1	State of Arkansas	A Bill	
2	93rd General Assembly	A DIII	
3	Regular Session, 2021		SENATE BILL 540
4			
5	By: Senator B. Davis		
6	By: Representative Gonzales		
7		E. A. A. T. D. E. M.	
8	For An Act To Be Entitled		
9	AN ACT CONCERNING A CONTRACT OF EMPLOYMENT FOR A		
10	PUBLIC SCHOOL DISTRICT SUPERINTENDENT; TO SPECIFY		
11	TERMS REGARDING TERMINATION AND BUYOUT AGREEMENTS		
12	THAT A CONTRACT OF EMPLOYMENT FOR A PUBLIC SCHOOL		
13	DISTRICT SUPERINTENDENT SHALL INCLUDE; AND FOR OTHER		
14	PURPOSES.		
15			
16			
17		Subtitle	
18	TO SPECI	IFY TERMS REGARDING TERMINATION	ON
19	AND BUYO	OUT AGREEMENTS THAT A CONTRAC	T OF
20	EMPLOYM	ENT FOR A PUBLIC SCHOOL DISTR	ICT
21	SUPERINT	TENDENT SHALL INCLUDE.	
22			
23			
24	BE IT ENACTED BY THE GENE	CRAL ASSEMBLY OF THE STATE OF	ARKANSAS:
25			
26	SECTION 1. Arkansa	s Code § 6-17-301(b), concern	ning the contract of
27	employment for a superint	endent, is amended to read as	s follows:
28	(b) <u>(l)</u> A superinte	endent's contract of employmen	nt <u>or an amendment to a</u>
29	superintendent's contract	of employment with a school	district may shall
30	include standards for whi	ch a superintendent may be to	erminated for cause and
31	without the school distri	ct's having any further finar	ncial obligation to the
32	superintendent if:		
33	(1) The scho	ol district has:	
34	(А) Ве	en placed on fiscal distress	by the Division of
35	Elementary and Secondary	Education because of:	
36	+	i) Commitments made by the	superintendent of which

1	the school district board of directors had no notice or knowledge; or		
2	(ii) A material misrepresentation made by the		
3	superintendent concerning the school district's finances that the school		
4	district board of directors relied upon to the detriment of the school		
5	district;		
6	(B) Exhausted all appeals of the division's decision		
7	regarding the fiscal distress determination;		
8	(2) The superintendent was provided:		
9	(A) Notice of the reason for termination;		
10	(B) A hearing to allow the superintendent to explain or		
11	rebut the reasons stated in the notice; and		
12	(C) A record of the hearing provided at the expense of the		
13	school district; and		
14	(3) The superintendent's contract was terminated by a majority		
15	vote of the full school district board of directors after the hearing		
16	described in subdivision (b)(2) of this section.		
17	(2) A contract buyout agreement shall not:		
18	(A)(i) Use more than twelve (12) months' worth of state		
19	funds to compensate an outgoing superintendent.		
20	(ii) However, the use of state funds for a contract		
21	buyout agreement shall not exceed the amount of money owed to the		
22	superintendent under the remainder of his or her contract of employment with		
23	a school district; or		
24	(B) Use state funds to compensate an outgoing		
25	superintendent for any term exceeding the remainder of the current fiscal		
26	year.		
27	(3) Subdivision (b)(1) of this section does not prohibit a		
28	public school district from authorizing an outgoing superintendent to obtain		
29	employment as either a teacher or other agreed-upon employment position othe		
30	than the position of superintendent within the public school district.		
31			
32			
33			
34			
35			
36			