1	HOUSE JUDICIARY COMMITTEE SUBSTITUTE FOR HOUSE BILL 436
2	49th legislature - STATE OF NEW MEXICO - FIRST SESSION, 2009
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10	AN ACT
11	RELATING TO PUBLIC SCHOOL PERSONNEL; AMENDING THE SCHOOL
12	PERSONNEL ACT TO CLARIFY THE PROCESS FOR TERMINATION AND
13	DISCHARGE OF SCHOOL EMPLOYEES.
14	
15	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
16	Section 1. Section 22-10A-21 NMSA 1978 (being Laws 1967,
17	Chapter 16, Section 113, as amended) is amended to read:
18	"22-10A-21. EMPLOYMENT CONTRACTSDURATION
19	A. All employment contracts between [ <del>local</del> ] school
20	[ <del>boards</del> ] <u>districts</u> and [ <del>certified</del> ] <u>licensed</u> school [ <del>personnel</del> ]
21	employees and between governing authorities of state agencies
22	and [ <del>certified school instructors</del> ] <u>licensed school employees</u>
23	shall be in writing on forms approved by the [ <del>state board</del> ]
24	department or the state agency. These forms shall contain and
25	specify the term of service, the salary to be paid, the method
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1 of payment, the causes for termination of the contract and 2 other provisions required by [the regulations of the state 3 board] rules of the department or the state agency. 4 B. All employment contracts between [local] school 5 [boards] districts and [certified] licensed school [personnel] 6 employees and between governing authorities of state agencies 7 and [certified school instructors] licensed school employees 8 shall be for a period of one school year except: 9 (1) contracts for less than one school year 10 are permitted to fill personnel vacancies [<del>which</del>] <u>that</u> occur 11 during the school year; 12 contracts for the remainder of a school (2)13 year are permitted to staff programs when the availability of 14 funds for the programs is not known until after the beginning 15 of the school year; 16 contracts for less than one school year (3) bracketed material] = delete 17 are permitted to staff summer school programs and to staff underscored material = new 18 federally funded programs in which the federally approved 19 programs are specified to be conducted for less than one school 20 year; 21 (4) contracts not to exceed three years are 22 permitted for [certified] licensed school administrators in 23 public schools who are engaged in administrative functions for 24 more than one-half of their employment time; and 25 (5)

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(5) contracts not to exceed three years are

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permitted at the discretion of the [<del>local</del>] school [<del>board</del>] <u>districts</u> for [<del>certified school instructors</del>] <u>licensed school</u> <u>employees</u> in public schools who have been employed in the school district for three consecutive school years.

C. Persons employed under contracts for periods of less than one school year as provided in Paragraphs (1) and (2) of Subsection B of this section shall be accorded all the duties, rights and privileges of the [Certified] School Personnel Act.

D. In determination of eligibility for unemployment compensation rights and benefits for [certified school instructors] licensed school employees where those rights and benefits are claimed to arise from the employment relationship between school districts or governing authorities of state agencies [or local school boards] and [certified school instructors] licensed school employees, that period of a year not covered by a school year shall not be considered an unemployment period.

E. Except as provided in Section [22-10-12] 22-10A-22 NMSA 1978, a person employed by contract pursuant to this section has no legitimate objective expectancy of reemployment, and no contract entered into pursuant to this section shall be construed as an implied promise of continued employment pursuant to a subsequent contract."

Section 2. Section 22-10A-22 NMSA 1978 (being Laws 1967, .177656.1

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1 Chapter 16, Section 114, as amended) is amended to read: 2 "22-10A-22. NOTICE OF REEMPLOYMENT--TERMINATION.--On or 3 before the last day of the school year of the existing 4 employment contract, the local [school board] superintendent or 5 the governing authority of the state agency shall serve written 6 notice of reemployment or termination on each [certified school 7 instructor] licensed school employee employed by the school 8 district or state agency. A notice of reemployment shall be an 9 offer of employment for the ensuing school year. A notice of 10 termination shall be  $\underline{a}$  notice of intention not to reemploy for 11 the ensuing school year. Failure of the local [school board] 12 superintendent or the governing authority of the state agency 13 to serve a written notice of reemployment or termination on a 14 [certified school instructor] licensed school employee shall be 15 construed to mean that a notice of reemployment has been served 16 upon the person for the ensuing school year according to the 17 terms of the existing employment contract [but] and subject to 18 any additional compensation allowed other [certified school 19 instructors] licensed school employees of like qualifications 20 and experience employed by the school district or state agency. 21 Nothing in this section shall be construed to mean that failure 22 of a local [school board] superintendent or the governing 23 authority of the state agency to serve a written notice of 24 reemployment or termination shall automatically extend a 25 [certified school instructor's] <u>licen</u>sed school employee's .177656.1

