

Conflicts of Interest (Districts with fewer than 2,000 students)

Neither a school director nor a district officer (such as the superintendent) may benefit, directly or indirectly, in any contract made by, through, or under the director's or officer's supervision, except as permitted below:

- A. A director, a director's or an officer's spouse, or a director's or an officer's dependent may be paid no more than \$1,000 in any calendar month for unskilled day labor.
- B. A director may be employed as a bus driver at the same compensation and on the same terms as other district bus drivers.
- C. A director or officer may enter into a contract with the district to offer goods and services (except for legal services) if the director or officer does not receive more than \$3,000 in any calendar month under the contract. The district will maintain a list of all contracts covered under this paragraph, and the list will be available for the public to inspect and copy.
- D. A director may be designated as district clerk and/or purchasing agent of the district.
- E. The spouse of a director or officer may be employed as a substitute teacher on the same terms and at the same compensation as other substitute teachers in the district. For a director's or officer's spouse to be employed as a substitute teacher, the superintendent must find that the number of qualified substitute teachers in the district is insufficient to meet the district's anticipated needs, and the superintendent must ensure that substitute teachers are fairly and impartially assigned to available positions.
- F. If a director's or officer's spouse was employed by the district as a classified or certificated employee before the director or officer took office, the spouse's employment contract can be renewed. The terms of the contract must be commensurate with the pay plan or collective bargaining agreement operating in the district for that position.
- G. In school districts with fewer than 200 full-time equivalent students, the district may employ the spouse of a director or officer as a certificated or classified staff member.
- H. A director may be employed as a substitute teacher or a substitute educational aide in school districts with 300 or fewer full-time equivalent students. For the director to be employed as a substitute teacher or substitute educational aide, the terms the contract must be commensurate with the pay plan or collective bargaining agreement operating in the district for that position, and the board must find that the number of qualified substitute teachers and educational aides in the district is insufficient to meet the district's anticipated needs.
- I. A director or officer may have a remote interest in a contract. The interest, though, must be disclosed prior to board action and must be recorded in the official minutes.

A director may not vote on the authorization, approval, or ratification of a contract in which he or she is beneficially interested and to which one of the exemptions described above applies. Before the board approves a contract in which a director is beneficially interested, the director must disclose his or her interest to the board, and the director's interest must be noted in the official minutes.

Before the board approves the employment of a director, a director's or an officer's spouse, or a director's or an officer's dependent, the superintendent or designee will inform the board of other individuals who are

qualified for and interested in the position(s) to be filled. The district will not discriminate in any way against any applicant for a position or employee based on a family relationship with a director or officer. All employment decisions will be made by choosing the applicant that furthers the best interests of the school district.

Whenever a director, his or her spouse, or his or her dependent is employed by the district, the director will refrain from participating in or attempting to influence any board action affecting the employment status of the director, his or her spouse, or his or her dependent. Actions affecting employment status include, but are not limited to, hiring, establishing compensation and fringe benefits, setting working conditions, conducting performance evaluations, and considering or imposing discipline and termination.

The superintendent will maintain a log of any contract subject to this policy and will annually, or when a new director assumes office, inform the board of the existence of those contracts.

Cross References: 6230 - Relations with Vendors

Legal References: RCW 28A.330.240 Employment contracts
RCW 28A.405.250 Certificated employees, applicants for
certificated position, not to be discriminated against — Right
to inspect personnel file
RCW 28A.635.050 Certain corrupt practices of school officials
Penalty
RCW 42.23.030 Interest in Contracts Prohibited
RCW 42.23.040 Remote interests

Management Resources: 2011 - December Issue
Policy News, April 2006 Conflict of Interest
2022 - October Issue
2023 – July Issue

Adoption Date: 07.87
Classification: **Encouraged**
Revised Dates: **02.93; 08.95; 08.01; 07.20; 11.23**