schools or administrative superintendent for the issuance of pay certificates for lawful purposes on any available funds of the 65 district and to have full control of the receipt, distribution, 66 67 allotment and disbursement of all funds provided for the support and operation of the schools of such school district whether such 68 funds be derived from state appropriations, local ad valorem tax 69 70 collections, or otherwise;

(p) To select all school district personnel in the manner provided by law, and to provide for such employee fringe benefit programs, including accident reimbursement plans, as may be deemed necessary and appropriate by the board;

75 (q) To provide athletic programs and other school 76 activities and to regulate the establishment and operation of such 77 programs and activities;

(r) To join, in their discretion, any association of school boards and other public school-related organizations, and to pay from local funds other than minimum foundation funds, any membership dues;

To expend local school activity funds, or other 82 (s) available school district funds, other than minimum education 83 program funds, for the purposes prescribed under this paragraph. 84 85 "Activity funds" shall mean all funds received by school officials in all school districts paid or collected to participate in any 86 87 school activity, such activity being part of the school program 88 and partially financed with public funds or supplemented by public The term "activity funds" shall not include any funds 89 funds. 90 raised and/or expended by any organization unless commingled in a bank account with existing activity funds, regardless of whether 91 92 the funds were raised by school employees or received by school 93 employees during school hours or using school facilities, and regardless of whether a school employee exercises influence over 94 95 the expenditure or disposition of such funds. Organizations shall

96 not be required to make any payment to any school for the use of any school facility if, in the discretion of the local school 97 98 governing board, the organization's function shall be deemed to be beneficial to the official or extracurricular programs of the 99 100 school. For the purposes of this provision, the term 101 "organization" shall not include any organization subject to the 102 control of the local school governing board. Activity funds may 103 only be expended for any necessary expenses or travel costs, 104 including advances, incurred by students and their chaperons in 105 attending any in-state or out-of-state school-related programs, conventions or seminars and/or any commodities, equipment, travel 106 107 expenses, purchased services or school supplies which the local 108 school governing board, in its discretion, shall deem beneficial 109 to the official or extracurricular programs of the district, including items which may subsequently become the personal 110 111 property of individuals, including yearbooks, athletic apparel, 112 book covers and trophies. Activity funds may be used to pay travel expenses of school district personnel. The local school 113 114 governing board shall be authorized and empowered to promulgate 115 rules and regulations specifically designating for what purposes 116 school activity funds may be expended. The local school governing board shall provide (a) that such school activity funds shall be 117 118 maintained and expended by the principal of the school generating 119 the funds in individual bank accounts, or (b) that such school 120 activity funds shall be maintained and expended by the 121 superintendent of schools in a central depository approved by the 122 board. The local school governing board shall provide that such school activity funds be audited as part of the annual audit 123 required in Section 37-9-18. The State Auditor shall prescribe a 124 125 uniform system of accounting and financial reporting for all 126 school activity fund transactions;

127 (t) To contract, on a shared savings, lease or128 lease-purchase basis, for energy efficiency services and/or

129 equipment as provided for in Section 31-7-14, not to exceed ten
130 (10) years;

131 (u) To maintain accounts and issue pay certificates on132 school food service bank accounts;

133 (v) (i) To lease a school building from an individual, 134 partnership, nonprofit corporation or a private for-profit corporation for the use of such school district, and to expend 135 136 funds therefor as may be available from any nonminimum program 137 sources. The school board of the school district desiring to 138 lease a school building shall declare by resolution that a need exists for a school building and that the school district cannot 139 140 provide the necessary funds to pay the cost or its proportionate share of the cost of a school building required to meet the 141 present needs. The resolution so adopted by the school board 142 143 shall be published once each week for three (3) consecutive weeks 144 in a newspaper having a general circulation in the school district 145 involved, with the first publication thereof to be made not less than thirty (30) days prior to the date upon which the school 146 147 board is to act on the question of leasing a school building. Τf no petition requesting an election is filed prior to such meeting 148 149 as hereinafter provided, then the school board may, by resolution 150 spread upon its minutes, proceed to lease a school building. If 151 at any time prior to said meeting a petition signed by not less 152 than twenty percent (20%) or fifteen hundred (1500), whichever is less, of the qualified electors of the school district involved 153 154 shall be filed with the school board requesting that an election be called on the question, then the school board shall, not later 155 than the next regular meeting, adopt a resolution calling an 156 157 election to be held within such school district upon the question 158 of authorizing the school board to lease a school building. Such 159 election shall be called and held, and notice thereof shall be given, in the same manner for elections upon the questions of the 160 161 issuance of the bonds of school districts, and the results thereof

