MINUTES
State Allocation Board
January 22, 2014

Upon notice duly given, the monthly meeting of the State Allocation Board (SAB) was held at the State Capitol, Room 4202, in Sacramento, California on January 22, 2014 at 4:00 p.m.

Members of the SAB present were as follows:

- Eraina Ortega, Chief Deputy Director, Policy, Department of Finance, designated representative for Michael Cohen, Director, Department of Finance
- Esteban Almanza, Chief Deputy Director, Department of General Services, designated representative for Fred Klass, Director, Department of General Services
- Kathleen Moore, Director, School Facilities Planning Division, California Department of Education (CDE), designated representative for Tom Torlakson, Superintendent of Public Instruction
- Cesar Diaz, appointee of Edmund G. Brown, Jr., Governor of the State of California
- Senator Loni Hancock
- Senator Carol Liu
- Assembly Member Joan Buchanan
- Assembly Member Curt Hagman
- Assembly Member Adrin Nazarian

Member of the SAB absent was as follows:

- Senator Mark Wyland

Representatives of the SAB were as follows:

Lisa Silverman, Executive Officer
Bill Savidge, Assistant Executive Officer

Representatives of the Department of General Services, Office of Public School Construction (OPSC), were as follows:

Lisa Silverman, Executive Officer
Juan Mireles, Deputy Executive Officer

Representative of the Department of General Services, Office of Legal Services, was as follows:

Jonette Banzon, Attorney

With a quorum present, Ms. Ortega, Chair, called the meeting to order at 4:03 p.m.

PRIOR MINUTES

A motion was made, and carried, to approve the November 25, 2013 SAB Minutes.

EXECUTIVE OFFICER'S STATEMENT

The Executive Officer informed the Board of the following:

Fund Releases for Priority Funding Apportionments

October 14, 2013 Apportionments
The SAB approved nearly $285 million in priority funding apportionments for 112 projects for 54 school districts on October 14, 2013. Districts that received a priority funding apportionment were required to submit a valid *Fund Release Authorization* (Form SAB 50-05) containing an original signature by Monday, January 13, 2014. At the conclusion of the filing period, the OPSC received Forms SAB 50-05 for 104 projects in the amount of $264,579,391. Six projects received automatic fund releases and did not require the submittal of a Form SAB 50-05. These projects represented a total of $721,612 in State apportionments. The OPSC did not receive a Form SAB 50-05 for two projects, which totaled $19,674,622.

EXECUTIVE OFFICER'S STATEMENT (cont.)

Priority Funding Filing Period

The sixth Priority Funding filing period began on Wednesday, November 13, 2013 and closed on December 12, 2013. Priority Funding requests with original signatures must have been physically received by the OPSC before the close of business on Thursday, December 12, 2013. The OPSC received valid Priority Funding requests for 107 projects totaling $735.4 million. Districts that submitted valid requests for their projects during this filing period are eligible for Priority Funding apportionments from January 1, 2014 through June 30, 2014.

Non-Participation in the Priority Funding Process – Second Occurrence

At the conclusion of the sixth filing round, 21 projects received their second occurrence for non-participation. The projects have been rescinded without further SAB action. Pursuant to School Facility Program (SFP) Regulations, the bond authority was returned to the respective propositions and the district pupil grants were returned to their eligibility baseline. As a result of the returning bond authority, five New Construction projects are being presented in this Consent Agenda for conversion from the Unfunded List (Lack of Authority) to the Unfunded List (Lack of AB 55 Loans) in the amount of $30.1 million.

Events

Charter School Webinar and Workshops
On January 13, 2014, the OPSC, the CDE, and the California School Finance Authority (CSFA) jointly presented an informative webinar to assist charter schools and school districts in completing the application process for the 2014 Charter School Facilities Program (CSFP) filing round. The webcast had 56 participants, not include the OPSC, the CDE, and the CSFA staff.

The OPSC, the CDE and the CSFA will continue to host future workshops throughout the State for the 2014 CSFP filing round.

CONSENT ITEMS

A motion was made, and carried, to approve the Consent calendar as presented.

FINANCIAL REPORTS

Status of Fund Releases

The Executive Officer presented this item to the SAB and the SAB accepted the Status of Fund Releases report as presented.

Status of Funds

The Executive Officer presented this item to the SAB and the SAB accepted the Status of Funds report as presented.

APPEAL ITEMS

Glenn County Office of Education/Glenn 50/10116-00-000

The Executive Officer presented this item to the SAB. The SAB did not grant the County Office of Education's (COE) appeal; therefore, the COE must return the savings to the State.

Merced County Office of Education/Merced 50/10249-00-000

This item was withdrawn at the request of the Merced COE.

ACTION ITEMS

Consideration of Additional Programs Required to Participate in the Priority Funding Process

Mr. Juan Mireles, representing the SAB staff, presented this item to the SAB. A motion was made to approve the inclusion of all three programs (Overcrowding Relief Grant Program, the CSFP, and the Career Technical Education Facilities Program) in the Priority Funding Process and bring back corresponding regulatory changes at the next SAB meeting. The Chair called for a roll-call vote and the motion failed per the following votes:

MEMBER	AYE	NAY	ABSTAIN	ABSENT
Senator Hancock			X	
Senator Wyland				X
Senator Liu			X	
Assembly Member Buchanan			X	
Assembly Member Hagman	X			
Assembly Member Nazarian			X	
Esteban Almanza	X			
Kathleen Moore			X	
Cesar Diaz (Governor's Appointee)			X	
Eraina Ortega	X			
Total	3		6	1

Motion:

Carried ___
Failed _X_

The SAB directed staff to bring the item back to the February SAB meeting with a timeline reflecting proposed effective dates for the regulations for further policy discussion.