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1	employment contract for a period in excess of one school year."
2	Section 3. Section 22-10A-23 NMSA 1978 (being Laws 1967,
3	Chapter 16, Section 115, as amended) is amended to read:
4	"22-10A-23. REEMPLOYMENTACCEPTANCEREJECTIONBINDING
5	CONTRACT
6	A. Each [ <del>certified school instructor</del> ] <u>licensed</u>
7	<u>school employee</u> shall deliver to the local [ <del>school board of the</del>
8	school district] superintendent or to the governing authority
9	of the state agency in which the [ <del>person</del> ] <u>licensed school</u>
10	<u>employee</u> is employed a written acceptance or rejection of
11	reemployment for the ensuing school year within fifteen days
12	from the following:
13	(1) the date written notice of reemployment is
14	served upon the person; or
15	(2) the last day of the school year when no
16	written notice of reemployment or termination is served upon
17	the person on or before the last day of the school year.
18	B. Delivery of the written acceptance of
19	reemployment by a [ <del>certified school instructor</del> ] <u>licensed school</u>
20	employee creates a binding employment contract between the
21	[ <del>certified school instructor</del> ] <u>licensed school employee</u> and the
22	[ <del>local</del> ] school [ <del>board</del> ] <u>district</u> or the [ <del>governing authority of</del>
23	the] state agency until the parties enter into a formal written
24	employment contract. Written employment contracts between
25	[ <del>local</del> ] school [ <del>boards</del> ] <u>districts</u> or [ <del>governing authorities of</del> ]
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state agencies and [<del>certified school instructors</del>] <u>licensed</u> <u>school employees</u> shall be executed by the parties not later than ten days before the first day of a school year."

Section 4. Section 22-10A-24 NMSA 1978 (being Laws 1986, Chapter 33, Section 22, as amended) is amended to read:

"22-10A-24. TERMINATION DECISIONS--LOCAL [SCHOOL BOARD] <u>SUPERINTENDENT</u>--GOVERNING AUTHORITY OF A STATE AGENCY--PROCEDURES.--

A. A local [school board] superintendent or governing authority of a state agency may terminate an employee with fewer than three years of consecutive service for any reason it deems sufficient. Upon request of the employee, the <u>local</u> superintendent or <u>state agency</u> administrator shall provide written reasons for the decision to terminate. The reasons shall be provided within ten working days of the request. The reasons shall not be publicly disclosed by the superintendent, administrator, local school board or governing authority. The reasons shall not provide a basis for contesting the decision under the School Personnel Act.

B. Before terminating [<u>a noncertified</u>] <u>an</u> <u>unlicensed</u> school employee, the local [<del>school board</del>] <u>superintendent</u> or governing authority shall serve the <u>unlicensed</u> employee with a written notice of termination.

C. An employee who has been employed by a school district or state agency for three consecutive years and who .177656.1

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1 receives a notice of termination pursuant to either Section 2 [<del>22-10-12</del>] 22-10A-22 NMSA 1978 or this section may request an 3 opportunity to [make a statement to] be heard by the local 4 [school board] superintendent or governing authority on the 5 decision to terminate [him] the employee by submitting a 6 written request to the local superintendent or state agency 7 administrator within five working days from the date written 8 notice of termination is served upon [him] the employee. The 9 employee may also request in writing the reasons for the 10 termination action [to terminate him]. The local 11 superintendent or state agency administrator shall provide 12 written reasons for the notice of termination to the employee 13 within five working days from the date the written request for 14 a [meeting] hearing and the written request for the reasons 15 were received by the local superintendent or state agency 16 administrator. Neither the local superintendent or state 17 agency administrator nor the local school board or governing 18 authority shall publicly disclose [its] the reasons for 19 termination.