162 shall be certified to the school board. If at least three-fifths 163 (3/5) of the qualified electors of the school district who voted 164 in such election shall vote in favor of the leasing of a school building, then the school board shall proceed to lease a school 165 166 building. The term of the lease contract shall not exceed twenty (20) years, and the total cost of such lease shall be either the 167 amount of the lowest and best bid accepted by the school board 168 169 after advertisement for bids or an amount not to exceed the 170 current fair market value of the lease as determined by the 171 averaging of at least two (2) appraisals by members of the American Institute of Real Estate Appraisers or the Society of 172 173 Real Estate Appraisers. The term "school building" as used in 174 this item (v) shall be construed to mean any building or buildings 175 used for classroom purposes in connection with the operation of schools and shall include the site therefor, necessary support 176 177 facilities, and the equipment thereof and appurtenances thereto 178 such as heating facilities, water supply, sewage disposal, 179 landscaping, walks, drives and playgrounds. The term "lease" as 180 used in this item (v)(i) may include a lease/purchase contract;

181 (ii) If two (2) or more school districts propose 182 to enter into a lease contract jointly, then joint meetings of the school boards having control may be held but no action taken shall 183 184 be binding on any such school district unless the question of 185 leasing a school building is approved in each participating school district under the procedure hereinabove set forth in item (v)(i). 186 187 All of the provisions of item (v)(i) regarding the term and amount 188 of the lease contract shall apply to the school boards of school districts acting jointly. Any lease contract executed by two (2) 189 or more school districts as joint lessees shall set out the amount 190 191 of the aggregate lease rental to be paid by each, which may be 192 agreed upon, but there shall be no right of occupancy by any 193 lessee unless the aggregate rental is paid as stipulated in the 194 lease contract. All rights of joint lessees under the lease

195 contract shall be in proportion to the amount of lease rental paid 196 by each;

197 (w) To employ all noninstructional and noncertificated 198 employees and fix the duties and compensation of such personnel 199 deemed necessary pursuant to the recommendation of the 200 superintendent of schools or the administrative superintendent;

201 (x) To employ and fix the duties and compensation of202 such legal counsel as deemed necessary;

(y) Subject to rules and regulations of the State Board of Education, to purchase, own and operate trucks, vans and other motor vehicles, which shall bear the proper identification required by law;

(z) To expend funds for the payment of substitute
 teachers and to adopt reasonable regulations for the employment
 and compensation of such substitute teachers;

210 (aa) To acquire in its own name by purchase all real 211 property which shall be necessary and desirable in connection with the construction, renovation or improvement of any public school 212 213 building or structure. If the board shall be unable to agree with the owner of any such real property in connection with any such 214 215 project, the board shall have the power and authority to acquire 216 any such real property by condemnation proceedings pursuant to 217 Section 11-27-1 et seq., Mississippi Code of 1972, and for such 218 purpose, the right of eminent domain is hereby conferred upon and vested in said board. Provided further, that the local school 219 220 board is authorized to grant an easement for ingress and egress over sixteenth section land or lieu land in exchange for a similar 221 222 easement upon adjoining land where the exchange of easements 223 affords substantial benefit to the sixteenth section land; 224 provided, however, the exchange must be based upon values as 225 determined by a competent appraiser, with any differential in 226 value to be adjusted by cash payment. Any easement rights granted 227 over sixteenth section land under such authority shall terminate

when the easement ceases to be used for its stated purpose. No sixteenth section or lieu land which is subject to an existing lease shall be burdened by any such easement except by consent of the lessee or unless the school district shall acquire the unexpired leasehold interest affected by the easement;

(bb) To charge reasonable fees related to the educational programs of the district, in the manner prescribed in Section 37-7-335;

(cc) Subject to rules and regulations of the State
Board of Education, to purchase relocatable classrooms for the use
of such school district, in the manner prescribed in Section
37-1-13;

(dd) Enter into contracts or agreements with other school districts, political subdivisions or governmental entities to carry out one or more of the powers or duties of the school board, or to allow more efficient utilization of limited resources for providing services to the public;

(ee) To provide for in-service training for employees 245 246 of the district. Until June 30, 1994, the school boards may designate two (2) days of the minimum school term, as defined in 247 248 Section 37-19-1, for employee in-service training for 249 implementation of the new statewide testing system as developed by the State Board of Education. Such designation shall be subject 250 251 to approval by the State Board of Education pursuant to uniform 252 rules and regulations;