REPORTS, DISCUSSION, AND INFORMATION ITEMS

State Allocation Board Program Review Sub-Committee Report

Assembly Member Buchanan presented this item to the SAB and the SAB accepted the report. There were many thanks from the SAB members to Assembly Member Buchanan, the Program Review Sub-Committee, and staff. In addition, the public was thanked for their input.

2013 State Allocation Board Annual Report

The SAB accepted the report.

Quarterly Joint-Use Program Fund Release Status Report

The SAB acknowledged the report.

State Allocation Board Three-Month Projected Workload

State Allocation Board Meeting Dates for the 2014 Calendar Year

School Facility Program Applications Received Beyond Bond Authority List as of December 31, 2013

School Facility Program Unfunded List as of November 25, 2013

School Facility Program Workload List of Applications Received Through December 31, 2013

Emergency Repair Program Unfunded List as of November 25, 2013

Facility Hardship/Rehabilitation Approvals Without Funding as of November 25, 2013

ADJOURNMENT

There being no further business to come before the SAB, the Chair adjourned the meeting at 5:38 p.m.

LISA SILVERMAN, Executive Officer

ATTACHMENT A
Approved Consent Items on 01/22/2014

Program	Application Number	District	County
SFP - Career Tech	55/66159-00-001	SALINAS UNION HIGH	MONTEREY
SFP - Critically Overcrowded Schools	53/68338-02-002	SAN DIEGO UNIFIED	SAN DIEGO
SFP - Modernization	57/65359-00-002	LAGUNITAS ELEMENTARY	MARIN
SFP - Modernization	57/65359-00-001	LAGUNITAS ELEMENTARY	MARIN
SFP - Modernization	58/66266-00-001	NAPA VALLEY UNIFIED	NAPA
SFP - Modernization	58/66266-00-002	NAPA VALLEY UNIFIED	NAPA
SFP - Modernization	57/67819-00-001	ONTARIO-MONTCLAIR	SAN BERNARDINO
SFP - Modernization	57/67819-00-019	ONTARIO-MONTCLAIR	SAN BERNARDINO
SFP - Modernization	57/65821-00-002	PLANADA ELEMENTARY	MERCED
SFP - Modernization	57/10439-00-003	SANTA CLARA COUNTY OFFICE OF EDUCATION	SANTA CLARA
SFP - New Construction	50/66761-00-002	ACKERMAN ELEMENTARY	PLACER
SFP - New Construction	50/75309-00-001	ACTON-AGUA DULCE UNIFIED	LOS ANGELES
SFP - New Construction	50/69872-00-002	BELLA VISTA ELEMENTARY	SHASTA
SFP - New Construction	50/66449-00-000	BREA-OLINDA UNIFIED	ORANGE
SFP - New Construction	50/67033-00-021	CORONA-NORCO UNIFIED	RIVERSIDE
SFP - New Construction	51/68130-13-001	GROSSMONT UNION HIGH	SAN DIEGO
SFP - New Construction	50/64592-00-008	HAWTHORNE ELEMENTARY	LOS ANGELES
SFP - New Construction	50/65730-00-004	LE GRAND UNION HIGH	MERCED
SFP - New Construction	50/64733-00-053	LOS ANGELES UNIFIED	LOS ANGELES
SFP - New Construction	50/61788-00-010	PITTSBURG UNIFIED	CONTRA COSTA
SFP - New Construction	51/61788-00-001	PITTSBURG UNIFIED	CONTRA COSTA
SFP - New Construction	50/66647-00-031	PLACENTIA-YORBA LINDA UNIFIED	ORANGE
SFP - New Construction	50/10330-99-005	RIVERSIDE COUNTY OFFICE OF EDUCATION	RIVERSIDE
SFP - New Construction	50/10330-98-031	RIVERSIDE COUNTY OFFICE OF EDUCATION	RIVERSIDE
SFP - New Construction	50/10330-98-025	RIVERSIDE COUNTY OFFICE OF EDUCATION	RIVERSIDE
SFP - New Construction	50/67876-00-048	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-045	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-059	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-050	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-057	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-063	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-046	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-058	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/67876-00-004	SAN BERNARDINO CITY UNIFIED	SAN BERNARDINO
SFP - New Construction	50/10363-04-037	SAN BERNARDINO COUNTY OFFICE OF EDUCATION	SAN BERNARDINO
SFP - New Construction	50/10363-03-085	SAN BERNARDINO COUNTY OFFICE OF EDUCATION	SAN BERNARDINO
SFP - New Construction	50/68338-01-004	SAN DIEGO UNIFIED	SAN DIEGO
SFP - New Construction	50/10439-00-012	SANTA CLARA COUNTY OFFICE OF EDUCATION	SANTA CLARA
SFP - New Construction	50/10439-00-013	SANTA CLARA COUNTY OFFICE OF EDUCATION	SANTA CLARA
SFP - New Construction	50/10447-00-002	SANTA CRUZ COUNTY OFFICE OF EDUCATION	SANTA CRUZ
SFP - New Construction	50/10488-00-033	SOLANO COUNTY OFFICE OF EDUCATION	SOLANO
SFP - New Construction	51/66290-00-001	ST. HELENA UNIFIED	NAPA
SFP - New Construction	50/75242-00-025	VAL VERDE UNIFIED	RIVERSIDE
SFP - Overcrowding Relief Grant	56/64733-00-010	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Overcrowding Relief Grant	56/64733-00-017	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Overcrowding Relief Grant	56/64808-00-006	MONTEBELLO UNIFIED	LOS ANGELES