D. A local [school board] <u>superintendent</u> or governing authority may not terminate an employee who has been employed by a school district or state agency for three consecutive years without just cause.

E. The employee's request pursuant to Subsection C of this section shall be granted if [he] <u>the employee</u> responds .177656.1

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1 to the local superintendent's or state agency administrator's 2 written reasons as provided in Subsection C of this section by 3 submitting in writing to the local superintendent or state 4 agency administrator a contention that the decision to 5 terminate [him] was made without just cause. The written contention shall specify the grounds on which it is contended 6 7 that the decision was without just cause and shall include a 8 statement of the facts that the employee believes support [his] 9 the employee's contention. This written statement shall be 10 submitted within ten working days from the date the employee 11 receives the written reasons from the local superintendent or 12 administrator. The submission of this statement constitutes a 13 representation on the part of the employee that [he] the 14 employee can support [his] the employee's contentions and an 15 acknowledgment that the local school board or governing 16 authority may offer the causes for its decision and any 17 relevant data in its possession in rebuttal of [his] the 18 employee's contentions.

F. A local [school board] superintendent or governing authority shall meet to hear the employee's statement in no less than five or more than fifteen working days after the local [school board] superintendent or governing authority receives the statement. The hearing shall be conducted informally in accordance with the provisions of the Open Meetings Act.

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1 G. For a hearing before the governing authority of 2 a state agency, the employee and the [local superintendent or] 3 state agency administrator may each be accompanied by a person 4 of [his] choice. First, the [superintendent] state agency 5 administrator shall present the factual basis for [his] the 6 determination that just cause exists for the termination of the 7 employee, limited to those reasons provided to the employee 8 pursuant to Subsection C of this section. Then, the employee 9 shall present [his] the employee's contentions, limited to 10 those grounds specified in Subsection E of this section. The 11 [local school board or] governing authority may offer such 12 rebuttal testimony as it deems relevant. All witnesses may be 13 questioned by the [local school board or] governing authority, 14 the employee or [his] the employee's representative and the 15 [local superintendent or] administrator or [his] the 16 administrator's representative. The [local school board or] 17 governing authority may consider only such evidence as is 18 presented at the hearing and need consider only such evidence 19 as it considers reliable. No record shall be made of the 20 proceeding. The [local school board or] governing authority 21 shall notify the employee and the [local superintendent or] 22 administrator of its decision in writing within five working 23 days from the conclusion of the meeting.

H. For a hearing before the local superintendent, the school employee may be accompanied by a person of the .177656.1

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1	employee's choice. First, the school principal or other person
2	responsible for supervising the school employee shall present
3	the factual basis for the determination that just cause exists
4	for the termination of the school employee, limited to those
5	reasons provided to the school employee pursuant to Subsection
6	<u>C of this section. Second, the school employee shall present</u>
7	the school employee's contentions, limited to those grounds
8	specified in Subsection E of this section. The school
9	principal or other person responsible for supervising the
10	school employee may offer such rebuttal testimony as the local
11	superintendent deems relevant. All witnesses may be questioned
12	by the school employee or the employee's representative, the
13	school principal or other person responsible for supervising
14	the school employee or the local superintendent. The local
15	superintendent may consider only such evidence as is presented
16	at the hearing and need consider only such evidence as the
17	superintendent deems reliable. No record shall be made of the
18	proceeding. The local superintendent shall notify the school
19	employee of the decision in writing within five working days
20	from the conclusion of the hearing.
21	I. The school employee may appeal the final
22	decision of the local superintendent to the local school board.
23	The local school board shall hold a hearing within fifteen

The local school board shall hold a hearing within fifteen working days of receiving a notice of appeal from the school employee.