253 (ff) The school boards of all school districts, as part 254 of their duties to prescribe the use of textbooks, may provide 255 that parents and legal guardians shall be responsible for the 256 textbooks and for the compensation to the school district for any books which are not returned to the proper schools upon the 257 258 withdrawal of their dependent child. If a textbook is lost or not 259 returned by any student who drops out of the public school 260 district, the parent or legal guardian shall also compensate the

261 school district for the fair market value of the textbooks;

(gg) To conduct fund-raising activities on behalf of 262 263 the school district that the local school board, in its discretion, deems appropriate or beneficial to the official or 264 265 extracurricular programs of the district; provided that: Any proceeds of the fund-raising activities 266 (i) 267 shall be treated as "activity funds" and shall be accounted for as 268 are other activity funds under this section; and 269 (ii) Fund-raising activities conducted or 270 authorized by the board for the sale of school pictures, the rental of caps and gowns or the sale of graduation invitations for 271 272 which the school board receives a commission, rebate or fee shall 273 contain a disclosure statement advising that a portion of the 274 proceeds of the sales or rentals shall be contributed to the student activity fund; 275 276 (hh) To procure any vendor whose products or services 277 are used in conjunction with fund-raising activity, any vendor who is invited into the schools to make sales to students, and any 278 279 vendor who is invited into the school to offer catastrophic health 280 insurance or accident insurance coverage to students through a 281 competitive bid process consisting of the following: 282 (i) The development of a request for proposals which shall be advertised in at least one (1) newspaper of general 283 284 circulation in the county wherein the school district is located, and shall inform interested parties of the goods or services which 285 286 are to be offered for sale, or lease to the students as well as 287 any other restrictions on responses to the request for proposals including deadlines for submissions. 288 (ii) Review of the responses by a school district 289 committee of at least five (5) persons of whom at least one (1) 290 291 shall be a student and at least one (1) shall be a parent. In

292 reviewing responses, the committee shall rank the responses on the

293 basis of the prices offered, the quality of the product offered,

294 the reputation of the vendors, the extent to which the product or service meets the student's needs, and the vendor's history, if 295 296 any, in providing products or services to the school district or 297 its students. 298 (iii) The committee may reject any proposals which 299 do not conform to the specifications provided in the request for proposals, and may reject all proposals if, in the opinion of the 300 committee, the district or the students are best served by such 301 302 action. 303 (iv) The committee shall review responses ranked 304 as provided above and shall select the vendor which, in the 305 opinion of the committee, will provide the best product or service to the students and the district. Records of the selection 306 process shall be maintained by the district for at least three (3) 307 308 years. 309 (v) The successful bidder shall be informed of 310 selection by telephone and in writing. (ii) To allow individual lessons for music, art and 311 312 other curriculum-related activities for academic credit or nonacademic credit during school hours and using school equipment 313 314 and facilities, subject to uniform rules and regulations adopted by the school board; 315 316 (jj) To charge reasonable fees for participating in an 317 extracurricular activity for academic or nonacademic credit for necessary and required equipment such as safety equipment, band 318 319 instruments and uniforms; 320 (kk) To conduct or participate in any fund-raising 321 activities on behalf of or in connection with a tax-exempt 322 charitable organization; 323 (11) To exercise such powers as may be reasonably 324 necessary to carry out the provisions of this section; and (mm) To expend funds for the services of nonprofit arts 325 326 organizations or other such nonprofit organizations who provide

327 performances or other services for the students of the school 328 district.

329 SECTION 2. Section 31-7-23, Mississippi Code of 1972, is 330 amended as follows:

331 31-7-23. (1) Any rebates, refunds, coupons, merit points, gratuities or any article of value tendered or received by any 332 agency or governing authority from any vendor of material, 333 334 supplies, equipment or other articles shall inure to the benefit 335 of the agency or governing authority making the purchase. The 336 agency or governing authority may, in accordance with its best interest, either take delivery of the article of value tendered 337 338 and use the same or convert it to cash by selling it for its fair 339 and reasonable value, making use of the proceeds from such sale 340 for the exclusive benefit of the agency or governing authority. 341 (2) Whenever any school principal, assistant principal, 342 superintendent, assistant superintendent or other school district 343 employee participates in the selection procedure allowing vendors to sell products, services or insurance policies to students as 344 345 provided for in Section 37-7-301(hh), such person may not receive any gift or thing of value, including money, from any vendor 346 347 seeking or receiving the privilege of selling items to students. Any gift or thing of value, including money, which may heretofore 348 be given to employees of the school district shall become the 349

350 property of the school district and any school district employee who accepts a gift or thing of value, including money, in

352 violation of this provision shall be punished in accordance with

353 <u>Section 31-7-55.</u>

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SECTION 3. This act shall take effect and be in force from 354 355 and after July 1, 1999.