Policy No.: 130.2

It will be unlawful for any board member to have pecuniary interest directly or indirectly in any contract or other transaction pertaining to the maintenance or conduct of the school district, or to accept any reward or compensation for services rendered as a board member except as otherwise provided by law. The board may accept and award contracts involving the school district to businesses in which a trustee or his or her relative has a direct or indirect interest if three (3) or less suppliers of a good or a service exist within a fifteen (15) mile radius of where the good or service is to be provided and the contract is necessary to respond to a disaster. If no disaster exists the following procedures must be followed:

- 1. The contract is competitively bid and the board member or his or her relative submits the low bid;
- 2. Neither the board member nor his or her relative takes part in the preparation of the contract or bid specifications, and the board member takes no part in voting on or approving the contract or bid specification;
- 3. The board member makes full disclosure, in writing, to all members of the board of his or her interest, or the interest of his or her relative, and sets forth his or her intention, or the intention of his or her relative, to bid on the contract; and
- 4. Neither the board member nor his or her relative has violated any provisions of Idaho law pertaining to competitive bidding or improper solicitation of business.

"Relative" is defined as a person related to the board member by blood or marriage within the second degree.

The receiving, soliciting, or acceptance of monies of a school district for deposit in any bank or trust company, or the lending of money by any bank or trust company to any school district, will not be deemed to be a contract pertaining to the maintenance or conduct of a school district. The payment by any school district board of compensation to any bank or trust company for services rendered in the transaction of any banking business with such board, will also not be deemed the payment of any reward or compensation to any officer or director of any such bank or trust company.

It will be unlawful for the board of any school district to enter into or execute any contract with the spouse of any member of such board, the terms of which said contract requires, or will require, the payment or delivery of any school district funds, money or property to such spouse, except as provided above.

When any relative of any board member or relative of the spouse of a board member related by affinity or consanguinity within the second degree is considered for employment in a school district, such board member will abstain from voting in the election of such relative, and will be absent from the meeting while such employment is being considered and determined.

POLICY TITLE: Board Member Conflict of Interest Policy No.: 130.2

Page 2 of 2

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LEGAL REFERENCE:

Idaho Code Sections

18-1361 18-1361A 33-506

33-507

ADOPTED: 9/19/77

AMENDED: 11/10/80; 10/14/2002

REVIEWED: 4/10/2000

SECTION 100: BOARD OF TRUSTEES