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1	J. At the appeal hearing, both the local
2	superintendent and the school employee may be represented by
3	counsel and may call, examine and cross-examine witnesses. The
4	local school board may consider only such evidence as is
5	presented at the hearing and need consider only such evidence
6	as it considers reliable. No record shall be kept of the
7	proceeding. The local school board shall notify the employee
8	and the local superintendent of its decision within five
9	working days from the conclusion of the hearing."
10	Section 5. Section 22-10A-25 NMSA 1978 (being Laws 1986,
11	Chapter 33, Section 23, as amended) is amended to read:
12	"22-10A-25. APPEALSINDEPENDENT ARBITRATOR
13	QUALIFICATIONSPROCEDUREBINDING DECISION
14	A. An employee who is [ <del>still</del> ] aggrieved by a
15	decision of a local school board or governing authority
16	rendered pursuant to Section [ <del>22-10-14</del> ] <u>22-10A-24</u> NMSA 1978 may
17	appeal the decision to an <u>independent</u> arbitrator. A written
18	appeal shall be submitted to the local superintendent or <u>state</u>
19	agency administrator within five working days from the receipt
20	of the local school board's or governing authority's written
21	decision [ <del>or the refusal of the board or authority to grant a</del>
22	hearing]. The appeal shall be accompanied by a statement of
23	particulars specifying the grounds on which it is contended
24	that the decision was impermissible pursuant to Subsection $[\Xi]$
25	<u>H</u> of Section [ $22-10-14$ ] $22-10A-24$ NMSA 1978 and including a
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statement of facts supporting the contentions. Failure of the employee to submit a timely appeal or a statement of particulars with the appeal shall disqualify [him] the employee for any appeal and render the local school board's or governing authority's decision final.

B. The local school board or governing authority and the employee shall meet within ten working days from the receipt of the request for an appeal and select an independent arbitrator to conduct the appeal. If the parties fail to agree on an independent arbitrator, they shall request the presiding judge in the judicial district in which the employee's public school <u>or state agency</u> is located to select one. The presiding judge shall select the independent arbitrator within five working days from the date of the parties' request.

C. A qualified independent arbitrator shall be appointed who is versed in employment practices and school procedures and who preferably has experience in the practice of law. No person shall be appointed to serve as the independent arbitrator who has any direct or indirect financial interest in the outcome of the proceeding, has any relationship to any party in the proceeding, is employed by the [local] school [board or governing authority] district or state agency or is a member of or employed by any professional or labor organization of which the <u>school</u> employee is a member.

D. Appeals from the decision of the local school .177656.1

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board or governing authority shall be decided after a de novo hearing before the independent arbitrator. The issue to be decided by the independent arbitrator is whether there was just cause for the decision of the local school board or governing authority to terminate the employee.

E. The de novo hearing shall be held within thirty working days from the selection of the independent arbitrator. The arbitrator shall give written notice of the date, time and place of the hearing, and such notice shall be sent to the employee and the local school board or governing authority.

F. Each party has the right to be represented by counsel at the hearing before the independent arbitrator.

G. Discovery shall be limited to depositions and requests for production of documents on a time schedule to be established by the independent arbitrator.

H. The independent arbitrator may issue subpoenas for the attendance of witnesses and for the production of books, records, documents and other evidence and shall have the power to administer oaths. Subpoenas so issued shall be served and enforced in the manner provided by law for the service and enforcement of subpoenas in a civil action.

I. The rules of civil procedure shall not apply to the de novo hearing, but it shall be conducted so that both contentions and responses are amply and fairly presented. To this end, the independent arbitrator shall permit either party .177656.1

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to call and examine witnesses, cross-examine witnesses and introduce exhibits. The technical rules of evidence shall not apply, but, in ruling on the admissibility of evidence, the independent arbitrator shall require reasonable substantiation of statements or records tendered, the accuracy or truth of which is in reasonable doubt.

J. The local school board or governing authority has the burden of proof and shall prove by a preponderance of the evidence that, at the time the notice of termination was served on the employee, the local [school board or governing authority] superintendent or state agency administrator had just cause to terminate the employee. If the local school board or governing authority proves by a preponderance of the evidence that there was just cause for [its] the action, then the burden shifts to the <u>school</u> employee to rebut the evidence presented by the local school board or governing authority.

K. The independent arbitrator shall uphold the local school board's or governing authority's decision only if it proves by a preponderance of the evidence that, at the time the notice of termination was served on the employee, the local [school board] superintendent or [governing authority] state agency administrator had just cause to terminate the employee. If the local school board or governing authority fails to meet its burden of proof or if the <u>school</u> employee rebuts the proof offered by the local school board or governing authority, the .177656.1

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arbitrator shall reverse the decision of the local school board
 or governing authority.

