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# A BILL FOR AN ACT

RELATING TO PUBLIC CHARTER SCHOOLS.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1           SECTION 1. Chapter 302D, Hawaii Revised Statutes, is  
2 amended by adding a new section to be appropriately designated  
3 and to read as follows:

4           "§302D-       Financial insolvency. (a) In the event that  
5 any public charter school becomes financially insolvent, the  
6 school shall be deemed to have surrendered its charter. For  
7 purposes of this section, a school shall be determined to be  
8 financially insolvent when it is unable to pay its staff when  
9 payroll is due.

10           (b) In the event that any public charter school becomes  
11 financially insolvent, the authorizer shall adopt a closure  
12 protocol as described under section 302D-19(a)."

13           SECTION 2. New statutory material is underscored.

14           SECTION 3. This Act shall take effect on July 1, 2030.



**Report Title:**

Public Charter Schools; Financial Insolvency; Closure

**Description:**

Construes the financial insolvency of a public charter school to be a surrender of its charter. Requires the authorizer to adopt a closure protocol when a public charter school becomes financially insolvent. (SD2)

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

