Enrolled Senate Bill 588

Sponsored by Senator ROBLAN

CHAPTER	

AN ACT

Relating to the legal status of public charter schools; amending ORS 338.035; and declaring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 338.035 is amended to read:

338.035. (1) A public charter school may be established:

- (a) As a new public school;
- (b) As a virtual public charter school;
- (c) From an existing public school or a portion of the school; or
- (d) From an existing alternative education program, as defined in ORS 336.615.
- (2)(a) Before a public charter school may operate as a public charter school, it must:
- (A) Be approved by a sponsor;
- (B) Be established as a nonprofit organization under the laws of Oregon; and
- (C) Have applied to qualify as an exempt organization under section 501(c)(3) of the Internal Revenue Code.
- (b) Notwithstanding paragraph (a) of this subsection, the requirements of paragraph (a)(B) and (C) of this subsection do not apply to:
 - (A) A school in a school district that is composed of only one school; and
- (B) A school in a school district that is a remote and necessary school district on the date the school first begins operation as a public charter school.
- (3)(a) Except for a public charter school that is not required to comply with subsection (2)(a)(B) and (C) of this section as provided by subsection (2)(b) of this section, a member of the school district board of the school district within which a public charter school is located may not be a voting member of the public charter school governing body.
- (b) A member of the school district board of the school district within which a public charter school is located may act in an advisory capacity on the public charter school governing body.
- (4) An applicant seeking to establish a public charter school shall submit a proposal pursuant to ORS 338.045 to the school district board of the school district within which the public charter school will be located by the date identified by the school district board. The school district board shall identify a date that is at least 180 days prior to the date on which the public charter school would begin operating and that provides a reasonable period of time for the school district board to complete the approval process described in ORS 338.055 and for the public charter school to begin operating by the beginning of a school year. An applicant may consult with the school district board prior to submitting a proposal, and the school district board may require an applicant to submit a letter of intent within a reasonable period of time prior to submitting a proposal.

- (5) An applicant seeking to establish a public charter school shall provide to the State Board of Education a copy of any proposal submitted to a school district board under ORS 338.045 and a copy of any subsequent approval by the school district board.
 - (6)(a) One or more, but not all, schools in a school district may become public charter schools.
- (b) Notwithstanding paragraph (a) of this subsection, a school in a school district that is composed of only one school may become a public charter school. For a public charter school that is the only school in the school district, the public charter school and the school district may be considered to be a single legal entity for the purposes of this chapter if:
- (A) The public charter school is not required to comply with subsection (2)(a)(B) and (C) of this section;
- (B) All of the members of the school district board are voting members of the public charter school governing body as allowed by subsection (3)(a) of this section;
 - (C) The school district and the public charter school share employees; and
 - (D) The school district and the public charter school share assets and liabilities.
- (7)(a) An entity described in ORS 338.005 (5) may not approve a public charter school proposal that authorizes the conversion of any private school that is tuition based to a public charter school.
- (b) Notwithstanding paragraph (a) of this subsection, an entity described in ORS 338.005 (5) may authorize the conversion of an existing alternative education program, as defined in ORS 336.615, to a public charter school.
- (8) An entity described in ORS 338.005 (5) may not approve a proposal for a public charter school that is affiliated with a nonpublic sectarian school or a religious institution.

SECTION 2. This 2015 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2015 Act takes effect July 1, 2015.

Passed by Senate April 13, 2015	Received by Governor:
	, 2015
Lori L. Brocker, Secretary of Senate	Approved:
	, 2015
Peter Courtney, President of Senate	
Passed by House May 27, 2015	Kate Brown, Governor
	Filed in Office of Secretary of State:
Tina Kotek, Speaker of House	, 2015
	Jeanne P. Atkins. Secretary of State