L. No official record shall be made of the hearing. Either party desiring a record of the arbitration proceedings may, at [his] the party's own expense, record or otherwise provide for a transcript of the proceedings; provided, however, that the record so provided shall not be deemed an official transcript of the proceedings nor shall it imply any right of automatic appeal or review.

M. The independent arbitrator shall render a written decision affirming or reversing the action of the local school board or governing authority. The decision shall contain findings of fact and conclusions of law. The parties shall receive actual written notice of the decision of the independent arbitrator within ten working days from the conclusion of the de novo hearing.

N. The sole remedies available under this section shall be reinstatement or payment of compensation reinstated in full but subject to any additional compensation allowed other employees of like qualifications and experience employed by the school district or state agency and including reimbursement for compensation during the entire period for which compensation was terminated, or both, less an offset for any compensation received by the employee during the period the compensation was terminated.

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1 0. Unless a party can demonstrate prejudice arising 2 from a departure from the procedures established in this 3 section and in Section [22-10-14] 22-10A-24 NMSA 1978, such 4 departure shall be presumed to be harmless error. 5 Ρ. The decision of the independent arbitrator shall 6 be binding on both parties and shall be final and nonappealable 7 except where the decision was procured by corruption, fraud, 8 deception or collusion, in which case it shall be appealed to 9 the district court in the judicial district in which the public 10 school or state agency is located. 11 Each party shall bear its own costs and Q. 12 The independent arbitrator's fees and other expenses expenses. 13 incurred in the conduct of the arbitration shall be assigned at 14 the discretion of the independent arbitrator. 15 R. [Local] School districts shall file a record 16 with the department [of education] of all terminations and all 17 actions arising from terminations annually." 18 Section 22-10A-26 NMSA 1978 (being Laws 1967, Section 6. 19 Chapter 16, Section 118, as amended) is amended to read: 20 "22-10A-26. EXCEPTED FROM PROVISIONS.--Sections [22-10-12 21 through 22-10-14.1] 22-10A-22 through 22-10A-25 NMSA 1978 do 22 not apply to the following: 23 a [certified school instructor] licensed school Α. 24 <u>employee</u> employed to fill the position of a [<del>certified school</del> 25 instructor] licensed school employee entering military service; .177656.1

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1 a person who is employed as a [certified] Β. 2 licensed school administrator; or 3 C. [a non-certified] an unlicensed school employee 4 employed to perform primarily district-wide management 5 functions." 6 Section 7. Section 22-10A-27 NMSA 1978 (being Laws 1986, 7 Chapter 33, Section 24, as amended) is amended to read: 8 "22-10A-27. DISCHARGE HEARING--LICENSED SCHOOL EMPLOYEES 9 PROCEDURES . - -10 A. A local [school board] superintendent or the 11 governing authority of a state agency may discharge a 12 [certified] licensed school employee only for just cause 13 according to the following procedure: 14 the <u>local</u> superintendent <u>or governing</u> (1) 15 authority shall serve a written notice of [his intent to 16 recommend] discharge on the [certified] licensed school 17 employee in accordance with the law for service of process in 18 civil actions; and 19 the <u>local</u> superintendent <u>or governing</u> (2) 20 authority shall state in the notice of [his intent to 21 recommend] discharge the cause for [his recommendation] the 22 discharge and shall advise the [certified] licensed school 23 employee of [his] the licensed school employee's right to a 24 discharge appeal hearing before the local school board or 25 governing authority as provided in this section. .177656.1

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B. A [certified] licensed school employee who receives a notice of [intent to recommend] discharge pursuant to Subsection A of this section may exercise [his] the right to [a] an appeal hearing before the local school board or governing authority by giving the local superintendent or state agency administrator written notice of that election within five working days of [his] the licensed school employee's receipt of the notice [to recommend] of discharge.

C. The local school board or governing authority shall hold a discharge <u>appeal</u> hearing no less than twenty and no more than forty working days after the local superintendent or <u>state agency</u> administrator receives the written election from the [<del>certified</del>] <u>licensed</u> school employee and shall give the [<del>certified</del>] <u>licensed</u> school employee at least ten days written notice of the date, time and place of the discharge <u>appeal</u> hearing.

D. [Each party] The local superintendent or <u>state</u> <u>agency</u> administrator and the [<del>certified</del>] <u>licensed</u> school employee may be accompanied by a person of [<del>his</del>] <u>the party's</u> choice.

E. The parties shall complete and respond to discovery by deposition and production of documents prior to the discharge <u>appeal</u> hearing.

F. The local school board or governing authority shall have the authority to issue subpoenas for the attendance .177656.1

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G. The local superintendent or state agency
administrator shall have the burden of proving by a
preponderance of the evidence that, at the time of the notice
of [intent to recommend] discharge, [he] the local
superintendent or state agency administrator had just cause to
discharge the [certified] licensed school employee.

H. The local superintendent or <u>state agency</u> administrator shall present [his] evidence first, with the [certified] <u>licensed</u> school employee presenting [his] evidence [thereafter] <u>after</u>. The local school board or governing authority shall permit either party to call, examine and crossexamine witnesses and to introduce documentary evidence.

I. An official record shall be made of the hearing. Either party may have one copy of the record at the expense of the local school board or governing authority.

J. The local school board shall render its written decision within twenty days of the conclusion of the discharge <u>appeal</u> hearing."

Section 8. Section 22-10A-28 NMSA 1978 (being Laws 1986, Chapter 33, Section 25, as amended) is amended to read:

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"22-10A-28. APPEALS--INDEPENDENT ARBITRATOR--QUALIFICATIONS--PROCEDURE--BINDING DECISION.--

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1 A [certified] licensed school employee aggrieved Α. 2 by a decision of a local school board or governing authority to 3 discharge [him] the employee after a discharge appeals hearing 4 held pursuant to Section [22-10-17] 22-10A-27 NMSA 1978 may 5 appeal the decision to an independent arbitrator. A written 6 notice of appeal shall be submitted to the local superintendent 7 or state agency administrator within five working days from the 8 receipt of the copy of the written decision of the local school 9 board or governing authority. 10 The local school board or governing authority Β. 11 and the [certified] licensed school employee shall meet within 12 ten calendar days from the receipt of the notice of appeal and 13 select an independent arbitrator to conduct the appeal, or, in 14 the event the parties fail to agree on an independent 15 arbitrator, they shall request the presiding judge in the 16 judicial district in which the public school or state agency is 17 located to select the independent arbitrator. The presiding 18 judge shall select the independent arbitrator within five 19 working days from the date of the parties' request. 20 A qualified independent arbitrator shall be C. 21 appointed who is versed in employment practices and school 22 procedures. No person shall be appointed to serve as the 23 independent arbitrator who has any direct or indirect financial 24 interest in the outcome of the proceeding, has any relationship 25 to any party in the proceeding, is employed by the [local]

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school [board] <u>district</u> or governing authority or is a member of or employed by any professional organization of which the [certified] <u>licensed</u> school employee is a member.

D. Appeals from the decision of the local school board or governing authority shall be decided after a de novo hearing before the independent arbitrator. The local school board or governing authority shall have the burden of proving by a preponderance of the evidence that, at the time of the notice of [intent to recommend] discharge, the local superintendent or <u>state agency</u> administrator had just cause to discharge the [certified] <u>licensed</u> school employee. The local school board or governing authority shall present [its] evidence first, with the [certified] <u>licensed</u> school employee presenting [his] evidence [thereafter] after.

E. The hearing shall be held within thirty working days from the selection of the independent arbitrator. The independent arbitrator shall give written notice of the date, time and place of the hearing, and such notice shall be sent to the [certified] licensed school employee and the local school board or governing authority.

F. Each party has the right to be represented by counsel at the hearing before the independent arbitrator.

G. Discovery shall be limited to depositions and requests for production of documents on a time schedule to be established by the independent arbitrator.

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1 н. The independent arbitrator may issue subpoenas 2 for the attendance of witnesses and for the production of 3 books, records, documents and other evidence and shall have the 4 power to administer oaths. Subpoenas so issued shall be served 5 and enforced in the manner provided by law for the service and 6 enforcement of subpoenas in a civil action or in the manner 7 provided by the American arbitration association's voluntary 8 labor arbitration rules if that entity is used by the parties. 9 The rules of civil procedure shall not apply to I. 10 the hearing, but it shall be conducted so that both contentions 11 and responses are amply and fairly presented. To this end, the 12 independent arbitrator shall permit either party to call and 13 examine witnesses, cross-examine witnesses and introduce 14 exhibits. The technical rules of evidence shall not apply, 15 but, in ruling on the admissibility of evidence, the

independent arbitrator may require reasonable substantiation of statements or records tendered, the accuracy or truth of which is in reasonable doubt.

J. An official record shall be made of the hearing. Either party may order a transcript of the record at [his] <u>the</u> <u>party's</u> own expense.

K. The independent arbitrator shall render a written decision affirming or reversing the action of the local school board or governing authority. The decision shall contain findings of fact and conclusions of law. The parties .177656.1 - 22 -

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shall receive the written decision of the independent
 arbitrator within thirty working days from the conclusion of
 the hearing.

L. Unless a party can demonstrate prejudice arising from a departure from the procedures established in this section and in Section [<del>22-10-17</del>] <u>22-10A-27</u> NMSA 1978, such departure shall be presumed to be harmless error.

M. The decision of the independent arbitrator shall be final and binding on both parties and shall be nonappealable except where the decision was procured by corruption, fraud, deception or collusion, in which case it may be appealed to the court of appeals by filing a notice of appeal as provided by the New Mexico rules of appellate procedure.

N. Each party shall bear its own costs and expenses. The independent arbitrator's fees and other expenses incurred in the conduct of the arbitration shall be assigned at the discretion of the independent arbitrator."

Section 9. Section 22-10A-29 NMSA 1978 (being Laws 1967, Chapter 16, Section 120, as amended) is amended to read:

"22-10A-29. COMPENSATION PAYMENTS TO DISCHARGED PERSONNEL.--

A. Payment of compensation to any [<del>certified</del>] <u>licensed</u> school [<del>instructor</del>] <u>employee</u> employed by a [<del>local</del> school board or by the governing authority of a state agency and payment of compensation to any certified school .177656.1

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1 administrator employed by a local school board] school district 2 or state agency shall terminate as of the date [after a 3 hearing, that a written copy of the decision of the local 4 school board or the governing authority of the state agency to] 5 that the local superintendent or state agency administrator 6 notifies the licensed school employee of the decision to 7 discharge [the person is served on the person. If the 8 compensation of the person discharged during the term of a 9 written employment contract is to be paid monthly during a 10 twelve-month period for services to be performed during a 11 period less than twelve months, the person shall be entitled to 12 a pro rata share of the compensation payments due for the 13 period during the twelve months in which no services were to be 14 performed].

B. In the event the action of the local [school board] superintendent in discharging a [certified] licensed school [instructor or administrator] employee or the action of the governing authority of a state agency in discharging a [certified] licensed school [instructor] employee is reversed on final appeal, payment of compensation to the person shall be reinstated in full [but] and subject to any additional compensation allowed other [certified] licensed school [instructor or administrator] employees of like qualifications and experience employed by the school district or state agency and including reimbursement for compensation during the entire .177656.1

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period the compensation was terminated less an offset for any compensation received by the person from a school district or state agency during the period the compensation was terminated."

Section 10. Section 22-10A-30 NMSA 1978 (being Laws 1967, Chapter 16, Section 123, as amended) is amended to read:

"22-10A-30. SUPERVISION AND CORRECTION PROCEDURES--<u>ALL</u> <u>SCHOOL EMPLOYEES</u>.--

<u>A.</u> The [state board] department shall prescribe by [regulations] rule procedures to be followed by a [local] school [board or the governing authority of a] district or state agency in supervising and correcting unsatisfactory work performance of [certified] licensed school [personnel] employees before notice of [intent to] discharge is served upon them [and by the governing authority of a state agency in supervising and correcting unsatisfactory work performance of certified school instructors before notice of intent to discharge is served upon them. These regulations].

<u>B. The rules</u> shall provide that written records shall be kept on all action taken by a [local] school [board or the governing authority of a] district or state agency to improve any [person's] school employee's unsatisfactory work performance and all improvements made in [the person's] that school employee's work performance. These written records shall be introduced as evidence at any hearing for the [person] .177656.1

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school employee conducted by the <u>local superintendent</u>, local school board or [the] governing authority of [the] <u>a</u> state agency." - 26 -.177656.1

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